



McDonald
Vague

business recovery partners

ROCOCO HAIR LIMITED (IN LIQUIDATION)

Liquidators' Third Report

For the period from 27 August 2022 to 26 February 2023

McDonald Vague Limited

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Auckland 1051

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1 INTRODUCTION AND APPOINTMENT

Keaton Pronk and Iain McLennan, Licensed Insolvency Practitioners, of Auckland, were appointed as joint and several liquidators of Rococo Hair Limited (In Liquidation) ("the company") on 27 February 2022.

This report has been prepared pursuant to Section 255(2)(d) of the Companies Act 1993 (**Act**) for the purpose of reporting on the liquidation of the Company. A Statement of Realisations and Distributions is **attached** as Appendix 1.

The report is being sent to all shareholders and all creditors who have filed a claim in the liquidation.

2 RESTRICTIONS

This report should be read in conjunction with the liquidators' previous report.

This report has been prepared using the information known to us. We have not independently verified the accuracy or reliability of the information provided or undertaken audit of the Company. We do not accept any liability whatsoever to any party arising from the circulation, publication, reproduction or use of this report.

We reserve the right (but are under no obligation) to review and, if we consider necessary, revise this report in respect of any information existing at the date of this report which becomes known to us after that date.

3 UPDATED INTERESTS STATEMENT

We have not become aware of any circumstances, relationships, or other facts since we last prepared an interests statement that create, or could reasonably be perceived as creating, a conflict of interest for us in relation to our independence as liquidators.

4 CONDUCT OF THE LIQUIDATION DURING THE PRECEDING SIX MONTHS

During the reporting period, we have:

- Finalised the arrangements in regard to the sale and purchase of the business and assets.
- Commenced distributions to company creditors

Since our appointment, we have:

- Interviewed the director and other parties with knowledge of the affairs of the Company
- Uplifted and reviewed the Company's books and records
- Investigated the affairs of the Company and the reasons for its failure
- Traded the business profitably for a short period while assessing its value
- Realised the assets of the company

5 INVESTIGATIONS

The liquidators have completed their investigations into the books, records and affairs of the company. There were no matters that came to the knowledge of the liquidators that could eventuate in a benefit to creditors.

There are no known current or pending proceedings for which the company is a party.

6 CREDITORS' CLAIMS

The liquidators have not yet received a claim from IRD however they are aware that the IRD is a preferential creditor for unpaid GST and PAYE totalling approximately \$80,284. The preferential amount owed to IRD is based on returns filed by the company according to the company accountant and the company books and records. An interim distribution of \$28,500 has been paid to IRD as at the cutoff date for the report. Further distributions will follow over the next reporting period.

The liquidators have received one unsecured creditors claim for \$232 in the liquidation. In addition, the IRD records record that approximately \$139,856 is owed to IRD for penalties and interest.

The following claims have been received:

CLAIMS RECEIVED	NUMBER	VALUE	DISTRIBUTIONS	¢ IN THE \$
Unsecured Claim	1	232		

7 LIQUIDATORS' FEES

The Company has paid liquidators' fees and disbursements to the end of the reporting period totalling \$17,781 plus GST based on 103.7 hours of work undertaken are detailed in Appendix One.

Section 284 (1) of the Act provides that an application (with the leave of the Court) may be made by a creditor, shareholder or director of a company in liquidation to review or fix the remuneration of the liquidators.

8 FUNDS / LIKELY OUTCOME

There will be a significant distribution of approximately to preferential creditors

9 COMPLETION DATE AND MATTERS DELAYING THE COMPLETION OF THE LIQUIDATION

The following matters are outstanding:

- Collection of the remainder of the business and assets purchase price
- Further distributions to creditors

The liquidators have agreed to a payment arrangement that will be completed by mid-2024. The liquidation will then be completed.

10 CONTACT DETAILS

Enquiries should be directed to Iain McLennan on DDI +64 (9) 303 0506 or by email to imclennan@mvp.co.nz.

The Liquidators can be contacted at:

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Auckland 1051

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Victoria Street West
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Iain McLennan
LIQUIDATOR (License No: IP82)

Dated this 28th day of March 2023

Realisations and Distributions

Total Since Appointment

Rococo Hair Limited (In Liquidation) 27 February 2022 to 26 February 2023

	Total from Appointment		Movement this Period
	26/02/2023	Prior Report Total	
Realisations			
Advance from Shareholders	-	-	-
Bank Account Closure	1,464	1,464	(0)
Cash on Hand	-	-	-
Trading on Income	128,400	128,400	0
New Company Income	48,540	17,032	31,508
Interest	154	-	154
Sale of Business	23,039	7,500	15,539
Pre receivership GST Refund	-	-	-
Total Realisations	201,598	154,396	47,202
Payments			
Liquidators Fees			
Liquidators Fees	17,781	12,943	4,838
Disbursements	720	547	173
Total Liquidators Fees	18,501	13,490	5,011
Other Costs of Liquidation and Trading On			
Withholding Tax	43	-	43
Bank fee	9	9	(1)
Wages and PAYE	73,749	73,749	(0)
New Company Payments	48,795	13,115	35,680
Trading on Landlord costs	10,594	10,594	(0)
Trading on/ Salvage Costs	18,107	17,132	975
Power	243	243	(0)
Total Costs of Liquidation and Trading On	151,539	114,842	36,697
Distributions			
Secured Creditor	-	-	-
Preferential Wages and Holiday Pay	-	-	-
Preferential GST and PAYE	28,500	-	28,500
Dividends to Unsecured Creditors	-	-	-
Total Distributions to Unsecured Creditors	28,500	-	28,500
Total Payments	198,540	128,332	70,208
BALANCE HELD	3,058	26,064	(23,006)

Appendix One

ROCOCO HAIR LIMITED (IN LIQUIDATION) BREAKDOWN OF LIQUIDATORS REMUNERATION AND EXPENSES FOR THE PERIOD OF THE LIQUIDATION

27 Feb 2022 to 26 Feb 2023

Time costs by Position and Work Type	Hourly rate	Appointment Functions		Asset Realisation		Creditors & Report		Management & Tax		Investigation		Total	
		Hours	Cost	Hours	Cost	Hours	Cost	Hours	Cost	Hours	Cost	Hours	Cost
Directors /Partners /Consultants/Liquidators	\$400	3.0	1,080	12.2	3,485	1.2	688	1.1	440			17.5	5,693
Forensic Accountants / Associates	\$300 - \$380	1.5	450	5.3	1,674			0.4	152			7.2	2,276
Insolvency Managers	\$140 - \$280			2.5	590			0.4	112			2.9	702
Insolvency Accountants	\$140 - \$200	4.3	800			0.5	100	61.8	7,450			66.6	8,350
Secretarial & Clerical Assistants	\$50 - \$170							9.5	760			9.5	760
Total		8.8	\$2,330	20.0	\$5,749	1.8	\$788	73.2	\$8,914			103.7	\$17,781

Disbursements	Cost
Airfares - domestic	
Local Travel	
General Expenses	719.80
Total	\$719.80

Work completed includes but is not limited to:

Appointment	All matters on the commencement of the appointment
Creditors	All communications, claims, reporting, enquiries
Asset Realisations	All matters in respect of the potential sale of assets/business/IP and subsequent sale of assets including trading/debtors
Management & Tax	All matters in respect of statutory reporting and the management of the file
Investigation	Analysis of bank statements, review of historic transactions and accounts to identify avenues for recovery