



McDonald
Vague

business recovery partners

T1 Holdings Limited (In Liquidation)

Liquidators' Seventh Report For the period from 9 January 2021 to 8 July 2021

McDonald Vague Limited

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1 INTRODUCTION AND APPOINTMENT

Iain McLennan and Colin Sanderson, Insolvency Practitioners of Auckland, were appointed jointly and severally as liquidators of T1 Holdings Limited ("the company") on 9 July 2018, by the High Court in Hamilton.

Pursuant to Section 255(2)(d) of the Companies Act 1993 ("the Act"), the liquidators herewith report on the progress of the liquidation. This seventh report should be read in conjunction with the liquidators' previous reports. This report is being sent to all shareholders and all creditors who have filed a claim in the liquidation.

Statements of Realisations and Distributions, in relation to each of the currencies held, are **attached**. There are no funds held in Canadian dollars, Euro, Great British pounds or Singapore dollars.

2 RESTRICTIONS

Whilst all care and attention has been taken in compiling this report, we do not accept any liability whatsoever to any party as a result of 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 CONDUCT OF THE LIQUIDATION DURING THE PRECEDING SIX MONTHS

The course of events that eventuated in our appointment as liquidators by the High Court was set out in detail in the first report. There have been no further recoveries since the last report.

As outlined in our previous reports, we have initiated legal proceedings in Lithuania to secure and recover EUR250,000 in funds that were included in the unauthorised transactions on 18 May 2018. Those proceedings are on-going.

4 INVESTIGATIONS

The liquidators are continuing their investigations into the books, records and affairs of the company. The liquidators understand that the director of the company, Richard Whitham, has pleaded guilty to criminal breach of trust charges in the Singapore Courts. The charges relate to the funds he misappropriated from T1 Holdings Limited in May 2018.

5 CREDITORS' CLAIMS

5.1 Secured Creditors

There have been no secured claims received.

5.2 Preferential Creditors

There have been no preferential claims received.

5.3 Unsecured Creditors

As at the date of preparing this report one unsecured creditor claim form has been received from Worldclear Limited for the sum of \$4,541,858 being the amount ordered in a Judgement obtained by Worldclear against the company.

As recorded in the attached Statements of Realisations and Distributions, dividends have been paid to the unsecured creditor as follows:-

• New Zealand Dollars	NZ	\$111,325
• US Dollars	USD	\$1,215,315
• Canadian dollars	CAD	\$11,203
• Euros	EUR	€222,654
• Pound Sterling	GBP	£100,500

6 LIQUIDATORS' FEES

Liquidators' fees accrued to the date of this report are \$154,377 including GST (\$134,241 excluding GST). The fees are based on 513.65 hours of work undertaken as follows:

Work Category	Hours	\$
Appointment functions	39.05	8,519
Asset realisations	86.20	29,219
Creditors' claims, enquiries and reports	35.01	9,344
Management & Taxation	216.24	53,864
Investigations	137.15	33,295
Total	513.65	134,241

Liquidators' fees in a Court ordered liquidation are to be approved by the Court and if required a retrospective application for fee approval will be made by the liquidators.

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. In circumstances where no application has been made to review or fix the liquidators' remuneration the Court will be less inclined to rigorously examine the fees submitted by the liquidators for subsequent approval.

7 FUNDS / LIKELY OUTCOME

It is expected that there will be further distributions to the unsecured creditor.

8 MATTERS DELAYING THE COMPLETION OF THE LIQUIDATION

The following matters are outstanding:

- Completion of legal proceedings and funds recovery in Lithuania
- Completion of enquiries

9 ESTIMATED DATE OF COMPLETION

Based on the information contained in this report the liquidators are unable to estimate when the liquidation will be completed.

10 CONTACT DETAILS

Enquiries should be directed to Colin Sanderson on DDI (07) 838 0908 or by email to CSanderson@mvp.co.nz.

The Liquidators can be contacted at:

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IAIN MCLENNAN
LIQUIDATOR

DATED this 14th day of July 2021

Realisations and Distributions

T1 Holdings Limited (In Liquidation) - NZ Dollar Account 9 July 2018 to 8 July 2021

	Cash Received \$
Realisations	
T1 Operations liquidator funding returned	10,502
Bank account closure	165,948
From N Bartrum - Retail Guru	10,000
Transfer from T1 Holdings OCBC account	30,849
Transfer from T1 Holdings EUR account	113,157
Transfer from T1 Holdings USD account	197,931
Interest	1,162
Distribution - Retail Guru	358,360
Total Realisations	\$887,909
Payments	
Liquidators Fees	
Liquidators fees	154,263
Disbursements	3,035
Total Liquidators Fees	\$157,298
Other Costs of Liquidation and Trading On	
Legal fees	501,195
Legal fees - Lithuania	68,017
Legal fees - Singapore	32,250
Travel expenses	7,119
Resident Withholding tax on interest	325
Bank fees	501
Total Costs of Liquidation and Trading On	\$609,407
Distributions	
Dividend to unsecured Creditor	111,325
Total Distributions to Unsecured Creditors	\$111,325
Total Payments	\$878,030
BALANCE HELD	\$9,879

Note: the above figures are GST inclusive

Realisations and Distributions

T1 Holdings Limited (In Liquidation) - USD Account 9 July 2018 to 8 July 2021

Realisations	Cash Received \$
Bank account closure - New Zealand	225,548
Bank account closure - Lithuania	249,984
Transfer from T1 Holdings EUR account	231,720
From T1 Holdings OCBC account	712,849
From T1 Holdings SGD account	270,822
Interest	377
Total Realisations	\$1,691,300
Payments	
Costs of Liquidation and Trading On	
Funds to solicitor's trust account for Preservation Orders	252,086
Transfer to NZD account	136,062
Legal costs - Singapore	24,854
Legal Costs - Lithuania	34,812
Legal Stamp Duty - Lithuania	3,507
Retain to Liquidators of T1 Operations Pte Ltd Singapore	7,253
Worldclear asset Recovery	13,847
Bank fees	3,361
Withholding Tax	106
Total Costs of Liquidation and Trading On	\$475,888
Distributions	
Dividend to Unsecured Creditor	1,215,315
Total Distributions to Creditors	\$1,215,315
Total Payments	\$1,691,203
BALANCE HELD	\$97

Note: the above figures are GST inclusive