



McDonald  
Vague

business recovery partners

## TAX GNOME LIMITED (IN RECEIVERSHIP)

McDonald Vague Limited

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### Receivers' First Report

#### 1 INTRODUCTION AND APPOINTMENT

Iain McLennan and Boris van Delden, Licensed Insolvency Practitioners of Auckland, were appointed jointly and severally as receivers of the property of Tax Gnome Limited (In Receivership) ("the company") on 23 September 2020. The receivers were appointed under the powers contained within a General Security Agreement dated on 2 September 2019 in favour of Agentro Limited.

#### 2 RESTRICTIONS

This report has been prepared in accordance with Section 24 of the Act. 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 ATTACHMENTS

The following documents are attached to this report:

Appendix 1: Particulars of Assets and Liabilities

Appendix 2: Schedule of secured creditors' names and addresses

#### 4 EVENTS LEADING UP TO OUR APPOINTMENT

The appointment arose from the company being unable to continue to meet its obligations. Accordingly, the company director requested receivers be appointed.

#### 5 TRADING ON

As at the date of our appointment the company was in the final stages of developing accounting software to integrate with Xero. There were a number of clients using the software but following the first lockdown they ceased their subscription.

## 6 PARTICULARS OF ASSETS AND LIABILITIES

Particulars of the Assets and of the Debts and Liabilities of the Company as at the date of our appointment are provided at Appendix 1.

The information contained in the Statement of Affairs has been supplied by the company. We have verified some of the information supplied through our investigations. The Statement of Affairs has been prepared for the purpose of the receivership and we do not accept any responsibility on any grounds whatsoever, including liability in negligence, to any party.

## 7 ASSETS COMPRISING THE PROPERTY IN RECEIVERSHIP

Tax Gnome APP Software - From our assessment we have reviewed the software and understand that it remains incomplete, further work is required before it is able to be brought to market.

## 8 PROPERTY DISPOSED OF TO DATE

No property has been disposed of as at the date of this report.

## 9 PROPOSALS FOR DISPOSAL OF RECEIVERSHIP PROPERTY

The receivers continue to trade the business in a limited capacity to assess the situation generally and maintain the software that has been developed. Steps have been taken to sell the software.

## 10 LIABILITIES AND CREDITOR CLAIMS

### *10.1 Secured Creditors*

At the date of our appointment the amounts due to our appointer were as follows:

Term loan accounts, accrued interest and principal at 31 July 2020	152,496
<b>Total</b>	<u><u>\$152,496</u></u>

A schedule of secured creditors and their addresses is provided at Appendix 2, as required by Section 23(1)(c) of the Act. Interest continues to accrue of the debt owing.

### *10.2 Preferential Creditors*

At this time we are unaware of any preferential claims.

### *10.3 Unsecured Creditors*

From our review of the company's accounting records and other available information we estimate that the amount due to unsecured creditors is approximately \$47,368.

The Receivers are not responsible for the administration of unsecured creditor claims. The outcome for creditors depends on how much the App can be realised for.

## **11 INFORMATION PROVIDED BY THE COMPANY**

The director of the company has cooperated in making available the information required by the Receiver to complete this report.

## **12 FURTHER INFORMATION**

If you are aware of any information that would assist the Receivers, please set the details out in writing, attach any supporting evidence and send it to us. Please note that the Receivers are more able to act on written information.

If any creditor wishes to receive the six monthly reports by email as and when they are published, please ensure that an email address is provided on the attached Confirmation of Amount Owing form. This report and all subsequent reports will be available on the Receivers' website at [www.mvp.co.nz](http://www.mvp.co.nz)

## **13 ESTIMATED DATE OF COMPLETION**

The Receivers believe the receivership will be concluded within 1 year.

## **14 CONTACT DETAILS**

Enquiries should be directed to Keaton Pronk on DDI +64 (9) 969 1518 or by email to [kpronk@mvp.co.nz](mailto:kpronk@mvp.co.nz).

The Receivers can be contacted at:

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Victoria Street West

Auckland 1142



IAIN MCLENNAN

RECEIVER

Dated this 20th day of November 2020

## TAX GNOME LIMITED (IN RECEIVERSHIP)

### Statement of Affairs

Statement of Affairs for the above named company as at 23 September 2020 (being the date of liquidation) showing assets at estimated realisable values and liabilities expected to rank.

#### ASSETS AVAILABLE FOR GENERAL SECURITY AGREEMENT HOLDER/S

	<i>Book Value</i>	<i>Estimated to Realise</i>
Software & Intellectual Property	373,100	redacted
<b>Total</b>	<b>373,100</b>	-

#### GENERAL SECURITY AGREEMENT HOLDER/S

Agentro Limited		152,496
<b>Total</b>		<b>152,496</b>

#### UNSECURED CREDITORS

Inland Revenue Department		35,000
Shareholder Advances		12,368
<b>Total</b>		<b>\$47,368</b>

#### **Notes:**

1. The above estimates are subject to the costs of the receivership.

#### **Disclaimer of Liability:**

The information contained in the Statement of Affairs has been supplied by the company. We have not verified the information supplied. The Statement of Affairs has been prepared for the purpose of the liquidation and we do not accept any responsibility on any grounds whatsoever, including liability in negligence, to any party.

## TAX GNOME LIMITED (IN RECEIVERSHIP) Schedule of Creditors' Names and Addresses

Pursuant to Section 23(1)(c) of the Receiverships Act 1993

Creditor Name	Address 1	Address 2	Address 3	Postcode
Agentro Limited	10 Chalmers Close	Orewa	Orewa	