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**QUAIFE LOGGING LIMITED  
(IN LIQUIDATION)**

Company number: 5188361

**Liquidators' Second Report to Creditors and  
Shareholders**

Reporting Period: 24 August 2018 to 24 February 2019

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## 1. Introduction

Quaife Logging Limited (In Liquidation) (“the Company”) was placed into liquidation by special resolution of the shareholders on the 24<sup>th</sup> day of August 2018 at 9:00 am. Kenneth Peter Brown and Paul Thomas Manning, both Accredited Insolvency Practitioners of Tauranga, were appointed as Joint and Several Liquidators of the company.

In accordance with section 255 (2)(d) of the Act we are obliged to report to all creditors and shareholders on the conduct of the liquidation during the preceding six month period.

This report should be read in conjunction with our previous report pursuant to section 255 (2)(c) of the Act.

## 2. Restrictions

This report is not intended for general circulation, nor is it to be reproduced or used for any purpose other than that outlined above without our written permission in each specific instance.

We do not assume any responsibility or liability for any losses occasioned to any party as a result of the circulation, publication, reproduction or use of this report contrary to the provisions of this paragraph.

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

## 3. Conduct of the liquidation within the reporting period

### 3.1 Asset Realisations

#### ***Plant & Equipment***

All major assets were re possessed by UDC at the commencement of the liquidation pursuant to their registered security. The assets are currently being sold however UDC do not expect to have a surplus to return to the liquidators.

The smaller assets have all been sold at auction.

#### ***Debtors***

There was only one customer and the outstanding amounts have been collected.

### 3.2 Schedule of Receipts and Payments

Attached as Appendix 1 is a schedule of receipts and payments to 24 February 2019.

### 3.3 Creditors Claims

#### ***Secured Creditors***

The liquidators have contacted all secured creditors and received some claims. Not all have responded.

#### ***Preferential Creditors***

The Inland Revenue Department have filed a preferential claim of \$140,658.03. Nothing is owed to staff.

#### ***Unsecured Creditors***

\$90,585.47 of unsecured claims have been received by the liquidator to date.

### 3.5 Other Matters

A review of the company's records has been undertaken. There are no potentially voidable transactions or breaches that require reporting.

## 4. Further proposals for completing the liquidation

The Liquidators propose to take the following further actions:

- Review and collect overdrawn shareholders account;
- distribute available funds (if any) to preferential and unsecured creditors;
- assessing other areas of potential recovery; and
- comply with our statutory obligations.

The Liquidators will consider further actions subsequent to additional information regarding the Company's affairs that comes to the Liquidators' attention. Further actions will be subject to the availability of funding and an assessment of the benefits of pursuing recoveries.

## 5. Estimated date of completion

It is not practical to estimate the date of the completion of the liquidation at this stage. Our subsequent reports to creditors and shareholders will, when appropriate, advise of an estimated completion date.

## 6. Contact information

If you require any further information, please direct enquiries to:

Denise Cooper  
Phone: 07 571 6280  
Email: denise.cooper@bdo.co.nz

BDO Tauranga Limited  
PO Box 15660  
TAURANGA 3144

Level 1  
525 Cameron Road  
TAURANGA 3110

Dated this 26 February 2019



**Kenneth Peter Brown**  
Joint and Several Liquidator

## APPENDICES

### Appendix 1 - Summary of Receipts & Payments

| 24 August 2018 to 24 February 2019 |                    |
|------------------------------------|--------------------|
|                                    |                    |
| <b>RECEIPTS</b>                    | <b>Total (NZD)</b> |
| GST on Income                      | 870.00             |
| GST Paid/Refunded                  | 2,527.47           |
| Interest Received                  | 146.92             |
| Pre Appointment Debtors            | 103,587.22         |
| Sale of Plant & Equipment          | 5,800.00           |
|                                    |                    |
|                                    | 112,931.61         |
|                                    |                    |
| <b>PAYMENTS</b>                    |                    |
| Advertising                        | 304.28             |
| Auction Fees & Expenses            | 340.00             |
| Commission on Sale of Assets       | 570.00             |
| GST on Expenses                    | 3,624.32           |
| Insurance                          | 795.22             |
| Legal Fees                         | 1,842.00           |
| Liquidators Fees                   | 19,298.99          |
| Printing & Stationery              | 191.00             |
| RWT                                | 41.14              |
| Storage                            | 200.00             |
| Telephone & Fax                    | 474.13             |
| Travel                             | 146.56             |
|                                    |                    |
|                                    | 27,827.64          |
|                                    |                    |
| Balances in Hand                   | 85,103.97          |
|                                    |                    |
|                                    | 112,931.61         |
|                                    |                    |