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## **ACE FURNITURE FREIGHT 2012 LIMITED (IN LIQUIDATION)**

Company number: 3918142

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

Reporting Period: 28 April 2020 to 28 October 2020

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## 1. Introduction

Ace Furniture Freight 2012 Limited (In Liquidation) (“the Company”) was placed into liquidation by special resolution of the shareholders on the 28<sup>th</sup> day of April 2020 at 8:30am. Kenneth Peter Brown and Paul Thomas Manning, both Chartered Accountants and Licenced 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***

The Liquidators arranged for goods on the premises upon their appointment to be uplifted or delivered. Assets and vehicles were then sold at auction and the premises cleared.

#### ***Debtors***

Debt collection has proved challenging with many customers advising of damage and other issues which have resulted in the Liquidators writing off debt. There are 3 debts remaining to be collected.

### 3.2 Schedule of Receipts and Payments

Attached as Appendix 1 is a schedule of receipts and payments to 28 October 2020.

### 3.3 Creditors Claims

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

Secured creditors with a correctly registered charge and PMSI rights have had their assets returned to them. As at the date of Liquidation \$407,976.55 was owed to the General Security Holder Westpac Bank.

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

Staff preferential wage claims of \$6,905.32 have been paid. Holiday pay claims totalling \$21,284.77 are still owed. Inland Revenue have filed a preferential claim of \$71,884.20.

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

\$257,526.62 of unsecured claims have been received by the Liquidators' to date.

### 3.4 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:

- continue to pursue debtor balances due to the Company;
- 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:

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BDO Tauranga Limited  
PO Box 15660  
TAURANGA 3144

Level 1  
525 Cameron Road  
TAURANGA 3110

Dated this 29 October 2020



**Kenneth Peter Brown**  
Joint and Several Liquidator

## Appendix 1 - Summary of Receipts & Payments

Joint and Several Liquidators' Summary of Receipts and Payments	
28 April 2020 to 28 October 2020	
RECEIPTS	Total (NZD)
ACC Refund	384.71
Funds on hand pre liquidation	80,481.00
GST on Income	32,694.46
Interest Received	5.45
Pre Appointment Debtors	83,369.76
Sale of Motor Vehicles	213,260.87
Sale of Office Equipment	50.00
Sale of Other Assets	4,652.17
	414,898.42
PAYMENTS	
ACC	285.45
Advertising	230.60
Auction Fees & Expenses	5,483.75
Cleaning / Waste Services	4,711.54
Commission on Sale of Assets	8,666.25
Computer Expenses	988.28
Covid-19 Repayment of Subsidy	1,897.26
Electricity / Gas	512.36
GST on Expenses	17,132.73
GST Paid/Refunded	13,250.36
Insurance	9,753.42
Liquidators Fees	53,039.92
PAYE	14,778.14
Preferential Creditors - Other (Ministry of Justice)	720.00
Printing & Stationery	264.00
Rent Paid	22,857.19
RWT	1.53
Secured Creditor	177,471.46
Security Costs	432.76
Staff Notice Period Payment	21,649.59
Storage	300.00
Telephone	1,449.85
Trading Expenses - Liquidation	3,109.96
Transport / Travelling Expenses	1,851.28
Valuation Fees	1,240.00
Wages & Salaries	34,255.48
	396,333.16
Balances in Hand	18,565.26
	414,898.42