

**Attri and Sons Limited (In Receivership) (“the Company”)**

Company number: 5937589

NZBN: 9429042268918

**Receivers’ Second Report on the State of Affairs**

Pursuant to Section 24 of the Receiverships Act 1993

**Reporting Period: 23 January to 23 July 2020**

## 1. Introduction

Paul Thomas Manning and Kenneth Peter Brown were appointed joint and several receivers and managers (“Receivers”) of Attri and Sons Limited (In Receivership) (“the Company”) on 23 January 2020 under the terms of a General Security Agreement (“GSA”) dated 18 June 2016, which consists of all present and after acquired personal property in accordance with a Franchise agreement dated 22 June 2016.

This report should be read in conjunction with our previous report.

## 2. Restrictions

This report has been prepared by us in accordance with and for the purposes of Section 24 of the Receiverships Act 1993. It is prepared for the sole purpose of reporting on the state of affairs with respect to the property in receivership and the conduct of the receivership.

All information contained in this report is provided in accordance with Sections 26 and 27 of the Receiverships Act 1993. In compiling this report we have relied upon and not independently verified or audited information or explanations provided to us.

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.

Certain information can be withheld by the Receivers if inclusion would materially prejudice the exercise of the Receivers’ functions.

## 3. Property disposed of since date of our previous report

The Paper Plus business was advertised for sale with 19 interested parties contacting the Receivers. A conditional offer was accepted, however issues with the landlord together with Covid 19 and reinstatement of the wall between the two building delayed the settlement. This sale has now been completed with the new owners taking possession on 21 August 2020.

The Receivers traded the Paper Plus, and the adjoining Sportsworld businesses from 23 January until the start of the Level 4 lockdown. It was not considered profitable due to staffing issues to re-open the business when Covid restrictions were lifted.

Heartland Bank has engaged the Receivers to dispose of all assets secured under its GSA. The Receivers have sold some of these assets at the date of this report. The Receivers have advertised the Sportsworld assets and business for sale and are liaising with interested parties at the date of this report.

## 4. Debtors

There are debtor amounts that are still to be collected and the Receivers will continue trying to collect these amounts.

## 5. Particulars of debts and liabilities outstanding

### Secured Creditors

At the commencement of the receivership the amount owed to the appointing creditor, being Paper Plus New Zealand Limited, was \$132,191.

Under its General Security Agreement dated 7 July 2016 Heartland Bank is owed \$112,629.

#### Preferential creditors

##### Employees

There were two staff members at the time of the Receivership. A total of \$8,559.39 holiday pay is owed to these staff members.

##### Inland Revenue

Inland Revenue has a preferential claim of \$4,216.31.

#### Unsecured creditors

Due to the extent of secured claims it is unlikely there will be any funds available for unsecured creditors at the conclusion of the receivership.

### 6. Summary of receipts and payments

We attach as *Appendix 1* a Summary of Receipts and Payments for the receivership for the period ended 23 July 2020.

### 7. Contact Information

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

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Phone: 07 571 6280  
Email: karen.ragg@bdo.co.nz

BDO Tauranga Limited  
PO Box 15660  
TAURANGA 3144

Level 1  
525 Cameron Road  
TAURANGA 3110

Dated this 17 September 2020



Paul Thomas Manning  
Receiver and Manager

## APPENDICES

### Appendix 1 - Receipts and Payments

Attri and Sons Limited (In Receivership) t/a Paper Plus Otorohanga	
Summary of Receipts and Payments	
To 23 July 2020	
RECEIPTS	Total (NZD)
Advances Received	14,191.00
Cash in Hand / Float	5,069.83
Funds on Hand Pre Receivership	53,045.72
GST on Income	19,374.26
GST Paid/Refunded	8,939.45
Lotto Sales	27,279.10
Pre Appointment Debtors	14,227.40
Refunds from Suppliers	410.55
Sales	112,926.88
	255,464.19
PAYMENTS	
Accommodation	226.09
Advertising	1,797.00
Bank Charges	94.13
Cleaning / Waste Services	350.49
Contractor Payments	2,408.82
Electricity / Gas	3,061.81
GST on Expenses	30,790.78
Insurance	5,257.56
Legal Fees	9,040.41
Lotto Commission & Fees	93,469.44
Paper Plus Franchise Charges	3,301.99
PAYE	2,120.12
Printing & Stationery	200.00
Rates	2,214.58
Receivers Fees	27,302.96
Rent Paid	23,020.81
Security Costs	373.73
Storage	300.00
Sundry Receipts	280.77
Telephone & Tolls	707.74
Trade Me	104.83
Trading Expenses	26,738.25
Travelling Expenses	5,909.51
Vehicle Valuation	17.35
Wages & Salaries	12,841.31
	251,930.48
Balances in Hand	3,533.71
	255,464.19