

ARROW INTERNATIONAL GROUP LIMITED (IN LIQUIDATION)

Company number: 3383875

Liquidators' Twelfth and Final Report to Creditors and Shareholders

Six-month Reporting Period: 6 June 2024 to 5 December 2024
Final Reporting Period: 6 December 2024 to 17 December 2024

1. Introduction

Andrew Bethell and Andrew McKay of BDO Auckland and Colin Gower of BDO Christchurch were appointed joint and several administrators of Construction Labour and Resources Limited (“the Company”) on 28 February 2019 by a resolution of the Company’s directors, in accordance with section 239I of the Companies Act 1993 (“the Act”).

At the Watershed Meeting held on 6 June 2019, the Company’s creditors resolved to place the Company into liquidation. Andrew Bethell, Andrew McKay and Colin Gower were appointed joint and several liquidators (“Liquidators”) pursuant to section 241(2)(d) of the Act.

On 26 November 2024 Andrew Bethell resigned as joint and several liquidator of the Company. Messrs McKay and Gower continue as joint and several liquidators.

The Liquidators provided a Declaration of Independence, Relevant Relationships and Indemnities together with details of hourly rates in the Watershed report dated 29 May 2019 previously provided to creditors.

In accordance with section 255 of the Act we report on the Company’s affairs together with our proposals for conducting the liquidation.

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. Statement of Realisation and Distribution

Attached as **Appendix 1** is a statement of realisation and distribution for the final reporting periods of the liquidation.

Attached as **Appendix 2** is a remuneration schedule covering the reporting period.

4. Conduct of the Liquidation within the Reporting Periods and Distribution to Creditors

The liquidators paid an interim dividend of 15 cents in the dollar to all admitted creditors in a prior reporting period.

In the six monthly reporting period to 5 December 2024 all outstanding matters were completed. A second and final distribution of 3.4 cents in the dollar has been paid to all admitted unsecured creditors in the week commencing 2 December 2024 bringing total distributions in the liquidation to unsecured creditors to 18.4 cents in the dollar.

Creditors

Secured Creditors

As advised in our previous reports, the Company's bank provided funding jointly and severally to the Company and other Group companies. The banks' security was jointly and severally secured over the assets of the Company, Arrow International (NZ) Limited ("AINZL") and Construction Labour & Resources Limited ("CLRL").

The Company had a bond facility which was secured by way of general security instruments over the Company and AINZL. All secured bonds have now either been released or called and paid.

Preferential Creditors

Inland Revenue's preferential claim against the Company has been paid in full.

Unsecured Creditors

Unsecured creditors' claims are as per the below table:

Claim Status	\$ (incl GST)	Count
Admitted	5,407,136	16
Rejected	1,657,145	3
Total	7,064,281	19

5. Liquidators' Statement

All known assets have been disclaimed, or realised, or distributed without realisation.

All proceeds of realisation have been distributed.

The Company is ready to be removed from the New Zealand Register of Companies.

6. Removal from New Zealand Register of Companies

As Liquidators, we are obliged to give public notice of the intention to have the Company removed from the Register of Companies. A copy of our notice is attached as **Appendix 2**.

The attention of all creditors and shareholders is drawn to section 321 of the Act which provides that, where public notice is given of an intention to remove a company from the Register, any person may send or deliver to the Registrar, not later than the date specified in the notice, an objection to the removal on any one or more of the following grounds:

- (a) That the company is still carrying on business or there is other reason for it to continue in existence; or
- (b) That the company is party to legal proceedings; or
- (c) That the company is in Receivership, or Liquidation, or both; or
- (d) That the person is a creditor, or a shareholder, or a person who has an undischarged claim against the company; or

- (e) That the person believes that there exists, and intends to pursue, a right of action on behalf of the company under Part IX of this Act; or
- (f) That for any other reason, it would not be just and equitable to remove the company from the New Zealand register.

Creditors and shareholders should be aware of section 321(2)(b)(ii) of the Act which provides that a claim by a shareholder or any other person against a company is not an “undischarged claim” if a receiver or liquidator has notified the shareholder or that person that the company has no surplus assets.

7. Contact information

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

Adrienne Stone
DDI: (+64 9) 366 8167
Email: Adrienne.stone@bdo.co.nz

BDO Auckland
PO Box 2219
Level 4 BDO Centre
4 Graham Street
Auckland

Dated this 17th day of December 2024



Andrew McKay
Liquidator



Colin Gower
Liquidator

APPENDICES

Appendix 1 - Statement of Realisation & Distribution

	Appointment to Previous Period	Current 6 Months	Final Period	Appointment
Arrow International Group Limited (In Liquidation)	6-Jun-19	6-Jun-24	6-Dec-24	6-Jun-19
Summary of Receipts and Payments	5-Jun-24	5-Dec-24	17-Dec-24	17-Dec-24
6 June 2019 to 17 December 2024	\$ (excl GST)	\$ (excl GST)	\$ (excl GST)	\$ (excl GST)
Opening Balance	66,064			66,064
Receipts				
Bank Interest	36,962	6,518	-	43,480
Debtor Recoveries	-	28,264	-	28,264
Proceeds from Development	2,898,682	-	-	2,898,682
Sale of Subsidiary	17,500	-	-	17,500
Total Receipts	2,953,145	34,782	-	2,987,927
Payments				
ACC Payment	84	-	-	84
Administration Expenses	59,448	6,640	-	66,088
Legal and Professional Fees	4,441	-	-	4,441
Liquidators Fees	113,673	5,549	10,257	129,480
Loan Repayment	1,711,372	-	-	1,711,372
Preferential Creditors	47,214	-	-	47,214
Refund of Overpayment	5,029	-	-	5,029
Secured Creditors		183,104	-	183,104
Unsecured Creditors	720,794	182,612	1,337	904,744
GST Receivable	2,441	1,125	(1,131)	2,435
Total Payments	2,664,497	379,031	10,463	3,053,991
Total	354,711.93	(344,249)	(10,463)	-

Appendix 2 - Remuneration Schedule for the Reporting Period

Position	Experience	Administration & Trading	Reporting	Creditors	Total
Partner		1.3	1.5	-	2.8
Associate		2.1	4.8	0.4	7.3
Senior Manager	7+ years	12.8	3.0	7.2	22.9
Assistant Manager	3+ years	0.5	1.8	-	2.3
Analyst	1-2 years	-	-	1.0	1.0
Support Staff		4.6	-	-	4.6
Total		21.2	11.1	8.6	40.9

Position	Rates (\$)	Administration & Trading	Reporting	Creditors	Total
Partner	550	688	825	-	1,513
Associate	400	893	2,000	200	3,093
Senior Manager	370	4,886	1,110	2,646	8,642
Assistant Manager	315	158	567	-	725
Analyst	195	-	-	195	195
Support Staff	180	865	-	-	865
Total Fees		7,489	4,502	3,041	15,032

Disbursements	Total
Advertising	500
Total Disbursements	500

Disbursements:

Disbursements in the Liquidation include BDO Office service charge fee calculated as 5% of time charged and covers disbursements such as mileage, secretarial time, photocopying, phone calls, and filing and stationary.

We declare that the disbursements incurred were necessary and proper in the Liquidation.



Appendix 3 - Notice of Intention to Remove

ARROW INTERNATIONAL GROUP LIMITED (IN LIQUIDATION)
Company Number 3383875
("the Company")

Notice of Intention to Remove Company from Register
(Pursuant to Section 320 of the Companies Act 1993)

We, Andrew McKay and Colin Gower, joint and several liquidators of the Company whose registered office is situated at:

BDO Auckland
PO Box 2219
Level 4 BDO Centre
4 Graham Street
Auckland

Hereby give notice that pursuant to section 318(1)(e) of the Companies Act 1993 and having filed with the Registrar our final report on the liquidation, it is intended to remove the Company from the New Zealand register.

Any objection to the removal pursuant to section 321 of the Companies Act 1993 must be delivered to the Registrar no later than 17th February 2025.

DATED this 17th day of December 2024.

A handwritten signature in black ink, appearing to read 'A. McKay', written in a cursive style.

Andrew McKay
Liquidator