



SKEDGYS TRANSPORT LIMITED (IN LIQUIDATION)

Company number: 3743261
NZBN:9429030763807

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

Reporting Period: 14 June 2021 to 14 December 2021

1. Introduction

Skedgy's Transport Limited ("the Company") was placed into liquidation by special resolution of the shareholder, Paul Skedgwell, pursuant to Section 241(2)(a) of the Companies Act 1993 ("the Act") on the 14th day of June 2021 at 9:45am. Kenneth Peter Brown, IP10 and Paul Thomas Manning, IP39, both Chartered Accountants and Licensed Insolvency Practitioners of Tauranga, were appointed as Joint and Several Liquidators of the company.

In addition to our statutory obligations, we are also bound by the RITANZ Code of Professional Conduct ("Code") when carrying out all professional work relating to our appointment as Liquidators.

In accordance with section 255 (2)(d) of the Companies Act 1993 ("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)(d) 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 Liquidation of the Company

The Liquidators advertised their appointment in the relevant publications and made a call for creditor claims. The Liquidators also directly contacted all known creditors and answered any queries they may have had. The Liquidators subsequently reviewed all completed creditor claim forms received.

The Liquidators have liaised with many parties including Inland Revenue, the Companies Office, the New Zealand Gazette and the Accident Compensation Corporation, and completed a review of all information received.

3.2 Schedule of Receipts and Payments

Attached as **Appendix 1** is a schedule of receipts and payments to 14 December 2021.

Attached as **Appendix 2** is a remuneration schedule covering the duration of the liquidation.

3.3 Asset Realisations

The only assets of the Company are the funds held in the bank at date of liquidation and a potential claim against the Shareholder.

3.4 Creditors Claims

Secured Creditors

Assets with registered securities had been returned to the secured parties prior to our appointment. The claims currently filed are listed on *Appendix 3*.

Preferential Creditors

Inland Revenue have filed a preferential claim for \$309,672.65.

Unsecured Creditors

Claims totalling \$348,961.93 have been received from unsecured creditors to date.

4. Statement of Affairs and Interests Statement

Attached as **Appendix 3** is the Statement of Affairs of the Company. The information provided at the date of liquidation was prepared based upon financial statements of the Company as at 31 March 2021.

The revised statement of affairs considers asset realisations, creditor distributions and other liquidation costs to date. The information provided demonstrates our best understanding of the Company's position at this time given the information provided to the Liquidators and investigations that have taken place.

Attached as **Appendix 4** is an interests statement in accordance with section 255A and 255(2)(d)(ii) of the Act.

5. Further proposals for completing the liquidation

The Liquidators propose to take the following further actions:

- pursue the recovery of shareholder debt;
- distribute available funds to preferential creditors; 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.

6. 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.

7. 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 19 January 2022

A handwritten signature in black ink, appearing to read 'Ken Brown', written over a horizontal line.

Kenneth Peter Brown
Joint Liquidator

Appendices

- Appendix 1 - Statement of Receipts and Payments
 - Appendix 2 - Remuneration Schedule
 - Appendix 3 - Statement of Affairs
 - Appendix 4 - Interests Statement
-

Appendix 4 - Interests Statement

Pursuant to section 255A of the Companies Act 1993

This Interests Statement is to be read in conjunction with the Liquidators' previous Interests Statement in their previous report.

We, Kenneth Peter Brown and Paul Thomas Manning, both Chartered Accountants and Licenced Insolvency Practitioners of BDO Tauranga, declare that:

- We have made the appropriate inquiries that are required for ensuring that this Interests Statement is complete; and
- Since the date of our previous Interests Statement, we confirm that we have not become aware of any additional circumstance, relationship, or other fact that creates, or could reasonably be perceived as creating, a conflict of interest in relation to the independence of our role as Liquidators.

DATED this 19 January 2022

A handwritten signature in black ink, appearing to read 'Ken Brown', written over a horizontal line.

Kenneth Peter Brown
Joint Liquidator
Licensed Insolvency Practitioner
Registration Number: IP10

Paul Thomas Manning
Joint Liquidator
Licensed Insolvency Practitioner
Registration Number: IP39

APPENDICES

Appendix 1 - Summary of Receipts & Payments

Liquidators' Summary of Receipts and Payments	
14 June 2021 to 14 December 2021	
RECEIPTS	Total (NZD)
Interest Received	3.59
Funds on hand pre liquidation	42,635.46
GST Paid/Refunded	1,290.93
	43,929.98
PAYMENTS	
Advertising	311.89
Liquidators Fees	8,687.60
RWT	1.01
Printing & Stationary	176.00
Storage	200.00
Telephone	100.00
GST on Expenses	1,421.33
	10,897.83
Balances in Hand	33,032.15
	43,929.98



Appendix 3 - Statement of Affairs

Skedgys Transport Limited (In Liquidation)		
As at 14 December 2021		
	<i>Note</i>	\$
Assets		
Vehicles	1	<i>Nil</i>
Debtors	2	<i>Nil</i>
Bank		42,635
		42,635
Less secured creditors:		
Dudley Mechanical & Parts		23,745
Heartland Bank		319,912
Kiwibank		<i>Nil</i>
Mobile Mechanical Solutions		3,716
Parts & Services Limited		80,951
TR Group		58,388
		486,712
Deficit before preferential & unsecured creditors		(444,077)
Preferential creditors:		
New Zealand Police - fines		2,420
Staff	3	<i>Nil</i>
IRD - PAYE/GST		309,673
		312,093
Deficit before unsecured creditors		(756,170)
Unsecured creditors:		
Trade Creditor Claims		192,567
IRD - GST penalties & interest		131,289
IRD - PAYE penalties & interest		7,806
IRD - Income Tax penalties		100
IRD - SBC (Small Business Covid Loan)		17,200
		348,962
Estimated deficit (subject to costs of liquidation)		(1,105,132)
Notes		
Note 1: The Director returned the vehicles to the finance company prior to the liquidation.		
Note 2: All debtors had been collected prior to the liquidation		
Note 3: The staff had been paid out and found new positions prior to the liquidation		
Disclaimer		
<i>This statement should be read in conjunction with the disclaimer on page one of the above Liquidators report and BDO Tauranga Limited have not audited the report and they, their directors, employees or contractors accept no liability to any other party in relying on the information presented. The purpose of the report is to give creditors of the company an indication of the financial position of the company as at the date of the appointment of the liquidators.</i>		