



Core Infrastructure Limited (In Receivership & In Liquidation)

Company Number: 2281991

Liquidators' Six-Monthly Report to Creditors and Shareholders

1. Introduction

Iain Bruce Shephard and Jessica Jane Kellow, Licensed Insolvency Practitioners of BDO Wellington, were appointed joint and several Liquidators (“Liquidators”) of Core Infrastructure Limited (In Receivership & In Liquidation) (“the Company”) by order of the High Court at Wellington on 18 March 2020 at 4:00pm in accordance with section 241(2)(c) of the Companies Act 1993 (“the Act”).

Thomas Lee Rodewald and Kieran Jones of Rodewald Consulting Limited were appointed as receivers (“Receivers”) to the Company on 21 January 2020 in respect of security agreements in favour of Equipment and Transport Leasing Limited over all present and after-acquired personal property of the Company.

In accordance with section 255 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 reports 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. Background

Core Infrastructure Limited (In Receivership & In Liquidation) (“the Company”) was incorporated in July 2009 and traded a civil roading construction business in the lower North Island. Prior to its receivership, the Company was involved with the Transmission Gully roading project in Wellington.

On 21 January 2020, the Receivers were appointed by Equipment and Transport Leasing Limited in respect of all present and after-acquired personal property of the Company.

On this date following the expiration of a statutory demand, another creditor applied to the High Court for an order that the Company be placed into liquidation. On 18 March 2020 at 4:00pm, the High Court ordered accordingly.

4. Liquidators' Actions

Please refer to the Liquidators’ previous reports for full details of the actions taken during the course of the liquidation.

Since our previous report, the Liquidators have been provided with additional books and records of the Company including copies of the Company’s bank transactions and further debtor details.

4.1 Schedule of Receipts and Payments

Attached as **Appendix 1** is a schedule of receipts and payments for the duration of the liquidation.

Attached as **Appendix 2** is a remuneration schedule, in accordance with the RITANZ Code of Conduct, covering the duration of the liquidation.

4.2 Asset Realisations

Please refer to the Liquidators' previous reports for full details of the asset realisations during the liquidation.

4.3 Creditors Claims

Secured Creditors

The Receivers have advised that they do not anticipate there being any funds at the conclusion of their appointment that would be available to unsecured creditors. The secured creditor pursuant to whose security the Receivers were appointed was owed \$885,144 as at the date of receivership. From the Receivers' latest report, we understand that distributions of \$22,000 have been paid to the secured creditor to date.

Preferential Creditors

The Inland Revenue has filed a preferential claim of \$239,983.82 for unpaid GST and PAYE.

Unsecured Creditors

We have received 20 unsecured creditor claims totalling \$1,151,669.86. We note that a significant number of creditors listed in the available books and records of the Company have not filed claims in the liquidation.

5. Further proposals for completing the liquidation

The Liquidators are continuing to liaise with the Receivers regarding information sharing.

Our previous reports indicated that the Receivers had initiated proceedings to recover the shareholder's overdrawn current account. In August 2020, the High Court granted judgment in favour of the Receivers in the amount of \$500,388. The Receivers sought recovery of the judgment sum against the shareholder/director. On 11 May 2021, the director/shareholder was adjudicated bankrupt.

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. We note that as a consequence of the director's bankruptcy, any actions for breaches of directors' duties under the Act would likely be uneconomic.

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:

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Dated this 15th day of October 2021

A handwritten signature in black ink, appearing to read 'Iain Shephard'.

IAIN SHEPHARD
Liquidator

APPENDICES

Appendix 1 - Summary of Receipts & Payments

Core Infrastructure Limited (In Liquidation)	
Summary of Receipts & Payments	
18 March 2020 - 15 October 2021	
	\$
RECEIPTS	
Advance from Liquidators	20,000.00
Interest Received	1.20
GST Refunds Received	8,717.08
Sale of Assets	7,875.00
Total Receipts	36,593.28
PAYMENTS	
Auctioneers' Commission & Costs	633.75
Inland Revenue GST	221.74
Liquidation Costs & Disbursements	35,067.23
Resident Withholding Tax	0.43
Vehicle Expenses	300.00
Total Payments	36,223.15
Cash on hand	370.13



Appendix 2 - Remuneration Schedule

Core Infrastructure Limited (In Liquidation)

Remuneration Report - Period: 18 March 2020 - 15 October 2021

	Hourly Rate (\$)	Assets		Company Records		Creditors		Day One/Initial Tasks		Debtors		Employees		Financial	
		Cost	Hours	Cost	Hours	Cost	Hours	Cost	Hours	Cost	Hours	Cost	Hours	Cost	Hours
Partners	395 - 495	6,211.25	12.75	-	-	247.50	0.50	2,078.75	4.25	618.75	1.25	-	-	1,381.50	2.87
Managers	195 - 325	2,433.75	8.25	4,572.50	15.50	4,572.50	15.50	1,106.25	3.75	3,260.00	11.00	-	-	1,121.25	3.75
Analysts	110 - 295	146.25	0.75	-	-	-	-	-	-	195.00	1.00	-	-	-	-
Finance / Administration	195	-	-	-	-	292.50	1.50	-	-	682.50	3.50	2,486.25	12.75	-	-
Support Staff	100	-	-	-	-	25.00	0.25	-	-	-	-	-	-	-	-
		8,791.25	21.75	4,572.50	15.50	5,137.50	17.75	3,185.00	8.00	4,756.25	16.75	2,486.25	12.75	2,502.75	6.62

	Hourly Rate (\$)	Admin/General		Litigation		On-Going Trading		Planning/Review		Secured Creditors		Reporting		Total	
		Cost	Hours	Cost	Hours	Cost	Hours	Cost	Hours	Cost	Hours	Cost	Hours	Cost	Hours
Partners	395 - 495	5,790.00	12.00	1,460.00	3.00	-	-	1,656.25	3.75	667.50	1.50	561.00	1.13	20,672.50	43.00
Managers	195 - 325	3,252.50	11.00	1,630.00	5.50	-	-	1,622.50	5.50	1,622.50	5.50	1,637.50	5.50	26,831.25	90.75
Analysts	110 - 295	292.50	2.35	-	-	-	-	48.75	0.25	-	-	357.50	3.25	1,040.00	7.60
Finance / Administration	195	3,900.00	20.00	-	-	-	-	-	-	-	-	-	-	7,361.25	37.75
Support Staff	100	125.00	1.25	-	-	-	-	25.00	0.25	-	-	-	-	175.00	1.75
		13,360.00	46.60	3,090.00	8.50	-	-	3,352.50	9.75	2,290.00	7.00	2,556.00	9.88	56,080.00	180.85

Disbursements	Costs
Advertising	300.70
Miscellaneous	755.20
Overheads	-
Travel Costs	193.65
Total	1,249.55

Note: The hours and costs shown in the table above are the actual WIP totals to date. All totals are exclusive of GST. Payment of \$30,493.25 (excl. GST) has been received on account for both fees and disbursements.