



Prestiged.co.nz Limited (In Liquidation)

Company Number: 5568705

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

1. Introduction

Iain Bruce Shephard and Jessica Jane Kellow were appointed joint and several liquidators (“Liquidators”) of Prestiged.co.nz Limited (now In Liquidation) (“the Company”) by special resolution of the shareholders on 20 May 2019 in accordance with section 241(2)(a) of the Companies Act 1993 (“the Act”).

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. Declaration of Independence, Relevant Relationships and Indemnities

Attached as **Appendix 1** is the Declaration of Independence, Relevant Relationships and Indemnities, as prepared by the Liquidators, in accordance with the RITANZ Code of Conduct.

4. Company information

Prestiged.co.nz Ltd (In Liquidation)

Date of Incorporation: 26 January 2015

Registered Office: 7e Douglas Alexander Parade
(Prior to liquidation) Rosedale
Auckland 0632

Type of Business: Scaffolding Construction

Shareholders: Corey Jourdan Blakey 100 Shares

Directors: Corey Jourdan Blakey

Date of Liquidation: 20 May 2019

5. Background and reasons for liquidation

Prestiged.co.nz Ltd (“the Company”) operated as a scaffolding construction business. Having previously operated under ‘Baltic Scaffolding Ltd’, the Company was successful in gaining several contracts throughout the wider Auckland region since 2015.

However, the Company did not have sufficient capital at the outset to purchase the scaffolding required, and as such it entered a lease agreement for the majority of its plant and equipment. This resulted in reduced margins, and the Company’s turnover was insufficient to meet their repayment obligations. Cash flow difficulties were further compounded by historic tax debts.

The Director sought professional advice and, having attempted to reduce the outgoing expenses, resolved to place the Company into liquidation on 20 May 2019.

6. Statement of affairs

Attached at **Appendix 2** is the Statement of Affairs of the Company. This statement has been prepared based upon financial statements of the Company as at 31 March 2018 and as such may be subject to change.

In preparing the statement we have relied on information provided by the Director of the Company. We have not carried out an audit of the information which has been provided, nor have we subjected the information provided to detailed verification procedures. While we believe the statement, based on the information provided to us, reasonably reflects the position of the Company, we cannot be held responsible for inaccuracies in the report arising from deficiencies in the information or explanations given to us.

7. Creditors

List of creditors

Attached as **Appendix 3** is a full list of the names and addresses of creditors in accordance with section 255(2)(c)(ii)(C) of the Act.

Unsecured creditor claims

We attach as **Appendix 4** our Public Notice which sets 1 July 2019 as the day on or before which the creditors of the Company are to make their claims, and to establish any priority their claims may have under section 312 of the Act or to be excluded from the benefit of any distribution made before the debts are claimed or from objecting to the distribution.

Please complete the Unsecured Creditor’s Claim form attached as **Appendix 5** and return to us at the following address or by email:

The Liquidators
Prestiged.co.nz Limited (In Liquidation)
C/- BDO Wellington
PO Box 10340
Wellington 6143

Email: wlg.bri@bdo.co.nz

It is too early to reliably estimate what funds, if any, will be available for preferential and unsecured creditors.

Secured creditors notice

Creditors claiming a security interest (including retention of title or other claims) in the Company's assets who:

- have not advised the Liquidators of their security interest; or
- have not received correspondence from the Liquidators concerning their security interest,

Should contact the Liquidators immediately and should not file a claim as an unsecured creditor unless they wish to surrender their charge to the Liquidators.

This report constitutes notice under section 305 (8) of the Act to any secured creditor receiving it that pursuant to section 305 (8) of the Act, you as a secured creditor of the Company are required to (unless you have already advised the Liquidators in writing of such an election or have already received such a notice) elect and notify the Liquidators in writing within 20 working days after receipt of this notice, which of the following powers they wish to exercise:

- a. Realise the property subject to your charge, if entitled to do so; or
- b. Value the property subject to your charge and claim in the liquidation as an unsecured creditor for the balance due, if any; or
- c. Surrender the charge to the Liquidators for the general benefit of creditors and claim in the liquidation as an unsecured creditor for the whole debt.

Pursuant to section 305(9) of the Act, if a creditor fails to notify the Liquidators in compliance with this notice within 20 working days they will be taken as having surrendered their charge to the Liquidators for the general benefit of creditors and they may then claim in the liquidation as an unsecured creditor for the whole debt.

Creditors meeting

In accordance with section 245 of the Act, for the reasons given in the formal notice attached at **Appendix 6**, we have dispensed with the meeting of creditors.

8. Proposals for conducting the liquidation

Of the extensive equipment held at the Company's Rosedale premises, the Liquidators understand that only limited quantities were owned by the Company. The Liquidators will review the necessary documentation and ensure that all leased equipment is returned where appropriate.

The Company has outstanding accounts receivable that the Liquidators will collect. The Liquidators are working with the Director to establish the accuracy of the records held and to further ensure that all work undertaken is invoiced up to the date of liquidation.

The Company's balance sheet also shows a significant overdrawn current account as at 31 March 2018. The Liquidators will seek repayment of this amount in due course.

The Liquidators will also conduct an investigation of the Company's books and records to further establish if there are any potentially voidable transactions that require investigation, and further to ensure that the directors have complied with the duties and obligations imposed on them under the Companies Act 1993.

In the event that there are funds available for a distribution, the Liquidators will admit creditor claims and make a distribution.

The Liquidators will then complete a final report and request that the Registrar of Companies remove the Company from the register.

9. 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 will, when appropriate, advise of an estimated completion date.

10. Contact information

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

Rebecca Bullen
DDI: (+64 4) 555 0729
Email: rebecca.bullen@bdo.co.nz

BDO Wellington
PO Box 10340
Level 1, Chartered Accountants House,
50 Customhouse Quay,
Wellington 6143

Dated this 27th day of May 2019



IAIN SHEPHARD
Liquidator

APPENDICES

Appendix 1 - Declaration of Independence, Relevant Relationship & Indemnities

Independence

Iain Bruce Shephard and Jessica Jane Kellow, both RITANZ Accredited Insolvency Practitioners, confirm that we have undertaken a proper assessment of the risks to independence in accordance with the Companies Act 1993 and the RITANZ Code of Conduct.

We have determined that the assessment did not identify any real or potential risks to independence.

Relationships

We have met with the Insolvent and their advisors prior to accepting the appointment as liquidators on 29 August 2018.

The advice provided to the Insolvent and their advisors concerned the solvency of the company, the effect of liquidation on the company and the likely outcomes. No remuneration was received by BDO for this advice. We consider that this meeting was necessary to provide prudent advice to the shareholders and directors of the Company and in no way constitutes a conflict of interest.

At no time in the preceding two years have we had a business relationship with the Insolvent, known associates, advisors or a former insolvency practitioner appointed to the Insolvent.

Indemnities and Upfront Payments

We have not received an indemnity or upfront payment.

BDO are not aware of any relationships that would result in conflict of interest.



Iain Shephard
Liquidator



Jessica Kellow
Liquidator



Appendix 2 - Statement of Affairs

	Book Value	Estimated to Realise	
	\$	\$	
Assets			
Pre Liquidation Funds		395	
Property, Plant and Equipment	Unknown	Unknown	
Accounts Receivable	76,164	50,000	1
Shareholder Current Account	95,240	Unknown	
		<hr/>	
Estimated Funds Available		52,895	
(Subject to the costs of liquidation)			
Preferential Creditors			
Employees		7,072	
Inland Revenue Department		146,223	
Unsecured Creditors			
Inland Revenue Department		22,743	
Trade Creditors		54,655	2
		<hr/>	
Estimated Shortfall		<u>(170,726)</u>	
(Subject to the costs of liquidation)			

The information contained in the Estimated Statement of Position has been supplied by the Company. We have not verified the information supplied. The Estimated Statement of Financial Position has been prepared for the purpose of liquidation and we do not accept any responsibility on any grounds whatsoever, including liability in negligence, to any party.

- 1 The Liquidators are aware that a significant portion of the accounts receivable ledger is historic and is unlikely to be recoverable. They are also aware of completed work that was not invoiced as at the date of liquidation and have sought to rectify this with the assistance of the Director.
- 2 The Liquidators have been unable to determine a reliable estimate of the accounts payable. The amount listed has been taken from the 2018 Financial Statements and is unlikely to reflect the true position as at the date of liquidation.

Appendix 3 - List of Creditors

<u>Name</u>	<u>Address 1</u>
Accident Compensation Corporation	business@acc.co.nz
Advance Scaffold	auckland@advancescaffold.co.nz
Alnat Consultants Ltd	<i>Contact Details Withheld</i>
Centurion Management	stephanie@centurion.co.nz
Clive Matthews	<i>Contact Details Withheld</i>
Corey Blakey	<i>Contact Details Withheld</i>
Crombie Lockwood	jake.lockwood@crombielockwood.co.nz
Inland Revenue Department	PO Box 39010, Wellington
Isaac Gibbons	<i>Contact Details Withheld</i>
J.J. Richards & Sons NZ Pty Ltd	ar.auckland@jjrichards.co.nz
Layher	diane.tuhaka@layher.co.nz
Monument Finance	finance@monument.co.nz
North Shore Scaffolding	accounts@nss.co.nz
Northshore Diesels Ltd	office@northshorediesels.co.nz
Orange Scaffold Ltd	accounts@orangescaffold.co.nz
Sarunas Tamulis	<i>Contact Details Withheld</i>
Shar-nee Schuurman	<i>Contact Details Withheld</i>
SmarPayroll Ltd	customerservices@smartpayroll.co.nz
Stuff	info@stuff.co.nz
Travis Scholfield	<i>Contact Details Withheld</i>
Vision Accounting Solutions Ltd	info@visionaccounting.co.nz
Vodafone	fin.Recoveries@vodafone.com
Z Energy	megan.palmer@z.co.nz



Appendix 4 - Public notice of appointment

**PRESTIGED.CO.NZ LIMITED (IN LIQUIDATION)
("The Company")**

**NOTICE OF APPOINTMENT OF LIQUIDATORS
AND
NOTICE TO CREDITORS TO CLAIM**

**Pursuant to Section 255(2)(a) and
Liquidation Regulation 12 of the Companies Act 1993**

Iain Bruce Shephard and Jessica Jane Kellow, RITANZ Accredited Insolvency Practitioners of BDO Wellington, were appointed liquidators of the Company by a special resolution of the shareholders on 20 May 2019.

NOTICE is hereby given that as liquidators of the Company, we fix the 1 July 2019, as the day on or before which the creditors of the company are to make their claims, and to establish any priority their claims may have under Section 312 of the Companies Act 1993 (as amended) or to be excluded from the benefit of any distribution made before the debts are claimed, or as the case may be, from objecting to the distribution.

Creditors and shareholders may direct enquiries during normal business hours to:

Rebecca Bullen
BDO Wellington, BRI
Level 1, 50 Customhouse Quay
Wellington 6011

Postal Address PO Box 10340
Wellington 6143

Telephone 04 555 0729
Email rebecca.bullen@bdo.co.nz

DATED this 27 May 2019

IAIN SHEPHARD
Liquidator



Appendix 5

UNSECURED CREDITORS CLAIM FORM

Section 304(1) Companies Act 1993

NAME AND POSTAL ADDRESS OF CREDITOR IN FULL Principal Contact: E-mail Address: Telephone Number: My Reference is: (if applicable)	* Any personal information collected is for the purpose of administering the claims in accordance with the Companies Act 1993. The information will be used and retained by BDO Wellington at Level 1, Chartered Accountants House, 50 Customhouse Quay, Wellington 6011 and will be released to other parties only with your authorisation or in compliance with the Privacy Act 1993. Any claim by an unsecured creditor against a company in a liquidation must be in this prescribed form and must - (a) Contain full particulars of the claim; and (b) Identify any documents that evidence or substantiate the claim. You may have access to and request correction of any personal information. (* Not applicable if creditor is not an individual entity within the meaning of the Privacy Act 1993)
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NAME OF COMPANY: Prestiged.co.nz Limited (In Liquidation)

I, (Name).....
 (If claim is made on behalf of creditor, specify relationship to creditor and authority)

claim that the company was at the date of liquidation indebted to the above named creditor for the sum of (Amount in words and figures):

.....
 \$.....

STATUS OF CLAIM: 1. I hold no security for the claimed amount 2. I am surrendering the security I hold and I am claiming as an unsecured creditor 3. I am making a preferential claim (Refer details of reverse)	TICK <input type="checkbox"/> <input type="checkbox"/> <input type="checkbox"/>
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Full particulars of the claim are set out, and any supporting documents that substantiate the claim, are identified on the reverse of this form.

(The liquidators may require the production of a document under Section 304(2) of the Companies Act 1993. You are **not required** to attach any supporting documents at this stage, but you may attach them now, if you think it would expedite the processing of the claim.)

SIGNED:	Date:
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Warning	It is an offence under Section 304(6) of the Companies Act 1993 to - Make, or authorise the making of, a claim that is false or misleading in a material particular knowing it to be false or misleading; or Omit, or authorise the omission from a claim of any matter knowing that the omission makes the claim false or misleading in a material particular
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Received (Date Stamp)	RESERVED FOR OFFICE USE: <u>Claim admitted/rejected for voting purposes:</u> Signed: <input style="width: 150px; height: 20px;" type="text"/> Date: <input style="width: 100px; height: 20px;" type="text"/> (Delete one)															
	<table style="width:100%; border: none;"> <tr> <td style="border: none;"><u>CLAIM REJECTED FOR PAYMENT:</u></td> <td style="border: none;">Preferential Claim for:</td> <td style="border: none;">Ordinary Claim for</td> </tr> <tr> <td style="border: none;"></td> <td style="border: none; text-align: center;">\$ <input style="width: 100px; height: 20px;" type="text"/></td> <td style="border: none; text-align: center;">\$ <input style="width: 100px; height: 20px;" type="text"/></td> </tr> <tr> <td style="border: none; text-align: center;">or</td> <td style="border: none;"></td> <td style="border: none;"></td> </tr> <tr> <td style="border: none;"><u>CLAIM ADMITTED FOR PAYMENT:</u></td> <td style="border: none;">Preferential Claim for:</td> <td style="border: none;">Ordinary Claim for</td> </tr> <tr> <td style="border: none;"></td> <td style="border: none; text-align: center;">\$ <input style="width: 100px; height: 20px;" type="text"/></td> <td style="border: none; text-align: center;">\$ <input style="width: 100px; height: 20px;" type="text"/></td> </tr> </table>	<u>CLAIM REJECTED FOR PAYMENT:</u>	Preferential Claim for:	Ordinary Claim for		\$ <input style="width: 100px; height: 20px;" type="text"/>	\$ <input style="width: 100px; height: 20px;" type="text"/>	or			<u>CLAIM ADMITTED FOR PAYMENT:</u>	Preferential Claim for:	Ordinary Claim for		\$ <input style="width: 100px; height: 20px;" type="text"/>	\$ <input style="width: 100px; height: 20px;" type="text"/>
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	<table style="width:100%; border: none;"> <tr> <td style="border: none; width: 60%; text-align: center;">Signed Liquidator:</td> <td style="border: none; width: 40%; text-align: center;">Dated</td> </tr> </table>	Signed Liquidator:	Dated													
Signed Liquidator:	Dated															



PARTICULARS OF CLAIM

If the creditor owes money to the company, please give full details

Date	Details of Claim and Identification of Documents that Evidence or Substantiate the Claim	Amount \$
	<p align="center"><i>If applicable, less any purchase money security interests in relation to goods supplied by creditor to the company [Describe goods]</i></p> <p align="center"><i>If applicable, less debts owed by creditor to the company [Describe goods]</i></p>	

PREFERENTIAL CLAIMANTS ONLY

The Seventh Schedule of the Companies Act 1993 sets out those claims which are regarded as preferential and shows their extent and order of priority.

1. Are you claiming the full amount of your claim as preferential? Yes / No

2. If no, what part of the claim is preferential? \$.....

3. Why do you believe you are a preferential creditor?
(eg. Employee, IRD, NZ Customs).....

4. Details of your claim:.....

If applicable please record here your GST Registration number:

And total GST included in your claim: \$.....

Return to: BDO Wellington Ltd
PO Box 10340
Wellington 6143



Appendix 6

**PRESTIGED.CO.NZ LIMITED (IN LIQUIDATION)
("the Company")**

**Notice of Liquidators Decision to Dispense with Meetings of Creditors
(Pursuant to section 245 Companies Act 1993)**

We, Iain Bruce Shephard and Jessica Jane Kellow were appointed joint and several liquidators ("Liquidators") of the Company by special resolution of the shareholders on 20 May 2019.

We do not consider that a meeting of creditors should be held because there are insufficient assets to meet the cost of holding such a meeting and there are limited prospects of funds being available for payment of a dividend to creditors other than to those who hold specific security or have a preferential claim.

No meeting of creditors will be called unless we receive notice in writing from a creditor requiring us to hold a meeting of creditors pursuant to section 314 of the Companies Act 1993 within 10 working days of their receipt of this notice.

Notices should be forwarded to:

Rebecca Bullen
BDO Wellington
PO Box 10340
Wellington 6143

By email: rebecca.bullen@bdo.co.nz

DATED this 27th day of May 2019.

IAIN SHEPHARD
Liquidator