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Receivers Ninth Report on the State of Affairs of Wire by Design Limited (In Receivership) & (In Liquidation) 'the company'

As at 10 September 2016.

Kenneth Peter Brown and Paul Raymond Clark were appointed Jointly and Severally as Receivers and Managers of the above company on 10 September 2012 under the powers contained in a General Security Agreement dated the 1 April 2010 which property consists of all present and after acquired personal property.

We set out below our ninth report on the state of the affairs of the above named company as required by section 24 of the Receivership Act 1993.

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Payments to the appointing General Security Agreement Holder

During this reporting period no payments were made to the appointing GSA Holder.

Preferential Creditors

No payments have been made to preferential creditors by the Receivers.

Unsecured Creditors

Due to the extent of the secured creditor claims there will not be any funds available for returning to the Liquidators at the conclusion of the Receivership for distribution to unsecured creditors.

Legal Actions

As reported in our last report, the legal action against Commercial Factors Limited was lost resulting in a settlement agreement involving payment to them of \$42,129.96 by the Receivers and further payments from the Hadley Wright Family Trust. Consequent on this action, the Receivers of an associated company, Eagle Wire Limited (In Receivership and In Liquidation) took legal action against this company and the Receivers alleging their position was worsened due to guarantees given. A meeting was held between all the parties on 20 July 2016 and a confidential settlement was reached, which included agreement from Commercial Factors Limited. This brought legal matters to an end. Because this settlement was confidential the Receivers are unable to disclose details,

DIRECTORS: Fraser Lellman CA Paul Hodson CA Kenneth Brown CA Janine Hellyer CA Paul Manning CA
Jenny Lee CA Tim Cooney ASSOCIATES: Paul Clark Joan Wei CA Doug Taylor

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furthermore the settlement was outside Receivership funds and so is not detailed in the Receipts and Payments summary.

Receipts & Payments

We attach as *Appendix 1* a list of Receivers receipts and payments to 10 September 2016.

Summary

As the Receivers have dealt with all matters they are able to, they will seek the consent of the appointing General Security Agreement holder to retire and thereby hand the affairs of the company to the Liquidators. This is expected within the next reporting period and the Receivers anticipate their next report will be the final report.



Kenneth Peter Brown
Joint Receiver and Manager

Wire by Design Limited (In Receivership and In Liquidation)

Receivers' Summary Of Receipts And Payments

10 September 2012 to 10 September 2016

RECEIPTS	Total (NZD)
Debtor	652.17
Funds on Hand Pre Receivership	301,250.47
GST Paid/Refunded	162,043.56
Interest Received	3,726.96
Legal Settlement	850,000.00
Wright Family	119,456.00
	<u>1,437,129.16</u>
PAYMENTS	
Advertising	278.43
Bank Fees	625.27
Courier	5.40
Faxes & Tolls	150.00
Freight	115.00
GSA Holder Payments	239,864.12
GST on Expenses	123,531.21
Legal Fees - Crown case	610,188.93
Legal fees - Commercial Factors case	90,232.91
Legal fees - Other	9,956.65
Legal Settlement	42,129.96
Receivers Fees	139,692.61
Rubbish	43.20
RWT	989.37
Searches	12.00
Secured Creditor	50,000.00
Stationery	213.00
Storage	300.00
Travel	5,967.38
Wright Family	110,956.00
	<u>1,425,251.44</u>
Balance in Hand at 10 September 2016	<u>\$11,877.72</u>