



CHRIS HORTON
ASSOCIATES

Link Warranties Limited (In Liquidation)
Company No: 2202337
Liquidator's First Report
Pursuant to Section 255 of the Companies Act 1993

15 April 2011

Introduction:

Christopher Robert Ross Horton was appointed Liquidator of Link Warranties Limited (In Liquidation) ('the Company') by Special Resolution of the shareholders on 11th April 2011 at 3.50pm.

Prior to the appointment the liquidator made the necessary enquiries and formed the view that there was no restriction from acting as liquidator under section 280 of the Act.

Disclaimer:

This report has been prepared in accordance with and for the purpose of section 255 of the Act, relying on information supplied by the Company directors, shareholders and other parties. This report is not to be reproduced or used for any other purpose without the prior written consent of the liquidator.

It has been prepared in good faith and on the basis that all information provided is true and accurate in all material respects.

We have not independently verified the accuracy of the information provided and no audit has been undertaken. Accordingly we are unable to comment on the completeness or accuracy of the contents of this report, and cannot therefore accept any responsibility to any party whatsoever for any reliance placed on it.

We reserve the right but will be under no obligation to review and if necessary amend the contents of this report should further information come to light that was unknown or was not disclosed to the liquidator as at the date of its preparation.

Company Details:

- Incorporation Date: 2 February 2009
- Company Directors: Andrew Eszes
Owen Randell
- Share Capital: 1,000 shares
- Shareholders: Owen Randell 550 shares
Graeme Eade & Janice Eade 150 shares jointly
Western Pacific Insurance Holdings Limited 150 shares
Hampton Ventures Limited 100 shares
Andrew Eszes 50 shares

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Review:

Trading Activities & History:

The Company provided mechanical vehicle warranties to the second hand motor vehicle industry. On 1st April 2011 the Company's underwriter, Western Pacific Insurance Limited, was placed in liquidation. The directors were unable to secure a replacement insurance underwriter. In the absence of an insurance underwriter the Company was unable to meet its ongoing warranty obligations leaving the shareholders with no alternative but to place the Company in liquidation.

Secured Creditors:

There are four securities registered with the Personal Properties Security Register.

- Archibald and Shorter Roverland Limited - Goods - Other
- BMW Financial Services Limited – Goods – Motor Vehicles
- BMW Financial Services Limited – Goods – Motor Vehicles
- Equipment Finance Limited – Goods - Other

Preferential Creditors:

Inland Revenue Department is owed for PAYE and GST. Details are yet to be confirmed, however the amount owed is estimated at \$7,400.

Details of any Preferential Wages and Holiday Pay are yet to be finalised.

Unsecured Creditors:

Trade

Known trade unsecured creditors total \$420,054. Refer attached Schedule of Unsecured Creditors.

Policy Holders

In addition to trade creditors the Company has a presently unknown amount of claims by current policy holders. The liquidator is currently contacting all current policy holders to determine the level of liability.

If you are aware of any other creditor of the Company you should contact the liquidator.

If you believe that you hold any form of security over the assets of the Company you must notify the liquidator, in writing, immediately.

Assets:

The main assets of the Company consist of Accounts Receivable, Motor Vehicles and Office Equipment. Any office equipment of value is subject to PPSR registration, together with two of the motor vehicles. These assets are under the control of the liquidator.

The process of debtor recovery has been commenced.

Refer attached Statement of Known Assets & Liabilities and Priorities Expected to Rank.

Staff:

Employment of the two staff was terminated at the time of my appointment.

Conduct of the Liquidation:

The liquidator is continuing with investigations into the affairs of the Company, areas of specific review are:

- the flow of funds between the Company and other entities;
- non cash transactions;
- any associated company and trust balances;
- preferential payments to creditors;
- debts owed by any associated companies;
- remuneration paid/drawn by the Company director; and
- Other issues as they come to the liquidator's attention.

The liquidator is not able at this time to estimate the timeframe for the completion of this administration.

Creditors' Meeting:

Pursuant to Section 245 of the Companies Act 1993, the Liquidator has decided to dispense with the calling of a meeting of the Creditors of the Company. This decision has been made following a review by the liquidator of the known assets and liabilities of the Company, and the likely outcome of the liquidation of the Company.

However, be advised that should any creditor wish to call a meeting for the purpose of appointing a liquidator in place of Christopher Horton, or wish to appoint a liquidation committee, notice in writing to the Liquidator is required within 10 days of receiving this report.

Be advised that section 314 of the Companies Act 1993 permits any creditor or shareholder of the Company to request that the Liquidator calls a meeting (at any time during the course of the liquidation) of creditors or shareholders for the purpose of:

1. voting on a proposal that a liquidation committee be appointed to act with the liquidators; and
2. to vote on the membership of that committee.



Liquidator

Appendix 1

Link Warranties Limited (in Liquidation)

Statement of Known Assets & Liabilities and Priorities Expected to Rank as at 11 April 2011

		<i>Book Value</i>
FIXED ASSETS		
Plant & Equipment		10,804
Motor Vehicles		<u>50,854</u>
		61,658
Less: Secured Creditors		
BMW Financial Services Limited	10,700	
Equipment Finance Limited	<u>6,303</u>	<u>(17,003)</u>
Surplus / (Deficiency) to Secured Creditor	c/f	<u>\$ 44,655</u>
CURRENT ASSETS		
Cash on Hand	0	
Debtors	66,988	
Shareholders Current Account	2,045	
Unpaid Shares	<u>150</u>	69,183
Plus Surplus from Secured Creditors b/f		44,655
Less: Preferential Creditors		
Staff Wages	tbc	
Staff Holiday Pay	tbc	
IRD PAYE	2,121	
GST	5,279	
Kiwisaver Employee Deductions	<u>tbc</u>	<u>(7,400)</u>
Surplus / (Deficiency) to Preferential Creditors		<u>\$ 106,438</u>
Less: Unsecured Creditors		
Deficiency to Secured Creditors b/f	0	
Bank and other Unsecured Funders	6,125	
IRD / ACC	0	
Trade Creditors	420,054	
Related Party Advances	106,545	
Policy Holder Claims	<u>tbc</u>	<u>532,724</u>
Estimated Surplus / (Deficiency) to Unsecured Creditors		<u>\$(426,286)</u>

Please note that the above figures are subject to confirmation and to the costs of administration.

The above figures have been obtained from company records. Refer the liquidator's disclaimer statement on page 1 of this report.

Appendix 2

Link Warranties Limited (in Liquidation)

Schedule of Unsecured Creditors As at 11 April 2011

A Automotive Ltd	P O Box 100-773	Glenfield	Auckland
Aceomatic Transmission Services Ltd	27 Stanmore Rd		Christchurch
Advanced Automotive Transmission	Unit 6 Matai Street		Mt. Maunganui
Albany AutoCentre Ltd	Bush Road	Albany	Auckland
ALLIOTT NZ LTD	PO Box 99841 Cnr St.Marks Road & Broadway	Newmarket	Auckland 1149
Andrew Simms European	P O Box 100 246	Newmarket	Auckland
Archibald & Shorter Roverland	PO Box 7179	NSMC	Auckland
Armstrong Peugeot	PO Box 8164	Riccarton	Christchurch
Armstrong Prestige ChCH	PO Box 415		Christchurch
Armstrong Prestige Dunedin	PO Box 14546, Panmure	Mt. Wellington	Dunedin
Auckland Auto Air - Service Division	82 Church Street		Auckland
Austin Auto Electric	20 Maui Pomare Rd	Paraparaumu	Timaru
Auto Assess Ltd	PO Box 14310	Panmure	Wellington 5032
Auto Electrix Panmure 2009 Ltd	PO Box 45	Tauranga	Auckland 1471
Auto Repair Co	35 Disraeli Street	Sydenham	
Auto Scanning Solutions Ltd	PO Box 208		Christchurch
Auto Tech Services Ltd	PO Box 99168	Newmarket	Rangiora
Auto Temp	PO Box 20277	Glen Eden	Auckland
Autosparx Ltd	114 Carlyle St	Sydenham	Christchurch
Autotek Automotive Solutions	PO Box 9532	Newmarket	Auckland
Bean Rock Ventures Ltd/C & P	PO Box 202		Omarama
BG Auto Services Limited	12 Porowini Ave		Whangarei
bj auto's	95C Wairau Road	Takapuna	Auckland
Burger's Motor Works	PO Box 475	Warkworth	Auckland
Cameron Auto Services Ltd	PO Box 35 610	Browns Bay	Auckland
Car Valuations NZ Ltd	P O Box 40122	Glenfield	
Central Automatics Ltd	318 Tuam Street	Christchurch	
Clinch Automotive			
Commercial Factors Ltd for D2D Publications	PO Box 62530	Central Park	Auckland 1544
Coolcar North Shore	PO Box 40-528	Glenfield	Auckland
Coombes Johnston BMW	PO Box 10069	Te Rapa	Hamilton
Corporate & Prestige Ltd	PO Box 9532	Newmarket	Auckland
D.M. Auto Services	86 Birch Avenue		Tauranga
Demand Print Ltd	PO Box 10200	Mt. Eden	Auckland
Des Segar Motors 2006	7 Station Street		Timaru
DKode IT Ltd	73 Ngapuhi Rd	Remuera	Auckland
Dr Trans	6a Kaimahi Rd	Wairau Valley	North Shore City 627
Ebbett Waikato Ltd	PO Box 1544	Taupo 3351	
Eurotechnic Automotive Ltd	15 Portside Drive	Mt Maunganui	Tauranga 3116
Far North Honda Limited	PO Box 346		Kaitaia 410
Farmer Motor Group Ltd	PO Box 118	Tauranga 3140	
Franklin Autoworks Limited	PO Box 305 238	Triton Plaza	Auckland
G & D Partnership	39 Holbrook Way	Westmorland	Christchurch 8025
GB European	42 White Street		Rotorua
German Automotive Ltd	P O Box 100428	North Shore Mail Centre	Auckland

Giltraps	P.O. Box 68-537	Newton	
Grainger Motors Limited	3 Kaka Street		Piopio
Grant Johnstone Nissan & Suzuki	PO Box 766		Rotorua
Greg Kent Automotive Limited	PO Box 101759	N.S.M.C.	Auckland
Honda Cars East Auckland	PO Box 58930	Greenmount Postshop	Auckland
Image Group Ltd	PO Box 6617	Wellesley Street	Auckland
Ingham Motor Holdings Ltd t/a Coutts			
Newmarket	PO Box 99855	Newmarket	Auckland 1149
Ingham Prestige	450 Te Rapa Road		Hamilton
Inland Revenue	PO Box 1454		Hamilton 3240
it WRX Ltd	PO Box 147329	Ponsonby	Auckland 1144
James Blond Ltd	4004 Great North Rd	Kelston	Auckland
Jay Bee Auto Electrical	156 Stoddard Road	Mt. Roskill	Auckland
Jazz Print Ltd	P O Box 62 035	Mt Wellington	Auckland
Jeffs Auto Clinic	80 Leonard Rd	Penrose	Auckland
John McGoldrick	18 Freebairn St	Redwood	Christchurch 8051
Ken Stout Motors Ltd	113 Diana Drive	Glenfield	Auckland
Landscape Auto	919 Dominion Rd	Mt Roskill	Auckland 1041
Lauries Garage	PO Box 253		Mangonui 442
Main Autocentre Ltd	P.O. Box 131028	Onehunga	Auckland
Marcus Motors	PO Box 37-229	Parnell	Auckland
Metropolitan Motors	37B Somerset Street		Hamilton
MotorService Ltd	4 Forge Way	Panmure	Auckland
Motortech Transmissions Limited	14 Laery Street		Lower Hutt
Mr & Mrs McGregor	121 Vauxhall Rd	Devonport	North Shore City 624
Nelson Independent Land Rover Centre Ltd	122a Tahunanui Drive		Nelson
Newdane Motors Ltd	251 Great South Road	Greenlane	Auckland
NZ Roadside Assistance Limited	PO Box 33364	Takapuna	Auckland 622
Peninsular Motors (WGP) Ltd	21 Karepiro drive	Whangaparaoa	
PJ Edlington Panelbeaters Ltd	36 Hannah Street		Whangarei
PK Auto Electrical Ltd	P O Box 12-290	Penrose	Auckland
Quality Auto Repairs Centre Ltd	10C Moselle Avenue	Henderson	Auckland
Randall, Owen	84 School Rd	RD1 Waimauku	Auckland 0881
R-T Auto Electronics Ltd	PO Box 19-593	Avondale	Auckland
Sheffield Fox Ltd	PO Box 25 775	St Heliers	Auckland
Silvester Motor Company Ltd	PO Box 4153		Christchurch
Southern Motor Group (Audi)	PO Box 2037	Wakatipu	Queenstown
Stag, Spares & Services Ltd	37 Veronica St	New Lynn	Auckland
Standard & Poors			
Tauranga Auto Electric	109 Third Avenue West		Tauranga
Team McMillan	PO Box 9718	Newmarket	Auckland
Telstra Clear	Private Bag 92143	Auckland 1142	
The Toy Shop (2009) Ltd	PO Box 584	Wellington	
Three Kings Automotive	503 Mt. Albert Road	Three Kings	Auckland
Tony's Auto Clinic Ltd	40 Papaunahi Road	Pio Shores RD1	Katikati
Tristram European Ltd	PO Box 300-378	Albany	Auckland
Ultimate Motor Group	PO Box 2342		Tauranga
Vision Auto Sales Ltd	3010 Great North Rd	New Lynn	Auckland
Vodafone	P O Box 90112	Victoria St West	Auckland 1142
Wally Sutherland Ltd	McAlister Street	Whakatane	Bay of Plenty 3120
Warehouse Stationary	PO Box 101-248	Auckland 0745	
West City Auto Group Limited	PO Box 21-451	Henderson	Auckland
Western Compliance Centre Limited	5 Westward Ho Road	Kelston	Auckland
Whangamata Service Centre	PO Box 187	Whangamata	
Zintel Communications Limited	PO Box 90373	Victoria Street West	Auckland