


## **ARROW INTERNATIONAL (NZ) LIMITED (IN LIQUIDATION)**

Company Number: 3383573  
New Zealand Business Number: 9429031102193

Liquidators' Twelfth Report to Creditors and  
Shareholders

Reporting Period: 6 June 2024 to 5 December 2024

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## 1. Introduction

Andrew Bethell and Andrew McKay of BDO Auckland and Colin Gower of BDO Christchurch were appointed joint and several administrators of Arrow International (NZ) Limited (“the Company” or “AINZL”) on 28 February 2019 by a resolution of the Company’s directors, in accordance with section 239I of the Companies Act 1993 (“the Act”).

At the Watershed Meeting held on 6 June 2019, the Company’s creditors resolved to place the Company into liquidation. Andrew Bethell, Andrew McKay and Colin Gower were appointed joint and several liquidators (“Liquidators”) pursuant to section 241(2)(d) of the Act.

On 26 November 2024 Andrew Bethell resigned as joint and several liquidator of the Company. Messrs McKay and Gower continue as joint and several liquidators.

The Liquidators provided a Declaration of Independence, Relevant Relationships and Indemnities together with details of hourly rates in the Watershed report dated 29 May 2019 previously provided to creditors. There have been no changes to this declaration nor have the rates changed since that report.

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. Schedule of Receipts and Payments

Attached at Appendix 1 is a schedule of receipts and payments for the six-month period.

## 4. Conduct of the liquidation within the reporting period

### 4.1. Asset Realisations

The Liquidators have realised all known assets in prior reporting periods and are not expecting any further recovery from asset realisations. Refer to our previous reports for further detail on prior asset realisations.

### 4.2. Creditors’ Claims

#### *Secured Creditors*

As noted in our previous reports, the Company’s bank provided funding jointly and severally to the Company, the ultimate parent company Arrow International Group Limited (“AIGL”), subsidiary Construction Labour & Resources Limited (“CLRL”) and other Group companies. The bank’s security was jointly and severally secured over the assets of the Company, AIGL and CLRL.

Performance bonds provided on behalf of the Company were secured by way of general security instruments over AINZL and AIGL. All secured bonds have now either been released or called and paid.

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### ***Preferential Creditors***

We previously reported that employee wages and holiday pay of \$730k, that would otherwise have been preferential claims in the event of the liquidation of the Company after the Watershed meeting, were settled in full prior to the liquidation.

Inland Revenue's preferential claim of \$553k has been paid in full.

### ***Retentions Held***

As previously advised, all retentions have been paid out in accordance with the provisions of the Construction Contracts Act 2002. A final reconciliation of the retention account has resulted in an amount of \$86.1k that will be transferred to the Company's general bank account for the benefit of all proved creditors. This surplus arose from the Company transferring retention sums into trust which were not in fact required to be held in trust.

### ***Unsecured Creditors***

The Liquidators have progressed assessment of further claims during the reporting period. See the table below for a breakdown of our updated claims assessment to date:

AINZL Claim Status	Count	NZD \$ (incl. GST)	
		Rejected	Admitted
Fully Admitted	316.00	-	16,133,044.93
Partly Admitted	128.00	9,265,663.47	11,621,996.06
Fully Rejected	77.00	8,166,844.75	-
Withdrawn	13.00	3,883,689.19	-
Withdrawn Post Interim Distribution	1.00	16,788.15	4,599.58
<b>Total</b>	<b>535.00</b>	<b>21,332,985.57</b>	<b>27,759,640.57</b>

## **5. Distribution to creditors**

The liquidators paid an interim dividend of 12 cents in the dollar to all admitted creditors in a prior reporting period.

A second and final distribution of 4.01 cents in the dollar was paid to all admitted unsecured creditors in the week commencing 2 December 2024 bringing total distributions in the liquidation to 16.01 cents in the dollar. A minor number of returned payments need to be reviewed before the liquidation can be completed.

The remaining outstanding issue mentioned in our previous two reports has now been resolved and once all administrative matters have been finalised, it is anticipated that the liquidation will be completed within the next 3 months.

## **6. Liquidators' fees**

Liquidators' fees and disbursements for the current Reporting Period total \$32,330 net of GST.

Attached at **Appendix 2** is a schedule of the Liquidators' fees and disbursements paid during the Reporting Period.

## 7. Further proposals for completing the liquidation

The Liquidators propose to take the following further actions:

- Finalise all administrative matters
- Follow up returned distribution payments for updated payment details or send to unclaimed monies fund
- Comply with our statutory obligations.

Once all matters are completed, the Liquidators will file their final report and then seek to have the Company removed from the register.

## 8. Estimated date of completion

Based on information currently available, the Liquidators anticipate that the liquidation will be finalised in the next three months.

## 9. Contact information

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

Adrienne Stone

DDI: (+64 9) 366 8167

Email: [Adrienne.stone@bdo.co.nz](mailto:Adrienne.stone@bdo.co.nz)

BDO Auckland  
PO Box 2219  
Level 4 BDO Centre  
4 Graham Street  
Auckland

Dated this 17<sup>th</sup> day of December 2024



Andrew McKay  
Liquidator



Colin Gower  
Liquidator

## APPENDICES

### Appendix 1 - Realisation and Distribution Statement

Arrow International (NZ) Limited (In Liquidation)	
Summary of Receipts and Payments	
6 June 2024 to 5 December 2024	\$ (excl GST)
<b>Opening Cash Balance</b>	1,033,991
<b>Receipts</b>	
Adminsitration Fee	6,640
Bank Interest	25,233
Retentions Trust Account Surplus	87,365
Secured Creditor Subrogation Payment Reimbursed	183,104
<b>Total Receipts</b>	<b>302,342</b>
<b>Payments</b>	
Legal Fees and Disbursements	1,691
Liquidators fees and Disbursements	32,330
Operating expenses	138,799
Unsecured Creditors	1,001,754
GST Receivable	10,380
Interim Distribution Payment	28,264
<b>Total Payments</b>	<b>1,213,219</b>
<b>Cash at hand as at 5 December 2024</b>	<b>123,115</b>

## Appendix 2 - Liquidators' Fees and Disbursements

Position	Experience	Administration & Trading	Investigation	Reporting	Total
Partner		3.2	-	-	3.2
Associate		15.8	5.9	2.0	23.7
Senior Manager	7+ years	41.4	7.8	1.5	50.7
Assistant Manager	3+ years	-	-	3.2	3.2
Support Staff		9.0	-	-	9.0
<b>Total</b>		<b>69.3</b>	<b>13.7</b>	<b>6.7</b>	<b>89.7</b>

Position	Rates (\$)	Administration & Trading	Investigation	Reporting	Total
Liquidator	550	1,738	-	-	1,738
Associate	405	6,410	2,375	800	9,585
Senior Manager	367	15,182	2,868	555	18,605
Assistant Manager	245	-	-	788	788
Support Staff	180	1,615	-	-	1,615
<b>Total Fees</b>		<b>24,945</b>	<b>5,243</b>	<b>2,143</b>	<b>32,330</b>
GST (15%)		3,742	786	321	4,849
<b>Invoice Total</b>		<b>28,687</b>	<b>6,029</b>	<b>2,464</b>	<b>37,179</b>