

Tranzport Solutions Limited (In Receivership)

Company number: 6258596
NZBN: 9429046041586

Receivers' first report

Deloitte
Level 20
Deloitte Centre
1 Queen Street
AUCKLAND 1010

E: nzrecovery@deloitte.co.nz
W: www.deloitte.co.nz



On 20 December 2023 at 7:15am, David Webb and Robert Campbell, licensed insolvency practitioners (registration numbers: IP60 and IP145, respectively), were appointed joint and several receivers and managers (**Receivers**) of all present and after acquired personal property of Tranzport Solutions Limited (In Receivership) (**Company**) under the terms of a general security agreement (**GSA**) dated 17 December 2019 in favour of the Bank of New Zealand (the **Bank**).

Receivers are required to be licensed insolvency practitioners (**LIPs**). More information about the regulation of insolvency practitioners is available from the Registrar of the Companies. As licensed insolvency practitioners, we are bound by the RITANZ Code of Professional Conduct when carrying out all professional work relating to our appointment.

Restrictions

This report has been prepared by us in accordance with and for the purpose of section 23 of the Receiverships Act 1993 (**Act**). It is prepared for the sole purpose of reporting on the state of affairs with respect to the property in receivership and the conduct of the receivership.

All information contained in this report is for the confidential use of the parties to which it is provided in accordance with sections 26 and 27 of the Act and is not to be disseminated or passed to any other person without written authority or in accordance with law.

In compiling this report, we have relied upon and not independently verified or audited information or explanations provided to us and we express no opinion on accuracy, completeness or reliability of the information or explanations.

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.

We do not accept any liability whatsoever arising from this report.

Certain information can be withheld by the Receivers if inclusion would materially prejudice the exercise of the Receivers' functions.

Events leading up to our appointment as Receivers

The Company was incorporated on 28 March 2017 and operated a transport and logistics business, primarily based in Palmerston North but operating nationwide.

The Company was part of the ELE Group of Companies, some of which were also placed into receivership on 20 December 2023 at the request of the Company's Director (the **Director**). The Company ceased to trade as at the date of receivership, in part due to the Company's reliance on the wider Group's management services and banking facilities.

Other companies over which we were appointed Receivers include;

- ELE Limited (In Receivership)
- ELE Management Limited (In Receivership)
- ELE Holdings Limited (In Receivership)
- RISQ New Zealand Limited (In Receivership)

Separate reports have been prepared for each of the above companies. The Receivers recommend that this report be read in conjunction with the other reports on the companies in the ELE Group, particularly ELE Limited (In Receivership).

Assets comprising the property in receivership

The Receivers' appointment is in respect of all present and after acquired property of the Company, including:

- accounts receivable
- un-invoiced work in progress
- motor vehicles.

The majority of the Company's fleet of trucks were leased and were returned to secured parties following our appointment.

Property disposed of to date and any proposals for the disposal of property

The Receivers, with the support of various ELE staff, have focused on the following key matters:

- collection of pre-appointment debtors
- invoicing un-invoiced, and collection of, WIP for the weeks ended 17 December 2023 and 24 December 2023
- collection and sale of motor vehicles by auction and/or private treaty
- placement of necessary insurances, including renewal of trade credit insurance, in relation to key assets.

At the time of writing, the realisation of debtors and vehicles remain ongoing, Further details, including values relating to those assets realised, will be provided in subsequent Receivers' reports.

Particulars of secured creditors/encumbrances

At the date of our appointment, the personal property security register (PPSR) recorded six creditors that had registered financing statements against the Company. Details of these creditors and their interests are summarised in the table below:

Secured party	Address	Collateral	Registration date
TR Group Limited	781 Great South Road, Penrose, Auckland, 1061	All present and after acquired personal property Goods – motor vehicles	9 May 2017
TR Group Limited	781 Great South Road, Penrose, Auckland, 1061	All present and after acquired personal property Goods – motor vehicles	24 October 2017
TR Group Limited (multiple registrations)	781 Great South Road, Penrose, Auckland, 1061	All present and after acquired personal property Goods – motor vehicles	29 March 2018
TR Group Limited (multiple registrations)	781 Great South Road, Penrose, Auckland, 1061	All present and after acquired personal property Goods – motor vehicles	11 October 2018
TR Group Limited	781 Great South Road, Penrose, Auckland, 1061	All present and after acquired personal property Goods – motor vehicles	8 April 2019
Bank of New Zealand	Level 2, 30 Mahuhu Crescent, Auckland, 1010	Intangibles	1 July 2019

Secured party	Address	Collateral	Registration date
Bank of New Zealand	Level 2, 30 Mahuhu Crescent, Auckland, 1010	All present and after acquired personal property	25 July 2019
Sime Darby Transport (NZ) Limited	24 Amyes Road Hornby, Christchurch, 8042	Goods – other	18 September 2019
TR Group Limited	781 Great South Road, Penrose, Auckland, 1061	All present and after acquired personal property-vehicles	18 October 2019
TR Group Limited	781 Great South Road, Penrose, Auckland, 1061	All present and after acquired personal property Goods – motor vehicles	5 November 2019
TR Group Limited	781 Great South Road, Penrose, Auckland, 1061	All present and after acquired personal property Goods – motor vehicles	11 December 2019
TR Group Limited	781 Great South Road, Penrose, Auckland, 1061	All present and after acquired personal property Goods – motor vehicles	11 February 2020
Bank of New Zealand	Level 2, 30 Mahuhu Crescent, Auckland, 1010	Goods – motor vehicles	13 July 2020
Bank of New Zealand	Level 2, 30 Mahuhu Crescent, Auckland, 1010	Goods – motor vehicles	23 November 2020
Equipment and Transport Leasing Limited	70 Foreman Road, Hamilton, 3201	Goods – motor vehicles	1 December 2020
TR Group Limited	781 Great South Road, Penrose, Auckland, 1061	All present and after acquired personal property Goods – motor vehicles	13 April 2021
TR Group Limited	781 Great South Road, Penrose, Auckland, 1061	All present and after acquired personal property Goods – motor vehicles	3 June 2021
TR Group Limited	781 Great South Road, Penrose, Auckland, 1061	All present and after acquired personal property Goods – motor vehicles	1 July 2021
TR Group Limited (multiple registrations)	781 Great South Road, Penrose, Auckland, 1061	All present and after acquired personal property Goods – motor vehicles	15 July 2021
TR Group Limited	781 Great South Road, Penrose, Auckland, 1061	All present and after acquired personal property Goods – motor vehicles	1 October 2021
TR Group Limited	781 Great South Road, Penrose, Auckland, 1061	All present and after acquired personal property Goods – motor vehicles	18 October 2021
TR Group Limited	781 Great South Road, Penrose, Auckland, 1061	All present and after acquired personal property Goods – motor vehicles	2 February 2022
TR Group Limited	781 Great South Road, Penrose, Auckland, 1061	All present and after acquired personal property Goods – motor vehicles	26 March 2022

Secured party	Address	Collateral	Registration date
TR Group Limited	781 Great South Road, Penrose, Auckland, 1061	All present and after acquired personal property Goods – motor vehicles	28 June 2022
TR Group Limited (multiple registrations)	781 Great South Road, Penrose, Auckland, 1061	All present and after acquired personal property- vehicles	5 October 2022
TR Group Limited	781 Great South Road, Penrose, Auckland, 1061	All present and after acquired personal property Goods – motor vehicles	5 October 2022
TR Group Limited	781 Great South Road, Penrose, Auckland, 1061	All present and after acquired personal property Goods – motor vehicles	29 November 2022
TR Group Limited (multiple registrations)	781 Great South Road, Penrose, Auckland, 1061	All present and after acquired personal property Goods – motor vehicles	20 January 2023
Carters Tyre Service Limited	150K Harris Road, East Tamaki, Auckland, 2013	All present and after acquired personal property Goods – other	29 June 2023
TR Group Limited (multiple registrations)	781 Great South Road, Penrose, Auckland, 1061	All present and after acquired personal property Goods – motor vehicles	26 July 2023
TR Group Limited (multiple registrations)	781 Great South Road, Penrose, Auckland, 1061	All present and after acquired personal property Goods – motor vehicles	24 August 2023
Autosense Limited	680 Tukairangi Road, Road 5, TAUPO, 3385	Goods – other	25 October 2023

Particulars of debts and liabilities requiring to be satisfied from the property in receivership

The estimated amount owed to secured creditors at the date of our appointment is summarised below:

Secured creditor	\$000
*Bank of New Zealand	310
**TR Group Limited	360
Carters Tyre Service Limited	32
**Autosense Limited	1
Total secured creditors	\$703

*It should be noted that Tranzport Solutions Limited is a guarantor, by way of cross guarantee, of the indebtedness of ELE Limited and other subsidiaries.

**These creditors have realised their security and the balances stated above are unsecured funds owing to them.

At the date of our appointment, the amount owed to preferential creditors is summarised in the table below:

Preferential creditor	\$000
Employee claims	181
Inland Revenue	74
Total preferential creditors	\$255

Unsecured creditors

The Receivers currently hold incomplete information on unsecured claims against the Company. An estimate of the level of unsecured creditors will be provided in future Receivers' reports.

Information provided by the Company

The Director of the Company has co-operated in making available the information required by the Receivers to complete this report.

Further information

Should you have any queries on the contents of this report please contact Louise Craig or Lily Choun.

Dated: 20th February 2024



David Webb
Receiver
Receiver and Manager
Personal liability excluded

Louise Craig
DDI: +64 4 470 3756
Email: lcraig@deloitte.co.nz

Lily Choun
DDI: +64 9 306 4431
Email: lchoun@deloitte.co.nz