

MAAX SPA CORPORATION PTY LTD (IN LIQUIDATION)

- Messrs Bruno A Secatore and Daniel P Juratowitch were appointed Administrators to the company on 31 May 2010 after a secured creditor expressed concerns with the company's ongoing viability. The company was subsequently placed into liquidation on 28 June 2010 when creditors resolved that it be wound up and Messrs Secatore and Juratowitch were appointed Liquidators.
- The company operated a spa manufacturing and retailing business and in recent years enjoyed an annual turnover of approximately \$9,000,000 (though was unprofitable) and at the time of appointment employed approximately forty six (46) fulltime employees, had two (2) secured creditors owed in excess of \$1,300,000 and had no access to cash flow.
- Upon appointment, Cor Cordis undertook an immediate review of the company's financial position which included an assessment of its immediate ongoing viability and whether the business could be sold as a going concern. After discussions with key stakeholders, Cor Cordis was able to implement a plan which involved trading the business for in excess of two (2) months whilst advertising the business for sale. This involved completing work in progress and taking on new orders whilst immediately generating cash flow to pay employees, the landlord and other key stakeholders without negatively impacting the company's secured creditors' security position.
- Cor Cordis were able to negotiate the sale of the company's business assets to an overseas based company resulting in a large return to the second ranking secured creditor (which received the funds after Cor Cordis were able to collect sufficient funds to pay out the first ranking secured creditor).