

RCG pays dividend to Amazing creditors

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Investment holding company RCG Corporation Ltd said the deed of company arrangement for Amazing Paints Group has been carried out following the payment of a first and final dividend to the creditors of the company, which was placed in voluntary administration last year.

All creditors received a dividend of no less than 88.65 cents in the dollar, and many creditors received 100 cents in the dollar.

The new board of RCG placed Amazing Paints into voluntary administration late last year after the previous board failed to act to stem the debilitating impact of the performance of that division on the group.

RCG chairman Ivan Hammerschlag said, by taking action early, the new board prevented RCG from sustaining further losses from Amazing Paints.

"Also (it) ensured that all employee entitlements were preserved and that all creditors received a substantial dividend," he said.

"We are delighted that this matter is now behind us once and for all and look forward to being able to execute our strategies for growth," Mr Hammerschlag said.

RCG was previously called Retail Cube.

This story was found at:

<http://www.theage.com.au/articles/2007/09/28/1190486528867.html>