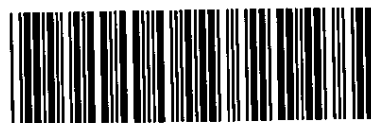


LIQ14

Notice of final account prior to dissolution in CVL



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WEDNESDAY

1 Company details

Company number 00033221

Company name in full Pilkington's Tiles Limited

→ Filling in this form

Please complete in typescript or in
bold black capitals.

2 Liquidator's name

Full forename(s) Paul Andrew

Surname Flint

3 Liquidator's address

Building name/number KPMG LLP

Street 1 St Peter's Square

Post town Manchester

County/Region

Postcode M23AE

Country United Kingdom

4 Liquidator's name ①

Full forename(s) David James

Surname Costley-Wood

① Other liquidator

Use this section to tell us about
another liquidator.

5 Liquidator's address ②

Building name/number KPMG LLP

Street 1 St Peter's Square

Post town Manchester

County/Region

Postcode M23AE

Country United Kingdom

② Other liquidator

Use this section to tell us about
another liquidator.

LIQ14

Notice of final account prior to dissolution in CVL

6

Liquidator's release

☐ Tick if one or more creditors objected to liquidator's release.

:

7

Final account

☒ I attach a copy of the final account.

8

Sign and date

Liquidator's signature

Signature

X

X

Dane Air

Signature date

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^y 2 ^y 0

^y 1 ^y 8

**Presenter information**

You do not have to give any contact information, but if you do it will help Companies House if there is a query on the form. The contact information you give will be visible to searchers of the public record.

Contact name
Carolyn Foden

Company name
KPMG LLP

Address
8 Princes Parade

Post town
Liverpool

County/Region
Merseyside

Postcode
L 3 1 Q H

Country
United Kingdom

DX

Telephone
0151 473 5132

**Checklist**

We may return forms completed incorrectly or with information missing.

Please make sure you have remembered the following:

- ☐ The company name and number match the information held on the public Register.
- ☐ You have attached the required documents.
- ☐ You have signed the form.

**Important information**

All information on this form will appear on the public record.

**Where to send**

You may return this form to any Companies House address, however for expediency we advise you to return it to the address below:

The Registrar of Companies, Companies House,
Crown Way, Cardiff, Wales, CF14 3UZ.
DX 33050 Cardiff.

**Further information**

For further information please see the guidance notes on the website at www.gov.uk/companieshouse or email enquiries@companieshouse.gov.uk

This form is available in an alternative format. Please visit the forms page on the website at www.gov.uk/companieshouse



Joint Liquidators' final report for the period 16 June 2017 to 23 October 2017

Pilkington's Tiles Ltd - in
Liquidation

23 October 2017

Notice to creditors

This report provides a final update on the liquidation of the Company.

We have included (Appendix 2) an account of all amounts received and payments made since the date of our appointment.

You will find other important information in this report such as the costs which we have incurred in the final period.

A glossary of the abbreviations used throughout this document is attached (Appendix 5).

Creditors' right to object to the Joint Liquidators' release

If you wish to object to the release of the Joint Liquidators, you must give notice, in writing, to the Joint Liquidators within eight weeks of delivery of this notice, or if any request for information is made (as above), within eight weeks of when that request is determined.

The Joint Liquidators will vacate office on delivering to the Registrar of Companies the final account and notice stating that no creditor has objected to their release.

Please also note that an important legal notice about this report is attached (Appendix 6).

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1 Executive summary

- This final report covers the period from the date of our appointment to 23 October 2017. It also covers the period from 16 June 2017 to 23 October 2017, which is the period since our last progress report.
- All assets have been realised and costs settled (Section 2 - Progress to date).
- The total sum distributed to the secured creditor during the course of the liquidation and preceding administration is £1.91 million (Section 3 – Outcome for creditors).
- Preferential claims totalled £439,264 and have been paid in full (Section 3 - Outcome for creditors).
- A dividend of 0.51 pence in the £ was declared on 7 December 2016 and has been paid to unsecured creditors, resulting in a total distribution of £171,597 (Section 3 - Outcome for creditors).
- Please note: you should read this report in conjunction with any previous reports issued to the Company's creditors. Unless stated otherwise, all amounts in this report and appendices are stated net of VAT.



Paul Flint
Joint Liquidator

2 Progress to date

This final report covers the period from the date of our appointment to 23 October 2017. It also covers the period from 16 June 2017 to 23 October 2017, which is the period since our last progress report. However, please refer to previous reports where information has been disclosed.

This section provides you with detail of the final outcome of the liquidation. It follows the information provided in our previous reports.

2.1 Asset realisations

Realisations during the liquidation are set out in the attached receipts and payments account (Appendix 2). Realisations made during the final period are also shown in the receipts and payments account.

Summaries of the most significant realisations during the liquidation are provided below.

Administration surplus

The Company was previously in administration and was placed into creditors' voluntary liquidation in order to finalise various matters.

At the end of the administration, the sum of £1,757,824, comprising £280,421 of net fixed charge realisations and £1,477,403 of net floating charge realisations, was held by the Joint Administrators and transferred to the liquidation upon the appointment of the Joint Liquidators.

Debtors

Book debts totalling £10,143 were collected during the liquidation.

Ceramic tiles

A number of tiles and other antiquities were found to have been on loan to Manchester Museum since 1955 and were sold at public auction in 2014 for the total sum of £13,860.

ISA interest

Total bank interest of £13,821 has been received during the liquidation on funds held in the Insolvency Service Account. Tax of £2,764 has been paid on this interest.

Investigations

We can confirm we have complied with the relevant statutory requirements to provide information on the conduct of the Company's directors and any shadow directors to the Department for Business, Energy and Industrial Strategy. The contents of our submission are confidential.

2.2 Costs

Payments made during the liquidation are set out in the attached receipts and payments account (Appendix 2). Payments made during the final period are also shown in the receipts and payments account.

Summaries of the most significant payments made during the liquidation are provided below.

Legal fees

Legal fees totalled £68,794 during the liquidation and relate to various matters including:

- Eversheds LLP was instructed to advise and assist in relation to a debtor claim against B&Q (discussed in previous reports) and was paid the total sum of £22,954 from fixed charge realisations
- DLA Piper LLP was instructed to defend a legal action taken against the Company in respect of a rejected Turkish retention of title claim (discussed in previous reports) and was paid the total sum of £38,853.
- In addition DLA instructed Turkish solicitors to deal with the appeals process through the Turkish court, and the sum of £6,000 was paid to the solicitor in Turkey in the final period.

Administration costs

Following the appointment of the Joint Liquidators, costs of £160,534 relating to the preceding administration were paid during the liquidation, including (but not limited to):

- DLA Piper LLP were instructed to advise on the validity of the appointment of the Joint Administrators, on the validity of the security held by the secured creditor and for general insolvency legal advice. Their charges totalled £25,831.
- The Company traded during the preceding administration and the sum of £112,115 was paid to Salford City Council in respect of business rates.

Liquidators' fees

To date, fees totalling £317,327 have been paid to the Joint Liquidators, of which £98,663 was paid in the final period

Irrecoverable VAT

To date, irrecoverable VAT of £34,157 has been incurred, of which £1,080 was incurred in the final period.

2.3 Schedule of expenses

We have detailed the costs incurred during the final period in the schedule of expenses attached (Appendix 3).

3 Outcome for creditors

3.1 Secured creditor

The secured creditor, GMAC Commercial Finance Limited, was owed approximately £7.3 million at the date of the preceding administration. It held a debenture and guarantee over the assets of the Company.

During the liquidation, we have made total distributions of £591,564 to the secured creditor. Of these £178,102 relates to fixed charge realisations and £413,462 to floating charge realisations. This brings the total sum distributed to GMAC to £1.91 million over the course of the preceding administration and the current liquidation. GMAC has also made recoveries from the collection of accounts receivable but has not recovered its indebtedness in full.

3.2 Preferential creditors

Claims from employees in respect of (1) arrears of wages up to a maximum of £800 per employee, (2) unlimited accrued holiday pay and (3) certain pension benefits, rank preferentially.

Preferential claims in respect of outstanding wages and holiday pay amounted to £439,264 and have been repaid in full.

3.3 Unsecured creditors

A first and final dividend to unsecured creditors of 0.51p in the £ was declared on 7 December 2016 and paid during the previous period.

The total amount distributed to the unsecured creditors during the liquidation was £171,597.

4 Joint Liquidators' remuneration and disbursements

The basis of the Joint Liquidators' remuneration was approved in the administration, legislation allows for the resolution passed in the administration to continue to the liquidation. The resolution provided that our remuneration would be drawn on the basis of time properly given by us and the various grades of our staff according to the charge-out rates included in Appendix 4.

Time costs

During the final period we have incurred time costs of £18,905, this represents 57 hours at an average rate of £334 per hour. From the date of our appointment to 23 October 2017, we have incurred time costs of £572,072.

Remuneration

During the final period, we have drawn remuneration of £98,663. This brings total remuneration drawn during the liquidation to £317,327

Disbursements

During the final period, we have not incurred any disbursements.

During the liquidation we have not paid any disbursements

Additional information

We have attached (Appendix 4) an analysis of the time spent, the charge-out rates for each grade of staff and the expenses paid directly by KPMG for the final period from 16 June 2016 to 23 October 2017. We have also attached our charging and disbursements policy.

Appendix 1 Statutory information

Company information

Company name	Pilkington's Tiles Ltd
Date of incorporation	24/01/1897
Company registration number	33221
Previous registered office	PO Box 4, Rake Lane, Clifton Junction, Manchester, M27 8LP
Present registered office	c/o KPMG LLP, 1 St Peter's Square, Manchester, M2 3AE
Trading address	PO Box 4, Rake Lane, Clifton Junction, Manchester, M27 8LP
Nature of business	Ceramic Tile Manufacturer

Liquidation information

Appointed by	Creditors pursuant to Paragraph 83 of Schedule B1 of the Act
Date of appointment	16 June 2011
Joint Liquidators' details	Paul Flint and David Costley-Wood
Joint Liquidators' address	1 St Peter's Square, Manchester, M2 3AE
Change of office holder	David Costley-Wood replaced Brian Green as Joint Liquidator on 5 September 2016
Functions	The functions of the Joint Liquidators are being exercised by them individually or together in accordance with Section 231(2) of the Insolvency Act 1986
EC Regulations	EC Regulations apply and these proceedings are the Main Proceedings as defined in Article 3 of the EC regulations.

Appendix 2 Joint Liquidators' final receipts and payment account

Pilkington's Tiles Ltd - in Liquidation			
Abstract of receipts & payments			
Statement of affairs (£)		From 16/06/2017 To 23/10/2017 (£)	From 16/06/2011 To 23/10/2017 (£)
FIXED CHARGE ASSETS			
300,000.00	Fixed assets	NIL	NIL
120,000.00	Land and buildings	NIL	NIL
3,602,294.00	Book debts	NIL	NIL
	Administration surplus - fixed	NIL	280,421.41
		NIL	280,421.41
FIXED CHARGE COSTS			
	Liquidators' fees	(10,000.00)	(78,664.00)
	Legal fees	NIL	(22,954.00)
	Legal expenses	NIL	(1.24)
	Debt collection costs	NIL	(700.00)
		(10,000.00)	(102,319.24)
FIXED CHARGE CREDITORS			
	Fixed charge creditor	NIL	(178,102.17)
		NIL	(178,102.17)
ASSET REALISATIONS			
2,830,421.00	Stock	NIL	NIL
	Book debts	NIL	10,142.79
	Ceramic tiles	NIL	13,860.00
22,383.00	Petty cash	NIL	NIL
	Corporation tax refund	NIL	771.02
		NIL	24,773.81
OTHER REALISATIONS			
	Sundry refunds	NIL	40.00
	ISA interest gross	NIL	13,820.58
	Tax paid on ISA interest	NIL	(2,764.13)
	Administration surplus - floating	NIL	1,477,403.23
		NIL	1,488,499.68
COST OF REALISATIONS			
	Cheque/Payable order fees	(10.60)	(771.25)
	Liquidators' fees	(88,663.11)	(238,663.11)
	Irrecoverable VAT	(1,080.00)	(34,157.42)

Pilkington's Tiles Ltd - in Liquidation

Abstract of receipts & payments

Statement of affairs (£)		From 16/06/2017 To 23/10/2017 (£)	From 16/06/2011 To 23/10/2017 (£)
	Agents'/Valuers' fees	NIL	(5,719 68)
	Legal fees	(6,000.00)	(45,840 06)
	Storage costs	NIL	(2,502 76)
	Statutory advertising	NIL	(67 00)
	Administration costs	NIL	(160,533 57)
	Other property expenses	NIL	(50 00)
	Bank charges	(53.30)	(645.30)
		(95,807 01)	(488,950.15)
	PREFERENTIAL CREDITORS		
	Subrogated EP(C)A claim	NIL	(379,142.21)
(429,815 00)	Employees' wage arrears & holiday pay	NIL	(60,121.75)
		NIL	(439,263.96)
	FLOATING CHARGE CREDITORS		
(4,562,869.00)	Floating charge	NIL	(413,462 10)
		NIL	(413,462 10)
	UNSECURED CREDITORS		
(5,370,650 11)	Trade & expense	NIL	(153,413 57)
(2,605,964 81)	EP(C)A bal & redundancy	NIL	(18,183 71)
(15,000,000 00)	Pension Fund	NIL	NIL
		NIL	(171,597 28)
	DISTRIBUTIONS		
(3,334,500 00)	Preference shareholders	NIL	NIL
		NIL	NIL
(24,428,700.92)		(105,807.01)	NIL
	REPRESENTED BY		
	VAT receivable		49,580.64
	ISA		NIL
	VAT payable		(1,304.00)
	Floating ch VAT control		(58,276 64)
	Fixed charge VAT control		10,000 00
			NIL

Appendix 3 Schedule of expenses

Schedule of expenses (16/06/2017 to 23/10/2017)			
Expenses (£)	Incurring and paid in the period (£)	Incurring in the period not yet paid (£)	Total (£)
Liquidators' fees	0.00	18,905.00	18,905.00
Cheque/Payable order fees	10.60	0.00	10.60
Irrecoverable VAT	1,080.00	0.00	1,197.29
Legal fees	6,000.00	0.00	6,000.00
Bank charges	53.30	0.00	53.30
TOTAL	7,143.90	18,905.00	26,048.90

Requests for further information and right to challenge our remuneration and expenses

Creditors' requests for further information

If you would like to request more information about our remuneration and expenses disclosed in this report, you must do so in writing within 21 days of receiving this report.

Requests from unsecured creditors must be made with the concurrence of at least 5% in value of unsecured creditors (including, the unsecured creditor making the request) or with the permission of the Court.

Creditors' right to challenge our remuneration and expenses

If you wish to challenge the basis of our remuneration, the remuneration charged, or the expenses incurred during the period covered by this report, you must do so by making an application to Court within eight weeks of receiving this report.

Applications by unsecured creditors must be made with concurrence of at least 10% in value of unsecured creditors (including the unsecured creditor making the challenge) or with the permission of the Court.

The full text of the relevant Rules can be provided on request by writing to Carolyn Foden at KPMG LLP, KPMG LLP, 1 St Peter's Square, Manchester, M2 3AE.

Appendix 4 Joint Liquidators' charging and disbursements policy

Joint Liquidators' charging policy

The time charged to the liquidation is by reference to the time properly given by us and our staff in attending to matters arising in the liquidation. This includes work undertaken in respect of tax, VAT, employee, pensions and health and safety advice from KPMG in-house specialists

Our policy is to delegate tasks in the liquidation to appropriate members of staff considering their level of experience and requisite specialist knowledge, supervised accordingly, so as to maximise the cost effectiveness of the work performed. Matters of particular complexity or significance requiring more exceptional responsibility are dealt with by senior staff or us.

A copy of "A Creditors' Guide to Joint Liquidators' Fees" from Statement of Insolvency Practice 9 ('SIP 9') produced by the Association of Business Recovery Professionals is available at:

<https://www.r3.org.uk/what-we-do/publications/professional/fees/liquidators-fees>

If you are unable to access this guide and would like a copy, please contact Carolyn Foden on 0151 4735132.

Hourly rates

Set out below are the relevant charge-out rates per hour worked for the grades of our staff actually or likely to be involved on this liquidation. Time is charged by reference to actual work carried out on the liquidation.

All staff who have worked on the liquidation, including cashiers and secretarial staff, have charged time directly to the liquidation and are included in the analysis of time spent. The cost of staff employed in central administration functions is not charged directly to the liquidation but is reflected in the general level of charge-out rates.

Charge-out rates (£) for: Restructuring	
Grade	From 01 Nov 2016 £/hr
Partner	625
Director	560
Senior Manager	510
Manager	425
Senior Administrator	295
Administrator	215
Support	131

Policy for the recovery of disbursements

Where funds permit the officeholders will seek to recover both Category 1 and Category 2 disbursements from the estate. For the avoidance of doubt, such expenses are defined within SIP 9 as follows:

Category 1 disbursements: These are costs where there is specific expenditure directly referable to both the appointment in question and a payment to an independent third party. These may include, for example, advertising, room hire, storage, postage, telephone charges, travel expenses, and equivalent costs reimbursed to the officeholder or his or her staff.

Category 2 disbursements: These are costs that are directly referable to the appointment in question but not to a payment to an independent third party. They may include shared or allocated costs that can be allocated to the appointment on a proper and reasonable basis, for example, business mileage.

Category 2 disbursements charged by KPMG Restructuring include mileage. This is calculated as follows:

Mileage claims fall into three categories:

- Use of privately-owned vehicle or car cash alternative – 45p per mile.
- Use of company car – 60p per mile.
- Use of partner's car – 60p per mile.

For all of the above car types, when carrying KPMG passengers an additional 5p per mile per passenger will also be charged where appropriate.

We have not incurred any disbursements during this final period

We have the authority to pay Category 1 disbursements without the need for any prior approval from the creditors of the Company.

The Category 2 disbursements have not been approved.

Narrative of work carried out for the period 16 June 2017 to 23 October 2017

The key areas of work have been:

Statutory and compliance	<ul style="list-style-type: none"> ■ dealing with all closure related formalities; ■ ensuring compliance with all statutory obligations within the relevant timescales
Strategy documents, Checklist and reviews	<ul style="list-style-type: none"> ■ dealing with queries arising during the appointment; ■ reviewing matters affecting the outcome of the liquidation; ■ liaising with legal advisors regarding the various instructions; ■ complying with internal filing and information recording practices, including documenting strategy decisions.
Reports to debenture holders	<ul style="list-style-type: none"> ■ providing written and oral updates to representatives of secured creditors regarding the progress of the liquidation and case strategy.
Cashiering	<ul style="list-style-type: none"> ■ reconciling post-appointment bank accounts to internal systems; ■ ensuring compliance with appropriate risk management procedures in respect of receipts and payments.
Tax	<ul style="list-style-type: none"> ■ dealing with post appointment tax compliance.
General	<ul style="list-style-type: none"> ■ reviewing time costs data and producing analysis of time incurred which is compliant with Statement of Insolvency Practice 9; ■ drawing remuneration in accordance with the basis which has been approved by the secured creditor,
Creditors and claims	<ul style="list-style-type: none"> ■ responding to enquiries from creditors regarding the liquidation , ■ drafting our report.

Statutory and compliance	<ul style="list-style-type: none"> ■ dealing with all closure related formalities; ■ ensuring compliance with all statutory obligations within the relevant timescales
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Time costs

SIP 9 –Time costs analysis (16/06/2017 to 23/10/2017)

	Hours	Time Cost (£)	Average Hourly Rate (£)
Administration & planning			
Bankrupt/Director/Member			
Statutory reports	0.40	118.00	295.00
Cashiering			
General (Cashiering)	4.30	948.50	220.58
Reconciliations (& IPS accounting reviews)	0.40	118.00	295.00
General			
Books and records	0.20	59.00	295.00
Fees and WIP	6.50	2,572.50	395.77
Statutory and compliance			
Checklist & reviews	11.40	3,032.50	266.01
Closure and related formalities	6.40	3,073.00	480.16
Statutory receipts and payments accounts	0.50	147.50	295.00
Strategy documents	2.00	850.00	425.00
Tax			
Post appointment VAT	2.70	796.50	295.00
Creditors			
Creditors and claims			
General correspondence	2.60	899.50	345.96
Payment of dividends	0.50	107.50	215.00
Statutory reports	18.70	6,182.50	330.61
Total in period	56.60	18,905.00	334.01

Brought forward time (appointment date to SIP 9 period start date)	1,842.10	554,051.75
SIP 9 period time (SIP 9 period start date to SIP 9 period end date)	56.60	18,905.00
Carry forward time (appointment date to SIP 9 period end date)	1,898.70	572,956.75

All staff who have worked on this assignment, including cashiers and secretarial staff, have charged time directly to the assignment and are included in the analysis of time spent. The cost of staff employed in central administration functions is not charged directly to the assignment but is reflected in the general level of charge out rates.

All time shown in the above analysis is charged in units of six minutes.

Appendix 5 Glossary

Company	Pilkington's Tiles Ltd - in Liquidation
Joint Liquidators/we/our/us	Paul Flint and David Costley-Wood
KPMG	KPMG LLP
Secured creditor	GMAC Commercial Finance Limited

Any references in this report to Sections, Paragraphs and Rules are to Sections, Paragraphs and Rules in the Insolvency Act 1986 and the Insolvency (England and Wales) Rules 2016 respectively.

Appendix 6 Notice: About this report

This progress report has been prepared by Paul Flint and David Costley-Wood, the Joint Liquidators of Pilkington's Tiles Ltd (the 'Company'), solely to comply with their statutory duty under the Insolvency Act 1986 to provide members and creditors with an update on the progress of the liquidation of the estate, and for no other purpose.

This report is not suitable to be relied upon by any other person, or for any other purpose or in any other context including any decision in relation to the debt of or any financial interest in the Company. Any person that chooses to rely on this report for any purpose or in any context other than under the Insolvency Act 1986 (as amended) does so at their own risk.

Paul Andrew Flint and David James Costley-Wood are authorised to act as insolvency practitioners by the Institute of Chartered Accountants in England & Wales.

We are bound by the Insolvency Code of Ethics.

The appointments of the Joint Liquidators are personal to them and, to the fullest extent permitted by law, KPMG LLP does not assume any responsibility and will not accept any liability to any person in respect of this Report or the conduct of the liquidation

www.kpmg.com

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The information contained herein is of a general nature and is not intended to address the circumstances of any particular individual or entity. Although we endeavour to provide accurate and timely information, there can be no guarantee that such information is accurate as of the date it is received or that it will continue to be accurate in the future. No one should act on such information without appropriate professional advice after a thorough examination of the particular situation.

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