

LIQ03

Notice of progress report in voluntary winding up



Companies House

For further information, please
refer to our guidance at
www.gov.uk/companieshouse

1 Company details

Company number 00876673

Company name in full CENTRAL LONDON FINANCING FACILITIES LIMITED

→ Filling in this form

Please complete in typescript or in
bold black capitals.

2 Liquidator's name

Full forename(s) Paul

Surname Cooper

3 Liquidator's address

Building name/number 26 - 28

Street Bedford Row

Post town

County/Region London

Postcode WC1R4HE

Country UK

4 Liquidator's name ①

Full forename(s) Paul

Surname Appleton

① Other liquidator

Use this section to tell us about
another liquidator.

5 Liquidator's address ②

Building name/number 26 - 28

Street Bedford Row

Post town

County/Region London

Postcode WC1R4H

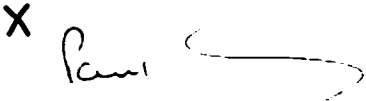
Country UK

② Other liquidator

Use this section to tell us about
another liquidator.

LIQ03

Notice of progress report in voluntary winding up

6	Period of progress report															
From date	d	1	d	2	m	1	m	2	y	2	y	0	y	1	y	9
To date	d	1	d	1	m	1	m	2	y	2	y	0	y	2	y	0
7	Progress report															
<input checked="" type="checkbox"/> The progress report is attached																
8	Sign and date															
Liquidator's signature	<div>Signature</div> <div>  </div>															
Signature date	d	0	d	9	m	0	m	2	y	2	y	0	y	2	y	1

**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 Paul Cooper

Company name David Rubin & Partners

Address 26 - 28 Bedford Row

Post town

County/Region London

Postcode WC1R 4HE

Country UK

DX

Telephone 020 7400 7900

**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

IN THE MATTER OF
CENTRAL LONDON FINANCING FACILITIES LIMITED - IN LIQUIDATION
AND
THE INSOLVENCY ACT 1986

THE JOINT LIQUIDATORS' FIRST ANNUAL PROGRESS REPORT
PURSUANT TO SECTION 92A OF THE INSOLVENCY ACT 1986
AND
RULE 18.2 OF THE INSOLVENCY (ENGLAND AND WALES) RULES 2016
FOR THE YEAR ENDED 11 DECEMBER 2020

CENTRAL LONDON FINANCING FACILITIES LIMITED - IN LIQUIDATION
Annual Progress Report pursuant to Section 92A of the Insolvency Act 1986

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CENTRAL LONDON FINANCING FACILITIES LIMITED - IN LIQUIDATION
Annual Progress Report pursuant to Section 92A of the Insolvency Act 1986

(a) Introduction

The Company was placed into Liquidation by a Special Resolution of the Members on 12 December 2019. This report provides an update on the progress in the Liquidation pursuant to Section 92A of the Insolvency Act 1986 for the year ended 11 December 2020.

Rule 18.3: Progress Report

(b) Statutory information

Company name: Central London Financing Facilities Limited
Registered office: 26 - 28 Bedford Row, London, WC1R 4HE
Company number: 00876673
Trading address: 13 Mason's Yard, St James, London, SW1Y 6BU

(c) Joint Liquidators' Names and Addresses:

I, Paul Cooper, Office Holder Number: 15452 and Paul Appleton, Office Holder Number: 8883, both of David Rubin & Partners, and we may be contacted in writing at 26 - 28 Bedford Row, London, WC1R 4HE.

(d) Any changes in the Office Holders

We were appointed Joint Liquidators of the Company on 11 December 2019. There has not been any change in the Office Holders since the original appointment date.

(e) Details of progress during the period and summary account of Receipts and Payments under review:

As at the date of Liquidation, the Company's assets consisted of cash at bank, a small book debt and Shareholders' Loan Accounts.

The cash at bank was recovered within the first month of the Company entering Liquidation. The debtor monies were received shortly thereafter, and the Shareholders' Loans were subsequently realised via Distributions in Specie.

The majority of the funds in hand have now been distributed to the Company's Shareholders with a small amount being held back pending tax clearance from HM Revenue & Customs ("HMRC").

We have also been in frequent contact with Lubbock Fine, the Company's Accountant regarding the completion of the Company's final pre-Liquidation Corporation Tax Returns. These have now been completed and submitted to HMRC.

A Receipts and Payments Account is attached at Appendix A, which is further explained below.

CENTRAL LONDON FINANCING FACILITIES LIMITED - IN LIQUIDATION
Annual Progress Report pursuant to Section 104A of the Insolvency Act 1986

1. Receipts

1.1 Cash at Bank

The sum of £334,277.94 was recovered on 8 January 2020 from the Company's bank account held with Barclays Bank Plc.

1.2 Debtors

The sum of £1,741 was recovered via cheque from Staunch Finance Limited, a Company with common Directors and Shareholders.

1.3 **Shareholders' Loan Accounts**

Shareholders' Loan Accounts totalling £2,520,000 were recovered and distributed in specie to the respective Shareholders.

1.4 Bank Interest Gross

The funds in hand are held in an interest bearing account with a High Street bank in the Office Holders' names as Joint Liquidators of the Company.

Interest earned on the funds in hand in the period under review amounts to £115.99.

2. Payments

2.1 Liquidation Fee

The Liquidation Fee of £9,000 plus VAT relates to an agreed fee for assistance given to the Directors to place the Company into Members' Voluntary Liquidation, which includes the preparation of the Declaration of Solvency, submission of statutory forms to Companies House and circulation to the Members of the Written Resolutions to wind-up the Company and appoint a Liquidator. This fee was proposed at a meeting of the Directors of the Company and passed by a Written Resolution of the Members.

2.2 Statutory Advertising

This represents the costs for the publishing of statutory advertising in the London Gazette in respect of the notice of winding up, the notice of the appointment of the Joint Liquidators and the notice to Creditors to submit their claims in the Liquidation. The sum of £262.44 plus VAT was incurred in this regard.

2.3 Specific Bond

The specific bond is the cost of insurance, based on the level of realisations by the Joint Liquidators, as required by the Insolvency Practitioners Regulations 2005. A total of £600 plus VAT has been incurred and paid in this regard.

2.4 Professional Fees

A total of £5,350 plus VAT was paid to Lubbock Fine in respect of their work carried out to prepare the final pre-Liquidation accounts and Corporation Tax returns.

CENTRAL LONDON FINANCING FACILITIES LIMITED - IN LIQUIDATION
Annual Progress Report pursuant to Section 104A of the Insolvency Act 1986

2.5 Shareholder Loan Equalizing Payment

Prior to the Liquidation, the Shareholders had granted loans to the Company in line with their shareholding. However, it transpired that account of the Estate of Elissa Bennett was under recorded by £400. In order to rectify this and enable an equal return to all Shareholders, the sum of £400 was paid from the Liquidation estate account thereby increasing the amount owed to the Shareholder.

2.6 Irrecoverable VAT

As the Company is not VAT registered, VAT on all payments made is irrecoverable. A total of £3,024.49 has accrued in this regard.

2.7 HMRC Corporation Tax

The sum of £384.18 was paid to HMRC in relation to the Company's final pre-Liquidation Corporation Tax Return for the period ending 11 December 2019.

(f) Joint Liquidators' Remuneration and Expenses

1. Basis of Remuneration

The Company, by Written Resolutions, approved that the basis of our remuneration as Joint Liquidators be fixed by reference to the time properly spent by our staff and ourselves in attending to matters arising in the winding-up.

In accordance with the provisions of Statement of Insolvency Practice 9 ("SIP 9"), a schedule of our firm's charge-out rates was issued to Members at the time the basis of the Joint Liquidators' remuneration was approved. Our current hourly chargeout rates exclusive of VAT, which are charged in units of 6 minutes, are as follows:-

	£
Senior / Managing Partners	550
Partners/Office holders	495
Managers / Senior Managers	350 - 395
Senior Administrators	220 - 295
Administrators	160 - 200
Cashiers and Assistants	150 - 295
Supports	120 - 150

Chargeout rates are normally reviewed annually in November, when rates are adjusted to reflect such matters as inflation, increases in direct wage costs, and changes to indirect costs such as Professional Indemnity Insurance.

2. Staff Allocation and the Use of Subcontractors

Our general approach to resourcing our assignments is to allocate staff with the skills and experience to meet the specific requirements of the case. The constitution of the case team will usually consist of a Partner, Manager, Senior Administrator and two Administrators. The exact constitution of the case team will depend on the anticipated

CENTRAL LONDON FINANCING FACILITIES LIMITED - IN LIQUIDATION
Annual Progress Report pursuant to Section 104A of the Insolvency Act 1986

size and complexity of the assignment and additional staff may be allocated to meet the demands of the case.

We have not utilised the services of any subcontractors in this case.

3. Joint Liquidators' Remuneration

Our time costs for the year under review are £16,096. This represents 68 hours and 6 minutes at an average rate of £236.36 per hour. We attach, as Appendix B, a Time Analysis, which provides details of the activity during the year, analysed by staff grade.

To view an explanatory note concerning Liquidators' remuneration issued by the Joint Insolvency Committee, please visit the Publications folder on our website at www.drpartners.com/cases, using the following log-on details:

USERNAME: C679@drco.co.uk

PASSWORD: 976Cdm*!

Alternatively, please contact this office to arrange for a copy to be sent to you.

Included in the work undertaken by us and our staff is the following:-

- i) Applying for the Joint Liquidators' bond, as required by the Insolvency Practitioners Regulations 2005;
- ii) Notifying Members and the Registrar of Companies of the Liquidation and arranging the publication of the necessary statutory advertisements;
- iii) Liaising with the Company's accountant, Lubbock Fine, in relation to the completion of pre-Liquidation Corporation Tax return for the periods ending 31 March 2019 and 11 December 2019;
- iv) Submitting the pre-Liquidation Corporation Tax return for the period ending 11 December 2019 to HMRC;
- v) Liaising with HMRC in relation to tax clearance;
- vi) Declaring a first interim cash distribution to the Company's Shareholders;
- vii) Declaring a Distribution in Specie to the Company's Shareholders;
- viii) Dealing with requests from Members for updates in respect of the Liquidation proceedings;
- ix) Carrying out quarterly bond reviews to ensure the bond remains set at the level required;
- x) Carrying out regular case reviews to monitor the progress of the Liquidation; and
- xi) Cashiering time in relation to the allocation of funds, payments and bank reconciliations for the Company.

CENTRAL LONDON FINANCING FACILITIES LIMITED - IN LIQUIDATION
Annual Progress Report pursuant to Section 104A of the Insolvency Act 1986

4. Joint Liquidators' Expenses

Expenses incurred in the Liquidation are explained at (e) above in our comments on the Receipts and Payments Account.

(g) Distributions to Members

A first interim cash dividend of £300,000, being a distribution of £3,000 per £1 Ordinary share was declared on 2 April 2020.

In addition, a distribution in specie of £2,520,000, being a distribution of £25,200 per £1 Ordinary share, was also declared on 2 April 2020.

(h) Details of what remains to be done

The following work currently remains outstanding:

- Submission of the post liquidation Corporation Tax Return to HMRC;
- Settling the corresponding tax liability;
- Applying for post liquidation tax clearance;
- Distributing the remaining funds in hand to the Members upon receipt of tax clearance; and
- Drafting and issuing the Final Account to Members to finalise the administration.

(i) Members' Rights

- i. Within 21 days of the receipt of this report, members with either at least 5% of the total voting rights of all the members having the right to vote at general meetings of the Company or with the permission of the court, may request in writing that the Joint Liquidators provide further information about their remuneration or expenses, which have been itemised in this progress report.
- ii. Any members with at least 10% of the total voting rights of all the members having the right to vote at general meetings of the Company may, within 8 weeks of receipt of this progress report, make an application to Court on the grounds that, in all the circumstances, the basis fixed for the Joint Liquidators' remuneration is inappropriate and/or the remuneration charged or the expenses incurred by the Joint Liquidators, as set out in this progress report, are excessive.

(j) Next Report

We are required to provide a further report on the progress of the Liquidation within two months of the end of the next anniversary of the Liquidation, unless we have concluded matters prior to that, in which case we will write to all Members with our proposed Final Account.

We trust you will find this report adequate for your purposes but should you require any further information, please do not hesitate to contact in the first instance our Senior Manager, David Marks, or his assistant, Nadine Jackson at this office.

CENTRAL LONDON FINANCING FACILITIES LIMITED - IN LIQUIDATION
Annual Progress Report pursuant to Section 104A of the Insolvency Act 1986

A handwritten signature in black ink, appearing to read 'Paul', followed by a long, sweeping horizontal stroke that ends in a small hook.

PAUL COOPER – JOINT LIQUIDATOR

DATE: 8 FEBRUARY 2021

CENTRAL LONDON FINANCING FACILITIES LIMITED - IN LIQUIDATION
JOINT LIQUIDATORS' RECEIPTS AND PAYMENTS ACCOUNT
FOR THE PERIOD FROM 12 DECEMBER 2019 TO 11 DECEMBER 2020

	<u>Statement of</u> <u>Assets and</u> <u>Liabilities as at</u> <u>6-Dec-2019</u>	<u>P/E</u> <u>11-Dec-2020</u>	
<u>Receipts</u>			
Cash at Bank	332,000	334,277.94	
Debtors	1,000	1,741.00	
Shareholders' Loan Accounts	2,520,000	2,520,000.00	
Bank Interest Gross	-	115.99	
	<u>-</u>	<u>115.99</u>	2,856,134.93
<u>Payments</u>			
Liquidation Fee		9,000.00	
Professional Fees (Lubbock Fine)		5,250.00	
Specific Bond		600.00	
Statutory Advertising		262.44	
Statutory Costs		10.00	
Malcom Gedalla Loan Error Reimbursement		400.00	
Irrecoverable VAT		3,024.49	
		<u>3,024.49</u>	(18,546.93)
<u>Distributions</u>			
Creditors: 100p in the £1			
HMRC Corporation Tax			(384.18)
Ordinary Shareholders ~ 100 Ordinary Shares of £1			
Cash distributions:			
First interim cash distribution			(300,000.00)
declared on 2 April 2020	£3,000 per £1 Ordinary share		
Distribution in specie:			
Distribution in specie - Shareholders' Loans			(2,520,000.00)
declared on 2 April 2020	£25,200 per £1 Ordinary share		
Balance		<u>17,203.82</u>	

CENTRAL LONDON FINANCING FACILITIES LIMITED - IN MEMBERS VOLUNTARY LIQUIDATION

JOINT LIQUIDATORS' TIME COSTS FOR THE PERIOD 12 DECEMBER 2019 TO 11 DECEMBER 2020 SIP 9 TIME SUMMARY							
Classification of work function	Hours					Total Cost £	Average hourly rate £
	Partners	Manager / Senior Manager	Admin / Senior Admin	Cashiers	Total hours		
Statutory compliance, admin and planning							
Statutory filings, circulars, notices, etc.	02:00	00:00	13:18	00:00	15:18	3,650.00	238.56
Case planning, strategy & control	00:00	00:00	04:54	00:00	04:54	980.00	200.00
Taxation: PAYE, C/Tax & VAT	00:00	00:00	10:00	00:00	10:00	2,066.50	206.65
Accounting & Cashiering	00:00	00:00	00:00	08:54	08:54	1,713.00	192.47
Case reviews & Diary maintenance	00:00	00:00	02:00	00:00	02:00	400.00	200.00
Shareholders' enquiries & distributions	00:00	04:48	16:54	00:00	21:42	5,466.00	251.89
Realisation of assets							
Book debts collection	00:00	00:30	00:00	00:00	00:30	197.50	395.00
Tangible assets	00:00	01:00	01:24	00:00	02:24	675.00	281.25
Creditors							
Unsec'd Creditors: correspondence & claims	00:00	02:24	00:00	00:00	02:24	948.00	395.00
Total hours and costs	02:00	08:42	48:30	08:54	68:06	16,096.00	236.36