

**Liquidator's Progress Report****Pursuant to Sections 92A, 104A and 192 of the  
Insolvency Act 1986****S.192**

To the Registrar of Companies

Company Number

1008301

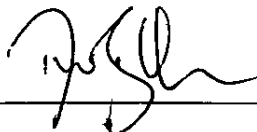
Name of Company

(a) Insert full name of  
company

(a) MRGB Realisations Ltd

(b) Insert full name(s)  
  
and address(es)We (b) David Robert Baxendale and Zelf Hussain of  
PricewaterhouseCoopers LLP, 7 More London Riverside, London,  
SE1 2RTthe liquidators of the company, attach a copy of our Progress Report  
under section 192 of the Insolvency Act 1986The Progress Report covers the period from 29 May 2014 to 28 May  
2015

Signed



Date

8<sup>th</sup> Jun 2015Presenter's name,  
address and  
reference  
(if any)Conal McPhillips  
PricewaterhouseCoopers LLP  
7 More London Riverside  
London, SE1 2RT  
Telephone 020-7212-6755

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**Third progress report to members & creditors**

**6 July 2015**

<b>Company</b>	<b>MRGB Realisations Ltd – In Liquidation</b>
<b>Registered Number</b>	<b>1008301</b>
<b>Registered address</b>	<b>7 More London Riverside, London, SE1 2RT</b>
<b>Type of Insolvency</b>	<b>Creditors' Voluntary Liquidation</b>
<b>Date of Appointment</b>	<b>29 May 2012</b>
<b>Appointees</b>	<b>David Robert Baxendale Zelf Hussain</b>
<b>Address</b>	<b>7 More London Riverside, London, SE1 2RT</b>
<b>Final dividend</b>	<b>Unsecured creditors: 19p/£</b>

## **MRGB Realisations Ltd – In Liquidation (“the Company”)**

### **The Joint Liquidators’ third report to members & creditors for the period 29 May 2014 to 28 May 2015**

In accordance with Rule 4 49C of the Insolvency Rules 1986 (“IR86”), this is the Liquidators’ third progress report to members and all known creditors. Attached at appendix A is a summary of the financial information relating to the liquidation.

#### **Appointment of Administrators**

On 5 December 2011 David Robert Baxendale and Zelf Hussain of PricewaterhouseCoopers LLP were appointed Joint Administrators of the Company. The administration was concluded on 29 May 2012, being the date the Company moved into creditors’ voluntary liquidation.

#### **Asset Realisations**

The company had no charged assets.

The realisation of all of the Company’s assets has been completed.

#### **Resolution of Final Matters**

##### *Final VAT return*

HM Revenue & Customs unexpectedly de-registered the Company for VAT without notification to the Joint Liquidators. VAT returns which had been submitted for several of the periods prior to de-registration were negated by this. Our tax specialists therefore prepared an extended period VAT return and liaised extensively with HM Revenue & Customs in order to secure the final VAT refund of £64,052. We are pleased to advise that this was received in December 2014.

##### *Settlement of trading invoices*

Although the Administration trading period ended in early 2012, a number of outstanding invoices relating to trading were received from suppliers requesting payment during this period. After careful review to ensure they were due and payable in spite of the time elapsed, these were settled in full.

#### **Outcome for Creditors**

##### *Preferential / secured creditors*

There are no preferential or secured creditors.

##### *Unsecured creditors*

Creditors will recall that the Joint Liquidators declared and paid a first interim distribution in August 2013 of 17p/£ to all unsecured creditors.

Following the resolution of all outstanding matters and payment of the final costs and expenses of the liquidation, the Joint Liquidators are pleased to declare a second and final distribution of 2p/£. A formal notice declaring the dividend together with a dividend cheque, is enclosed with this report.

Creditors are reminded that the dividend cheques must be cashed within three months of the date of the notice. If not cashed by this time the cheques will be cancelled and the funds paid to the Insolvency Service unclaimed dividends account. You will then need to contact the Insolvency Service to claim your dividend.

## **Joint Liquidators' disbursements**

### *Category 1 disbursements*

The Joint Liquidators' have incurred category 1 disbursements of £12 63 during the period 29 May 2014 to 28 May 2015. £6 97 has been drawn in this respect and no further disbursements will be paid. Disbursements are shown on the attached receipts and payments account.

### *Category 2 disbursements*

The Joint Liquidators' current disbursements policy, as approved by the creditors, is as follows:

- 1 Photocopying for circulars or other bulk copying is charged at 5p per sheet,
- 2 Mileage – this is reimbursed at a maximum of 67p per mile (up to 2,000cc) and 80p per mile (over 2,000cc).

All other disbursements are reimbursed at cost.

The Joint Liquidators have incurred £134 20 in respect of photocopying, and have not incurred any mileage expenses during the period 29 May 2014 to 28 May 2015, of which £134 03 has been drawn. The Liquidators' disbursements have been approved by the Pension Protection Fund, as the majority unsecured creditor by value. No further disbursements will be paid.

The combined category 1 and category 2 disbursements of £141 drawn in the period of this report is shown on the attached receipts and payments account at Appendix A.

## **Statement of expenses**

The following expenses (net of VAT) have been incurred during the period of the report, and payment is being made after 28 May 2015.

<b>Expense</b>	<b>£</b>
Restore Plc (document storage & destruction)	672
<b>Total</b>	<b>672</b>

## **Additional information**

Any creditor has the right to request further information from the Joint Liquidators with regard to any part of this report (Rule 4.49E IR1986). In addition, should any creditor consider the Joint Liquidators' remuneration and disbursements to be excessive or inappropriate, they have the right to challenge the amounts in accordance with Rule 4.131 IR86.

## **Creditors' rights**

A statement of creditors' rights in relation to the Joint Liquidators' remuneration and expenses pursuant to IR86 is attached at appendix C.

## Investigations

As previously reported, the Joint Liquidators have reviewed the affairs of the company prior to liquidation and have also considered the points raised by creditors in discharging their duties under the Company Directors' Disqualification Act 1986

Creditors are reminded that the Joint Liquidators have a statutory obligation to consider the directors' conduct and to submit a return/report to the Insolvency Service. The Joint Liquidators can confirm that they have complied with this requirement

## Professional Advisers

During the period of this report, the Joint Liquidators have used the professional advisors as explained below.

Name of professional advisor	Nature of work	Basis of fee arrangement
ASB Law LLP	Solicitors	Hourly rate

The Joint Liquidators' choice was based upon their perception of the advisors experience and ability to perform this type of work, the complexity and nature of the assignment and the basis of the fee arrangement with them. The Joint Liquidators have reviewed the fees charged and are satisfied that they are reasonable in the circumstances of the case

## Liquidators' remuneration

You may recall that during the administration, in accordance with resolutions passed at the initial creditors meeting held on 10 February 2012, the former Joint Administrators' fees were fixed under Rule 2.106 IR86 by reference to time properly given by the Joint Administrators' and their staff in attending to matters arising. In accordance with Rule 4.127 IR86, the remuneration basis agreed in the Administration will continue in the liquidation

Total time costs incurred in the period 29 May 2014 to 28 May 2015 are £67,949 (excluding VAT), which represents 267 hours at an average hourly rate of £254.

Against this the sum of £34,000 (excluding VAT) has been drawn in final settlement of time costs covering the period 29 May 2014 until the closure of the case. No further fees will be drawn

There has been no change in the former Joint Administrators' or the Joint Liquidators' charge out rates since the rate agreed at the meeting on 10 February 2012

It has been the Joint Liquidators' policy to delegate the routine administration of the liquidation to junior staff in order to maximise the cost effectiveness of the work performed. These staff have been supervised by senior staff and the Joint Liquidators. Any matter of particular complexity or significance that has required responsibility of an exceptional kind has also been dealt with by senior staff and the Joint Liquidators

Full details of the time costs incurred and charge out rates charged to this case from 29 May 2014 to 28 May 2015 by work category are attached at appendix B, together with details of scale rates. Specialist departments within PricewaterhouseCoopers LLP such as tax, VAT, property and pensions sometimes charge a small number of hours should the Joint Liquidators require their expert advice, details of which can also be found at Appendix B

## Enquiries

The Joint Liquidators will circulate their final report at the conclusion of the liquidation. If any creditor has any enquiries in the meantime, please contact Conal McPhillips on 020-7212-6755 or [conal.mcphillips@uk.pwc.com](mailto:conal.mcphillips@uk.pwc.com)

Signed



D R Baxendale  
Joint Liquidator

*David Robert Baxendale and Zelf Hussain were appointed as Joint Liquidators of MRGB Realisations Limited on 29 May 2012. David Robert Baxendale and Zelf Hussain are licensed in the United Kingdom to act as insolvency practitioners by the Institute of Chartered Accountants in England and Wales.*

*The Joint Liquidators are Data Controllers of personal data as defined by the Data Protection Act 1998. PricewaterhouseCoopers LLP will act as Data Processor on their instructions. Personal data will be kept secure and processed only for matters relating to the liquidation.*

# MRCIB Realisations Ltd – In Liquidation

## Appendix A – Receipts and payments account for the period 29 May 2014 to 28 May 2015

Receipts	As at 28 May 2014	29 May 2014 - 28 May 2015	As at 28 May 2015	Notes
Recovery of funds to liquidator	3,664,834	-	3,664,834	
Recovery of property	3,450,000	-	3,450,000	
Recovery of cash	540,516	-	540,516	
Recovery of bank balances	155,104	-	155,104	
Recovery of interest received	16,937	-	16,937	
Recovery of related costs	9,151	-	9,151	
Recovery of related costs	15,379	-	15,379	
Recovery of related costs	47,985	-	47,985	
Recovery of related costs	14,519	-	14,519	
<b>Total receipts</b>	<b>7,914,425</b>	<b>64,592</b>	<b>7,979,017</b>	
Payments				
Recovery of funds to liquidator	173,229	-	173,229	
Recovery of property	3,021,131	89,447	3,110,578	
Recovery of cash	1,989	-	1,989	
Recovery of bank balances	793	141	934	
Recovery of interest received	104,709	-	104,709	
Recovery of related costs	190,012	831	190,843	
Recovery of related costs	98,056	-	98,056	
Recovery of related costs	41,057	-	41,057	
Recovery of related costs	130,764	-	130,764	
Recovery of related costs	47,985	-	47,985	
Recovery of related costs	66,293	51,849	118,142	
Recovery of related costs	26,193	-	26,193	
Recovery of related costs	1,011	-	1,011	
Recovery of related costs	2,628	-	2,628	
Recovery of related costs	528	15	543	
Recovery of related costs	197,121	-	197,121	
Recovery of related costs	1,613	-	1,613	
Recovery of related costs	2,827	-	2,827	
Recovery of related costs	13,956	-	13,956	
Recovery of related costs	2,372	-	2,372	
Recovery of related costs	10,186	18,080	28,266	
<b>Total payments</b>	<b>7,025,051</b>	<b>160,363</b>	<b>7,185,414</b>	
<b>Balance in hand</b>	<b>889,374</b>	<b>(91,771)</b>	<b>797,603</b>	

### Notes

1. The first distribution to unsecured creditors of MRCIB was paid in August 2013.

## **MRGB Realisations Ltd – In Liquidation (“the Company”)**

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**Third progress report to members & creditors**

**6 July 2015**

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<b>Registered Number</b>	<b>1008301</b>
<b>Registered address</b>	<b>7 More London Riverside, London, SE1 2RT</b>
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<b>Appointees</b>	<b>David Robert Baxendale Zelf Hussain</b>
<b>Address</b>	<b>7 More London Riverside, London, SE1 2RT</b>
<b>Final dividend</b>	<b>Unsecured creditors: 19p/£</b>

## **MRGB Realisations Ltd – In Liquidation**

### **Appendix B – Information in support of the Joint Liquidators' time costs from 29 May 2014 to 28 May 2015**

#### **Charging and disbursement policy**

##### **Scale rates for non-specialist staff**

The scale rates were fixed and agreed at the meeting of creditors on 10 February 2012, and no changes have been made in the course of either the administration or the liquidation. These are set out below

<b>Grade</b>	<b>£</b>
Partner	584
Director	513
Senior Manager	395
Manager	332
Senior Associate - qualified	278
Senior Associate - unqualified	206
Associate	177
Support staff	88

##### **Scale rates for specialist staff**

The rates for specialist departments were also fixed and agreed at the meeting on 10 February 2012, and no changes have been made in the course of either the administration or the liquidation. These are set out below

<b>Grade</b>	<b>£</b>
Partner	823
Director	748
Senior Manager	698
Manager	458
Senior Associate	311
Associate	181
Support staff	88

#### **Disbursements incurred in the period 29 May 2014 to 28 May 2015**

<b>Disbursement</b>	<b>£</b>
Category 1	12.63
Category 2	-
Mileage	-
Printing & Photocopying	134.20
<b>Total</b>	<b>146.83</b>

##### *Disbursements policy*

Photocopying	At 4 pence per sheet copied only charged for circulars to creditors and other bulk copying
Mileage	At a maximum of 67 pence per mile (up to 2,000cc) or 80 pence per mile (over 2,000cc)

**MRCB Realisations Ltd – In Liquidation**

**Appendix B (cont'd) – Analysis of the Joint Liquidators' time costs from 29 May 2014 to 28 May 2015**

	Partner / Director (Hrs)	Senior Manager / Manager (Hrs)	Senior Associate (Hrs)	Associate / Support (Hrs)	Total Hours (Hrs)	Time Cost (£)	Average Hourly rate (£)
Accounting and Treasury	150	556	530	1145	2381	6,117.75	256.94
Business Administration, Distribution and Credit Enquiries	100	540	2390	970	4000	9,267.40	231.66
IT Support	0.10	-	0.60	0.70	1.40	298.80	213.41
Statutory and other compliance	-	360	17.25	31.77	52.62	10,579.89	201.06
Strategy Planning and Administration	5.05	4090	6680	5.20	11885	34,013.95	286.19
TOTAL	0.10	4.00	3.9	22.65	30.65	7,672.05	250.31
<b>Total Hours (Hrs)</b>	<b>8.65</b>	<b>59.46</b>	<b>117.75</b>	<b>81.47</b>	<b>267.33</b>	<b>67,949.84</b>	<b>254.18</b>
<b>Total time cost (£)</b>	<b>4,638.45</b>	<b>24,460.20</b>	<b>24,393.00</b>	<b>14,458.19</b>			
<b>Average hourly rate (£)</b>	<b>536.24</b>	<b>411.37</b>	<b>207.16</b>	<b>177.47</b>			

## **MRGB Realisations Ltd – In Liquidation**

### **Appendix B (cont'd) – Narrative of tasks performed by the Joint Liquidators' and their staff from 29 May 2014 to 28 May 2015**

The key areas of work have been as follows

#### *Accounting and Treasury - £6,117*

- Processing receipts and payments to / from liquidation account, and updating accounting system,
- Reconciling the liquidation bank account,
- Reviewing supporting documentation and foreign exchange differences for supplier payments,
- Reviewing and agreeing recharges from the purchasers of the business and facilitating payment

#### *Claims Agreement, Distributions and Creditor Enquiries - £9,267*

- Dealing with general creditor enquiries concerning claims and distributions
- Liaising with trade suppliers in respect of unpaid invoices claimed in the trading period,
- Reviewing supporting documents provided by trade suppliers,
- Responding to debt collection agencies in respect of trade supplier claim and facilitating withdrawal of this claim,
- Preparing statutory notices in respect of the second and final distribution to unsecured creditors,
- Preparing outcome statements and pre-planning for second and final distribution,
- Liaising with Insolvency Service in respect of treatment of unclaimed dividends,
- Undertaking review of files in preparation for case closure.

#### *Property - £298*

- Collating information for assignment of rent deposit deed, reviewing costs estimate for the same,
- Following up with legal advisors to expedite assignment and final sign off of rent deposit deed

#### *Statutory and Other Compliance - £10,579*

- Preparation and circulation of statutory notices and letters including finalising and despatching second report to creditors,
- Drafting third progress report to creditors in anticipation of reporting obligations,
- Review and update of case files per regulatory requirements and in anticipation of case closure,
- Review of legislative provisions relating to issue of final unsecured dividend,
- Liaising with insurance brokers in respect of personal injury claims and confirming nil action required

#### *Strategy, Planning and Administration - £34,013*

- Preparation and periodic update of strategy documents for review by the Liquidators,
- Regular review of the status of the case,
- Ongoing review of the status of individual tasks
- Review of junior staff work,
- Liaising with Pension Protection Fund regarding Work in Progress and final fee agreement,
- Sundry tasks not covered under other headings

*Tax / VAT - £7,672*

- Sourcing documents in support of corporation tax returns,
- Preparing post appointment tax computations
- Liaising with HM Revenue & Customs regarding Company VAT de-registration and tax clearance
- Sourcing documents in support of post appointment VAT returns,
- Preparing and submitting post appointment VAT returns,
- Drafting final VAT426 VAT claim to case closure

## **MRGB Realisations Ltd – In Liquidation**

### **Appendix C – Statement of Creditors' Rights**

The IR36 provide for creditors to request further information and challenge the Administrators' remuneration and expenses

The relevant provisions are as follows -

#### **Rule 2.48A Creditors' request for further information**

(1) If—

- (a) within 21 days of receipt of a progress report under Rule 2.47—
  - (i) a secured creditor, or
  - (ii) an unsecured creditor with the concurrence of at least 5% in value of the unsecured creditors (including the creditor in question), or
- (b) with the permission of the court upon an application made within that period of 21 days, any unsecured creditor,

makes a request in writing to the administrator for further information about remuneration or expenses (other than pre-administration costs) set out in a statement required by Rule 2.47(1)(db) or (dc), the administrator must, within 14 days of receipt of the request, comply with paragraph (2)

(2) The administrator complies with this paragraph by either—

- (a) providing all of the information asked for, or
- (b) so far as the administrator considers that—
  - (i) the time or cost of preparation of the information would be excessive, or
  - (ii) disclosure of the information would be prejudicial to the conduct of the administration or might reasonably be expected to lead to violence against any person, or
  - (iii) the administrator is subject to an obligation of confidentiality in respect of the information, giving reasons for not providing all of the information.

(3) Any creditor, who need not be the same as the creditor who requested further information under paragraph (1), may apply to the court within 21 days of—

- (a) the giving by the administrator of reasons for not providing all of the information asked for, or
- (b) the expiry of the 14 days provided for in paragraph (1),

and the court may make such order as it thinks just

(4) Without prejudice to the generality of paragraph (3), the order of the court under that paragraph may extend the period of 8 weeks provided for in Rule 2.109(1B) by such further period as the court thinks just

## **MRGB Realisations Ltd – In Liquidation**

### **Appendix C (cont'd) – Statement of Creditors' Rights**

#### Rule 2 109 Creditors' claim that remuneration is or other expenses are excessive

(1) Any secured creditor, or any unsecured creditor with either the concurrence of at least 10% in value of the unsecured creditors (including that creditor) or the permission of the court, may apply to the court for one or more of the orders in paragraph (4)

(1A) Application may be made on the grounds that—

- (a) the remuneration charged by the administrator,
- (b) the basis fixed for the administrator's remuneration under Rule 2 106, or
- (c) expenses incurred by the administrator,

is or are, in all the circumstances, excessive or, in the case of an application under sub-paragraph (b), inappropriate.

(1B) The application must, subject to any order of the court under Rule 2 48A(4), be made no later than 8 weeks after receipt by the applicant of the progress report which first reports the charging of the remuneration or the incurring of the expenses in question ("the relevant report").

(2) The court may, if it thinks that no sufficient cause is shown for a reduction, dismiss it without a hearing but it shall not do so without giving the applicant at least 5 business days' notice, upon receipt of which the applicant may require the court to list the application for a without notice hearing. If the application is not dismissed, the court shall fix a venue for it to be heard, and give notice to the applicant accordingly.

(3) The applicant shall, at least 14 days before the hearing, send to the administrator a notice stating the venue and accompanied by a copy of the application, and of any evidence which the applicant intends to adduce in support of it.

(4) If the court considers the application to be well-founded, it must make one or more of the following orders—

- (a) an order reducing the amount of remuneration which the administrator was entitled to charge,
- (b) an order fixing the basis of remuneration at a reduced rate or amount,
- (c) an order changing the basis of remuneration,
- (d) an order that some or all of the remuneration or expenses in question be treated as not being expenses of the administration,
- (e) an order that the administrator or the administrator's personal representative pay to the company the amount of the excess of remuneration or expenses or such part of the excess as the court may specify.

and may make any other order that it thinks just but an order under sub-paragraph (b) or (c) may be made only in respect of periods after the period covered by the relevant report.

(5) Unless the court orders otherwise the costs of the application shall be paid by the applicant and are not payable as an expense of the administration.