

Liquidator's Progress Report

S.192

Pursuant to Sections 92A and 104A and 192
of the Insolvency Act 1986

To the Registrar of Companies

Company Number

01394691

Name of Company

Aaron White Ltd

I / We

Christopher Brown, Europa Link, Sheffield Business Park, Sheffield, S9 1XU

Emma Legdon, Europa Link, Sheffield Business Park, Sheffield, S9 1XU

the liquidator(s) of the company attach a copy of my/our Progress Report
under section 192 of the Insolvency Act 1986

The Progress Report covers the period from 17/11/2014 to 16/11/2015

Signed

Legdon

Date

16-12-15

Hart Shaw LLP
Europa Link
Sheffield Business Park
Sheffield
S9 1XU

Ref A70009/CJB/EL

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COMPANIES HOUSE

**Aaron White Ltd
(In Liquidation)
Joint Liquidators' Abstract of Receipts & Payments**

Statement of Affairs	From 17/11/2014 To 16/11/2015
COSTS OF REALISATION	
Corporation Tax	NIL
	NIL
ASSET REALISATIONS	
AVIVA LIFE	7,725 60
Cash at Bank	1,021,867 24
Bank Interest Gross	100 46
Directors Loan Account - J Crossland	9,853 00
Directors Loan Account - E Rudge	9,853 00
Directors Loan Account - P White	9,798 00
	1,059,197 30
COST OF REALISATIONS	
Specific Bond	581 25
Legal Fees (1)	274 00
Legal fees (2)	50 00
Corporation Tax	107,707 40
Re-Direction of Mail	280 00
Bank Charges	45 00
	(108,937 65)
UNSECURED CREDITORS	
Trade & Expense Creditors	37 89
Customs & Excise	2,346 71
	(2,384 60)
DISTRIBUTIONS	
Ordinary Shareholders	855,600 00
	(855,600 00)
	92,275.05
REPRESENTED BY	
VAT Receivable	10 00
Bank 2 - Current	92,265 05
	92,275.05



Christopher Brown
Joint Liquidator

**AARON WHITE LIMITED - IN MEMBERS VOLUNTARY LIQUIDATION
("THE COMPANY")
LIQUIDATOR'S FIRST ANNUAL REPORT TO MEMBERS AND CREDITORS
FOR THE YEAR ENDING 16 NOVEMBER 2015**

STATUTORY INFORMATION

Company Name	Aaron White Limited
Registered Office	The Hart Shaw Building, Europa Link Sheffield Business Park, Sheffield, S9 1XU
Former Registered Office	20 Bland Street, Sheffield S4 8DG.
Registered Number:	01394691
Liquidators' Names	Christopher John Brown and Emma Louise Legdon ("the Liquidators")
Liquidators' Address	Hart Shaw LLP, Europa Link, Sheffield Business Park, Sheffield, S9 1XU
Liquidators' Date of Appointment	17 November 2014 in respect of both appointees

INTRODUCTION

At a meeting of members held on 17 November, 2014 it was resolved that Christopher John Brown and Emma Louise Legdon of Hart Shaw LLP, Chartered Accountants, be appointed joint liquidators of Aaron White Limited.

RECEIPTS AND PAYMENTS ACCOUNT

A Receipts & Payments Account for the period from 17 November 2014 to 16 November 2015 is attached at Appendix 1

ASSETS

Cash at Bank

Included in the Declaration of Solvency was cash at bank in the sum of £1,017,669 A total amount of £1,021,867.24 has been received from this source

Trade Debtors

The directors' Declaration of Solvency included an amount of £8,783 being monies due from debtors of the company. Monies that were collectable have been received and are shown in the higher cash at bank figure received in comparison to the amount shown in the declaration of solvency

Debtor – M White Loan

The declaration of solvency detailed an amount of £22,400 due from M White Limited, in respect of a loan made a number of years ago M White Limited went into Compulsory Liquidation on 6 October 2014 and a dividend is not anticipated to be paid resulting in this loan being written off

Directors Loan Accounts – P White, E Rudge & J Crossland

The Declaration of Solvency detailed the following outstanding directors' loan accounts

P White	£ 9,798
E Rudge	£ 9,853
J Crossland	£ 9,853

These amounts were repaid on 17 December 2014 from the 1st distribution to shareholders

Life Policy

An amount of £7,725 60 has been received from Aviva Life, in respect of life insurance policies the Company paid in respect of the directors. This amount was not shown in the Declaration of Solvency, however following the liquidation the joint liquidators were advised of the policies and the potential cash surrender value, the relevant forms were therefore completed and the amount of £7,725 60 was received on 1 May 2016

Other Assets

All monies received have been held in an interest bearing account and to date gross interest of £100 46 has been received

LIABILITIES

Secured Liabilities

An examination of the Company's mortgage register held by the Registrar of Companies, showed that the Company has no outstanding debentures, as confirmed by the directors' Declaration of Solvency

Preferential Creditors

There are no preferential creditors in this matter, in accordance with the director's Declaration of Solvency

Crown Creditors

The director's Declaration of Solvency included a total estimated sum of £128,500 00 owed to HM Revenue & Customs ("HMRC") in respect of Corporation Tax, £3,273 in respect of the final VAT Return and £4,000 for a provision for additional Corporation Tax. The accounts and corporation tax return were submitted and a lesser amount of £107,707.40 was paid to HMRC in respect of the Corporation Tax. The VAT return was also submitted resulting in £2,346 71 being paid to HMRC.

Unsecured Creditors

The directors' Declaration of Solvency included unsecured creditors totalling £149,273. This sum comprised of debts due to HMRC of £135,773 as detailed above, £5,000 due to Hart Shaw in respect of the accountancy fees, an amount of £3,000 in respect of an estimated employee claim and an amount of £5,500 being the estimated costs of the liquidation.

As stated above two amounts of £107,707.40 and £2,346.71 have been paid to HMRC following the finalisation of the Corporation Tax and VAT. Hart Shaw have confirmed that they have no claim against the Company and the provision for the estimated employee claim wasn't required as the potential claim wasn't pursued.

LIQUIDATOR'S ACTIONS SINCE APPOINTMENT

The nature of the assignment was to realise the assets of the Company, to pay outstanding liabilities and to distribute funds to shareholders. The assets to be realised comprised of cash held at the company's former bank account, the trade debtors and the overdrawn directors' loan accounts.

The Liquidators have complied with their statutory duties in this matter and have realised all assets with the exception of the debtor.

The Liquidators corresponded with Barclays Bank plc in respect of the cash held in the account and these amounts held including interest were transferred into the liquidation account.

The Liquidators have declared two distributions to the shareholders the first of which included a set off of the outstanding directors' loan accounts.

The Liquidators have received and adjudicated the claims from creditors and paid or rejected these claims.

The Liquidators have corresponded with Aviva Life and realised the cash surrender values for the life policies on the directors.

The Liquidators have written to HMRC to request clearance to proceed with the closure of the liquidation.

LIQUIDATOR'S REMUNERATION

At the meeting of members held on 17 November 2014, the Liquidators' fees were approved to be drawn on a time cost basis but to be capped at £5,000 plus VAT. To 16 November 2016 time costs of £8,151.48, amounting to 50.50 hours of chargeable time, have been incurred. To date no remuneration has been drawn.

It is the policy of the Liquidators to delegate routine work to more junior grades of staff in order to maximise the cost effectiveness of the work performed, such staff being supervised by senior staff and the Liquidators, with any complex or significant matters to be dealt with by senior staff or the Liquidators.

In common with all professional firms, scale rates increase from time to time over the period of the administration of each insolvency case and full details of the current charge out rates and disbursements are enclosed with this report.

In accordance with the provisions of SIP9, below are summaries of the time spent by the Liquidators and their staff in dealing with this case since the date of appointment

From 17 November 2014 to 16 November 2015

Classification Of Work Function	Hours				Total Time Costs £	Average Hourly Rate £
	Partner	Manager / Senior	Junior / Support	Total Hours		
Administration & Planning	19 90	0 20	6 90	27 00	6,310 81	233.73
Investigations	-	-	-	-	-	-
Realisation of Assets	1 30	-	-	1 30	388 70	299 00
Trading	-	-	-	-	-	-
Creditors	0 50	21 70	-	22 20	1,451 97	65.40
Total	21.70	21.90	6.90	50.50	8,151.48	161.42

A description of the routine work undertaken in the liquidation to date is as follows

Administration and Planning

Preparing the documentation and dealing with the formalities of appointment
Statutory notifications and advertising
Preparing documentation required
Dealing with all routine correspondence.
Maintaining physical case files and electronic case details on IPS
Review and storage.
Case bordereau
Case planning and administration.
Preparing reports to members and creditors
Convening and holding meetings of members and creditors

Cashiering

Maintaining and managing the liquidator's cashbook and bank account
Ensuring statutory lodgements and tax lodgement obligations are met

Creditors

Dealing with creditor correspondence and telephone conversations.
Preparing reports to creditors
Maintaining creditor information on IPS
Reviewing, recording and agreeing proofs of debt received from creditors.

Investigations

Review and storage of books and records
Review books and records to identify any transactions or actions a liquidator may take against a third party in order to recover funds for the benefit of creditors

Realisation of Assets

Corresponding with Barclays Bank plc regarding the transfer of funds

Corresponding with Aviva Life regarding the surrender of the life policies

A copy of 'A Creditors Guide to Liquidators' Fees' published by the Association of Business Recovery Professionals can be found in the download section of our website at www.hartshaw-bri.co.uk

LIQUIDATOR'S EXPENSES

The Liquidators have paid £581.25 in respect of the premium to Willis Ltd for the bond. The Liquidators have also £260.00 plus VAT to Taylor & Emmett LLP for their assistance in reviewing a potential employee claim, £14.00 was paid in respect of the swearing costs of the Declaration of Solvency, Hart Shaw LLP have received £50.00 plus VAT in respect of the final payroll charges. £280.00 has been paid to Royal Mail in respect of the charges for the re-direction of mail and £45.00 has been paid to Barclays Bank plc in respect of the bank charges incurred in paying the first distribution to shareholders.

The following agents or professional advisors have been utilised in this matter:

Professional Advisor	Nature of Work	Fee Arrangement
Taylor & Emmett	Solicitors	Time costs basis

The choice of professionals was based on the Liquidators' perception of their 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 fees charged have been reviewed and the Liquidators are satisfied that they are reasonable in the circumstances of this case.

FURTHER INFORMATION

A member may, with the permission of the court or with at least 5% of the total voting rights of all the members having the right to vote at general meetings of the Company request further details of the Liquidator's remuneration and expenses, within 21 days of receipt of this report.

A member may, with the permission of the court or with at least 10% of the total voting rights of all the members having the right to vote at general meetings of the Company, apply to court to challenge the amount and/or basis of the Liquidator's fees and the amount of any proposed expenses or expenses already incurred, within 8 weeks of receipt of this report.

DIVIDEND PROSPECTS

Unsecured Creditors

Creditors, whose claims have been admitted, have been settled in full as and when the proof of debt forms have been received.

It will not be necessary for the Liquidators to consider whether, by virtue of Section 176A of the Insolvency Act 1986, as amended, the prescribed part shall be applied in this case. That is, where a floating charge, created on or after 15 September 2003, relates to property of a company that has gone into liquidation, the liquidator shall make a prescribed part of that company's net property available for the satisfaction of unsecured creditors. However, this shall not apply if the

company's net property is less than the prescribed minimum of £10,000 and the liquidator thinks that the cost of making a distribution to unsecured creditors would disproportionate the benefits. As previously advised, the Company had no outstanding securities at the date of the Liquidators appointment and all unsecured creditors have been paid in full.

SHAREHOLDER DISTRIBUTION

The following distribution has been made to members

On 17 December 2015 a first distribution of £31 per share was declared. In total, £855,600.00 was distributed, but £29,504.00 was off set from the distribution to Penelope McGlynn in respect of the directors loan account owed, so total funds of only £826,096.00 was distributed.

SUMMARY

The Liquidators will be in a position to be able to conclude the administration of this liquidation once clearance has been received from HM Revenue & Customs. Once this has been received, a draft final report will be prepared and a final meeting of members and creditors will be convened. It is uncertain at this time when the liquidation will be closed.

Should you have any queries regarding this matter please contact me on 0114 251 8850.



Emma L Legdon
Joint Liquidator
16 December 2015

AARON WHITE LIMITED - IN LIQUIDATION

RECEIPTS AND PAYMENTS ACCOUNT TO 16 NOVEMBER 2015

	£	£	£
	Declaration of Solvency as at 17.11.2014	Period 17.11.2014 to 16.11.2015	Total as at 16.11.2015
Receipts			
Cash at Bank	1,017,669.00	1,021,867 24	1,021,867 24
Trade Debtors	8,783 00	-	-
Debtor - M White Loan	22,400 00	-	-
Directors Loan Account - P White	9,798 00	9,798.00	9,798.00
Directors Loan Account - E Rudge	9,853 00	9,853.00	9,853 00
Directors Loan Account J Crossland	9,853 00	9,853.00	9,853 00
Life Policy		7,725.60	7,725 60
Bank Interest Gross of Tax	n/a	100 46	100 46
	<u>1,078,356 00</u>	<u>1,059,197 30</u>	<u>1,059,197.30</u>
Payments			
Hart Shaw LLP- Swearing Costs		14 00	14 00
Hart Shaw LLP - Payroll Fee		50 00	50 00
Specific Bond		581.25	581.25
Legal Fees		260.00	260 00
Re-Direction of Mail		280.00	280 00
Bank Charges		45.00	45 00
Dividend To Creditors - 100 p in £			
BT		37.89	37.89
Corporation Tax		107,707 40	107,707 40
HM Revenue & Customs - VAT		2,346 71	2,346 71
Distribution To Shareholders		855,600 00	855,600.00
		<u>966,922.25</u>	<u>966,922 25</u>
VAT Receivable		10.00	10.00
Balance at Bank		92,265 05	92,265 05
		<u>1,059,197 30</u>	<u>1,059,197 30</u>

Notes.

The basis of the office holder's remuneration is disclosed in the main body of the report

The Company was registered for VAT Receipts & Payments have been shown net of VAT and the relevant amount of VAT payable or receivable has either been accounted for or is shown above and will be accounted for in due course

A dividend to creditors of 100p in the £ was declared on 7 August 2015

Distributions to shareholders of £31 & £3 11 per share were declared on 17 December 2014 and 26 November 2015 The directors loan account was distributed in specie to shareholders in the December 2014 distribution

**HART SHAW CHARTERED ACCOUNTANTS.
BUSINESS RECOVERY & INSOLVENCY.**

Disclosure Of Charge Out Rates And Disbursements In Accordance With Statement Of Insolvency Practice 9 (SIP9).

From 1 June 2015.

Charge Out Rates For Staff Who May Be Involved With This Case.

Grade Of Staff.	Current Hourly Rate (excluding VAT)	Previous Hourly Rate (from 03/09/2012) (excluding VAT)
Partner	£350 per hour	£296 per hour
Manager	n/a	£260 per hour
Senior Administrator	£260 per hour	£240 per hour
Semi-Senior Administrator	£180 per hour.	£165 per hour
Junior Administrator.	£140 per hour.	£140 per hour
Support Staff.	£85 per hour	£85 per hour

Time costs are calculated using 6 minute units

Time spent by support and secretarial staff for carrying out shorter tasks, such as typing or dealing with post, is not charged to cases but is carried as an overhead of the firm. Only where a significant amount of time is spent at one time on a case is a charge made for support staff

Agent's Costs

Charged at cost based upon the charge made by the Agent instructed, the term Agent includes.

- Solicitors/Legal Advisors
- Auctioneers/Valuers
- Accountants
- Quantity Surveyors
- Estate Agents
- Other Specialist Advisors

Disbursements

In accordance with Statement of Insolvency Practice 9 (SIP9) the basis of disbursement allocation in respect of disbursements incurred by the Office Holder in connection with the administration of the estate must be fully disclosed to creditors. Disbursements are categorised as either Category 1 or Category 2.

Category 1 expenses are directly referable to an invoice from a third party, which is either in the name of the estate or Hart Shaw LLP, in the case of the latter, the invoice makes reference to, and therefore can be directly attributed to, the estate. These disbursements are recoverable in full from the estate without the prior approval of creditors either by a direct payment from the estate or, where the firm has made payment on behalf of the estate, by a recharge of the amount invoiced by the third party. Examples of category 1 disbursements are statutory advertising, external meeting room hire, external storage, specific bond insurance and company search fees.

Category 2 expenses are incurred by Hart Shaw LLP and recharged to the estate, they are not attributed to the estate by a third party invoice and/or they may include a profit element. These disbursements are recoverable in full from the estate, subject to the basis of the disbursement charge being approved by creditors in advance. Examples of category 2 disbursements are photocopying, internal room hire, internal storage and mileage.

It is proposed that the following Category 2 disbursements are recovered by Hart Shaw LLP

Type.	Rate (excluding VAT)
Woskow Brown LLP, solicitors	Should this firm of solicitors be instructed then since Christopher Brown, a member in Hart Shaw LLP, is a close relative of members in Woskow Brown LLP then the payment of any fees to Woskow Brown will constitute a category 2 expense for which approval is required. Woskow Brown will apply their normal charge out basis and rates charged to their clients.
Photocopying	10 pence per sheet, but only charged for circulars and other bulk copying.
Mileage.	Up to 45 pence per mile depending upon engine capacity.
Meeting Room Hire	£120 for the initial creditors meeting, £60 for subsequent meetings.
Document Storage	£5 per bankers box per month.