

# 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

01447359

Name of Company

Media Shop Limited (The) ✓

I / We

Richard Toone, Russell Square House, 10-12 Russell Square, London, WC1B 5LF

Kevin Murphy, Russell Square House, 10-12 Russell Square, London, WC1B 5LF

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 19/12/2013 to 18/12/2014

Signed



Date 9/2/15

Chantrey Vellacott DFK LLP  
Russell Square House  
10-12 Russell Square  
London  
WC1B 5LF

Ref MEDI57390/RHT/BC/JB

TUESDAY



A21 \*A40Y16KX\*  
10/02/2015 #59  
COMPANIES HOUSE

**Media Shop Limited (The) - In Liquidation**  
**Receipts and Payments to 18 December 2014**

	19 Dec 2012 to 18 Dec 2013	19 Dec 2013 to 18 Dec 2014	19 Dec 2012 to 18 Dec 2014
RECEIPTS	£	£	£
Tax Refund	107,369 86	-	107,369 86
VAT Refund	14,270 00	-	14,270 00
Bank Interest Gross	31 47	50 52	81 99
Bank Interest Net of Tax	37 76	35 38	73 14
Sale of Assets & Furniture	702 00	-	702 00
Staff Loans	1,565 08	776 75	2,341 83
Funds Transferred from Administration	112,042 57	-	112,042 57
	<u>236,018 74</u>	<u>862 65</u>	<u>236,881 39</u>
<b>PAYMENTS</b>			
Joint Liquidators' Fees	(31,000 00)	(30,193 00)	(61,193 00)
Provision of Accounting Reports	-	(600 00)	(600 00)
Accountancy Fees	(1,459 30)	-	(1,459 30)
Agents/Valuers Fees	(758 80)	-	(758 80)
Legal Fees	(381 00)	-	(381 00)
Corporation Tax	-	(6 20)	(6 20)
Joint Administrator Fees	(6,830 20)	-	(6,830 20)
Storage Costs	(203 20)	(320 48)	(523 68)
Statutory Advertising	(77 50)	(72 50)	(150 00)
Insurance of Assets	(411 28)	-	(411 28)
Joint Administrators' Disbursements	(156 48)	-	(156 48)
	<u>(41,277 76)</u>	<u>(31,192 18)</u>	<u>(72,469 94)</u>
<b>DISTRIBUTION TO PREFERENTIAL CREDITORS</b>			
Employee Arrears/Hol Pay	(3,746 01)	(184 39)	(3,930 40)
HM Revenue & Customs	(1,409 74)	-	(1,409 74)
The National Insurance Fund	(3,296 64)	-	(3,296 64)
	<u>(8,452 39)</u>	<u>(184 39)</u>	<u>(8,636 78)</u>
<b>DISTRIBUTION TO UNSECURED CREDITORS</b>			
Unsecured Creditors	-	(107,932 77)	(107,932 77)
	<u>-</u>	<u>(107,932 77)</u>	<u>(107,932 77)</u>
Balance in hand			<u><u>47,841 90</u></u>
Represented By			
		Bank 1 Current	44,993 57
		VAT Receivable	2,842 53
			<u><u>47,836 10</u></u>

Signed



Richard Toone  
Joint Liquidator

Date 5 February 2015

**IN THE MATTER OF  
MEDIA SHOP LIMITED (THE) – IN LIQUIDATION  
("THE COMPANY")  
COMPANY NO: 01447359**

**REPORT OF THE JOINT LIQUIDATOR  
PURSUANT TO SECTION 104A  
OF THE INSOLVENCY ACT 1986 (AS AMENDED)**

**Chantrey Vellacott DFK LLP**

**Russell Square House  
10-12 Russell Square  
London  
WC1B 5LF  
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Website: [www.cudfk.com](http://www.cudfk.com)**

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**MEDIA SHOP LIMITED (THE) – IN LIQUIDATION**

**REPORT OF THE JOINT LIQUIDATOR**

**26 JANUARY 2015**

**1. INTRODUCTION**

I, Richard Toone of Chantrey Vellacott DFK, together with my partner, Kevin Murphy, was appointed Joint Liquidator of the above Company on 19 December 2012

In accordance with Section 104A of The Insolvency Act 1986 (as amended) I am pleased to present my report on the progress in the Liquidation. This report relates to the period from 19 December 2013 to 18 December 2014

**2. RECEIPTS AND PAYMENTS ACCOUNT**

An abstract of the Joint Liquidators' Receipts and Payments for the period concerned is attached at Appendix A along with an Estimated Outcome Statement "EOS")

**3. ASSET REALISATIONS**

**3.1 Staff Loans**

The Company's books and records showed £3,270 of loans made to a number of employees that were outstanding at the date of my appointment

In my last report, I informed creditors that a total of £1,565 was deducted from the preferential distribution made to employees that had received a loan from the Company

I advise that during the reporting period a further £777 was repaid by an employee and I have entered into correspondence with the remaining employees regarding the repayment of their loans totalling £928. For the purpose of the EOS I have assumed the loans will be repaid in full, either by cash payment or deduction from any future dividends

**3.3 Intercompany Debt Due From Starprobe Ltd ("Starprobe")**

My investigations into this matter are ongoing and for the purposes of the EOS, I have shown any future recovery as uncertain

**3.4 Bank Interest Gross**

A total of £86 has accrued in relation to bank interest gross for the period

#### **4. DIVIDEND PROSPECTS**

##### **4.1 Secured Creditors**

As stated in my previous report, the only secured creditor, Barclays Bank Plc, has been paid in full

##### **4.2 Preferential Creditors**

A preferential dividend of 100p in the £ was declared and paid to the preferential creditors on 29 July 2013. A total of £8,637 was paid as a preferential dividend including a payment of £1,409 to HM Revenue & Customs representing the Tax and National Insurance due.

##### **4.3 Prescribed Part**

Pursuant to Section 176A of The Insolvency Act 1986 (as amended), a Prescribed Part of the Company's net assets should be set aside for the benefit of unsecured creditors. This reduces the funds that would otherwise be made available to any secured creditor under Floating Charges created after 15 September 2003.

As the holders of the floating charge (Barclays) have been paid in full, the Prescribed Part does not apply.

##### **4.4 Unsecured Creditors**

On 7 July 2014 an interim distribution of £107,933 was paid to unsecured creditors representing a dividend of 10p in the £ on agreed claims.

I advise that it appears that there will be sufficient funds to enable a final distribution to be paid to the unsecured creditors. However, the quantum and timing of this dividend is subject to the conclusion of the asset realisations mentioned above in section 3 of this report.

#### **5. COSTS OF REALISATION**

##### **5.1 Provision of Accounting Reports**

To assist me with my ongoing investigations into the intercompany debt from Starprobe I paid the sum of £600 plus VAT in order to review the Company's bespoke accounting system.

##### **5.2 Other Costs**

The following costs were paid during the reporting period in line with my statutory duties as liquidator of the Company:

- Corporation Tax £6
- Statutory Advertising £73
- Storage Costs £320

## 6. JOINT LIQUIDATOR'S REMUNERATION AND DISBURSEMENTS

My firm's time costs and disbursements are agreed pursuant to Rule 4.127 (5A) of the Insolvency Act 1986 (as amended)

A summary of the Liquidators' time costs, covering the period since my appointment and the period covered by this report, analysed by grade of staff, are attached at Appendix B

In accordance with the Statement of Insolvency Practice 9 issued by the Association of Business Recovery Professionals and adopted by my professional licensing body, I advise that the overall time spent during the period of the Liquidation up to 18 December 2014 and charge out value of that time is 310.10 hours and £71,664, respectively. This equates to an average hourly charge out rate of £231.10.

In relation solely to the period covered by this report, I advise that the overall time spent and charge out value of that time 159.40 hours and £38,487, respectively. This equates to an average hourly charge out rate of £241.45.

The above figures do not include VAT.

To date, the Joint Liquidators have drawn fees in the sum of £61,193, of which £30,193 was paid during the reporting period.

The work undertaken as Joint Liquidator is derived from the responsibilities placed upon me by the underlying legal and regulatory framework for work of this nature. I have been assisted by the assignment manager and administrator, together with secretarial staff and cashiers. All personnel were charged directly to the assignment for all of the time relating to the case.

I believe this case generally to be of average complexity and accordingly no exceptional responsibility has to date fallen upon me as Liquidator.

Disbursements represent the reimbursement of actual out-of-pocket payments made on behalf of the assignment. My firm's disbursements to date total £519.38 of which £309.14 was incurred during the reporting period.

## 7. CHARGE OUT RATES

In common with other professional firms, my charge out rates increase from time to time over the period of the administration of the case. I enclose an explanation of office holders' charging and disbursement recovery policies for your reference as Appendix C.

A Creditors' Guide to Joint Liquidators' Fees, which provides information for creditors in relation to the remuneration of the Joint Liquidators, can be accessed at the website of the Association of Business Recovery Professionals at <http://www.r3.org.uk/index.cfm?page=1210>. Alternatively, I can provide you with a copy on written request to my office.

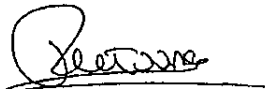
## 8. RIGHT TO REQUEST FURTHER INFORMATION

I would draw your attention to Rule 4.49E and Rule 4.131 of the Insolvency Rules 1986 (as amended), the text of which is reproduced at Appendix D. These Rules set out the circumstances under which creditors may request further information in relation to the Joint Liquidator's remuneration and expenses and their right to challenge the Joint Liquidator's remuneration and expenses.

#### 9. INVESTIGATIONS

I have complied with my statutory duty in relation to the Directors conduct report which has been submitted to the Department for Business, Innovation and Skills, in accordance with the Company Directors Disqualification Act 1986. As previously requested, if creditors have any information they believe should be brought to my attention, please send such details in writing.

Should you require any further information, in addition to that already given, please contact Jake Beake using the contact details below.



R H TOONE

Joint Liquidator

Licensed to act as an Insolvency Practitioner in the UK by the Institute of Chartered Accountants in England and Wales

Direct Dial 0207 509 9430  
E-mail jbeake@cvsdfk.com

**APPENDIX A**

**RECEIPTS AND PAYMENTS ACCOUNT  
AND  
ESTIMATED OUTCOME STATEMENT**

**Media Shop Limited (The) - In Liquidation**  
**Receipts and Payments to 18 December 2014**

	19 Dec 2012 to 18 Dec 2013	19 Dec 2013 to 18 Dec 2014	19 Dec 2012 to 18 Dec 2014
	£	£	£
<b>RECEIPTS</b>			
Tax Refund	107,369 86	-	107,369 86
VAT Refund	14,270 00	-	14,270 00
Bank Interest Gross	31 47	50 52	81 99
Bank Interest Net of Tax	37 76	35 38	73 14
Sale of Assets & Furniture	702 00	-	702 00
Staff Loans	1,565 08	776 75	2,341 83
Funds Transferred from Administration	112,042 57	-	112,042 57
	<u>236,018 74</u>	<u>862 65</u>	<u>236,881 39</u>
<b>PAYMENTS</b>			
Joint Liquidators' Fees	(31,000 00)	(30,193 00)	(61,193 00)
Provision of Accounting Reports	-	(600 00)	(600 00)
Accountancy Fees	(1,459 30)	-	(1,459 30)
Agents/Valuers Fees	(758 80)	-	(758 80)
Legal Fees	(381 00)	-	(381 00)
Corporation Tax	-	(6 20)	(6 20)
Joint Administrator Fees	(6,830 20)	-	(6,830 20)
Storage Costs	(203 20)	(320 48)	(523 68)
Statutory Advertising	(77 50)	(72 50)	(150 00)
Insurance of Assets	(411 28)	-	(411 28)
Joint Administrators' Disbursements	(156 48)	-	(156 48)
	<u>(41,277 76)</u>	<u>(31,192 18)</u>	<u>(72,469 94)</u>
<b>DISTRIBUTION TO PREFERENTIAL CREDITORS</b>			
Employee Arrears/Hol Pay	(3,746 01)	(184 39)	(3,930 40)
HM Revenue & Customs	(1,409 74)	-	(1,409 74)
The National Insurance Fund	(3,296 64)	-	(3,296 64)
	<u>(8,452 39)</u>	<u>(184 39)</u>	<u>(8,636 78)</u>
<b>DISTRIBUTION TO UNSECURED CREDITORS</b>			
Unsecured Creditors	-	(107,932 77)	(107,932 77)
	<u>-</u>	<u>(107,932 77)</u>	<u>(107,932 77)</u>
Balance in hand			<u><u>47,841 90</u></u>
Represented By			
		Bank 1 Current	44,993 57
		VAT Receivable	2,842 53
			<u><u>47,836.10</u></u>

**THE MEDIA SHOP LIMITED**

**Estimated Outcome Statement as at 18 December 2014**

	Realisations / Payments to date £	Estimated future Realisations / Payments £	Estimated total Realisations / Payments £
<b>ASSETS SUBJECT TO FLOATING CHARGE</b>			
Tax Refund	107,370	-	107,370
Funds Transferred from Administration	126,313	-	126,313
Bank Interest Gross	82	-	82
Bank Interest Net of Tax	73	-	702
Furniture & Equipment	702	-	702
Staff Loans	2,342	928	3,270
Intercompany debt due from Starprobe Ltd	-	Uncertain	Uncertain
	<u>236,881</u>	<u>928</u>	<u>237,736</u>
<b>Costs of Liquidation</b>			
Joint Administrators' Fees	(6,830)	-	(6,830)
Joint Administrators' Disbursements	(156)	-	(156)
Joint Liquidators' Fees	(61,193)	(10,000)	(71,193)
Accountancy Fees	(1,459)	-	(1,459)
Legal Fees	(381)	-	(381)
Agents' fees	(759)	-	(759)
Storage Costs	(524)	(500)	(1,024)
Statutory Advertising	(150)	(73)	(223)
Insurance of Assets	(411)	-	(411)
Provision of Accounting Reports	(600)	-	(600)
Corporation Tax	(6)	-	(6)
	<u>(72,470)</u>	<u>(10,573)</u>	<u>(83,042)</u>
Surplus/(Deficiency) available to Preferential Creditors			154,694
<b>PREFERENTIAL CREDITORS</b>			
Preferential Distribution Paid - Arrears of wages & holiday pay			(8,637)
Net property available for prescribed part			<u>146,057</u>
Estimated prescribed part available for unsecured creditors			<u>-</u>
Surplus/(Deficiency) available for floating charge creditor			146,057
Debt secured by a floating charge			<u>-</u>
Funds available for unsecured creditors			146,057
Interim Dividend Paid of 10p in the £			<u>(107,933)</u>
Balance available for unsecured creditors			38,124
<b>UNSECURED CREDITORS</b>			
Trade & Expense creditors	(859,234)		
Employee claims	(174,479)		
HM Revenue & Customs	(45,617)		
		<u>(1,079,330)</u>	
Surplus/(Deficiency) as regards Unsecured Creditors			<u>(1,041,206)</u>
Issued and Called up Share Capital			(20,000)
Surplus/(Deficiency) as regards Members			<u>(1,061,206)</u>

**APPENDIX B**

**SUMMARY OF JOINT LIQUIDATORS'  
TIMECOSTS AND DISBURSEMENTS**

**MEDIA SHOP LTD CVL - MEDI57390**

Time and Chargeout Summary for the period 19/12/2012 to 18/12/2014							
Classification of work function	Hours				Total Hours	Time Cost £	Average hourly rate £
	Partner / Director	Manager	Other Senior Professionals	Assistants & Support Staff			
Administration & Planning	11 70	29 00	20 60	52 20	113 50	22,119 50	194 89
Investigations	0 00	11 20	6 20	0 00	17 40	4,411 50	253.53
Realisation of Assets	0 00	19 90	10 20	0 00	30 10	6,943 00	230 66
Creditors	0 50	40 00	33 60	2 90	77 00	16,511 50	214 44
Case Specific Matters	12 40	55 40	2 80	1 50	72 10	21,678 50	300 67
<b>Total Hours</b>	<b>24 60</b>	<b>155 50</b>	<b>73 40</b>	<b>56 60</b>	<b>310 10</b>	<b>71,664 00</b>	<b>231 10</b>

Category 2 Disbursements	
Other amounts paid or payable to the office holder's firm or to any party in which the office holder or his firm or any associate has an interest	
Type and Purpose	£

**MEDIA SHOP LTD CVL - MEDI57390**

Time and Chargeout Summary for the period 19/12/2013 to 18/12/2014							
Classification of work function	Hours					Time Cost £	Average hourly rate £
	Partner / Director	Manager	Other Senior Professionals	Assistants & Support Staff	Total Hours		
Administration & Planning	6 30	14 00	7 20	19 70	47 20	10,321 50	218 68
Investigations	0 00	5 30	1 20	0 00	6 50	1,884 50	289 92
Realisation of Assets	0 00	1 30	0 90	0 00	2 20	526 00	239 09
Creditors	0 50	31 70	24 30	2 90	59 40	12,889 00	216 99
Case Specific Matters	3 90	38 60	1 00	0 60	44 10	12,866 00	291 75
<b>Total Hours</b>	<b>10 70</b>	<b>90 90</b>	<b>34 60</b>	<b>23 20</b>	<b>159 40</b>	<b>38,487 00</b>	<b>241 45</b>

<b>Category 2 Disbursements</b>	
Other amounts paid or payable to the office holder's firm or to any party in which the office holder or his firm or any associate has an interest	
<b>Type and Purpose</b>	£

**APPENDIX C**

**CHARGEOUT RATES  
AND  
DISBURSEMENTS RECOVERY POLICY**

## CHANTREY VELLACOTT DFK LLP

### CHARGEOUT RATES AND DISBURSEMENT RECOVERY POLICIES

#### Chargeout Rates

In accordance with the provisions of Statement of Insolvency Practice 9 ("SIP 9"), the firm's chargeout rates applicable to this appointment, exclusive of VAT, are as follows

	From 1 August 2013 £ per hour	From 1 August 2011 £ per hour	From 1 August 2010 £ per hour
Partners / Office Holders	350 - 450	350 - 450	350 - 430
Consultants	350 - 450	350 - 450	350 - 450
Directors	325 - 350	325 - 340	320 - 330
Senior Manager	300 - 325	300 - 315	270 - 310
Managers	280 - 295	280 - 295	250 - 280
Assistant Managers	260 - 280	260 - 275	230 - 260
Senior Executive / Analyst	220 - 250	220 - 250	175 - 250
Executive	135 - 180	125 - 175	100 - 170
Cashier	125 - 165	120 - 160	115 - 180
Secretaries / Support / Junior Analyst	80 - 115	80 - 110	70 - 110

Chargeout rates are normally reviewed annually on 1 July 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. It is the firm's policy for the cashier's time spent on an assignment to be charged to the case. However, secretarial and office admin support time is charged only in respect of identifiable blocks of time devoted to the case where we consider it to be viable to do so. All time is recorded in 6 minute units.

#### Direct expenses ("Category 1 Disbursements")

Category 1 disbursements as defined by SIP 9, which can be specifically identified as relating to the administration of the case will be charged to the estate at cost, with no uplift. These include but are not limited to such items as case advertising, storage, online reporting facilities, bonding and other insurance premiums and properly reimbursed expenses incurred by personnel in connection with the case.

#### Indirect expenses ("Category 2 Disbursements")

It is our normal practice to also charge the following indirect disbursements ("Category 2 Disbursements as defined by SIP 9) to the case, where appropriate

#### Circulars to creditors

Plain/headed paper including photocopying	12p per side
Envelopes	12p each
Postage	Actual cost

#### Room Hire

For the convenience of creditors and to save the cost of booking an outside hotel room, meetings of creditors are occasionally held internally at our offices. Where meetings of creditors are held in one of our internal meeting rooms, a charge of £100 plus VAT is levied to cover the cost of booking the room.

#### Travel

Mileage incurred as a result of any necessary travelling is charged to the estate at the H M Revenue & Customs approved rate, currently 40p per mile.

All of the above costs are subject to amendment by the firm at any time and if amended will be notified to creditors with the next circular sent to all creditors.

#### Company Searches & Electronic Verification of Identity

Included in expense and/or disbursements, Company Searches and electronic Verification of Identity include an element of shared costs. Such expenses are of an incidental nature but are generally incurred on each case. In line with the cost of the external provision of such services, a charge of £15 plus VAT is levied to cover the cost of these searches.

**Chantrey Vellacott DFK LLP**

**Effective 1 August 2013**

Chantrey Vellacott DFK is a limited liability partnership registered in England and Wales (NoOC313147) whose registered office is at Russell Square House, 10-12 Russell Square, London, WC1B 5LF. The term "partner" denotes a member of a limited liability partnership. A list of members of Chantrey Vellacott DFK LLP is available at our registered office.

**APPENDIX D**

**EXTRACTS OF 4.49E AND 4.131  
OF THE INSOLVENCY RULES 1986  
(AS AMENDED)**

**Extracts of 4.49E and 4.131 of The Insolvency Rules 1986 (as amended)**

**4.49E Creditors' and Members' request for further information**

**4.49E(1) [Duty of Liquidator re remuneration or expenses] If-**

- (a) within the period mentioned in paragraph (2)-
  - (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
  - (iii) members of the company in a members' voluntary winding up with at least 5% of the total voting rights of all the members having the right to vote at general meetings of the company, or
- (b) with the permission of the court upon an application made within that period mentioned in paragraph (2)-
  - (i) any unsecured creditor, or
  - (ii) any member of the company in a members' voluntary winding up,

makes a request in writing to the liquidator for further information about remuneration or expenses set out in a progress report in accordance with Rule 4 49B(1)(e) or (f) (including by virtue of Rule 4 49C(5)) or in a draft report under Rule 4 49D, the liquidator must, within 14 days of receipt of the request, comply with paragraph (3) except to the extent that the request is in respect of matter in a draft report under Rule 4 49D or a progress report required by Rule 4 108 which (in either case) was previously included in a progress report not required by Rule 4 108

**4.49E(2) [Period for compliance with r.4.49E(1)] The period referred to in paragraph (1)(a) and (b) is-**

- (a) 7 business days of receipt (by the last of them in the case of an application by more than one member) of the progress report which it is required by Rule 4 108, and
- (b) 21 days of receipt (by the last of them in the case of an application by more than one member) of the report or draft report in any other case

**4.49E(3) [How liquidator to comply] The liquidator complies with this paragraph by either-**

- (a) providing all the information asked for, or
- (b) so far as the liquidator 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 liquidation or might reasonably be expected to lead to violence against any person, or
- (iii) the liquidator is subject to an obligation of confidentiality in respect of the information,

giving reasons for not providing all of the information

**4.49E(4) [Application to court by creditors and members]** Any creditor, and any member of the company in a members' voluntary winding up, who need not be the same as the creditors or members who asked for the information, may apply to the court within 21 days of-

- (a) the giving by the liquidator 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 49E(5) [Court may extend period in rr.4.131(1B), 4.148C(2)]** Without prejudice to the generality of paragraph (4), the order of the court under that paragraph may extend the period of 8 weeks or, as the case may be, 4 weeks provided for in Rule 4 131(1B) or 4 148C(2) by such further period as the court thinks just

**4.49E(6) [Non-application to official receiver]** This Rule does not apply where the liquidator is the official receiver.

#### **4.131 Creditors' claim that remuneration is or other expenses are excessive**

**4.131(1) [Secured or certain unsecured creditors may apply to court]** Any secured creditor, or any unsecured creditor with either the concurrence of at least 10% in value of the 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)

**4.131(1A) [Grounds for application]** Applications may be made on the grounds that-

- (a) the remuneration charged by the liquidator,
- (b) the basis fixed for the liquidator's remuneration under Rule 4.127, or
- (c) expenses incurred by the liquidator,

is or are, in all circumstances, excessive or, in the case of an application under sub-

paragraph (b), inappropriate.

**4.131(1B) [Time limit for application]** The application must, subject to any order of the court under Rule 4 49E(5), be made no later than 8 weeks (or, in the case falling within Rule 4 108, 4 weeks) after receipt by the applicant of the progress report, or the draft report under Rule 4 49D, which first reports the charging of the remuneration or the incurring of the expenses in question ("the relevant report").

**4.131(2) [Power of court to dismiss etc.]** The court may, if it thinks that no sufficient cause is shown for a reduction, dismiss the application, but it shall not do so unless the applicant has had an opportunity to attend the court for a hearing, of which he has been given at least 5 business days' notice but which is without notice to any other party

If the application is not dismissed under this paragraph, the court shall fix a venue for it to be heard, and give notice to the applicant accordingly

**4.131(3) [Notice to liquidator]** The applicant shall, at least 14 days before the hearing, send to the liquidator 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

**4.131(4) [Court order]** 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 liquidator 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 liquidation,
- (e) an order that the liquidator or the liquidator'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

**4.131(5) [Costs of application]** 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 liquidation