

LIQ03

Notice of progress report in voluntary winding up



Companies House

WEDNESDAY



A23 *A7BFYQXE* 01/08/2018 #91
COMPANIES HOUSE

1	Company details
Company number	0 2 2 6 0 8 9 4
Company name in full	Darath Properties Limited

→ Filling in this form
Please complete in typescript or in
bold black capitals.

2	Liquidator's name
Full forename(s)	Gareth
Surname	Prince

3	Liquidator's address
Building name/number	3rd Floor, Temple Point
Street	1 Temple Row
Post town	Birmingham
County/Region	
Postcode	B 2 5 L G
Country	

4	Liquidator's name ①
Full forename(s)	Peter A
Surname	Blair

① Other liquidator
Use this section to tell us about
another liquidator.

5	Liquidator's address ②
Building name/number	c/o 3rd Floor
Street	Temple Point
Post town	1 Temple Row
County/Region	Birmingham
Postcode	B 2 5 L G
Country	

② Other liquidator
Use this section to tell us about
another liquidator.

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6 Period of progress report

From date	d	1	d	7	m	0	m	7	y	2	y	0	y	1	y	7
To date	d	1	d	6	m	0	m	7	y	2	y	0	y	1	y	8

7 Progress report

☒ The progress report is attached

8 Sign and date

Liquidator's signature

Signature

X 


X


Signature date


d	2	d	7	m	0	m	7	y	2	y	0	y	1	y	8
---	---	---	---	---	---	---	---	---	---	---	---	---	---	---	---


LIQ03


Notice of progress report in voluntary winding up

	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	Laura Malkin
Company name	Begbies Traynor (Central) LLP
Address	3rd Floor
Temple Point	
Post town	1 Temple Row
County/Region	Birmingham
Postcode	B 2 5 L G
Country	
DX	
Telephone	0121 200 8150

	Checklist
We may return forms completed incorrectly or with information missing.	
Please make sure you have remembered the following:	
<input type="checkbox"/> The company name and number match the information held on the public Register.	
<input type="checkbox"/> You have attached the required documents.	
<input type="checkbox"/> 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	

Darath Properties Limited (In Creditors' Voluntary Liquidation)

Joint Liquidators' Progress Report and for
the purposes of approval of their
remuneration and disbursements

Period: 17 July 2017 to 16 July 2018

Important Notice

This progress report has been produced solely to comply with our statutory duty to report to creditors and members of the Company on the progress of the liquidation. The report is private and confidential and may not be relied upon, referred to, reproduced or quoted from, in whole or in part, by creditors and members for any purpose other than this report to them, or by any other person for any purpose whatsoever.

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1. INTERPRETATION

<u>Expression</u>	<u>Meaning</u>
"the Company"	Darath Properties Limited (In Creditors' Voluntary Liquidation)
"the liquidation"	The appointment of liquidators on 17 July 2017.
"the liquidators", "we", "our" and "us"	Gareth Prince of Begbies Traynor (Central) LLP, 3rd Floor, Temple Point, 1 Temple Row, Birmingham, B2 5LG and Peter A Blair of Begbies Traynor (Central) LLP, c/o 3rd Floor, Temple Point, 1 Temple Row, Birmingham, B2 5LG
"the Act"	The Insolvency Act 1986 (as amended)
"the Rules"	The Insolvency (England and Wales) Rules 2016
"secured creditor" and "unsecured creditor"	Secured creditor, in relation to a company, means a creditor of the company who holds in respect of his debt a security over property of the company, and "unsecured creditor" is to be read accordingly (Section 248(1)(a) of the Act)
"security"	(i) In relation to England and Wales, any mortgage, charge, lien or other security (Section 248(1)(b)(i) of the Act); and (ii) In relation to Scotland, any security (whether heritable or moveable), any floating charge and any right of lien or preference and any right of retention (other than a right of compensation or set off) (Section 248(1)(b)(ii) of the Act)
"preferential creditor"	Any creditor of the Company whose claim is preferential within Sections 386, 387 and Schedule 6 to the Act

2. COMPANY INFORMATION

Trading name(s):	Darath Properties
Company registered number:	02260894
Company registered office:	3rd Floor, Temple Point, 1 Temple Row, Birmingham, West Midlands, B2 5LG
Former trading address:	Litton House, Saville Road, Peterborough, PE3 7PR

3. DETAILS OF APPOINTMENT OF LIQUIDATORS

Date winding up commenced:	17 July 2017
Date of liquidators' appointment:	17 July 2017
Changes in liquidator (if any):	None

4. PROGRESS DURING THE PERIOD

Receipts and Payments

Attached at Appendix 1 is our abstract of receipts and payments for the period from 17 July 2017 to 16 July 2018.

RECEIPTS

Book Debts

During the period of this report we have received varying amounts totalling £7,447.01, in relation to book debts outstanding prior to the liquidation.

Cash at Bank

The sum of £5,733.90 has been realised in respect of cash at bank held in the Company's bank account prior to our appointment.

Sundry Receipts

We have received £100 in respect of a refund of a pre-appointment credit balance held on account of the utility supply provided by British Gas.

Bank Interest

The sum of £1.41 has been received as bank interest on the money held in the liquidation account.

PAYMENTS

Statement of Affairs Costs

The sum of £6,000 (plus VAT) was paid to Begbies Traynor (Central) LLP for their services in preparing the Statement of Affairs and placing the Company into Liquidation as agreed by creditors.

Statutory Advertising

The sum of £169.20 (plus VAT) has been paid to Courts Advertising Limited for the statutory notices advising of the liquidation.

What work has been done in the period of this report, why was that work necessary and what has been the financial benefit (if any) to creditors?

Details of the types of work that generally fall into the headings mentioned below are available on our firm's website - <http://www.begbies-traynorgroup.com/work-details> Under the following headings we have explained the specific work that has been undertaken on this case. Not every piece of work has been described, but we have sought to give a proportionate overview which provides sufficient detail to allow creditors to understand what has been done, why it was necessary and what financial benefit (if any) the work has provided to creditors.

The costs incurred in relation to each heading are set out in the Time Costs Analysis which is attached at Appendix 2.

General case administration and planning

General case administration incorporates different categories such as cashiering, general case administration (filing, creditor correspondence) and dealing with sundry issues as and when they arise. This time cost also comprises maintenance of case files, undertaking case reviews incorporating compliance checks and dealing with general queries.

These items are not necessarily beneficial to any class of creditor, but are requirements of the statutory regulations / The Insolvency Act and Rules.

Compliance with the Insolvency Act, Rules and best practice

Other work undertaken during the period includes complying, with our statutory obligations and best practice guidance to include, preparation of the Liquidators post appointment documentation, bond reviews and filing relevant documentation at Companies House.

These items, listed above, are not necessarily financially beneficial to any class of creditor, but are requirements of the Statutory Regulations / The Insolvency Act and Rules.

Investigations

You may be aware that a liquidator has a duty to enquire into the affairs of an insolvent company to determine its property and liabilities and to identify any actions which could lead to the recovery of funds. In addition, a liquidator is also required to consider the conduct of the Company's directors and to make an appropriate submission to the Department for Business Energy and Industrial Strategy. We can confirm that we have discharged our duties in these respects.

Realisation of assets

The sales ledger on appointment amounted to £21,020 which related to rental of office space and other associated costs. We have incurred time liaising with debtors and pursuing the outstanding amounts. To date £7,447 has been recovered.

We have also recovered monies held in the Company's pre-appointment bank account.

Dealing with all creditors' claims (including employees), correspondence and distributions

Correspondence has been sent to all known creditors notifying them of the appointment of Liquidators and circulating the report as presented at the meeting to appoint Liquidators. Furthermore, queries raised by creditors have been dealt with as and when they have arisen. We have also incurred time costs relating to employee claims and employee related matters.

Other matters which includes seeking decisions from creditors (via Deemed Consent Procedure and/or Decision Procedures, tax, litigation, pensions and travel

During the period we have requested tax clearance from HM Revenue & Customs. Although not necessarily financially beneficial to any class of creditor, these are requirements of the Statutory Regulations / The Insolvency Act and Rules.

5. ESTIMATED OUTCOME FOR CREDITORS

The sums owed to creditors at the date of appointment (as detailed in the directors' statement of affairs) are as follows:

Secured creditor

As far as we are aware, there are no secured creditors.

Preferential creditors

Preferential claims of employees for arrears of wages, salary and holiday pay were estimated at £1,107.94.

Unsecured creditors

Unsecured creditors were estimated at £39,800.14 which includes £18,243.43 in respect of claims for redundancy and pay in lieu of notice.

On the basis of realisations to date and estimated future realisations we estimate an outcome for each class of the Company's creditors as follows:

Preferential creditors

We consider that there may be sufficient funds for a dividend to be paid to preferential creditors.

Prescribed Part for unsecured creditors pursuant to Section 176A of the Act

Section 176A of the Act provides that, where the company has created a floating charge on or after 15 September 2003, the liquidator must make a prescribed part of the Company's net property available for the unsecured creditors and not distribute it to the floating charge holder except in so far as it exceeds the amount required for the satisfaction of unsecured debts. Net property means the amount which would, were it not for this provision, be available to floating charge holders out of floating charge assets (i.e. after accounting for preferential debts and the costs of realising the floating charge assets). The prescribed part of the Company's net property is calculated by reference to a sliding scale as follows:

- ☐ 50% of the first £10,000 of net property;
- ☐ 20% of net property thereafter;
- ☐ Up to a maximum amount to be made available of £600,000

A liquidator will not be required to set aside the prescribed part of net property if:

- ☐ the net property is less than £10,000 and the liquidator thinks that the cost of distributing the prescribed part would be disproportionate to the benefit; (Section 176A(3)) or
- ☐ the liquidator applies to the court for an order on the grounds that the cost of distributing the prescribed part would be disproportionate to the benefit and the court orders that the provision shall not apply (Section 176A(5)).

To the best of our knowledge and belief, there are no unsatisfied floating charges created or registered on or after 15 September 2003 and, consequently, there is no net property as defined in Section 176A(6) of the Act and, therefore, no prescribed part of net property is available for distribution to the unsecured creditors.

Unsecured creditors

Any return to the unsecured creditors is wholly dependent upon the level of realisations and the full repayment of the preferential creditors.

6. REMUNERATION & DISBURSEMENTS

We have not at this time drawn any funds on account of our remuneration, nor on account of certain expenses.

Accordingly, we are seeking approval that our remuneration be fixed by reference to the time properly given by us (as liquidators) and the various grades of our staff calculated at the prevailing hourly charge out rates of Begbies Traynor (Central) LLP for attending to matters arising in the winding up as set out in the fees estimate which appears at Appendix 3. We are also seeking approval to draw disbursements, including disbursements for services provided by our firm and/or entities within the Begbies Traynor group, in accordance with our firm's policy.

Total time spent to date on this assignment amounts to 44.5 hours at an average composite rate of £202.04 per hour resulting in total time costs to date of £8,991. A more detailed breakdown of the time spent so far is included at Appendix 2. Please note that this time is included in the fees estimate which appears at Appendix 3.

To assist creditors in determining whether to approve this basis of remuneration as well as our expenses, the following further information is set out at Appendix 2:

- ☐ Begbies Traynor (Central) LLP's charging policy which includes details of our charge-out rates
- ☐ Time Costs Analysis for the period 17 July 2017 to 16 July 2017

In addition, Appendix 3 contains the following:

- ☐ Details of the work that the Liquidators consider that they will need to undertake to administer the liquidation;
- ☐ Estimate of expenses.

Disbursements

To 17 July 2018, we have not drawn any disbursements.

If you wish to know more about how creditors should determine the liquidators' fees, 'A Creditors Guide to Liquidators' Fees (E&W) 2017' which provides guidance on creditors' rights can be obtained online at www.begbies-traynor.com/creditorsguides. Alternatively, if you require a hard copy of the Guide, please contact my office and we will arrange to send you a copy. In addition, the Association of Business Recovery Professionals (R3) has set up a website that contains a step-by-step guide designed to help creditors navigate their way through an insolvency process. You can access the website at the following address: <http://www.creditorinsolvencyguide.co.uk/>.

7. LIQUIDATORS' EXPENSES

A statement of the expenses incurred during the period of this progress report is attached at Appendix 4.

8. ASSETS THAT REMAIN TO BE REALISED AND WORK THAT REMAINS TO BE DONE

We shall continue to pursue the balance of the book debt and make a distribution to the preferential creditors, if applicable.

What work remains to be done, why is this necessary and what financial benefit (if any) will it provide to creditors?

General case administration and planning

Case administration and planning will continue for the duration of this assignment. This involves dealing with general correspondence and continuing file management. In addition, regular cashiering tasks and banking will continue to be undertaken for the duration of the case. There is no financial benefit to creditors as this is part of general case administration.

Compliance with the Insolvency Act, Rules and best practice

We will continue to regularly conduct compliance and bond reviews to ensure that sufficient insurance is held and to ensure that statutory requirements are met. Statutory progress reports are also prepared during the liquidation to provide updates to all creditors, together with a final report which will be prepared at the conclusion of the liquidation.

Realisation of assets

We shall continue to pursue the remaining book debts. Any such recoveries may improve the outcome for creditors.

Dealing with all creditors' claims (including employees), correspondence and distributions

We shall continue to deal with queries raised by creditors in a timely manner. Subject to the final level of realisations, it may be necessary to adjudicate the claims of the preferential and unsecured creditors, where applicable.

Other matters which includes seeking decisions from creditors (via Deemed Consent Procedure and/or Decision Procedure, tax, litigation, pensions and travel

A decision is being sought from the creditors to approve the basis of our remuneration and disbursements as liquidators. When appropriate, we shall also seek tax clearance from HMRC to close the liquidation.

How much will this further work cost?

Details of further work are contained within our fee estimate enclosed in appendix 3 of this report.

Expenses

Details of the expenses that we expect to incur in connection with the work that remains to be done referred to above are as set out in the estimate of anticipated expenses attached at Appendix 3.

9. OTHER RELEVANT INFORMATION

Investigations carried out to date

We have undertaken an initial assessment of the manner in which the business was conducted prior to the liquidation of the Company and potential recoveries for the estate in this respect. Based on present information, no further action is being taken.

Connected party transactions

We have not been made aware of any sales of the Company's assets to connected parties.

Use of personal information

Please note that in the course of discharging our statutory duties as liquidators, we may need to access and use personal data, being information from which a living person can be identified. Where this is necessary, we are required to comply with data protection legislation. If you are an individual and you would like further information about your rights in relation to our use of your personal data, you can access the same at <https://www.begbies-traynorgroup.com/privacy-notice>. If you require a hard copy of the information, please do not hesitate to contact us.

10. CREDITORS' RIGHTS

Right to request further information

Pursuant to Rule 18.9 of the Rules, within 21 days of the receipt of this report a secured creditor, or an unsecured creditor with the concurrence of at least 5% in value of the unsecured creditors, including that creditor, (or an unsecured creditor with less than 5% in value of the unsecured creditors, but with the permission of the court) may request in writing that we provide further information about our remuneration or expenses which have been incurred during the period of this progress report.

Right to make an application to court

Pursuant to Rule 18.34 of the Rules, any secured creditor or any unsecured creditor with the concurrence of at least 10% in value of the unsecured creditors including that creditor, (or any unsecured creditors with less than 10% in value of the unsecured creditors, but with the permission of the court) may, within 8 weeks of receipt of this progress report, make an application to court on the grounds that the remuneration charged or the expenses incurred during the period of this progress report are excessive or, the basis fixed for our remuneration is inappropriate.

11. CONCLUSION

Accompanying this report is a notice providing further information about the decisions being sought by correspondence together with a Voting Form. Please complete and return this form to our office by no later than 20 August 2018 together with proof of your debt (unless a proof has already been submitted) or your vote will be disregarded as will any Voting Forms returned after this date.

Should any creditor require further explanation of matters contained within the report, they should contact our office and speak in the first instance to the case manager, Louise Corbishley, who will be pleased to assist.

We will report again in approximately twelve months time or at the conclusion of the liquidation, whichever is the sooner.



Gareth Prince
Joint Liquidator
Dated: 27 July 2018

ACCOUNT OF RECEIPTS AND PAYMENTS

Period: 17 July 2017 to 16 July 2018

Darath Properties Limited
(In Liquidation)
Joint Liquidators' Summary of Receipts & Payments

Statement of Affairs £		From 17/07/2017 To 16/07/2018 £	From 17/07/2017 To 16/07/2018 £
	ASSET REALISATIONS		
Uncertain	Office, Furniture & Equipment	NIL	NIL
21,020.00	Book Debts	7,447.01	7,447.01
5,735.00	Cash at Bank	5,733.90	5,733.90
	Sundry Refund	100.00	100.00
	Bank Interest Gross	1.73	1.73
		<u>13,282.64</u>	<u>13,282.64</u>
	COST OF REALISATIONS		
	Statement of Affairs Fee	6,000.00	6,000.00
	Statutory Advertising	169.20	169.20
		<u>(6,169.20)</u>	<u>(6,169.20)</u>
	PREFERENTIAL CREDITORS		
(1,107.94)	Employees re Arrears/Hol Pay	NIL	NIL
		<u>NIL</u>	<u>NIL</u>
	UNSECURED CREDITORS		
(20,282.71)	Trade Creditors	NIL	NIL
(18,243.43)	Redundancy and PILON	NIL	NIL
(274.00)	HMRC - PAYE/NIC	NIL	NIL
(1,000.00)	HMRC - Estimated VAT and Corp Tax	NIL	NIL
		<u>NIL</u>	<u>NIL</u>
	DISTRIBUTIONS		
(46,000.00)	Ordinary Shareholders	NIL	NIL
		<u>NIL</u>	<u>NIL</u>
(60,153.08)		<u>7,113.44</u>	<u>7,113.44</u>
	REPRESENTED BY		
	Bank 1 Current		7,113.44
			<u>7,113.44</u>

Gareth Prince
Joint Liquidator

TIME COSTS AND DISBURSEMENTS

- a. Begbies Traynor (Central) LLP's charging policy;
- b. Time Costs Analysis for the period from 17 July 2017 to 16 July 2018

BEGBIES TRAYNOR CHARGING POLICY

INTRODUCTION

This note applies where a licensed insolvency practitioner in the firm is acting as an office holder of an insolvent estate and seeks creditor approval to draw remuneration on the basis of the time properly spent in dealing with the case. It also applies where further information is to be provided to creditors regarding the office holder's fees following the passing of a resolution for the office holder to be remunerated on a time cost basis. Best practice guidance¹ requires that such information should be disclosed to those who are responsible for approving remuneration.

In addition, this note applies where creditor approval is sought to make a separate charge by way of expenses or disbursements to recover the cost of facilities provided by the firm. It also applies where payments are to be made to parties other than the firm, but in relation to which the office holder, the firm or any associate has an interest. Best practice guidance² indicates that such charges should be disclosed to those who are responsible for approving the office holder's remuneration, together with an explanation of how those charges are calculated.

OFFICE HOLDER'S FEES IN RESPECT OF THE ADMINISTRATION OF INSOLVENT ESTATES

The office holder has overall responsibility for the administration of the estate. He/she will delegate tasks to members of staff. Such delegation assists the office holder as it allows him/her to deal with the more complex aspects of the case and ensures that work is being carried out at the appropriate level. There are various levels of staff that are employed by the office holder and these appear below.

The firm operates a time recording system which allows staff working on the case along with the office holder to allocate their time to the case. The time is recorded at the individual's hourly rate in force at that time which is detailed below.

EXPENSES INCURRED BY OFFICE HOLDERS IN RESPECT OF THE ADMINISTRATION OF INSOLVENT ESTATES

Best practice guidance classifies expenses into two broad categories:

- ❑ *Category 1 disbursements (approval not required)* - specific expenditure that is directly related to the case and referable to an independent external supplier's invoice. All such items are charged to the case as they are incurred.
- ❑ *Category 2 disbursements (approval required)* - items of expenditure that are directly related to the case which include an element of shared or allocated cost and are based on a reasonable method of calculation, but which are not payable to an independent third party.

(A) The following items of expenditure are charged to the case (subject to approval):

- Internal meeting room usage for the purpose of statutory meetings of creditors is charged at the rate of £100 (London £150) per meeting;
- Car mileage is charged at the rate of 45 pence per mile;
- Storage of books and records (when not chargeable as a *Category 1 disbursement*) is charged on the basis that the number of standard archive boxes held in storage for a particular case bears to the total of all archive boxes for all cases in respect of the period for which the storage charge relates;

Expenses which should be treated as Category 2 disbursements (approval required) – in addition to the two categories referred to above, best practice guidance indicates that where payments are to be made to outside parties in which the office holder or his firm or any associate has an interest, these should be treated as Category 2 disbursements.

¹ Statement of Insolvency Practice 9 (SIP 9) – Remuneration of insolvency office holders in England & Wales

² Ibid 1

Services provided by other entities within the Begbies Traynor group

The following items of expenditure which relate to services provided by an entity within the Begbies Traynor group, of which the office holder's firm is a member, are also to be charged to the case (subject to approval):

Instruction of Eddisons Insurance Services Limited ("EIS") to provide insurance broking services and specifically pre-appointment cover for the insurable risks relating to the case. The cost of the pre-appointment cover insurance is £196 inclusive of Insurance Premium Tax.

In accordance with standard insurance industry practice, EIS will receive payment of commission for the services it provides from the insurer. The commission is calculated as a percentage of the insurance premiums payable and such percentage will depend upon the class or classes of assets being insured.

EIS will invoice the insolvent estate for the premium(s) due on the insurer's behalf and receive payment from the estate. EIS will in turn, account to the insurer for the premium(s) payable after deducting any commission payable by the insurer.

- (B) The following items of expenditure will normally be treated as general office overheads and will not be charged to the case although a charge may be made where the precise cost to the case can be determined because the item satisfies the test of a *Category 1 disbursement*:

- Telephone and facsimile
- Printing and photocopying
- Stationery

BEGBIES TRAYNOR CHARGE-OUT RATES

Begbies Traynor is a national firm. The rates charged by the various grades of staff that may work on a case are set nationally, but vary to suit local market conditions. The rates applying to the Birmingham office as at the date of this report are as follows:

Grade of staff	Charge-out rate (£ per hour)
	1 May 2011 – until further notice
Partner	395
Director	345
Senior Manager	310
Manager	265
Assistant Manager	205
Senior Administrator	175
Administrator	135
Trainee Administrator	110
Support	60 - 110

Time spent by support staff such as secretarial, administrative and cashiering staff is charged directly to cases. It is not carried as an overhead.

Time is recorded in 6 minute units.

SIP9 Darath Properties Limited - Creditors Voluntary Liquidation - 60DA566.CVL : Time Costs Analysis From 17/07/2017 To 16/07/2018

Start Grade	Consultant/Partner	Director	Snr Mgr	Mngr	Asst Mgr	Snr Admin	Admin	Jnr Admin	Support	Total Hours	Time Cost £	Average hourly rate £
General Case Administration and Planning	Case planning			3.2						3.2	845.00	265.00
	Administration			0.3			3.9		2.5	6.7	881.00	131.49
	Total for General Case Administration and Planning:			3.5			3.9		2.5	9.9	1,726.00	174.85
Compliance with the Insolvency Act, Rules and best practice	Appointment			5.9				3.0		8.9	1,863.50	212.75
	Banking and Bonding			0.2			0.2		4.9	5.3	619.00	118.79
	Case Closure											0.00
Investigations	Statutory reporting and statement of affairs											0.00
	Total for Compliance with the Insolvency Act, Rules and best practice:			6.1			0.2	3.0	4.9	14.2	2,812.00	176.94
	GDAA and investigations			7.5						7.5	1,967.50	265.00
Realisation of assets	Total for investigations:			7.8						7.8	1,987.80	268.00
	Debt collection			4.1				2.2		6.3	1,328.50	210.87
	Property, business and asset sales			0.3						0.3	79.50	265.00
Trading	Retention of Title/Third party assets											0.00
	Total for Realisation of assets:			4.4				2.2		6.6	1,408.00	213.33
	Trading											0.00
Dealing with all creditors claims (including employees), distributions	Total for Trading:											0.00
	Secured											0.00
	Others			3.5			0.4			3.9	981.50	251.67
Other matters which includes meeting decisions of creditors, distributions, pension, pensions and travel	Creditors committee											0.00
	Total for Dealing with all creditors claims (including employees), correspondence and distributions:			3.5			0.4			3.9	981.80	251.67
	Seeking decisions of creditors											0.00
Other	Meetings											0.00
	Other			0.3						0.3	79.50	265.00
	Tax			0.4					1.7	2.1	263.00	139.52
Total for Other matters:	Litigation											0.00
	Total for Other matters:			0.7					1.7	2.4	372.80	155.21
	Total hours by staff grade:			23.7			4.5	5.2	9.1	44.5		
Average hourly rate £:	Total time cost by staff grade:			6,810.50			807.50	972.00	1,001.00		8,991.00	
	Average hourly rate £:	0.00	0.00	265.00	0.00	0.00	135.00	110.00	110.00			202.04
	Total fees drawn to date £:										0.00	

FEES ESTIMATE

**DETAILS OF HOW THE LIQUIDATORS ARE SEEKING
TO BE REMUNERATED**

AND

**DETAILS OF THE EXPENSES THAT THE LIQUIDATORS
CONSIDER WILL BE, OR ARE LIKELY TO BE
INCURRED**

- a. A fees estimate
- b. Details of the expenses that we consider will be or are likely to be incurred

DARATH PROPERTIES LIMITED

THE LIQUIDATORS' FEES ESTIMATE

Further to our appointment as liquidators, we are seeking to be remunerated on a time costs basis. Details of our firm's hourly charge-out rates are set out in the charging policy which accompanies this estimate. Prior to creditors determining the basis upon which we are to be remunerated, we are obliged to produce a fees estimate and to provide it to each creditor of whose details we are aware so that it can be approved at the same time as the basis of our remuneration.

Our fees estimate for the liquidation is set out below. Please note that blended hourly rates have been used which take account of the various levels of staff that are likely to undertake each area of work. These can be seen in the average hourly rate column.

	Total hours	Time cost £	Average hourly rate £
General case administration and planning	15.90	2,984.00	187.67
Compliance with the Insolvency Act, Rules and best practice	21.10	4,291.00	203.36
Investigations	7.50	1,987.50	265.00
Realisation of assets	11.00	2,140.00	194.55
Trading	0.00	0.00	
Dealing with all creditors' claims (including employees), correspondence and distributions	7.40	1,444.00	195.14
Other matters incl. seeking decisions of creditors, meetings, tax, litigation, pensions and travel	8.90	1,651.50	185.56
Total hours by staff grade	71.80		
Total time cost by staff grade		14,498.00	
Average hourly rate £			201.92

Although the fees estimate indicates that the total time costs for this matter will be £14,498, we are aware that there are limited assets to realise and so the time costs that we will be able to draw will be limited to the amount that is realised for the assets. This is expected to be in the region of £10,000. However, please note that should there be additional or unexpected asset realisations, we will look to draw our fees from those too.

Should creditors require further information on how this estimate has been produced this can be obtained from our website at <http://www.begbies-traynorgroup.com/fee-estimates>.

A more detailed explanation of the work that falls into the categories mentioned in the table above can be obtained from our website at <http://www.begbies-traynorgroup.com/work-details>.

Dated: 27 July 2018

DARATH PROPERTIES LIMITED

DETAILS OF THE EXPENSES THAT THE LIQUIDATORS CONSIDER WILL BE, OR ARE LIKELY TO BE INCURRED

No.	Type of expense	Description	Estimate £
1.	Advertisements	Of appointment, meetings, dividends etc.	200
2.	Bond	An Insolvency Practitioner is required to have a bond in place to protect the estate from misappropriation of funds	50
3.	Insurance	An Insolvency Practitioner is required to ensure that there is sufficient insurance cover over the assets of the insolvent entity prior to appointment	200
4.	Storage costs	An Insolvency Practitioner is required to retain relevant books and records of the insolvent entity in order to carry out his/her duties as office holder. In addition, following case closure the Insolvency Practitioner will retain his/her working papers to allow any queries or issues raised to be dealt with.	200
5.	Bank charges	An Insolvency Practitioner is required to operate a separate bank account in relation to the insolvent entity's estate	50
6.	Postage	Circulate initial notification of appointment, any subsequent notifications and notice of final account, when appropriate.	80

STATEMENT OF EXPENSES

Type of expense	Name of party with whom expense incurred	Amount incurred £	Amount discharged £	Balance (to be discharged) £
Expenses incurred with entities not within the Begbies Traynor Group				
Statutory advertising	Courts Advertising Limited	169.20	169.20	NIL
Disbursement – Postage	Royal Mail plc	44.64	0.00	44.64
Disbursement - Bond	AUA Insolvency Risk Services	67.50	0.00	67.50
Disbursement – Storage	Restore Data Management	174.00	0.00	174.00
Expenses incurred with entities within the Begbies Traynor Group (<i>for further details see Begbies Traynor Charging Policy</i>)				
Insurance premium paid to Eddisons	Eddisons Insurance Services Limited	196.00	0.00	196.00