

In accordance with
Rule 18.7 of the
Insolvency (England &
Wales) Rules 2016 and
Sections 92A, 104A and
192 of the Insolvency
Act 1986.

LIQ03

Notice of progress report in voluntary winding up



Companies House

TUESDAY



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08/09/2020

#272

COMPANIES HOUSE

1 Company details

Company number 0 2 3 8 1 0 4 2
Company name in full Liverare Ltd T/A GMD Car Sales

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

2 Liquidator's name

Full forename(s) Ian William
Surname Kings

3 Liquidator's address

Building name/number 4th Floor, Cathedral Buildings
Street Dean Street
Post town Newcastle upon Tyne
County/Region
Postcode N E 1 1 P G
Country

4 Liquidator's name ①

Full forename(s) Lynn
Surname Marshall

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

5 Liquidator's address ①

Building name/number 4th Floor, Cathedral Buildings
Street Dean Street
Post town Newcastle upon Tyne
County/Region
Postcode N E 1 1 P G
Country

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

LIQ03

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6

Period of progress report

From date	d	1	7	m	0	8	y	2	0	1	9
To date	d	1	6	m	0	8	y	2	0	2	0

7

Progress report

☐ The progress report is attached

8

Sign and date

Liquidator's signature

Signature

X

L Marshall

X

Signature date

d	0	7	m	0	9	y	2	0	2	0
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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

Company name **Begbies Traynor (Central) LLP**

Address

4th Floor**Cathedral Buildings**

Post town

Dean Street

County/Region

Newcastle upon Tyne

Postcode

N E 1 1 P G

Country

DX

Telephone

0191 2699820**Checklist**

We may return forms completed incorrectly or with information missing.

Please make sure you have remembered the following:

- ☐ The company name and number match the information held on the public Register.
- ☐ You have attached the required documents.
- ☐ You have signed the form.

**Important information**

All information on this form will appear on the public record.

**Where to send**

You may return this form to any Companies House address, however for expediency we advise you to return it to the address below:

The Registrar of Companies, Companies House,
Crown Way, Cardiff, Wales, CF14 3UZ.
DX 33050 Cardiff.

**Further information**

For further information please see the guidance notes on the website at www.gov.uk/companieshouse or email enquiries@companieshouse.gov.uk

This form is available in an alternative format. Please visit the forms page on the website at www.gov.uk/companieshouse

Liverare Ltd T/A GMD Car Sales (In Creditors' Voluntary Liquidation)

Progress report

Period: 17 August 2019 to 16 August 2020

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"	Liverare Ltd T/A GMD Car Sales (In Creditors' Voluntary Liquidation)
"the liquidation"	The appointment of liquidators on 17 August 2018.
"the liquidators", "we", "our" and "us"	Ian William Kings of Begbies Traynor (Central) LLP, 4th Floor, Cathedral Buildings, Dean Street, Newcastle upon Tyne, NE1 1PG and Lynn Marshall of Begbies Traynor (Central) LLP, 4th Floor, Cathedral Buildings, Dean Street, Newcastle upon Tyne, NE1 1PG
"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):

Company registered number: 02381042

Company registered office: 4th Floor, Cathedral Buildings, Dean Street, Newcastle upon Tyne, NE1 1PG

Former trading address: C/O GMD Fiat, Finchale Road, Durham, DH1 5RW

3. DETAILS OF APPOINTMENT OF LIQUIDATORS

Date winding up commenced:
Date of liquidators' appointment: 17 August 2018

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 August 2019 to 16 August 2020.

RECEIPTS

VAT refund

I have received a VAT refund of £13,860.85 during the period of this report

PAYMENTS

Accountants Fees

Mitchells Ltd have been paid £1,800.00 in connection with reclaiming a further VAT refund.

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

We have maintained records to demonstrate how the case has been administered and to document the reasons for any decisions that affect the case. We have carried out a review of the case. There was no financial benefit to creditors.

Compliance with the Insolvency Act, Rules and best practice

We have put the Insolvency Practitioners bonds in place and have reviewed these. We have opened a bank account and carried out reconciliations. There was no financial benefit to creditors.

Realisation of assets

Time has been spent recovering refunds from HMRC.

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

We anticipate that there will be a final distribution to creditors when I receive a further VAT refund.

5. ESTIMATED OUTCOME FOR CREDITORS

Details of the sums owed to each class of the Company's creditors were provided in the statement of proposals of the former administrators.

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:

Secured creditors

There are no known secured creditors.

Preferential creditors

A dividend of 100p pence in the £1 has been paid to the preferential creditors on 11 April 2019.

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

Details of how the prescribed part for unsecured creditors is calculated were provided in our previous progress report.

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

A dividend of 2.79 pence in the £1 has been paid to the unsecured creditors on 18 April 2019.

We anticipate that there will be a further distribution to creditors when I receive a further VAT refund.

6. REMUNERATION & DISBURSEMENTS

Remuneration

Our remuneration is treated as having been fixed on the same basis as the former administrators namely, 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 in attending to matters arising in the winding up as set out in our fees estimate dated 22 June 2018.

Pursuant to Statement of Insolvency Practice 9, we are also authorised to draw disbursements for services provided by their firm and/or entities within the Begbies Traynor group, on the same basis as the former administrators, namely, in accordance with our firm's policy, a copy of which is attached at Appendix 2 of this report.

The following further information in relation to our time costs and disbursements is set out at Appendix 2:

- ☐ Time Costs Analysis for the period 17 August 2019 to 16 August 2020
- ☐ Cumulative Time Cost Analysis for the period 17 August 2018 to 16 August 2020.

- Begbies Traynor (Central) LLP's charging policy

To 16 August 2020, we have drawn the total sum of £5,833.33 on account of our remuneration, against total time costs of £17,796.00 incurred since the date of our appointment as liquidators.

Time Costs Analysis

The Time Costs Analysis for the period of this report attached at Appendix 2 shows the time spent by each grade of staff on the different types of work involved in the case, and gives the total costs and average hourly rate charged for each work type.

Disbursements

To 16 August 2020, we have also drawn disbursements in the sum of £2,429.70.

Category 2 Disbursements

There are no Category 2 Disbursements.

A copy of 'A Creditors' Guide to Liquidators Fees (E&W) 2017' which provides guidance on creditors' rights on how to approve and monitor a Liquidator's remuneration and on how the remuneration is set can be obtained online at www.begbies-traynor.com/creditorsguides. Alternatively, if you require a hard copy of the Guide, please contact our office and we will arrange to send you a copy.

7. LIQUIDATORS' EXPENSES

A statement of the expenses incurred during the period of this progress report is attached at Appendix 3. A cumulative statement showing the total expenses incurred since the date of our appointment also appears at Appendix 3.

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

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

We will continue to maintain records to demonstrate how the case has been administered and to document the reasons for any decisions that affect the case. We will carry out reviews of the case. There will be no financial benefit to creditors.

Compliance with the Insolvency Act, Rules and best practice

We will continue to review the Insolvency Practitioners' bonds and complete regular bank reconciliations. We will prepare a final report at the end of the Liquidation. There will be no financial benefit to creditors.

Realisation of assets

There are no further assets to realise

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

All creditors claims received have been admitted for dividend purposes and distributions to both preferential creditors and unsecured creditors have been made. I expect to make a final distribution to unsecured following receipt of a further VAT refund.

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

We will continue to comply with HMRC in relation to filing Corporation Tax return for the Company.

How much will this further work cost?

We estimate that this further work will cost in the region of £3,000.

9. OTHER RELEVANT INFORMATION

Investigations and reporting on directors conduct

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.

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

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

L Marshall

Lynn Marshall
Joint Liquidator

Dated: 7 September 2020

ACCOUNT OF RECEIPTS AND PAYMENTS

Period: 17 August 2019 to 16 August 2020 and for the full period of the liquidation

**Liverare Ltd T/A GMD Car Sales
(In Liquidation)
Joint Liquidators' Summary of Receipts & Payments**

Statement of Affairs £	From 17/08/2019 To 16/08/2020 £	From 17/08/2018 To 16/08/2020 £
ASSET REALISATIONS		
Miscellaneous Refund	NIL	2,245.51
Plant, machinery/fixtures, fittings & st	NIL	100.00
Surplus Funds from Administration	NIL	69,616.47
VAT Refund	13,860.85	14,822.97
	<u>13,860.85</u>	<u>86,784.95</u>
COST OF REALISATIONS		
Accountants Fees	1,800.00	1,800.00
Bank Charges	NIL	100.00
Office Holders Fees	2,333.33	5,833.33
Property Security & Alarm Systems	NIL	286.50
Statutory Advertising	NIL	169.20
Storage Costs	NIL	14.00
Valuers/Auctioneers Fees	NIL	60.00
	<u>(4,133.33)</u>	<u>(8,263.03)</u>
PREFERENTIAL CREDITORS		
Employees PREF	NIL	737.93
HMRC Tax & NI	NIL	236.01
Redundancy Payments Service PREF	NIL	26,024.84
	<u>NIL</u>	<u>(26,998.78)</u>
UNSECURED CREDITORS		
Employees	NIL	69.05
Redundancy Payments Service	NIL	2,827.02
Trade & Expense Creditors	NIL	35,960.55
	<u>NIL</u>	<u>(38,856.62)</u>
	<u>9,727.52</u>	<u>12,666.52</u>
REPRESENTED BY		
Bank 1 Current		11,847.85
Vat Payable		(20.00)
Vat Receivable		838.67
		<u>12,666.52</u>

L Marshall

Lynn Marshall
Joint Liquidator

TIME COSTS AND DISBURSEMENTS

- a. Begbies Traynor (Central) LLP's charging policy;
- b. Time Costs Analysis for the period from 17 August 2019 to 16 August 2020, and
- c. Cumulative Time Costs Analysis for the period from 17 August 2018 to 16 August 2020.

BEGBIES TRAYNOR CHARGING POLICY**INTRODUCTION**

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. Best practice guidance¹ 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.

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):

- Car mileage is charged at the rate of 45 pence per mile;
- 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.

¹ Ibid 1

SIP9 Liverare Limited T/A GMD Car S - Creditors Voluntary Liquidation - 84KNE227.CVL : Time Costs Analysis From 17/08/2019 To 16/08/2020

Staff Grade	Consultant/Partner	Director	Sr Mngr	Mng	Asst Mng	Sr Admin	Admin	Jr Admin	Support	Total Hrs	Time Cost £	Average hourly rate £
General Case Administration and Planning						0.5				2.3	733.50	318.91
Administration		3.3						3.3		6.6	1,930.50	292.50
Total for General Case Administration and Planning:		3.3				0.5		3.3		6.6	2,664.00	299.33
Compliance with the Insolvency Act, Rules and best practice												0.00
Appointment												0.00
Banking and Bonding						1.2			1.5	2.7	480.00	177.78
Case Closure												0.00
Statutory reporting and statement of affairs												0.00
Total for Compliance with the Insolvency Act, Rules and best practice:						1.2				4.5	1,552.50	345.00
Investigations												0.00
GDCA and Investigations												0.00
Total for Investigations:										7.2	2,052.00	285.00
Realisation of assets												0.00
Debt collection												0.00
Property, business and asset sales										1.0	345.00	345.00
Retention of Third/Third party assets												0.00
Total for Realisation of assets:										1.0	345.00	345.00
Trading												0.00
Trading												0.00
Total for Trading:												0.00
Dealing with all creditors claims (including employees), correspondence and distributions												0.00
Secured												0.00
Others						0.2				0.2	45.00	225.00
Creditors committee												0.00
Total for Dealing with all creditors claims (including employees), correspondence and distributions:						0.2				6.2	45.00	225.00
Other matters which includes meeting decisions of creditors, meetings, tax, litigation, pensions and benefit												0.00
Seeking decisions of creditors												0.00
Meetings												0.00
Other												0.00
Tex		8.3				0.3	0.5			11.2	4,373.00	390.45
Litigation												0.00
Total for Other matters:		8.3				0.3	0.5			11.2	4,373.00	390.45
Total hours by staff grade:		8.6				2.2	0.5	3.3	1.5	28.5		
Total time cost by staff grade:		4,373.00				495.00	87.50	482.00	210.00		9,499.50	
Average hourly rate £:		445.00				225.00	175.00	140.00	140.00			331.91
Total less drawn to date £:											6.00	

SIP9 Liverare Limited T/A GMD Car S - Creditors Voluntary Liquidation - 84KNE227.CVL : Time Costs Analysis From 17/08/2018 To 16/08/2020

Staff Grade	Consultant/Partner	Director	Sr Mgr	Mgr	Asst Mgr	Sr Admin	Admin	Jr Admin	Support	Total Hours	Time Cost £	Average hourly rate £
General Case Administration and Planning				1.8		0.5	2.5	3.3		2.3	735.50	316.91
Administration	1.0	3.3		9.8						18.9	5,001.50	251.33
Total for General Case Administration and Planning	1.0	3.3		11.6		0.5	2.5	3.3		22.3	5,736.00	253.33
Compliance with the Insolvency Act, Rules and best practice						1.8				3.4	837.50	187.50
Appointment												0.00
Banking and Bonding									1.5			0.00
Case Closure												0.00
Statutory reporting and statement of affairs		0.5		4.5						5.0	1,775.00	355.00
Total for Compliance with the Insolvency Act, Rules and best practice		0.5		4.5		1.8			1.5	9.4	2,412.50	287.20
Investigations												0.00
CGDA and investigations												0.00
Total for investigations:												0.00
Debt collection				1.0						1.0	345.00	345.00
Property, business and asset sales												0.00
Retention of Third/Party assets												0.00
Total for Realisation of assets:				1.0						1.0	345.00	345.00
Trading												0.00
Total for Trading:												0.00
Dealing with all creditors (including employees), correspondence and distributions	2.5			2.0		0.2	2.0			6.5	1,465.00	225.38
Others				3.9					12.0	16.1	3,070.50	190.71
Creditors committee												0.00
Total for Dealing with all creditors claims (including employees), correspondence and distributions:	2.5			5.9		0.2	2.0		12.0	22.5	4,535.50	204.89
Other matters which includes seeking decisions of creditors, meetings, tax litigation, penitence and travel												0.00
Meetings												0.00
Other												0.00
Tax		6.8		4.6		0.3	0.5			12.2	4,768.00	390.82
Litigation												0.00
Total for Other matters:		6.8		4.6		0.3	0.5			12.2	4,768.00	390.82
Total hours by staff grade:	3.5	10.8		27.8		2.9	6.0	3.3	15.5	64.4		
Total time cost by staff grade:	1,215.80	4,717.00		8,317.00		833.50	462.50	462.00	1,490.00		17,786.00	
Average hourly rate £:	350.00	441.00	0.00	302.88	0.00	223.00	92.50	140.00	140.00			288.01
Total fees drawn to date £:											0.00	

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				
Accountants fees	Mitchells Limited	1,800.00	1,800.00	Nil
Expenses incurred with entities within the Begbies Traynor Group (for further details see Begbies Traynor Charging Policy)				
None				

CUMULATIVE STATEMENT OF EXPENSES

Type of expense	Name of party with whom expense incurred	Amount incurred £
Accountants fees	Mitchells Limited	1,800.00
Valuers/ Auctioneers fees	Wilson's Auctions (Newcastle)	60.00
Property Security & Alarm Systems	Orbis Protect Limited	286.50
Storage Costs	The Creditor Gateway Limited	28.00
Statutory Advertising	Court Advertising Limited	169.20
Bank charges	Svenska Handelsbanken AB (publ)	100.00