

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

To the Registrar of Companies

Company Number

02658750

Name of Company

(a) Insert full name of  
company

(a) CARBON MUSIC LIMITED

Limited

(b) Insert full name(s) and  
address(es)

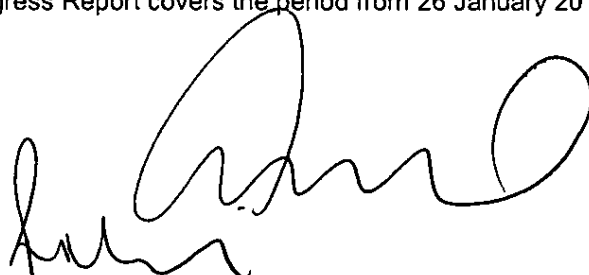
I/We (b)

Andrew Andronikou of UHY Hacker Young LLP, Quadrant House, 4 Thomas More Square,  
London, E1W 1YW and Peter Kubik of UHY Hacker Young LLP, Quadrant House, 4 Thomas  
More Square, London, E1W 1YW

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 26 January 2011 to 31 October 2012

Signed



Date 31.10.12

Presenter's name,  
address and reference (if  
any)

Andrew Andronikou  
UHY Hacker Young LLP  
Quadrant House  
4 Thomas More Square  
London  
E1W 1YW

THURSDAY



\*A1KS6W5Y\*

A07

01/11/2012

#107

COMPANIES HOUSE

**CARBON MUSIC LIMITED  
IN CREDITORS' VOLUNTARY LIQUIDATION**

**FINAL REPORT**

**31 October 2012**

**CONTENTS**

- 1 Introduction
- 2 Background
- 3 Asset realisations
- 4 Costs and expenses
- 5 Creditors' claims
- 6 Investigations
- 7 Creditors' right to request information under Rule 4 49e and their right to challenge the Liquidators' remuneration and expenses under Rule 4 131
- 8 Conclusion

**APPENDICES**

- 1 Receipts and payments account for the period 23 March 2012 to 31 October 2012
  - 2 Analysis of time costs for the period 26 January 2012 to 31 October 2012
  - 3 Notice of final meetings
  - 4 Proxy form
  - 5 Proof of debt
  - 6 Schedule of charge out rates
-

**1. INTRODUCTION**

The purpose of this report is to provide a final report to creditors on Carbon Music Limited ('the Company') and to put creditors on notice of the Joint Liquidators intention to resign and seek release from office. The report details the acts and dealings of the Joint Liquidators and it should be read in conjunction with previous correspondence to creditors.

**2. BACKGROUND**

The Company's registered address is Quadrant House, 4 Thomas More Square, London, E1W 1YW, formerly The Studio, 8 Hornton Place, Kensington, London, W8 4LZ. The Company's registered number is 02658750.

On the 14 September 2009 the Company entered into a Company Voluntary Arrangement ('CVA') and the director proposed the Company would continue to trade and make a minimum contribution of £210,900 over 5 years, payable in monthly instalments.

Unfortunately, due to financial difficulties, the Company was unable to maintain its monthly contributions and in June 2010 fell into arrears.

As the Company had failed to meet its obligations in accordance with the terms of the CVA, Andrew Andronikou and I were duly appointed Joint Liquidators on 25 January 2011.

**3. ASSET REALISATIONS**

The Joint Liquidators' receipts and payments account for the period from 23 March 2012 to 31 October 2012 is attached at **appendix 1**. The following receipts and payments have been made in the Liquidation -

**Receipts**

**Book debts**

The sum of £1,989.50 was received in respect of outstanding debtors.

**Cash at bank**

A credit balance of £376.92 was transferred from the Company's former bank account.

**Bank interest**

The bank interest earned during the Liquidation totalled £6.37.

---

## **Receipts**

### **Advertising**

A sum of £67.50 was paid to the Legal and Public Notices Advertising Agency to place a statutory advert in the London Gazette

### **The Creditor Gateway**

The sum of £5 was paid to the Creditor Gateway to make my reports available to creditors online

### **Storage costs**

My agents, JG Collection Services, were paid £96.90 for the collection, storage and future destruction of the Company's books and records

## **4. COSTS AND EXPENSES**

### **Statement of Affairs fee**

At meetings of members and creditors on 26 January 2011, the Joint Liquidators' pre-appointment fee of £6,000 plus VAT was authorised. This was in respect of assisting the Company with drafting the Statement of Affairs and producing and circulating the notices for the meetings

### **Joint Liquidators' remuneration**

The Joint Liquidators' remuneration was drawn in accordance with Insolvency Rules 1986 R4.127(2)(b) and the following resolution, as authorised by creditors on 26 January 2011.

"That the Joint Liquidators are authorised to draw their remuneration on the basis of time properly spent by them and their staff, such time costs to be drawn on account from time to time as funds permit "

The Joint Liquidators' time costs for the period 26 January 2011 to 31 October 2012 totals £8,092.83 representing 79.27 hours at an average hourly rate of £102.09. The sum of £1,838.91 was drawn and the balance has been written off. The time costs are detailed at **appendix 2**

### **Joint Liquidators' disbursements**

The Joint Liquidators' category 1 disbursements for the period 26 January 2011 to 31 October 2012 amount to £364.48. These represent the simple reimbursement of actual out of pocket payments made on behalf of the assignment. These were paid in full and are detailed at **appendix 2** and are listed below -

- A further £187.50 was paid to the Legal and Public Notices Advertising Agency in respect of various statutory adverts placed in the London Gazette

- The Royal Mail was paid the sum of £51.98 in respect of a redirection fee

---

- The sum of £125 was paid in respect of the Joint Liquidators' bond, a specific insurance required in all insolvencies

The Joint Liquidators' category 2 disbursements for the period 26 January 2011 to 31 October 2012 total £280. These may include an element of overhead charges in accordance with the resolution passed by creditors at a meeting held on 26 January 2012. The basis of calculation of this category of disbursement was disclosed to creditors prior to the resolution being passed and is also detailed at appendix 2.

## **6. CREDITORS' CLAIMS**

### **Secured creditor**

I am not aware of any secured creditor and no charge has been registered at Companies House

### **Preferential creditors**

There are no preferential creditors in this matter

### **Unsecured creditors**

Creditors' claims, as per the Statement of Affairs, totalled £142,473.35 and the submitted claims amount to £66,531.81. Unfortunately, there have been insufficient funds to pay a dividend to creditors in this matter.

## **5 INVESTIGATION**

In accordance with the Company Directors Disqualification Act 1986, I have undertaken an investigation into the affairs of the Company and the conduct of its directors. I submitted my findings to the Insolvency Service on 11 July 2011. Please note that this is confidential.

## **8 FURTHER INFORMATION**

An unsecured creditor may, with the permission of the Court or with the concurrence of 5% in value of the unsecured creditors (including the creditor in question) request further details of the Joint Liquidators' remuneration and expenses, within 21 days of receipt of this report. Any secured creditor may request the same details in the same time limit.

An unsecured creditor may, with the permission of the Court or with the concurrence of 10% in value of the creditors (including the creditor in question), apply to court to challenge the amount and/or basis of the Joint Liquidators' fees and the amount of any proposed expenses or expenses already incurred, within 8 weeks of receipt of this report. Any secured creditor may make a similar application to Court within the same time limit.

---

9. CONCLUSION

It is intended that a meeting of the members of the Company be convened for 11 00am on Wednesday 31 October 2012 to be followed by a meeting of the Company's creditors at 11 30am. The meetings will be held at the offices of UHY Hacker Young LLP, Quadrant House, 4 Thomas More Square, London, E1W 1YW. Please note that these meetings are purely a formality and there is no necessity to attend. The only information that will be presented comprises this report and the attachments.

If you do not wish to attend the meeting of creditors personally then the proxy form must be returned by the date and time specified in the notice in order for your claim to be admitted for voting purposes. If you have not previously submitted a proof of debt in these proceedings you must submit one along with the proxy form.

The proxy form should nominate a proxy-holder, which may be the chairman of the meeting, and who will vote in accordance with your instructions. The Chairman will either be myself, or a manager at this office. Please note that if proxies are given to the Official Receiver they will be invalid.

The meeting is for the purpose of the Joint Liquidators resigning from office and seeking their release and this is detailed in the resolution on the proxy form. If there is no objection to the Joint Liquidators' resignation then the Liquidators will be released upon giving notice of the resignation to the Registrar of Companies in accordance with Rule 4.122(1).

Should you have any queries regarding this matter, or the contents of this report, please do not hesitate to contact Skevi Iacovou on 020 7216 4885.



Peter Kubik  
Joint Liquidator

## Appendix 1

**Carbon Music Limited - In Creditors' Voluntary Liquidation**  
**Joint Liquidators' Abstract of Receipts & Payments**

**From 23 March 2012 to 31 October 2012**

<b>S of A £</b>		<b>As Previously Reported</b>	<b>23/03/12 to 31/10/12</b>	<b>Total £</b>
<b>RECEIPTS</b>				
NIL	Book debts	1,989 50	NIL	1,989 50
150	Cash at bank	376 92	NIL	376 92
NIL	Bank interest gross	6 37	NIL	6 37
150		2,372 79	NIL	2,372 79
<b>PAYMENTS</b>				
	Statutory advertising	67 50	NIL	67 50
	The Creditor Gateway fees	5 00	NIL	5 00
	Storage costs	96 90	NIL	96 90
	Joint Liquidators' remuneration	1,838 91	NIL	1,838 91
	Disbursement - Statutory Advertising	187 50	NIL	187 50
	Disbursement - Specific Bond	125 00	NIL	125 00
	Disbursement - Re-Direction of Mail	51 98	NIL	51 98
		2,372 79	NIL	2,372 79
<b>CASH IN HAND</b>				<u>NIL</u>

**CARBON MUSIC LIMITED IN CREDITORS VOLUNTARY LIQUIDATION**

Summary of Job Liquidation: fees made from 26 January 2011 (date of appointment) to 31 October 2012

Classification of work function	Partner Hours	Director Hours	Manager Hours	Asst Manager Hours	Sec Administrator Hours	Administrator Hours	Junior Administrator Hours	Total Hours	Total Cost £	Avg Hourly Rate £
<b>Administration &amp; Planning</b>										
Administrative Setup	0.00	0.00	0.10	0.00	0.00	0.00	2.70	2.80	233.50	83.39
Appointment Notification	0.00	0.00	0.30	0.00	0.00	0.00	3.30	3.60	311.50	86.51
Case Planning	0.60	278.00	0.10	4.30	0.40	0.00	23.90	31.85	3,364.25	105.49
Maintenance of Records	0.00	0.00	0.00	0.00	0.00	0.00	0.60	1.40	158.00	112.86
Summary Reporting	0.10	43.00	0.20	1.90	0.60	0.00	24.05	26.55	2,522.00	94.99
Realisation of Assets										
Debt Collection	0.00	0.00	0.15	0.00	0.00	0.00	2.60	2.75	264.00	96.00
Securing, Insuring Assets	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Property Insurance and Asset Sales	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Revision of Title	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Creditors										
Communication with Creditors	1.10	438.00	0.00	0.00	0.90	0.00	1.30	3.10	6,363.50	205.97
Creditors Claims	0.00	0.00	0.00	0.00	0.00	0.00	0.30	0.30	31.50	85.00
Trading	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Investigations										
SIP 2 Review	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Asset/Debt Transactions	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
CDDA Reports	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Crisis Specific Matters	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
<b>TOTAL HOURS</b>	<b>1.60</b>	<b>611.67</b>	<b>2.60</b>	<b>8.20</b>	<b>1.70</b>	<b>0.00</b>	<b>65.47</b>	<b>79.27</b>	<b>68,892.83</b>	<b>1,082.89</b>
<b>TOTAL TIME CHARGED (40)</b>										
Average hourly cost (£)										

All figures are shown net of VAT

**ANALYSIS OF DISBURSEMENTS - Category 2**

Type & Purpose	Cost Incurred	Cost to date
Stationery / Gas / postage / telephone	One off cost of £15 per creditor	130.00
Internal storage of Company records	£8 per annum per box	0.00
Internal storage of Insolvency Practitioner's working papers	£5 per annum for 10 years	50.00
Fees and salaries	One off cost of £25	30.00
Photocopying (other than to creditors)	10p per sheet	0.00
Internal meeting room cost	£20 per hour	40.00
Manager (own car mileage)	£5 per mile	0.00
<b>TOTAL</b>		<b>£250.00</b>

**ANALYSIS OF DISBURSEMENTS - Category 1**

Type & Purpose	Cost to date
Bond	115.00
Redirection of mail	51.96
Advertising	187.50
<b>TOTAL</b>	<b>£354.46</b>



# THE INSOLVENCY ACT 1986

## NOTICE OF FINAL MEETINGS

**Company name:** Carbon Music Limited  
**Company number:** 02658750  
**Registered office:** Quadrant House, 4 Thomas More Square, London, E1W 1YW  
**Former Trading Address:** The Studio 8 Hornton Place, Kensington, London, W8 4LZ

**NOTICE IS HEREBY GIVEN** that a final meeting of the members of Carbon Music Limited will be held at 11 00 am on Wednesday 31 October 2012, to be followed at 11 30 am on the same day by a meeting of the creditors of the company. The meetings will be held at the offices of UHY Hacker Young LLP, Quadrant House, 4 Thomas More Square, London, E1W 1YW

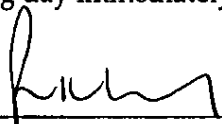
The meetings are called pursuant to Section 106 of the Insolvency Act 1986 for the purpose of receiving an account from the Joint Liquidators explaining the manner in which the winding-up of the company has been conducted and to receive any explanation that they may consider necessary. A member or creditor entitled to attend and vote is entitled to appoint a proxy to attend and vote instead of him. A proxy need not be a member or creditor.

The following resolutions will be considered at the creditors' meeting

- 1 That the Joint Liquidators' final report and receipts and payments account be approved
- 2 That the Joint Liquidators receive their release

Proxies to be used at the meetings must be returned to the offices of UHY Hacker Young LLP, Quadrant House, 4 Thomas More Square, London, E1W 1YW no later than 12 noon on the working day immediately before the meetings.

Signed

  
**Peter Kubik**  
Joint Liquidator

Date: 25 September 2012

**Names of Insolvency Practitioners calling the meetings:**

Andrew Andronikou and Peter Kubik

**Address of Insolvency Practitioners:**

Quadrant House, 4 Thomas More Square,  
London, E1W 1YW

**IP Numbers**

8806 and 9220

**Contact Name**

Skevi Iacovou

**Email Address**

s.iacovou@uhy-uk.com

**Telephone Number**

020 7216 4885

# Proxy (Members' or Creditors' Voluntary Winding Up)

**Carbon Music Limited**

Name of Creditor/Member \*

Address

Name of Proxy Holder

Please insert name of person (who must be 18 or over) or the chairman of the meeting (see note below) if you wish to provide for alternative proxy holders in the circumstances that your first choice is unable to attend please state the name(s) of the alternatives as well

1

2

3

Please delete words in brackets if the proxy holder is only to vote as directed i.e. he has no discretion

I appoint the above person to be my/the creditor's/member's \* proxy holder at the meeting of creditors/members to be held on **Wednesday 31 October 2012**, or at any adjournment of that meeting. The proxy holder is to propose or vote as instructed below (and in respect of any resolution for which no specific instruction is given, may vote or abstain at his/her discretion)

Any other resolutions which the proxy-holder is to propose or vote in favour of or against should be set out in numbered paragraphs in the space provided below paragraph 1. If more room is required please use the other side of this form

1 That the Joint Liquidators' final report and receipts and payments account be and are hereby approved

**For/Against\***

2 That the Joint Liquidators receive their release and discharge

**For/Against\***

\* Please delete as applicable

This form must be signed

Signature \_\_\_\_\_

Date \_\_\_\_\_

Name in CAPITAL LETTERS - \_\_\_\_\_

Only to be completed if the creditor/member has not signed in person

Position with creditor/member or relationship to creditor/member or other authority for signature

Please note that if you nominate the chairman of the meeting to be your proxy-holder he will either be a director of the company or the current liquidator.

Remember there may be resolutions on the other side of this form

## Proof of Debt – General Form

<b>Carbon Music Limited</b>	
Date of resolution for voluntary winding-up 26 January 2011	
1	Name of creditor (If a company please also give company registration number)
2	Address of creditor for correspondence
3	Total amount of claim, including any Value Added Tax and outstanding uncapitalised interest as at the date the company went into liquidation
4	Details of any documents by reference to which the debt can be substantiated (Note There is no need to attach them now but the liquidator may call for any document or evidence to substantiate the claim at his discretion as may the chairman or convenor of any meeting)
5	If amount in 3 above includes outstanding uncapitalised interest please state amount
6	Particulars of how and when debt incurred (If you need more space append a continuation sheet to this form)
7	Particulars of any security held, the value of the security, and the date it was given
8	Particulars of any reservation of title claimed in respect of goods supplied to which the claim relates
9	Signature of creditor or person authorised to act on his behalf  _____
	Name in BLOCK LETTERS  _____
	Position with or in relation to creditor  _____
	Address of person signing (if different from 2 above)  _____
Admitted to vote for	Admitted for dividend for
£	£
Date	Date
Liquidator	Liquidator

## Turnaround and recovery charge out rates

Rates effective from 1 August 2012 and historic rates

Grade	Rate £/ per hour 2012	Rate £/ per hour 2011	Rate £/ per hour 2010	Rate £/ per hour 2009
Partners	£315 - £470	£315 - £470	£350 - £450	£230 - £400
Directors	£275	£275	£260	£250
Manager	£175 - £230	£175 - £230	£175 - £230	£195 - £200
Assistant managers	£155 - £165	£155 - £160	£155	£130 - £155
Senior Administrators	£130 - £170	£130 - £165	£135	£130 - £150
Administrators	£90 - £100	£90 - £100	£80 - £100	£80 - £105
Junior Administrators	£70 - £85	£70 - £85	£75	£45 - £50

### Other disbursements

Effective from 1 August 2012

One off cost of £10 per creditor
One off cost of £3 per debtor
£5 per annum for 10 years (£50)
One off cost of £35
10p per sheet
£65 per hour
45p per mile

*VAT will be charged on the above disbursements where applicable*

### Time charging policy

Support staff do not charge their time to each case. Support staff include cashier, secretarial and administration support.

Please be advised that the minimum unit of time recorded is 6 minutes

