

Section 106

Return of Final Meeting in a
Creditors' Voluntary Winding UpPursuant to Section 106 of the
Insolvency Act 1986

To the Registrar of Companies

S.106

Company Number

02860590

Name of Company

Embroidery Express Plc

~~At~~We Adam Peter Jordan
Bridge House
Riverside North
Bewdley
Worcestershire
DY12 1AB

Nickolas Garth Rimes
Bridge House
Riverside North
Bewdley
Worcestershire
DY12 1AB

Note The copy account must be
authenticated by the written
signature(s) of the Liquidator(s)

1 give notice that a general meeting of the company was duly ~~held on~~/summoned for 07 January 2013 pursuant to section 106 of the Insolvency Act 1986, for the purpose of having an account (of which a copy is attached) laid before it showing how the winding up of the company has been disposed of, and that ~~the same was done accordingly~~ / no quorum was present at the meeting.

2 give notice that a meeting of the creditors of the company was duly ~~held on~~/summoned for 07 January 2013 pursuant to Section 106 of the Insolvency Act 1986, for the purpose of having the said account laid before it showing how the winding up the company has been conducted and the property of the company has been disposed of and that ~~the same was done accordingly~~/no quorum was present at the meeting

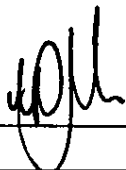
The meeting was held at Bridge House, Riverside North, Bewdley, Worcestershire, DY12 1AB

The winding up covers the period from 12 November 2010 (opening of winding up) to the final meeting (close of winding up)

The outcome of any meeting (including any resolutions passed) was as follows

NO RESOLUTIONS WERE PASSED AS QUORUM WAS PRESENT
AT THE MEETING.

Signed



Date 07 January 2013

Rimes & Co
Bridge House
Riverside North
Bewdley
Worcestershire
DY12 1AB

Ref EMBR0605/AJ/NR/KC

THURSDAY



A35

A1ZRHMYQ
10/01/2013
COMPANIES HOUSE

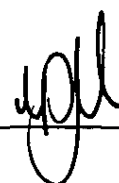
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Embroidery Express Plc
(In Liquidation)
Joint Liquidators' Abstract of Receipts & Payments
From 12 November 2010 To 7 January 2013

S of A £		£	£
	ASSET REALISATIONS		
3,250 00	Plant & Machinery	3,250 00	
640 00	Furniture & Equipment	750 00	
	Goodwill	500 00	
998 00	Cash at Bank	994 74	
	Business Rates Refund	478 16	
	Bank Interest Gross	0 61	
			5,973 51
	COST OF REALISATIONS		
	Preparation of S of A	3,743 86	
	Pre Appointment Disbursements (Cat	18 90	
	Joint Liquidators' Remuneration	1,049 30	
	Joint Liquidators' Disbursements (Cat	127 60	
	Pension agents fees	250 00	
	Accountants Fees	500 00	
	Storage Costs	158 60	
	Statutory Advertising	125 00	
	Irrecoverable VAT	0 25	
			(5,973 51)
	PREFERENTIAL CREDITORS		
(360 00)	Employees' Claims - Wages and Hol P	NIL	NIL
	UNSECURED CREDITORS		
(3,713 00)	Trade & Expense Creditors	NIL	
(18,727 00)	Employees' Claims - Notice and Red P	NIL	
(1,723 00)	Director's Loan	NIL	
(24,948 00)	HM Revenue & Customs - VAT	NIL	
(37,866 00)	HM Revenue & Customs - PAYE	NIL	
			NIL
	DISTRIBUTIONS		
(50,000 00)	Ordinary Shareholders	NIL	NIL
(132,449.00)			(0.00)

REPRESENTED BY

NIL



Adam Peter Jordan
Joint Liquidator

**PRIVATE AND CONFIDENTIAL
TO REGISTRAR OF COMPANIES**

Our ref EMBR0605/NR/AJ/KC/Z

7 January 2013

Dear Sir(s)

Embroidery Express Plc - In Liquidation ("the Company")
Company No: 02860590 Registered Office. as Bewdley address below

Further to our appointment as Joint Liquidators of the Company on 12 November 2010 we are now in a position to conclude the Liquidation and to provide you with our final report pursuant to Section 106 of the Insolvency Act 1986 ('the Act') and the Insolvency Rules 1986, as amended ('the Rules')

Throughout the Liquidation, the Joint Liquidators have acted Jointly and severally

The Joint Liquidators' Abstract of Receipts and Payments for the period from the date of my last progress report, and for the Liquidation as a whole, showing asset realisations in the Liquidation and how they have been disbursed, is attached at **Appendix A**

ASSET REALISATIONS

Tangible Assets

The Director's Estimated Statement of Affairs identified the Company assets, comprising office furniture and equipment and plant and machinery were estimated to realise £3,890 on a 'forced sale' basis. The assets were valued by independent agents Asset Management Services Limited ("AMS")

Subsequent to our appointment I received an offer in the sum of £4,000 plus VAT from Workwear Limited ("Workwear"). After consultation AMS this offer was accepted and invoiced on 15 November 2010. The purchase consideration was received in full on 6 December 2010.

Intangible Assets

Following our appointment an offer of £500 was also received from Workwear for the goodwill of the business, which was accepted, invoiced and received in full on the same dates as the tangible asset sale.

In accordance with the Statement of Insolvency Practice 13, I am obliged to inform creditors of the acquisition of assets of a Company by Directors or parties connected with them. Mr Jeremy Yarwood, Director, of Workwear Limited, was a Director of Embroidery Express Plc.

Bridge House, Riverside North, Bewdley DY12 1AB
Tel (01299) 406355 | Fax (01299) 406356
Email info@rimesandco.co.uk | Website www.rimesandco.co.uk
Also at 1 Brassey Road, Old Potts Way, Shrewsbury SY3 7FA

N G Rimes MABRP is licensed to act as an Insolvency Practitioner by The Secretary of State for Trade and Industry
A P Jordan MABRP MIPA is licensed to act as an Insolvency Practitioner by the Insolvency Practitioners Association

Rimes & Co is the trading name of Rimes & Co Limited registered in England and Wales under no. 06852450 whose registered office is Birch House, Hams Business Park, Bromsgrove B60 4DJ



Cash at Bank

The Director's Estimated Statement of Affairs showed cash at bank in the sum of £998. Since our last report the sum of £994.74 has been received, following the closure of the Company's bank account and after taking into account bank charges.

Sundry Refund

The sum of £478.16 has been received in respect of a business rates refund.

Bank interest

Funds realised have been held in an interest bearing account and 61p has been received gross of taxation.

All known assets have been realised and no further realisations are anticipated.

INVESTIGATIONS

We have previously advised that the Joint Liquidators have obliged with their reporting requirement in accordance with the Company Directors Disqualification Act 1986.

OUTCOME FOR CREDITORS

Secured creditors and the Prescribed Part

According to the Company's file at Companies House there was an outstanding debenture and several outstanding legal mortgages in favour of HSBC Bank Plc. Notwithstanding, no funds remained due to HSBC Bank Plc at the date of Liquidation.

Accordingly, the Prescribed Part provisions of the Act do not apply to the Company.

Preferential creditors and unsecured creditors

Assets realised have been utilised fully in contributing towards defraying the administrative costs of the Liquidation.

Accordingly, formal notice was given in our Annual Report dated 6 January 2012 that, in accordance with Rules 4.186 and Rule 11.7 of the Rules, no funds would become available to enable any form of distribution to be made to preferential and unsecured creditors in our first progress report.

JOINT LIQUIDATORS' REMUNERATION, EXPENSES AND DISBURSEMENTS

Basis of remuneration and disbursements

At the initial meeting of creditors held pursuant to Section 98 of the Act on 12 November 2010 it was resolved that the Joint Liquidators would be remunerated by reference to the time properly spent by them in dealing with this matter at our firm's standard charging rates, and that their disbursements would be drawn in accordance with our firm's standard tariff.

Since the original approval of the basis of our remuneration there has been a change to our charge out rates and disbursement tariff, a copy of this is attached at **Appendix B**.

Remuneration charged and drawn

The Joint Liquidators' time costs to date amount to £5,116 50 representing 31 70 hours at an average hourly rate of £161 40. A breakdown of these time costs is provided at **Appendix C**, in accordance with the requirements of Statement of Insolvency Practice 9.

We have only been able to draw £1,049 30 on account of the time spent and all outstanding and future time will be written off.

Disbursements charged and drawn

Details of disbursements charged and drawn are given in Appendix D.

Category 1 disbursements are in respect of expenses that were directly attributable to the case. These have been charged in accordance with the Rules. Category 2 disbursements are not directly attributable to the case and required the specific authority of creditors to draw.

We have drawn our Category 1 disbursements in full. Category 2 disbursements and any future disbursements will be absorbed by Rimes & Co.

Expenses charged and drawn

Details of expenses charged and drawn are also given in Appendix D.

At the first meeting of creditors held on 12 November 2010 it was resolved that the fees and expenses of Rimes & Co for assisting the Director in convening the statutory meetings to place the Company into Liquidation, and for assistance in preparing the Statement of affairs, would be a fee of £5,000 plus disbursements and VAT, and would be paid out of the assets of the Company.

Creditors will note from the attached receipts and payments account that we have drawn £3,743 86 towards our fee, representing the time costs actually incurred, along with our pre-appointment disbursements in full. All outstanding pre-appointment time costs will be written off.

If you have any queries at all about the Liquidation, please do not hesitate to contact my colleague Kate Conneely on 01299 406355.

Yours sincerely



A P Jordan
Joint Liquidator

Joint Liquidators' final receipts and payments account

		First Year 12/11/2010 to 11/11/2011 £	Second Period 12/11/2011 to 11/11/2012 £	Final Period 12/11/2012 to 07/01/2013	Accumulative Total £
	Estimated to realise £				
Receipts					
Plant & Machinery	3,250 00	3,250 00	0 00	0 00	3,250 00
Furniture & Equipment	640 00	750 00	0 00	0 00	750 00
Goodwill		500 00	0 00	0 00	500 00
Cash at Bank	998 00	0 00	994 74	0 00	994 74
Business Rates Refund		478 16	0 00	0 00	478 16
Interest (Gross)		0 61	0 00	0 00	0 61
	<u>4,888 00</u>	<u>4,978 77</u>	<u>994 74</u>	<u>0 00</u>	<u>5,973 51</u>
Payments					
Statement of Affairs		3,743 86	0 00	0 00	3,743 86
Pre Appointment Disbursements (Cat 1)		18 90	0 00	0 00	18 90
Pension Agents Fees		250 00	0 00	0 00	250 00
Accountants Fees		500 00	0 00	0 00	500 00
Storage Costs		86 00	72 60	0 00	158 60
Statutory Advertising		125 00	0 00	0 00	125 00
Irrecoverable VAT		0 00	0 25	0 00	0 25
Joint Liquidators' Disbursements (Cat 1)		0 00	127 60	0 00	127 60
Joint Liquidators' Remuneration		0 00	1,049 30	0 00	1,049 30
		<u>4,723 76</u>	<u>1,249 75</u>	<u>0 00</u>	<u>5,973 51</u>
Opening Funds		0 00	255 01	0 00	
Net (receipts/payments)		255 01	-255 01	0 00	
Funds in hand		<u>255 01</u>	<u>0 00</u>	<u>0 00</u>	

Embroidery Express Plc - In Creditors' Voluntary Liquidation

Guidance for creditors on charge out rates and allocated disbursements

Charge out rates

It is anticipated that the following grades of personnel will work on this case. Their current charge-out rates are set out below.

Grade of personnel	Hourly charge out rate (£)
Partner	275 - 325
Manager	220 - 275
Administrator	110 - 150
Cashiering & Secretarial	50 - 110

Time is charged in units of 6 minutes. In common with other professional firms, our charge-out rates increase from time to time over the period of administration of a case. Subcontractors, if used, will be recharged at cost.

Allocated disbursements

Details of the proposed charges for which approval is required are set out below.

- Meeting room charge for statutory meetings, charged at £60 per meeting summoned (members' and creditors' meetings on the same day treated as one meeting)
- Facsimiles are charged at £1 per page and photocopying is charged at a cost of 15p per page
- Envelopes for all circulars to creditors are re-charged to the case at 20p per C4 window envelope
- Business rate mileage, at a cost of between 40p and 80p per mile in relation to the running costs of different classes of vehicle

It should be noted that the above costs might increase from time to time. However, this would only be as a result of inflationary increases or in line with increases from my suppliers.

Embroidery Express Plc - In Liquidation

Appendix C

SIP 9 - Time & Cost Summary
Period 12 November 2010 to 7 January 2013

Time Summary

Classification of work function	Hours			Total Hours	Time Costs £	Avg hourly rate £
	Partner	Manager	Administrator			
Admin & Planning	1 50	0 00	10 80	12 30	1,834 50	149 15
Taxation	0 20	0 00	3 10	3 30	492 00	149 09
Investigations	1 00	0 00	5 00	6 00	1,025 00	170 83
Realisation of Assets	0 30	0 00	1 90	2 20	367 50	167 05
Employee Claims	0 00	0 00	0 00	0 00	0 00	0 00
Creditors	0 20	0 00	5 70	5 90	910 00	154 24
Statutory Reporting	1 50	0 00	0 50	2 00	487 50	243 75
Total Hours	4 70	0 00	27 00	31 70		
Total Time Costs (£)	1,292 50	0 00	3,824 00		5,116 50	
Average Hourly Rate by Grade (£)	275 00	0 00	141 63			161 40

Embroidery Express Plc - In Liquidation

Appendix Ci

SIP 9 - Time & Cost Summary
Period 12 November 2010 to 11 November 2011

Time Summary

Classification of work function	Hours			Total Hours	Time Costs £	Avg hourly rate £
	Partner	Manager	Administrator			
Admin & Planning	1 20	0 00	8 60	9 80	1,458 00	148 78
Taxation	0 00	0 00	0 50	0 50	75 00	150 00
Investigations	1 00	0 00	5 00	6 00	1,025 00	170 83
Realisation of Assets	0 30	0 00	1 30	1 60	277 50	173 44
Employee Claims	0 20	0 00	1 90	2 10	340 00	161 90
Creditors	1 50	0 00	3 50	5 00	937 50	187 50
Statutory Reporting	0 00	0 00	0 00	0 00	0 00	0 00
Total Hours	4 20	0 00	20 80	25 00		
Total Time Costs (£)	1,155 00	0 00	2,958 00		4,113 00	
Average Hourly Rate by Grade (£)	275 00	0 00	142 21			164 52

Embroidery Express Plc - In Liquidation

Appendix Cii

SIP 9 - Time & Cost Summary
Period 12 November 2011 to 11 November 2012

Time Summary

Classification of work function	Hours			Total Hours	Time Costs £	Avg hourly rate £
	Partner	Manager	Administrator			
Admin & Planning	0 30	0 00	2 20	2 50	376 50	150 60
Taxation	0 00	0 00	0 70	0 70	77 00	110 00
Investigations	0 00	0 00	0 00	0 00	0 00	0 00
Realisation of Assets	0 00	0 00	0 60	0 60	90 00	150 00
Employee Claims	0 00	0 00	0 00	0 00	0 00	0 00
Creditors	0 20	0 00	2 70	2 90	460 00	158 62
Statutory Reporting	0 00	0 00	0 00	0 00	0 00	0 00
Total Hours	0 50	0 00	6 20	6 70		
Total Time Costs (£)	137 50	0 00	866 00		1,003 50	
Average Hourly Rate by Grade (£)	275 00	0 00	139 68			149 78

Embroidery Express Plc - In Liquidation

Appendix Civ

SIP 9 - Time & Cost Summary
Period 12 November 2012 to 7 January 2013

Time Summary

Classification of work function	Hours			Total Hours	Time Costs £	Avg hourly rate £
	Partner	Manager	Administrator			
Admin & Planning	0 00	0 00	0 00	0 00	0 00	0 00
Taxation	0 00	0 00	0 00	0 00	0 00	0 00
Investigations	0 00	0 00	0 00	0 00	0 00	0 00
Realisation of Assets	0 00	0 00	0 00	0 00	0 00	0 00
Employee Claims	0 00	0 00	0 00	0 00	0 00	0 00
Creditors	0 00	0 00	0 00	0 00	0 00	0 00
Statutory Reporting	0 00	0 00	0 00	0 00	0 00	0 00
Total Hours	0 00	0 00	0 00	0 00		
Total Time Costs (£)	0 00	0 00	0 00		0 00	
Average Hourly Rate by Grade (£)	0 00	0 00	0 00			0 00

Joint Liquidators' Disbursements Incurred and Paid

An analysis of the Joint Liquidators' disbursements is summarised below -

	Incurred £	Unpaid £	Paid £
Category 1			
Insolvency bond	104 00	0 00	104 00
Postage	21 60	0 00	21 60
Company Searches	2 00	0 00	2 00
	<u>127 60</u>	<u>0 00</u>	<u>127 60</u>

Category 2

Photocopying	35 10	35 10	0 00
Envelopes	5 16	5 16	0 00
	<u>40 26</u>	<u>40 26</u>	<u>0 00</u>

Joint Liquidators' Expenses Incurred and Paid

Details of the Joint Liquidators' expenses are summarised below -

Expense	Paid to	Basis of payment
Statement of Affairs	Rimes & Co	Approved by creditors on 12 November 2010
Pre Appointment Disbursements (Cat 1)	Rimes & Co	Approved by creditors on 12 November 2010
Pension Agents Fees	Insol Financial Solutions Limited	Time costs
Accountants Fees	Harris Young & Beattie	Time costs
Storage Costs	Clarks Archive Services	Set Tariff
Statutory Advertising	Courts Advsertising	Set Tariff

		Incurred £	Written off £	Unpaid £	Paid £
Statement of Affairs	Rimes & Co	6,242 50	2,768 64	0 00	3,743 86
Pre Appointment Disbursements (Cat 1)	Rimes & Co	18 90	0 00	0 00	18 90
Pension Agents Fees	Insol Financial Solutions Lim	250 00	0 00	0 00	250 00
Accountants Fees	Harris Young & Beattie	500 00	0 00	0 00	500 00
Storage Costs	Clarks Archive Services	158 00	0 00	0 00	158 60
Statutory Advertising	Courts Advsertising	125 00	0 00	0 00	125 00
		<u>7,294 40</u>	<u>2,768 64</u>	<u>0 00</u>	<u>4,796 36</u>