

# Liquidator's Progress Report

# S.192

Pursuant to Sections 92A and 104A and 192  
of the Insolvency Act 1986

To the Registrar of Companies

Company Number

03320510

Name of Company

L B Sports Limited

I / We

Jeremy Bleazard, Premier House, Bradford Road, Cleckheaton, BD19 3TT

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 10/03/2014 to 09/03/2015

Signed

Date

5/5/15

XL Business Solutions Ltd  
Premier House  
Bradford Road  
Cleckheaton  
BD19 3TT

Ref 1194/JNB/GH/MEB

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COMPANIES HOUSE

# **L B Sports Limited In Liquidation**

## **Liquidator's Annual Progress Report and Account Pursuant to Section 104A of The Insolvency Act 1986**

**Period: 10 March 2014 to 9 March 2015**

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## Company and Liquidator's Details

Company registered number    03320510

Nature of business               Sports Activities & Management

Former trading address        Park House, Ravensworth, Richmond

Name of Liquidator             J N Bleazard

Date of appointment            10 March 2014

Registered office address      Premier House, Bradford Road, Cleckheaton, BD19 3TT

This annual progress report provides a summary of the progress of the liquidation to date. At Appendix A, I have provided an account of my Receipts and Payments for the period to the year ended 9 March 2015

## Realisation of Assets

### Rearing Pens/Motor Vehicles

According to the directors statement of affairs the Company's rearing pens and motor vehicles had a combined estimated to realise value of £20,500. I can advise that following my appointment as liquidator the former director of the Company made an offer for the rearing pens and motor vehicles in the sum of £22,000 plus VAT. Following discussions with my agents Walker Singleton, this offer was accepted.

It has been agreed that the director pay for the assets on deferred payment terms and to date my agents are currently holding the sum of £5,250 plus VAT and the remainder is due to be paid in the near future.

### Statement of Insolvency Practice 13 (SIP13)

SIP 13 states it must be declared if the directors of the failed company have purchased any assets of the liquidated company. I can advise that the following assets were sold to a director of the Company.

Date of Transaction	Asset Involved	Consideration paid and date	Sold to	Relationship
23 June 2014	Rearing Pens & Motor Vehicles	£5,250 plus VAT deferred terms	Liam Botham	Director

## Investigations

In accordance with the Company Directors Disqualification Act 1986 I have submitted a report on the conduct of the Directors of the Company to the Department of Business Innovation and Skills (BIS). As this is a confidential report, I am not able to disclose the contents.

Shortly after my appointment, I made an initial assessment of whether there could be any matters that might lead to recoveries for the liquidation and what further investigations may be appropriate. The assessment took into account information provided by creditors either at the initial meeting or as a response to any subsequent request. My investigations have not revealed any issues requiring further report.

## **Outcome for Creditors**

### **Secured Creditors**

The Company's bankers are Handelsbanken ("the Bank") The Company granted a debenture dated 31 January 2011 over the assets of the company The Bank also holds personal guarantees from the Director and his family which are limited to £25,000

The debt due to the bank is approximately £23,875

The company also operated a credit card with the bank which has an outstanding balance of £2,048

Due to the lack of realisations in this case no funds have been paid to the Bank to date in this regard

### **Preferential Creditors**

Although the director's statement of affairs indicated that there were no preferential creditors in this matter, I can advise that I have received one claim from the Redundancy Payments Office in the sum of £800 relating to unpaid wages

I can confirm that realisations are insufficient to declare a dividend to preferential creditors in this matter

### **Unsecured Creditors**

According to the directors statement of affairs the Company's unsecured creditors were estimated to be £77,830 I can advise that I have received claims totalling £55,518 from the unsecured creditors

I can confirm that realisations are insufficient to declare a dividend to the unsecured creditors

### **Prescribed Part**

The Company granted a floating charge to Handelsbanken on 31 January 2011 Accordingly the liquidator will be required to create a fund out of the Company's net floating charge property for the benefit of unsecured creditors

I can advise that the Company's net property is less than the minimum amount of £10,000 prescribed by Section 176A(3) and Regulation 2 of the Insolvency Act 1986 (Prescribed Part) Order 2003 Consequently no dividend of the prescribed part of the net property is available for the Company's unsecured creditors

### **Notice that no Dividend will be Declared**

In the context of the information herein presented, Notice is hereby given pursuant to Rule 4 186 of The Insolvency Rules 1986 that no dividend will be declared in respect of any class of creditor in this matter for the reason that the funds realised have already been distributed or utilised in discharging the costs of the liquidation In this connection, the particulars prescribed by Rule 11 7 of the Insolvency Rules 1986 are contained within this report and accompanying receipts and payments account

### **Liquidator's Remuneration and Disbursements**

The Liquidator's remuneration was fixed by reference to the time properly spent by him and his staff in managing the Liquidation at the first meeting of creditors held on 10 March 2014

My time costs for the period 10 March 2014 to 9 March 2015 amounts to 29 70 hours at an average hourly rate of £192 63 per hour resulting in total time costs of £5,721 I can advise that to date I have been unable to draw any funds against these costs

Attached as Appendix B is a Time Analysis in accordance with the provisions of Statement of Insolvency Practice 9 (SIP9), which provides details of the activity costs incurred by staff grade during this period. A summary is set out below

- **Administration and Planning:** includes case planning and set up, appointment notification, statutory reporting, compliance, cashiering including bank reconciliations, accounting and administrative functions
- **Investigations:** includes the review of the Company's books and records, investigating any concerns raised by creditors and completing and issuing the report on the Directors conduct to the Department for Business Innovation and Skills
- **Realisation of Assets:** includes corresponding with my agents Walker Singleton in relation to the sale of the Company's assets
- **Creditors:** includes creditor set up, general correspondence with creditors, review and input of preferential and unsecured creditor claims and recording and progressing employee claims

Also attached as Appendix C is a Cumulative Time Analysis for the period from 10 March 2014 to 9 March 2015 in accordance with the provisions of Statement of Insolvency Practice 9 (SIP9), which provides details of the activity costs incurred by staff grade to date

In addition, disbursements of £286.89 have been incurred by this firm when handling this matter. I can advise that I have been unable to draw any funds against these outstanding costs

The disbursements incurred can be summarised as follows

Statutory Advertising	£225.00
Company / ID search	£ 5.00
Bordereau	£ 36.00
Travel at 45p per mile	£ 19.80
Postage	£ 1.09

Attached as Appendix C is additional information in relation to our policy on staffing, the use of subcontractors, disbursements and details of our current charge-out rates by staff grade

In accordance with a resolution passed at the initial creditors meeting held on 10 March 2014, creditors authorised the sum of £3,500 plus disbursements plus VAT to be drawn in respect of the preparation of the statement of affairs and convening the meetings of members and creditors. I can advise that to date I have been unable to draw any funds against these outstanding costs

In addition, the creditors authorised the sum of £1,500 plus VAT to be paid to TLP Consulting for their assistance in the preparation of the statement of affairs. No funds have been paid in this regard

A copy of 'A Creditors Guide to Liquidators' Fees' is available on request or can be downloaded from [www.insolvency-practitioners.org.uk](http://www.insolvency-practitioners.org.uk) under the heading Regulation & Guidance

## Liquidator's Expenses

I have set out below details of the expenses incurred during the course of the liquidation to date

Expense	Paid to Date £	Outstanding £	Total £
Agents Fees	Nil	2,400	2,400

### *Agents Fees*

Walker Singleton's fees relate to the work carried out in valuing the Company's assets and corresponding with the former director of the Company in relation to the sale of the rearing pens and motor vehicles

### **Creditors' Rights**

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) may request in writing that the Liquidator provide further information about his remuneration or expenses which have been itemised in this progress report

Any secured creditor, or an unsecured creditor (with the concurrence of at least 10% in value of the unsecured creditors) may within 8 weeks of receipt of this progress report make an application to court on the grounds that the basis fixed for the Liquidator's remuneration, the remuneration charged or the expenses incurred by the Liquidator as set out in this progress report, are excessive

### **Other Matters**

This liquidation will remain open until such time that the former director fulfils his obligation to purchase the Company's Rearing Pens and Motor Vehicles in full

I will next report to the members and creditors at the next anniversary of the liquidation or at the conclusion of the liquidation whichever is the sooner



**J N Bleazard**  
Liquidator

**L B Sports Limited**  
**(In Liquidation)**  
**Liquidator's Abstract of Receipts & Payments**  
**To 05/05/2015**

<b>S of A £</b>		<b>£</b>	<b>£</b>
	<b>ASSET REALISATIONS</b>		
15,000 00	Rearing pens	NIL	
5,500 00	Motor Vehicles - net of finance	NIL	
			<b>NIL</b>
	<b>FLOATING CHARGE CREDITORS</b>		
(25,923 00)	Floating Charge Creditor	NIL	
			<b>NIL</b>
	<b>UNSECURED CREDITORS</b>		
(9,909 91)	Trade & Expense Creditors	NIL	
(20,000 00)	Sir I & Lady K Botham	NIL	
(5,000 00)	Directors	NIL	
(1,322 00)	Inland Revenue	NIL	
(1,598 00)	Corporation Tax	NIL	
(40,000 00)	Customs & Excise	NIL	
			<b>NIL</b>
	<b>DISTRIBUTIONS</b>		
(2 00)	Ordinary Shareholders	NIL	
			<b>NIL</b>
<b>(83,254.91)</b>			<b>NIL</b>
	<b>REPRESENTED BY</b>		
			<b>NIL</b>

**Note**

All estate accounts with less than £250,000 are held on non interest bearing

**SIP 9 - Time & Cost Summary**

Period 10/03/14 09/03/15

## Time Summary

Hours						Time Cost (£)	Average hourly rate (£)
Classification of work function	Partner	Manager	Other Senior Professionals	Assistants & Support Staff	Total Hours		
Administration & planning	8 70	2 50	8 70	0 00	19 90	3,801 00	191 01
Investigations	1 00	0 00	2 30	0 00	3 30	562 00	170 30
Realisations of assets	3 20	0 00	1 10	0 00	4 30	922 00	214 42
Trading	0 00	0 00	0 00	0 00	0 00	0 00	0 00
Creditors	1 00	0 80	0 40	0 00	2 20	436 00	198 18
Case specific matters	0 00	0 00	0 00	0 00	0 00	0 00	0 00
Total Hours	13 90	3 30	12 50	0 00	29 70	5,721 00	192 63
Total Fees Claimed						0 00	



## Additional Information in Relation to Liquidator's Fees Pursuant to Statement of Insolvency Practice 9

### 1 Policy

Detailed below is XL Business Solutions Limited's policy in relation to

Staff allocation and the use of subcontractors

Professional advisors

Disbursements

#### 1 1 Staff allocation and the use of subcontractors

Our general approach to resourcing our assignments is to allocate staff with the skills and experience to meet the specific requirements of the case

The constitution of the case team will usually consist of a Director, Senior Manager or Manager, Senior and Assistant. The exact constitution of the case team will depend on the anticipated size and complexity of the assignment and on larger, more complex cases, several Seniors/Assistants may be allocated to meet the demands of the case

With regard to support staff, we would advise that time spent by cashiers in relation to specific tasks on an assignment is charged. Only if there is a large block of time incurred by a member of the secretarial team, e.g. report compilation and distribution, do we seek to charge and recover our time in this regard

We have not utilised the services of any subcontractors in this case

#### 1 2 Professional advisors

On this assignment we may have used the professional advisors listed below. We have also indicated alongside, the basis of our fee arrangement with them, which is subject to review on a regular basis

Name of Professional Advisor	Basis of Fee Arrangement
IRS Insurance	Fixed Fee
TLP Consulting (Accountants)	Fixed Fee
Walker Singleton (Agents)	Hourly Rate & Disbursements

Our choice was based on our perception of their experience and ability to perform this type of work, the complexity and nature of the assignment and the basis of our fee arrangement with them

#### 1 3 Disbursements

Category 1 disbursements do not require approval by creditors. The type of disbursements that may be charged as a Category 1 disbursement to a case generally comprise of external supplies of incidental services specifically identifiable to the case, such as postage, case advertising, invoiced travel and external printing, room hire and document storage. Also chargeable will be any properly reimbursed expenses incurred by personnel in connection with the case

Category 2 disbursements do require approval from creditors. These disbursements can include costs incurred by XL Business Solutions Limited for the provision of services which include an element of recharged overhead, for example, room hire or mileage. Details of the disbursements charged to this case are included in the annual report

## 2 Charge-out rates

A schedule of XL Business Solutions Limited's charge-out rates effective from 1 March 2009 is as follows

	(per hour)
	£
<b>Partner -</b>	
Partner 1	240 00
<b>Manager -</b>	
Senior Manager	200 00
Manager	175 00
<b>Other Senior Professionals -</b>	
Experience Senior	155 00
Senior	140 00
Administrator	105 00
Assistant	90 00

The Firm charge in six minute units