

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

THURSDAY



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30/04/2020

#88

COMPANIES HOUSE

1 Company details

Company number 0 3 3 6 2 3 4 6

Company name in full Grindale Limited

→ Filling in this form

Please complete in typescript or in
bold black capitals.

2 Liquidator's name

Full forename(s) Alex

Surname Kachani

3 Liquidator's address

Building name/number 50 Trinity Way

Street

Post town Salford

County/Region

Postcode M 3 7 F X

Country United Kingdom

4 Liquidator's name

Full forename(s)

Surname

Other liquidator

Use this section to tell us about
another liquidator.

5 Liquidator's address

Building name/number

Street

Post town

County/Region

Postcode

Country

Other liquidator

Use this section to tell us about
another liquidator.

LIQ03

Notice of progress report in voluntary winding up

6 Period of progress report

From date	d	2	d	2	m	0	r	3	y	2	y	0	y	1	y	9
To date	d	2	d	1	m	0	r	3	y	2	y	0	y	2	y	0

7 Progress report☒ The progress report is attached**8** Sign and date

Liquidator's signature

Signature

X

Alex Kechani

X

Signature date

d	2	d	9	m	0	m	4	y	2	y	0	y	2	y	0
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**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 **Alex Kachani**

Company name **Crawfords Accountants LLP**

Address **50 Trinity Way**

Post town **Salford**

County/Region **Manchester**

Postcode **M 3 7 F X**

Country **United kingdom**

DX

Telephone **0161 828 1000**

**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

GRINDALE LIMITED - IN CREDITORS' VOLUNTARY LIQUIDATION

LIQUIDATOR'S ANNUAL PROGRESS REPORT

CONTENTS

1. Introduction
2. Background
3. Asset realisations
4. Investigations
5. Creditors' claims
6. Dividend prospects
7. Costs and expenses
8. Conclusion

APPENDICES

1. Statutory Information
2. Receipts and Payments Account
3. Costs and Expenses Estimates and Costs and Expenses Incurred to Date
4. Narrative Description of Work Undertaken during the Reporting Period

29 April 2020

1. INTRODUCTION

The purpose of this report is to detail my acts and dealing as Liquidator and it should be read in conjunction with my previous correspondence to creditors.

2. BACKGROUND

The company originally entered into Administration on 10 March 2011 and the then former Joint Administrators filed their final progress report on 5 March 2014. The Administration was moved to dissolution on 7 June 2014.

On 11 July 2018, Aryeh Ehrentreu, the sole director of the company at the time, made an application to the Court to restore the dissolved company back to the Register of Companies.

A Court Order was granted 25 October 2018 and it was ordered that the name of Grindale Limited be restored to the Register.

As there was no officeholder in place and the former Joint Administrators did not object to the appointment of Alex Kachani of Crawfords Accountants LLP to be the Liquidator, the Court therefore restored the company on to the Register of Companies and appointed Alex Kachani as the Liquidator on 22 March 2019 by an Order of the Court.

The company's former registered office was Benson House, 33 Wellington Street, Leeds, LS1 4JP. This was changed to Units 13-15 Brewery Yard, Deva City Office Park, Trinity Way, Salford, M3 7BB and later to 50 Trinity Way, Salford, Manchester, M3 7FX.

The company's former trading address was 89 Windsor Road, Prestwich, Manchester, M25 0DB.

The company's statutory information is appended at Appendix 1.

3. ASSET REALISATIONS

According to the Director's Statement of Affairs verified by a Statement of Truth lodged in these proceedings, there were no realisable assets as at the date of the liquidation.

Bank Interest

Bank interest in the sum of £6.50 has been earned in the liquidation from funds held in the Liquidator's bank account.

Security for Costs

I have received a total sum of £9,000 by way of deposit for costs to contribute towards the costs of the liquidation.

4. INVESTIGATION

The appropriate investigation into the company's affairs has been conducted and the relevant form submitted to the Department for Business, Innovation and Skills in accordance with the Company Directors Disqualification Act 1986. The contents of this report are confidential.

I have concluded my investigations into the affairs of the company and have not come across any transactions which would warrant further detailed investigations and/or might enable recoveries to be made into the estate for the benefit of creditors. Although this work has not resulted in any financial benefit to creditors, it is necessary to meet the statutory duties as well as conduct appropriate enquiries and investigations into potential rights of actions to enhance realisations.

Separately, as part of my other enquiries in terms of recovery of funds for the benefit of the insolvent estate, I am presently reviewing certain potential recovery actions which may or may not give rise to a recovery for the benefit of the insolvent estate but these enquiries are still in the early stages. I will be in a position to advise further once I have completed my enquiries in these matters.

In accordance with Statement of Insolvency Practice 13, I can confirm that no company assets were sold to any connected party as part of the insolvency process, as defined by Section 435 of the Insolvency Act 1986 and therefore disclosure is not applicable in this case.

5. CREDITORS' CLAIMS

Irrespective of whether sufficient realisations are achieved to pay a dividend to creditors, the Liquidator has to carry out key tasks which are detailed in the list at Appendix 4.

The creditors' claims have not been agreed at this stage as it remains uncertain if there is a likelihood of a dividend to creditors in the liquidation.

It should be noted that the list of creditors appended to the Director's Report and Statement of Affairs was the list that was appended to the then Joint Administrators' Proposals dated 3 May 2011. Given the age of the debts, many, if not all, of these debts may have become none extant or even statute barred through the passage of time. That said, those creditors who were on the list of creditors in then Joint Administrators' reports were notified of the liquidation as that was the last known list of creditors for the company.

Following my appointment, I contacted those creditors and invited them to lodge their claims in the liquidation and upon receipt of their completed proof of debt forms, each claim would need to be considered on a case by case basis. To date, I have received one claim which is a joint claim for £1.323M relating to the directors' loan account though the value of such a claim has not yet been agreed at this stage.

Apart from the one claim received in the liquidation, I have not received any other claims in the liquidation and this includes claims from secured creditors, preferential creditors, or any other unsecured creditors.

6. DIVIDEND PROSPECTS

Section 176A of the Insolvency Act 1986 (as amended) requires the Liquidator to set aside a percentage of a company's assets for the benefit of the unsecured creditors in cases where the company gave a "qualifying floating charge" over its assets to a lender on or after 15 September 2003. This is known as the "prescribed part of the net property." A company's net property is that left after paying the preferential creditors, but before paying the lender who holds a floating charge.

A Liquidator has to set aside: -

- 50% of the first £10,000 of the net property; and
- 20% of the remaining net property up to a maximum of £800,000 for qualifying floating charges created on or after 6 April 2020.

For qualifying floating charges created pre 6 April 2020, the limit remains at £600,000, except where a deed of priority is entered into such that a post 6 April 2020 charge takes precedence.

There is no qualifying floating charge in this case so the prescribed part provisions do not apply.

Based on current information, there is no likelihood of a dividend to any class of creditor in the liquidation as there are insufficient funds available after discharging the costs and expenses of the liquidation.

7. COSTS AND EXPENSES

A postal resolution was held on 15 April 2019 which approved the Statement of Affairs fee in the sum of £5,000 plus VAT and authorised payments on account as funds permit, together with approval of the category 2 disbursements policy. I have drawn on account £3,000 plus VAT in respect of my Statement of Affairs fee and the balance of £2,000 plus VAT will be drawn in due course.

I have not sought approval for the basis of the Liquidator's remuneration to date.

I believe the basis of my Statement of Affairs fee on a fixed amount is appropriate and reasonable for creditors and is a fair reflection of the work that my staff and I had undertaken during the pre-appointment stage, as opposed to fixing the basis on a time cost basis which is likely to be at a greater cost than on a fixed amount basis.

The Liquidator is required to meet a considerable number of statutory and regulatory obligations. Whilst many of these tasks do not have a direct benefit in enhancing realisations for the insolvent estate, they assist in the efficient and compliant progressing of the administration of the case, which ensures that work is carried out to high professional standards.

Summary of Costs

The payments shown on the summary of the attached receipts and payments account are in the main self-explanatory, which is appended to Appendix 2.

I also attach a summary of my estimates of my costs and expenses provided to creditors on 25 March 2019 and costs and expenses which have been incurred to date in Appendix 3. I can confirm that the costs and expenses incurred to date have not exceeded my estimates provided to creditors prior to the determination of the basis of my remuneration.

Payments

Specific Bond

The sum of £44 has been paid to AUA Insolvency Risk Services Limited in respect of specific bonding for the insolvent estate.

Statement of Affairs

I have drawn on account £3,000 plus VAT in respect of the Statement of Affairs fee but this fee has not yet been drawn in full. I intend to draw the balance of my Statement of Affairs fee of £2,000 plus VAT in due course with accordance with the approved fee resolution.

Statutory Advertising

The sum of £150.10 plus VAT has been paid to Courts Advertising Limited in respect of statutory advertising.

Case Management Fee

The sum of £110 has been paid for the use of the case management software provided by an independent external software provider.

VAT Irrecoverable

The company is not VAT registered and therefore VAT is irrecoverable.

An overview of the Liquidation

I have set out below a summary of the work undertaken and additional information which will provide creditors with some guidance in respect of work which is likely to be incurred during the remaining period of the liquidation until I am in a position to conclude the liquidation. I must emphasise that these guidance are based solely on present information available and are therefore estimates only. The final position of the liquidation and actual costs may well be different to the guidance provided below.

Work Undertaken during the Reporting Period

I have set-out the activities which have been undertaken by my staff and me during the reporting period in appendix 4, which is consistent with the division of work as previously reported upon, as far as possible.

Anticipated Work

I am presently continuing with my investigations into the affairs and conduct of the director but it remains uncertain if such work would result in recoveries to be achieved into the liquidation. If the outcome of my investigation concludes that there is no prospect of any recovery for the insolvent estate, I will then take steps to conclude the liquidation.

Anticipated Costs of Work

My on-going costs will primarily relate to on-going investigation into the affairs of the company and progressing administrative matters with a view to arrive at a position to enable the liquidation to be closed, as well as discharging the costs and expenses of the liquidation limited to the remaining funds available in the insolvent estate if no further recoveries can be achieved.

Actual Work Done

I have set out the asset realisations achieved in the liquidation in this report, as well as my other statutory and non-statutory work which I am required to undertake as Liquidator of the company. It should be noted that the work set out in this report is intended to provide an overall summary of work carried out by my staff and myself as Liquidator of the company, and does not intend to provide a full and comprehensive coverage of all the work which has been undertaken as to do so would be too onerous and therefore give rise to unnecessary costs.

Actual Costs of Work and Expenses

Please refer to the attached receipts and payments account detailing all the receipts and payments incurred in the liquidation up to the period of reporting. These are all necessary costs which have been incurred during the course of the liquidation.

Financial Benefit of Work to Creditors

Based on present information available, there is no prospect of a dividend to any class of creditor in the liquidation. I can confirm that all the work which has been undertaken in the liquidation is necessary in order to wind-up the affairs of the company.

Disbursements

Crawfords disbursement policy is as follows:

Category 1 Disbursements:

- Category 1 expenses are expenses directly attributable to the insolvent case. These include insolvency bonds, advertising, company searches, post redirection orders, postages and travelling and accommodation costs incurred by staff whilst attending to the administration of the insolvent estate.
- Postage will be charged at the first class postage rate prevailing.
- The list as stated above is not exhaustive and any other external supplies and services, specifically identifiable to the case will also be recovered as a category 1 disbursement at cost.

Category 2 Disbursements:

- Category 2 expenses are additional overheads that relate to the insolvent estate but are not directly attributable to it.

- These expenses include, inter alia, stationery, photocopying, storage costs and travel which will be charged at up to 50p per mile.
- Crawfords Accountants LLP does not seek to recover Category 2 disbursements except for travel and business mileage directly attributable to the case.

In accordance with Statement of Insolvency Practice No.9 (SIP 9), creditors must be provided with a statement of all expenses incurred during the period irrespective of whether payment was made during the period. The expenses incurred are itemised in the enclosed receipts and payments account and represent only those expenses properly chargeable and necessarily disbursed in the course of the Liquidation.

Within 21 days from receipt of this report creditors may request further information about the remuneration and expenses. The request must be made in writing and made either by a secured creditor or an unsecured creditor or creditors that total at least 5% in value of unsecured creditors or with the permission of the Court. Other than in specific circumstances, which if applicable I would explain, I will provide this within 14 days.

A copy of the creditors' guide to Liquidator's fees, Crawfords' disbursements policy, creditors' and members' rights to request further information, are available to download from <http://www.crawfordsinsolvency.co.uk/>.

Alternatively you may request a copy from this office free of charge by post or e-mail. Information about this insolvency process may be found on the R3 website at <http://www.creditorinsolvencyguide.co.uk/> and www.r3.org.uk/what-we-do/publications/professional/fees.

The General Data Protection Regulation requires that individuals whose data is being held be contacted and provided with information about their rights. A privacy notice is available at <https://www.crawfordsaccountants.co.uk/privacy-policy/>.

Other professional Costs

As sanctioned at the initial meeting of creditors, solicitors and agents may be appointed at my discretion.

I have not engaged the services of any professional firms in this matter.

8. CONCLUSION

The following matters remain to be done in the liquidation: -

- On-going review of potential recovery for the insolvent estate.
- Agreement of creditors' claims, where appropriate.

For and on behalf of
Grindale Limited

Alex Kachani

Alex Kachani
Liquidator

Appendix 1

Statutory Information

Company Name	Grindale Limited
Company Number	03362346
Date of Incorporation	29 April 1997
Principal Activity	Properties Investment Company
Previous Name	None
Former Registered Office	Benson House, 33 Wellington Street, Leeds, LS1 4JP and then changed it to Unit 13-15 Brewery Yard, Deva City Office Park, Trinity Way, Salford, Manchester, M3 7BB and subsequently to 50 Trinity Way, Salford, Manchester, M3 7FX
Current Registered Office	50 Trinity Way, Salford, Manchester, M3 7FX
Trading Address	89 Windsor Road, Prestwich, Manchester, M25 0DB
Officeholder	Alex Kachani
Officeholder's address	50 Trinity Way, Salford, Manchester, M3 7FX
Date of appointment	23 March 2019
Changes to Officeholder	None

Appendix 2

**Grindale Limited - In Creditors Voluntary Liquidation
Liquidator's Abstract of Receipts & Payments Account**

From 22 March 2019 To 21 March 2020

S of A £	£	£
ASSET REALISATIONS		
NIL Bank Interest Gross	6.50	
NIL Deposit for Costs	<u>9,000.00</u>	
		9,006.50
COST OF REALISATIONS		
Specific Bond	(44.00)	
Statement of Affairs Fee	(3,000.00)	
Statutory Advertising	(150.10)	
Case Management Fee	(110.00)	
VAT Irrecoverable	<u>(630.02)</u>	
		(3,934.12)
		<u>5,072.38</u>
REPRESENTED BY		
Balance at Bank	<u>5,072.38</u>	
		<u>5,072.38</u>

Alex Kachani

Alex Kachani
Liquidator

APPENDIX 3**GRINDALE LIMITED - IN CREDITORS VOLUNTARY LIQUIDATION****SUMMARY OF COSTS AND EXPENSES**

Below are details of the Liquidator's costs and expenses for the period under review and the total to date.

	Original Estimates	Actual Expenses incurred in the Review Period	Actual Expenses incurred to date	Notes
	£	£	£	
Statutory Bonding	44.00	44.00	44.00	
Statutory Advertising	301.00	150.10	150.10	
Case Management Fee (Visionblue Solutions)	110.00	110.00	110.00	
VAT	0.00	630.02	630.02	
Statement of Affairs (Pre- appointment Fee)	5,000.00	3,000.00	3,000.00	1
Liquidator's Fee	-	0.00	0.00	2

Notes

1. The Statement of Affairs fee was approved in the sum of £5,000 plus VAT. I have drawn on account £3,000 plus VAT in respect of the Statement of Affairs fee. I intend to draw the balance of my Statement of Affairs fee of £2,000 plus VAT in due course.
2. I have not sought a fee resolution for the basis of the Liquidator's remuneration to date.

APPENDIX 4

GRINDALE LIMITED - IN CREDITORS' VOLUNTARY LIQUIDATION WORK UNDERTAKEN BY THE LIQUIDATOR DURING THE REPORTING PERIOD

I have set-out below the key areas of work which have been undertaken by the Liquidator and his staff during the reporting period in the liquidation. This list is a summary of the routine work undertaken during the reporting period and is not intended to be an exhaustive list.

Administration and Planning

Work Undertaken

Case set-up and case planning; ✓
 Review of case strategy; ✓
 Review ethics and money laundering checks; ✓
 Regular case management and reviewing of progress, including regular team update meetings; ✓
 Reviewing and authorising case workers correspondence and other work; ✓
 Dealing with queries arising on appointment; ✓
 Allocating and managing staff/case resourcing and budgeting exercises and reviews; ✓
 Liaising with legal advisors regarding various instructions, including agreeing content of engagement letters;
 Maintenance of office holder's case management records; ✓
 Internal notification of administration of the insolvent estate; ✓
 Complying with internal filing and information recording practices ✓
 Reviewing matters affecting the outcome of the liquidation;

Statutory Compliance

Liaising with the post-appointment insurance broker to provide information, assess risks and ensure appropriate cover in place and on-going monitoring of the adequacy of the level of insurance premiums; ✓
 Notifying creditors of appointment of Liquidator and complying with statutory requirements including but not limited to advertising the appointment of Liquidator and special resolution for winding-up the affairs of the company in London Gazette; filing of Notice of Appointment of Liquidator, special resolutions for the winding-up of the company, Statement of Affairs of the company accompanying by a Statement of Truth, and notice of change of the company's registered office at the Registrar of Companies, circulating a report to creditors following the appointment of Liquidator, notifying HM Revenue and Customs and all interested parties of the appointment of Liquidator; ✓
 Obtaining searches and documentary evidence to verify identity of stakeholders to ensure compliance with all applicable current laws and legislations; ✓
 Agreeing the basis of the Liquidator's remuneration in accordance with the current applicable legislations, laws and current best practice;
 Requesting the delivery of the company's statutory and non-statutory books and records and scheduling of the records received;
 Preparing annual reports to creditors and shareholders and reporting on the progress of the efficacy of the liquidation, including filing of receipts and payments account at the Registrar of Companies within the relevant timescales; ✓
 Preparing final report to creditors and shareholders and reporting on the progress of the efficacy of the liquidation, including filing of receipts and payments account at the Registrar of Companies within the relevant timescales;
 Preparing minutes of meetings of creditors and shareholders; ✓
 Ensuring compliance with all statutory obligations within the relevant timescales; ✓
 Finalising administrative matters and diarise for destruction of company's records in accordance with applicable laws and legislations

Asset Realisation

Reviewing, insuring, and realising assets into the liquidation; ✓
 Liaising with agents regarding the sale of business assets;
 Reviewing outstanding debtors and management of debt collection strategy;
 Instructing agents to assist with assets realisations and subsequent communications with the agents on the efficacy of the assets realisations;
 Instructing solicitors to assist with assets realisations and subsequent communications with the solicitors on the efficacy of the assets realisations;

Investigation

- Reviewing the company's books and records; ✓
- Reviewing the directors' questionnaire; ✓
- Preparing CDDA Checklists; ✓
- Preparing a statutory report on the conduct of the directors and submitting the report within the relevant timescales ✓
- Reviewing and recovering potential antecedent transactions for the benefit of creditors in the liquidation. ✓

Creditors

- Liaising with employees regarding their employment claims;
- Dealing with employees' claims and filing of all relevant redundancy forms with the Redundancy Payments Office;
- Up-dating the list of secured, preferential, and unsecured creditors;
- Responding to enquiries from creditors regarding the administration and submission of their claims; ✓
- Reviewing completed forms submitted by creditors, recording claims amounts and maintaining claim records;
- Dealing with assignment of debts;
- Reviewing and assessing of retention of title claims

Distribution

- Dividend to creditors in the liquidation.

Cashiering

- Opening of the Liquidator's bank account for the liquidation; ✓
- Preparing and processing vouchers for the payment of post-appointment invoices; ✓
- Creating remittances and sending payments to settle post-appointment invoices; ✓
- Reconciling post-appointment bank accounts to internal systems; ✓
- Maintenance of accounting records onto a computerised system (e.g. Visionblue Solutions Software); ✓
- Monitoring cheque presentations and re-issuing replacement cheques of any un-presented cheques, where applicable; ✓
- Ensuring compliance with appropriate risk management procedures in respect of receipts and payments; ✓

Tax

- Analysing VAT related transactions; ✓
- Collating information and preparing VAT returns for the post-appointment periods; ✓
- Analysing Corporation Tax related transactions; ✓
- Collating information and preparing Corporation Tax returns for the post-appointment periods ✓
- Dealing with post-appointment tax compliance ✓

Other

- Where applicable - disclaiming of the company's lease and filing of Notice of Disclaimer to all interested parties under the lease;