

Section 106

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

To the Registrar of Companies

S.106

Company Number

03902678

Name of Company

Inman & Co (Electrical) Limited

I / We

Howard Smith, 1 The Embankment, Neville St, Leeds, LS1 4DW

Mark Granville Firmin, 1 The Embankment, Neville St, Leeds, LS1 4DW

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 22 May 2015 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 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.

2 give notice that a meeting of the creditors of the company was duly held ~~on/summoned for~~ 22 May 2015 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 One St Peters' Square, Manchester, M2 3AE

The winding up covers the period from 28 March 2013 (opening of winding up) to the final meeting (close of winding up)

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

There was no objection to the Joint Liquidators obtaining their release

Signed



Date 28 May 2015

KPMG LLP
1 St Peter's Square
Manchester
M2 3AE

Ref ID320F0716/SPC/LL/RJEM/MFG

SATURDAY



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COMPANIES HOUSE

Inman & Co. (Electrical) Limited
(In Liquidation)
Liquidators' Abstract of Receipts & Payments
From 28 March 2013 To 22 May 2015

S of A £		£	£
	ASSET REALISATIONS		
336,542 74	Book debts	32,962 48	
24,945 88	VAT refunds (pre-liq)	24,945 88	
42 60	PAYE/NIC from admin	NIL	
776,483 36	Administration Surplus	776,483 36	
			834,391 72
	OTHER REALISATIONS		
	Bank interest, gross	3,179 29	
	Treasury Bill gains	1,074 82	
	Sundry refunds	42 16	
			4,296 27
	COST OF REALISATIONS		
	Liquidator's fees	230,412 10	
	Liquidator's expenses	862 72	
	Debt collection fees	4,306 32	
	Debt collection disbursements	2,237 32	
	Legal fees	2,800 00	
	Administration legal fees	4,500 00	
	Administration legal disbursements	40 00	
	Repayment of pension funds to trustee	12,278 02	
	Administration business rates	353 02	
	Storage costs	705 31	
	Statutory advertising	253 80	
	Bank charges	65 75	
			(258,814 36)
	UNSECURED CREDITORS		
(2,451,325 80)	Trade & expense	405,990 97	
(401,028 21)	Employees	12,001 50	
(25,348 00)	Inmans Properties Limited	NIL	
	EP(C)A bal & redundancy	161,881 16	
(46,653 25)	Non-preferential NIC/PAYE	NIL	
(167,726 73)	Non-preferential VAT	NIL	
(95 38)	Child Support Agency Deductions	NIL	
(8,841 44)	Employee Pension & Health Scheme	NIL	
			(579,873 63)
	DISTRIBUTIONS		
(6,033 00)	Ordinary shareholders	NIL	
			NIL
(1,969,037.23)			0.00
	REPRESENTED BY		
			NIL



**Inman & Co (Electrical) Limited – in
liquidation**

Final Report
For the period 28 March 2014 to
22 May 2015

KPMG LLP

Final Report to 22 May 2015

This report contains 10 pages

Appendices contain 5 pages

HS/SC/TF



Inman & Co (Electrical) Limited – in liquidation

Final Report

KPMG LLP

Final Report to 22 May 2015

About this report

This progress report has been prepared by Howard Smith and Mark Firmin, the liquidators of this company, solely to comply with their statutory duty under the Insolvency Act 1986 (as amended) (“IA86”) and the Insolvency Rules 1986 (as amended) (“IR86”) to provide members and creditors with an update on the progress of the liquidation of the estate, and for no other purpose

This report is not suitable to be relied upon by any other person, or for any other purpose, or in any other context including any investment decision in relation to the debt of or any financial interest in this company. Any person that chooses to rely on this report for any purpose or in any context other than under IA86 and IR86 does so at their own risk. Any estimated outcomes for creditors included in this report are illustrative only and cannot be relied upon as guidance as to the actual outcomes for individual creditors.

Howard Smith is authorised to act as an insolvency practitioner by the Insolvency Practitioner’s Association. Mark Firmin is authorised to act as an insolvency practitioner by the Institute of Chartered Accountants of England and Wales. The appointments of the liquidators are personal to them and, to the fullest extent permitted by law, KPMG LLP does not assume any responsibility and will not accept any liability to any person in respect of this Report or the conduct of the liquidation.



Contents

1	Executive Summary	1
2	Outcome of the liquidation	2
3	Estimated outcome for creditors	4
4	Relocation of meeting	5

Appendices:

1) Statutory Information

2) Joint Liquidators' receipts and payments account for the period 28 March 2014 to 22 May 2015

3) Analysis of the Joint Liquidators' time costs for the period 28 March 2014 to 22 May 2015

4) Schedule of expenses for the period 28 March 2014 to 22 May 2015



1 **Executive Summary**

- Howard Smith and Mark Firmin (“the Joint Liquidators”) were appointed as Joint Liquidators of Inman & Co (Electrical) Limited (“the Company”) on 28 March 2013, having previously acted as Joint Administrators
- The conversion from administration to liquidation was necessary in order for a distribution to be made to unsecured creditors. Consequently, a Form 2 34B was filed at Companies House at the conclusion of the Administration to convert it to a Creditors’ Voluntary Liquidation (“CVL”)
- This final report covers the period of the Liquidation from 28 March 2014 to 22 May 2015 (“the Period”)
- All tangible assets were realised in the Administration, although some residual book debts remained, which have now been collected in the Liquidation. Asset realisations have now been completed
- The only secured creditor, Royal Bank of Scotland Invoice Finance Limited (“RBSIF”), held fixed and floating charges over the Company’s assets and also had been assigned the Company’s debtor ledger in accordance with the invoice finance facility that it provided. RBSIF was repaid its lending in full from the collection of book debts. The residual book debts were then assigned to the Company
- Preferential creditors were repaid in full in the preceding administration
- A distribution of funds to unsecured creditors was made on 18 December 2014. A total of £579,874 was distributed, which is equivalent to a return of 35.21p
- Final meetings of members and creditors were held on 22 May 2015 bringing the liquidation to a formal conclusion
- The release of the Joint Liquidators was automatic following these meetings as no objection to this was raised
- The Company will be dissolved approximately three months from the date the meetings were held

Howard Smith
Joint Liquidator



2 Outcome of the liquidation

Howard Smith and Mark Firmin were appointed as Joint Liquidators of the Company on 28 March 2013, following the conversion from administration to a CVL

The conversion from administration to liquidation was necessary in order for a distribution to be made to unsecured creditors. Consequently, a Form 2 34B was filed at Companies House at the conclusion of the Administration to convert it to CVL.

All tangible assets were realised in the Administration, although some residual book debts remained, which have now been collected in the Liquidation. During the Liquidation book debt collections have totalled £32,962.

A distribution of funds to unsecured creditors was made on 18 December 2014. A total of £579,874 was distributed, which is equivalent to a return of 35.21p.

As all matters have now been concluded, the final meetings of members and creditors were convened on 22 May 2015 in accordance with Section 106 of IA86.

Please note that the release of the Joint Liquidators was automatic following these meetings as no objection to this was raised.

2.1 Expenses for the Period

The receipts and payments for the Period are set out in the receipts and payments account shown in Appendix 2. The figures in this account are shown net of VAT.

2.1.1 Statutory Advertising

The sum of £169.20 has been paid to the Legal & Public Advertising Agency for advertising the Notice of Intended Distribution to unsecured creditors and the Final Meeting Notice in the London Gazette, as required by statute.

2.1.2 Debt collection fees/disbursements

The sum of £2,108 has been paid to Ward Haddaway for their assistance with the collection of residual book debts.

2.1.3 Storage costs

The sum of £705 has been paid to Iron Mountain for the storage of the Company's pre-appointment books and records.

2.1.4 Pension fund

Prior to the Company's insolvency, funds of £12,278 due to a pension scheme had been set aside by the Company's directors.

Legal advice was obtained from the Joint Liquidators' legal advisors, Chadwick Lawrence, and it was advised that these monies should be repaid to the trustees of the

pension fund rather than being available to the general body of creditors. Accordingly, these funds have been paid over to the trustees in the Period.

2.1.5 Legal fees

The sum of £1,800 has been paid to Chadwick Lawrence as a payment on account for legal services provided.

2.1.6 Joint Liquidators' remuneration

An analysis of the Joint Liquidators' time costs incurred in the Period is shown in Appendix 3. The Joint Liquidators' time costs for the Period are £106,424, this represents 424 hours of time being spent on the case, at an average hourly rate of £251 and brings total time costs to date to £246,163.

A detailed breakdown of the charge out rates for the duration of the Liquidation is included in Appendix 3 of this report.

Please note that all staff who have worked on this assignment, including cashiers and secretarial staff, have charged time directly to the assignment and are included in the analysis of time spent. The cost of staff employed in central administration functions is not charged directly to this assignment but is reflected in the general level of the charge out rates.

The Joint Liquidators wrote to all creditors on 2 April 2013 and sought approval to the following resolutions with regard to their remuneration:

- "In the event that a liquidation committee is not formed, that the remuneration of the Joint Liquidators be drawn on the basis of time properly spent by the Joint Liquidators and their staff in attending to matters arising in the liquidation at KPMG LLP standard charge-out rates for the nature of this work", and
- "That the Joint Liquidators be able to draw category 2 disbursements, which are to be charged in accordance with KPMG LLP disbursements policy as attached"

Creditors voted in favour of the above resolutions. For the avoidance of doubt, creditors voted not to form a liquidation committee.

To date, the Joint Liquidators' have drawn fees of £230,412. In this Period, fees have been drawn of £161,174.

2.1.6.1 Other Information

The statutory provisions relating to remuneration are set out in Rule 4.127 of IR86. A creditors' guide to fees can be found at

http://www.r3.org.uk/media/documents/publications/professional/Guide_to_Liquidators_Fees_Nov2011.pdf



However, if you are unable to access this guide and would like a copy, please contact Greg Clifford on 0113 231 3084

Creditors are advised that under Rule 4.131 of IR86 any secured creditor, or any unsecured creditor with either the concurrence of at least 10% in value of the creditors (or with the permission of the court) who thinks that the remuneration and or expenses that have been incurred by the liquidator are excessive or inappropriate in all circumstances, may apply to the court for one or more of the following orders

- (a) an order reducing the amount of remuneration which the liquidator is entitled to charge,
- (b) an order fixing the basis of remuneration at a reduced rate or amount,
- (c) an order changing the basis of remuneration,
- (d) an order that some or all of the remuneration or expenses in question be treated as not being expenses of the liquidation,
- (e) an order that the liquidator or the liquidator's personal representative pay to the company the amount of the excess of remuneration or expenses or such part of the excess as the court may specify

2.1.7 Statement of expenses

Expenses for the Period total £121,805 as detailed at Appendix 4

3 Estimated outcome for creditors

3.1 Secured Creditors

The only secured creditor, RBSIF, held a debenture comprising fixed and floating charge over the Company's assets. It had also been assigned the Company's debtor ledger in accordance with the invoice finance facility that it provided. RBSIF has been repaid in full from the collection of book debts.

3.2 Preferential Creditors

Preferential creditors were paid in full in the preceding administration.

3.3 Unsecured Creditors

The Statement of Affairs indicated that the Company had unsecured liabilities totalling £4,044,171.

A total of £579,874 was distributed to unsecured creditors, representing a first and final dividend of 35.21p in the £ on agreed claims of £1,646,874.



Inman & Co (Electrical) Limited – in liquidation

Final Report

KPMG LLP

Final Report to 22 May 2015

4 Relocation of meeting

Rule 4.60 of IR86 requires the Joint Liquidators to have regard to the convenience of creditors when convening any general meeting. From previous experience, creditors seldom attend such meetings and the final meetings of members and creditors were held in KPMG's Manchester office in order to minimise costs. No creditor gave notice that they considered that the proposed venue was inconvenient.



Appendix 1

Appointment	
For period	28 March 2014 to 22 May 2015
Company name	Inman & Co (Electrical) Limited
Nature of business	Electrical wholesale
Date of appointment	28 March 2013
Office holder details	<p>Howard Smith was appointed on 28 March 2013 and is authorised to act as an insolvency practitioner by the Insolvency Practitioners Association</p> <p>Mark Granville Firmin was appointed on 28 March 2013 and is authorised to act as an insolvency practitioner by the Institute of Chartered Accountants in England & Wales</p>
Application of EC regulations	EC regulations apply and these proceedings will be the Main Proceedings as defined in article 3 of the EC regulations
Company Information	
Registered number	03902678
Present registered office	1 The Embankment Neville Street Leeds LS1 4DW
Previous registered office	2-4 Orgreave Place Sheffield South Yorkshire S13 9LU

Statutory Information



Inman & Co (Electrical) Limited – in liquidation
Final Report
KPMG LLP
Final Report to 22 May 2015

Appendix 2

Joint Liquidators' receipts and payments account for the period 28 March 2014 to 22 May 2015



Inman & Co (Electrical) Limited – in liquidation
Final Report
KPMG LLP
Final Report to 22 May 2015

Inman & Co (Electrical) Limited
(In Liquidation)
Liquidators' Abstract of Receipts & Payments

Statement of Affairs	From 28/03/2014 To 22/05/2015	From 28/03/2013 To 22/05/2015
ASSET REALISATIONS		
336 442 74 Book debts	17 378 23	32 962 48
24 945 88 \AT refunds (pre-liq)	NIL	24 945 88
42 60 PAYE/NIC from admin	NIL	NIL
776 483 36 Administration Surplus	NIL	776 483 36
	<u>17 378 23</u>	<u>834 391 72</u>
OTHER REALISATIONS		
Bank interest gross	1 789 41	3 179 29
Treasury Bill gains	1 074 82	1 074 82
Stundry refunds	26 69	42 16
Administration surplus	NIL	NIL
	<u>2 890 92</u>	<u>4 296 27</u>
COST OF REALISATIONS		
Liquidator's fees	161 174 35	230 412 10
Liquidator's expenses	NIL	862 72
Debt collection fees	2 058 32	4 306 32
Debt collection disbursements	40 00	2 237 32
Legal fees	1 800 00	2 800 00
Administration legal fees	NIL	4 500 00
Administration legal disbursements	NIL	40 00
Repayment of pension funds to trustees	12 278 02	12 278 02
Administration business rates	NIL	353 02
Storage costs	705 31	705 31
Statutory advertising	169 20	253 80
Bank charges	65 75	65 75
	<u>(178 300 95)</u>	<u>(258 814 36)</u>
UNSECURED CREDITORS		
(2 451 325 80) Trade & expense	405 990 97	405 990 97
(401 028 21) Employees	12 001 50	12 001 50
(25 348 00) Inman Properties Limited	NIL	NIL
EP(C)A bal & redundancy	161 881 16	161 881 16
(46 653 25) Non-preferential NIC/PAYE	NIL	NIL
(167 726 73) Non-preferential VAT	NIL	NIL
(95 38) Child Support Agency Deductions	NIL	NIL
(8 841 44) Employee Pension & Health Scheme	NIL	NIL
	<u>(579 873 63)</u>	<u>(579 873 63)</u>
DISTRIBUTIONS		
(6 033 00) Ordinary shareholders	NIL	NIL
	<u>NIL</u>	<u>NIL</u>
<u>(1,969,037 23)</u>	<u>(737,905 43)</u>	<u>0 00</u>
REPRESENTED BY		
VAT receivable		48 791 11
Floating ch. VAT control		(48 791 11)
		<u>NIL</u>

Appendix 3

Analysis of the Joint Liquidators' time costs for the period 28 March 2014 to 22 May 2015



Inman & Co (Electrical) Limited – in liquidation
Final Report
KPMG LLP
Final Report to 22 May 2015

For the period 28/03/2014 to 22/05/2015

	Partner / Director	Manager	Administrator	Support	Total hours	Time cost	Average hourly rate
Administration & planning							
Cashiering							
General (Cashiering)	2 30		13 70		16 00	£4 552 00	£284 50
Reconciliations (& IPS accounting reviews)		0 50	3 40		3 90	£1 054 50	£270 38
General							
Books and records			8 50		8 50	£1 770 00	£208 24
Fees and WIP				2 00	2 00	£250 00	£125 00
Statutory and compliance							
Appointment and related formalities		0 60			0 60	£243 00	£405 00
Checklist & reviews	0 90	1 10	11 50		13 50	£3 537 00	£262 00
Closure and related formalities	0 40	5 40	16 40	11 50	33 70	£8 218 00	£243 86
Reports to debenture holders				0 75	0 75	£90 00	£120 00
Statutory advertising				0 30	0 30	£37 50	£125 00
Statutory receipts and payments accounts			0 90		0 90	£246 00	£273 33
Strategy documents		0 20	1 00		1 20	£357 00	£297 50
Tax							
Post appointment corporation tax	0 40	11 00			11 40	£5 491 00	£481 67
Post appointment VAT	0 20	2 50	8 65	2 00	13 35	£3 034 25	£227 28
Creditors							
Creditors and claims							
Agreement of unsecured claims		9 70	53 05		62 75	£17 200 25	£274 11
General correspondence	1 10	2 70	21 20		25 00	£6 608 00	£264 32
Payment of dividends		8 60	16 90	1 40	26 90	£8 180 00	£304 09
ROT Claims			2 00		2 00	£390 00	£195 00
Statutory reports	1 00	7 90	37 00	14 90	60 80	£13 480 50	£221 72
Employees							
Agreeing employee claims		0 40	0 40		0 80	£268 00	£335 00
Correspondence		0 30	9 20		9 50	£2 227 00	£234 42
DTI redundancy payments service			1 20		1 20	£336 00	£280 00
Pension funds	0 60	1 40	9 00		11 00	£3 408 00	£309 82
Pensions reviews			4 30		4 30	£881 50	£205 00
Investigation							
Directors							
Correspondence with directors			3 50		3 50	£980 00	£280 00
Investigations							
Mail redirection			0 25		0 25	£51 25	£205 00
Realisation of assets							
Asset Realisation							
Cash and investments			1 50		1 50	£420 00	£280 00
Debtors		8 80	99 65		108 45	£23 113 25	£213 12
Total in period					424 05	£106,424 00	£250 97
Brought forward time (appointment date to SIP9 period start date)							
					535 60	£139 739 25	
SIP9 period time (SIP9 period start date to SIP9 period end date)							
					424 05	£106 424 00	
Carry forward time (appointment date to SIP9 period end date)							
					959 65	£246 163 25	



Inman & Co (Electrical) Limited – in liquidation

Final Report

KPMG LLP

Final Report to 22 May 2015

Summary of hourly rates

Chargeable rates from 1 October 2013

Grade	Rate per hour £
Partner	565
Associate Partner	485
Director	485
Senior Manager	475
Manager	385
Assistant Manager	265
Assistant	195
Support	45

Chargeable rates from 1 October 2014

Grade	Rate per hour £
Partner	595
Associate Partner	535
Director	535
Senior Manager	485
Manager	405
Assistant Manager	280
Assistant	205
Support	45

Note Time is charged to the case in 6 minute units



Appendix 4

Schedule of expenses for the period 28 March 2014 to 22 May 2015

Section	Account	Paid	Accrued	Total
		£	£	£
Cost of realisations	Liquidators' fees	90,672 85	15,751 15	106,424 00
	Debt collection fees	1,129 12	0 00	1,129 12
	Debt collection expenses	50 00	0 00	50 00
	Legal fees	1,000 00	0 00	1,000,00
	Repayment of pension funds to trustees	12,278 02	0 00	12,278 02
	Storage costs	688 53	0 00	688 53
	Bank charges	65 75	0 00	65 75
	Statutory advertising	169 20	0 00	169 20
TOTAL		106,053.47	15,751.15	121,804.52

Note The table above shows expenses that have been paid or accrued in this period which have not been paid and/or accrued in previous reporting periods

Creditors are reminded that the basis upon which office holder's remuneration has been drawn, has been agreed. The quantum is supported by an analysis of time costs available for review at Appendix 3. Any additional information regarding office holders' remuneration and / or other expenses charged for the period is available from the office holder upon request by any secured creditor or any unsecured creditor(s) with at least 5% in value of the unsecured debt in accordance with rule 2.48A IA86. This request must be made within 21 days of receipt of the report. In addition creditors are reminded that the quantum can be challenged by any unsecured creditor or any unsecured creditor(s) with at least 10% in value (including that creditor's claim) of the unsecured debt by making an application to Court in accordance with rule 2.109 IA86 within eight weeks of receipt of this report. The full text of these rules can be provided upon request.