

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

04491399

Name of Company

Create Interiors Limited

I / We

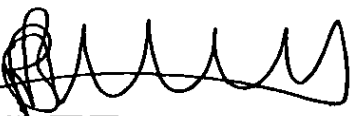
Paul Bailey, 257b Croydon Road, Beckenham, Kent, BR3 3PS

Tommaso Waqar Ahmad, 257b Croydon Road, Beckenham, Kent, BR3 3PS

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 07/02/2013 to 06/02/2014

Signed



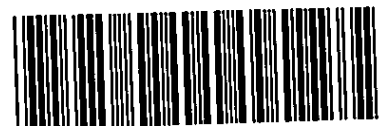
Date

25/3/2014

Bailey Ahmad Limited
257b Croydon Road
Beckenham
Kent
BR3 3PS

Ref CR05/PB/TA/TC/LF/CF/KMB

THURSDAY



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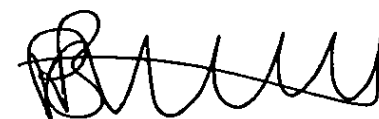
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COMPANIES HOUSE

**Create Interiors Limited
(In Liquidation)
Joint Liquidators' Abstract of Receipts & Payments**

Statement of Affairs		From 07/02/2013 To 06/02/2014
85,000 00	ASSET REALISATIONS Book debts and retentions	<u>4,777 72</u> 4,777 72
	COST OF REALISATIONS Section 98 Meeting Fee Section 98 Meeting Disbursements	<u>4,477 72</u> 300 00 <u>(4,777 72)</u>
(22,799 27)	UNSECURED CREDITORS Trade & Expense Creditors	NIL
(405,402 00)	Gunlab Limited	NIL
(152,000 00)	Gunite Limited	NIL
(127,000 00)	Techrete Limited	NIL
(75,345 61)	Customs & Excise	<u>NIL</u> NIL
(1 00)	DISTRIBUTIONS Ordinary Shareholders	<u>NIL</u> NIL
<u>(697,547.88)</u>		<u>NIL</u>
	REPRESENTED BY	
	Bank 2 Current	72 81
	Vat Control Account	<u>(72 81)</u>
		<u>NIL</u>



Paul Bailey
Joint Liquidator

Create Interiors Limited (In Creditors' Voluntary Liquidation)

Joint Liquidators' Annual Report

25 March 2014

**Paul Bailey and Tommaso Waqar Ahmad
Joint Liquidators**

**Both licensed to act as insolvency practitioners in the UK by the
Association of Chartered Certified Accountants**

www.baileyahmad.co.uk

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- C Fee resolutions
- D Notes to be read in conjunction with Statement of Insolvency Practice 9 (SIP 9) fee breakdown
- E SIP 9 summary of time costs for the period 7 February 2013 to 6 February 2014

1 Introduction

This report sets out an account of our acts and dealings and of the conduct of the liquidation for the period from 7 February 2013 to 6 February 2014

2 Statutory information

Company name	Create Interiors Limited
Registered office	257b Croydon Road, Beckenham Kent BR3 3PS
Registered number	04491399
Date of liquidators' appointment	7 February 2013

3. Receipts and payments

We attach as Appendix A to this report a summary of our receipts and payments from 7 February 2013 to 6 February 2014

Receipts and payments are shown net of VAT, with any amount due to or from HM Revenue and Customs (HMRC) shown separately. The Company was VAT registered, and consequently VAT is recoverable from HMRC.

4 Asset realisations

Book debts and retentions (estimated to realise £85,000)

Following our appointment, the Company's debtor ledger, which comprised retentions due on completed contracts, was passed to a specialist agent, Naismiths Limited, to pursue. Naismiths continue to pursue the ledger and based on current information, anticipate recoveries of between £17,000 and £35,000 in due course.

We have realised the sum of £364.03 directly from one debtor and the sum of £4,413.69 has also been received in the form of a dividend payment from the liquidation of another debtor company. You will note that realisations to date total £4,777.72.

5. Dividends to creditors

Secured

We have not received any secured claims in this matter.

Preferential

We have not received any preferential claims in this matter.

Unsecured

Unsecured claims totalling £251,345 have been received to date from eight creditors. The remaining nine creditors

detailed in the statement of affairs with claims estimated at £688,685 have yet to submit statement of claim forms. Dividend prospects for unsecured creditors are currently uncertain and are dependent on the success of the debt collection exercise.

Prescribed part

There are provisions of the insolvency legislation that require a 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 £600,000.

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

6 Investigations

We have considered the information acquired in the course of appraising and realising the Company's assets together with information provided by creditors and the Company's professional advisors. We have also made enquiries of the Company's directors by sending questionnaires.

We made an initial assessment of whether there could be any matters that might lead to recoveries for the liquidation and what further investigations may have been appropriate.

In determining the extent of the investigations in the circumstances of this case, account was taken of the public interest, potential recoveries, the funds likely to be available to fund an investigation and the costs involved. We concluded that no further investigations or action would be appropriate or likely to result in a recovery for the benefit of the liquidation.

We can confirm that we have fulfilled our statutory obligations and made the appropriate submission to the Directors Disqualification Unit of UK Department for Business Innovation & Skills under the provisions of the Company Directors Disqualification Act on all those who were directors of the Company in the three years leading up to our appointment. The contents of this report are confidential and cannot be disclosed.

7 Other work carried out by the Joint Liquidators

Administration and Planning

Following our appointment we carried out all statutory duties in accordance with the legislation. We have also carried out periodic reviews. Cashiering matters have been undertaken and the designated liquidation account has been reconciled.

Creditors

It has also been necessary to record incoming creditor claims on our system and deal with general creditor correspondence and telephone calls. We have also dealt with the statutory steps in relation to the occupational pension scheme operated by the Company.

8 Joint Liquidators' remuneration and disbursements

Details of all resolutions passed by creditors in relation to remuneration and disbursements are included at Appendix C.

Remuneration

Pre liquidation

The sum of £4,477.72 plus VAT has been drawn from asset realisations on account of the pre-liquidation costs of Bailey Ahmad Limited in accordance with the relevant resolution passed by creditors.

Post liquidation

We attach at Appendix B a creditors' guide to insolvency procedures and the remuneration of office holders for your information. The underlying basis of charging is our firm's standard charge-out rates and the guide provides details of these, both former and current. We believe that this case is of average complexity and no exceptional responsibility has fallen upon us as Joint Liquidators.

At Appendix E to this report, we attach details of the time expended during the period from 7 February 2013 to 6 February 2014. This breakdown is provided in accordance with Statement of Insolvency Practice 9.

You will note that we have incurred time costs to 6 February 2014 of £7,667.50 plus VAT and have drawn no remuneration.

Disbursements

Pre liquidation

Statutory advertising costs of £84.60 were paid by our firm

to Courts Advertising Limited. This cost has not been re-charged to the liquidation and will be written-off.

The sum of £300 plus VAT was paid by our firm to Alexander Forbes Trustee Services in respect of procuring a report on the occupational pension scheme operated by the Company. This cost has been re-charged to the liquidation in accordance with the relevant resolution passed by creditors.

Post liquidation

The disbursements incurred during the period of this report, excluding VAT, are as follows:

Amounts paid by/due to office holders' firm		
Type	Supplier	£
Category 1		
Statutory advertising	Courts Advertising Limited	169.20
Bonding	Marsh Limited	420.00
Category 2		
N/A		
Total		589.20

Statutory advertising

We are legally obliged to advertise certain information regarding the liquidation and our appointment in the London Gazette.

Bonding

We are legally obliged to bond for the value of the Company's assets and the aforementioned cost represents the premium in this regard.

Creditors' rights to request further information and challenge our remuneration and expenses.

Pursuant to Rule 4.49E of the Insolvency Rules 1986, creditors should note that they have the right to request further information regarding our remuneration and expenses under this Rule and to challenge our remuneration and expenses under Rule 4.131. Appendix B provides details of where creditors can access more detailed information regarding their rights to request further information and challenge our remuneration and expenses.

9 Assistance

If you require any assistance, please do not hesitate to contact a member of our team on 020 8662 6070 or email us at info@baileyahmad.co.uk.

Appendix A

Receipts and payments account

Create Interiors Limited
(In Liquidation)
Joint Liquidators' Abstract of Receipts & Payments

Statement of Affairs		From 07/02/2013 To 06/02/2014	From 07/02/2013 To 06/02/2014
	ASSET REALISATIONS		
85,000 00	Book debts and retentions	4,777 72	4,777 72
		4,777 72	4,777 72
	COST OF REALISATIONS		
	Section 98 Meeting Fee	4,477 72	4,477 72
	Section 98 Meeting Disbursements	300 00	300 00
		(4,777 72)	(4,777 72)
	UNSECURED CREDITORS		
(22,799 27)	Trade & Expense Creditors	NIL	NIL
(405,402 00)	Gunlab Limited	NIL	NIL
(152,000 00)	Gunite Limited	NIL	NIL
(127,000 00)	Techrete Limited	NIL	NIL
(75,345 61)	Customs & Excise	NIL	NIL
		NIL	NIL
	DISTRIBUTIONS		
(1 00)	Ordinary Shareholders	NIL	NIL
		NIL	NIL
(697,547.88)		NIL	NIL
	REPRESENTED BY		
	Bank 2 Current		72 81
	Vat Control Account		(72 81)
			NIL

Appendix B

A creditors' guide to insolvency
procedures and the
remuneration of office holders

Creditor guides to insolvency procedures and the remuneration of office holders (England and Wales)

R3 – Association of Business Recovery Professionals

The Association of Business Recovery Professionals, is the leading professional association for insolvency, business recovery and turnaround specialists in the UK. Known by its brand name 'R3', it promotes best practice for professionals working with financially troubled individuals and businesses.

Bailey Ahmad and its practitioners are members of R3 and would like to take this opportunity to draw your attention to a set of guides produced by R3 which explain the rights of unsecured creditors during an insolvency process. Creditors are able to download these guides from the R3 website at the following web addresses:

Administration

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

Administrative Receivership

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

Bankruptcy

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

Compulsory Liquidation

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

Creditors' Voluntary Liquidation

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

Statement of Insolvency Practice 9 – Remuneration of Office Holders in England and Wales

Statements of Insolvency Practice give guidance as to the required practice to be adopted by authorised insolvency practitioners. Accordingly, Bailey Ahmad would draw your attention to guides in relation to Office Holders' fees which are available for download from the R3 website at the following address: <http://www.r3.org.uk/index.cfm?page=1210>

Creditors should select the "fees" link, which will direct them to a web page from which they can download the following guides:

- Guide to voluntary arrangement fees
- Guide to trustee in bankruptcy fees
- Guide to administrators' fees
- Guide to liquidators' fees

Bailey Ahmad fee and recharge rates

Where it is agreed by resolution of creditors or the creditors' committee that the office holders remuneration will be calculated by reference to the time properly arising in the administration, then such remuneration will be calculated in units of 6 minutes at the following hourly standard rates:

Grade	From 1 July 2011	Former rates
Director	£350	£300
Senior Manager	£300	-
Manager	£250	£200
Senior Case Administrator	£175	£150
Case Administrator	£150	£125
Junior Case Administrator	£125	£100
Support	£80	£75
Cashier	£80	-

These are Bailey Ahmad's current charge out rates, which are shown exclusive of VAT. If you would like details of our historic charge out rates, please contact us on 020 8662 6070.

Disbursements

There are two types of disbursements, Category 1 and Category 2 disbursements. Category 1 disbursements are generally external supplies of incidental services that are specifically identifiable to the case against which they are being charged. These include insolvency bonds, swearing fees, redirection of mail, accommodation, subsistence, company searches, hire of external meeting rooms or any other miscellaneous item which is by nature a Category 1 disbursement paid out in respect of the administration of the estate. Creditor approval of Category 1 disbursements is not required.

Category 2 disbursements are those which, whilst being in the nature of expenses or disbursements include an element of shared or allocated costs. Approval of the committee, or the creditors if there is no committee, is required before Category 2 disbursements can be drawn. Bailey Ahmad will seek to recover the following Category 2 disbursements: Storage of company books and records at the insolvency practitioners' own storage facility. The books and records will be stored in standard storage boxes and a storage fee of £5 per box per month will be charged. This charge covers the transportation of records from the company's premises, storage, retrieval of books and records in storage for administration purposes and the destruction of such books and records after expiration of the statutory retention period. The recharge of travelling by motor vehicle on business for the administration of the insolvency will be charged to the estate at 40p per mile. Other Category 2 disbursements such as photocopying will not be recharged.

Appendix C

Fee resolutions

The following resolutions were passed by creditors at the meeting of creditors held on 7 February 2013

Pre liquidation

"It was reported that Bailey Ahmad Limited's fee for convening the meetings of directors, shareholders and creditors and assisting the directors in the preparation of the report and statement of affairs was £4,800 plus VAT. The Joint Liquidators be authorised to draw this fee from asset realisations, subject to any third party contribution referred to in the notes to the statement of affairs "

Post liquidation

"In respect of post-appointment work, that the Joint Liquidators be remunerated on a time cost basis in accordance with the normal charge out rates for their practice. Any remuneration will be payable at the Liquidators' discretion from time to time out of any funds held by them "

"The Joint Liquidators to be reimbursed for any expenses or necessary disbursements properly charged and incurred in the course of carrying out their duties during the liquidation. These include category 2 disbursements as explained in the creditors' guide to fees previously despatched to creditors and are to be paid from the assets of the liquidation "

Appendix D

Notes to be read in conjunction with Statement of Insolvency Practice 9 fee breakdown

The work that we have carried out as Joint Liquidators is derived from the responsibilities placed upon us by the underlying legal and regulatory framework for work of this nature in general. The actual matters with which we have dealt are set out briefly in our report.

It is our policy to ensure that work undertaken is carried out by the appropriate grade of staff required for each task, having regard to its complexity and the skill and experience actually required to perform it.

Examples of work which fall under each type of standard activity shown in the SIP 9 breakdown are as follows:

Administration and Planning

Case planning, administrative set-up, appointment notification, maintenance of records, cashiering and statutory reporting.

Investigations

SIP 2 review and investigating antecedent transactions.

Realisation of assets

Identifying, securing and insuring assets, retention of title, debt collection and property, business and asset sales.

Creditors

Communication with creditors, dealing with creditors' claims and distributions.

Appendix E

SIP 9 summary of time costs
for the period 7 February 2013
to 6 February 2014

Time Entry - SIP9 Time & Cost Summary

CR05 - Create Interiors Limited
Project Code POST
From 07/02/2013 To 06/02/2014

Classification of Work Function	Director	Manager	Other Senior Professionals	Assistants & Support Staff	Total Hours	Time Cost (£)	Average Hourly Rate (£)
Admin & Planning	1.90	4.60	3.50	10.50	20.50	3,262.50	158.15
Case Specific Matters	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Creditors	1.40	0.60	3.30	2.90	8.20	1,444.50	176.16
Investigations	0.30	1.00	2.20	1.50	5.00	860.00	172.00
Non Chargeable	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Realisation of Assets	0.20	5.60	3.30	0.60	9.70	2,100.50	216.55
Trading	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Total Hours	3.80	11.80	12.30	15.60	43.40	7,667.50	176.67