

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

04628632

Name of Company

Exsel (Int) Community Interest Company

I / ~~We~~

Kevin Lucas, 32 Stamford Street, Altrincham, Cheshire, WA14 1EY

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 30/09/2015 to 29/09/2016

Signed

Date

7/12/16

Lucas Johnson Limited
32 Stamford Street
Altrincham
Cheshire
WA14 1EY

Ref E0012/KL/WT/SG



EXSEL (INT) COMMUNITY INTEREST COMPANY - IN LIQUIDATION

**Liquidator's First Annual Progress Report pursuant to Section 104A of the Insolvency Act 1986
For the period from 30 September 2015 to 29 September 2016**

**EXSEL (INT) COMMUNITY INTEREST COMPANY - IN LIQUIDATION
FOR THE PERIOD FROM 30 SEPTEMBER 2015 TO 29 SEPTEMBER 2016**

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Receipts and Payments Account

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**EXSEL (INT) COMMUNITY INTEREST COMPANY - IN LIQUIDATION
FOR THE PERIOD FROM 30 SEPTEMBER 2015 TO 29 SEPTEMBER 2016**

1. STATUTORY INFORMATION

Date of Winding Up Resolution: 30 September 2015

Name of Liquidator: Kevin Lucas of Lucas Johnson Limited, 32 Stamford Street,
Altrincham, WA14 1EY

Date of appointment: 13 October 2015

Company name: Exsel (Int) Community Interest Company ("the Company")

Trading styles: N/A

Registered number: 04628632

Registered office: 32 Stamford Street, Altrincham, Cheshire, WA14 1EY

2. INTRODUCTION

- 2.1 A resolution to wind up the above Company was passed on 30 September 2015, when Kevin Lucas was appointed Liquidator. The creditors meeting held on 13 October 2015 confirmed the appointment of Kevin Lucas as Liquidator.
- 2.2 This is the first annual progress report to creditors and covers the period from 30 September 2015 to 29 October 2016 and is issued pursuant to Section 104A of the Insolvency Act ("the Act") to provide creditors with an update on the progress of the Liquidation.

3. PROGRESS OF THE LIQUIDATION

3.1 *Plant & Machinery*

The director's statement of affairs ("SoA") showed that the Company had plant and machinery with a book value of £1,528 and an estimated to realise value as uncertain. These assets have not been realised as the costs to collect and sell them would exceed the realisations.

3.2 *Motor Vehicles*

The SoA showed that the Company had two motor vehicles with an approximate book value of £11,133 and an estimated to realise as uncertain.

The director advised that one of the motor vehicles was disposed of prior to liquidation. The other vehicle was apparently not an asset of the Company and was transferred when the contract it was subject to was moved. The Liquidator is in the process of obtaining evidence from the director to confirm the position regarding the motor vehicles. It is still uncertain if any funds will be received for the vehicles.

3.3 *Stock*

At the date of liquidation it was uncertain what the stock would realise. The Liquidator has requested the list of stock held by the Company at the date of liquidation; however, this has not

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been provided by the director. The Liquidator is therefore still trying to establish if any funds can be recovered for the stock which was retained by the director.

3.4 Cash at Bank

At the date of Liquidation the Company's bank account had a credit balance of approximately £90; however, following the request to the Bank for the credit balance the sum of £407 was received. No further funds are expected.

3.5 Future Realisations

No further realisations are expected, except for the potential recovery of the stock and motor vehicles mentioned in paragraphs 3.2 and 3.3 above.

4. RECEIPTS AND PAYMENTS ACCOUNT

4.1 A Receipts and Payments Account for the period is attached at Appendix 1.

5. LIQUIDATOR'S REMUNERATION AND DISBURSEMENTS

5.1 The basis upon which the Liquidator charges remuneration was agreed by creditors at the meeting held pursuant to Section 98 of the Insolvency Act on 13 October 2015. Creditors agreed that the Liquidator could draw remuneration based on the time spent by the Liquidator *and his staff in attending to matters arising in the Liquidation, plus VAT and disbursements.*

5.2 The Liquidator's time costs for the period 30 September 2015 to 29 September 2016 are £7,880 and are shown in more detail in Appendix 2. This represents 42.60 hours at an average hourly rate of £184.98. Time has been mainly spent on administration and planning, investigations and dealing with creditors' claims.

5.3 The Liquidator has drawn no remuneration in the period of this report.

5.4 Disbursements incurred by the Liquidator are split into two categories. Category 1 disbursements are items of specific expenditure that are directly related to the case and are usually referable to an independent external supplier's invoice. All such items are charged to the case as they are incurred. Category 2 disbursements are items of incidental expenditure directly incurred on the case which include an element of shared or allocated cost and which are based on a reasonable method of calculation. These have been previously approved by creditors at the meeting of creditors and details of rates can be seen at Appendix 3. Category 2 disbursements incurred are shown at Appendix 2.

5.5 During the period, no Category 2 disbursements have been drawn.

5.6 As required by Statement of Insolvency Practice Number 9, a schedule of the Liquidator's charge out rates and disbursement charging policies is shown at Appendix 3.

5.7 A copy of 'A Creditors' Guide to Liquidators' Fees' which provides guidance on creditors' rights on how to approve and monitor a Liquidator's remuneration and on how the remuneration is set is available at <http://www.lucasjohnson.co.uk/downloads/fee-guides/>. Alternatively, if you require a hard copy of the Guide, please contact the Liquidator's office accordingly.

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- 5.8 Under Rule 4.131 of the Insolvency Rules 1986, any secured creditor, or any unsecured creditor with either the concurrence of at least 10% in value of the creditors or the permission of the court, may, where it is believed the basis or quantum of remuneration or expenses charged by the Liquidator are, in all the circumstances, excessive or inappropriate, apply to the court within 8 weeks of receiving this progress report for an order under Rule 4.131, adjusting the remuneration or expenses.

6. LIQUIDATOR'S EXPENSES

- 6.1 Details of the Liquidator's expenses paid during the reporting period are shown on the receipts and payments account at Appendix 1. There may also be various expenses incurred for which payment has not yet been made. For clarity, all expenses incurred are set out below:

Expense Incurred	Name of provider	Amount incurred (£)	Amount discharged (£)	Balance Outstanding (£)
Statutory Advertising	London Gazette	168.66	168.66	0.00
Specific Bond	Marsh Limited	20.00	20.00	0.00
Land Search	Land Registry	3.00	3.00	0.00
Company Search	Companies House	1.00	1.00	0.00

- 6.2 The above expenses have been discharged by the Liquidator's firm and will be recharged if and when funds permit.

7. OTHER MATTERS AND INFORMATION TO ASSIST CREDITORS

Outcome for Secured Creditors

- 7.1 There are no secured creditors in this matter.

Outcome for Preferential Creditors

- 7.2 No preferential claims were expected. However, preferential claims of £650 have been received in respect of outstanding wages and holiday pay. It is uncertain if any dividend will be paid to preferential creditors as this is dependent if any recoveries are made as per paragraph 3.2 and 3.3 above.

Prescribed Part pursuant to Section 176A of the Act

- 7.3 Under Section 176A of the Act a liquidator is required to set aside a proportion of the realisations for unsecured creditors where there is a secured creditor who holds a qualifying floating charge created on or after 15 September 2003. This is known as the Prescribed Part.
- 7.4 As there are no qualifying floating charges registered at Companies House, the Prescribed Part does not apply in this matter.

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FOR THE PERIOD FROM 30 SEPTEMBER 2015 TO 29 SEPTEMBER 2016**

Outcome for Unsecured Creditors

- 7.5 The SoA detailed unsecured creditors of £107,129.00. As at the date of this report, claims totalling £51,246 have been received from unsecured creditors.
- 7.6 At this stage I am unable to confirm whether or not it is likely that there will be funds available to distribute to unsecured creditors as it is dependent if any recoveries are made as mentioned in paragraphs 3.2 and 3.3 above.
- 7.7 A further update will be provided in the next annual or final progress report, whichever is sooner.

Investigations

- 7.8 In accordance with the Company Directors Disqualification Act 1986 I confirm that I have submitted a report on the conduct of the Directors of the Company to the Department for Business Innovation & Skills. As this is a confidential report, I am not able to disclose the contents.

Statement under Rule 4.49E

- 7.9 Within 21 days of receipt of this report, a secured creditor or an unsecured creditor with the concurrence of at least 5% in value of the unsecured creditors has the right to make a request in writing to the Liquidator for further information about remuneration or expenses set out in that progress report. If no response is received within 14 days any creditor has the right to apply to court within the subsequent 21 day period to compel the Liquidator to provide the information.

Next Report to Creditors

- 7.10 The next report to creditors will be sent out to creditors following the next anniversary of the Liquidation or the convening of the final meetings whichever may be sooner.



**Kevin Lucas
Liquidator**

7 December 2016

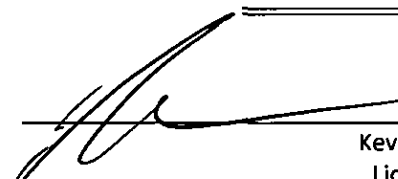
APPENDIX 1 – RECEIPTS AND PAYMENTS ACCOUNT

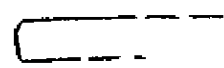
EXSEL (INT) COMMUNITY INTEREST COMPANY - IN LIQUIDATION

RECEIPTS AND PAYMENTS ACCOUNT FOR THE PERIOD 30 SEPTEMBER 2015 TO 29 SEPTEMBER 2016

Exsel (Int) Community Interest Company
(In Liquidation)
Liquidator's Summary of Receipts & Payments
To 29/09/2016

S of A £		£	£
	ASSET REALISATIONS		
Uncertain	Plant & Machinery	NIL	
Uncertain	Motor Vehicles	NIL	
Uncertain	Stock	NIL	
90.00	Cash at Bank	407.61	
	Bank Interest Gross	0 30	
			407 91
	COST OF REALISATIONS		
	Specific Bond	20.00	
			(20.00)
	UNSECURED CREDITORS		
(49,382.00)	Trade & Expense Creditors	NIL	
(34,000.00)	Directors	NIL	
(22,000.00)	HM Revenue & Customs - PAYE/NIC	NIL	
(1,747.00)	HM Revenue & Customs - VAT	NIL	
			NIL
	DISTRIBUTIONS		
(100.00)	Ordinary Shareholders	NIL	
			NIL
(107,139.00)			387.91
	REPRESENTED BY		
	Bank 1 Current		387.91
			387.91


 Kevin Lucas
 Liquidator



APPENDIX 2 – SIP 9 TIME ANALYSIS AND CATEGORY 2 DISBURSEMENTS

EXSEL (INT) COMMUNITY INTEREST COMPANY - IN LIQUIDATION

TIME ANALYSIS FOR THE PERIOD 30 SEPTEMBER 2015 TO 29 SEPTEMBER 2016

Time Entry - SIP9 Time & Cost Summary

E0012 - Exsel (Int) Community Interest Company
All Post Appointment Project Codes
To 29/09/2016

Classification of Work Function	Partner	Manager	Other Senior Professionals	Assistants & Support Staff	Total Hours	Time Cost (£)	Average Hourly Rate (£)
Admin & Planning	0.00	1.30	10.70	9.80	21.80	3,417.50	156.77
Case Specific Matters	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Creditors	0.00	0.00	9.20	0.00	9.20	1,772.50	192.66
Investigations	0.00	2.30	8.50	0.00	10.80	2,520.00	233.33
Pre Appointment	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Realisation of Assets	0.20	0.00	0.60	0.00	0.80	170.00	212.50
Trading	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Total Hours	0.20	3.60	29.00	9.80	42.60	7,880.00	184.98
Total Fees Claimed						0.00	
Total Disbursements Claimed						0.00	

5.1.1

Time Entry - SIP9 Time & Cost Summary

Category 2 Disbursements

E0012 - Exsel (Int) Community Interest Company

To 29/09/2016

Other amounts paid or payable to the office holders firm or to party in which the office holder or his firm or any associate has an interest.

Transaction Date	Type and Purpose	Amount
14/10/2015	Photocopying and Stationery	300.00
13/10/2015	Meeting Room Hire	50.00
10/08/2015	Postage and Stationery	33.00
	Meeting room hire	
	Mileage	
	KL Expenses	
Total		383.00

APPENDIX 3 – LUCAS JOHNSON

CHARGE OUT RATES AND DISBURSEMENT POLICY EFFECTIVE FROM 1 JANUARY 2016

Fee Accrual

The Office Holder is the general name for the Insolvency Practitioner dealing with the case affairs

In accordance with the Insolvency Act 1986 and Insolvency Rules 1986, the Office Holder shall charge appropriate fees for dealing with the case affairs.

It is usual practice for the agreement of fees to be sought on the basis of time properly incurred in dealing with the case. However on occasion it is necessary to seek agreement of fees as a fixed percentage of assets realised and/or distributions made, or indeed a defined fixed fee

The precise basis of how fees are to be incurred will be formally given to creditors prior to agreement being sought

The legal agreement and basis upon which post appointment fees are agreed is determined by the relevant category of creditors, details of which are explained within the respective independent creditors' guides to fees

Unless otherwise advised, fees shall be drawn on account from the case funds as and when realisations allow, subject to agreement

Estimation of Fees

Under the Insolvency Rules 2015, where an Office Holder wishes to seek the agreement of fees on a time costs basis, he is required to give creditors full details of not only what he believes such fees to be, but what works shall be done in relation to those fees.

Because it is quite difficult to contemplate what a case will involve before appointment, we have gathered information to work out average time required to complete similar work for this type of appointment

The fee estimate for time costs has been proposed using average data from this review. This forms the basis of our time costs projection.

This forecast is based upon the firm's policy in relation to the projection of fees for this type of insolvency. Calculations have been made using specific details of the case such as the type of realisations, number of creditors and the anticipated duration of the case prior to closure.

Fees Charged on Fixed Fee Basis

Fixed fees are per matter. For example correspondence with creditors may be charged at a fixed rate of £50 per creditor per annum, similarly employees, directors, shareholders may all be charged on a fixed cost basis per annum. Any costs shown for these fees should not usually change from that guide provided.

Fees on a Percentage Basis

Where it is intended that fees be drawn on a percentage basis, for example the realisation of assets, or the distribution of funds, these fees can only be calculated on the amount of funds to be dealt with. This final fee may therefore be lower than that information provided in our guide or indeed not at all

Contingent Fees

Contingent fees (where applicable) are those which are only payable on the recovery of a windfall and the later distribution to creditors where a dividend can be paid. All contingent fees, whether for the recovery of a windfall or contingent asset are fixed at 20%

All future distributions are to be charged at 10%, irrespective of whether the initial forecast shows a distribution to be payable

Fee Basis

In order to simplify information, the basis for post appointment fee shall simply be referred to as our Fee Policy.

Staff

Each member of staff involved with the case will time charge on an individual basis. The hourly cost of each member of staff shall be calculated in accordance with their experience and resultant grade within the practice.

In view of the complexity of the work involved, it is not practice policy to use sub contractors, however we reserve the right to do so should the case require. Details of any sub contractor used and the reasons why shall be provided within the respective statutory report SIP 9 detail.

VAT

Services provided by Insolvency practitioners are subject to VAT, except when acting as Nominee or Supervisor of an estate.

Our fees will be subject to VAT at the appropriate rate

Where the case is not registered for VAT, VAT shall be shown as an irrecoverable expense of the estate

Disbursements

Every case dealt with will incur expenses in addition to fees.

Expenses will cover a number of areas, such as advertising, insolvency practitioner insurance and legal fees.

Where the Office Holder or his firm pays these out of their own funds (e.g. the firm's office account) these will be classed as Disbursements. The Office Holder is required to explain the amount and nature of such disbursements whenever a formal abstract of accounts is produced.

Regulations require that we separate category 1 and 2 disbursements for your information. An explanation of which is as follows:

Category 1 Disbursements:

Category 1 disbursements are expenses directly attributable to the case, where exact costs can be ascertained and recharged without profit. These can, but are not limited to, include insolvency bonds, advertising, company searches, post redirection orders, postage, external room hire, external storage as well as public transport and accommodation costs incurred by staff whilst attending to the administration of the estate.

Category 2 Disbursements

Category 2 disbursements are additional overheads that relate to the estate but are either not directly attributable to it, or the exact cost is not ascertainable and therefore cannot be precisely recharged. These expenses include, inter alia, stationery, photocopying and storage costs.

Any authorised category 2 disbursements which have been charged shall be shown in the statutory abstract of accounts.

The following are a current schedule of category 2 disbursements which may (*) be charged by Lucas Johnson:

- Mileage shall be recharged at 50pence per mile
- Destruction of boxes shall be recovered as a category 1 expense; and
- Storage of books and records at £30 per box per annum
- Fixed charge for the issue of each circular at £10 per relevant party per annum.
- Internal meeting room (where required) charged at £50 per hour or part thereof

(*) Lucas Johnson does not ordinarily recover all category 2 disbursements, but reserves the right to do so, where such disbursements are substantial and appropriate sanction has been obtained.

The following items of expenditure will normally be treated as general office overheads by the Office Holder and will not be charged to the case:

- Telephone and facsimile
- *Printing and photocopying*
- Stationery
- Email addresses or telephone numbers set up and used exclusively for the case
- Destruction of boxes

Disclosure of Use of Connected Parties

Please note that where it is necessary to use the services of an external agent who is associated to the Office Holder's business by way of common directors and/or shareholders, it is advised by law, that this shown as a category 2 disbursement. Kindly note that no additional profit element will be charged in regard to these services, if applicable. At the effective date of this policy, the Office Holder had no connection with any external agent.

Charge Out Rates

A table of current hourly charge out rates are provided below

Charges for usual cases	(£)
Partner/Director/Consultant	350
Manager/Senior Manager	250-275
Assistant Manager	225
Administrator/Senior Administrator	150-200
Cashier ^(#)	100
Junior and Support Staff	100

A table of hourly charge out rates prior to 31 December 2015 provided below.

Charges for usual cases	(£)
Partner/Director/Consultant	300
Manager/Senior Manager	200-250
Assistant Manager	190
Administrator/Senior Administrator	125-175
Cashier ^(#)	75
Junior and Support Staff	75

(#) Please note that time charged by our cashiers relates only to accounting matters relevant to the case.

The basis upon which the Office Holder determines the appropriate charge out rate on the complexity of the case is detailed in the respective independent creditors' guides to fees, available to download from our company website or by email from this office

Further, the Office Holder reserves the right to uplift both the hourly rates and category 2 disbursements periodically without further recourse to the creditors. By law, such increases must be disclosed to creditors within each statutory report

Support Staff

In an effort to minimise costs to the case, it is necessary to use support staff to undertake certain matters. Support staff time is charged in the same manner as technical staff on the rates outlined above.

Recording of Fees

Time is formally recorded in prescribed categories in units of 6 minutes. All units of time properly spent, shall be recorded on a formal time management system and retained throughout appointment, irrespective of the basis of fees.

Reporting of Fees

All reports and correspondence detailing fees incurred and indeed drawn will provide the legal basis upon which fees have been incurred and from whom sanction was given in relation to those fees

Such information shall be contained within statutory progress reports and be in the prescribed form. When providing such a report, under existing insolvency regulations, creditors are able to request further and better particulars of fees and disbursements where they believe further explanation is required.

The exact basis of how requisite members and creditors may request such information will be attached with each statutory progress report subsequently issued

Code of Ethics

I am required to advise you at the earliest opportunity, that I am bound by the Code of Ethics of my regulator ICAEW.