

CVA3

Notice of supervisor's progress report in voluntary arrangement



Companies House

SATURDAY



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05/08/2017

#415

COMPANIES HOUSE

1 Company details

Company number 0 4 6 8 3 9 6 9

Company name in full Mardom Corporation Limited

→ Filling in this form
Please complete in typescript or in
bold black capitals.

2 Supervisor's name

Full forename(s) David

Surname Elliott

3 Supervisor's address

Building name/number Victory House

Street Quayside

Post town Chatham Maritime

County/Region Kent

Postcode M E 4 4 Q U

Country

4 Supervisor's name^①

Full forename(s) Jeremy

Surname Willmont

① Other supervisor
Use this section to tell us about
another supervisor.

5 Supervisor's address^②

Building name/number 150 Aldersgate Street

Street London

Post town EC1A 4AB

County/Region


Postcode

Country

② Other supervisor
Use this section to tell us about
another supervisor.

CVA3

Notice of supervisor's progress report in voluntary arrangement

6	Date of voluntary arrangement							
Date	^d 2	^d 4	^m 0	^m 6	^y 2	^y 0	^y 1	^y 4
7	Period of progress report							
Date from	^d 2	^d 4	^m 0	^m 6	^y 2	^y 0	^y 1	^y 6
Date to	^d 2	^d 3	^m 0	^m 6	^y 2	^y 0	^y 1	^y 7
8	Progress report							
<input type="checkbox"/> I attach a copy of the progress report								
9	Sign and date							
Supervisor's signature	Signature X  X							
Signature date	^d 0	^d 4	^m 0	^m 8	^y 2	^y 0	^y 1	^y 7

CVA3

Notice of supervisor's progress report in voluntary arrangement

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 **Ian Willmott**

Company name **Moore Stephens LLP**

Address **Victory House**

Quayside

Post town **Chatham Maritime**

County/Region **Kent**

Postcode **M E 4 4 Q U**

Country

DX

Telephone **+44 (0)1923 236622**

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 and dated 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

**Voluntary Arrangement of
Mardom Corporation Limited
Joint Supervisors' Summary of Receipts & Payments**

Statement of Affairs £		From 24/06/2016 To 23/06/2017 £	From 24/06/2014 To 23/06/2017 £
	OTHER REALISATIONS		
	Interest gross of tax	28.05	43.59
72,000.00	Voluntary Contributions	2,000.00	44,000.00
		<u>2,028.05</u>	<u>44,043.59</u>
	COSTS OF ADMINISTRATION		
	Legal fees & expenses	2,000.00	2,000.00
	Statutory Advertising	NIL	75.00
	Specific Penalty Bond	NIL	215.00
	Nominee's Fee	NIL	5,000.00
	Joint Supervisors' Fees	6,863.50	14,528.00
	Non recoverable VAT	457.30	457.30
		<u>(9,320.80)</u>	<u>(22,275.30)</u>
72,000.00		(7,292.75)	21,768.29
	REPRESENTED BY		
	Bank 1 - current		21,768.29
			<u>21,768.29</u>

David Elliott
Joint Supervisor

Strictly Private & Confidential

MARDOM CORPORATION LIMITED ('THE COMPANY')

Report to the members and creditors in accordance with Rule 2.41 of The Insolvency (England and Wales) Rules 2016

4 August 2017

Moore Stephens LLP
Victory House
Quayside
Chatham Maritime
Kent ME4 4QU

Tel: 01634-895100
Fax: 01634-895101

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This report is intended for use by those parties entitled to a copy thereof under The Insolvency (England and Wales) Rules 2016. It may contain information that is privileged, confidential or exempt from disclosure and any dissemination, distribution or copying of it and its attachments is strictly prohibited.

Any estimated outcomes for creditors are for illustration only and cannot be relied upon as guidance as to the actual outcome for creditors.

David Elliott, Jeremy Willmont and Diane Hill are authorised in the UK to act as insolvency practitioners by The Institute of Chartered Accountants in England and Wales. All work is conducted in accordance with the Insolvency Code of Ethics.

1. Statutory information

Company name: Mardom Corporation Limited

Company number: 04683969

Registered office: Hollywood House
76 Hollywood Lane
Wainscott
Rochester
Kent
ME3 8AR

Court reference: Medway County Court No. CVA4 of 2014

Date of appointment: 24 June 2014

Former Supervisor: Simon Paterson - from appointment to 15 May 2015

Joint Supervisors: David Elliott – appointed on 15 May 2015
Jeremy Willmont – appointed on 15 May 2015
Diane Hill – appointed on 15 May 2015

Joint supervisors' addresses: Victory House
Quayside
Chatham Maritime
Kent
ME4 4QU

CLB Coopers
Ship Canal House
98 King Street
Manchester, M2 4WU

2. Progress to date

- 2.1. This progress report should be read in conjunction with previous progress reports dated 31 July 2015 and 22 August 2016.
- 2.2. The receipts and payments account attached in Appendix I details the asset realisations during the period of this report.
- 2.3. The Company Voluntary Arrangement ('CVA') proposal stated that the Company would be making voluntary contributions of £2,000 per month for a period of 36 months, therefore providing for a total sum of £72,000 to be paid into the CVA. I can confirm that in the period reported, just one contribution of £2,000 has been made bringing the total payments made to the CVA to £44,000.
- 2.4. Since reporting in my previous report, the arrears situation that had arisen, a 'final' letter was issued to the Company in February 2017 requesting rectification of the accrued arrears of £18,000 within seven days, failing which solicitors would be instructed to commence winding up proceedings.
- 2.5. In my letter to creditors dated 13 April 2017, I confirmed that the Company was in breach of the terms of its CVA, had failed to clear the arrears and that a notice of default had been issued on 15 November 2016. I also confirmed that, in accordance to Section 4.20 of the CVA proposals, solicitors had been instructed on 13 April 2017, to commence winding up proceedings against the Company.
- 2.6. My solicitors have confirmed that the petition to wind up the Company was presented to the court on 3 May 2017 and that this was returnable on 10 July 2017 and subsequently adjourned to 7 August 2017.
- 2.7. Upon receiving confirmation that the Company has been placed into liquidation and following the conclusion of the adjudication of the claims of the unsecured creditors, I shall arrange to declare and pay a first and final dividend to the unsecured creditors and draw the joint supervisors' final fees and disbursements before closing my files.

3. Joint supervisors' remuneration and category 2 disbursements

- 3.1. The CVA proposal stated that the Nominee's fee be fixed at £5,000 plus out of pocket expenses, including category 2 disbursements. The fee of £5,000 has been drawn accordingly.
- 3.2. At the initial meeting of creditors held on 24 June 2014, the following resolutions were passed:

- That the remuneration of the Supervisor be fixed by reference to the time properly given by the Supervisor and his staff in attending to matters arising in the Voluntary Arrangement.
 - The Supervisor shall be authorised to draw his firm's internal costs and expenses in dealing with the estate, including photocopying, printing, facsimile, storage, mileage and room hire, as and when funds permit.
- 3.3. During the period of this report, time costs of £4,743 have been incurred by Moore Stephens LLP over 23.95 hours at an average rate of £198 per hour. These costs relate to both monitoring receipt of the voluntary contributions as well as encouraging the Company to rectify the arrears of the contributions. Following on from this, time has been incurred in instructing solicitors to instigate proceedings to wind up the Company in accordance with Section 4.20 of the CVA proposals. Additionally, we have dealt with the statutory functions required under the Insolvency Act and Rules.
- 3.4. Time costs of £2,760 have been incurred by CLB Coopers over 12 hours at an average hourly rate of £230. These costs relate to statutory compliance and administration.
- 3.5. Detailed breakdowns of the aforementioned time costs of the joint supervisors, together with current charge out rates are attached in Appendix II
- 3.6. Within the period reported, joint supervisors' fees of £6,863 have been drawn, of which £6,138 has been drawn by Moore Stephens LLP and £725 has been drawn by CLB Coopers.
- 3.7. The joint supervisors' outstanding times costs will be drawn ahead of the dividend distribution to unsecured creditors (see 5.4 below).
- 3.8. Should you wish to receive a copy of "Voluntary Arrangements- A Creditors' Guide to Insolvency Practitioners' Fees" this is available on the Moore Stephens website <http://www.moorestephens.co.uk/corporaterecovery.aspx> or by requesting a copy from this office in writing or by telephone.

4. Joint supervisors' expenses

- 4.1. A schedule of all expenses incurred in the period and throughout the CVA has been detailed in Appendix III.
- 4.2. The sum of £2,000 has been paid to SBP Law in relation to my instructing them to initiate proceedings to wind up the Company.
- 4.3. The non-recoverable VAT figure of £457 relates the VAT paid on fees of £2,286 paid to CLB Coopers. As CLB Coopers is a firm that provides the services of a supervisor in a voluntary arrangement but not a firm that has previously acted as nominee, its supplies remain taxable at the standard rate.

5. Liabilities

- Secured creditors*
- 5.1. There are no secured creditors.
- Preferential creditors*
- 5.2. I am not aware of any preferential creditors.
- Unsecured creditors*
- 5.3. The CVA proposal stated that the Company's unsecured claims totalled £759,707. To date, I have received four claims totalling £1,054,202.
- 5.4. As stated at 2.7 above, a dividend will be paid but at this stage, I am unable to confirm the amount and timing as the adjudication of claims process has yet to be completed.



David Elliott
Joint Supervisor

Appendix I

Receipts and payments account for the period 24 June 2016 to 23 June 2017

	Statement of affairs £	From 24/06/2016 To 23/06/2017 £	From 24/06/2014 To 23/06/2017 £
RECEIPTS			
Interest gross of tax		28.05	43.59
Voluntary contributions	72,000.00	2,000.00	44,000.00
		<u>2,028.05</u>	<u>44,043.59</u>
PAYMENTS			
Legal fees & expenses		2,000.00	2,000.00
Statutory advertising		0.00	75.00
Specific penalty bond		0.00	215.00
Nominee's fee		0.00	5,000.00
Joint supervisors' fees		6,863.50	14,528.00
Non recoverable VAT		457.30	457.30
		<u>9,320.80</u>	<u>22,275.30</u>
Net receipts/(payments)		<u>(7,292.75)</u>	<u>21,768.29</u>
MADE UP AS FOLLOWS			
VAT receivable			0.00
Bank			21,768.29
			<u>21,768.29</u>

Appendix II Breakdown of time costs and category 2 disbursements

Summary of Moore Stephens' time-costs from 24/06/2016 to 23/06/2017

	Partner / Director	Associate director / Manager	Administrator	Support staff	Total hours	Time cost (£)	Av. rate £/h
Statutory compliance, administration and planning	0.50		13.00	2.85	16.35	2,971.50	181.74
Realisation of assets	0.25				0.25	112.50	450.00
Creditors	1.50		5.85		7.35	1,659.00	225.71
Total hours	2.25		18.85	2.85	23.95		
Total time costs £	1,030.50		3,222.00	490.50		4,743.00	198.04

Summary of Moore Stephens' time-costs from 24/06/2014 to 23/06/2017

	Partner / Director	Associate director / Manager	Administrator	Support staff	Total hours	Time cost (£)	Av. rate £/h
Pre appointment	1.50		1.90		3.40	750.25	220.6617647
Statutory compliance, administration and planning	2.70		47.50	11.50	61.70	8,180.00	132.58
Realisation of assets	0.60		6.35		6.95	855.50	123.09
Creditors	6.10		12.10		18.20	4,002.25	219.90
Total hours	10.90		67.85	11.50	90.25		
Total time costs £	4,405.00		7,982.75	1,400.25		13,788.00	152.78

Total remuneration drawn on account

12,241.15

Charge out rates:-

Rates effective from 1st-Nov-2016

Partner/ Director £430 - £550

Associate director / Manager £270 - £395

Administrator £110 - £240

Support staff £110 - £175

Time charged in 3 minute units or multiples thereof

Examples of work generally undertaken but not limited to

Statutory compliance, administration and planning

- Compliance with other regulatory requirements
- Statutory reporting and compliance
- Case planning
- Administrative set up
- Appointment notification
- Maintenance of records

Realisation of assets

- Collection of contributions

Creditors

- Communication with creditors
- Adjudicating creditors' claims

Case specific matters

- Instructing solicitors in relation to the petitioning to wind up the Company

Summary of time-costs of CLB Coopers Limited from 24/06/2016 to 23/06/2017

	Partner / Director	Associate director / Manager	Administrator	Support staff	Total hours	Time cost (£)	Av. rate £/h
Statutory compliance, administration and planning	0.70	1.70	2.70	0.45	5.55	1,139.25	205.27
Total hours	0.70	1.70	2.70	0.45	5.55		
Total time costs £	245.00	442.00	405.00	47.25		1,139.25	205.27

Summary of time-costs of CLB Coopers Limited from 15/05/2015 to 23/06/2017

	Partner / Director	Associate director / Manager	Administrator	Support staff	Total hours	Time cost (£)	Av. rate £/h
Statutory compliance, administration and planning	1.35	6.60	3.25	0.80	12.00	2,760.00	230.00
Total hours	1.35	6.60	3.25	0.80	12.00		
Total time costs £	472.50	1,716.00	487.50	84.00		2,760.00	230.00

Total remuneration drawn on account

2,286.50

Appendix III Schedule of expenses incurred during the period

	Undrawn costs brought forward from previous period(s) £	This period 24/06/2016 to 23/06/2017		Cumulative 24/06/2014 to 23/06/2017	
		Costs incurred £	Costs drawn £	Costs incurred £	Costs drawn £
<hr/>					
Cost Description					
Statutory advertising				75.00	75.00
Specific penalty bond	54.00			269.00	215.00
Total	<u>54.00</u>	<u></u>	<u></u>	<u>344.00</u>	<u></u>
					<u>290.00</u>
Total undrawn costs to carry forward					<u>54.00</u>