

**Liquidator's Progress Report****S.192****Pursuant to Sections 92A, 104A and 192 of the  
Insolvency Act 1986**

To the Registrar of Companies

Company Number

04766541

Name of Company

(a) Insert full name of  
company

(a) CLARITY IT LIMITED

Limited

(b) Insert full name(s) and  
address(es)~~I/We~~ (b)Gary Steven Pettit of PBC Business Recovery & Insolvency Limited, 9-10 Scirocco Close,  
Moulton Park, Northampton, NN3 6APthe 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 22 May 2015 to 13 May 2016

Signed

Date

16/5/16

Presenter's name,  
address and reference (if  
any)Gary Steven Pettit  
PBC Business Recovery & Insolvency Limited  
9-10 Scirocco Close  
Moulton Park  
Northampton  
NN3 6AP

FRIDAY



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20/05/2016

#223

COMPANIES HOUSE

**Clarity IT Limited – In Liquidation**  
**Liquidator's Final Report to Members and Creditors**

**STATUTORY INFORMATION**

|                          |   |
|--------------------------|---|
| Company name             | Clarity IT Limited                                      |
| Registered office        | 9/10 Scirocco Close, Moulton Park, Northampton, NN3 6AP |
| Former registered office | 28 Wilton Road, Bexhill-On-Sea, East Sussex, TN40 1EZ   |
| Registered number        | 04766541  |
| Date of liquidation      | 17 December 2012  |
| Joint Liquidators        | Gary S Pettit   |
| Liquidators' address     | 9/10 Scirocco Close, Moulton Park, Northampton, NN3 6AP |
| Date of appointment      | 22 May 2014   |

**RECEIPTS AND PAYMENTS ACCOUNT**

I attach my receipts and payments account for the period from 22 May 2015 to 13 May 2016

| <b>Nature of Asset</b>              | <b>Estimated to Realise £</b> | <b>Actually Realised £</b> |
|-------------------------------------|-------------------------------|----------------------------|
| Cash at Bank                        | NIL                           | 79                         |
| Bank Interest Net of Tax            | NIL                           | 66                         |
| Official Receiver's Credit Balance  | NIL                           | 1,777                      |
| Directors Loans & Void Transactions | 36,128                        | 50,000                     |
| Furniture & Equipment               | NIL                           | 213                        |
| <b>Total</b>                        | <b>36,128</b>                 | <b>52,135</b>              |

**Cash at Bank**

The Official Receiver realised £5,588 prior to my appointment as liquidator from funds held in the company's bank account. During my appointment I collected a further £79 in this respect.

### **Bank Interest Net of Tax**

I have received £66 in respect of bank interest net of tax

### **Official Receiver's Credit Balance**

I received £1,777 in respect of the Official Receiver's credit balance at the date of my appointment. This represents the amount realised by the Official Receiver in respect of cash at bank less their costs.

### **Director's Loans and Void Transactions**

As previously reported, my investigations revealed the following amounts due from the director:

- An adverse loan account of £37,627, and
- Payments of £16,559 made to him between the presentation of the winding up petition and the making of the order which are void pursuant to Section 127 of the Insolvency Act 1986.

The director confirmed these amounts were due and owing and repaid a total of £50,000 in full and final settlement, which was accepted on a commercial basis due to the savings on costs.

### **Furniture & Equipment**

My investigations into the affairs of the company revealed the company had chattel assets with a book value of approximately £6,000. I instructed the director to deliver up all known assets to my agents for sale and I realised £213 in this respect. The company's fixed asset register detailed assets which were not delivered up by the director but, given the value, the costs of pursuing these assets and the sale of the same would outweigh any benefit to creditors and therefore no action was taken.

## **LIABILITIES**

### **Secured Liabilities**

An examination of the company's mortgage register held by the Registrar of Companies, showed that the company has not granted any debentures.

### **Preferential Creditors**

The company's records anticipated no preferential creditors and no claims have been received.

## **Crown Creditors**

The company's records indicated £21,019 was owed to HM Revenue & Customs ("HMRC") I have received and admitted HMRC's final claim of 17,654 in respect of Corporation Tax HMRC received a first a final distribution of which I go into detail below

## **Unsecured Creditors**

The Official Receiver's report included 1 unsecured creditor excluding HMRC with an estimated liability of £72,873 I received 1 claim totalling £78,147 of which was admitted

Unsecured creditors, including HMRC received a first and final distribution of 7.04 p in the £ on 10 July 2015 The amount distributed totalled £6,744 and all dividend cheques were banked

## **INVESTIGATION INTO THE AFFAIRS OF THE COMPANY**

Within six months of the liquidation, the Official Receiver was required to submit a confidential report to the Secretary of State to include any matters which have come to their attention which may indicate that the conduct of any past or present director would make him unfit to be concerned with the management of the company I can confirm my report has been submitted

## **LIQUIDATOR'S REMUNERATION**

My remuneration was previously authorised by creditors at a meeting held on 14 November 2013 to be drawn on a time cost basis Total time costs to date amount to £29,322 and is inclusive of £15,268 incurred since my appointment on 22 May 2014 and £3,551 in the period 22 May 2015 to 13 May 2016 I have drawn £27,730 and my outstanding time costs will be written off

A schedule of my time costs incurred to date is attached to this report A description of the routine work undertaken in the liquidation to date is as follows

### **1      Administration and Planning**

- Preparing the documentation and dealing with the formalities of appointment
- Statutory notifications and advertising
- Preparing documentation required
- Dealing with all routine correspondence
- Maintaining physical case files and electronic case details
- Review and storage
- Case bordereau
- Case planning and administration
- Preparing reports to members and creditors
- Convening and holding meetings of members and creditors

2 Cashiering

- Maintaining and managing the liquidator's cashbook and bank account
- Ensuring statutory lodgements and tax lodgement obligations are met

3 Creditors

- Dealing with creditor correspondence and telephone conversations
- Preparing reports to creditors
- Maintaining creditor information
- Reviewing and adjudicating on proofs of debt received from creditors

4 Investigations

- Review and storage of books and records
- Prepare a return pursuant to the Company Directors Disqualification Act
- Conduct investigations into suspicious transactions
- Review books and records to identify any transactions or actions a liquidator may take against a third party in order to recover funds for the benefit of creditors

5 Realisation of Assets

- Liaising with agents regarding the chattel assets
- Collection of the director's loan

A copy of 'A Creditors Guide to Liquidators' Fees' published by the Association of Business Recovery Professionals together with an explanatory note which shows the PBC fee policy are enclosed. Further copies are available upon request

## **LIQUIDATOR'S EXPENSES**

My expenses to date amount to £533 and is inclusive of £312 incurred since my appointment on 22 May 2014 and £5 in the period 22 May 2015 to 13 May 2016 I have recovered £532 and my outstanding expenses will be written off

The following agents or professional advisors have been utilised in this matter

| Professional Advisor | Nature of Work    | Fee Arrangement            |
|----------------------|-------------------|----------------------------|
| T-Mec Limited        | Asset Search      | Fixed Fee                  |
| WH Peacock           | Valuer/Auctioneer | Percentage of realisations |
| Mills & Reeve LLP    | Solicitors        | Time costs                 |

The choice of professionals was based on my perception of their experience and ability to perform this type of work, the complexity and nature of the assignment and the basis of my fee arrangement with them. The fees charged have been reviewed and I am satisfied that they are reasonable in the circumstances of this case

## **FURTHER INFORMATION**

An unsecured creditor may, with the permission of the court or with the concurrence of 5% in value of the unsecured creditors (including the creditor in question) request further details of the Liquidator's remuneration and expenses, within 21 days of receipt of this report. Any secured creditor may request the same details in the same time limit.

An unsecured creditor may, with the permission of the court or with the concurrence of 10% in value of the creditors (including the creditor in question), apply to court to challenge the amount and/or basis of the Liquidator's fees and the amount of any proposed expenses or expenses already incurred, within 8 weeks of receipt of this report. Any secured creditor may make a similar application to court within the same time limit.

## **SUMMARY**

There are no other exceptional points to note. My release was granted at the final meeting and I will close my files in this matter.

Should you have any queries regarding this matter please contact Nicole Anderson at the Northampton office for which the details are on the front page of this report.

  
fr **GARY S PETTIT**  
Liquidator

**Clarity IT Limited - In Compulsory Liquidation  
Liquidator's Abstract of Receipts & Payments**

**From 22 May 2015 To 13 May 2016**

| <b>S of A £</b>     |                          | <b>As Previously<br/>Reported</b> | <b>22/05/15<br/>to<br/>13/05/16</b> | <b>Total £</b> |
|---------------------|--------------------------|-----------------------------------|-------------------------------------|----------------|
| <b>RECEIPTS</b>     |                          |                                   |                                     |                |
| NIL                 | Cash at Bank             | 79 31                             | NIL                                 | 79 31          |
| NIL                 | Bank Interest Net of Tax | 52 98                             | 13 15                               | 66 13          |
| NIL                 | OR Credit Balance        | 1,777 21                          | NIL                                 | 1,777 21       |
| 36,128              | Directors Loans          | 50,000 00                         | NIL                                 | 50,000 00      |
| NIL                 | Furniture & Equipment    | 213 00                            | NIL                                 | 213 00         |
| 36,128              |                          | 52,122 50                         | 13 15                               | 52,135 65      |
| <b>PAYMENTS</b>     |                          |                                   |                                     |                |
|                     | Agents/Valuers Fees      | 137 00                            | NIL                                 | 137 00         |
|                     | BIS Bank Charges         | 165 90                            | 68 65                               | 234 55         |
|                     | Petitioners Costs        | 4,807 75                          | NIL                                 | 4,807 75       |
|                     | Office Holders Fees      | 24,604 94                         | 3,362 86                            | 27,967 80      |
|                     | Office Holders Expenses  | 526 85                            | 5 42                                | 532 27         |
|                     | Legal Fees               | 2,409 00                          | NIL                                 | 2,409 00       |
|                     | Corporation Tax          | 2 60                              | NIL                                 | 2 60           |
|                     | Statutory Advertising    | 217 00                            | 75 00                               | 292 00         |
|                     | Vat Receivable           | 137 54                            | (1 68)                              | 135 86         |
|                     | Unsecured Creditors      | NIL                               | 6,744 52                            | 6,744 52       |
|                     | Sec of State Fees        | 8,423 46                          | 128 84                              | 8,552 30       |
|                     | Specific Bond            | 320 00                            | NIL                                 | 320 00         |
|                     |                          | 41,752 04                         | 10,383 61                           | 52,135 65      |
| <b>CASH IN HAND</b> |                          | 10,370 46                         | (10,370 46)                         | NIL            |

**Liquidator's Remuneration Schedule**  
**Clarity IT Limited**  
**Between 11 September 2013 and 13 May 2016**

| Classification of work function | Partner/Director | Manager         | Other Senior Professionals | Assistants & Support Staff | Total Hours      | Time Cost | Average Hourly Rate |
|---------------------------------|------------------|-----------------|----------------------------|----------------------------|------------------|-----------|---------------------|
| Administration & Planning       | 15 60            | 11 50           | 32 30                      | 28 30                      | 87 70            | 13,840 86 | 157 82              |
| Investigations                  | 4 00             | 1 00            | 12 10                      | 0 30                       | 17 40            | 3,164 30  | 181 86              |
| Realisations                    | 11 60            | 0 60            | 4 90                       | 0 30                       | 17 40            | 5,165 67  | 296 88              |
| Trading                         | 0 00             | 0 20            | 0 00                       | 0 00                       | 0 20             | 54 08     | 270 40              |
| Creditors                       | 1 90             | 3 00            | 4 70                       | 9 90                       | 19 50            | 2,496 17  | 128 01              |
| Case Specific Matters           | 3 20             | 1 10            | 16 70                      | 9 50                       | 30 50            | 4,601 06  | 150 85              |
| Distributions                   | 0 00             | 0 00            | 0 00                       | 0 00                       | 0 00             | 0 00      | 0 00                |
| <b>Total hours</b>              | <b>36 30</b>     | <b>17 40</b>    | <b>70 70</b>               | <b>48 30</b>               | <b>172 70</b>    |           |                     |
| <b>Time costs</b>               | <b>13,666 22</b> | <b>4,704 96</b> | <b>8,236 73</b>            | <b>2,714 22</b>            | <b>29,322 14</b> |           |                     |
| <b>Average hourly rate</b>      | <b>376 48</b>    | <b>270 40</b>   | <b>116 50</b>              | <b>56 20</b>               | <b>169 79</b>    |           |                     |

| Description                       | Total Incurred £ | Total Recovered £ |
|-----------------------------------|------------------|-------------------|
| Mileage                           | 5 35             | 4 90              |
| Cheque fee                        | 14 00            | 14 00             |
| Postage/Stamps/Copying/Stationery | 14 37            | 14 37             |
| Companies House Services          | 4 00             | 4 00              |
| Insolv Case Administration Fee    | 110 00           | 110 00            |
| Agents Fees                       | 85 00            | 85 00             |
| Global Transfer                   | 300 00           | 300 00            |
| <b>Totals</b>                     | <b>532.72</b>    | <b>532 27</b>     |

**Summary of Fees**

|  |       |           |
|--|-------|-----------|
| Time spent in administering the Assignment     | Hours | 172 70    |
| Total value of time spent to 13 May 2016       | £     | 29,322 14 |
| Total Liquidator's fees charged to 13 May 2016 | £     | 27,729 70 |



**Liquidator's Remuneration Schedule**  
**Clarity IT Limited**  
**Between 22 May 2014 and 13 May 2016**

| Classification of work function | Partner/Director | Manager         | Other Senior Professionals | Assistants & Support Staff | Total Hours      | Time Cost | Average Hourly Rate |
|---------------------------------|------------------|-----------------|----------------------------|----------------------------|------------------|-----------|---------------------|
| Administration & Planning       | 8 30             | 8 90            | 23 90                      | 17 80                      | 58 90            | 8,822 71  | 149 79              |
| Investigations                  | 0 60             | 0 70            | 9 80                       | 0 00                       | 11 10            | 1,577 06  | 142 08              |
| Realisations                    | 1 10             | 0 20            | 4 00                       | 0 00                       | 5 30             | 942 45    | 177 82              |
| Trading                         | 0 00             | 0 20            | 0 00                       | 0 00                       | 0 20             | 54 08     | 270 40              |
| Creditors                       | 0 60             | 3 00            | 4 50                       | 8 00                       | 16 10            | 1,906 72  | 118 43              |
| Case Specific Matters           | 0 00             | 0 60            | 10 70                      | 5 20                       | 16 50            | 1,964 94  | 119 09              |
| Distributions                   | 0 00             | 0 00            | 0 00                       | 0 00                       | 0 00             | 0 00      | 0 00                |
| <b>Total hours</b>              | <b>10 60</b>     | <b>13 60</b>    | <b>52 90</b>               | <b>31 00</b>               | <b>108 10</b>    |           |                     |
| <b>Time costs</b>               | <b>3,990 69</b>  | <b>3,677 44</b> | <b>6,004 68</b>            | <b>1,595 14</b>            | <b>15,267 95</b> |           |                     |
| <b>Average hourly rate</b>      | <b>376 48</b>    | <b>270 40</b>   | <b>113 51</b>              | <b>51 46</b>               | <b>141 24</b>    |           |                     |

| Description                       | Total Incurred £ | Total Recovered £ |
|-----------------------------------|------------------|-------------------|
| Mileage                           | 3 15             | 2 70              |
| Postage/Stamps/Copying/Stationery | 7 77             | 7 77              |
| Companies House Services          | 1 00             | 1 00              |
| Global Transfer                   | 300 00           | 300 00            |
| <b>Totals</b>                     | <b>311 92</b>    | <b>311.47</b>     |

**Summary of Fees**

|  |       |           |
|--|-------|-----------|
| Time spent in administering the Assignment     | Hours | 108 10    |
| Total value of time spent to 13 May 2016       | £     | 15,267 95 |
| Total Liquidator's fees charged to 13 May 2016 | £     | 27,729 70 |

**Liquidator's Remuneration Schedule**  
**Clarity IT Limited**  
**Between 22 May 2015 and 13 May 2016**

| Classification of work function | Partner/Director | Manager         | Other Senior Professionals | Assistants & Support Staff | Total Hours     | Time Cost | Average Hourly Rate |
|---------------------------------|------------------|-----------------|----------------------------|----------------------------|-----------------|-----------|---------------------|
| Administration & Planning       | 1 10             | 4 00            | 8 60                       | 3 60                       | 17 30           | 2,289 03  | 132 31              |
| Investigations                  | 0 00             | 0 00            | 0 00                       | 0 00                       | 0 00            | 0 00      | 0 00                |
| Realisations                    | 0 00             | 0 00            | 0 00                       | 0 00                       | 0 00            | 0 00      | 0 00                |
| Trading                         | 0 00             | 0 20            | 0 00                       | 0 00                       | 0 20            | 54 08     | 270 40              |
| Creditors                       | 0 40             | 1 40            | 1 00                       | 4 70                       | 7 50            | 810 02    | 108 00              |
| Case Specific Matters           | 0 00             | 0 10            | 1 40                       | 2 40                       | 3 90            | 398 31    | 102 13              |
| Distributions                   | 0 00             | 0 00            | 0 00                       | 0 00                       | 0 00            | 0 00      | 0 00                |
| <b>Total hours</b>              | <b>1 50</b>      | <b>5 70</b>     | <b>11 00</b>               | <b>10 70</b>               | <b>28 90</b>    |           |                     |
| <b>Time costs</b>               | <b>564 72</b>    | <b>1,541 28</b> | <b>907 54</b>              | <b>537 90</b>              | <b>3,551 44</b> |           |                     |
| <b>Average hourly rate</b>      | <b>376 48</b>    | <b>270 40</b>   | <b>82 50</b>               | <b>50 27</b>               | <b>122 89</b>   |           |                     |

| Description                       | Total Incurred £ | Total Recovered £ |
|-----------------------------------|------------------|-------------------|
| Mileage                           | 0 90             | 0 45              |
| Postage/Stamps/Copying/Stationery | 4 52             | 4 52              |
| <b>Totals</b>                     | <b>5 42</b>      | <b>4 97</b>       |

**Summary of Fees**

|  |       |           |
|--|-------|-----------|
| Time spent in administering the Assignment     | Hours | 28 90     |
| Total value of time spent to 13 May 2016       | £     | 3,551 44  |
| Total Liquidator's fees charged to 13 May 2016 | £     | 27,729 70 |