

2WAY & MOBILE RADIO SERVICE LIMITED - IN COMPULSORY LIQUIDATION

Liquidator's Annual Progress Report to Creditors and Members for the period 29th July 2013 to 28th July 2014

STATUTORY INFORMATION

Name of Company	2WAY & MOBILE RADIO SERVICE LIMITED
Registered Office	284 Clifton Drive South, Lytham St. Annes, Lancashire, FY8 1LH
Former Registered Office	16 Scott Road, Denton, Manchester, M34 6FT
Registered Number	04911258
Court Name and Number	HIGH COURT OF JUSTICE NO. 6001 OF 2012
Liquidator's Name	James Richard Duckworth
Liquidator's Address	Freeman Rich, 284 Clifton Drive South, LYTHAM ST. ANNES, Lancashire FY8 1LH
Date of Winding-up Order	10 September 2012
Liquidator's Date of Appointment	29 July 2013

TUESDAY



QIQ 19/08/2014 #86
COMPANIES HOUSE

LIQUIDATOR'S ACTIONS SINCE APPOINTMENT

I was nominated as Liquidator in this matter primarily to undertake various investigations to include identifying any claims to be made against the directors of the Company and to establish if there have been any antecedent transactions. Initial investigations have been undertaken by a case manager and statutory requirements by the case manager and supporting staff.

Creditors were asked to consider the following Resolutions and these were approved by way of a Postal Resolution on 10th October 2013 -

- (i) The Liquidator's remuneration be fixed by reference to the time properly given by the Insolvency Practitioner and his staff in attending to matters arising in the liquidation. Such remuneration may be drawn as and when required.

and

- (ii) The Liquidator's administration costs as referred to in the notice to creditors be approved.

RECEIPTS AND PAYMENTS ACCOUNT

My Receipts and Payments Account for the period from 29th July 2013 to 28th July 2014 is attached.

ASSETS

The Official Receiver's Report to Creditors identified the following assets -

Details	Estimated to Realise
Directors' Loan Account	Nil

LIABILITIES

Secured Creditors

An examination of the Company's mortgage register held by the Registrar of Companies, showed that the Company has granted the following Charges -

Fixed & Floating Charge dated 5th January 2005 in favour of HSBC Bank Plc

Fixed & Floating Charge dated 14th January 2008 in favour of Lloyds TSB Commercial Finance

The legislation requires that if the Company has created a floating charge after 15th September 2003, a prescribed part of the Company's net property (i.e. the money that would otherwise be available to the charge holder) should be ring-fenced for distribution to unsecured creditors. A claim has been lodged in the liquidation by HSBC £20,417.06

Unsecured Creditors

The Official Receiver's Report to Creditors included Unsecured Creditors with an estimated total liability of £65,268.06. To date I have received claims from 5 creditors in the total sum of £54,927.35. I have not received claims from 1 creditor in the total sum of £12,051.65

DIVIDEND PROSPECTS

The payment of a dividend in this matter will be largely dependent upon the extent of realisations and the costs of realisation. I am unable at this stage to comment any further on the prospects of a dividend.

INVESTIGATION INTO THE AFFAIRS OF THE COMPANY

I was appointed in this matter to pursue an overdrawn director's loan account in the sum of £19,314 as shown in the latest filed accounts to the 31st March 2011.

The estate was handed over to me on the 8th August 2013.

The former director had admitted an overdrawn director's loan account of £49,000 and the Official Receiver had instructed solicitors to recover these monies from the former director.

However the director is the subject of an Individual Voluntary Arrangement ("IVA") and no recoveries were made.

The IVA was entered into before the director overdrawed his loan account and the Company's claim is not bound by the IVA.

Correspondence was sent to the director to invite his proposals for dealing with the liability however no response has been received.

The IVA is due to complete in October 2014 and my solicitor have recommended that we await the conclusion of the IVA before taking any action to recover the overdrawn director's loan account.

LIQUIDATOR'S REMUNERATION

My remuneration was previously authorised by creditors following a Postal Resolution obtained on 10th October 2013.

My remuneration has been fixed by reference to the time properly given in attending to matters arising in the Liquidation

Time charged on all cases is in 5 minute units and hourly billing rates for the periods since the date of my appointment are as follows (plus VAT) -

	From April 2011	
See note below	A	B
Insolvency Practitioners	255 00	425 00
Chartered Accountants	240 00	320 00
Insolvency Solicitor	240 00	320 00
Associates	220 00	330 00
Managers	175 00	175 00
Supervisors	150 00	225 00
Trainee Insolvency Practitioner	120 00	180 00
Cashier	100 00	
Assistants/Support Staff	85 00	120 00

A Basic Charge out rates

B Charge out rates for special investigation work undertaken in complex cases

A schedule of the time costs incurred in this period is shown in the analysis below -

	Insolvency Practitioner Hours	Associate Hours	Other Snr Prof Hours	Cashier Hours	Support Staff Hours	Total Hours	Total Costs £	Avg Hrly Rate £
Administration and planning	0 08	2 50	1 42	0 00	14 42	18 42	2048 31	111 20
Investigations	0 00	3 50	0 00	0 00	0 00	3 50	1155 00	330 00
Realisation of assets	0 00	2 58	0 00	0 00	0 00	2 58	568 33	220 28
Creditors	0 17	0 17	0 00	0 00	1 33	1 67	199 17	119 26
Cashiering-	0 00	0 00	0 00	0 83	0 00	0 83	83 32	100 39
Review	0 25	0 00	0 00	0 00	0 00	0 25	63 75	255 00
Total hours	0 50	8 75	1 42	0.83	15 75	27 25		
Total Costs (£)	127 50	2310 00	225 00	83.32	1372 06		4117 88	151 11

A description of the routine work undertaken is as follows -

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 on IPS
- Review and storage
- Case bordereau
- Case planning and administration
- Preparing reports to members and creditors
- Convening and holding meetings of creditors

Investigations

- Review and storage of books and records where applicable
- Conducting investigations into any suspicious transactions
- Review books and records where applicable and other documentation to identify any transactions or actions a liquidator may take against a third party in order to recover funds for the benefit of creditors

Realisation of Assets

- Corresponding with directors, accountants and solicitors regarding the recovery of potential claims

Creditors

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

Cashiering

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

Reviewing

- Periodic review of cases

No remuneration has been drawn in this period

A copy of 'A Creditor's Guide to Liquidator's Fees' published by the Association of Business Recovery Professionals, together with an explanatory note which shows fee policy has been sent to you previously, however if you require an additional copy please contact this office

LIQUIDATOR'S DISBURSEMENTS

Category 1 Disbursements

My expenses to date amount to £110 50

I have not yet drawn any expenses in this matter

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

Professional Advisor	Nature of work	Fee Arrangement
Clarke Mairs 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

Category 2 Disbursements

The following category 2 disbursements have been incurred but have not yet been paid

Type of category 2 disbursement	Amount incurred/ accrued to date	Amount unpaid
Postage	£25 00	£25 00
Storage	£21 60	£21 60

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

8 weeks of receipt of this report Any secured creditor may make a similar application to court within the same time limit

SUMMARY

The liquidation will remain open until such time as claims have been settled, I shall then proceed to finalise the liquidation and my files will be closed

Should you have any queries regarding this report, or the Liquidation in general, please contact either myself or Mrs Morris at this office

Dated this 18th day of August 2014

A handwritten signature in black ink, appearing to read 'J R Duckworth', with a horizontal line extending to the right.

J R DUCKWORTH
Liquidator

2Way & Mobile Radio Service Limited
(In Liquidation)

LIQUIDATOR'S RECEIPTS AND PAYMENTS ACCOUNT

	Statement of affairs £	From 29/07/2013 To 28/07/2014 £	From 10/09/2012 To 28/07/2014 £
RECEIPTS			
Stock	200 00	0 00	0 00
Deposit on Petition		0 00	1,165 00
O R Realisations		0 00	303 60
		<u>0 00</u>	<u>1,468 60</u>
PAYMENTS			
HM Land Registry charges		3 00	3 00
O R Disbursements		0 00	2,235 00
ISA Banking Fees		88 00	88 00
Bordereau		30 00	30 00
Advertising		77 50	77 50
		<u>198 50</u>	<u>2,433 50</u>
Net Receipts/(Payments)		<u>(198 50)</u>	<u>(964 90)</u>
MADE UP AS FOLLOWS			
Liquidator's Expenses account		(126 00)	(126 00)
Insolvency Services Account		(88 00)	(854 40)
VAT Receivable / (Payable)		15 50	15 50
		<u>(198 50)</u>	<u>(964 90)</u>