

2WAY & MOBILE RADIO SERVICE LIMITED - IN COMPULSORY LIQUIDATION

Liquidator's Annual Progress Report to Creditors and Members for the period 29th July 2014 to 28th July 2015

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	10th September 2012
Liquidator's Date of Appointment	29th July 2013

LIQUIDATOR'S ACTIONS SINCE LAST REPORT

This is my second Annual Progress Report and should be read in conjunction with my previous Report

I have spent time in the reporting period as follows -

Preparation and issue of the last Annual Progress Report

Periodic review of the case

Completing statutory matters

Ongoing cashiering work

Continuing correspondence with solicitors who have now asserted claims to the Director If no satisfactory proposals are received proceedings will be issued

RECEIPTS AND PAYMENTS ACCOUNT

My Receipts & Payments Account for the period from 29th July 2014 to 28th July 2015 is attached
All amounts in the Receipts & Payments Account are shown net of VAT

ASSETS

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

Details

Director's Loan Account

Estimated to Realise

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 £70,659.82. I have not received claims from 1 creditor in the total sum of £12,051.65

I had previously received a claim from H M Revenue & Customs which was rejected and replaced by a subsequent claim

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

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 50	3 33	0 50	0 00	5 50	9 83	1,409 99	143 44
Realisation of assets	0 00	1 58	0 00	0 00	0 00	1 58	348 34	220 47
Creditors	0 00	0 33	0 00	0 00	0 00	0 33	73 33	222 21
Cashiering	0 00	0 00	0 00	0 33	0 00	0 33	33 32	100 97
Total hours	0 50	5 24	0 50	0 33	5 50	12 07		
Total Costs (£)	127 50	1,155 00	75 00	33 32	474 16		1,864 98	154 51

A schedule of the time costs incurred since my appointment 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 58	5 83	1 92	0 00	19 92	28 25	3,458 30	122 42
Investigations	0 00	3 50	0 00	0 00	0 00	3 50	1,155 00	330 00
Realisation of assets	0 00	4 16	0 00	0 00	0 00	4 16	916 67	220 35
Creditors	0 17	0 50	0 00	0 00	1 33	2 00	272 50	136 25
Cashiering	0 00	0 00	0 00	1 16	0 00	1 16	116 64	100 55
Review	0 25	0 00	0 00	0 00	0 00	0 25	63 75	255 00
Total hours	1 00	13 99	1 92	1 16	21 25	39 32		
Total Costs (£)	255 00	3,465 00	300 00	116 64	1,846 22		5,982 86	152 16

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
- Case bordereau
- Case planning and administration
- Preparing reports to members and creditors
- Convening and holding meetings of creditors
- Periodic review of cases
- Ensuring statutory lodgements and tax lodgement obligations are met

Investigations

- Conducting investigations into any suspicious transactions
- Review and storage of 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
- Detailed bank analysis
- Detailed instructions to solicitors
- H M Land Registry Searches

Realisation of Assets

- Corresponding with Directors, Accountants and Solicitors regarding the recovery of potential claims
- Enquiries relating to Payment Protection Insurance
- Interest Rate Hedging Enquiries

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
- Finalising claims and distribution of dividends

Cashiering

- Maintaining and managing the liquidator's cashbook and bank account

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 my firm's fee policy has been sent to you previously, however if you require an additional copy please contact this office. A copy of 'A Creditor's Guide to Liquidator's Fees' can also be viewed online at <https://www.r3.org.uk/index.cfm?page=1591>

LIQUIDATOR'S DISBURSEMENTS

Category 1 Disbursements

My expenses to date amount to £113.50 of which £3 has been incurred in this period

I have not been able to draw any expenses in this matter

The following expenses have been incurred but not yet paid -

Type of expense	Amount incurred/ accrued to date £	Amount still to be paid £
H M Land Registry charges	6.00	6.00
Bordereau	30.00	30.00
Advertising	77.50	77.50

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 on informal/ formal Conditional Fee Arrangement

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. Clarke Mairs LLP have been instructed to advise on and assist in recoveries against the Director. They have estimated their time costs up to issuing proceedings would be in the region of £3,000 to £5,000 plus VAT and disbursements. If proceedings are required the estimated costs would increase to £5,000 to £10,000 plus VAT and disbursements with an uplift of 50%. The costs incurred to date amount to £666.60. 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	43.20	43.20

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

The Liquidation will remain open until such time as my enquiries and investigations are concluded and any 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 7th day of September 2015

Yours faithfully,



J R DUCKWORTH
Liquidator

2Way & Mobile Radio Service Limited
(In Liquidation)

LIQUIDATOR'S RECEIPTS AND PAYMENTS ACCOUNT

	Statement of affairs £	From 29/07/2014 To 28/07/2015 £	From 10/09/2012 To 28/07/2015 £
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	6 00
O R Disbursements		0 00	2,235 00
ISA Banking Fees		88 00	176 00
Petitioners Costs		1,995 00	1,995 00
Bordereau		0 00	30 00
Advertising		0 00	77 50
		<u>2,086 00</u>	<u>4,519 50</u>
Net Receipts/(Payments)		<u>(2,086 00)</u>	<u>(3,050 90)</u>
MADE UP AS FOLLOWS			
Liquidator's Expenses account		(3 00)	(129 00)
Insolvency Services Account		(88 00)	(942 40)
Petitioning Creditor's Costs		(1,995 00)	(1,995 00)
VAT Receivable / (Payable)		0 00	15 50
		<u>(2,086 00)</u>	<u>(3,050 90)</u>