

**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

05015688

Name of Company

(a) Insert full name of  
company

(a) GATEWAY ARC LIMITED

(b) Insert full name(s) and  
address(es)

I (b)

Paul Moorhead of Moorhead Savage Limited, Moorgate Crofts Business Centre, South Grove,  
Rotherham, S60 2DH, United Kingdomthe liquidator of the company attach a copy of my Progress Report under section 192 of the  
Insolvency Act 1986

The Progress Report covers the period from 26 September 2014 to 25 September 2015

Signed



Date 20/11/15

Presenter's name,  
address and reference (if  
any)Paul Moorhead  
Moorhead Savage Limited  
Moorgate Crofts Business Centre  
South Grove  
Rotherham  
S60 2DH  
United Kingdom

THURSDAY



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26/11/2015

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COMPANIES HOUSE

**Gateway ARC Limited - In Creditors Voluntary Liquidation**  
**Liquidator's Abstract of Receipts & Payments**

**From 26 September 2014 To 25 September 2015**

<b>S of A £</b>		<b>As Previously Reported</b>	<b>26/09/14 to 25/09/15</b>	<b>Total £</b>
<b>RECEIPTS</b>				
2,200 00	Plant & Machinery	NIL	2,200 00	2,200 00
NIL	Bank Interest Net of Tax	NIL	0 19	0 19
NIL	Deposit for Costs	NIL	2,915 21	2,915 21
NIL		NIL	5,115 40	5,115 40
<b>PAYMENTS</b>				
	Statement of Affairs Fee	NIL	5,000 00	5,000 00
		NIL	5,000 00	5,000 00
<b>CASH IN HAND</b>				
		NIL	115 40	115 40

**GATEWAY ARC LIMITED – IN CREDITORS VOLUNTARY LIQUIDATION  
LIQUIDATOR'S PROGRESS REPORT TO CREDITORS AND MEMBERS  
FOR THE YEAR ENDING 25 SEPTEMBER 2015**

**STATUTORY INFORMATION**

Company name	Gateway ARC Limited
Registered office and Liquidator's address	Moorgate Crofts Business Centre South Grove Rotherham S60 2DH
Former registered office	Unit 7, Gateway Industrial Estate Parkgate Rotherham S62 6JL
Registered number	05015688
Liquidator's name	Paul Gerard Moorhead
Liquidator's date of appointment	26 September 2015

**RECEIPTS AND PAYMENTS ACCOUNT**

My Receipts & Payments Account for the period from 26 September 2014 to 25 September 2015 is attached at Appendix 1

**LIQUIDATOR'S ACTIONS SINCE APPOINTMENT/ASSET REALISATIONS**

I have taken steps to discharge my statutory and regulatory duties throughout my administration of the Liquidation to date

As advised in my report of the meeting of Creditors, dated 2 October 2014, the Directors and Shareholders of Gateway Accident Repair Centre Limited (CRN 07293114) expressed an interest in acquiring the Company's assets, details of which are below. This company's shares are held by Christine Mary McDonald and James Douglas McDonald, the Directors and Shareholders of Gateway ARC Limited

The sale was considered the most appropriate route in the circumstances, as the estimated value would be achieved and, if the items were sold by other means, further costs would have been incurred for example, Auctioneer's fees and disbursements together with removal costs. This would decrease the overall return to the Estate

An offer of £2,800 in respect of the company's plant & machinery, furniture & equipment and stock, was received from the Directors and Shareholders of Gateway Accident & Repair Centre Limited. The offer was considered and accepted and the sale took place with effect from 26 September 2015. The terms of the sale agreement provided payment over a period of 3 months, the first payment of which fell due within 30 days of the date of the sale. The total sum of £2,800.00 has been received. Due to the relatively straightforward nature of the transaction, I do not believe the purchaser was independently advised

**Plant & Machinery**

<b>SofA (estimated to realise)</b>	<b>Amount realised</b>
£2,500.00	£2,500.00

**Furniture & Equipment**

<b>SofA (estimated to realise)</b>	<b>Amount realised</b>
£200.00	£200.00

**Stock**

<b>SofA (estimated to realise)</b>	<b>Amount realised</b>
----------------------------------------	------------------------

£100 00

£100 00

## **LIABILITIES**

The liabilities as detailed on the company's statement of affairs, together with details of the claims received are as follows

<b><i>Name of Creditor</i></b>	<b><i>SofA Amount</i></b>	<b><i>Amount of claim</i></b>
HM Revenue & Customs	£39,633 86	£66,145 91
Trade & Expense Creditors	£19,541 42	£6,410 65
Directors	£461,830 00	£461,830 00

### **Secured Creditors**

The legislation requires that if the Company has created a floating charge after 15 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

An examination of the Company's mortgage register held by the Registrar of Companies, showed that the Company has not granted any charges and as such the prescribed part provisions do not apply

### **Preferential Creditors**

It was anticipated within the Statement of Affairs that there would be no preferential creditors and no such claims have been received

### **Non-preferential unsecured Creditors**

#### ***Crown Creditors***

The statement of affairs included £39,633 86 owed to HM Revenue & Customs, representing £25,113 92 in unpaid PAYE, £13,308 92 in unpaid VAT and £1,211 02 in unpaid Corporation Tax. HM Revenue & Customs' final claims of £50,180 99 (PAYE/NIC & CT) and £15,964 92 (VAT) have been received. The increase in the claims received and the estimated amount on the statement of affairs, appears to be due to a number of underpayments being made coupled with penalties, charges and interest.

#### ***Trade & Expense Creditors***

The statement of affairs included 5 trade & expense creditors with an estimated total liability of £19,541 42. I have received claims from 5 creditors at a total of £6,410 65, two of which were not anticipated within the Company's statement of affairs. I have not received claims from 2 creditors with original estimated claims in the statement of affairs of £3,190 72.

#### ***Directors***

The statement of affairs included £461,830 00 owing to the Directors, James Douglas McDonald and Christine Mary McDonald. A claim in the total sum of £461,830 00 has been received.

## **DIVIDEND PROSPECTS**

Insufficient monies have been realised to enable a dividend to be paid to any class of creditor in this matter.

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

I undertook an initial investigation into the Company's affairs to establish whether there were any potential asset recoveries or conduct matters that justified further investigation, taking account of the public interest, potential recoveries, the funds likely to be available to fund an investigation, and the costs involved.

There were no matters that justified further investigation in the circumstances of this appointment.

Within six months of my appointment as Liquidator, I am required to submit a confidential report to the Secretary of State to include any matters which have come to my attention during the course of my work 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 would confirm that my report has been submitted.

## **PRE-APPOINTMENT REMUNERATION**

The board previously authorised the payment of a fee of £5,000 plus VAT for assistance with preparing the statement of affairs, producing and circulating the notices for the meetings of members and advice given from the time that the company first contacted Moorhead Savage Limited, prior to my appointment at a meeting held on 12 September 2014

Part payment of the fee for preparing the statement of affairs and convening the meetings was paid from first realisations on appointment and is shown in the enclosed receipts and payments account. The Directors and Shareholders of the Company signed an agreement to pay any shortfall should realisations be insufficient to pay this fee in full. The sum of £2,200 has been received from Christine Mary McDonald and James Douglas McDonald accordingly.

## **LIQUIDATOR'S REMUNERATION**

My remuneration was previously authorised by creditors at a meeting held on 26 September 2014 to be drawn on a time cost basis. My total time costs to 25 September 2015 amount to £10,343.00, representing 54.60 of hours work at an average charge out rate of £189.43 per hour. I have not been able to draw any remuneration in this matter. A schedule of my time costs incurred to the date of the first anniversary is attached as Appendix 2.

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 on IPS
  - 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 on IPS
  - Reviewing and adjudicating on proofs of debt received from creditors
- 4 Investigations
  - Review and storage of books and records
  - Preparing a return pursuant to the Company Directors Disqualification Act
  - Conducting 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 the Company's bank regarding the closure of the account
  - Corresponding with purchaser of the assets to agree a time to pay arrangement and monitor receipt of payments made. Chasing such payments where necessary.

A copy of 'A Creditors Guide to Liquidators' Fees' published by the Association of Business Recovery Professionals, together with an explanatory note which shows Moorhead Savage's fee policy are available at the link [www.moorheadsavage.co.uk/creditorinformation](http://www.moorheadsavage.co.uk/creditorinformation). Please note that there are different versions of the Guidance Notes and in this case you should refer to the November 2011 version. A hard copy of both documents can be obtained on request from the address below.

In common with all professional firms, charge out rates increase from time to time over the period of the arrangement. As a consequence, there have been changes in the rates charged since appointment. The following table shows the rates used since 26 September 2014.

Grade of Staff	Current charge-out rate per hour, effective from 1 February 2015 (£)	Previous charge-out rate per hour, effective from 1 August 2009 (£)
Partner – appointment taker	275	250
Manager	190	175
Supervisor/Senior Administrator	175	150
Case Administrator	135	125
Support Staff	50	45

#### LIQUIDATOR'S EXPENSES

My expenses to 25 September 2015 amount to £214.64, all of which have been incurred in the period covered by this report. These expenses have been paid by my firm and relate to £13.64 postage, £165.00 statutory advertising and £36.00 Liquidator's Bond.

The following category 1 disbursements have been incurred but have not yet been paid.

Disbursement Type	Cost (£)	Billed Amount	Outstanding (£)
Advertising	165.00	-	165.00
Postage	13.64	-	13.64
Bond	36.00		36.00

It is proposed that these expenses will be written off due to insufficient monies being available to reclaim these.

No category 2 disbursements have been incurred or will be reclaimed by the Liquidator.

#### 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

My administration of the Liquidation is now complete. I am in a position to close my administration and my draft final report will be sent under separate cover.

If you have any queries regarding this report, or the Liquidation in general, please contact Sarah Ellis on 01709 331 300.



Paul Gerard Moorhead  
Liquidator

**Gateway ARC Limited - In Creditors Voluntary Liquidation**  
**Liquidator's Abstract of Receipts & Payments**

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**Liquidator's Remuneration Schedule**  
**Gateway ARC Limited**  
**Between 26 September 2014 and 25 September 2015**

Classification of work function	Partner/ Director	Manager	Other Senior Profession als	Assistants & Support Staff	Total Hours	Time Cost	Average Hourly Rate
Administration & Planning	0 20	6 10	0 60		6 90	1,212 90	175 65
Investigations	1 50	36 10	-		37 60	7,198 00	191 44
Realisation of Assets	0 70	3 50	1 10		5 30	967 50	182 55
Trading	-	0 70	-		0 70	122 50	175 00
Creditors	1 80	1 20	1 10		4 10	843 00	205 61
Case Specific Matters							
Taxation Work							
<b>Total hours</b>	<b>4 20</b>	<b>47 60</b>	<b>2 80</b>	<b>-</b>	<b>54 60</b>		
<b>Time costs</b>	<b>1,095 00</b>	<b>8,828 00</b>	<b>420 00</b>	<b>-</b>	<b>10,343 00</b>		
<b>Average hourly rate</b>	<b>260 71</b>	<b>185 46</b>	<b>150 00</b>		<b>189 43</b>		

Description	Total Incurred £	Total Recovered £
	0 00	0 00
<b>Totals</b>	<b>0.00</b>	<b>0.00</b>

**Summary of Fees**

Time spent in administering the Assignment	Hours	54 60
Total value of time spent to 25 September 2015	£	10,343 00
Total Liquidator's fees charged to 25 September 2015	£	0 00