

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

To the Registrar of Companies

Company Number

05150012

Name of Company

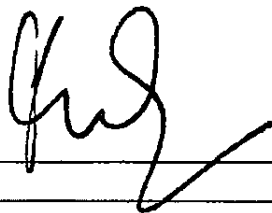
A A Blake Electrical Contractors Limited

I / We

Timothy John Edward Dolder
11th Floor
66 Chiltern Street
London
W1U 4JTFrank Wessely
11th Floor
66 Chiltern Street
London
W1U 4JTthe 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 04/03/2012 to 03/03/2013

Signed



Date

17/4/2013.

RSM Tenon Restructuring
11th Floor
66 Chiltern Street
London
W1U 4JT

Ref 5015363/TJED/FAW/JDB/LCT/KAW

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COMPANIES HOUSE

**A A Blake Electrical Contractors Limited – In Liquidation
("the Company")**

**Joint Liquidators' Progress Report
for the period from 4 March 2012 to 3 March 2013**

Issued on: 17 April 2013

A A Blake Electrical Contractors Limited – In Liquidation (“the Company”)

JOINT LIQUIDATORS’ SECOND PROGRESS REPORT AS AT 17 APRIL 2013

Frank Wessely and Timothy John Edward Dolder are the Joint Liquidators of the Company. This is the second progress report to the creditors and members of the Company, showing how the Liquidation has been conducted. The report covers the period from 4 March 2012 to 3 March 2013. This report should be read in conjunction with the previous progress report dated 26 March 2012.

1. Statutory Information

Statutory information relating to the Company is attached at **Appendix I**.

2. Joint Liquidators’ Receipts and Payments Account

A summary of the Joint Liquidators’ receipts and payments account relating to the Company for the relevant period from 4 March 2012 to 3 March 2013 and cumulatively (from commencement of Liquidation on 4 March 2011 to date of this report) is attached at **Appendix II**.

3. Action taken by the Joint Liquidators since last Report

The Company was wound up on 4 March 2011 and Joanne Kim Rolls and Timothy John Edward Dolder were appointed Joint Liquidators at meetings of members and creditors held on 4 March 2011. Frank Wessely was subsequently appointed as Joint Liquidator by order of the court on 18 March 2013 following Joanne Kim Rolls’ resignation as Joint Liquidator.

Sale of assets and goodwill

As previously reported, on 18 March 2011 the business and assets were sold to Harvest Management Limited (“HML”) for the sum of £14,125 plus VAT which was apportioned as follows:

	£
Goodwill	10,000
Motor vehicles	1,150
Plant & Equipment	2,600
Stock	375
	<u>14,125</u>

It was agreed that the sum of £4,125 plus VAT would be paid immediately and the balance being paid by equal monthly instalments not exceeding 9 months.

Any consideration received with respect to the goodwill element of the sale will be paid to HSBC Bank plc (“HSBC”) under their fixed charge.

Creditors should note that HML is a business controlled by Sandra Weise-Blake, the former secretary of the Company. Independent agents, Key Appraisals Limited, recommended acceptance of the offer. The Company had minimal tangible assets and it was unlikely that the Liquidators would be able to sell the assets for a greater sum.

We have received the sum of £7,272 plus VAT to date. As previously advised, due to the cashflow difficulties facing HML at the time, it was agreed that they could reduce the monthly instalments to £708 to discharge the balance of the arrears. Despite numerous discussions with HML and their accountants, only the sum of £250 was received. On 9 August 2012, HML confirmed that they were still experiencing severe cashflow difficulties and the maximum they could afford to pay per month towards discharging the balance of the arrears was £150. HML have maintained the monthly payment to date. On 18 February 2013 my firm wrote to the Company asking them to advise if they were in a position to increase the monthly instalments in order to discharge the balance outstanding, I have yet to receive a response.

It should be noted that the sum of £1,059 has been deducted from the arrears representing commission of 7.5% to HML for collecting a book debt of the Company on behalf of the Liquidation.

Book debts

According to the director's statement of affairs, book debts of £44,820 were recoverable as at the date of our appointment. Town & Country were instructed to collect the book debts and to date we have received £36,264.

The balance of debts are disputed and will be written off as irrecoverable as the costs of pursuing the debts would outweigh any benefit to creditors.

Investigations

The Joint Liquidators have a duty under the Company Directors Disqualification Act 1986 and the Insolvent Companies (Reports on Conduct of Directors) Rules 1996 to submit confidential reports or returns to the Department of Business Innovation and Skills Disqualification Unit on the conduct of those persons who have acted as directors of the Company within the three years prior to the Liquidation. I can confirm that we have complied with our duties in this regard.

4. Future Actions of the Joint Liquidators

We will continue to liaise with HML to ensure the balance of the sales consideration is paid in a timely manner and will conduct a review in 3 months to ascertain whether or not the monthly instalments can be increased.

5. Liabilities and Dividends

Secured Creditors

As consideration for monies advanced in respect of an overdraft facility and business loan, the Company granted a debenture to HSBC on 3 May 2005, which confers a fixed and floating charge over the assets of the Company.

As at the date of my appointment HSBC were owed in the region of £41,270, subject to accruing interest and charges.

To date HSBC have been paid a dividend of £772 for monies owed under their fixed charge and £4,602 under their floating charge. Any further funds received with respect to the balance of the sales consideration will represent the goodwill portion of the consideration and as such will be paid to HSBC under their fixed charge. It is anticipated that no further payments will be made to HSBC under their floating charge.

Preferential Creditors

There are no known preferential creditors. Although we do not believe that there are any preferential creditors at this time, it is anticipated that there will be sufficient funds to enable a distribution to preferential creditors if they arise.

Ordinary Unsecured Creditors

On 17 September 2012 a distribution of 1.22p in the £ was paid to unsecured creditors.

The amount provided for creditors by virtue of Section 176A of the Insolvency Act 1986 (the "Prescribed Part") was £3,962 of which £2,401 was distributed after allowing for costs.

Notice is given that no further dividend will be declared to unsecured creditors.

6. Joint Liquidators' Remuneration, Disbursements and Expenses

Basis of Remuneration and Disbursements

At the initial meeting of creditors held on 4 March 2011 it was resolved that the Joint Liquidators would be remunerated by reference to the time properly spent in dealing with matters in the Liquidation and that their disbursements would be drawn in accordance with the tariff outlined at **Appendix III**.

HSBC has approved a fixed fee of £1,000 for realising and distributing assets subject to its fixed charges. This amount has been drawn out of fixed charge realisations. Any further fees incurred in this regard will be written off unless an increase is agreed with HSBC.

Remuneration Charged and Drawn in the Period

The Joint Liquidators' time costs were charged (exc VAT) as follows:

	Incurred	Paid
For this period, from 4 March 2012 to 3 March 2013	£9,599	£8,561
Since appointment on 4 March 2011 to 3 March 2012	£12,870	£11,500
Total	£22,469	£20,061

In accordance with Statement of Insolvency Practice 9, attached at **Appendix III** is a breakdown of these time costs.

Disbursements Incurred and Drawn

The Joint Liquidators' disbursements incurred and reimbursed are summarised below. Details are in the attached **Appendix III**.

	Incurred	Paid
Category 1 disbursements for this period, from 4 March 2012 to 3 March 2013	£138	£84
Category 1 disbursements since appointment on 4 March 2011 to 3 March 2012	£299	£299
Total	£437	£383

No category 2 disbursements have been charged nor will be recovered in this matter.

Expenses (Professional Advisors) Charged and Drawn in the Period

The following professional advisors have been instructed in this matter:

<i>Professional Advisor</i>	<i>Nature of Work</i>	<i>Fee Arrangement</i>
Key Appraisals Limited	Agents fees valuing and selling the Company's assets	Fixed fee
Thomson Snell & Passmore	Solicitors validity advice	Fixed fee
Harvest Management Limited	Debt collection fees	Agreed fee 7.5% of realisations
Town & Country Legal Services	Debt collection fees	Agreed fee 10% of realisations

The choice of professionals and the Joint Liquidators' fee arrangements with them were based on their experience and ability to perform this type of work, together with the complexity and nature of the assignment.

Details of the costs incurred and paid by the Liquidators in relation to liquidation expenses for the period are also attached at **Appendix III**.

Pre appointment costs

At the initial meeting of creditors held on 4 March 2011, it was resolved that the fees of RSM Tenon Recovery, for assisting the directors in convening the statutory meetings to place the Company into liquidation, and for assistance in preparing the Statement of Affairs, would be a set fee of £5,000 plus VAT and category 1 and 2 disbursements to be paid out of the assets of the Company.

These fees have been paid as an expense of the Liquidation.

Creditors' Guide to Fees and Statement of Creditors' Rights

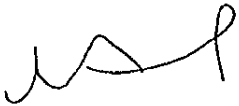
Creditors have a right to request further information from the Joint Liquidators and additionally have a right to challenge the Joint Liquidators' remuneration and expenses (time limits apply). Details can be found in the document 'Remuneration Guidelines Liquidation (post 6 April 2010)' which you can access and download at

<http://www.rsmtenton.com/creditorguides> Alternatively a copy is available free of charge upon request from the address above

7. Conclusion of the Liquidation

We will continue to collect the balance of the sales consideration due from HML. The remaining balance of the consideration represents the goodwill element of the sale and will be forwarded to HSBC under their fixed charge.

I hope this report sufficiently updates you on the current position of the Liquidation. However, should you require any further clarification please contact Kerry Whalley of my office.



Frank Wessely
Joint Liquidator

Licensed in the United Kingdom to act as an insolvency practitioner by the Secretary of State for Business, Innovation and Skills

Statutory Information

Appendix I

Company Information

Company Name	A A Blake Electrical Contractors Limited
Previous Name	N/A
Company Number	05150012
Date of Incorporation	9 June 2004
Trading Address	21 Green Lane, Penge, London SE20 7JA
Current Registered Office	11th Floor, 66 Chiltern Street, London W1U 4JT
Former Registered Office	C/o Stiddard Mathers Limited, Kent CCC, Beckenham, Kent, BR3 1RL
Principal Trading Activity	Installation of electrical wiring and fittings

Appointment details

Joint Liquidators' name and address	Frank Wessely of RSM Tenon Restructuring, 81 Station Road, Marlow, Buckinghamshire SL7 1NS and Timothy John Edward Dolder of RSM Tenon Restructuring 11th Floor, 66 Chiltern Street, London W1U 4JT
Commencement of liquidation	4 March 2011
Date of appointment	4 March 2011
Appointment made by	Members and creditors

The Joint Liquidators act jointly and severally

Frank Wessely was subsequently appointed as Joint Liquidator by order of the court on 18 March 2013 following Joanne Kim Rolls' resignation as Joint Liquidator

**A A Blake Electrical Contractors Limited
In Liquidation
Joint Liquidators' Abstract of Receipts and Payments**

Statement of Affairs			From 04/03/2012 To 03/03/2013	From 04/03/2011 To 03/03/2013
	FIXED CHARGE RECEIPTS & PAYMENTS	Note		
18,000 00	Goodwill		2,008 33	3,147 10
(41,270 00)	HSBC Bank plc	1	(661 00)	(772 00)
	Liquidators' Fees		(1,000 00)	(1,000 00)
	Agents/Valuers Fees		<u>NIL</u>	<u>(1,000 00)</u>
			347 33	375 10
	FLOATING CHARGE RECEIPTS			
2,600 00	Plant & Equipment		NIL	2,600 00
1,150 00	Unencumbered Motor Vehicle		NIL	1,150 00
375 00	Stock		NIL	375 00
44,870 00	Book Debts		1,813 14	36,263 78
	Council Tax Refund		NIL	41 88
	Bank Interest		<u>20 56</u>	<u>56 39</u>
			1,833 70	40,487 05
	FLOATING CHARGE PAYMENTS			
	Statement of Affairs Fee		NIL	5,000 00
	Liquidators' Fees		8,561 00	20,061 00
	Liquidators Expenses		83 85	382 65
	Debt Collection Fees		72 31	1,760 46
	Legal Fees		NIL	500 00
	Corporation Tax		7 16	7 16
	Courier Costs		NIL	12 00
	Insurance of Assets		<u>NIL</u>	<u>400 68</u>
			(8,724 32)	(28,123 95)
	FLOATING CHARGE CREDITORS			
	HSBC Bank plc	2	<u>3,713 00</u>	<u>4,602 00</u>
			(3,713 00)	(4,602 00)
	UNSECURED CREDITORS			
(44,345 00)	Trade & Expense Creditors	3	404 51	404 51
(49,000 00)	Loan - Sandra Weise-Blake		NIL	NIL
(39,104 00)	HM Revenue & Customs - VAT		857 02	857 02
(53,352 00)	HM Revenue & Customs - PAYE/NI		1,139 47	1,139 47
(28,434 00)	HM Revenue & Customs - CT		<u>NIL</u>	<u>NIL</u>
			(2,401 00)	(2,401 00)
	DISTRIBUTIONS			
(100 00)	Ordinary Shareholders		<u>NIL</u>	<u>NIL</u>
			NIL	NIL
(198,610 00)		4	<u>(12,657 29)</u>	<u>5,735 20</u>
	REPRESENTED BY			
	VAT Receivable			1,343 43
	Interest Bearing Current Account			4,139 00
	Output VAT			(125 01)
				<u>377 78</u>
				<u>5,735 20</u>

Notes

- 1 Fixed charge distributions paid to HSBC Bank under their fixed charge dated 3 May 2005
- 2 Floating charge distributions paid to HSBC under their floating charge dated 3 May 2005
- 3 Trade & expense creditors and HM Revenue & Customs paid under the prescribed part
- 4 Balance of funds held on an interest bearing current account at Lloyds TSB Bank

**F Wessely & TJE Dolder
Joint Liquidators**

Appendix III – Information relating to the Joint Liquidators' Fees and Expenses

A A Blake Electrical Contractors Limited**Information relating to the Joint Liquidators' Fees and Expenses****1. Explanation of Liquidators' charging and disbursement recovery policies****1.1. Time recording**

Work undertaken on cases is recorded in 6 minute units in an electronic time recording system. Time properly incurred on cases is charged at the hourly rate of the grade of staff undertaking the work that applies at the time the work is done. The current hourly charge-out rates are

Grade of staff	Charge-out Rate Jan-2011 (£ per hour)	Charge-out Rate Jan-2012 (£ per hour)	Charge-out Rate Dec-2012 (£ per hour)
Partner & Licensed Insolvency Practitioner	350-440	395-435	395-495
Director	380	350	380
Senior Manager	310	295-315	350
Manager	260-310	235-265	240
Other Senior Staff	180-210	160-220	120-240
Assistants & Support Staff	80-160	100-130	100-240

1.2 Disbursement recovery

Disbursements are categorised as either Category 1 or Category 2

Category 1 disbursements

External supplies of incidental services specifically identifiable to the case. Where these have initially been paid by RSM Tenon Restructuring and then recharged to the estate, approval from creditors is not required.

Examples of category 1 disbursements include postage, case advertising, specific bond insurance, company search fees, external room hire, storage, case management software system, invoiced travel and properly reimbursed expenses incurred by personnel in connection with the case (including business mileage up to HMRC approved rate for cases commenced before 1 November 2011).

Category 2 disbursements

These include elements of shared or allocated costs incurred by RSM Tenon Restructuring and recharged to the estate, they are not attributed to the estate by a third party invoice and/or they may include a profit element. These disbursements are recoverable in full, subject to the basis of the disbursement charge being approved by creditors in advance.

Category 2 disbursements charged by RSM Tenon Restructuring are as follows

Room hire	£60 00
Envelope	4 2p
Paper (photocopies per sheet)	7p
Postage (depending on size and weight)	At cost
Storage of archive box for one month	32p
Travel (per mile)	45p

2. Description of work carried out in the current period

Section 3 of this Appendix outlines the time costs to date in relation to activities undertaken during this period. These can be summarised as follows:

2.1. Administration and planning

The following activities have been undertaken:

- > Statutory duties associated with the appointment
- > Notification of the appointment to creditors and other interested parties
- > Setting up case files
- > Reviewing available information to determine appropriate strategy
- > Setting up and maintaining bank accounts
- > Progress reviews of the case

Staff of different levels were involved in the above activities depending upon the experience required.

2.2. Investigations

The time spent includes:

- > Corresponding with the former directors and management
- > Review of questionnaires and comments provided by interested parties
- > Review of company documentation
- > Completion of statutory returns to the Insolvency Service

Due to the complex nature and importance of the investigations, the staff utilised to conduct such work involved experienced members of staff.

2.3 Realisation of assets

Please refer to section 4 of the main body of the report.

Staff were chosen depending upon the appropriate level of experience required for the activity they were required to undertake.

2.4. Creditors and distributions

The time spent includes the following matters

- > Recording and maintaining the list of creditors
- > Recording creditor claims
- > Reporting to creditors
- > Meetings of creditors
- > Dealing with creditor queries

Staff were chosen depending upon the appropriate level of experience required for the activity they were required to undertake

3 Time and charge out summary

For the period of this report from 4 March 2012 to 3 March 2013, a total of 43 57 hours have been spent at an average charge out rate of £220 30 bringing the total cost to £9,598 67

The table below shows details of the time costs charged (exc VAT) in the current period

Classification of work function	Insolvency Practitioner/ Partner/ Director	Manager	Hours Other senior professionals	Assistants and support staff	Total	Time cost £	Average Hourly rate £
Administration and Planning	1 50	-	12 50	3 17	17 17	3,581 67	208 60
Creditors	3 00	-	15 20	1 20	19 40	4,352 00	224 33
Investigations	-	-	-	-	-	-	-
Realisation of assets	1 50	-	5 50	-	7 00	1,665 00	237 86
Total hours	6 00	-	33 20	4 37	43 57		
Total fees claimed £	2,370 00	-	6,500 50	728 17		9,598 67	220 30

The following table shows all fees charged from appointment to the end of the current period

Classification of work function	Insolvency Practitioner/ Partner/ Director	Manager	Hours Other senior professionals	Assistants and support staff	Total	Time cost £	Average Hourly rate £
Administration and Planning	6 00	0 20	44 10	5 87	56 17	10,408 67	185 31
Creditors	4 50	-	23 10	1 20	28 80	6,174 00	214 38
Investigations	1 30	-	3 20	-	4 50	942 00	209 33
Realisation of assets	4 30	-	20 10	-	24 40	4,944 50	202 64
Total hours	16 10	0 20	90 50	7 07	113 87		
Total fees claimed £	6,241 00	52 00	15,005 50	1,170 67		22,469 17	197 32

From appointment to the end of the current period the total time costs incurred are £22,469 17, 113 87 hours spent bringing the average charge out rate to £197 32

4. Disbursements

Disbursements incurred during the period of this report and cumulatively, and those reimbursed in the period and cumulatively, to end of current period, are detailed below

Disbursements	This period		Previous period		Cumulatively	
	Incurred £	Paid £	Incurred £	Paid £	Incurred £	Paid £
Category 1						
Statutory advertising	76 50	76 50	226 80	26 80	303 30	303 30
Statutory bonding	40 00	-	40 00	40 00	80 00	40 00
Storage charges	3 44	-	24 00	24 00	27 44	24 00
Stationery & supplies	-	-	8 00	8 00	8 00	8 00
Case management software charge	17 64	7 35	-	-	17 64	7 35
Total	137.58	83.85	298 80	298 80	436 38	382.65

The above costs exclude VAT

No Category 2 disbursements have been charged to this matter

5. Professional advisors and expenses

The Joint Liquidators have incurred liquidation expenses in connection with the instruction of the following parties shown below. Expenses incurred during the period of this report and cumulatively, and those paid in the period and cumulatively, to end of current period, are detailed

Name & Activity	This period		Year 1		Cumulatively	
	Incurred £	Paid £	Incurred £	Paid £	Incurred £	Paid £
Key Appraisal Limited	-	-	1,000 00	1,000 00	1,000 00	1,000 00
Thomson Snell & Passmore	-	-	500 00	500 00	500 00	500 00
Harvest Management Limited	-	-	1,688 15	1,688 15	1,688 15	1,688 15
Town & Country Legal Services	72 31	72 31	-	-	72 31	72 31
Total	72 31	72 31	3,188.15	3,188.15	3,260.46	3,260.46

The above costs exclude VAT