

# LIQ03

## Notice of progress report in voluntary winding up



Companies House

For further information, please  
refer to our guidance at  
[www.gov.uk/companieshouse](http://www.gov.uk/companieshouse)

### 1 Company details

Company number 0 5 2 2 6 7 3 0

Company name in full Ghetz Limited

#### → Filling in this form

Please complete in typescript or in  
bold black capitals.

### 2 Liquidator's name

Full forename(s) Paul David

Surname Williams

### 3 Liquidator's address

Building name/number The Shard

Street 32 London Bridge Street

Post town London

County/Region

Postcode S E 1 9 S G

Country

### 4 Liquidator's name ①

Full forename(s) Benjamin John

Surname Wiles

#### ① Other liquidator

Use this section to tell us about  
another liquidator.

### 5 Liquidator's address ②

Building name/number The Shard

Street 32 London Bridge Street

Post town London

County/Region

Postcode S E 1 9 S G

Country

#### ② Other liquidator


Use this section to tell us about  
another liquidator.

# LIQ03

## Notice of progress report in voluntary winding up

<b>6</b>	<b>Period of progress report</b>																
From date	<sup>d</sup>	2	<sup>d</sup>	1	<sup>m</sup>	1	<sup>m</sup>	1	<sup>y</sup>	2	<sup>y</sup>	0	<sup>y</sup>	1	<sup>y</sup>	9	
To date	<sup>d</sup>	2	<sup>d</sup>	0	<sup>m</sup>	1	<sup>m</sup>	1	<sup>y</sup>	2	<sup>y</sup>	0	<sup>y</sup>	2	<sup>y</sup>	0	

<b>7</b>	<b>Progress report</b>															
	<input checked="" type="checkbox"/> The progress report is attached															

<b>8</b>	<b>Sign and date</b>																
Liquidator's signature	<div>Signature</div> <div>  </div>																
Signature date	<sup>d</sup>	0	<sup>d</sup>	9	<sup>m</sup>	1	<sup>m</sup>	2	<sup>y</sup>	2	<sup>y</sup>	0	<sup>y</sup>	2	<sup>y</sup>	0	

**Presenter information**

You do not have to give any contact information, but if you do it will help Companies House if there is a query on the form. The contact information you give will be visible to searchers of the public record.

Contact name	Laura Bullock
Company name	Duff & Phelps Ltd.
Address	The Shard 32 London Bridge Street
Post town	London SE1 9SG
County/Region	
Postcode	
Country	
DX	
Telephone	+44 (0) 20 7089 4700

**Checklist**

**We may return forms completed incorrectly or with information missing.**

**Please make sure you have remembered the following:**

- ☐ The company name and number match the information held on the public Register.
- ☐ You have attached the required documents.
- ☐ You have signed the form.

**Important information**

**All information on this form will appear on the public record.**

**Where to send**

**You may return this form to any Companies House address, however for expediency we advise you to return it to the address below:**

The Registrar of Companies, Companies House,  
Crown Way, Cardiff, Wales, CF14 3UZ.  
DX 33050 Cardiff.

**Further information**

For further information please see the guidance notes on the website at [www.gov.uk/companieshouse](http://www.gov.uk/companieshouse) or email [enquiries@companieshouse.gov.uk](mailto:enquiries@companieshouse.gov.uk)

**This form is available in an alternative format. Please visit the forms page on the website at [www.gov.uk/companieshouse](http://www.gov.uk/companieshouse)**

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DUFF & PHELPS

# Annual Progress Report to Creditors

Ghetz Limited  
(In Creditors' Voluntary  
Liquidation)

9 December 2020

Joint Liquidators' Progress Report to Creditors  
for the period from 21 November 2019 to 20 November 2020

Duff & Phelps Ltd.  
The Shard  
32 London Bridge Street  
London SE1 9SG

## Definitions

Word or Phrase	Definition
the Act	The Insolvency Act 1986 (as amended)
Advantagedge	Advantagedge Commercial Finance Limited, the holder of a fixed and floating charge over the Company's assets
Anatomic	Anatomic Limited (Company Number: 11427972), a company connected to the Company by virtue of common directorship and ownership
the Appointment Date	21 November 2018, being the date of appointment of the Joint Liquidators
Barclays	Barclays Bank Plc, with whom the Company banked and the holder of a fixed and floating charge over the Company's assets
BEIS	Department for Business, Energy & Industrial Strategy
Category 1 Disbursements	The Joint Liquidators' external costs and expenses in dealing with the Liquidation
Category 2 Disbursements	The Joint Liquidators' internal costs and expenses in dealing with the Liquidation
the Company	Ghetz Limited (In Creditors' Voluntary Liquidation) (Company Number: 05226730)
the Cumulative Period	The period from 21 November 2018 to 20 November 2020
the Director	Joao Carlos Archetti Conrado, being the sole director of the Company
the Director's Report	The Director's Report to Creditors dated 8 November 2018
Duff & Phelps	Duff & Phelps Ltd., The Shard, 32 London Bridge Street, London, SE1 9SG
HMRC	HM Revenue and Customs
HSBC	HSBC Bank Plc, with whom the Company banked
the Joint Liquidators	Paul David Williams and Benjamin John Wiles of Duff & Phelps Ltd. The Shard, 32 London Bridge Street, London SE1 9SG  Office telephone: 020 7089 4700  Office email: london@duffandphelps.com  Contact name: Laura Bullock

## Definitions

Word or Phrase	Definition
Prescribed Part	Pursuant to Section 176A of the Act where a floating charge is created after 15 September 2003 a designated amount of the Company's net property (floating charge assets less costs of realisation) shall be made available to non-preferential unsecured creditors
the Previous Report	The Joint Liquidators' Annual Report to Creditors dated 15 January 2020
the Reporting Period	The period from 21 November 2019 to 20 November 2020
the Rules	The Insolvency (England & Wales) Rules 2016 (as amended)
SIP 9	Statement of Insolvency Practice 9 – Industry Best Practice for Insolvency Practitioners in relation to disclosure of remuneration and disbursements
SIP 13	Statement of Insolvency Practice 13 - Industry Best Practice for Insolvency Practitioners regarding the disposal of assets to connected parties in an insolvency process
SOA	Statement of Affairs, documentation supplied by the Director outlining the Company's financial position as at the Appointment Date
TUPE	The Transfer of Undertaking (Protection of Employment) Regulations 2006

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1. Introduction
2. Progress of the Liquidation
3. Investigations
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5. Costs and Expenses
6. Joint Liquidators' Receipts and Payments Account
7. Creditors' Rights
8. Conclusion

## Appendices

1. The Joint Liquidators' Receipts and Payments Account
2. Analysis of Time Charged and Expenses Incurred
3. Creditors' Rights

1. Introduction

- 1.1 The purpose of this progress report is to detail the Joint Liquidators' acts and dealings together with the conduct of the liquidation for the Reporting Period.
- 1.2 The Company was incorporated on 9 September 2004 and operated as an importer and distributor of high quality shoes since incorporation until August 2018 when it ceased to trade following the sale of the business and assets to Anatomic.
- 1.3 The Company's registered office was Greenway House, Sugarswell Business Park, Shenington, Banbury, Oxon OX15 6HW.
- 1.4 The Company's trading address was Unit 1 Stadium Industrial Estate, Cradock, Luton LU34 0JF.
- 1.5 For the purpose of the Liquidation, the Company's registered office was moved to c/o Duff & Phelps Ltd., The Shard, 32 London Bridge Street, London SE1 9SG.
- 1.6 Please see the Director's Report and the Previous Report for further information on the events leading up to the Liquidation.

2. Progress of the Liquidation

- 2.1 The manner in which the affairs and business of the Company have been managed during the Reporting Period are set out below.

Debtors

- 2.2 As per the SOA, debtors have a book value of £47,835 and an estimated to realise value of £21,000.
- 2.3 Following their appointment, the Joint Liquidators entered into discussion with Advantedge in order to reassign the debts. This was successfully completed in April 2019.
- 2.4 It should be noted that the Joint Liquidators received the book debt ledger together with supporting documentation from the Company after several requests. Upon review of the same and initial correspondence with the debtors, it was understood that the book debt ledger contained numerous inaccuracies.
- 2.5 The Joint Liquidators have recovered a total amount of £3,578, of which an amount of £1,018 was received during the Reporting Period.
- 2.6 No further realisations are expected in this matter.

3. Investigations

- 3.1 The Joint Liquidators have complied with their statutory obligation to file a report with BEIS regarding the conduct of all directors of the Company that served in the three years prior to the Joint Liquidators' appointment. The content of this report is confidential.
- 3.2 The Joint Liquidators' investigations into the Company's affairs are currently ongoing.
- 3.3 At this stage, the Joint Liquidators can confirm that a number of antecedent transactions have been identified and are being pursued. Further details cannot be disclosed to creditors at this stage so as not to prejudice these claims.



3.4 Should any of the Company's creditors have information concerning the Company's affairs that they would like to bring to the Joint Liquidators' attention, please contact this office.

3.5 A further update will be provided within the next progress report.

#### 4. Liabilities and Dividends

##### Secured Creditors

##### Advantedge

4.1 In consideration of an invoice discount facility, the Company granted a debenture dated 16 August 2018 (delivered on 17 August 2018) to Advantedge, which confers fixed and floating charges over the assets of the Company.

4.2 As at the Appointment Date, there was a positive balance with Advantedge in the amount of c£10,800. However, early termination charges and fees due under the facility mean that there are no anticipated recoveries.

##### Barclays

4.3 In consideration of an invoice discount facility and working capital facility, the Company granted debentures dated 29 January 2010 and 9 June 2014 (delivered on 16 September 2011 and 4 February 2010 respectively) to Barclays, which confers fixed and floating charges over the assets of the Company.

4.4 The charge created on 29 January 2010 is shown as satisfied on Companies House. The charge created on 9 June 2014 remains outstanding however it is understood that there are no liabilities under the original invoice discount facility.

##### Preferential Creditors

4.5 The Joint Liquidators are not aware of any preferential creditors. Following the sale of the assets of the Company, the employees started new employment with Anatomic.

4.6 Therefore, as at the Appointment Date there were no remaining employees.

##### Prescribed Part

4.7 The Prescribed Part is not applicable in this instance. Although the Company has granted floating charges to the secured creditors, Advantedge have been repaid in full and Barclays do not have an outstanding balance. Therefore, it is expected that both floating charges will not apply.

##### Non-Preferential Unsecured Creditors

4.8 As per the SOA the Company's unsecured non-preferential creditors are as follows:

	£
Trade Creditors	1,768,504
HMRC	426,687
	<u>2,195,191</u>

4.9 Based on current information, it is not anticipated that there will be sufficient asset realisations to enable a dividend to unsecured non-preferential creditors of the Company.

5. Joint Liquidators' Costs and Expenses

- 5.1 The basis of the Joint Liquidators' remuneration was approved as time properly incurred by the Joint Liquidators and their staff by creditors on 22 August 2019. The Joint Liquidators' Fee Estimate in the amount £78,841 was also approved by creditors on 22 August 2019.
- 5.2 Time costs in the amount of £94,768 has been incurred during the Cumulative Period representing 347 hours, with an average hourly rate of £273. Time costs in the amount of £19,280 has been incurred during the Reporting Period representing 59 hours, with an average hourly rate of £328.
- 5.3 Time is charged in six minute units and a breakdown of time costs incurred in the Reporting Period and Cumulative Period can be found at Appendix 2.
- 5.4 It is anticipated that further £25,000 of time costs will be incurred in progressing the Liquidation. Whilst the Joint Liquidators have exceeded the Fee Estimate, a fee uplift will not be sought at this time, however, may issue a revised Fee Estimate at a later stage. The reasons for exceeding the Fee Estimate are that the Joint Liquidators have been required to undertake more work which was not anticipated at the time the Fee Estimate was prepared, including dealing with obtaining information required to recover the book debts and extensive review of the book ledger due to inaccuracies and further investigations into antecedent transactions.
- 5.5 None of the Joint Liquidators' remuneration has been paid to date. The Joint Liquidators' disbursements have also not yet been paid.
- 5.6 A detailed explanation of the time costs incurred during the Reporting Period is provided below.

Administration and Planning

- 5.7 A total of £3,532 has been incurred in relation to Statutory Matters, representing 14 hours at an average charge out rate of £260. This includes preparation of the Previous Report and dealing with the necessary filings at Companies House and other statutory requirements. This work does not provide a direct benefit to creditors, but is required by statute, in accordance with insolvency legislation.
- 5.8 An amount of £1,034 has been incurred in relation to Strategy, Planning and Control which represents 3 hours at an average charge out rate of £383. Time costs of £2,729 have been incurred in relation to Case Reviews and Case Diary Management, representing 7 hours at an average charge out rate of £404. The time costs in these categories relate to our internal strategy and planning in relation to the case, undertaking periodic reviews as required by insolvency legislation, and internal meetings and discussions relating to the case.
- 5.9 Time costs of £762 have been incurred in relation to Cashiering and Accounting, representing 3 hours at an average charge out rate of £293. Time costs of £153 have been incurred in relation to Tax Compliance and Planning, representing 1 hour at an average charge out rate of £195. Time costs incurred in these categories relate to dealing with cash receipts from realisations, processing transactions and regularly reconciling the accounts as well as dealing with tax matters including the submission of corporation tax returns for the first year of the liquidation.
- 5.10 Other time costs under Administration and Planning are minimal and are considered to be self-explanatory.

### Creditors

- 5.11 A total of £282 has been incurred in relation to Communications with Creditors and Employees, representing 1 hours at an average charge out rate of £353. Time costs incurred in this category relate to correspondence and dealing with queries from creditors. This work is required to facilitate the submission of creditor claims and will provide a direct benefit to creditors in the event of a distribution.

### Investigations

- 5.12 Time costs of £750 have been incurred in relation to Financial Review and Investigations, representing 1 hours at an average charge out rate of £750. Time costs incurred in this category relate to the analysis of potential claims and reviewing the antecedent transactions that have been identified.
- 5.13 Time costs of £3,914 have been incurred in relation to CDDA Reports and Communication, which represents 10 hours at an average charge out rate of £380. These time costs include further correspondence in relation to the Joint Liquidators' investigations into the Company's affairs.
- 5.14 Time costs under Investigations do not have a direct benefit to creditors, however, this work is required by statute.

### Realisation of Assets

- 5.15 Time costs of £1,818 have been incurred in relation to Book Debts, representing 12 hours at an average charge out rate of £155. This relates to reviewing the book debt ledger, liaising with debtors to obtain payment, analysis of disputed claims, and reconciliation of the ledger. This work has provided a direct benefit to creditors, as it has increased realisations for the Administration estate.
- 5.16 As previously advised, pre-liquidation remuneration of £10,000 plus VAT was drawn from balances held in the client account during the Cumulative Period.
- 5.17 No disbursements were incurred during the Reporting Period.
- 5.18 The Joint Liquidators have incurred expenses in dealing with the liquidation of the Company and these are detailed in Appendix 2.

## 6. Joint Liquidators' Receipts and Payments Account

- 6.1 A Receipts and Payments Account for the Reporting Period is shown in Appendix 1. As at the end of the Reporting Period there was a cash balance of £35,005.

## 7. Creditors' Rights

- 7.1 A statement of creditors' rights concerning the Joint Liquidators' fees and disbursements is enclosed as Appendix 3.

## 8. Conclusion

- 8.1 Creditors will receive formal reports annually until the conclusion of the liquidation.

- 8.2 In the meantime, if you require any further information please contact Laura Bullock of this office.

A handwritten signature in black ink, appearing to read 'Paul Williams', written over a horizontal line.

Paul Williams  
Joint Liquidator

## Appendix 1

### Joint Liquidators' Receipts and Payments Account

# Ghetz Limited (In Creditors' Voluntary Liquidation)

Joint Liquidators' Receipt and Payment Account

Statement of Affairs	Reporting Period	Cumulative Period
	21 November 2019	21 November 2018
	to 20 November 2020	to 20 November 2020
(£)	(£)	(£)
Asset Realisation		
Bank Interest Gross	42.65	87.67
30,674.00 Cash at Bank	-	31,455.90
21,000.00 Debtors	1,018.60	3,578.00
Tax Refund	-	187.50
<u>51,674.00</u>	<u>1,061.25</u>	<u>35,309.07</u>
Cost of Realisation		
Statutory Advertising	-	253.80
	-	(253.80)
Unsecured Creditors		
(2,195,191.00) Trade and Expense Creditors	-	-
(2,195,191.00)	-	-
Shareholders		
(100.00) Ordinary Shareholders	-	-
(100.00)	-	-
<u>(2,143,617.00)</u>	<u>1,061.25</u>	<u>35,055.27</u>
Balance		
Represented By		
Floating / Main Current Account		35,004.51
VAT Receivable		50.76
Balance		<u>35,055.27</u>

## Appendix 2

### Analysis of Time Charged and Expenses incurred

## Ghetz Limited (In Creditors' Voluntary Liquidation)

### Analysis of the Joint Liquidators' pre appointment time costs

			Hours			Total	Time	Avg Hourly
	Managing	Manager	Senior	Assistant	Support	Hours	Cost	Rate
	Director						(£)	(£)
Administration and Planning								
Dealing with Directors and Management	0.00	0.80	0.00	0.00	0.00	0.80	344.00	430.00
Statutory Matters (Meetings, Reports and Notices)	0.00	1.20	1.80	0.00	0.00	3.00	1,092.00	364.00
Total Hours:	0.00	2.00	1.80	0.00	0.00	3.80		377.89
Total Fees Claimed (£):	0.00	860.00	576.00	0.00	0.00		1,436.00	
Category 1 Disbursements:	(£)							
Travel	36.90							
Total Category 1 Disbursements	36.90							

Category 2 Disbursements:  
There are no Category 2 Disbursements



Ghetz Limited (In Creditors' Voluntary Liquidation)  
Analysis of the Joint Liquidators' post appointment time costs for the Reporting Period

	Managing Director	Manager	Hours Senior	Assistant	Support	Total Hours	Time Cost (£)	Avg Hourly Rate (£)
Administration and Planning								
Case Review and Case Diary Management	0.00	4.15	2.00	0.60	0.00	6.75	2,728.50	404.22
Cashiering and Accounting	0.00	0.10	1.60	0.90	0.00	2.60	762.00	293.08
Dealings with Directors and Management	0.00	0.00	0.30	0.00	0.00	0.30	96.00	320.00
Statutory Matters (Meetings, Reports and Notices)	1.00	0.00	6.90	5.70	0.00	13.60	3,532.00	259.71
Strategy Planning and Control	0.00	0.60	1.90	0.20	0.00	2.70	1,034.00	382.96
Tax Compliance / Planning	0.00	0.00	0.30	0.50	0.00	0.80	156.00	195.00
Creditors								
Communications with Creditors / Employees	0.00	0.00	0.70	0.10	0.00	0.80	282.00	352.50
Investigations								
CDDA, Reports and Communication	0.00	0.00	10.30	0.00	0.00	10.30	3,914.00	380.00
Financial Review and Investigations (S238/239 ect)	1.00	0.00	0.00	0.00	0.00	1.00	750.00	750.00
Realisation of Assets								
Book Debts	0.00	0.00	1.50	10.20	0.00	11.70	1,818.00	155.38
Other Tangible Assets	0.00	8.25	0.00	0.00	0.00	8.25	4,207.50	265.00
Total Hours:	2.00	13.10	25.50	18.20	0.00	58.80		327.89
Total Fees Claimed (£):	1,350.00	6,429.00	9,126.00	2,375.00	0.00		19,280.00	

**Ghetz Limited (In Creditors' Voluntary Liquidation)**

Analysis of the Joint Liquidators' post appointment time costs for the Cumulative Period

	Managing Director	Manager	Hours Senior	Assistant	Support	Total Hours	Time Cost (£)	Avg Hourly Rate (£)
<b>Administration and Planning</b>								
Case Review and Case Diary Management	0.60	8.75	8.60	7.00	0.00	24.95	8,282.50	331.96
Cashiering and Accounting	0.00	1.60	9.70	16.00	0.00	27.30	6,323.00	231.61
Dealings with Directors and Management	0.00	0.00	2.60	0.50	0.00	3.10	913.00	294.52
IPS Set up and Maintenance	0.00	0.00	0.00	1.30	0.00	1.30	240.00	184.62
Statutory Matters (Meetings, Reports and Notices)	1.00	2.60	16.10	23.30	0.00	43.00	10,192.00	237.02
Strategy Planning and Control	0.60	2.50	10.60	3.40	0.00	17.10	5,379.00	314.56
Tax Compliance / Planning	0.00	0.30	2.10	5.40	0.00	7.80	1,540.00	197.44
<b>Creditors</b>								
Communications with Creditors / Employees	0.00	0.00	5.20	6.90	0.00	12.10	2,699.00	223.06
Non Preferential Creditors / Employee Claims Handling	0.00	0.00	0.10	2.90	0.00	3.00	380.00	126.67
<b>Investigations</b>								
CDDA, Reports and Communication	1.00	0.00	47.70	8.80	0.00	57.50	17,538.00	305.01
Financial Review and Investigations (S238/239 ect)	1.00	6.80	25.60	15.40	0.00	48.80	13,714.00	281.02
<b>Realisation of Assets</b>								
Book Debts	0.00	3.90	52.90	34.20	0.00	91.00	22,823.00	250.80
Other Intangible Assets	0.00	0.00	1.50	0.00	0.00	1.50	480.00	265.00
Other Tangible Assets	0.00	8.25	0.00	0.00	0.00	8.25	4,207.50	
Plant, Machinery, Fixtures and Motor Vehicles	0.00	0.00	0.00	0.30	0.00	0.30	57.00	190.00
Total Hours:	4.20	34.70	182.70	125.40	0.00	347.00		273.11
Total Fees Claimed (£):	2,670.00	15,717.00	59,480.00	16,901.00	0.00		94,768.00	

Appendix 3

Statement of Creditors' Rights

## STATEMENT OF CREDITORS RIGHTS

Rule numbers refer to Insolvency (England & Wales) Rules 2016 (as amended)

Section numbers refer to Insolvency Act 1986

'Office-holder' is the current Administrator or Liquidator as applicable

### Information for creditors on remuneration and disbursements of liquidators

Information regarding the fees and disbursements of liquidators, including details of the Duff & Phelps' disbursements policy and hourly charge out rates for each grade of staff that may undertake work on this case, is in a document called "A Creditors' Guide to Liquidators' Fees". This can be viewed and downloaded from the Joint Liquidators' website at

<https://www.duffandphelps.co.uk/services/restructuring/corporate-restructuring-and-debt-advisory/creditor-guides-and-employee-fact-sheets>

(click on the document 'Liquidation (appointment from 1 October 2015)'. Should you require a copy, please contact this office.

### Creditors have the right to request information from the office-holder under rule 18.9

A secured creditor, an unsecured creditor with the concurrence of at least 5% in value of the unsecured creditors (including the creditor in question) or any unsecured creditor with the permission of the court may make a written request to the office-holder for further information concerning remuneration or expenses. Such a request must be made within 21 days of receipt of this report and a response will be provided within 14 days of receipt of the request.

Creditors have recourse to Court, application to be made within 21 days of the office-holder giving reasons for not providing all the information requested or the expiry of the 14 days within which an office-holder must respond to a request.

### Creditors have the right to challenge the office-holder's remuneration and expenses under rule 18.34

A secured creditor, an unsecured creditor with the concurrence of at least 10% in value of the unsecured creditors (including that creditor) or any unsecured creditor with the permission of the Court, may make an application to Court on the grounds that the remuneration charged or expenses incurred are excessive and/or that the basis fixed for the office-holder's remuneration is inappropriate. The application to Court must be made no later than eight weeks after receipt of the progress report where the charging of the remuneration or the incurring of expenses in question occurs.