

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

05551460

Name of Company

Diamond Recruitment Limited

I / ~~We~~

Nicholas Andrew Hancock
St James Building
79 Oxford Street
Manchester
M1 6HT

the 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 28/03/2012 to 27/03/2013

Signed



Date

28/5/13

UHY Hacker Young turnaround and recovery
St James Building
79 Oxford Street
Manchester
M1 6HT

Ref PD54/NAH/DR/IB/DBR

WEDNESDAY



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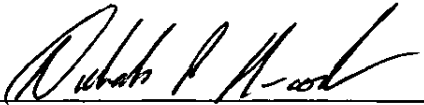
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COMPANIES HOUSE

Diamond Recruitment Limited
(In Liquidation)
Liquidator's Abstract of Receipts & Payments

Statement of Affairs		From 28/03/2012 To 27/03/2013	From 28/03/2011 To 27/03/2013
	ASSET REALISATIONS		
89,158 00	Book Debts	NIL	86,754 00
15,000 00	Customer List	NIL	15,000 00
500 00	Computer Equipment & Software	NIL	500 00
1,500 00	Fixtures & Fittings	NIL	1,500 00
4,500 00	Goodwill	NIL	4,500 00
	Bank Interest Gross	78 85	202 30
		<u>78 85</u>	<u>108,456 30</u>
	COST OF REALISATIONS		
	Petitioners Costs	NIL	800 00
	Specific Bond	NIL	260 00
	Preparation of S of A	NIL	9,750 00
	Office Holders Fees	24,000 00	65,000 00
	Company Search	NIL	4 00
	Agents/Valuers Fees (1)	NIL	3,000 00
	Legal Fees (1)	NIL	6,117 20
	Corporation Tax	24 61	24 61
	Stationery & Postage	12 86	38 43
	Fee for collection of records	NIL	220 00
	Storage Costs	52 20	101 68
	Statutory Advertising	NIL	125 00
	Accountancy fees	NIL	7,000 00
		<u>(24,089 67)</u>	<u>(92,440 92)</u>
	UNSECURED CREDITORS		
(717 00)	Trade & Expense Creditors	NIL	NIL
(7,211 00)	Directors	NIL	NIL
(171,794 00)	Inland Revenue	NIL	NIL
(166,584 00)	Customs & Excise	NIL	NIL
(29,252 00)	HMRC	NIL	NIL
		<u>NIL</u>	<u>NIL</u>
	DISTRIBUTIONS		
(52 00)	Ordinary Shareholders	NIL	NIL
		<u>NIL</u>	<u>NIL</u>
<u>(264,952.00)</u>		<u>(24,010 82)</u>	<u>16,015 38</u>
	REPRESENTED BY		
	Bank 1 Current		15,010 34
	Vat Control Account		1,005 04
			<u>16,015.38</u>


 Nicholas Andrew Hancock
 Liquidator

24 May 2013

PRIVATE AND CONFIDENTIAL

TO ALL KNOWN CREDITORS OF THE COMPANY

St James Building
79 Oxford Street
Manchester M1 6HT

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Email i.buckley@uhy-uk.com
DDI +44 161 234 8954
Web www.uhy-uk.com

Our ref PD54/IB/NAH/6/AGM
Your ref 125
Doc id 500038

Dear Sirs

**DIAMOND RECRUITMENT LIMITED
IN CREDITORS VOLUNTARY LIQUIDATION
COMPANY NUMBER: 05551460
REGISTERED OFFICE & TRADING ADDRESS: THE LODGE, CRANK ROAD, ST
HELENS, MERSEYSIDE, WA11 7RN**

I, N A Hancock of this office was appointed liquidator to the above company on 28 March 2011 and enclose my second annual progress report on the administration of the case.

RECEIPTS AND PAYMENTS

My receipts and payments account for the twelve month period 28 March 2012 to 27 March 2013 is attached.

ASSET REALISATIONS

I would refer you to my first annual progress report dated 8 May 2012 for details of asset realisations, no further assets remained.

Interest

The sum of £78 has been received during the period of this report.

\\\\excelsior\\apps\\data\\clients\\p\\pd54\\correspondence\\notices\\annual reports\\2013-05-21 document agm report to creditors & members.doc
M D Wasinski FCA, S J Berry C Gawthorpe FCA CTA N A Hancock FPA FABRP FNARA
RS Holt S J Lawson FCA B J Leyland, M D C Robertson CA, E Stanton CTA D Symonds FCA

N A Hancock and D M Richardson are licensed as Insolvency Practitioners by the Insolvency Practitioners Association

UHY Hacker Young turnaround and recovery Chartered Accountants is the trading name of UHY Hacker Young Manchester LLP, a limited liability partnership registered in England and Wales with Registered Number OC332437

Registered to carry out audit work in the UK and Ireland and regulated for a range of investment business activities by the Institute of Chartered Accountants in England and Wales

A member of the UHY Hacker Young Group of independent UK partnerships.
A member of Urbach Hacker Young International Limited an international network of independent accounting and consulting firms.



CREDITORS

Secured creditors

The Company had two secured creditors, RBS Invoice Finance Limited and Aldermore Invoice Finance Limited. However, no funds were outstanding under the charges, therefore, the calculation of the company's net property is not applicable.

Preferential creditors

The company's employees have all been transferred to Diamond Rec Limited under TUPE regulations. Therefore, there will be no preferential claims.

Unsecured creditors

Total creditors' claims according to the director's statement of affairs totalled £375,559. To date, I have received and agreed five creditor claims totalling £940,841.

INVESTIGATION

I have undertaken an investigation of the conduct of the directors of the company and reported to the Department for Business Enterprise and Regulatory Reform in accordance with my statutory obligations.

COSTS OF THE LIQUIDATION

Petitioning Creditor's Costs

H M Revenue & Customs had presented a winding-up petition prior to my appointment as liquidator. It was agreed that the petitioning costs, which amounted to £800, would be paid as an expense of the liquidation. The petition was subsequently dismissed.

Legal Fees

Legal costs of £6,117 have been incurred in dealing with the sale of the company's business and assets and completing the assignment of the lease. Freeth Cartwright LLP were retained due to their involvement prior to my appointment.

Agent's Fees

Agent's fees in the sum of £3,000 have been incurred in obtaining a valuation of the Company's assets. Landwood Group were appointed due to their knowledge of the industry.

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Accountancy Fees

The sum of £7,000 plus VAT has been paid to Bridgeman Accountants for their assistance with the investigation into the company's affairs.

Corporation Tax

The sum of £24 has been paid to H M Revenue & Customs.

Statement of Affairs fee

The sum of £9,750 has been paid to UHY Hacker Young turnaround and recovery for their work in respect of the preparation of the statement of affairs and convening the meeting of creditors, as agreed at the meeting of creditors held on 28 March 2011.

Liquidator's fees

My total time costs in dealing with the administration of this case during the period from 28 March 2011 to 15 May 2013 are £67,919 in respect of 284 hours.

Details of my time costs during the twelve month period covered by this report 28 March 2012 to 27 March 2013 are £17,930 in respect of 82 hours, a breakdown of which is attached at Appendix II

Time costs for the period prior to this report are detailed in my previous progress reports

My total remuneration to date is £67,000 drawn on account, in accordance with time properly spent by myself and my staff in attending to matters arising in the liquidation as agreed at the meeting of creditors held on 28 March 2011.

A schedule detailing the current charge out rates is attached.

A copy of the extract from the Statement of Insolvency Practice 9, A Creditors' Guide to Liquidators' Fees, will be supplied to you on request or alternatively may be viewed at <http://turnaround-recovery.uhy-uk.com/home/creditors-guide-to-fees>

Liquidator's disbursements

Disbursements incurred during the twelve month period 28 March 2012 to 27 March 2013 amount to £65, details of which are attached.

Category 2 disbursements were agreed by creditors at the meeting of creditors held on 28 March 2011, however, no Category 2 disbursements have accrued.

To date the sum of £144 has been drawn on account of those costs as agreed by creditors at the meeting of creditors held on 28 March 2011

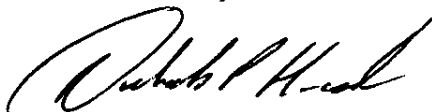
CREDITORS RIGHTS TO REQUEST FURTHER INFORMATION

Creditors are reminded of their rights under Rule 4.49E of the Insolvency Rules 1986. Within 21 days of receipt of a progress report a secured creditor or an unsecured creditor with concurrence of 5% in value of the company's unsecured creditors or permission of the court may request further information about remuneration and expenses set out in the report. Such a request must be made in writing.

The Liquidator must provide the information requested within 14 days of receipt of the request or alternatively his reasons for non-provision of the information.

Should a creditor believe that the Liquidators remuneration or expenses are excessive, any secured creditor or any unsecured creditor with the concurrence of 10% in value of the company's creditors or permission of the court, may apply to court to challenge the Liquidators remuneration under Rule 4.131 of the Insolvency Rules 1986. Any such application must be made within a period of 8 weeks following the receipt of the progress report in which the remuneration is first reported.

Yours faithfully



N A Hancock
Liquidator

DIAMOND RECRUITMENT LIMITED
IN CREDITORS VOLUNTARY LIQUIDATION
LIQUIDATORS RECEIPTS AND PAYMENTS ACCOUNT
FOR THE PERIOD 28 MARCH 2011 TO 27 MARCH 2013

Appendix I

	Per Statement of affairs	For 12 month period 28 March 2011 to 27 March 2012	For 12 month period 28 March 2012 to 27 March 2013	Total period 28 March 2011 to 27 March 2013
	£	£	£	£
ASSETS NOT SPECIFICALLY PLEDGED				
Receipts				
Book debts	89,158 00	86,754 00	-	86,754 00
Customer List	15,000 00	15,000 00	-	15,000 00
Computer Equipment & Software	500 00	500 00	-	500 00
Fixtures & fittings	1,500 00	1,500 00	-	1,500 00
Goodwill	4,500 00	4,500 00	-	4,500 00
Bank Interest Gross	-	123 45	78 85	202 30
	<u>110,658 00</u>	<u>108,377 45</u>	<u>78 85</u>	<u>108,456 30</u>
Payments				
Liquidator's Fees		41,000 00	24,000 00	65,000 00
Statement of affairs fee		9,750 00	-	9,750 00
Accountancy Fee		7,000 00	-	7,000 00
Legal Fees		6,117 20	-	6,117 20
Agent's Fee		3,000 00	-	3,000 00
Petitioning Creditor Costs		800 00	-	800 00
Agent's Costs		220 00	-	220 00
Statutory Advertising		125 00	-	125 00
Specific Bond		260 00	-	260 00
Liquidator's disbursements		79 05	65 06	144 11
Corporation Tax		-	24 61	24 61
		<u>68,351 25</u>	<u>24,089 67</u>	<u>92,440 92</u>
Balance in hand		<u>40,026 20</u>	<u>(24,010 82)</u>	<u>16,015 38</u>
		<u>108,377 45</u>	<u>78 85</u>	<u>108,456 30</u>
Funds held,				
Current account		38,020 98	(24,010 82)	15,010 34
VAT Receivable		2,005 22	(1,000 18)	1,005 04
		<u>40,026 20</u>	<u>(24,010 82)</u>	<u>16,015 38</u>
Liquidator's disbursements charged on following basis,				
Category 1				
Postage (actual - dependant on weight)		25.57	12 86	38 43
Storage Costs (actual)		49 48	52 20	101 68
Company Search (actual)		4 00	-	4 00
Category 2				
Photocopying (10p/sheet)		-	-	-
		<u>79 05</u>	<u>65 06</u>	<u>144 11</u>

The receipts and payments account is shown net of VAT

DIAMOND RECRUITMENT LIMITED
IN CREDITORS VOLUNTARY LIQUIDATION

ANALYSIS OF TIME COSTS AND EXPENSES INCURRED

FOR THE PERIOD 28 MARCH 2012 TO 27 MARCH 2013

Category	Partner		Senior Manager		Manager		Administrator		Total	
	Hours	Cost £	Hours	Cost £	Hours	Cost £	Hours	Cost £	hours	Time cost £
Administration & planning	2.00	620.00					0.40	58.00	2.40	678.00
Statutory notices & reports	2.00	620.00	1.50	390.00			4.60	649.00	8.10	1,659.00
Investigation	21.00	6,510.00	2.10	546.00			24.20	3,431.00	47.30	10,487.00
Realisation of assets							2.20	319.00	2.20	319.00
Tax			0.50	130.00			2.10	232.50	2.60	362.50
General	9.00	2,790.00	1.60	416.00			4.40	632.00	15.00	3,838.00
Creditors							4.50	586.50	4.50	586.50
	34.00	10,540.00	5.70	1,482.00			42.40	5,908.00	82.10	17,930.00
Average hourly cost (£)		310.00		260.00				139.34		218.39

DISBURSEMENTS (net of VAT)		£
Post (actual cost)		12.86
Storage of books & records		52.20
		<u>65.06</u>

**DIAMOND RECRUITMENT LIMITED
IN CREDITORS VOLUNTARY LIQUIDATION**

ANALYSIS OF TIME COSTS AND EXPENSES INCURRED

FOR THE PERIOD 28 MARCH 2011 TO 15 MAY 2013

Category	Partner		Senior Manager		Manager		Administrator		Total hours	Time cost £
	Hours	Cost £	Hours	Cost £	Hours	Cost £	Hours	Cost £		
Administration & planning	10 50	3,210 00			6 10	1,637 00	19 30	2,792 50	35 90	7,639 50
Statutory notices & reports	6 00	1,860 00			2 50	650 00	12 20	1,751 00	20 70	4,261 00
Investigation	74 50	23,095 00			11 60	3,058 50	56 20	8,086 00	142 30	34,239 50
Realisation of assets	52 00	16,120 00			7 60	1,976 00	9 80	1,412 00	69 40	19,508 00
Tax					0 50	130 00	6 00	729 00	6 50	859 00
Creditors							6 90	934 50	6 90	934 50
Debtors					0 50	130 00	1 50	217 50	2 00	347 50
Employees					0 50	130 00			0 50	130 00
	143 00	44,285 00	-	-	29 30	7,711 50	111 90	15,922 50	284 20	67,919 00
Average hourly cost (£)		309 69		-		263.19		142 29		238 98

DISBURSEMENTS (net of VAT)		£
Post (actual cost)		38 43
Statutory advertising - London Gazette		125 00
Bonding		260 00
Storage of books & records		101 68
		<u>525 11</u>

UHY HACKER YOUNG
turnaround and recovery
Manchester office

CHARGE-OUT RATES

The table shown details the charge-out rates utilised by UHY Hacker Young turnaround and recovery, Manchester for charging staff time. The rates shown include the current rates and those previously in force.

Grade	1.4 2013 to date	1.3.2011 – 31 3.2013	1.2.2010 – 28.2 2011
Partner / Director	£395 - £345 per hour	£310 - £280 per hour	£295 - £265 per hour
Senior Manager	£300 per hour	£260 per hour	£245 per hour
Manager	£250 per hour	£230 per hour	£220 per hour
Manager (Property Management)	£150 per hour	£145 - £130 per hour	£145 - £130 per hour
Senior Administrator	£175 per hour	£145 per hour	£125 per hour
Administrator	£140 - £120 per hour	£120 - £100 per hour	£115 - £90 per hour
Junior	£100 per hour	£85 per hour	£85 per hour

The rates are applied consistently across all insolvency appointments and presented for approval of creditors or a creditors' committee where appropriate.

Time spent on a case is recorded directly using an on-line time recording system. This is allocated in units of 6 minutes, with the nature of the work undertaken being recorded utilising the categories stated below,

Ethical/conflict issues	Planning and strategy
General Administration	Creditors Secured/Unsecured
Retention of title claims	Asset realisation/management
Debt Collection	Employee matters
Lease/rentals	Legal matters
Statutory work	Trading/wages/vat
Statement of Affairs	Reporting
Distribution and closure	

The firm's policy with regard to support staff is that their time is not recovered separately from the case as the cost of provision of the support services are included in the basis of the charge-out rate for the professional staff.

Disbursements and other costs

Disbursements incurred in the course of an appointment are recharged to the case in accordance with SIP9 regulations on all insolvency appointments. These fall into two categories,

Category 1 disbursements - These are specific costs referable to the case in question and paid to an independent third party. These generally include advertising, bond, postage, and travel expenses. Category 1 disbursements may be drawn without prior approval.

Category 2 disbursements - These are not specific costs which are re-charged by the firm on the following basis. These generally include stationery, photocopying, telephone calls and fax. Category 2 disbursements are required to be approved by creditors before they can be drawn.

Internal photocopying	10p per sheet
Storage of IP's working files (6 years)	£21 per box

A copy of the extract from the Statement of Insolvency Practice 9, A Creditors' Guide to Fees, is located at <http://turnaround-recovery.uhy-uk.com/home/creditors-guide-to-fees> or alternatively a paper copy will be supplied to you on request.

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Updated 1 4 2013