

# 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

06196375

Name of Company

06196375 Cables Limited (formerly AEI Cables Limited)

+/ We

Deviesh Ramesh Raikundalia, 38 De Montfort Street, Leicester, LE1 7GS

Situl Devji Raithatha, 38 De Montfort Street, Leicester, LE1 7GS

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 23/01/2015 to 22/01/2016

Signed



Date 18 FEBRUARY 2016

Springfields Business Recovery & Insolvency Limited  
38 De Montfort Street  
Leicester  
LE1 7GS

Ref AE1569/DRR/SDR/DB

SATURDAY



A10  
20/02/2016  
COMPANIES HOUSE  
#298

**TO ALL KNOWN SHAREHOLDERS &  
CREDITORS**

Our ref: AE1569/DB/3B

Your ref

Date 18 February 2016

When telephoning please ask for:

Donna Brown

Direct Dial 0116 249 2019

E. donna.b@springfields-uk.com

Dear Sir(s)

**06196375 Cables Limited (formerly AEI Cables Limited) - In Creditors' Voluntary Liquidation ("the Company")**

I write following the end of the first anniversary of the Liquidation. I detail below my report on the progress of the Liquidation for the period from 23 January 2015 to 22 January 2016 ("the Period"). Please note that the Company was previously in Administration from 28 February 2014 to 22 January 2015 and this report should be read in conjunction with my previous reports.

**1. Company and Liquidators' Details**

Company Name	06196375 Cables Limited
Company Registered number	06196375
Registered Office	38 De Montfort Street Leicester LE1 7GS
Former Registered Office	Durham Road Birtley Chester-Le-Street Durham DH3 2RA
Name of Liquidators	Deviesh Ramesh Raikundalia and Situl Devji Raithatha Licensed Insolvency Practitioners of Springfields Business Recovery & Insolvency Ltd 38 De Montfort Street Leicester LE1 7GS
Date of Appointment	23 January 2015

**Directors**

S D Raithatha FCCA ACMA FASBP

D R Raikundalia ACCA MIPA MAARP

All office holders are licensed in the United Kingdom to act as insolvency practitioners by the Association of Chartered Certified Accountants

[www.springfields-uk.com](http://www.springfields-uk.com)

Springfields is a trading name of Springfields Business Recovery & Insolvency Limited  
Registered in England & Wales number 4851970  
Registered office 38 De Montfort Street Leicester LE1 7GS

## **2. Receipts and payments & the Liquidators' actions in the Period.**

I enclose a summary of my receipts and payments account ("R&P") for the Period. Please note that the receipts and payments are shown exclusive of VAT.

### ***Transfer from Administration***

This relates to the balance of funds in hand when the Company moved from Administration to Liquidation.

### ***Book Debts***

A sum of £1,353.70 was incorrectly paid by a debtor to AEI Cables Limited (formerly Ducab UK Limited). These funds were duly remitted into the Liquidation account.

Prior to the Company entering into Administration, one of its debtors had entered into Administration and subsequently Liquidation. A claim for the sum of £10,767.50 had been lodged by the Company and agreed by the Liquidator of the debtor. On 15 October 2015, the Liquidator of the debtor declared a dividend of 40p in the £ to all proven unsecured creditors. This resulted in a dividend of £4,307 being received. The Liquidator of the debtor has advised that they are in the process of finalising the Liquidation and that a second and final dividend will be declared within the next few months. The quantum of the dividend is unknown at this stage.

### ***VAT Refund from ADM***

This relates to VAT that was reclaimed on the costs and expenses of the Administration. The refund was received once the Company was transferred to Liquidation.

## **3. Investigations**

I fulfilled my statutory duties and reported to the Department for Business, Innovation and Skills ("BIS") regarding the Directors' conduct. The contents of my report must remain confidential and I cannot comment on what action, if any, may be taken by BIS.

## **4. Outcome for creditors**

### ***Secured Creditors***

The State Bank of India ("the Bank") has a fixed and floating charge over the assets of the Company. No further distributions were made to the Bank in the Period.

### ***Preferential Creditors***

All of the employees of the Company at the date of Administration were transferred to AEI Cables Limited (formerly Ducab UK Limited) under the Transfer of Undertakings (Protection of Employment) Regulations 2006 on 28 February 2014. Therefore, no preferential claims were anticipated and no claims of this kind have been received to date.

### ***Unsecured Creditors***

The Statement of Affairs in the Administration period estimated claims from HM Revenue & Customs ("HMRC") totalling £1,816,139. Claims from HMRC in the sum of £3,064,010.90 have been received.

The Statement of Affairs included 388 unsecured creditors (excluding HMRC, including CVA creditors) with an estimated total liability of £8,601,494. I have received claims from 206 creditors totalling £4,985,173.40. I have not received claims from 191 unsecured creditors with estimated claims totalling £1,765,317.70.

The provisions of Section 176A of the Act require a calculation to be made of the prescribed part of a Company's net property to be set aside for the benefit of the unsecured creditors in cases where a company gave a floating charge over its assets to a lender on or after 15 September 2003. As the floating charge was registered by The Bank after this date, these provisions did apply. As a result of this, a First and Final dividend was declared to all proven, unsecured creditors of 7.07p in the £ on 27 May 2015. The maximum amount of £600,000, less associated costs, was distributed. For the avoidance of doubt, there shall be no further distributions to unsecured creditors.

### **5. Liquidators' remuneration**

The Administrator's remuneration was authorised and approved by the secured creditor on 14 March 2014 to be drawn on a time cost basis.

In accordance with Rule 4.127(5A) of the Insolvency Rules 1986, my remuneration as Liquidator is deemed to be agreed on the same basis as the Administrators' and therefore also agreed on a time cost basis. This was further agreed by the Bank by way of a resolution dated 3 December 2014 subject to a cap being imposed. I enclose a schedule summarising my firm's time costs and the amounts drawn to date in respect of these costs. You will note on the enclosed R&P that there are details of the amounts drawn by the Liquidators under 'Costs associated with the prescribed part' that solely relate to the time costs associated with administering the prescribed part distribution. As detailed above, the associated costs were deducted from the £600,000 available under this provision and were not subject to the secured creditor's approval.

I also enclose a schedule of my firm's current charge out rates for your information.

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 and electronic filing software
- 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 Liquidators' 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 proofs of debt received from creditors.
- Adjudicating and agreeing claims
- Distributing funds under the provisions of Section 176A of the Act

4 Investigations

- Review and storage of books and records
- Prepare a return pursuant to the Company Directors Disqualification Act

5. Realisation of Assets

- Collecting book debts

6. **Liquidation Expenses**

I enclose a schedule of my expenses for the Period This includes category 2 disbursements

No professional advisors have been used during the Period

7. **Creditors' Rights**

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 Liquidators' 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 Liquidators' 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

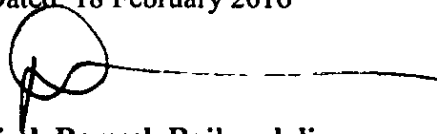
**8. Summary**

The Liquidation will remain open until the second and final dividend is received from the debtor in Liquidation. It is estimated that this will be received within 2 months

**9. Disclaimer**

This report has been prepared for the sole purpose of updating creditors and shareholders of the Company for information purposes to fulfil the necessary statutory requirements of the Liquidators. The report is private and confidential and may not be relied upon, referred to, reproduced or quoted from, in whole or in part, or otherwise used by creditors or shareholders for any purpose other than updating them for information purposes, or any other person for any purpose whatsoever

Dated 18 February 2016

A handwritten signature in black ink, consisting of a circular loop followed by a horizontal line that extends to the right.

**Deviash Ramesh Raikundalia**  
Joint Liquidator

**06196375 Cables Limited (formerly AEI Cables Limited)**  
**(In Liquidation)**  
**Joint Administrators' Abstract of Receipts & Payments**

Statement of Affairs	From 23/01/2015 / To 22/01/2016
<b>SECURED CREDITORS</b>	
State Bank of India	NIL
	NIL
<b>ASSET REALISATIONS</b>	
Transfer from Administration	603,199.66
Book Debts	5,660.70
Bank Interest Gross	227.64
VAT Refund from ADM	8,729.47
	617,817.47
<b>COST OF REALISATIONS</b>	
VAT Payable ADM	291.60
Meeting Room Hire	100.00
Liquidators' Remuneration	11,498.63
Printing and Photocopying	244.90
Corporation Tax	177.01
Stationery & Postage	1,009.27
Statutory Advertising	189.06
	(13,510.47)
<b>PRESCRIBED PART DISTRIBUTIONS</b>	
First & Final dividend of 7.07p in £	559,920.86
	(559,920.86)
<b>COSTS ASSOCIATED WITH PRESCRIBED PART</b>	
Liquidator's Remuneration	39,832.50
Stationery & Postage	149.04
Courier Costs	97.60
	(40,079.14)
	4,307.00
<b>REPRESENTED BY</b>	
Current A/c - Bank 1	4,307.00
	4,307.00

Deviesh Ramesh Raikundalia  
Joint Administrator

# Time Entry - Detailed SIP9 Time & Cost Summary

AE1569 - 06196375 Cables Limited (formerly AEI Cables Limited)  
From 23/01/2015 To 22/01/2016  
Project Code POST

Classification of Work Function	Partner	Manager	Other Senior Professionals	Assistants & Support Staff	Total Hours	Time Cost (£)	Average Hourly Rate (£)
100 Administration & Planning	0 00	2 70	3 90	0 00	6 60	1,214 50	184 02
101 Case Planning	1 80	0 30	4 40	0 00	6 60	1,482 50	224 62
102 Administrative set-up	1 10	0 00	0 20	0 00	1 30	459 00	353 08
104 Maintenance of Records	0 40	0 00	0 00	0 00	0 40	158 00	395 00
105 Statutory Reporting	6 90	0 00	0 20	0 00	7 10	2,727 00	384 08
106 VAT & Tax Returns	0 40	0 00	3 00	0 00	3 40	860 00	194 12
107 Case Monitoring	2 70	1 70	26 50	0 00	30 90	6,099 50	197 39
Administration & Planning	13 40	4 70	38 20	0 00	56 30	12,800 50	227 38
601 Costs associated with the prescribed part	42 30	52 70	67 50	0 00	162 50	39,331 50	242 04
602 Case Specific 2	0 00	0 00	5 90	0 00	5 90	865 00	150 00
Case specific matters	42 30	52 70	73 40	0 00	168 40	40,216 50	238 82
501 Communication	0 00	0 00	0 40	0 00	0 40	72 00	180 00
502 Claims inc emp, prefs	1 80	0 00	5 70	0 00	7 50	1,568 00	211 73
503 Report/secured creditor	0 30	0 00	0 00	0 00	0 30	123 00	410 00
505 Final Report	0 00	2 00	0 60	0 00	2 60	540 00	207 69
Creditors	2 10	2 00	6 70	0 00	10 80	2,323 00	215 09
303 Debt collection	0 30	0 00	0 00	0 00	0 30	117 00	390 00
305 Legal matters	0 80	0 00	0 00	0 00	0 80	328 00	410 00
Realisation of Assets	1 10	0 00	0 00	0 00	1 10	445 00	404 55
Total Hours	58 90	59 40	118 30	0 00	236 60	55,765 00	235 78
Total Fees Claimed						51,331 13	



**06196375 Cables Ltd - In Creditors' Voluntary Liquidation**

**Details of expenses for the period 23 January 2015 to 22 January 2016**

**Expenses**

Type	Balance b/f (£)	Incurred in Period (£)	Paid in Period (£)	Outstanding c/f (£)
Corporation Tax	-	177 01	177 01	-
Statutory Advertising		189 06	189 06	-
Postage		1,009 27	1,009.27	-
<b>TOTAL</b>	-	1,375 34	1,375 34	-

**Category 2 Disbursements**

Type	Balance b/f (£)	Incurred in Period (£)	Paid in Period (£)	Outstanding c/f (£)
Photocopying & Printing	-	244 90	244 90	8 90
Room Hire	-	100 00	100 00	-
<b>TOTAL</b>		344 90	344 90	8 90

**Disbursements associated  
with prescribed part**

Type	Balance b/f (£)	Incurred in Period (£)	Paid in Period (£)	Outstanding c/f (£)
Courier costs	-	97 60	97 60	-
Postage Costs	-	149 04	149 04	-
<b>TOTAL</b>		246 64	246 64	-

### Hourly Rate effective 1 August

Grade	2015	2014 (comparative)
	(£)	(£)
Director	410	390
Manager	240 – 310	225 – 295
Administrator	140 – 210	130 – 200

Time is recorded in units of 6 minutes (prior to 08/01/2007 this was 15 minutes).

In some instances where there is undue risk to the firm in recovering its standard hourly rates in full, typically as a consequence of the pursuit of causes of action where the outcomes are far from certain, or where there are considered to be undue risks associated with the conduct of an assignment, then approval for a percentage uplift on standard hourly rates may be sought. The percentage uplift sought will vary depending upon the circumstances of each case.

### Disbursements policy

Disbursements incurred in the course of an appointment are recharged to the case in accordance with SIP 9 on all insolvency appointments. These fall into two categories:

Category 1 disbursements are costs which comprise external supplies and are paid to an independent third party. These generally include, for instance, advertising, bond, travel expenses (excluding mileage) and external storage of records.

Category 2 disbursements are costs which are directly referable to the appointment but not a payment to an independent third party. These may include shared or allocated costs that can be allocated to the appointment on a proper and reasonable basis, e.g. business mileage. Category 2 disbursements require approval by creditors before they can be drawn.

### Category 2 disbursements

Photocopying / printing:	10p per sheet
Internal storage of books and records:	Initial charge for intake: £6.10 per box Storage: £0 40 per month per box in storage at month end
Internal storage of PC/IT equipment:	Storage: £3.60 per month per item in storage at month end
Internal room hire:	£100 per statutory meeting
Mileage (own car usage):	45p per mile

### Creditors' Guide to Fees

(Produced by the Association of Business Recovery Professionals)

Creditors should note that a copy of the appropriate Creditors' Guide to Fees is available on request from this office or a copy can be accessed on the Insolvency Practitioners Association website [www.insolvency-practitioners.org.uk](http://www.insolvency-practitioners.org.uk) under the heading 'Regulation and Guidance' and then by following the link to 'Creditors' Guide to Fees'.

All amounts detailed above are shown exclusive of VAT, which will be charged at the prevailing rate