

LIQ03

Notice of progress report in voluntary winding up



Companies House

For further information, please
refer to our guidance at
www.gov.uk/companieshouse

1 Company details

Company number 0 6 2 2 2 1 2 0

Company name in full Nexgeneration Solutions Ltd

→ Filling in this form
Please complete in typescript or in
bold black capitals.

2 Liquidator's name

Full forename(s) John Paul

Surname Bell

3 Liquidator's address

Building name/number C/o Clarke Bell Limited

Street 3rd Floor, The Pinnacle

Post town 73 King Street

County/Region Manchester

Postcode M 2 4 N G

Country

4 Liquidator's name ①

Full forename(s) Toyah Marie

Surname Poole

① Other liquidator
Use this section to tell us about
another liquidator.

5 Liquidator's address ①

Building name/number C/o Clarke Bell Limited

Street 3rd Floor, The Pinnacle

Post town 73 King Street

County/Region Manchester

Postcode M 2 4 N G

Country

② Other liquidator
Use this section to tell us about
another liquidator.

LIQ03

Notice of progress report in voluntary winding up

6 Period of progress report

From date	d	0	d	6	m	0	m	5	y	2	y	0	y	2	y	1
To date	d	0	d	5	m	0	m	5	y	2	y	0	y	2	y	2

7 Progress report☒ The progress report is attached**8** Sign and date

Liquidator's signature

Signature

X John Beel**X**

Signature date

d	2	d	7	m	0	m	6	y	2	y	0	y	2	y	2
---	---	---	---	---	---	---	---	---	---	---	---	---	---	---	---

LIQ03

Notice of progress report in voluntary winding up

**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

Joseph Atkins

Company name

Clarke Bell Limited

Address

C/o Clarke Bell Limited

3rd Floor, The Pinnacle

Post town

73 King Street

County/Region

Manchester

Postcode

M

2

4

N

G

Country

DX

Telephone

0161 907 4044

**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 or email 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

**NEXGENERATION SOLUTIONS LTD
("THE COMPANY")
IN LIQUIDATION**

**JOINT LIQUIDATORS' PROGRESS REPORT FOR THE PERIOD
FROM 6 MAY 2021 TO 5 MAY 2022**

CONTENTS

1. Statutory Information
2. The Joint Liquidators
3. Progress During the Period, Together With Receipts & Payments Made
4. Assets Remaining To Be Realised
5. Investigations
6. Remuneration and Expenses
7. Estimated Outcome for Creditors / Distributions
8. Further Information
9. Conclusion

APPENDICES

- Appendix A Receipts and Payments Account for the Period from 6 May 2021 to 5 May 2022, together with cumulative total.
- Appendix B Joint Liquidators' Expenses Policy
- Appendix C Joint Liquidators' Activities

1. STATUTORY INFORMATION

Name of Company: Nexgeneration Solutions Ltd - In Liquidation ("the Company")

Date of Incorporation: 23 April 2007

Company Registered Number: 06222120

Company Registered Office: 3rd Floor, The Pinnacle, 73 King Street, Manchester M2 4NG

Company's Director(s):

	Date Appointed	Shares Held
Director(s)		
Ethinder Sekhon	23 April 2007	6
Harjinder Sekhon	-	6

2. THE JOINT LIQUIDATORS

Names of Joint Liquidators: John Paul Bell, (8608) and Toyah Marie Poole (9740)
Licensed Insolvency Practitioners of Clarke Bell Limited, 3rd
Floor, The Pinnacle, 73 King Street, Manchester M2 4NG

Date of Appointment: 6 May 2020

Joint Liquidators' Contact Details: John Paul Bell and Toyah Marie Poole
info@clarkebell.com

Actions of Joint Liquidators; Any act required or authorised under any enactment to be done
by a Liquidator may be done by either or both of the Liquidators
acting jointly or alone.

3. PROGRESS DURING THE PERIOD, TOGETHER WITH RECEIPTS AND PAYMENTS MADE

Attached at Appendix A is a copy of our Receipts and Payments Account for the period under review, from 6 May 2021 to 5 May 2022, together with a cumulative total of the transactions made in this matter. I have reconciled the account against the financial records that I am required to maintain.

All figures detailed in the Receipts and Payments account are shown net of VAT.

The balance of funds are held in an interest bearing estate bank account.

The progress and movement on the Account is explained as follows:

Asset Realisations

(i) Right of Action Claim

As previously reported, our investigations identified a matter which required further investigation and, as a result, Freeths LLP were appointed to assist with our investigations.

I can now report that my investigations revealed that the company had declared dividends in the sum of £20,000, which were deemed unlawful, and as a result my Solicitors, Freeths LLP made efforts to recover these monies for the benefit of the Liquidation Estate.

During the period under review, Freeths entered into negotiations with the director in this respect, and I am pleased to report that a full and final settlement, to pay £10,000 in this respect, was successfully reached.

As detailed in the attached Receipts and Payments Account, the sum of £10,000 has been received during the period under review.

I can confirm that my investigations are now concluded, and no further realisations are expected to made, in this respect.

Costs of Realisations

To date, the following professional agents have been engaged by us to provide the appropriate assistance.

Item of Expense	Initial Estimate of Costs (excluding VAT) £	Costs Incurred During the Period Under Review (excluding VAT) £	Costs Incurred to Date (excluding VAT) £
Solicitor Costs – Freeths LLP <ul style="list-style-type: none"> to advise on the legal issues in connection with the company's overdrawn director's loan account; and to assist with any other legal matters in relation to the company's affairs and/or Liquidator(s) investigations. 	25,000.00	9,960.40	16,971.24

The choice of professionals was based on my perception of their experience and ability to perform this type of work and the complexity and nature of the assignment. I also considered that the basis on which they will charge their fees represented value for money. I have reviewed the charges they have made, and I am satisfied that they are reasonable in the circumstances of this case.

All legal matters have now been dealt with, and as such, no further costs are to be anticipated.

The above expenses are Category 1 expenses, and those discharged to date are identified on the attached Receipts and Payments account. As detailed in the attached Receipts and Payments Account the sum of £8,067 was paid during the period under review.

Freeths LLP are not connected and do not have any conflict in acting, as Solicitors, in this matter.

4. ASSETS WHICH REMAIN TO BE REALISED

The Receipts and Payments Account at Appendix 1 not only provides the realisations to date but also provides the Statement of Affairs figure as provided by the Company's Director(s). It will be seen from the anticipated assets (shown in the far left-hand column) that all assets have been realised.

5. INVESTIGATIONS

As previously reported, my statutory investigations into the company's affairs were ongoing.

As detailed at Section 3 above, during the period under review, we successfully recovered monies (£10,000) for the benefit of the Liquidation Estate.

I can now report that our investigations have been fully concluded.

6. REMUNERATION AND EXPENSES

Joint Liquidators' Remuneration and Expenses

Remuneration

Fixed Fee

As previously reported, the fixed fee, approved by the Company's creditors was £15,000 of which all has been drawn. Of the fee drawn, none was drawn during the period under review.

Percentage of Realisations

The percentage approved by creditors is set out below. This table also details the assets which have been realised, together with the remuneration drawn.

Asset	Gross Realisation (£)	% agreed	Remuneration Permitted (£)	Remuneration Drawn to Date (£)
ODLA	37,000	20	7,400	7,400

As detailed herein, we successfully recovered monies in respect of an Right of Action claim identified. As such, I will now seek a further remuneration request so that I can be remunerated in respect of the work completed in this respect. This request will be issued to creditors shortly.

Guidance for Creditors

Further information about creditors' rights can be obtained by visiting the creditors' information micro-site published by the Association of Business Recovery Professionals (R3) at <http://www.creditorinsolvencyguide.co.uk/>

You may also find it useful to read "A Guide To Liquidators' Fees" which can be downloaded from <https://www.r3.org.uk/technical-library/england-wales/technical-guidance/fees> Please note that there are different versions of the Guidance Notes, and in this case, you should refer to the April 2021 version.

A hard copy of both documents can be obtained on request from this office.

Joint Liquidators' Expenses

Expenses are any payments from the Estate which are neither an office holder's remuneration nor a distribution to a creditor or a member. Expenses also includes disbursements. Disbursements are payments which are first met by the office holder and then reimbursed to the office holder from the estate. Expenses are split into:

- Category 1 expenses, which are payments to persons providing the service to which the expense relates who are not an associate of the office holder; and
- Category 2 expenses, which are payments to associates or which have an element of shared costs. Before being paid category 2 expenses require approval in the same manner as an office holder's remuneration.

A detailed explanation of Category 1 and Category 2 expenses, together with the approved rates for Category 2 expenses, is set out in Appendix B.

Category 1 expenses are those that are directly attributable to a third party invoice.

Category 1 expenses incurred in the period under review, together with those incurred to date, are set out in the table below.

Type Of Expense	Provider	Incurred During The Period Under Review (£)	Paid To Date (£)	Total Amount Outstanding (£)
Statutory Advertising	Courts Advertising	0.00	234.00	0.00
Bordereau	Marsh Limited	0.00	30.00	0.00
Postage	Clarke Bell Limited	0.00	5.20	0.00

Of the Category 1 expenses paid to date, £0 was paid during the period under review.

Category 2 expenses are those that are based upon an estimate or an internally set rate.

Approval to enable us to draw Category 2 expenses in accordance with the schedule previously provided was granted by creditors at the creditors meeting held on 29 October 2020.

Category 2 expenses incurred in the period under review are set out in the table below.

Type Of Expense	Provider	Incurred During The Period Under Review (£)	Paid To Date (£)	Total Amount Outstanding (£)
Photocopying	Clarke Bell Limited	0.00	9.00	0.00

Of the Category 2 expenses paid to date, £0 was paid during the period under review.

7. ESTIMATED OUTCOME FOR CREDITORS / DISTRIBUTIONS

I set out specific information for each class of creditor.

Secured Creditor(s)

The company has no Secured creditors.

Preferential Creditors

The preferential creditors were estimated in the Statement of Affairs to be £108.55. In the table below are details of the claims I have received from the National Insurance Fund ("the Fund").

Preferential Creditor	Statement of Affairs (£)	Agreed claim (£)	Dividend (p in the £)
National Insurance Fund	108.55	0.00	0.00

Prescribed Part for Unsecured Creditors Pursuant to s176A Insolvency Act 1986

Section 176A of the 1986 Insolvency Act provides that where the Company has created a Floating Charge on or after 15 September 2003 the Liquidator must calculate and make a 'Prescribed Part' of the Company's net property available for the unsecured creditors ahead of any distribution to the floating charge holder.

How the Provisions Apply to This Company

There are no floating charges created on or after 15 September 2003. Therefore, the provisions of s176A do not apply.

Unsecured Creditors

The Liquidation commenced with creditor claims totalling £61,160.

At the date of this report, I have received claims totalling £59,745.04 from 4 creditors.

The claim received from HMRC is higher than that anticipated, and as such, efforts are currently being made for their updated claim to be received in the Liquidation.

Dividend Prospects

There are sufficient funds available for distribution to the unsecured creditors. Once HMRC's claim has been finalised, a first and final dividend to creditors will be made.

8. 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 Joint Liquidators' remuneration and expenses within 21 days of their 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 unsecured creditors (including the creditor in question), apply to Court to challenge the amount of remuneration charged by the Joint Liquidators as being excessive, and/or the basis of the Joint Liquidators' remuneration, and/or the amount of the expenses incurred as being excessive, within 8

weeks of their receipt of this report. Any secured creditor may make a similar application to court within the same time limit.

To comply with the Provision of Services Regulations, some general information above about Clarke Bell Limited that is of relevance to creditors can be found via our website at <https://www.clarkebell.com/provision-of-services-regulations/>

Clarke Bell Limited uses personal information in order to fulfil the legal obligations of our Insolvency Practitioners under the Insolvency Act and other relevant legislation, and also to fulfil the legitimate interests of keeping creditors and others informed about the insolvency proceedings. You can find more information on how Clarke Bell Limited uses your personal information on our website at <https://www.clarkebell.com/privacy-statement/>

9. CONCLUSION

I am required to deliver a copy of our progress report within two months after the end of the period covered by the report.

As detailed above a dividend to creditors is anticipated. At present, efforts to agree HMRC's claim in the Liquidation are currently being made. Once this has been agreed, a first and final dividend will be paid. As such, the Liquidation will remain open until this matter has been dealt with.

If creditors have any queries regarding the conduct of the Liquidation, or if they want hard copies of any of the documents made available on-line, they should contact Joseph Atkins on 0161 907 4044, or by email at josephatkins@clarkebell.com

Yours faithfully



JOHN PAUL BELL
JOINT LIQUIDATOR

DATED: 4 JULY 2022

APPENDIX A
RECEIPTS AND PAYMENTS ACCOUNT

Nexgeneration Solutions Ltd

In Liquidation

Joint Liquidators' Summary of Receipts and Payments (R&P Basis)

Statement of Affairs £	From 06 May 2021 To 05 May 2022 £	From 06 May 2020 To 05 May 2022 £
ASSET REALISATIONS		
Right of Action Claim	10,000.00	10,000.00
Uncertain Overdrawn DLA	0.00	37,000.00
Bank Interest Gross	0.58	0.64
	<hr/> 10,000.58	<hr/> 47,000.64
COST OF REALISATIONS		
Specific Bond (Category I)	0.00	30.00
Office Holders Fixed Fee	0.00	15,000.00
Office Holders % of Realisations	0.00	7,400.00
Legal Fees	8,067.00	14,848.09
Legal Disbursements	280.00	286.00
Postage (Category I)	0.00	5.20
Photocopying (Category II)	0.00	9.00
Statutory Advertising (Category I)	0.00	234.00
	<hr/> (8,347.00)	<hr/> (37,812.29)
PREFERENTIAL CREDITORS		
(108.55) DE Arrears & Holiday Pay	0.00	0.00
	<hr/> 0.00	<hr/> 0.00
UNSECURED CREDITORS		
(4,070.56) DE Notice and Redundancy Pay	0.00	0.00
(28,051.94) Banks/Institutions	0.00	0.00
(22,537.54) HM Revenue & Customs - CT	0.00	0.00
(6,500.00) HM Revenue & Customs - VAT	0.00	0.00
	<hr/> 0.00	<hr/> 0.00
<hr/> (61,268.59) <hr/>	<hr/> 1,653.58 <hr/>	<hr/> 9,188.35 <hr/>

REPRESENTED BY

Vat Receivable	1,613.40
Bank 1 Current	8,135.35
Client	39.60
Vat Payable	(600.00)
	<hr/> 9,188.35 <hr/>

John Paul Bell

John Paul Bell
Joint Liquidator

APPENDIX B

JOINT LIQUIDATORS' EXPENSES POLICY

Category 1 & Category 2 Expenses

Expenses are categorised as either Category 1 or Category 2.

Category 1

Category 1 expenses are clearly identifiable third party costs that are directly attributable to the case. Occasionally these expenses are paid by Clarke Bell Limited and then recharged to the case, usually when there are insufficient funds within the case to pay the expenses at the time it falls due. Specific approval from creditors is not required for Category 1 expenses.

Typical examples of Category 1 expenses are:

- Postage
- Advertising
- Insurance
- Travel costs
- External room hire

Category 2

Category 2 expenses are estimated or shared costs which may include some internal recharges from Clarke Bell Limited. It is likely that it is not possible, or too costly, to calculate the exact cost and an estimate is therefore used. These expenses can be paid from the case if the basis of the charge has been approved by creditors.

Typical examples of Category 2 expenses are:

- Photocopying
- Mileage
- Storage
- Agent costs where the Agent is deemed as an associate

The current levels of Category 2 expenses recovered by Clarke Bell Limited are as follows:

Photocopying at £0.15 per copy.
Mileage at £0.45 per mile.
Storage and destruction of records at £17 per box of records, per annum.

APPENDIX C

JOINT LIQUIDATORS' ACTIVITIES

Detailed below is a summary of the activities that have been undertaken in this matter during the period under review.

Staff of different levels will be involved in these activities dependent upon the level of experience required in order to keep costs to an appropriate level.

(a) Administration

This represents the work involved in the routine administrative functions of the case by the office holder and their staff, together with the control and supervision of the work done on the case by the office holder and their managers. It does not give direct financial benefit to the members, but has to be undertaken by the office holder to meet their requirements under the insolvency legislation and the Statements of Insolvency Practice, which set out required practice that office holders must follow.

- Reviewing the adequacy of the specific bond on a quarterly basis.
- Dealing with all routine correspondence and emails relating to the case.
- Undertaking periodic file reviews.
- Maintenance of Liquidator's records.
- Preparing and filing of VAT Returns / VAT Forms (as applicable).
- Reviewing the VAT position on a quarterly basis.
- Maintaining and managing the Liquidator's estate bank account.
- Undertaking regular reconciliations of the bank account containing estate funds.
- Overseeing and controlling the work done on the case by case administrators.
- Preparing, reviewing and delivering progress reports to creditors and members.
- Filing returns at Companies House.
- Preparing and filing Corporation Tax Returns.

(b) Realisation of Assets / Investigations

The Joint Liquidators have a duty to realise the company's assets for the benefit of the Estate.

- Realising the Right of Action Claim
- Liaising with Solicitors in respect of the Right of Action claim

(c) Creditors

Claims of creditors - The Joint Liquidators need to maintain up to date records of the names and addresses of creditors, together with the amounts of their claims as part of the management of the case. The Joint Liquidators also need to deal with correspondence and queries received from creditors regarding their claims and dividend prospects as they are received. The Joint Liquidators are required to undertake this work as part of their statutory functions.

- Maintaining a list of creditor claims.
- Lodging creditor Proof of Debt Forms.
- Dealing with creditor enquiries.
- Reviewing Proof of Debt Forms received from creditors, adjudicating on them and formally admitting them for the payment of a dividend.