

LIQ03

Notice of progress report in voluntary winding up



Companies House

THURSDAY



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14/06/2018

#273

COMPANIES HOUSE

1 Company details

Company number 0 6 3 4 5 9 1 3

Company name in full Blue 32 UK Limited

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

2 Liquidator's name

Full forename(s) Matthew Robert

Surname Howard

3 Liquidator's address

Building name/number Anglia House 6 Central Avenue

Street St Andrews Business Park

Post town Thorpe St Andrew

County/Region Norwich

Postcode N R 7 0 H R

Country

4 Liquidator's name

Full forename(s) Stuart David

Surname Morton

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

5 Liquidator's address

Building name/number Anglia House 6 Central Avenue

Street St Andrews Business Park

Post town Thorpe St Andrew

County/Region Norwich

Postcode N R 7 0 H R

Country

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

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6 Period of progress report

From date	^d 1	^d 9	^m 0	^m 4	^y 2	^y 0	^y 1	^y 7
To date	^d 1	^d 8	^m 0	^m 4	^y 2	^y 0	^y 1	^y 8

7 Progress report

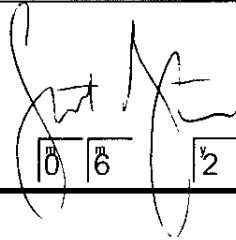
☒ The progress report is attached

8 Sign and date

Liquidator's signature

Signature

X



X

Signature date

^d 1	^d 3	^m 0	^m 6	^y 2	^y 0	^y 1	^y 8
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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 **Stuart David Morton**

Company name **Price Bailey LLP**

Address **6 Central Avenue**
St Andrews Business Park

Post town **Thorpe St Andrew**

County/Region **Norwich**

Postcode **N R 7 0 H R**

Country

DX

Telephone **01603 709330**



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

BLUE 32 UK LIMITED – IN CREDITORS' VOLUNTARY LIQUIDATION

LIQUIDATORS' PROGRESS REPORT TO CREDITORS AND MEMBERS

For the year ending 18 April 2018

STATUTORY INFORMATION

Company name:	Blue 32 UK Limited
Registered office:	Anglia House 6 Central Avenue St Andrews Business Park Thorpe St Andrew Norwich NR7 0HR
Former registered office:	Addison Farm Hindolveston Road Foulsham Norfolk NR20 5SQ
Registered number:	06345913
Joint Liquidators' names:	Matthew Robert Howard and Stuart David Morton
Joint Liquidators' address:	Anglia House, 6 Central Avenue, St Andrews Business Park, Thorpe St Andrew, Norwich, NR7 0HR
Date of appointment:	19 April 2017
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.

LIQUIDATORS' ACTIONS SINCE APPOINTMENT

Following my appointment as Joint Liquidator of the Company, the statutory requirements were completed which included filing the necessary notices at Companies House and HM Revenue & Customs and placing adverts in the London Gazette. Notice of my appointment was also sent to all other relevant parties.

Shortly after my appointment I was contacted by a creditor of the 'Preva' group of companies who was claiming a repairer's lien over 5 bulk trailers owned by Blue 32 UK Limited. I engaged

13 June 2018
Blue 32 UK Limited

Mr Edward Well FRICS, a chartered surveyor, to value the trailers and assist me in seeking a realisation of these assets. He advised that the outstanding debt totalled £12,223 whilst the trailers had an estimated to realise value of £9,800. It was possible to agree a commercial compromise with the repairer whereby the debt in relation to the 5 trailers would be written off and a further £250 consideration would be paid to the estate, with ownership of the trailers being transferred to the repairer.

As previously advised, Mr Wells had arranged a tender sale of the assets owned by the Company on instruction of the Directors prior to my appointment. A Grimme loader had failed to sell as part of the tender sale, which Mr Wells subsequently realised and remitted the funds to me.

A detailed review was carried out of the pre-appointment book debts and it was apparent that they would all either be subject to set-off claims against Company liabilities or would not be collected due to substantial sums being owed to the debtors by other group companies.

The Directors were contacted in relation to their outstanding loan accounts. Of the £488.43 outstanding on appointment, a total of £199.01 was disputed and satisfactory evidence was provided. The balance of £289.42 has been received.

The Company held a lease over premises at Hoveton, used by another Company in the 'Preva' group, which contributed to the property costs. The lease expired in July 2017 but for good measure, which formally disclaimed the lease on 30 August 2017.

The last date for proving was set for 16 February 2018 and creditors claims adjudicated upon. A couple of claims were partially rejected (see below) and adequate notice of this given to these creditors to allow them time to challenge my decision, had they wished to do so. A first and final dividend totalling £135,835.39 was declared and paid to creditors on 12 April 2018.

In addition to the above, there is certain work that I am required by the insolvency legislation to undertake work in connection with the liquidation that provides no financial benefit for the creditors. A description of the routine work undertaken since my appointment as Liquidator is contained in Appendix 1.

RECEIPTS AND PAYMENTS

My Receipts & Payments Account for the period from 19 April 2017 to 18 April 2018 is attached at Appendix 2.

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

ASSETS

Plant and Machinery

£2,650.00 was received from the sale of a Grimme Loader and 5 bulk trailers to Drury's Transport.

Cash at Bank

On the appointment of Liquidators, a balance of £148,872.47 was held in the firm's designated client account.

Book Debts

The statement of affairs stated that book debts had a book value of £19,463.68 with an estimated to realise value of £14,597.76. As described above there have been no realisations and none are expected.

Directors Loan Account

Directors loan accounts per the statement of affairs had a book and estimated to realise value of £488.43. Having reviewed and accepted additional evidence, £289.42 has been received in relation to the loan accounts.

Bank interest

£25.25 interest has been received on funds held in the account.

Intergroup Loan Accounts

Intergroup loan accounts had an uncertain estimated to realise value. As described above, there have been no realisations.

PAYMENTS

Agents / Valuers Fees

£600 was paid to Edward Wells FRICS for his assistance in valuing and realising the Grimme Loader and bulkers.

Statutory Advertising

£210.60 was paid to Timecut Ltd in relation to the statutory advertising required on appointment.

LIABILITIES

Secured Creditors

There are no secured creditors in this matter.

Preferential Creditors

There are no preferential creditors in this matter.

Crown Creditors

The statement of affairs included £28,483.80 owed to HMRC. HMRC's final claim of £52,715.35 has been received. During the adjudication of claims their claim was partially rejected (see below). They participated in the dividend and received a payment of £3,490.95 from the liquidation.

Non-preferential unsecured Creditors

The statement of affairs included 16 non-preferential unsecured creditors with an estimated total liability of £1,085,112.31. I have received claims from 4 creditors at a total of £1,125,648.92. I have not received claims from 13 creditors with original estimated claims in the statement of affairs of £1,802.18.

As described above, HMRC had submitted a claim of £52,715.35. Following a detailed review of the separate elements of their claim, after I rejected an amount of £24,111.56 because it related to a VAT assessment for a period after the Company had ceased to trade and PAYE claims for periods where the Company had no employees.

Tilia Business Park Limited had submitted a claim of £36,000.00 in the Liquidation. Following the review of the debtors ledger an amount was due from them of £5,883.42 and therefore their claim was reduced by this amount.

DIVIDEND PROSPECTS

A first and final dividend totalling £135,835.39 was paid to unsecured creditors on 11 April 2018.

INVESTIGATION INTO THE AFFAIRS OF THE COMPANY

I undertook an initial investigation into the Company's affairs to establish whether there were any potential asset recoveries or conduct matters that justified further investigation, taking account of the public interest, potential recoveries, the funds likely to be available to fund an investigation, and the costs involved. Specifically, I recovered, listed and reviewed the Company's accounting records; obtained and reviewed copy bank statements for the 6 months prior to the Company ceasing to trade from the Company's bankers; and compared the information in the Company's last set of accounts with that contained in the statement of affairs lodged in the liquidation and made enquiries about the reasons for the changes.

There were no matters that justified further investigation in the circumstances of this appointment.

Within three months of my appointment as Liquidator, I am required to submit a confidential report to the Secretary of State to include any matters which have come to my attention during the course of my work which may indicate that the conduct of any past or present Director would make them unfit to be concerned with the management of the Company. I would confirm that my report has been submitted.

LIQUIDATORS' REMUNERATION

My remuneration was approved on a time cost basis based on a fees estimate of £15,907.75. The fees estimate acts as a cap and I cannot draw remuneration in excess of that estimate without first seeking approval from the creditors. My total time costs to 18 April 2018 amount to £14,028.65, representing 87.75 of hours work at a blended charge out rate of £159.87 per hour. The actual blended charge out rate incurred is slightly higher than the estimated blended charge out rate of £148.05 in my fees estimate because of additional time being required by the Joint Liquidators for dealing with the previously unknown assets (Grimme loader and bulkers).

I have drawn £8,274 since my appointment as Liquidator. I do not currently anticipate needing to seek approval to draw fees in excess of my estimate.

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/>. A copy of 'A Creditors Guide to Liquidators' Fees' also published by R3, together with an explanatory note which shows Price Bailey LLP's fee policy are available at the link www.pricebailey.co.uk/creditors. Please note that there are different versions of the Guidance Notes and in this case you should refer to the April 2017 version.

LIQUIDATORS' EXPENSES

I have incurred expenses to 18 April 2018 of £417.15 of which £409.45 has been drawn.

I have incurred the following expenses in the period since my appointment:

Type of expense	Amount incurred/ accrued in the reporting period
Postage	£26.95
Statutory bonding	£320.00
Statutory advertising	£70.20

I have not incurred any category 2 disbursements to date.

I have used the following agents or professional advisors in the reporting period:

Professional Advisor	Nature of Work	Basis of Fees
Edward Wells	Valuer	Time costs

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 am satisfied that they are reasonable in the circumstances of this case.

13 June 2018
Blue 32 UK Limited

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 about Price Bailey LLP can be found at www.pricebailey.co.uk/legal.

SUMMARY

The Liquidation will remain open until the final VAT reclaim has been submitted and received, my final fees have been paid and the final report sent to Companies House. I estimate that this will take approximately 3 months and once resolved the Liquidation will be finalised and our files will be closed.

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 James Clarkson on 01603 709330, or by email at james.clarkson@pricebailey.co.uk.



S Morton MIPA MABRP
JOINT LIQUIDATOR

Authorised to act in the UK by the Insolvency Practitioners Association
For and on behalf of
PRICE BAILEY LLP

Appendix 1

1. Administration

- Case planning - devising an appropriate strategy for dealing with the case and giving instructions to the staff to undertake the work on the case.
- Setting up physical and electronic case files.
- Setting up the case on the practice's electronic case management system and entering data.
- Issuing the statutory notifications to creditors and other required on appointment as office holder, including gazetting the office holder's appointment.
- Obtaining a specific penalty bond.
- Convening and holding general meetings of creditors and members.
- Dealing with all routine correspondence and emails relating to the case.
- Opening, maintaining and managing the office holder's estate bank account.
- Creating, maintaining and managing the office holder's cashbook.
- Undertaking regular bank reconciliations of the bank account containing estate funds.
- Reviewing the adequacy of the specific penalty bond on a quarterly basis.
- Undertaking periodic reviews of the progress of the case.
- Overseeing and controlling the work done on the case by case administrators.
- Preparing, reviewing and issuing annual progress reports to creditors and members.
- Filing returns at Companies House.
- Preparing and filing VAT returns.
- Preparing and filing Corporation Tax returns.

2. Creditors

- Dealing with creditor correspondence, emails and telephone conversations regarding their claims.
- Maintaining up to date creditor information on the case management system.
- Issuing a notice of intended dividend and placing an appropriate gazette notice.
- Reviewing proofs of debt received from creditors, adjudicating on them and formally admitting them for the payment of a dividend.
- Requesting additional information from creditors in support of their proofs of debt in order to adjudicate on their claims.
- Calculating and paying a dividend to creditors, and issuing the notice of declaration of dividend.

3. Investigations

- Submit an online return on the conduct of the directors as required by the Company Directors Disqualification Act.

Blue 32 UK Limited
(In Liquidation)
Joint Liquidators' Summary of Receipts & Payments

Statement of Affairs £		From 19/04/2017 To 18/04/2018 £	From 19/04/2017 To 18/04/2018 £
	ASSET REALISATIONS		
	Plant & Machinery	2,650.00	2,650.00
14,597.76	Book Debts	NIL	NIL
162,658.56	Cash at Bank	148,872.47	148,872.47
488.43	Directors Loan Account	289.42	289.42
	Bank Interest Gross	25.25	25.25
Uncertain	Intergroup Loan Accounts	NIL	NIL
		151,837.14	151,837.14
	COST OF REALISATIONS		
	Agents/Valuers Fees (1)	600.00	600.00
		(600.00)	(600.00)
	COST OF ADMINISTRATION		
	Liquidator's Fees	8,274.00	8,274.00
	Liquidator's Expenses	409.45	409.45
	Statutory Advertising	210.60	210.60
		(8,894.05)	(8,894.05)
	UNSECURED CREDITORS		
(2,622.68)	Trade & Expense Creditors	3,708.35	3,708.35
Uncertain	Banks/Institutions	NIL	NIL
(28,483.80)	H M Revenue & Customs	3,490.95	3,490.95
(1,054,005.83)	Intergroup balances	128,636.09	128,636.09
		(135,835.39)	(135,835.39)
	DISTRIBUTIONS		
(10,000.00)	Ordinary Shareholders	NIL	NIL
		NIL	NIL
(917,367.56)		6,507.70	6,507.70
	REPRESENTED BY		
	VAT Receivable		1,736.69
	Bank 1 - Current IB		4,771.01
			6,507.70

BLUE 32 UK LIMITED
(In Creditors Voluntary Liquidation)

Time costs for the period 19 April 2017 to 18 April 2018

Classification of Work	Insolvency Practitioners		Managers		Administrators		Assistants and Support Staff		Total Hours	Time Cost	Average Hourly Rate
	Hours	Cost (£)	Hours	Cost (£)	Hours	Cost (£)	Hours	Cost (£)		£	£
Administration and Planning	10.35	3,596.35	0.70	112.75	13.35	1,741.30	22.75	1,019.70	47.15	6,470.10	137.22
Creditors & Members	4.00	1,339.75	0.00	0.00	9.10	1,217.00	6.30	277.20	19.40	2,833.95	146.08
Investigations	1.25	410.75	0.00	0.00	1.60	208.00	2.80	126.00	5.65	744.75	131.81
Realisation of Assets	9.70	3,271.00	0.00	0.00	3.40	443.60	1.20	54.00	14.30	3,768.60	263.54
Trading	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Pre-Appointment	0.25	81.25	0.00	0.00	1.00	130.00	0.00	0.00	1.25	211.25	169.00
Other Matters	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	266.89
Total	25.55	8,699.10	0.70	112.75	28.45	3,739.90	33.05	1,476.90	87.75	14,028.65	159.87
Average Hourly Rate, £	340.47		161.07		131.46		44.69				

**INFORMATION TO ASSIST CREDITORS IN MAKING AN INFORMED DECISION ON ANY
RESOLUTION SEEKING APPROVAL OF THE OFFICE HOLDERS REMUNERATION**

PRICE BAILEY LLP CHARGE OUT RATES

Our current charge-out rates which may be amended from time to time are as follows

POSITION	HOURLY CHARGE OUT RATE (£)
<u>Insolvency Practitioners</u>	
- Partner	370 - 465
- Non-Partner	325 - 410
<u>Managers</u>	
- Qualified Senior Manager	275 - 345
- Senior Manager	250 - 315
- Manager	225 - 285
<u>Administrators</u>	
- Senior Administrator	185 - 235
- Administrator	160 - 200
- Junior Administrator	130 - 165
<u>Assistants & Support Staff</u>	
- Assistant	45 - 125
- Cashiering	30 - 125
- Secretarial	30 - 40

Our remuneration and disbursements policy and details of our historic charge out rates can be viewed at www.pricebailey.co.uk/creditors

The Creditors' Guides to Fees can also be viewed at this web address. Hard copies can be made available upon request.

Should you require clarification on any of the above, do not hesitate to contact Price Bailey on 01603 709330