

The Insolvency Act 1986

Liquidator's Progress
Report

S. 192

Pursuant to section 192 of the
Insolvency Act 1986

To the Registrar of Companies

For official use

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Company Number

06365505

Name of Company

(a) Insert full
name of company

(a) Abstraction Ltd

(b) Insert full
name(s) and
address(es)We (b) Shane Biddlecombe & Gordon Johnston of HJS Recovery, 12-14
Carlton Place, Southampton, Hampshire SO15 2EAthe liquidator(s) of the company attach a copy of our Progress Report under
section 192 of the Insolvency Act 1986

Signed

Date 3 June 2013

Presenter's name,
address and
reference
(if any)

Liqu

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COMPANIES HOUSE

**Liquidators' Annual
Progress Report to
Creditors and
Members**

**Abstraction Ltd
- In Liquidation
3 June 2013**

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1 Introduction and Statutory Information

- 1 1 I, Shane Biddlecombe of HJS Recovery, was appointed as Joint Liquidator of Abstraction Ltd (the **Company**) together with my partner Gordon Johnston on 5 April 2012. This report provides an update on the progress in the liquidation for the year ended 4 April 2013.
- 1 2 The principal trading address of the Company was 3 Henley Way, Doddington Road, Lincolnshire LN6 3QR.
- 1 3 The registered office of the Company has been changed to C/o HJS Recovery, 12/14 Carlton Place, Southampton, Hampshire SO15 2EA and its registered number is 06365505.

2 Realisation of Assets

Cash at Bank

- 2 1 The sum of £14,565 has been received in respect of the credit balance held in the Company's bank account at the date of liquidation.

Gross Interest

- 2 2 The sum of £2 58 has been earned in respect of gross interest on the liquidation bank account.

3 Investigations

- 3 1 In accordance with the Company Directors Disqualification Act 1986 I have submitted a report on the conduct of the Directors of the Company to the Department for Business Innovation & Skills (**BIS**). As this is a confidential report, I am not able to disclose the contents.
- 3 2 Shortly after appointment, I made an initial assessment of whether there could be any matters that might lead to recoveries for the estate and what further investigations may be appropriate. This assessment took into account information provided by creditors either at the initial meeting or as a response to my request to complete an investigation questionnaire. My investigations have not revealed any issues requiring further report.

4 Creditors

Secured Creditors

- 4 1 There are no secured creditors in this matter.

Preferential Creditors

- 4 2 There are no preferential creditors in this matter

Unsecured Creditors

- 4 3 I have received claims totalling £3,592,029 70 from 6 creditors I have yet to receive claims from 4 creditors whose debts total £53,056 14 as per the directors' statement of affairs
- 4 4 I would confirm that no dividend to creditors will be made in this case

5 Liquidator's Remuneration

- 5 1 The Creditors approved that the basis of the Joint Liquidators' remuneration be fixed by reference to the time properly spent by the and their staff in managing the Liquidation
- 5 2 My time costs for the period 5 April 2012 to 4 April 2013 are £13,740 25 This represents 65 88 hours at an average rate of £208 56 per hour Attached as Appendix B is a Time Analysis which provides details of the activity costs incurred by staff grade during this period in respect of the costs fixed by reference to time properly spent by me in managing the Liquidation To date, £11,000 plus disbursements of £195 in respect of statutory advertising and £50 in respect of a specific bond has been drawn on account

Attached as Appendix C is additional information in relation to this firm's policy on staffing, the use of subcontractors, disbursements and details of our current charge-out rates by staff grade

- 5 5 The following activities have been undertaken

Administration and Planning

- Statutory duties associated with the appointment including the filing of relevant notices,
- Notification of appointment to creditors, members, and other interested parties,
- Reviewing available information to determine appropriate strategy,
- Setting up case files, and
- Setting up and maintaining bank accounts

Realisation of Assets

- Please refer to paragraph 2 of the report

Investigation

- Please refer to paragraph 3 of this report

Creditors

- Recording and maintaining the list of creditors,
- Recording creditor claims
- Reporting to creditors and
- Dealing with creditor queries

6 Creditors' rights

- 6 1 Within 21 days of the receipt of this report, a secured creditor, or an unsecured creditor (with the concurrence of at least 5% in value of the unsecured creditors) may request in writing that the Liquidator provide further information about his remuneration or expenses which have been itemised in this progress report
- 6 2 Any secured creditor, or an unsecured creditor (with the concurrence of at least 10% in value of the unsecured creditors) may within 8 weeks of receipt of this progress report make an application to court on the grounds that, in all the circumstances, the basis fixed for the Liquidator's remuneration is inappropriate and/or the remuneration charged or the expenses incurred by the Liquidator, as set out in this progress report, are excessive

7 Next Report

- 7 2 I am required to provide a further report on the progress of the liquidation within two months of the next anniversary of the liquidation, unless I have concluded matters prior to this, in which case I will write to all creditors with my final progress report ahead of convening the final meeting of creditors

Yours faithfully

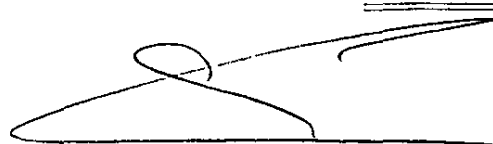


Shane Biddlecombe MABRP
Joint Liquidator

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Abstraction Ltd
(In Liquidation)
Joint Liquidators' Abstract of Receipts & Payments

Statement of Affairs		From 05/04/2012 To 04/04/2013	From 05/04/2012 To 04/04/2013
	ASSET REALISATIONS		
14,653 00	Cash at Bank	14,565 00	14,565 00
	Bank Interest Gross	2 58	2 58
		<u>14,567 58</u>	<u>14,567 58</u>
	COST OF REALISATIONS		
	Specific Bond	50 00	50 00
	Preparation of S of A	2,500 00	2,500 00
	Office Holders Fees	11,000 00	11,000 00
	Statutory Advertising	195 00	195 00
		<u>(13,745 00)</u>	<u>(13,745 00)</u>
	UNSECURED CREDITORS		
(665 03)	Trade & Expense Creditors	NIL	NIL
(339,400 00)	Ideal Consulting Ltd - In Liquidation	NIL	NIL
(33,200 00)	TJB Associates	NIL	NIL
(1,184 14)	OOH Media Holdings Limited	NIL	NIL
(640 00)	Contracting Solutions Group	NIL	NIL
(32,285 00)	HM Revenue & Customs	NIL	NIL
		<u>NIL</u>	<u>NIL</u>
	DISTRIBUTIONS		
(1,000 00)	Ordinary Shareholders	NIL	NIL
		<u>NIL</u>	<u>NIL</u>
<u>(393,721.17)</u>		<u>822.58</u>	<u>822.58</u>
	REPRESENTED BY		
	Vat Receivable		400 00
	Bank 1 Current		422 58
			<u>822.58</u>


 Shane Biddlecombe
 Joint Liquidator

TIME AND CHARGE OUT SUMMARIES

Hours							
Classification of work function	Insolvency Practitioner	Manager/ Senior Manager	Supervisor	Assistants & Support Staff	Total Hours	Time Cost	Average hourly rate
Administration & Planning	6 50	0 00	12.50	7 22	26 22	£4,897 00	£186 77
Investigations	9 50	0 00	13 20	0 00	22 70	£5,635 00	£248 24
Realisations of assets	0 50	0 00	0.70	0 25	1 45	£320 00	£220 69
Creditors	3 00	0 00	8 30	2.33	13 63	£2,675.00	£196 26
Tax reviews	0 00	0 00	0 00	1 88	1 88	£213 25	£113 43
Total	19.50	0 00	34 70	11 68	65.88	£13,740 25	£208 56
Current Chargeout rates	£350	£200 - £275	£150 - £175	£50 - £125			
Previous Chargeout rates	£275 - £500	£150 - £200	£125	£50 - £105			

Appendix C

ADDITIONAL INFORMATION IN RELATION TO LIQUIDATOR'S FEES

PURSUANT TO STATEMENT OF INSOLVENCY PRACTICE 9 (SIP9)

1 Policy

Detailed below is HJS Recovery's policy in relation to

- Staff allocation and the use of subcontractors
- Professional advisors
- Disbursements

1.1 *Staff allocation and the use of subcontractors*

Our general approach to resourcing our assignments is to allocate staff with the skills and experience to meet the specific requirements of the case

The constitution of the case team will usually consist of a Partner, Manager, Administrator and/or an Assistant. The exact constitution of the case team will depend on the anticipated size and complexity of the assignment and additional staff may be allocated to meet the demands of the case.

We are not proposing to utilise the services of any sub-contractors in this case.

1.2 *Disbursements*

Category 1 disbursements do not require approval by creditors. The type of disbursements that may be charged as a Category 1 disbursement to a case generally comprise of external supplies of incidental services specifically identifiable to the case, such as postage, case advertising, invoiced travel and external printing, room hire and document storage. Also chargeable will be any properly reimbursed expenses incurred by personnel in connection with the case.

Category 2 disbursements do require approval from creditors. These are costs which are directly referable to the appointment in question but are not payments which are made to an independent third party and may include shared or allocated costs that can be allocated to the

appointment on a proper and reasonable basis such as internal room hire, document storage or business mileage

We would confirm that this firm does not seek to charge any Category 2 disbursements

2 Charge-out rates

A schedule of HJS Recovery's charge-out rates for this assignment effective from 31 May 2011 is detailed below

	£
Insolvency Practitioners	350
Senior Managers & Managers	200 - 275
Supervisors	150 - 175
Administrators and Support Staff	50 - 125

Specialist departments within HJS accountants, such as Tax, VAT and Pensions, do sometimes charge a small number of hours to an assignment, should the Insolvency Partners require their expert advice. Their rates do vary however, the figures given below provide an indication of the rates charged per hour

	£
Directors	110 - 175
Senior Managers & Managers	82 - 120
Supervisors	42 - 70
Administrators and Support Staff	20 - 40

Please note that we reserve the right to amend these rates from time to time during the course of the assignment, however any material amendments to these rates will be advised to creditors in the next statutory report

Please note that this firm records its time in minimum units of 5 minutes