

WU07

Notice of progress report in a winding-up by the court



Companies House

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

1 Company details

Company number 0 6 4 1 4 8 4 5

Company name in full First IT Solutions Limited

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

2 Liquidator's name

Full forename(s) Alexander

Surname Kinninmonth

3 Liquidator's address

Building name/number Highfield Court

Street Tollgate

Post town Chandlers Ford

County/Region Eastleigh

Postcode S O 5 3 3 T Y

Country

4 Liquidator's name ①

Full forename(s)

Surname

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

5 Liquidator's address ②

Building name/number

Street

Post town

County/Region


Postcode

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 0	^d 2	^m 0	^m 3	^y 2	^y 0	^y 2	^y 0				
To date	^d 0	^d 1	^m 0	^m 3	^y 2	^y 0	^y 2	^y 1				
7	Progress report											
<input checked="" type="checkbox"/> The progress report is attached												
8	Sign and date											
Liquidator's signature	<div>Signature</div> <div>X  X</div>											
Signature date	^d 1	^d 3	^m 0	^m 4	^y 2	^y 0	^y 2	^y 1				

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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	Alexander Kinninmonth
Company name	RSM Restructuring Advisory LLP
Address	Highfield Court, Tollgate Chandlers Ford
Post town	Eastleigh
County/Region	
Postcode	S O 5 3 3 T Y
Country	
DX	
Telephone	023 8064 6464



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

FIRST IT SOLUTIONS LIMITED - IN LIQUIDATION

LIQUIDATORS' PROGRESS REPORT

FOR THE TWELVE MONTH PERIOD TO 1 MARCH 2021

THE POWER OF BEING UNDERSTOOD
AUDIT | TAX | CONSULTING



INTRODUCTION

Contact details

The key contacts at RSM in connection with this report are:

Primary office holder	Case administrator
Alexander Kinninmonth	Amy Slee
RSM Restructuring Advisory LLP	RSM Restructuring Advisory LLP
Highfield Court, Tollgate, Chandlers Ford	Highfield Court, Tollgate, Chandlers Ford
Eastleigh, SO53 3TY	Eastleigh, SO53 3TY
Tel: 023 8064 6464	Tel: 023 8064 6434

Basis of preparation

This report has been prepared to comply with the statutory requirements of the legislation to provide creditors with information relating to the progress of the liquidation. It should be read in conjunction with any previous reports that have been issued, copies of which are available on request.

This report has not been prepared for use in respect of any other purpose, or to inform any investment decision in relation to any debt or financial interest in the Company. Any estimated outcomes for creditors are illustrative and may be subject to revision and additional costs. They should not be used as the basis for any bad debt provision or any other purpose. Neither the Liquidators nor RSM Restructuring Advisory LLP accept any liability whatsoever arising as a result of any decision or action taken or refrained from as a result of information contained in this report. The Liquidators act as agents of the Company and without personal liability.

General guidance on the Liquidation process

You may also wish to note that profession's trade body, R3, have also produced general guidance on the different insolvency processes, which can be located at their website

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CONDUCT OF THE LIQUIDATION

Realisation of assets

Director's loan account

No payments have been received in respect of the loan account owed by the director, Mr Belmar, in the period since the last report. Due to circumstances surrounding COVID-19, the Joint Supervisors extended the term of Mr Belmar's IVA by 9 months. However, Mr Belmar was unable to put forward a variation to the IVA within this timeframe due to the pandemic which continues to affect his income. Mr Belmar is now reviewing whether third party funds can be raised to put forward a proposal, and a variation is expected in due course.

Receipts and payments

A summary of receipts and payments is attached. Receipts and payments are shown net of VAT, with any amount due to or from HMRC shown separately.

Investigations

All investigative matters have previously been reported.

Case specific matters

Time incurred in this respect involves the general liaison with the Company's director on matters not elsewhere classified.

Statutory and case management matters

The following work does not usually result in a financial return to creditors but is required by legislation, best practice and to ensure that the case is managed efficiently and effectively. Key work done in the period included:

Statutory requirements

- statutory filing
- preparing, review and issuing progress reports to creditors and other prescribed parties
- taxation matters, post-appointment VAT, pre-appointment VAT and tax returns, corporation and other post appointment tax returns and payments
- general taxation matters

Case management matters

- periodic case reviews, ongoing case planning and statutory, liaising with joint office holders
- maintaining and updating case management records
- dealing with routine correspondence not attributable to other categories of work
- maintenance of cashing records, bank accounts, receipts and payments, billing

The time costs incurred to date in dealing with these matters is set out in the attached analysis of time costs.

OUTSTANDING MATTERS

Assets remaining to be realised

The following assets remain to be realised.

Nature of asset	Book value (£)	Estimated to realise (£)	Estimated future costs (£)
Director's loan account	333,668	Uncertain	Uncertain

Other outstanding matters

The realisation of the director's loan account is the only outstanding matter to be dealt with.

CREDITORS' CLAIMS AND DIVIDEND PROSPECTS

Dividend prospects

	Owed (£)	Paid to date (£)	Estimated future prospects
Secured creditor: Lloyds Bank Commercial Finance Limited	351,148	NIL	Uncertain
Preferential creditors	N/A	N/A	N/A
Unsecured creditors	443,194	NIL	NIL
Estimated Net Property	N/A		
Estimated 'Prescribed Part' available for creditors	N/A		

Prescribed Part

The 'Prescribed Part' is a statutory amount set aside for unsecured creditors from funds ('Net Property') available to a Qualifying Floating Charge Holder ('QFCH'). The amount of Net Property is calculated on a sliding scale up to maximum £800,000 depending on when the floating charge was created and whether or not it is a first ranking floating charge.

Whilst there is a QFCH, it is estimated that they will receive no money and there is therefore no requirement to calculate the amount of the Prescribed Part.

Agreement of claims

Creditors' claims are usually only agreed if there is a likelihood of a dividend being made to that particular class of creditor.

In this case, as there is no likelihood of a dividend being paid to any class of creditor, other than the secured creditor, no work has been done to agree creditors' claims other than that necessary for the purposes of admitting claims for voting, where applicable.

Creditors whose debts are treated as a small debt in accordance with Rule 14.31(1) of the Insolvency (England and Wales) Rules 2016 must still deliver a proof of debt if they wish to vote. Rule 14.31(1) states that Office Holders may treat a debt, which is a small debt according

to the accounting records or the statement of affairs of the company, as if it were proved for the purposes of paying a dividend. Small debts are defined in Rule 14.1(3) as a debt (being the total amount owed to a creditor) which does not exceed £1,000.

Dividend payments

As noted above, there is unfortunately no likelihood of a dividend being paid to any class of creditor, other than the secured creditor, based on current information.

Creditor communication

The following work was done in the period to comply with legislation, best practice and to ensure creditors were kept informed.

- dealing with communication with creditors
- maintenance of schedules of creditors' claims

Creditors only derive an indirect financial return from this work on cases where a dividend is payable.

The time incurred in dealing with these matters during the period is set out in the attached post-appointment analysis of time costs.

JOINT LIQUIDATORS' FEES, COSTS AND EXPENSES

Guide to Liquidator's fees and expenses

A Guide to Liquidator's Fees, which provides information for creditors in relation to the fees and expenses of an Liquidator, can be accessed at [\[redacted\]](#) under 'general information for creditors'. A hard copy can be requested from this office by telephone, email or in writing. All fees, costs and expenses are subject to VAT.

Relevant Approving Body

The Unsecured creditors are the Relevant Approving Body and are responsible for approving the Liquidators' fee basis and, where applicable, 'Category 2' expenses. However, if a liquidation committee is established at any stage, this will become its responsibility and it will be the Relevant Approving Body.

Basis of Remuneration

Insolvency legislation allows a Liquidator to charge fees on one of, or a combination of, the following bases:

- as a percentage of the value of the property the Liquidator has to deal with (percentage basis);
- to the time spent by the Liquidator or their staff on the administration of the case (time cost basis);
- as a set amount (fixed fee basis) or
- a combination of the above (mixed fee basis).

The basis of the Liquidator's remuneration was approved by creditors on 27 April 2016 when the following resolution was passed:

"That in accordance with the fee proposal provided to creditors on 30 March 2016 the Liquidator shall be authorised to draw his remuneration (plus VAT) based upon their time costs limited to the sum of £17,975".

Approval was also given to the drawing of disbursements, including category 2 disbursements.

Remuneration Charged

Legislation requires that 'remuneration charged' is reported. Remuneration is charged when the work to which it relates is done. It does not mean the Liquidators' fees have been paid. Amounts paid to date, if any, are shown in the attached receipts and payments account.

During the period, the time costs incurred by the Liquidators, on the basis set out above, totalled £1,860. An analysis of time incurred in the period is attached. Time costs incurred since appointment total £32,192.

Further fee approval

The amount of fee that can be drawn is limited to the revised amount approved by the Relevant Approving Body, whether calculated on the basis of time in accordance with a fee estimate, or for a fixed amount or a percentage rate, cannot be further increased or the percentage rate changed, without their approval.

The Liquidators do not anticipate that it will be necessary to seek any further approval for additional fees.

Expenses and professional costs

The total costs and expenses estimated to be incurred by the Liquidators are set out below together with details of those incurred in the period. Amounts incurred in the period may include estimates where actual invoices have not been received. Amounts paid to date are shown in

the attached receipts and payments account. The quantum of costs and expenses is higher than the estimates previously provided to creditors because of the prolonged recovery of the director's loan account.

Category 1 expenses

These comprise external supplies of incidental services specifically identifiable to the insolvency estate. They do not require approval of the Relevant Approving Body prior to being paid.

Type of expense	Total estimated (£)	Incurred in period (£)
Bond	85	0
Statutory advertising	308	0
Website fee	8	0
Total	401	0

Category 2 expenses

These are costs which are not capable of precise identification or calculation, or that may include an element of shared or allocated costs. Payments to outside parties that the Liquidators, firm, or any associate has an interest, are also treated as 'Category 2' expenses. These expenses require the specific approval of the Relevant Approving Body before being paid from the insolvency estate.

The Relevant Approving Body has approved the payment of the 'Category 2' expenses, at the rates prevailing at the date they were incurred. Details of the current rates are set out below.

Type of expense	Total estimated (£)	Incurred in period (£)
Room hire (£100 per room)	0	0
Mileage (42.5p per mile)	0	0
Tracker reports (£10 per report)	0	0
Subsistence (£25 per night)	0	0
Total	0	0

Other professional costs

These costs are not subject to approval by the Relevant Approving Body. However, they are subject to review and approval by the Liquidators.

Creditors' right to information and ability to challenge remuneration and expenses

In accordance with legislation creditors have a right to request further information about remuneration or expenses and to challenge such remuneration or expenses.

If you wish to make a request for further information, then it must be made within 21 days of receipt of this report in writing by either by (i) any secured creditor or (ii) an unsecured creditor with the concurrence of at least 5% in value of the unsecured creditors.

Any secured creditor, or any unsecured creditor with either the concurrence of at least 10% in value of the unsecured creditors (including that creditor) or the permission of the court, may apply to court on the grounds that the remuneration charged, the basis fixed or expenses incurred by the liquidator are in all the circumstances excessive. Any such challenge must be made no later than eight weeks after receipt of the report which first discloses the charging of remuneration or incurring of the expenses in question.



Alexander Kinninmonth
RSM Restructuring Advisory LLP
Liquidator

Alexander Kinninmonth is licensed to act as an Insolvency Practitioner in the UK by the Institute of Chartered Accountants in England and Wales. Insolvency practitioners are bound by the Insolvency Code of Ethics which requires that all insolvency work is subject to an insolvency appointment.

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APPENDICES

A. STATUTORY INFORMATION

Company information		Liquidation information	
Company name:	First IT Solutions Limited	Court reference:	High Court of Justice No 441 of 2015
Company number	06414845	Liquidators:	Alexander Kinninmonth
Date of incorporation:	1 November 2007	Date of appointment:	2 March 2016
Trading name:	First IT Solutions Ltd	Liquidators:	Office holder
Trading address:	206 Turners Hill, Waltham Cross, Hertfordshire EN8 9DE		Alexander Kinninmonth
Principal activity:	Wholesale & Retail Trade; Repair Motor Vehicles, Motorcycles & Personal		RSM Restructuring Advisory LLP
Registered office:	RSM Restructuring Advisory LLP Highfield Court, Tollgate Chandlers Ford, Eastleigh, SO53 3TY		Highfield Court, Tollgate, Chandlers Ford, Eastleigh, SO53 3TY
Previous company names:	N/A		IP Number: 9019
Directors:	Manny Belmar		
Secretary:	N/A		

B. RECEIPTS AND PAYMENTS SUMMARY

**First IT Solutions Limited Trading As: First IT Solutions Ltd
In Liquidation
Liquidators' Summary of Receipts & Payments**

Statement of Affairs £		From 02/03/2020 To 01/03/2021 £	From 02/03/2016 To 01/03/2021 £
	ASSET REALISATIONS		
	Deposit on Creditors Petition	NIL	1,250.00
1 00	Director's Loan Account	NIL	NIL
		NIL	1,250.00
	COST OF REALISATIONS		
	Bank Charges	88.00	440.00
	Official Receivers Remuneration	NIL	2,400.00
	Shorthand Writer Charge	NIL	15.93
		(88.00)	(2,855.93)
	UNSECURED CREDITORS		
(360,147.88)	Banks/Institutions	NIL	NIL
(88,955.51)	HM Revenue and Customs	NIL	NIL
(345,238.27)	Trade & Expense Creditors	NIL	NIL
		NIL	NIL
	DISTRIBUTIONS		
(1.00)	Ordinary Shareholders	NIL	NIL
		NIL	NIL
(794,341.66)		(88.00)	(1,605.93)
	REPRESENTED BY		
	Insolvency Service Account (ISA)		(1,605.93)
			(1,605.93)

Note.

1. The company is VAT registered.

2. Funds are held in an interest bearing account with The Insolvency Service.

C. POST-APPOINTMENT TIME ANALYSIS

Liquidator's post appointment time cost analysis for the period 2 March 2020 to 1 March 2021

APPROVED BY REPORTING LIQUIDATOR
First IT Solutions Ltd
 107, Newby Road, Colnebury Lodge, Colne
 Period covered: 10/03/2020 to 01/03/2021

From	Statutory Requirements									
Jan 2003	Creditors/shareholders decisions, meetings & reports	0.0	1.0	0.0	0.0	4.0	0.0	5.0	£ 1,095.00	229.00
	Taxation	0.0	0.0	0.0	0.2	0.0	0.0	0.2	£ 53.00	265.00
	Total	0.0	1.0	0.0	0.2	4.0	0.0	5.2	£ 1,148.00	229.77
	Administration and Planning									
	Case Management	0.0	0.5	0.4	0.0	1.8	0.0	2.7	£ 633.50	271.67
	Cashiering	0.0	0.0	0.0	0.0	0.4	0.0	0.4	£ 78.00	195.00
	Total	0.0	0.5	0.4	0.0	2.2	0.0	3.1	£ 711.50	229.52
	Total Hours (From Jan 2003)	0.0	1.5	0.4	0.2	6.2	0.0	8.3	£ 1,859.50	224.04
	Total Time Cost (From Jan 2003)	£ 0.00	£ 758.50	£ 130.00	£ 53.00	£ 918.00	£ 0.00	£ 1,859.50		
Total Hours		0.0	1.5	0.4	0.2	6.2	0.0	8.3	£ 1,859.50	224.04
Total Time Cost		£ 0.00	£ 758.50	£ 130.00	£ 53.00	£ 918.00	£ 0.00	£ 1,859.50		
Average Rates		0.00	505.67	325.00	265.00	148.06	0.00	224.04		