

LIQ03

Notice of progress report in voluntary winding up



Companies House

TUESDAY



A08 *A8C9M8RE*
20/08/2019 #148
COMPANIES HOUSE

1 Company details

Company number 0 6 4 5 5 5 0 6

Company name in full ABC-ICT Limited

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

2 Liquidator's name

Full forename(s) Alan

Surname Fallows

3 Liquidator's address

Building name/number 1 City Road East

Street Manchester

Post town

County/Region

Postcode M 1 5 4 P N

Country

4 Liquidator's name ①

Full forename(s) Peter James

Surname Anderson

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

5 Liquidator's address ②

Building name/number 1 City Road East

Street Manchester

Post town

County/Region

Postcode M 1 5 4 P N

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 2	^d 9	^m 0	^m 6	^y 2	^y 0	^y 1	^y 8
To date	^d 2	^d 8	^m 0	^m 6	^y 2	^y 0	^y 1	^y 9

7 Progress report

☒ The progress report is attached

8 Sign and date

Liquidator's signature

Signature

X 

X

Signature date

^d 1	^d 6	^m 0	^m 8	^y 2	^y 0	^y 1	^y 9
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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	Troy Tull
Company name	Kay Johnson Gee Corporate Recovery Limited
Address	1 City Road East Manchester
Post town	
County/Region	
Postcode	M 1 5 4 P N
Country	
DX	
Telephone	0161 832 6221

**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.

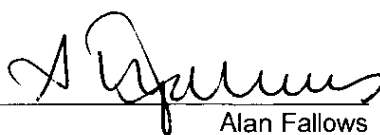
**Further information**

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

ABC-ICT Limited
(In Liquidation)
Joint Liquidators' Summary of Receipts & Payments
To 28/06/2019

S of A £		£	£
	ASSET REALISATIONS		
400.00	Computer Equipment	NIL	
Uncertain	Plant and Machinery	NIL	
NIL	Fixtures and Fittings	NIL	
750.00	Motor Vehicles	NIL	
NIL	Stock	NIL	
2,278.82	Book Debts	NIL	
6,209.28	Cash at Bank	7,200.00	7,200.00
	COST OF REALISATIONS		
	Statement of Affairs Fee	6,000.00	
	Agents/Valuers Fees (1)	200.00	
	Insurance of Assets	262.30	(6,462.30)
	PREFERENTIAL CREDITORS		
(776.26)	BEIS Preferential Claim	NIL	NIL
	UNSECURED CREDITORS		
(18,626.66)	BEIS Non-Preferential Claims	NIL	
(40,000.00)	Directors' Loans	NIL	
(104,000.00)	HM Revenue & Customs (PAYE/NIC)	NIL	
(2,500.00)	HM Revenue & Customs (VAT)	NIL	NIL
	DISTRIBUTIONS		
(100.00)	Ordinary Shareholders	NIL	NIL
(156,364.82)			737.70
	REPRESENTED BY		
	Vat Receivable		40.00
	Current A/c		697.70
			737.70


 Alan Fallows
 Joint Liquidator

Joint Liquidators' Annual Progress Report to Creditors & Members

**ABC-ICT Limited
- In Liquidation**

28 June 2019

ABC-ICT LIMITED - IN LIQUIDATION

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ABC-ICT LIMITED - IN LIQUIDATION

1 Introduction and Statutory Information

- 1.1 I, Alan Fallows, together with Peter James Anderson of Kay Johnson Gee Corporate Recovery Limited, 1 City Road East, Manchester, M15 4PN, was appointed as Joint Liquidator of ABC-ICT Limited ("the Company") on 29 June 2018. This progress report covers the period from 29 June 2018 to 28 June 2019 ("the Period") and should be read in conjunction with any previous progress reports which have been issued.
- 1.2 Information about the way that we will use, and store personal data on insolvency appointments can be found at www.kjgcr.com/privacy-policy. If you are unable to download this, please contact us and a hard copy will be provided to you.
- 1.3 The principal trading address of the Company was 81 Barnehurst Road, Bexleyheath, Swanscombe, Kent, DA7 6HD.
- 1.4 The registered office of the Company has been changed to c/o Kay Johnson Gee Corporate Recovery Limited, 1 City Road East, Manchester, M15 4PN and its registered number is 06455506.

2 Progress of the Liquidation

- 2.1 This section of the report provides creditors with an update on the progress made in the liquidation during the Period and an explanation of the work done by the Joint Liquidators and their staff.
- 2.2 At Appendix A is my receipts and payments account for the Period.

Administration (including statutory compliance & reporting)

- 2.3 An office holder must comply with certain statutory obligations under the Insolvency Act 1986 and other related legislation. Details about the work I anticipated would need to be done in this area was outlined to creditors in my initial fees estimate/information.
- 2.4 Where the costs of statutory compliance work or reporting to creditors exceeds the initial estimate, it will usually be because the duration of the case has taken longer than anticipated, possibly due to protracted asset realisations, which have in turn placed a further statutory reporting requirement on the Liquidators.
- 2.5 As noted in my initial fees estimate/information, this work will not necessarily bring any financial benefit to creditors, but is required on every case by statute.

Realisation of Assets

Computer Equipment and Motor Vehicles

- 2.6 The Director's statement of affairs detailed computer equipment and a motor vehicle with estimated to realise values of £400 and £750 respectively. Iain Gash of GTC Appraisals ("the Agent") was instructed to value the assets and advise on the best course of action for realisations.
- 2.7 The Agent advised that an in-situ sale would be the best strategy, as the costs of uplift, storage and sale would outweigh any potential realisations. The Director expressed his interest in purchasing the assets, however no offer was received. The Agent and the Liquidators' attempted to contact the Director on several occasions, requesting him to submit his offer, but no response was received.
- 2.8 The Liquidators have recently been informed that the Director has passed away after a period of ill health, investigations into the whereabouts of the assets are ongoing.

ABC-ICT LIMITED - IN LIQUIDATION

Plant and Machinery

- 2.9 The Directors statement of affairs detailed Plant and Machinery with an estimate to realise value of uncertain. The Director stated this entry was made in error and did not represent any realisable assets. The Liquidators requested delivery of the Company's books and records to undertake further investigations to establish the nature of the entry. However, no books and records have been delivered to date.

Stock

- 2.10 The Company's stock consisted of spare computer parts and equipment that was stored at the Company's trading premises. The Agent was instructed to value the stock and advise on the best course of action for realisations.

Fixtures and Fittings

- 2.11 The Company's accounts contained fixtures and fittings with a book debt value of £1. The Director stated this entry was made in error and did not represent any realisable assets. The Liquidators requested delivery of the Company's books and records to undertake further investigations to establish the nature of the entry. However, no books and records have been delivered to date.
- 2.12 The Agent advised that due to the age and condition of the stock, the costs of uplifting, and selling the assets would far outweigh any potential realisations and therefore the Stock was abandoned.

Book Debts

- 2.13 The Company's book debt ledger was estimated to realise £2,278.82 at the date of the statement of affairs. The Director continued to collect the book debts prior to the Liquidators appointment and the funds were paid into the Company's account. The Director advised that at the date of the Liquidators appointment, the ledger stood at £666 made up of 3 debtors. The Liquidator requested for the Director to supply copy invoices and supporting documents however no response was received. Due to this, no further realisations are expected.

Cash in Hand

- 2.14 Prior to the Liquidators appointment the Director transferred the Company's cash at bank to the proposed Liquidators client account to avoid the deduction of bank charges and other costs. I can confirm the balance of £7,200 was paid and the funds have now been transferred into the estate.

Creditors (claims and distributions)

- 2.15 Further information on the anticipated outcome for creditors in this case can be found at section 3 of this report. The Liquidators are not only required to deal with correspondence and claims from unsecured creditors (which may include retention of title claims), but also those of any secured and preferential creditors of the Company. This may involve separate reporting to any secured creditor and dealing with distributions from asset realisations caught under their security, most typically a debenture.
- 2.16 Claims from preferential creditors typically involve employee claims and payments made on behalf of the Company by the Redundancy Payments Service following dismissal.
- 2.17 The above work will not necessarily bring any financial benefit to creditors generally, however the Liquidators are required by statute to undertake this work. Similarly, if a distribution is to be paid to any class of creditor, work will be required to agree those claims and process the dividend payments to each relevant class of creditor. The more creditors a company has, the more time and cost will be involved by the Liquidators in dealing with those claims.

ABC-ICT LIMITED - IN LIQUIDATION

2.18 I consider the following matters worth noting in my report to creditors at this stage:

- There are approximately 7 unsecured creditor claims in this case with a value per the director(s) statement of affairs of £165,371.28.
- I have dealt with the claims of 3 employees.
- I anticipate claims from preferential creditors totalling £531.64.

Investigations

- 2.19 Some of the work the Liquidators are required to undertake is to comply with legislation such as the Company Directors' Disqualification Act 1986 (**CDDA 1986**) and Statement of Insolvency Practice 2 – Investigations by Office Holders in Administration and Insolvent Liquidations and may not necessarily bring any financial benefit to creditors, unless these investigations reveal potential asset recoveries that the Liquidators can pursue for the benefit of creditors.
- 2.20 I can confirm that I have submitted a report on the conduct of the Directors of the Company to the Department for Business, Energy & Industrial Strategy under the CDDA 1986. As this is a confidential report, I am unable to disclose the contents.
- 2.21 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 any information provided by creditors.
- 2.22 My investigations revealed various large unexplained payments and personal expenditure made from the Company's current account. The Liquidator wrote to the Director on several occasions requesting him to provide supporting documentation to explain why these payments were made. No response was received and legal advisors were appointed to provide advice and pursue the Director further. The Liquidators have subsequently been notified that the Director has passed away after a period of ill health and all actions have been suspended.

Matters still to be dealt with

- 2.23 The Liquidation remains open to enable the Liquidators to close the Company's NEST pension scheme. Once the pension scheme has been closed down, the Liquidators will commence closure proceeding and obtain their release from office.

3 Creditors

Secured Creditors

- 3.1 The Company has no secured creditors.

Preferential Creditors

- 3.2 A summary of preferential claims is detailed below:

Preferential claim	Agreed Claim £	Statement of Affairs Claim £	Dividend paid p in the £1
Employee claims (Total number of claims = 3	Nil	531.64	Nil

- 3.3 I would confirm that it is anticipated there will be insufficient funds realised after defraying the expenses of the liquidation to pay a dividend to preferential creditors.

ABC-ICT LIMITED - IN LIQUIDATION

Unsecured Creditors

- 3.4 I have received claims totalling £138,128 from 3 creditors. I have yet to receive claims from 4 creditors whose debts total £19,402.92 as per the Company's statement of affairs.
- 3.5 No floating charges were granted to secured creditors by the Company. Accordingly, there is no requirement under s176A of the Insolvency Act 1986 to create a fund out of the Company's net floating charge property for unsecured creditors, known as the Prescribed Part.
- 3.6 I would confirm that it is anticipated there will be insufficient funds realised after defraying the expenses of the liquidation to pay a dividend to unsecured creditors.

4 Joint Liquidators' Remuneration

- 4.1 The Creditors approved that the basis of the Liquidators' remuneration be fixed by reference to the time properly spent by them and their staff in managing the Liquidation. My fees estimate/information was originally provided to creditors when the basis of my remuneration was approved and was based on information available to me at that time.
- 4.2 A copy of my original fees estimate is attached at Appendix D.
- 4.3 My time costs for the Period are £7,898.76. This represents 37.63 hours at an average rate of £209.89 per hour. Attached as Appendix B is a time analysis which provides details of the activity costs incurred by staff grade during the Period in respect of the costs fixed by reference to time properly spent by me in managing the liquidation. To date, no fees have been drawn and disbursements of £462.30 has been drawn on account.
- 4.4 At the date of this report, I would confirm that my fees estimate for the liquidation remains unchanged. This is because I intend restricting the Liquidators' time costs to be drawn from the estate to the level of my estimate and as a result, any time incurred in excess of this will not be borne by creditors.
- 4.5 A copy of 'A Creditors' Guide to Liquidators' Fees' is available on request or can be downloaded from <https://www.r3.org.uk/what-we-do/publications/professional/fees>.
- 4.6 Attached as Appendix C is additional information in relation to the Liquidators' fees, expenses and disbursements, including where relevant, information on the use of subcontractors and professional advisers.

5 Creditors' Rights

- 5.1 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 Liquidators provide further information about their remuneration or expenses which have been itemised in this progress report.
- 5.2 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 Liquidators' remuneration is inappropriate and/or the remuneration charged or the expenses incurred by the Liquidators, as set out in this progress report, are excessive.

ABC-ICT LIMITED - IN LIQUIDATION

6 Next Report

- 6.1 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 account.
- 6.2 If you have any queries in relation to the contents of this report, Troy Tull of my office can be contacted by telephone on 0161 212 8406 or by email at troytull@kjgcr.com.

Yours faithfully



Alan Fallows
Joint Liquidator

ABC-ICT Limited
(In Liquidation)
Joint Liquidators' Summary of Receipts & Payments
To 28/06/2019

S of A £		£	£
	ASSET REALISATIONS		
400.00	Computer Equipment	NIL	
Uncertain	Plant and Machinery	NIL	
NIL	Fixtures and Fittings	NIL	
750.00	Motor Vehicles	NIL	
NIL	Stock	NIL	
2,278.82	Book Debts	NIL	
6,209.28	Cash at Bank	7,200.00	
			7,200.00
	COST OF REALISATIONS		
	Statement of Affairs Fee	6,000.00	
	Agents/Valuers Fees (1)	200.00	
	Insurance of Assets	262.30	
			(6,462.30)
	PREFERENTIAL CREDITORS		
(776.26)	BEIS Preferential Claim	NIL	
			NIL
	UNSECURED CREDITORS		
(18,626.66)	BEIS Non-Preferential Claims	NIL	
(40,000.00)	Directors' Loans	NIL	
(104,000.00)	HM Revenue & Customs (PAYE/NIC)	NIL	
(2,500.00)	HM Revenue & Customs (VAT)	NIL	
			NIL
	DISTRIBUTIONS		
(100.00)	Ordinary Shareholders	NIL	
			NIL
(156,364.82)			737.70
	REPRESENTED BY		
	Vat Receivable		40.00
	Current A/c		697.70
			737.70



Alan Fallows
Joint Liquidator

Time Entry - SIP9 Time & Cost Summary

ABC101 - ABC-ICT Limited
All Post Appointment Project Codes
From: 29/06/2018 To: 28/06/2019

Classification of Work Function	Partner	Manager	Other Senior Professionals	Assistants & Support Staff	Assistant Manager	Senior Administrator	Total Hours	Time Cost (£)	Average Hourly Rate (£)
Admin & Planning	0.15	0.00	0.00	12.63	1.00	0.00	13.78	3,121.76	226.49
Case Specific	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Cashiering	0.00	0.00	0.00	1.50	0.00	0.00	1.50	165.00	110.00
Creditors	0.00	0.00	0.00	3.60	0.00	0.00	3.60	747.00	207.50
Investigation	0.00	0.00	0.50	13.30	0.00	0.00	13.80	3,106.00	225.07
Realisation of Assets	0.00	0.00	0.25	4.70	0.00	0.00	4.95	759.00	153.33
Statutory Compliance	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Trading	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Total Hours	0.15	0.00	0.75	35.73	1.00	0.00	37.63	7,898.76	209.89
Total Fees Claimed								0.00	
Total Disbursements Claimed								0.00	

Appendix D

Additional Information in Relation to the Joint Liquidators' Fees, Expenses & Disbursements

1 Staff Allocation and the Use of Sub-Contractors

- 1.1 The general approach to resourcing our assignments is to allocate staff with the skills and experience to meet the specific requirements of the case.
- 1.2 The constitution of the case team will usually consist of a Partner, a Manager, and an Administrator or Assistant. The exact constitution of the case team will depend on the anticipated size and complexity of the assignment and the experience requirements of the assignment.
- 1.3 We are not proposing to utilise the services of any sub-contractors in this case.
- 1.4 On this assignment we have used the professional advisors listed below. We have also indicated alongside, the basis of our fee arrangement with them, which is subject to review on a regular basis.

Name of Professional Advisor	Basis of Fee Arrangement
Willis Tower Watson (insurance)	Hourly rate and disbursements
GTC Appraisals (valuation and disposal advice)	Hourly rate and disbursements

- 1.5 Our choice was based on our perception of their experience and ability to perform this type of work, the complexity and nature of the assignment and the basis of our fee arrangement with them.

2 Joint Liquidators' Expenses & Disbursements

- 2.1 The estimate of expenses (including disbursements) which were anticipated at the outset of the liquidation was provided to creditors when the basis of my fees was approved, a copy of which is set out below:

Expense	Estimated cost £
Agents' costs	200.00 plus VAT
Insurance	200.00 plus VAT
Statutory advertising	71.15 plus VAT
Specific penalty bond	45.00 plus VAT
External storage of company's books and records	25.00 plus VAT

Current position of Joint Liquidators' expenses

- 2.2 An analysis of the expenses paid to the date of this report, together with those incurred but not paid at the date of this report is provided below:

	Paid in prior period £	Paid in the period covered by this report £	Incurred but not paid to date £	Total anticipated cost £
Agents' costs	0.00	200.00	0.00	200.00
Insurance	0.00	262.30	0.00	262.30
Statutory advertising	0.00	0.00	142.30	142.30
Specific penalty bond	0.00	0.00	45.00	45.00
External storage of books & records	0.00	0.00	25.00	25.00
Bank charges	0.00	0.00	10.00	10.00

ABC-ICT LIMITED - IN LIQUIDATION

- 2.3 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. These disbursements are included in the tables of expenses above.
- 2.4 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. Details of Category 2 disbursements charged by this firm (where appropriate) were provided at the time the Liquidators' fees were approved by creditors. Any Category 2 disbursements incurred are specifically highlighted in the tables of expenses above.

3 Charge-Out Rates

- 3.1 Kay Johnson Gee Corporate Recovery Limited's current charge-out rates effective from 1 October 2018 are detailed below:

Staff Grade	£ (Per hour)
Appointment Takers	450
Managers	300 to 360
Administrator / Senior Administrator	220 to 250
Cashier / Support Staff	110 to 180

- 3.2 Please note this firm records its time in minimum units of 6 minutes.
- 3.3 Kay Johnson Gee Corporate Recovery Limited's charge-out rates effective from 1 November 2016 to 30 September 2018 are detailed below:

Staff Grade	£ (Per hour)
Partner	395
Senior Manager	330
Manager	300
Assistant Manager	275
Senior Administrator	250
Administrator	220
Cashier/ Support Staff	130

**Estimate of Fees and Expenses for
ABC-ICT Limited (In Liquidation)
To 29/06/2018**

	Total Hours	Avg Hourly Rate £	Time Cost £	Disbursements £	Expenses £
Classification of Work Function					
Admin & Planning					
Appointment Notification/Formalities	5.00	319.00	1,595.00		
Case Filing	1.50	216.67	325.00		
Case Planning	2.00	347.50	695.00		
File Maintenance and Case Review	3.00	290.00	870.00		
Meeting/Phone Call/Discussion	2.00	300.00	600.00		
Statutory Reporting	8.00	149.69	1,197.50		
Cashiering					
Cashiering/Invoicing	2.00	285.00	570.00		
Creditors					
Employee	6.00	253.33	1,520.00		
General Communication	1.50	300.00	450.00		
H M Revenue & Customs	3.00	100.00	300.00		
Postage/Mail	1.00	175.00	175.00		
Unsecured Creditors	2.00	323.75	647.50		
Investigation					
CDDA Reporting	5.00	199.50	997.50		
Investigating antecedent transactions	3.00	295.00	885.00		
Investigation					
Online completion & Submission of CDDA	1.25	319.00	398.75		
Investigation					
SIP 2 Review	8.75	223.00	1,951.25		
Realisation of Assets					
Agents/Solicitors	1.00	395.00	395.00		
Realisation of Assets					
Bank Reconciliation	1.00	175.00	175.00		
Realisation of Assets					
Banking/Cashiering	5.00	219.00	1,095.00		
Identifying, Securing & Insuring Assets	4.00	173.75	695.00		
	<u>66.00</u>	<u>235.42</u>	<u>15,537.50</u>		
Disbursements					
Category 1 Disbursements				182.40	
Category 2 Disbursements				0.00	
				<u>182.40</u>	
Expenses (*)					
					<u>0.00</u>
Totals	<u>66.00</u>	<u>235.42</u>	<u>15,537.50</u>	<u>182.40</u>	<u>0.00</u>

(*) Details of the expenses the IP considers will be, or are likely to be, incurred during the period of this estimate.

Details of estimated disbursements that will be paid during the period of this estimate.

Category 1 Disbursements

Category 1 Disbursements	<u>182.40</u>
	<u>182.40</u>

Estimate of Fees and Expenses for ABC-ICT Limited (In Liquidation)

Notes:

1. Category 1 Disbursements are payable without prior approval as they are payments to independent parties e.g. advertising, room hire, storage, travel expenses
2. Category 2 Disbursements are costs directly referable to the appointment e.g. Postage, Printing & Stationery, Mileage but as they are not to an independent third party they require approval in the same manner as the fee
3. The figures provided for Expenses are as accurate as possible based on the information available at this time. No prior approval is required for the payments of the expenses as they are regarded as a cost of the administration of the estate
4. Further approval will be sought from the creditors' committee or creditors if the circumstances of the case indicate that the above fee estimate is likely to be exceeded
5. The above estimates are all exclusive of VAT