

Liquidator's Progress Report

S.192

Pursuant to Sections 92A and 104A and 192
of the Insolvency Act 1986

To the Registrar of Companies

Company Number

06463160

Name of Company

Abbey Security Ltd

I / We
Nedim Ailyan
142-148 Main Road
Sidcup
Kent
DA14 6NZ

the liquidator(s) of the company attach a copy of my/our Progress Report
under section 192 of the Insolvency Act 1986

The Progress Report covers the period from 26/11/2012 to 25/11/2013

Signed

Date

9.1.14

Abbott Fielding Limited
142-148 Main Road
Sidcup
Kent
DA14 6NZ

Ref ABBE001/NPA/RFD/CV

WEDNESDAY



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22/01/2014

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COMPANIES HOUSE

Abbey Security Ltd.
(In Liquidation)
Liquidator's Abstract of Receipts & Payments

Statement of Affairs		From 26/11/2012 To 25/11/2013
	SECURED ASSETS	
	Book Debts	7,244 50
		<u>7,244 50</u>
	ASSET REALISATIONS	
1,000 00	Goodwill	1,000 00
NIL	Motor Vehicles	NIL
	Bank Interest Gross	0 67
		<u>1,000 67</u>
	COST OF REALISATIONS	
	Preparation of S of A	3,500 00
	Liquidator's Remuneration	2,500 00
	Office Holders Expenses	425 11
		<u>(6,425 11)</u>
	PREFERENTIAL CREDITORS	
(39,807 40)	Employee Arrears/Hol Pay	NIL
		<u>NIL</u>
	UNSECURED CREDITORS	
(4,621 50)	Trade & Expense Creditors	NIL
(61,346 45)	Employees	NIL
(9,067 72)	HSBC Bank Plc	NIL
(369,565 01)	HM Revenue and Customs - PAYE an	NIL
(39,894 87)	HM Revenue and Customs - VAT	NIL
		<u>NIL</u>
	DISTRIBUTIONS	
(100 00)	Ordinary Shareholders	NIL
		<u>NIL</u>
(523,402.95)		<u>1,820.06</u>
	REPRESENTED BY	
	Vat Receivable	1,267 69
	Bank 1 Current	752 37
	Vat Payable	(200 00)
		<u>1,820.06</u>

I would therefore advise as follows

STATUTORY INFORMATION

Company Name	Abbey Security Ltd
Company Number	06463160
Current Registered Office	142/148 Main Road, Sidcup, Kent, DA14 6NZ
Former Registered Office	364-368 Cranbrook Road, Gants Hill, Ilford, Essex, IG2 6HY
Trading address	50A High Street, Sittingbourne, Kent, ME10 4PB
Office Holder(s) / Numbers	Nedim Ailyan (9072)
Liquidator's Date of Appointment	26 November 2012

ASSET REALISATIONS

Book Debts

The company operated a factoring agreement with Bibby Financial Services Ltd ("Bibby") and subsequent to my appointment Bibby advised that their collection activities remain ongoing. In January 2013, Bibby advised that these collection activities had been concluded and transferred surplus funds totalling £7,244 50 to the liquidation. Bibby also reassigned debts totalling £10,321 88 for the benefit of the liquidation. At the time of this report, my collection activities in respect of the reassigned debts remain ongoing.

Goodwill

As disclosed in the director's estimated statement of affairs ("ESoA"), presented to the first meeting of creditors, the company's accounts for the year ended 31 December 2010 provided that the company had goodwill of £6,435. After allowing for amortisation, the goodwill had an estimated book value of £5,065 at the time of liquidation. The goodwill related to the amount paid in connection with the acquisition of the business in 2010.

ABI Security [sic] Services Ltd ("ABI"), a company of which Steven Suri is a director, made an offer to purchase the goodwill of the business from the liquidator for a sum of £1,000 plus VAT. It was not deemed necessary to obtain a professional valuation of the goodwill and as such, this offer was accepted. ABI made payment in full on 11 December 2012.

ABI did not take independent advice on the transaction and acknowledged that any discussion of the matter with Abbott Fielding was with a view to realising the best price for the assets of Abbey Security Services Ltd.

Motor Vehicles

As disclosed in the director's ESoA, the company's accounts for the year ended 31 December 2010 provided that the company held motor vehicles with a book value of £18,594. After allowing for depreciation, these items would have had an estimated net book value of £10,750 at the time of liquidation. The director advised me that this related to two vehicles on hire purchase and two vehicles which were owned outright. He further advised that one of the hire purchase vehicles was written off and the other three vehicles were sold to staff members in 2011. There have therefore been no realisations made in this respect.

Bank Interest Gross

Bank interest of 76p has been received in the period, on funds held in the liquidation bank account.

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PRE-APPOINTMENT REMUNERATION

The creditors previously authorised the payment of a fee of £3,500 plus VAT, plus disbursements, for assistance with the statement of affairs, producing and circulating the notices for the meetings of members and creditors prior to my appointment at a meeting held on 26 November 2012. The fee for the statement of affairs and meetings was paid from first realisations on appointment and is shown in the attached receipts and payments account

LIQUIDATOR'S REMUNERATION

My remuneration was previously authorised by creditors at a meeting held on 26 November 2012 to be drawn on a time cost basis. I attach with this report a summary of my firm's costs for the period from 26 November 2012 to 25 November 2013, which total £5,985 00 representing 28.40 hours at an average charge out rate of £210 74 and to date I have drawn £2,500 00 on account of these time costs. A creditors' guide to liquidators' fees can be obtained from Abbott Fielding or from our website at <http://www.abbottfielding.co.uk>

A description of the routine work undertaken in the liquidation to date is as follows

- 1 Administration and Planning
 - Preparing the documentation and dealing with the formalities of appointment
 - Statutory notifications and advertising
 - Preparing documentation required
 - Dealing with all routine correspondence
 - Maintaining physical case files and electronic case details on IPS
 - Review and storage
 - Case bordereau
 - Case planning and administration
 - Preparing reports to members and creditors
 - Convening and holding meetings of members and creditors
- 2 Cashiering
 - Maintaining and managing the liquidator's cashbook and bank account
 - Ensuring statutory lodgements and tax lodgement obligations are met
- 3 Creditors
 - Dealing with creditor correspondence and telephone conversations
 - Preparing reports to creditors
 - Maintaining creditor information on IPS
 - Reviewing and adjudicating on proofs of debt received from creditors
- 4 Investigations
 - Review and storage of books and records
 - Prepare a return pursuant to the Company Directors Disqualification Act
 - Conduct investigations into suspicious transactions
 - Review books and records to identify any transactions or actions a liquidator may take against a third party in order to recover funds for the benefit of creditors
- 5 Realisation of Assets
 - Corresponding with debtors and attempting to collect outstanding book debts
 - Liaising with the company's bank regarding the closure of the account

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LIQUIDATOR'S EXPENSES

My expenses for the period from 26 November 2012 to 25 November 2013, as shown below, amount to £459 57 and to date I have drawn £425 11 on account of these expenses

Disbursements	£
Advertising	153 00
Bond and Insurance	60 00
Searches	3 00
Postage	30 91
Storage	212 66
Total	459.57

CREDITOR CLAIMS & DIVIDEND PROSPECTS

Secured Creditors

IGF Invoice Finance Limited ("IGF") have a fixed and floating charge over all of the company's assets dated 7 May 2010, which is supported by a personal guarantee from the director. The director advised that there was no liability due to IGF at the time of liquidation and to date, I can confirm that no secured claim has been received from IGF.

Bibby have a fixed and floating charge over all of the company's assets dated 5 September 2012, which is supported by a personal guarantee from the director. The director advised that there was no liability due to Bibby at the time of liquidation and to date, I can confirm that no secured claim has been received from Bibby.

Preferential Creditors

Preferential creditors' claims in the directors ESoA totalled £39,807 40 and to date I have received preferential claims to the value of £28,373 11. Based on current information I am uncertain as to whether there will be a dividend to preferential creditors.

Unsecured Creditors

Unsecured creditors' claims in the directors ESoA totalled £484,495 55 of which £409,459 88 was attributable to HM Revenue & Customs. To date, I have received unsecured claims totalling £809,711 00, which includes provisional claims of £728,556 54 from HM Revenue & Customs. Based on current information I am uncertain as to whether there will be a dividend to unsecured creditors.

Prescribed Part

The provisions of section 176A of the Insolvency Act 1986 require a liquidator to set aside a percentage of a company's assets for the benefit of the unsecured creditors in cases where the company gave a 'qualifying floating charge' over its assets to a lender on or after 15 September 2003. This is known as the 'prescribed part of the net property'. A company's net property is that left after paying any preferential creditors, but before paying the lender who holds a floating charge. A liquidator is required to set aside

- 50% of the first £10,000 of the net property, and
- 20% of the remaining net property, upto a maximum of £600,000

As both secured creditors are now satisfied, all future asset realisations will be available for the benefit of preferential and unsecured creditors, less the costs of the liquidation.

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INVESTIGATION INTO THE AFFAIRS OF THE COMPANY

I can advise that 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 and, taking account of the potential recoveries, the funds likely to be available to fund an investigation and the costs involved, I can confirm that there were no matters that justified further investigation in the circumstances of this appointment, which would result in a benefit to creditors

Within six 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 him unfit to be concerned with the management of the company. I would confirm that my report has been submitted

MATTERS PREVENTING CLOSURE

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

Based upon current information I anticipate that the liquidation will remain open for at least a further six months in order to resolve the matter of the outstanding book debts

Should you have any queries regarding this matter please do not hesitate to contact Charlotte Vipond who is dealing with this matter on my behalf

Yours faithfully



Nedim Ailyan
Liquidator

Nedim Ailyan is licensed in the United Kingdom to act as an insolvency practitioner by the The Insolvency Practitioners Association

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Abbey Security Ltd.
(In Liquidation)

LIQUIDATOR'S RECEIPTS AND PAYMENTS ACCOUNT

	Statement of affairs £	From 26/11/2012 To 25/11/2013 £	From 26/11/2012 To 25/11/2013 £
RECEIPTS			
Book Debts		7,244 50	7,244 50
Goodwill	1,000 00	1,000 00	1,000 00
Motor Vehicles	NIL	0 00	0 00
Bank Interest Gross		0 67	0 67
		<u>8,245 17</u>	<u>8,245 17</u>
PAYMENTS			
Preparation of S of A		3,500 00	3,500 00
Liquidator's Remuneration		2,500 00	2,500 00
Office Holders Expenses		425 11	425 11
Employee Arrears/Hol Pay	(39,807 40)	0 00	0 00
Trade & Expense Creditors	(4,621 50)	0 00	0 00
Employees	(61,346 45)	0 00	0 00
HSBC Bank Plc	(9,067 72)	0 00	0 00
HM Revenue and Customs - PAYE and NI	(369,565 01)	0 00	0 00
HM Revenue and Customs - VAT	(39,894 87)	0 00	0 00
Ordinary Shareholders	(100 00)	0 00	0 00
		<u>6,425 11</u>	<u>6,425 11</u>
Net Receipts/(Payments)		<u>1,820 06</u>	<u>1,820 06</u>
MADE UP AS FOLLOWS			
Vat Receivable		1,267 69	1,267 69
Bank 1 Current		752 37	752 37
Vat Payable		(200 00)	(200 00)
		<u>1,820 06</u>	<u>1,820 06</u>

Nedim Ailyan
Liquidator

SIP 9 - Time & Cost Summary

Period 26/11/12 25/11/13

Time Summary

Hours						Time Cost (£)	Average hourly rate (£)
Classification of work function	Partner	Manager	Other Senior Professionals	Assistants & Support Staff	Total Hours		
Administration & planning	0 00	0 30	0 00	8 00	8 30	1,752 00	211 08
Investigations	0 00	0 00	0 00	6 50	6 50	1,365 00	210 00
Realisations of assets	0 00	0 00	0 00	5 00	5 00	1,050 00	210 00
Trading	0 00	0 40	0 00	0 00	0 40	96 00	240 00
Creditors	0 00	0 00	0 00	8 20	8 20	1,722 00	210 00
Case specific matters	0 00	0 00	0 00	0 00	0 00	0 00	0 00
Total Hours	0 00	0 70	0 00	27 70	28 40	5,985 00	210 74
Total Fees Claimed						2,500 00	

Abbott Fielding Limited

Time costs are calculated using 6 minute units. Time spent by support and secretarial staff for carrying out shorter tasks, such as typing or dealing with post, is not charged to cases but is carried as an overhead of the firm. Only where a significant amount of time is spent at one time on a case is a charge made for support staff.

Charge-out Rates

	Period from 1 July 2011
Partners	£325
Managers	£240 - 275
Administrators	£210
Support Staff	£150

Disbursements recovered by Abbott Fielding

Insolvency practitioners are required to divide the expenses incurred in an insolvency assignment into two categories. These are described below, together with examples of the type of expenses relating to each category.

CATEGORY 1

Category 1 Disbursements will generally comprise external supplies of incidental services specifically identifiable to the case. Typically for items such as identifiable telephone calls, postage, case advertising, invoiced travel and properly reimbursed expenses incurred by personnel in connection with the case. It will also include services specific to the case where these cannot practicably be provided internally, such as printing, room hire and document storage. Information relating to a specific Category 1 disbursements can be provided where reasonably requested.

CATEGORY 2

Category 2 Disbursements are those where costs are recovered which, whilst being in the nature of expenses or disbursements, include elements of shared or allocated costs. These are identified and subject to approval by those approving the Insolvency Practitioner's remuneration. Such expenses should be of an incidental nature and directly incurred on the case. Where Category 2 disbursements are drawn there will be a reasonable method of calculation and allocation, for example a comparison with the cost of external provision of the expenses. The basis for charging Category 2 disbursements will be disclosed to creditors and authorised by those responsible for approving the Insolvency Practitioner's remuneration. Abbott Fielding will not be seeking to recover Category 2 disbursements in this case.

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