

LIQ03

Notice of progress report in voluntary winding up



Companies House

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

1 Company details

Company number	0	6	5	2	0	0	3	0
Company name in full	V3 Ltd							

→ Filling in this form

Please complete in typescript or in
bold black capitals.

2 Liquidator's name

Full forename(s)	Lloyd
Surname	Hinton

3 Liquidator's address

Building name/number	Allan House
Street	10 John Princes Street
Post town	London
County/Region	
Postcode	W 1 G 0 A H
Country	

4 Liquidator's name ①

Full forename(s)	Anthony
Surname	Hyams

① Other liquidator

Use this section to tell us about
another liquidator.

5 Liquidator's address ②

Building name/number	Allan House
Street	10 John Princes Street
Post town	London
County/Region	
Postcode	W 1 G 0 A H
Country	

② Other liquidator

Use this section to tell us about
another liquidator.

LIQ03

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6

Period of progress report

From date

^d2^d0^m0^m3^y2^y0^y2^y1

To date

^d1^d9^m0^m3^y2^y0^y2^y2

7

Progress report

☒ The progress report is attached

8

Sign and date

Liquidator's signature

Signature

X



X

Signature date

^d1^d8^m0^m5^y2^y0^y2^y2

**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

Sabrina Frappalo

Company name

Insolve Plus Ltd

Address

Allan House

10 John Princes Street

Post town

London

County/Region

Postcode

W 1 G 0 A H

Country

DX

Telephone

020 7495 2348

**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

17 May 2022

Our ref: SF/V011H/3.1

V3 Ltd – In Creditors' Voluntary Liquidation

Liquidator's Progress Report to Creditors and Members For the year ending 19 March 2022

1. Introduction

Following my appointment as Joint Liquidator of the Company on 20 March 2014 and in accordance with Section 104A of the Insolvency Act 1986 and all associated provisions of the Insolvency (England & Wales) Rules 2016, I hereby report on the progress of the Liquidation following the eighth anniversary of our appointment.

2. Statutory Information

Company name:	V3 Ltd
Registered office:	4th Floor Allan House London 10 John Princes Street W1G 0AH
Former registered office:	88/98 College Road Harrow Middlesex HA1 1RA
Registered number:	06520030
Joint Liquidators' names:	Lloyd Edward Hinton and Anthony Hyams
Joint Liquidators' address:	Allan House, 10 John Princes Street, London, W1G 0AH

Joint Liquidators' date of appointment: 20 March 2014

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.

As the Company had its only place of business at premises in the UK, the EC regulations apply, these proceedings are Main Proceedings as defined in Article 3 of the EC Regulation.

3. Joint Liquidators' actions for the period 20 March 2021 to 19 March 2022

Following the seventh anniversary of our appointment, I issued our progress report to all known members and creditors on 29 April 2021.

As previously reported, a settlement agreement was agreed in December 2016 and Philip and Linda Lovelock were required to pay the agreed sum within 11 months of the signed agreement. A sum of £129,405 has been received and the balance of £188,810 remains outstanding.

You may recall from our previous report that Mr Lovelock was declared bankrupt. This amount is therefore being pursued against Linda Lovelock. I have continued to instruct Brecher LLP of 4th Floor, 64 North Row, Mayfair, London, W1K 7DA to assist me in this regard.

At a Court hearing on 4 June 2021, following my application on 28 January 2021 seeking a further stay of the proceedings for a period of 6 months, it was ordered that the application be dismissed, and that Linda Lovelock pay a cost order of £4,000. This has been received in full.

On 16 August 2021, a further Court hearing was held. The Court awarded judgement of £209,314 against Linda Lovelock and in favour of the Company with a payment of £20,000 payable within 14 days. Costs of the application assessed at £4,393.80 to be paid within 14 days were also awarded.

As the funds were not paid, a statutory demand was issued against Linda Lovelock. The statutory demand expired, and I petitioned for her Bankruptcy. At a hearing on 19 April 2022, the Bankruptcy Order was made.

I will provide creditors with an update in my subsequent report.

4. Joint Liquidators' Receipts & Payments Account

Attached to this report is a full account of receipts and payments for the period from 20 March 2021 to the eighth anniversary of our appointment, being 19 March 2022 and a full account of receipts and payments for the entirety of the Liquidation to 19 March 2022.

The balance of funds are held in an interest bearing estate bank account at Metro Bank Plc.

Creditors will note that as the Company is registered for VAT, all transactions are shown exclusive of VAT where applicable.

4.1 Receipts

4.1.1 Balance held in Solicitors Client Account

A sum of £129 has been received from Brecher LLP in respect of the residual balance in the client account.

4.1.2 Costs Order

As reported in Section 3, £4,000 was received by Linda Lovelock way of a costs order.

4.2 Assets Remaining to be Realised

4.2.1 Settlement Agreement

There is still a balance owing in respect of the settlement agreement reached in December 2016. As reported at Part 3, this matter remains ongoing.

4.3 Payments

4.3.1 Legal Fees

£5,000 has been paid to Brecher LLP.

4.3.2 Legal Disbursements

Brecher LLP have been paid £2,900 and £1,400 to New Square Chambers in respect of legal disbursements.

5. Liabilities

5.1 Secured Creditors

An examination of the Company's mortgage register held by the Registrar of Companies, showed that the Company has no current charges over its assets.

The legislation requires that if the Company has created a floating charge after 15 September 2003, a prescribed part of the Company's net property (i.e. the money that would otherwise be available to the charge holder) should be ring-fenced for distribution to unsecured creditors. In this case there were no creditors secured by a floating charge such that the prescribed part provisions do not apply.

5.2 Preferential Creditors

The statement of affairs did not anticipate any preferential creditors and no claims have been received.

5.3 Non-preferential unsecured Creditors

The Company's books and records included five non-preferential unsecured creditors with a total liability of £350,521. Six claims were received from creditors amounting to £448,637 which includes one claim of £4,747 that was not included on the Statement of Affairs and includes two claims from HM Revenue & Customs ("HMRC") which are detailed further below. Two claims amounting to £92,454 were rejected.

Crown Creditors

The Company's books and records included £206,396 owed to HMRC. Two claims from HMRC have been received totalling £244,497, representing £97,139 of unpaid VAT and the balance in respect of unpaid Corporation Tax, PAYE, National Insurance Contributions and CIS penalties.

6. Dividend Prospects

A total of £60,000 was paid to unsecured creditors on 3 November 2020. Included in that amount is £41,186 and £16,353 which has been paid to HMRC in respect of their Corporation Tax/PAYE and VAT respectively.

A further dividend is dependent on further asset realisations.

7. Investigation into the affairs of the Company

There were no additional matters arising during the year that justified further investigation.

8. Joint Liquidators' Remuneration

In accordance with Rule 18.20 (4) of the Insolvency (England and Wales) Rules 2016 the Joint Liquidators are remunerated on the basis agreed during the course of the Administration save for any reference to the Joint Administrators being replaced by Joint Liquidators.

The Joint Liquidators are therefore remunerated on the following basis:

- The Joint Liquidators are to be remunerated on the basis of their time costs in respect of the time properly spent by them and their respective teams in dealing with all relevant issues of the Liquidation as per the firms' charging rates.

A resolution was also passed during the Administration that the Joint Administrators be authorised to recover Category 2 expenses as defined by Statement of Insolvency Practice 9 ("SIP 9") which also carries through to the Liquidation.

Our total time costs to 19 March 2022 amount to £174,956 representing 436 hours and 24 minutes of work at a blended charge out rate of £401 per hour, of which £6,786 representing 24 hours and 30 minutes of work, was charged in the period between 20 March 2021 and 19 March 2022, at a blended charge out rate of £277 per hour.

Due to the actions of the Director, this has been an extremely time-consuming case which is reflected in both the ongoing legal fees and the Joint Liquidators' remuneration.

We have drawn remuneration of £156,619 to 19 March 2022 none of which was drawn in the period covered by this report.

You will find attached a summary of our time costs for the period since the seventh anniversary of our appointment to the eighth anniversary, being 20 March 2021 to 19 March 2022 and for the entire period of the Liquidation to the eighth anniversary.

Grades of staff used

The grades of staff are selected according to the nature of work required to be undertaken for each appointment. In this particular case, the Joint Liquidators are extensively involved in investigations and realising the Company's assets.

This work has been primarily carried out by the Joint Liquidators due to its complexity and the exceptional degree of responsibility and effectiveness required in dealing with these issues.

Other staff charged out at lower rates were employed to deal with the administrative aspects of the case. This is outlined in the attached SIP 9 time cost summary.

Areas of Time Expense for the period from 20 March 2020 to 19 March 2021

Administration and Planning

A total of 17 hours and 48 minutes have been spent resulting in a time expense of £3,670 by our staff engaged on this case and us at an average hourly rate of £206, which has included the following:

- Dealing with all routine correspondence and emails relating to the case.
- 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.

Realisation of Assets

A total of 6 hours and 42 minutes have been spent resulting in a time expense of £3,116 by our staff engaged on this case and us at an average hourly rate of £465, which has included the following:

- Liaising with Brecher both verbally and by correspondence.
- Discussing progress on claims against Directors and third parties.

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/>. Details about how an office holder's fees may be approved for each case type are available in a series of Guidance Notes issued with Statement of Insolvency Practice 9, and they can be accessed at www.insolveplus.com/faq

9. Joint Liquidators' Expenses

Expenses are any payments from the estate which are neither an office holder's remuneration nor a distribution to a creditor or a member. Expenses also includes disbursements. Disbursements are payments which are first met by the office holder and then reimbursed to the office holder from the estate. Expenses are split into:

- category 1 expenses, which are payments to persons providing the service to which the expense relates who are not an associate of the office holder; and
- category 2 expenses, which are payments to associates or which have an element of shared costs. Before being paid category 2 expenses require approval in the same manner as an office holder's remuneration.

9.1. Category 1 Expenses

During the period covered by this report, we have not incurred any further Category 1 expenses.

9.2. Category 2 Expenses

You will note that during the course of the Liquidation no Category 2 expenses have been incurred.

Attached to this report is also a statement of the creditors rights to request further information in accordance with Rule 18.9 of the Insolvency (England & Wales) Rules 2016, and their right to challenge my remuneration and expenses in accordance with Rule 18.34 of The Insolvency (England & Wales) Rules 2016.

A Creditor may, with the permission of the court or with at least 5% of the total voting rights of all the Creditors having the right to vote at general meetings of the company request further details of my remuneration and expenses, within 21 days of receipt of this report.

A Creditor may, with the permission of the court or with at least 10% of the total voting rights of all the Creditors having the right to vote at general meetings of the company, apply to court to challenge the amount and/or basis of my fees and the amount of any proposed expenses or expenses already incurred, within 8 weeks of receipt of this report.

10. Professional advisors appointed

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

Professional Advisor	Nature of Work	Basis of Fees
Brechers LLP	Solicitors	Time costs

The choice of professionals used was based on my perception of their experience and ability to perform this type of work, the complexity and nature of the assignment and the basis of my fee arrangement with them. I also confirmed that they hold appropriate regulatory authorisations. I have reviewed the fees they have charged and am satisfied that they are reasonable in the circumstances of this case.

11. 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 Insolve Plus Ltd can be found at <https://insolvedirect.com/privacy-policy/>.

12. Summary

The Liquidation will remain open until the remaining funds from the settlement agreement have been realised. Unfortunately, we are unable to provide a timeframe, however, 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 Sabrina Frappaolo on 020 7495 2348, or by email at sabrinafrappaolo@insolveplus.com.

Yours faithfully

A handwritten signature in black ink, appearing to be 'Lloyd Hinton', written over a horizontal line.

Lloyd Hinton FIPA
Joint Liquidator

Rule 18.9 – Creditors’ and members’ requests for further information in administration, winding up and bankruptcy

18.9.—(1) The following may make a written request to the office-holder for further information about remuneration or expenses (other than pre-administration costs in an administration) set out in a progress report under rule 18.4(1)(b), (c) or (d) or a final report under rule 18.14—

- (a) a secured creditor;
- (b) an unsecured creditor with the concurrence of at least 5% in value of the unsecured creditors (including the creditor in question);
- (c) members of the company in a members’ voluntary winding up with at least 5% of the total voting rights of all the members having the right to vote at general meetings of the company;
- (d) any unsecured creditor with the permission of the court; or
- (e) any member of the company in a members’ voluntary winding up with the permission of the court.

(2) A request, or an application to the court for permission, by such a person or persons must be made or filed with the court (as applicable) within 21 days of receipt of the report by the person, or by the last of them in the case of an application by more than one member or creditor.

(3) The office-holder must, within 14 days of receipt of such a request respond to the person or persons who requested the information by—

- (a) providing all of the information requested;
- (b) providing some of the information requested; or
- (c) declining to provide the information requested.

(4) The office-holder may respond by providing only some of the information requested or decline to provide the information if—

- (a) the time or cost of preparation of the information would be excessive; or
- (b) disclosure of the information would be prejudicial to the conduct of the proceedings;
- (c) disclosure of the information might reasonably be expected to lead to violence against any person; or
- (d) the office-holder is subject to an obligation of confidentiality in relation to the information.

(5) An office-holder who does not provide all the information or declines to provide the information must inform the person or persons who requested the information of the reasons for so doing.

(6) A creditor, and a member of the company in a members’ voluntary winding up, who need not be the same as the creditor or members who requested the information, may apply to the court within 21 days of—

- (a) the office-holder giving reasons for not providing all of the information requested; or
- (b) the expiry of the 14 days within which an office-holder must respond to a request.

(7) The court may make such order as it thinks just on an application under paragraph (6).

Rule 18.34 – Remuneration and expenses: application to court by a creditor or member on grounds that remuneration or expenses are excessive

18.34.—(1) This rule applies to an application in an administration, a winding-up or a bankruptcy made by a person mentioned in paragraph (2) on the grounds that—

- (a) the remuneration charged by the office-holder is in all the circumstances excessive;
- (b) the basis fixed for the office-holder's remuneration under rules 18.16, 18.18, 18.19, 18.20 and 18.21 (as applicable) is inappropriate; or
- (c) the expenses incurred by the office-holder are in all the circumstances excessive.

(2) The following may make such an application for one or more of the orders set out in rule 18.36 or 18.37 as applicable—

- (a) a secured creditor,
- (b) an unsecured creditor with either—
 - (i) the concurrence of at least 10% in value of the unsecured creditors (including that creditor), or
 - (ii) the permission of the court, or
- (c) in a members' voluntary winding up—
 - (i) members of the company with at least 10% of the total voting rights of all the members having the right to vote at general meetings of the company, or
 - (ii) a member of the company with the permission of the court.

(3) The application by a creditor or member must be made no later than eight weeks after receipt by the applicant of the progress report under rule 18.3, or final report or account under rule 18.14 which first reports the charging of the remuneration or the incurring of the expenses in question ("the relevant report").

V3 Ltd

In Liquidation

Joint Liquidators' Summary of Receipts and Payments (Daybook Basis)

Statement of Affairs	From 20 March 2021 To 19 March 2022	From 20 March 2014 To 19 March 2022
£	£	£
ASSET REALISATIONS		
Goodwill	0.00	29,333.29
Balance Held In Solicitors Client Account	129.17	129.17
Settlement Agreement	0.00	129,405.43
Book Debts	0.00	54,526.21
Legal Disbursements	0.00	2,006.60
Cost Order	4,000.00	4,000.00
Business Intellectual Property Rights	0.00	1,376.25
Bank Interest Gross	13.63	673.93
Compensatory Interest	4.36	4.36
Transaction fee	0.70	0.70
Foreign Exchange Rate Refund	6.37	6.37
Transfer of funds from Administration	0.00	25,249.34
Director's Loan Account	0.00	8,366.00
Terminal Loss Relief Claim	0.00	132,984.42
Interest due on sale consideration	0.00	7,582.34
	<hr/>	<hr/>
	4,154.23	395,644.41
COST OF REALISATIONS		
Specific Bond	0.00	586.00
Office Holders Fees	0.00	156,619.07
Administrators Fees	0.00	12,305.42
Quantity Surveyors Fees	0.00	13,377.50
Accountancy Fees	0.00	13,443.50
Professional Fees	0.00	1,260.00
Legal Fees	5,000.00	85,343.11
Legal Disbursements	4,300.00	24,464.87
Corporation Tax	14.06	4,324.78
Advance to Receivers - Service Charg	0.00	2,352.90
Stationery & Postage	0.00	2,506.00
Storage Costs	0.00	105.24
Statutory Advertising	0.00	75.50
Petitioning Costs	0.00	2,006.60
	<hr/>	<hr/>
	(9,314.06)	(318,770.49)
UNSECURED CREDITORS		
Trade & Expense Creditors	0.00	2,450.50
H M Revenue & Customs - PAYE/CT	0.00	41,186.23
H M Revenue & Customs - VAT	0.00	16,363.27
	<hr/>	<hr/>
	0.00	(60,000.00)

Statement of Affairs £	From 20 March 2021 To 19 March 2022 £	From 20 March 2014 To 19 March 2022 £
0.00	(5,159.83)	16,873.92

REPRESENTED BY

Bank 1 Current	16,323.92
Vat Control Account	550.00
	16,873.92

Time Entry - Cumulative Detailed SIP9 Time & Cost Summary

V3 Ltd

20 March 2021 to 19 March 2022

By Project Code: 'POST -- Post Appointment' & Including Sub-Analysis Code:

[illegible]

[illegible]

[illegible]

[illegible]

Classification of Work Function	Partner	Manager	Other Senior Professional	Assistants & Support Staff	SIP9 Additional 1	SIP9 Additional 2	Total Hours	Time Cost (£)	Average Hourly Rate (£)	Total Hours Cum (POST Only)	Total Time Costs Cum (POST Only)
Trading	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	NaN	0.20	50.00
Total Hours	6.90	0.00	9.80	7.80	0.00	0.00	24.50	6,786.00	276.98	436.40	174,956.07
Total Fees Claimed								0.00			
Total Expenses Claimed								0.00			

** Denotes codes included in cumulative data that are not present in the period.
n/a - Denotes time recorded under that section with no sub-analysis code specified