

**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

06576312

Name of Company

Onsite North East General Partner Limited

I / We

Alan Fallows, 1 City Road East, Manchester, M15 4PN

Peter James Anderson, 1 City Road East, Manchester, M15 4PN

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 04/09/2015 to 03/09/2016

Signed



Date

2.11.16

Kay Johnson Gee Corporate Recovery Limited
1 City Road East
Manchester
M15 4PN

Ref ONSI01/ADF/PJA/DRM/SEM/LG

FRIDAY



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04/11/2016

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COMPANIES HOUSE

**Onsite North East General Partner Limited
(In Liquidation)
Liquidators' Abstract of Receipts & Payments**

Statement of Affairs		From 04/09/2015 To 03/09/2016
	ASSET REALISATIONS	
1,277 25	Book Debts	9 86
NIL	Investment in Onsite NE Ltd Partnershi	NIL
100 00	Unpaid Share Capital	NIL
NIL	Investment in Onsite North East Nomin	NIL
4,179 26	VAT Refund	NIL
23,633 26	Cash at Bank	27,876 16
	Bank Interest	11 73
		<u>27,897 75</u>
	COST OF REALISATIONS	
	Statement of Affairs Fee	6,000 00
	Office Holders Fees	12,785 00
	London Gazette Advertising	70 00
	Bank Charges	3 91
		<u>(18,858 91)</u>
	FLOATING CHARGE CREDITORS	
(6,965,376 00)	B Loan Notes & interest owing to HCA	NIL
		<u>NIL</u>
	UNSECURED CREDITORS	
(2,045,821 00)	A Loan Notes owing to HCA	NIL
(2,045,821 00)	A Loan Notes owing to Langtree North	NIL
		<u>NIL</u>
	DISTRIBUTIONS	
(100 00)	Ordinary Shareholders	NIL
		<u>NIL</u>
(11,027,928.23)		<u>9,038.84</u>
	REPRESENTED BY	
	Vat Receivable	958 20
	Current A/c	8,080 64
		<u>9,038.84</u>


 Alan Fallows
 Liquidator

Joint Liquidators' Annual Progress Report to Creditors & Members

**Onsite North East General Partner Limited
- In Liquidation**

3 September 2016

ONSITE NORTH EAST GENERAL PARTNER LTD - IN LIQUIDATION

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ONSITE NORTH EAST GENERAL PARTNER LTD - IN LIQUIDATION

1 Introduction and Statutory Information

- 1 1 I, Alan Fallows, together with my partner Peter James Anderson, of Kay Johnson Gee Corporate Recovery Limited, 1 City Road East, Manchester, M15 4PN, was appointed as Liquidator of Onsite North East General Partner Limited (the **Company**) on 4 September 2015. This progress report covers the period from 4 September 2015 to 3 September 2016 (**the Period**) and should be read in conjunction with any previous progress reports which have been issued.
- 1 2 The principal trading address of the Company was Centrix House, Crow Lane East, Newton-Le-Willows, Warrington, WA12 9UY. The Company operates as a general partner of Onsite North East Limited Partnership.
- 1 3 The registered office of the Company has been changed to Kay Johnson Gee, 1 City Road East, Manchester, M15 4PN and its registered number is 06576312.

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.
- 2 2 At Appendix A is my Receipts and Payments Account for the period of this report.

Administration

- 2 3 The liquidators must comply with certain statutory obligations under the Insolvency Act 1986 and other related legislation. This work includes dealing with the Company's creditors and employees together with administrative tasks associated with the appointment, such as agreeing the strategy for the liquidation, filing notices of appointment, statutory advertising, opening and maintaining the estate cash book and bank accounts and reporting periodically to creditors, HMRC and the Registrar of Companies.
- 2 4 Significant time has been spent with a VAT assessment raised by HM Revenue and Customs ("HMRC") in the sum of £1,677,050. It was not foreseen that any monies were outstanding to HM Revenue and Customs and after some time investigating this matter with the Company, its accountants and HMRC, it was apparent that the assessment was raised due to the failure of the Company to issue a Final VAT return. I have since submitted this return and await confirmation from HMRC that the balance outstanding to them is nil.
- 2 5 Creditors should note that this work will not necessarily bring any financial benefit to creditors, but is required on every case by statute.

ONSITE NORTH EAST GENERAL PARTNER LTD - IN LIQUIDATION

Realisation of Assets

Book Debts

- 2 6 The Company's debtor ledger indicated an outstanding balance of £1,277 25 To date, I have realised the sum of £9 86
- 2 7 A number of debtors have disputed the fact that debts were outstanding and have provided proof of payment or stated that they had since moved out of the premises that incurred charges
- 2 8 I intend to liaise with the appointed Debt Collector to examine whether any further debts can be realised but it is likely that the majority of the book debts have now been collected

Investment in Onsite NE Ltd Partnership & Onsite North East Nominee

- 2 9 The Company has a 0 99% (or £1) investment in Onsite North East Limited Partnership, and as a general partner of the limited partnership, is considered to have control over it However, the dissolution of the partnership will take place on the liquidation of the general partner The investment will cease to exist and therefore has no value
- 2 10 The Company is the sole shareholder of Onsite North East Nominees Ltd, a dormant nominee company which holds no assets The investment therefore has no value

Trade Debtors

- 2 11 Onsite North East Limited Partnership has trade debtors in the sum of £5,109 01 Upon the dissolution of the partnership, this asset will transfer to become an asset of the general partner However, the Directors have advised that a number of the debts are bad debts and as a result, a write down of 75% has been factored into the statement of affairs

Unpaid Share Capital

- 2 12 The Company is owed the sum of £100 in respect of unpaid share capital from its shareholders This matter is still ongoing

VAT Return

- 2 13 The partnership completed a VAT return and expects to receive the sum of £4,179 Upon dissolution of the partnership, to date the Partnership remains active and as such to date no funds have been received

Cash at Bank

- 2 14 I have received the sum of £27,876 16 in respect to monies held in the bank account

ONSITE NORTH EAST GENERAL PARTNER LTD - IN LIQUIDATION

Bank Interest

- 2 15 The sum of £11 73 has been received in respect of bank interest accrued on the case bank account
- 2 16 Based on the above, I currently anticipate the total expenses that may be incurred in dealing with the remainder of the Company's asset realisations to be £1,500

Creditors (claims and distributions)

- 2 17 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 18 Claims from preferential creditors typically involve employee claims and payments made on behalf of the Company by the Redundancy Payments Service following dismissal.
- 2 19 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.

Investigations

- 2 20 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 21 I can confirm that I have submitted a report on the conduct of the Directors of the Company to the Department for Business Innovation & Skills under the CDDA 1986. As this is a confidential report, I am unable to disclose the contents.
- 2 22 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 s98 meeting or as a response to my request to complete an investigation questionnaire. My investigations

ONSITE NORTH EAST GENERAL PARTNER LTD - IN LIQUIDATION

have not revealed any issues requiring further report or any further potential recoveries which could be pursued for the benefit of creditors

3 Creditors

Secured Creditors

- 3 1 The Homes and Communities Agency (HCA) holds a floating charge over the Company's assets. At the date of the liquidation the indebtedness to the secured creditor was estimated and has now been agreed at £6,965,376

Preferential Creditors

- 3 2 The Company has no preferential creditors

Unsecured Creditors

- 3 3 I have received claims totalling £4,103,122 from 3 creditors
- 3 4 The Company granted a floating charge to HCA on 31 March 2009. Accordingly, I am usually required to create a fund out of the Company's net floating charge property for unsecured creditors (known as the **Prescribed Part**). However, as the net proceeds available to creditors are likely to be below £10,000, I am not required to create such a fund
- 3 5 Please note that although a Notice of Intended Dividend was issued to creditors on 25 May 2016, I was unable to make any dividend payment within the required two months owing to the outstanding matter of the VAT claim from HMRC of £4,125,747. Although I have now submitted a Final VAT return which should reduce the claim to nil, I have yet to receive confirmation from HMRC of their revised claim
- 3 6 As soon as this matter is resolved, I intend to issue another Notice of Intended Dividend to the creditors who have not yet proved in the Liquidation

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 him and his staff in managing the Liquidation
- 4 2 My time costs for the Period are £13,126. This represents 57.45 hours at an average rate of £228.48 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, £12,785 has been drawn on account

ONSITE NORTH EAST GENERAL PARTNER LTD - IN LIQUIDATION

4 3 A copy of 'A Creditors' Guide to Liquidators' Fees' is available on request or can be downloaded from <http://kigllp.com/Liquidators-fees/>

4 4 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

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 progress report ahead of convening the final meeting of creditors

Yours faithfully



Alan Fallows

Liquidator

Onsite North East General Partner Limited
(In Liquidation)
Liquidators' Abstract of Receipts & Payments
To 31/10/2016

S of A £		£	£
	ASSET REALISATIONS		
1,277 25	Book Debts	9 86	
NIL	Investment in Onsite NE Ltd Partnership	NIL	
100 00	Unpaid Share Capital	NIL	
NIL	Investment in Onsite North East Nominees	NIL	
4,179 26	VAT Refund	NIL	
23,633 26	Cash at Bank	27,876 16	
	Bank Interest	13 29	
			27,899 31
	COST OF REALISATIONS		
	Statement of Affairs Fee	6,000 00	
	Office Holders Fees	12,785 00	
	London Gazette Advertising	70 00	
	Bank Charges	3 91	
			(18,858 91)
	FLOATING CHARGE CREDITORS		
(6,965,376 00)	B Loan Notes & interest owing to HCA	NIL	
			NIL
	UNSECURED CREDITORS		
(2,045,821 00)	A Loan Notes owing to HCA	NIL	
(2,045,821 00)	A Loan Notes owing to Langtree North Ea	NIL	
			NIL
	DISTRIBUTIONS		
(100 00)	Ordinary Shareholders	NIL	
			NIL
(11,027,928.23)			9,040 40
	REPRESENTED BY		
	Vat Receivable		958 20
	Current A/c		8,082 20
			9,040.40

Time Entry - SIP9 Time & Cost Summary Appendix B

ONS101 - Onsite North East General Partner Limited
All Post Appointment Project Codes
From 04/09/2015 To 03/09/2016

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	0.85	0.00	0.00	0.00	7.70	0.00	8.55	1,017.00	235.61
Case Specific	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Cashiering	1.30	0.50	0.00	1.25	1.80	0.00	4.85	1,180.00	243.30
Editors	0.50	0.00	0.00	2.00	9.00	0.00	11.50	410.00	35.65
Investigation	1.90	0.00	0.00	0.00	4.00	0.00	5.90	1,607.00	272.53
Recruitment of Assets	0.45	0.00	0.00	0.50	21.50	0.00	25.45	5,621.00	220.86
Statutory Compliance	11.00	0.00	0.00	0.00	1.00	0.00	12.00	2,700.00	225.00
Training	0.20	0.00	0.00	0.00	0.00	0.00	0.20	6.00	30.00
Total Hours	5.20	0.50	0.00	3.75	48.00	0.00	57.45	13,126.00	228.48

ONSITE NORTH EAST GENERAL PARTNER LTD - IN LIQUIDATION

Appendix C

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

7 Staff Allocation and the Use of Sub-Contractors

- 7.1 The general approach to resourcing our assignments is to allocate staff with the skills and experience to meet the specific requirements of the case
- 7.2 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
- 7.3 On this case we are proposing to use the services of the following sub-contractors

Service (s)	Provider	Basis of fee arrangement	Cost to date
Book debt collection	Commercial Asset Management	Fixed Fee	Nil

8 Joint Liquidators' Expenses & Disbursements

- 8.1 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 the period covered by this report £	Incurred but not paid to date £	Total anticipated cost £
Statutory advertising	70	295	505.44
Specific penalty bond	117.60	117.60	117.60

- 8.2 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.
- 8.3 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

ONSITE NORTH EAST GENERAL PARTNER LTD - IN LIQUIDATION

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.

9 Charge-Out Rates

9.1 Kay Johnson Gee Corporate Recovery Limited's current charge-out rates effective from 1 October 2016 are detailed below. Please note this firm records its time in minimum units of 6 minutes.

9.2 Below are details of this firm's charge out rates which have been applied with effect from 1 April 2016.

Role	Charge out rate per hour £
Partner	380.00
Senior Manager	300.00
Manager	250.00
Assistant Manager	220.00
Administrator	180.00
Junior/Support Staff	120.00

9.3 Please note that this firm records its time in minimum units of 6 minutes.