

LIQ03

Notice of progress report in voluntary winding up



Companies House

WEDNESDAY



A21 *A8BUCF03* 14/08/2019 #55
COMPANIES HOUSE

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1 Company details

Company number 0 6 5 9 2 1 9 8
Company name in full Go Entertainment Group Limited

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

2 Liquidator's name

Full forename(s) Stephen James
Surname Hobson

3 Liquidator's address

Building name/number Centenary House
Street Peninsula Park
Post town Rydon Lane
County/Region Exeter
Postcode E X 2 7 X E
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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Period of progress report

From date	^d 1	^d 4	^m 0	^m 6	^y 2	^y 0	^y 1	^y 8
To date	^d 1	^d 3	^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 2	^m 0	^m 8	^y 2	^y 0	^y 1	^y 9
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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 **Scott Bebbington**

Company name **Francis Clark LLP**

Address **Centenary House**

Peninsula Park

Post town **Rydon Lane**

County/Region **Exeter**

Postcode **E X 2 7 X E**

Country

DX

Telephone **01392 667000**



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

Liquidator's Annual Progress Report to Creditors & Members

**Go Entertainment Group Limited
- In Liquidation**

For the year ended 13 June 2019

7 August 2019

PKF FRANCISCLARK

Chartered accountants & business advisers



GO ENTERTAINMENT GROUP LIMITED - IN LIQUIDATION

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GO ENTERTAINMENT GROUP LIMITED - IN LIQUIDATION

1 Introduction and Statutory Information

- 1.1 I, Stephen James Hobson of Francis Clark LLP, Centenary House, Peninsula Park, Rydon Lane, Exeter, EX2 7XE was appointed Liquidator of Go Entertainment Group Limited ("the Company") on 14 June 2016. This progress report covers the period from 14 June 2018 to 13 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 <http://francisclarkinsolvency.co.uk/creditor-login/>. 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 3rd Floor, 220 Queenstown Road, LONDON, SW8 4LP. The business traded under the name Go Entertainment Group.
- 1.4 The registered office of the Company has been changed to Centenary House, Peninsula Park, Rydon Lane, Exeter, EX2 7XE and its registered number is 06592198.

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 including cumulative Receipts and Payments Account for the period from the date of my appointment as Liquidator to the end of 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 Liquidator.
- 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

- 2.6 The assets outstanding at the time of my last report on the liquidation have been dealt with as follows:

Book debts

- 2.7 Collection of the books debts has been problematic. Creditors will recall that the book value of £320,659 included £138,649 where the debtors were also creditors and set off applied.
- 2.8 A further significant debtor of £120,076 arose over a period of 2 years where the Company failed to invoice the customer for various costs. When this error became apparent the Company invoiced in full but the amount was disputed by the customer from the outset. The Company has limited paperwork to support this debtor and to date the Liquidator has been unable to collect this debt. A review of this debtor's filed annual accounts suggests the debtor is not in a position to pay.

GO ENTERTAINMENT GROUP LIMITED - IN LIQUIDATION

2.9 During the year I have received a further £111.08 being a dividend from the liquidation of a former customer.

2.10 I do not anticipate any further realisations.

Other assets

2.11 Creditors will recall that the Liquidator raised £24,548 of invoices to WH Smith in the Liquidation and a total of £7,806 has been collected to date and WH Smith has claimed set off against the balance. It is unlikely there will be any further realisations in the liquidation.

2.12 I have also received gross bank interest of £33.91.

Creditors (claims and distributions)

2.13 Further information on the anticipated outcome for creditors in this case can be found at section 3 of this report. A Liquidator is 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.

2.14 Claims from preferential creditors typically involve employee claims and payments made on behalf of the Company by the Redundancy Payments Service following dismissal.

2.15 The above work will not necessarily bring any financial benefit to creditors generally but a Liquidator is required by statute to undertake it. 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.

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

- There are approximately 76 unsecured creditor claims in this case with a value per the director's statement of affairs of £2,067,782.61
- I have dealt with the claims of 10 employees
- I anticipate claims from preferential creditors totalling £29,791.76

Investigations

2.17 You may recall from my first progress report to creditors that some of the work the Liquidator is 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 Liquidator can pursue for the benefit of creditors.

2.18 My report on the conduct of the Directors of the Company to the Department for Business Innovation & Skills under the CDDA 1986 was submitted during the first year of the liquidation and is confidential.

2.19 Since my last progress report no further asset realisations have come to light that may be pursued by me for the benefit of creditors.

3 Creditors

Secured Creditors

GO ENTERTAINMENT GROUP LIMITED - IN LIQUIDATION

3.1 There are no secured creditors in the liquidation.

Preferential Creditors

3.2 The statement of affairs estimated preferential creditors to be £29,791.76. I have received a claim from the Redundancy Payments Office for £11,901.03. I have not yet calculated any excess employee claims.

3.3 Based on realisations to date and expected future realisations I anticipate paying a small dividend to preferential creditors.

Unsecured Creditors

3.4 I have received claims totalling £2,059,702.08 from 23 creditors. I have yet to receive claims from 53 creditors whose debts total £612,000.84 as per the Company's statement of affairs.

3.5 The Company did not grant any floating charges to a secured creditor. Accordingly, there is no requirement to create a fund out of the Company's net floating charge property for unsecured creditors (known as the Prescribed Part), which only applies to charges created after 15 September 2003.

3.6 Based on expected future realisations I do not anticipate having sufficient funds to pay a dividend to unsecured creditors of the Company.

4 Liquidator's Remuneration

4.1 Creditors approved that the basis of the Liquidator's remuneration be fixed on the following bases:

4.1.1 Fixed fee of £25,000 for administration and planning, creditors and investigations; and

4.1.2 Percentage fee for realisation of assets.

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 Based on the fee estimate and realisations to date, the Liquidator is entitled to draw the following amounts:

Category of work	Remuneration basis	Value of assets realised to date (£)	Agreed fee (£)
Administration	Fixed fee	n/a	
Creditors	Fixed fee	n/a	25,000.00
Investigations	Fixed fee	n/a	
Realisation of assets:	Percentage fee		
Stock	15%	47,667.60	7,150.14
Computer Equipment	20%	150.00	30.00
Book debts	20%	8,839.17	1,767.83
Cash at Francis Clark client account	3%	6,202.80	186.08
Amounts payable by Canny Media Limited	25%	10,000.00	2,500.00
Unknown assets	35%	13,356.75	4,674.86
Total fees available to draw			41,308.92

4.3 To date, the Liquidator has drawn £38,908 on account of these costs.

4.4 At the date of this report, I would confirm that my fees estimate for the liquidation remains unchanged.

GO ENTERTAINMENT GROUP LIMITED - IN LIQUIDATION

4.5 A copy of 'A Creditors' Guide to Liquidators' Fees' is available on request or can be downloaded from <http://francisclarkinsolvency.co.uk/creditor-login>.

4.6 Attached as Appendix C is additional information in relation to the Liquidator's 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 Liquidator provide further information about his 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 Liquidator's remuneration is inappropriate and/or the remuneration charged or the expenses incurred by the Liquidator, 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 account.



S J Hobson
Liquidator

12 August 2019

Date

Receipts and Payments Account from 14 June 2018 to 13 June 2019 including a cumulative Receipts and Payments Account for Period from 14 June 2016 to 13 June 2019

Statement of Affairs	From 14/06/2018 To 13/06/2019	From 14/06/2016 To 13/06/2019
£	£	£
ASSET REALISATIONS		
Cash at bank	NIL	2,501.93
Consignment stock - WHS	NIL	7,806.36
25,000.00 Stock	NIL	47,667.60
Less: Paid to ROT creditor	NIL	(30,030.59)
NIL Intangible assets - development costs	NIL	NIL
150.00 Computer equipment	NIL	150.00
88,164.61 Book Debts	111.08	8,839.17
(41,430.50) Less: Intercompany creditor set off	NIL	NIL
NIL Prepayments	NIL	NIL
6,202.80 Cash at Francis Clark client account	NIL	6,202.80
NIL Shares in Subsidiaries	NIL	NIL
NIL Unpaid Share Capital	NIL	NIL
13,000.00 Amounts payable by Canny Media Limi	NIL	10,000.00
Bank Interest Gross	33.91	48.46
NIL Staff loan	NIL	NIL
Artwork re books and magazines	NIL	3,000.00
	144.99	56,185.73
COST OF REALISATIONS		
Agents Fees	NIL	6,581.76
Insurances	NIL	109.50
	NIL	(6,691.26)
COST OF ADMINISTRATION		
Legal Fees and Expenses	NIL	726.00
Statutory Advertising	NIL	121.00
Specific Bond	NIL	312.00
Liquidator's Fees	10,999.00	38,908.00
Postages	NIL	175.00
Computer Charges	NIL	609.97
Storage Charges	383.11	1,040.46
Travelling & Subsistence	NIL	7.80
	(11,382.11)	(41,900.23)
PREFERENTIAL CREDITORS		
(29,791.76) Employees - Arrears of Pay & Holiday	NIL	NIL
	NIL	NIL
UNSECURED CREDITORS		
(677,292.83) Trade & Expense Creditors	NIL	NIL
(226,227.54) Employees	NIL	NIL
(213,928.39) HMRC - Corporation Tax & PAYE/NIC	NIL	NIL
(22,926.55) HMRC - VAT	NIL	NIL
(855,972.50) Intercompany loans	NIL	NIL
	NIL	NIL
SHARE CAPITAL		
(392.00) Ordinary Shareholders	NIL	NIL
	NIL	NIL
(1,935,444.66)	(11,237.12)	7,594.24
REPRESENTED BY		
Bank Current Account		7,594.24
		7,594.24

GO ENTERTAINMENT GROUP LIMITED - IN LIQUIDATION

Appendix B

Additional Information in Relation to the Liquidator's 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.

2 Professional Advisors

- 2.1 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
Ashfords LLP (legal advice)	Hourly rate and disbursements
AUA Insolvency Risk Services Limited (insurance)	Risk based premium
Lambert Smith Hampton (valuation and disposal advice)	Hourly rate and disbursements

- 2.2 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.

3 Liquidator's Expenses & Disbursements

- 3.1 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 were approved with 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:

	Estimated Cost £	Paid in prior period £	Paid in the period covered by this report £	Incurred but not paid to date £	Total anticipated cost £
Agents' costs	2,500.00	6,581.76	NIL	NIL	6,581.76
Solicitors' costs	NIL	726.00	NIL	NIL	726.00
Book debt collection costs	Unknown	NIL	NIL	NIL	Unknown
Insurance	1,000.00	109.50	NIL	NIL	109.50
Statutory advertising	242.00	121.00	NIL	NIL	189.50
Specific penalty bond	312.00	312.00	NIL	NIL	312.00
External storage of books & records	400.00	657.35	383.11	407.47	1,500.00
Re-direction of the Company's mail	175.00	175.00	NIL	NIL	175.00
Case related travel & subsistence	NIL	7.80	NIL	NIL	7.80
Computer Charges	NIL	609.97	NIL	NIL	609.97
Category 2 disbursements					
Business mileage	18.00	NIL	NIL	NIL	NIL

GO ENTERTAINMENT GROUP LIMITED - IN LIQUIDATION

- 3.2 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.
- 3.3 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 appropriate) were provided at the time the Liquidator's fees were approved by creditors. Any Category 2 disbursements incurred are specifically highlighted in the tables of expenses above.