

The Insolvency Act 1986**Liquidator's Progress
Report****S. 192****Pursuant to Sections 92A and 104A
of the Insolvency Act 1986**

To the Registrar of Companies

Name of Company

Greenstreet Online Limited

Company Number

6595178

I,
Michael James Gregson
Bulley Davey, 4 Cyrus Way, Cygnet Park, Hampton,
Peterborough PE7 8HP

the Liquidator of the company, attach a copy of my Progress Report under section 192 of the Insolvency Act
1986

Signed

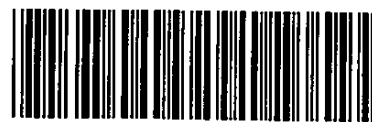

Michael GregsonDated 11th August 2011

Bulley Davey
4 Cyrus Way, Cygnet Park, Hampton, Peterborough PE7 8HP
Ref MJG/JRA/117B366

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COMPANIES HOUSE

Company Number 6595178

Statement of Receipts and Payments under Section 192 of the Insolvency Act 1986

Name of Company Greenstreet Online Limited

Company Registered Number 6595178

State whether members' or creditors' voluntary winding up Creditors Voluntary Liquidation

Date of commencement of winding up 15th June 2010

Date to which this statement is brought down 14th June 2011

Name and Address of Liquidator

Name	Michael James Gregson
At the office of	Bulley Davey
Address	4 Cyrus Way Cygnet Park, Hampton Peterborough PE7 8HP

Company Number 6595178

Analysis of balance

	£	£
Total realisations	26,076 61	
Total disbursements	(21,419 26)	
Net Realisations		4,657 35
Post Appointment Sales	0 00	
Post Appointment Expenditure	0 00	
Trading Surplus (Deficit)		0 00
Balance held		<u>4,657 35</u>
This balance is made up as follows		
1 Cash in hands of liquidator		0 00
2 Balance at bank		4,570 47
3 Amount in Insolvency Services Account		0 00
4 Amounts invested by liquidator	0 00	
Less The cost of investments realised	<u>0 00</u>	
Balance		0 00
5 Accrued Items		86 88
Total Balance as shown above		<u>4,657 35</u>

Company Number 6595178

Statements by Liquidator

The amount of the estimated assets and liabilities at the date of the commencement of the winding up

£

Assets (after deducting amounts charged to secured creditors including the holders of floating charges)	27,022 20
Liabilities - Fixed charge creditors	(12,020 31)
Floating charge holders	(20,000 00)
Preferential creditors	(1,328 92)
Unsecured creditors	(159,186 75)

The total amount of the capital paid up at the date of the commencement of the winding up

£

Paid up in cash	10,000 00
Issued as paid up otherwise than for cash	0 00

The general description and estimated value of any outstanding assets

Asset Type	Estimated To Realise
None	0
Total	0

Reasons why the winding up cannot yet be concluded
Receipt of final HMRC claims

The period within which the winding up is expected to be completed
3 months

GREENSTREET ONLINE LIMITED
in Creditors Voluntary Liquidation

Liquidator's Annual Report to Members and Creditors
For the year ending 14th June 2011
Pursuant to Section 104A Insolvency Act 1986
and Rule 4.49C Insolvency Rules 1986 (as amended)

STATUTORY INFORMATION

Company name Greenstreet Online Limited ("the company")

Registered office 4 Cyrus Way, Cygnet Park, Hampton, Peterborough, PE7 8HP.

Former registered office. 1st Floor, 8 Meadow Lane Business Park, St Ives, Cambridgeshire PE27 4LG

Registered number 6595178

Liquidator's name: Michael James Gregson

Liquidator's address Bulley Davey, 4 Cyrus Way, Cygnet Park, Hampton, Peterborough PE7 8HP

Liquidator's date of appointment. 15th June 2010

RECEIPTS AND PAYMENTS ACCOUNT

My Receipts & Payments Account for the period from 15th June 2010 to 14th June 2011 is attached at Appendix 1

Since the anniversary date, a VAT repayment of £86.88 on liquidation transactions has been received hence the present balance of liquidation funds is £4,657.35.

ASSETS

Cash at Bank

The Statement of Affairs referred to a total of £8,373 being in the company's various bank accounts That information proved to be out of date and the actual sums realised amount to £5,397.

Debtors

The Statement of Affairs referred to book debts of £12,907 estimated to realise £3,649. This reflected the director's knowledge of existing disputes and anticipation of further disputes with customers Actual realisations of the debts in question have proved worse than expected, at £76.

However, there were additional debts due to the company which were not reflected in the Statement of Affairs figures and in respect of which £7,001 was realised

These comprised £4,933 received from an Austrian company for "covermount", that is the attachment of a Greenstreet Online Ltd software product on CD to the cover of magazines issued by the Austrian company, and £2,068 of sundry debts recovered by the director, Dr J S Fenton's other company, Huntingdon Commercial Property Corporation Ltd t/a Electric Software ("HCPC")

No further debtor realisations are anticipated

Intellectual Property & Licensing

The Statement of Affairs showed these assets at £20,000 estimated to realise £10,000 These assets were sold on 10th July 2010 for £7,000 to HCPC, as mentioned above, a company run by the director of Greenstreet Online Ltd, Dr Fenton Payment was received on 9th July 2010

The assets were described as "All Technology, including Arts & Craft and puzzle games, as listed 14th June 2010 including all fonts, clip-art, images, logos and marking materials, related websites and web technology (as listed), Greenstreet Online Limited commercial licences, sub-licences and contracts, and all rights attaching to same" but expressly excluding various other items either of no realisable value or dealt with under the heading of stock.

The purchaser was not independently advised I was satisfied that the very specific, and largely intangible, nature of these assets rendered them of no greater value to any external party, a view confirmed by my agents, W & H Peacock, Auctioneers and Valuers, of Bedford ("Peacocks").

Stock

The Statement of Affairs referred to stock (excluding items understood to be subject to the retention of title claim referred to below) of £30,000 estimated to realise £5,000.

All the stock was sold by a combination of auction sales and private treaty sales during July and August 2010 by my agents, Peacocks The proportion of stock subject to the retention of title claim proved to be greater than estimated. The stock belonging to the company realised £3,500

Assets subject to Retention of Title

The company had previously acquired various assets from the Liquidator of another of Dr Fenton's companies, Greenstreet Software Limited. An instalment agreement was made and the Liquidator of Greenstreet Software Limited retained title to the goods pending full payment being made

Greenstreet Online Ltd failed to pay all the instalments. The Liquidator of Greenstreet Software Limited therefore sought to rely on the retention of title clause Some of the relevant stock remained However, Greenstreet Online Ltd had produced further goods which also formed part of the stock at June 2010

In conjunction with my agents, W & H Peacock, it was agreed that a proportion of the stock sold should be treated as subject to the retention of title. An agreed sum of £2,089, net of a proportion of the sale costs, was paid to the Liquidator of Greenstreet Software Limited.

Other Assets

An insurance refund, not provided for in the Statement of Affairs, was received in the sum of £1,010

LIABILITIES

Secured Liabilities

An examination of the company's mortgage register held by the Registrar of Companies, showed that the company granted a Debenture in favour of Jeffrey Stewart Fenton, dated 23rd June 2009 and registered on 3rd July 2009. There has been no payment to the debenture holder in respect of his claim of £20,000

The Statement of Affairs treated and the attached Receipts and Payments Account treats the Liquidator of Greenstreet Software Limited as a secured creditor in respect of his retention of title claim, now settled, as described above.

Preferential Creditors

The statement of affairs anticipated £1,329 in preferential creditors, namely employees' claims for arrears of pay and holiday pay.

Actual claims appeared likely to total £2,359. These were expected to be met by the Redundancy Payments Office but no claim has yet been received from the RPO.

Crown Creditors (non-preferential)

The statement of affairs included HM Revenue & Customs as being owed £84,070 regarding PAYE/NIC and £6,354 regarding VAT.

In respect of PAYE/NIC HMRC has recently lodged a claim for £133,691. I have queried this as it includes estimated sums for two tax years in respect of which HMRC states returns have not been submitted but which, according to my records, have been. I anticipate that HMRC's final claim will be much closer to the Statement of Affairs estimate.

Concerning VAT, HMRC has lodged a claim for £13,221 but having submitted outstanding returns I expect HMRC's final VAT claim will be much closer to the Statement of Affairs estimate

Unsecured Creditors

The statement of affairs included approximately 32 non-associated unsecured creditors with an estimated total liability of £34,921.

I have received claims from seven creditors at a total of £28,905

To date I have not received claims from around 25 creditors with original estimated claims in the statement of affairs in the region of £6,000

The statement of affairs included approximately three associated unsecured creditors with an estimated total liability of £33,305. No formal claims have been received from these creditors

LIQUIDATOR'S ACTIONS SINCE APPOINTMENT

The action I took in respect of the company's various assets is indicated above in relation to the details of realisations

The specialist nature of the company's stock and intellectual property made the involvement of the director, Dr Fenton, and his company HCPC essential in the disposal of the assets and in resolving the retention of title claim, plus issues regarding various creditors

I decided that it would be appropriate to use the assistance of HCPC regarding asset realisation, although the recovery of those book debts as included in the Statement of Affairs proved very poor. However, as mentioned above, there were realisations of debts other than those shown in the Statement of Affairs. I paid £3,437 to HCPC and consider this was justified in the circumstances and of benefit in achieving the realisations shown. This sum related to HCPC maintaining the company's online sales facility, the updating of accounts, and payments on behalf of the company by HCPC of credits owed to a supplier, the non-payment of which would have been likely to have prevented the sale of certain stock items.

I employed W & H Peacock as my agents as, apart from them being a reputable firm and quite local to the company, they had previously acted for the Liquidator of Greenstreet Software Limited and hence had some prior knowledge of the issues involved and had dealt with the director

INVESTIGATION INTO THE AFFAIRS OF THE COMPANY

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, taking account of the public interest, potential recoveries, the funds likely to be available to fund an investigation, and the costs involved

I concluded there were no matters that justified further investigation in the circumstances of this appointment

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

PRE-APPOINTMENT REMUNERATION

The board previously authorised the payment of a fee of £2,500 for my firm's assistance with the statement of affairs and Director's Report and producing and circulating the notices for the meetings of members and creditors prior to my appointment at a meeting held on 15th June 2010. This fee was also approved by the meeting of creditors held on that date.

This fee has been paid from the liquidation funds as shown in the enclosed receipts and payments account.

LIQUIDATOR'S REMUNERATION

My remuneration was previously authorised by creditors at the meeting held on 15th June 2010 to be drawn on a time cost basis, with interim drawings permitted.

My time costs to 14th June 2011 amount to £16,172. I have drawn remuneration of £11,000 to date. A schedule of my time costs incurred to date is attached as Appendix 1.

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 CCH-MYOB Insolvency software
- 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 CCH-MYOB Insolvency software
- 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

- Liaising with agents and the director regarding stock and other assets and related issues

A copy of 'A Creditors Guide to Liquidators' Fees' published by the Association of Business Recovery Professionals was circulated to creditors in May 2010 upon the convening of the liquidation meetings, including an explanatory note which showed Bulley Davey's fee policy

The current version of the above guide can be access via Bulley Davey's website at

<http://www.bulleydavey.co.uk/ard/documents.asp?AID=481&SID=10&FID=34951>

LIQUIDATOR'S EXPENSES

My expenses to 14th June 2011 (none since) amount to £5,829.59, as included in the Receipts and Payments Account.

This figure comprises £583 09 paid by my firm and recovered from the liquidation funds, and £5,246 50 paid direct from the liquidation funds

The attached report details these sums

The disbursements of £583.09 were in respect of my bond premium, advertising, postage, photocopying, stationery, mileage and search fees.

The other expenses of £5,246 50 were my agents' charges of £1,410 76 regarding the sale of stock etc, payment to HCPC for their assistance £3,437 44, £391.30 in respect of storage and packing of stock (some had been held at a third party site) and £7 00 bank charges regarding payment received in euros

The following agents or professional advisors have been utilised in this matter:

Professional Advisor	Nature of Work	Fee Arrangement
W & H Peacock	Valuer/Auctioneer	Percentage of realisations, plus disbursements

The choice of professionals 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. The fees charged have been reviewed and I am satisfied that they are reasonable in the circumstances of this case

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 Liquidator's remuneration and expenses, within 21 days of receipt of this report Any secured creditor may request the same details in the same time limit (Rule 4 49E(1))

An unsecured creditor may, with the permission of the court or with the concurrence of 10% in value of the creditors (including the creditor in question), apply to court to challenge the amount and/or basis of the Liquidator's fees and the amount of any proposed expenses or expenses already incurred, within 8 weeks of receipt of this report. Any secured creditor may make a similar application to court within the same time limit (Rule 4.131)

DIVIDEND PROSPECTS

As previously advised, the Company gave a floating charge to Dr Fenton on 23rd June 2009 and the prescribed part provisions will apply

However, the Floating Charge assets have realised £23,986 and no further realisations are expected. The paid costs of the liquidation to date are £19,329 and my undrawn time costs regarding first year of liquidation are £5,172, a total of £24,501, without taking into account the future costs to complete the liquidation.

Accordingly, there will be insufficient funds to fully pay the costs of the liquidation and hence there can be no distribution to preferential creditors, nor to the debenture holder, nor non-preferential creditors.

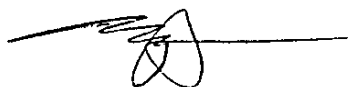
The company's "net property" is therefore nil and hence the Prescribed Part is nil.

SUMMARY

Amended claims are awaited from HMRC although, as explained above, there will be no dividend to creditors. Steps will be shortly taken to conclude the liquidation, which is likely to be within the next three months.

Should you have any queries regarding this matter please contact James Arnott of this office.

Dated 11th August 2011



Michael James Gregson
Liquidator

Appendix 1

Liquidator's Receipts & Payments Account for the period from 15th June 2010 to 14th June 2011

Liquidator's Time costs summary to 14th June 2011

Liquidator's Disbursements (expenses) report

Receipts and Payments Abstract: B366 Greenstreet (CVL) (JRA) - Greenstreet Online Limited In
Bank, Cash and Cash Investment Accounts To 14/06/2011

SOA Value £		£	£
SECURED ASSETS			
500 00	Assets subject to R O T	2,089 67	2,089 67
SECURED CREDITORS			
(500 00)	Greenstreet Software Limited (in	(2,089 67)	(2,089 67)
ASSET REALISATIONS			
2,000 00	Cash - PayPal accounts	0 00	
6,373 00	Cash at RBS	5,397 96	
0 00	Debtors (additional to SA)	7,000 81	
3,649 20	Debtors (Pre-Appointment)	76 97	
10,000 00	Intellectual Property & Licensing	7,000 00	
0 00	Refund of Insurances	1,010 76	
5,000 00	Stock	3,500 44	23,986 94
COST OF REALISATIONS			
0 00	Advertisements	(250 00)	
0 00	Agents / Valuers Fees	(1,410 76)	
0 00	Assistance re asset recovery	(3,437 44)	
0 00	Bank Charges	(7 00)	
0 00	Liquidator's Remuneration	(11,000 00)	
0 00	Mileage	(65 00)	
0 00	Photocopying	(91 40)	
0 00	Postage	(46 69)	
0 00	Search Fees	(30 00)	
0 00	Specific Bond	(90 00)	
0 00	Statement of Affairs Fee	(2,500 00)	
0 00	Stationery	(10 00)	
0 00	Storage & packaging charges	(391 30)	(19,329 59)
PREFERENTIAL CREDITORS			
(1,326 92)	Holiday Pay	0 00	
(2 00)	Other Claims	0 00	0 00
UNSECURED CREDITORS			
(33,305 99)	Associated Creditors	0 00	
(534 77)	Employees	0 00	
(90,424 59)	HM Revenue and Customs	0 00	
(34,921 40)	Trade and Expense Creditors	0 00	0 00
EQUITY			
(10,000 00)	Ordinary Shares of 10 pence each	0 00	0 00
(143,493 47)			4,657 35
REPRESENTED BY			
	Cash at Clydesdale	4,570 47	
	VAT Receivable (Payable)	86 88	4,657 35

Bulley Davey Insolvency Case Time Cost Information - GREENSTREET ONLINE LIMITED - 117B366

Insolvency Work – post-appointment (Year 1)

	Partner	Senior Manager	Manager/Administrator	Clerk/Cashier	Hours	Cost	Hourly Rate
						£	£
Administration & planning	1 70	12 00	0 70	12 20	33 60	5 267 50	156 77
Creditors	1 00	6 30	2 00	0 10	11 10	2 081 00	187 48
Investigations	0 70	5 20			16 30	2 021 00	123 99
Realisation of assets	3 00	26 90			29 90	6 802 50	227 51
Total Hours	6 40	50 40	2 70	12 30	90 90	16,172 00	177 91
Total Fees Claimed (£)	1,600 00	11,340 00	391 50	1,599 00		16,172.00	
Average Hourly Rate by Grade	250 00	225.00	145 00	130 00			

BULLEY DAVEY - INSOLVENCY CASE - DISBURSEMENTS

GEN649

**RE GREENSTREET ONLINE LIMITED
117B366**

	Items paid by Bulley Davey		Total of such items	Recovered from case funds		Items paid direct from case funds	Total of all items recovered from case funds
	(actual cost)	(actual cost)		(actual cost)	(actual cost)		
Insolvency Bond (actual cost)			90 00	90 00	0 00	0 00	90 00
Insurance of assets			0 00	0 00	0 00	0 00	0 00
Legal costs - Solicitor			0 00	0 00	0 00	0 00	0 00
Legal costs - Counsel's Fees			0 00	0 00	0 00	0 00	0 00
Affidavits / Statutory Declarations			0 00	0 00	0 00	0 00	0 00
Court Fees			0 00	0 00	0 00	0 00	0 00
Advertising			250 00	250 00	0 00	0 00	250 00
Agents / Valuers Charges			0 00	0 00	0 00	0 00	0 00
Locksmiths Charges			0 00	0 00	0 00	0 00	0 00
Redirection of Mail			0 00	0 00	0 00	0 00	0 00
Postage			46 69	46 69	0 00	0 00	46 69
Photocopying			91 40	91 40	0 00	0 00	91 40
Telephone			0 00	0 00	0 00	0 00	0 00
Stationery			10 00	10 00	0 00	0 00	10 00
Archive boxes			0 00	0 00	0 00	0 00	0 00
Storage charges			0 00	0 00	0 00	0 00	0 00
Box destruction costs			0 00	0 00	0 00	0 00	0 00
Mileage			65 00	65 00	0 00	0 00	65 00
Travel and subsistence costs			0 00	0 00	0 00	0 00	0 00
Companies House search			30 00	30 00	0 00	0 00	30 00
Land Registry Restriction or similar entry			0 00	0 00	0 00	0 00	0 00
Land Registry search			0 00	0 00	0 00	0 00	0 00
Electoral Roll / Directory online search			0 00	0 00	0 00	0 00	0 00
Agents / Valuers Fees				1 410 76	1 410 76		1 410 76
Assistance re asset recovery				3 437 44	3 437 44		3 437 44
Bank charges (currency exchange)				7 00	7 00		7 00
Storage & packaging charges (re stock sold)				391 30	391 30		391 30
			<u>£583 09</u>	<u>£583 09</u>	<u>£5 246 50</u>		<u>£5 829 59</u>
Not recovered from case funds to date							
			<u>£0 00</u>				
						B/down	5 829 59
						SA Fee	2 500 00
						Rem'n	11 000 00
						Payments total	<u>19 329 59</u>