

**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

06625564

Name of Company

Moko Digital Limited

I / We

Steven Philip Ross
Tenon House
Ferryboat Lane
Sunderland
Tyne and Wear
SR5 3JNIan William Kings
Tenon House
Ferryboat Lane
Sunderland
Tyne and Wear
SR5 3JNthe 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 25/05/2012 to 24/05/2013

Signed

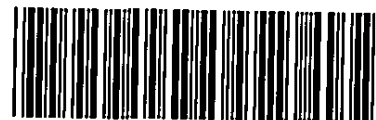
Date

12 July 2013

RSM Tenon Restructuring
Tenon House
Ferryboat Lane
Sunderland
Tyne and Wear
SR5 3JN

Ref 5509131/SPR/IWK/KA/LAH/LSF

SATURDAY



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#15

COMPANIES HOUSE

Moko Digital Limited
(In Liquidation)
Joint Liquidators' Abstract of Receipts & Payments

Statement of Affairs		From 25/05/2012 To 24/05/2013	From 25/05/2010 To 24/05/2013
	ASSET REALISATIONS		
1,200 00	Plant, Machinery & Computer Equipme	NIL	1,200 00
150 00	Scott Meikle - Staff Loan	NIL	NIL
17,105 00	Book Debts	NIL	1,433 86
3 00	Cash at Bank - Yorkshire Bank PLC	NIL	NIL
		NIL	2,633 86
	COST OF REALISATIONS		
	Statutory Advertising	NIL	151 20
	Debt Recovery Fees	NIL	764 61
		NIL	(915 81)
	PREFERENTIAL CREDITORS		
(6,353 00)	RPS - Arrears of Pay & Holiday Pay	NIL	NIL
(820 00)	Employee Claims Arrears/Hol Pay	NIL	NIL
		NIL	NIL
	UNSECURED CREDITORS		
(20,703 00)	Trade Creditors	NIL	NIL
(10,183 00)	RPS - Wages in Lieu of Notice	NIL	NIL
(760 00)	RPS - Redundancy Payments	NIL	NIL
(5,687 00)	Employee Claims	NIL	NIL
(106,733 00)	Intercompany Creditor - Dene Films	NIL	NIL
(1,595 00)	Deferred Tax	NIL	NIL
(1,279 00)	Stephen Salem - Director Loan	NIL	NIL
(92,427 00)	HM Revenue & Customs - PAYE/NIC	NIL	NIL
(133,406 00)	HM Revenue & Customs - VAT	NIL	NIL
(3,171 00)	Intercompany Creditor - Imagine TX	NIL	NIL
		NIL	NIL
	DISTRIBUTIONS		
(950 00)	Ordinary Shareholders	NIL	NIL
		NIL	NIL
(365,609.00)		NIL	1,718.05
	REPRESENTED BY		
	Vat Receivable		137 92
	Bank Current		1,580 13
			1,718.05

Moko Digital Limited (“the Company”) – In Liquidation

**Joint Liquidators’ Third Progress Report
for the period from 25 May 2012 to 24 May 2013**

Issued on: 12 July 2013



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COMPANIES HOUSE

#13

Moko Digital Limited ("the Company") – In Liquidation

JOINT LIQUIDATORS' THIRD PROGRESS REPORT AS AT 12 JULY 2013

Steven Philip Ross and Ian William Kings are the Joint Liquidators of the Company and this is their third progress report, to the creditors and members of the Company, showing how the liquidation has been conducted. The report covers the period from 25 May 2012 to 24 May 2013. This report should be read in conjunction with previous progress report/s.

1. Statutory Information

Statutory information relating to the Company is attached at **Appendix I**

2. Joint Liquidators' Receipts and Payments Account

A summary of the Joint Liquidators' receipts and payments account relating to the Company for the relevant period from 25 May 2012 to 24 May 2013 and cumulatively (from commencement of liquidation on 25 May 2010 to date of this report) is attached at **Appendix II**

3. Action taken by the Joint Liquidators since last Report

The Company was wound up on 25 May 2010 and Steven Philip Ross and Ian William Kings were appointed Joint Liquidators at meetings of members and creditors held on 25 May 2010.

3.1 Plant, machinery and computer equipment

Plant, machinery & computer equipment was sold to the directors of the company prior to our appointment for £1,200. Realisations have been received in full.

3.2 Book Debts

The company's book debts with a book value of £370,047.00 had been discounted to £17,105.00 in order to provide for contra's, counterclaims, doubtful debts, collection costs etc. The value of the debts had been discounted significantly due to a dispute with Monster Travel Limited, a major debtor of the company, who has since been placed into Liquidation although any future realisations are doubtful.

To date, £1,433.86 has been received.

3.3 Scott Meikle – Staff Loan

According to the company's records, a staff loan of £150 remains outstanding. This is currently being disputed by the staff member and any realisations are unlikely in this matter.

3.4 Intercompany Debt

Dene Communications Limited in Liquidation, a related Company, owes Moko Digital Limited £415,002.00. There is a possibility of a dividend from the Liquidators, however, based on present information it is not possible to quantify the amount or timing.

Investigations

As previously reported there are no outstanding lines of enquiry and the Liquidators' confidential report or return on the Directors has been submitted to the government's Disqualification Unit

4. Future Actions of the Joint Liquidators

The only remaining assets to realise in this case are the outstanding book debt collections and to receive a dividend in respect of the amount due from Dene Communications Limited

5. Liabilities and Dividends

Secured Creditors

There are no secured creditors in this case

Preferential Creditors

The claims so far received are -

	Statement of Affairs £	Claim Received £
Redundancy Payments Service - Employees claims to arrears of pay and holiday pay	6,353 00	6,370 11
Employees arrears of pay & holiday pay	820 00	819 96
	<u>7,173 00</u>	<u>7,190 07</u>

Floating Charge Creditors

There are no floating charge creditors in this case

Ordinary Unsecured Creditors

As regards to non-preferential creditors, we have so far received the claims of 20 creditors whose claims total £315,016 against total non preferential claims of £375,966 per the Statement of Affairs

Notice is given that no dividend will be declared to unsecured creditors as the funds realised have already been distributed, used or allocated for defraying the expenses of administration

Prescribed Part

The Prescribed Part is not applicable in this case as there is no Floating Charge claim

6. Joint Liquidators' Remuneration, Disbursements and Expenses

Basis of Remuneration and Disbursements

At the initial meeting of creditors held on 25 May 2010 it was resolved that the Joint Liquidators would be remunerated by reference to the time properly spent in dealing with matters in the liquidation and that their disbursements would be drawn in accordance with the tariff outlined in **Appendix III**.

Remuneration Charged and Drawn in the Period

The Joint Liquidators' time costs were charged (exc VAT) as follows

	Incurred	Paid
For this period, from 25 May 2012 to 24 May 2013	£142 50	£Nil
Since appointment on 25 May 2010 to 24 May 2012	£7,303 00	£Nil
Total	£7,445 50	£Nil

In accordance with Statement of Insolvency Practice 9, attached at **Appendix III** is a breakdown of these time costs

Since the end of this period to the current date, further time costs have been incurred of £647 50 (primarily in relation to Statutory Reporting requirements representing 3 70 hours. Such costs will be fully reported in my next progress report

Disbursements Incurred and Drawn

The Joint Liquidators' disbursements incurred and reimbursed are summarised below Details are in the attached **Appendix III**

No category 2 disbursements have been charged nor will be recovered in this matter

	Incurred	Paid
Category 1 disbursements for this period, from 25 May 2012 to 24 May 2013	£28 84	£Nil
Category 1 disbursements since appointment on 25 May 2010 to 24 May 2012	£310 80	£151 20
Total	£339.64	£151.20

Expenses (Professional Advisors) Charged and Drawn in the Period

The following professional advisors have been instructed in this matter

<i>Professional Advisor</i>	<i>Nature of Work</i>	<i>Fee Arrangement</i>
Group Recoveries Limited	Debt Collection Agents	Commission of 10% on realisations

The choice of professionals and the Joint Liquidators' fee arrangement with them was based on perception of their experience and ability to perform this type of work, together with the complexity and nature of the assignment

Details of the costs incurred and paid by the Liquidators in relation to liquidation expenses for the period are also attached at **Appendix III**

On 25 May 2010 the creditors resolved that the fees of RSM Tenon Restructuring for assisting the Directors in placing the company into liquidation of £2,500 00 plus VAT and the fees (£1,000 00 plus VAT) of RMT Accountant for assisting with the Statement of Affairs may be paid as an expense of the liquidation

Creditors' Guide to Fees and Statement of Creditors' Rights

Creditors have a right to request further information from the Joint Liquidators and additionally have a right to challenge the Joint Liquidators' remuneration and expenses time limits apply Details can be found in the document 'Remuneration Guidelines Liquidation (post 1 November 2011)' which you can access and download at <http://www.rsmtenon.com/creditorguides> Alternatively a copy is available free of charge upon request from the address above

7 Conclusion of the Liquidation

The only asset remaining to be realised is the recovery of the outstanding intercompany loan from Dene Communications Limited

This case will proceed to closure once the funds have been received

I hope this report sufficiently updates you on the current position of the Liquidation However should you require any further clarification please contact Lindsay Hailes of my office



Steven P Ross
Joint Liquidator

Licensed in the United Kingdom to act as an insolvency practitioner by the Institute of Chartered Accountants in England and Wales

Statutory Information

Appendix I

Company Information

Company Name	Moko Digital Limited
Previous Name	Not applicable
Company Number	06625564
Date of Incorporation	20 June 2008
Trading Address	146-148 Westmoreland Road, Newcastle Upon Tyne, Tyne & Wear, NE4 7JS
Current Registered Office	Tenon House, Ferryboat Lane, Sunderland, SR5 3JN
Former Registered Office	146-148 Westmoreland Road, Newcastle upon Tyne, Tyne & Wear, NE4 7JS
Principal Trading Activity	Other Computer Related Activities

Appointment details

Joint Liquidators' name and address	Steven Philip Ross of RSM Tenon Restructuring, Tenon House, Ferryboat Lane, Sunderland, Tyne and Wear, SR5 3JN and Ian William Kings of RSM Tenon Restructuring Tenon House, Ferryboat Lane, Sunderland, Tyne and Wear, SR5 3JN
Commencement of liquidation	25 May 2010
Date of appointment	25 May 2010
Appointment made by	Members and Creditors
The Joint Liquidators act jointly and severally	

Moko Digital Limited
(In Liquidation)
Joint Liquidatorss' Abstract of Receipts & Payments
To 24/05/2013

S of A £		£	£
	ASSET REALISATIONS		
1,200 00	Plant, Machinery & Computer Equipme	1,200 00	
150 00	Scott Meikle - Staff Loan	NIL	
17,105 00	Book Debts	1,433 86	
3 00	Cash at Bank - Yorkshire Bank PLC	NIL	
			2,633 86
	COST OF REALISATIONS		
	Statutory Advertising	151 20	
	Debt Recovery Fees	764 61	
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	PREFERENTIAL CREDITORS		
(6,353 00)	RPS - Arrears of Pay & Holiday Pay	NIL	
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			NIL
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(760 00)	RPS - Redundancy Payments	NIL	
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(3,171 00)	Intercompany Creditor - Imagine TX	NIL	
			NIL
	DISTRIBUTIONS		
(950 00)	Ordinary Shareholders	NIL	
			NIL
(365,609.00)			1,718.05
	REPRESENTED BY		
	Vat Receivable		137 92
	Bank Current		1,580 13
			1,718.05

Appendix III – Information relating to the Joint Liquidators' Fees and Expenses

Appendix III

Moko Digital Limited

Information relating to the Joint Liquidators' Fees and Expenses

1. Explanation of Liquidators' charging and disbursement recovery policies

1.1. Time recording

Work undertaken on cases is recorded in 6 minute units in an electronic time recording system. Time properly incurred on cases is charged at the hourly rate of the grade of staff undertaking the work that applies at the time the work is done. The current hourly charge-out rates are

	Rate since May 2010	Rate since February 2011 £	Rate since November 2011 £	Rate from March 2012 £
Partner and licensed Insolvency Practitioner	225-280	225-280	355-395	320
Manager	160-230	200-250	260-300	225-250
Other senior professionals	110-220	110-230	185-220	175-230
Assistants and support staff	50-140	50-140	50-155	90-120

1.2. Disbursement recovery

Disbursements are categorised as either Category 1 or Category 2

Category 1 disbursements

External supplies of incidental services specifically identifiable to the case. Where these have initially been paid by RSM Tenon Restructuring and then recharged to the estate, approval from creditors is not required.

Examples of category 1 disbursements include postage, case advertising, specific bond insurance, company search fees, external room hire, storage, case management software system, invoiced travel and properly reimbursed expenses incurred by personnel in connection with the case (including business mileage up to HMRC approved rate for cases commenced before 1 November 2011).

Category 2 disbursements

These include elements of shared or allocated costs incurred by RSM Tenon Restructuring and recharged to the estate, they are not attributed to the estate by a third party invoice and/or they may include a profit element. These disbursements are recoverable in full, subject to the basis of the disbursement charge being approved by creditors in advance.

Category 2 disbursements charged by RSM Tenon Restructuring are as follows

Disbursement charge	Rate
Company searches (RSM Tenon Tracker)	£10 per case
File set up	£7 per file
Photocopying, scanning and faxes	10p per side of paper
Mileage	45p per mile

Room hire (internal) - London	£150 per hour
Room hire (internal) - outside London	£100 per hour
Reports to creditors and members - posted	50p per report
Reports to creditors and members - published on line	25p per report

2. Description of work carried out in the current period

Section 3 of this appendix outlines the time costs to date in relation to activities undertaken during this period. These can be summarised as follows:

2.1. Administration and planning

The following activities have been undertaken:

- > Statutory duties associated with the appointment,
- > Notification of the appointment to creditors, employees and other interested parties,
- > Setting up case files,
- > Reviewing available information to determine appropriate strategy,
- > Maintaining bank accounts,
- > Progress reviews of the case.

Staff of different levels were involved in the above activities depending upon the experience required.

2.2. Investigations

The time spent includes:

- > Corresponding with the former directors and management,
- > Review of questionnaires and comments provided by interested parties,
- > Review of company documentation,
- > Completion of statutory returns to the Insolvency Service,

Due to the complex nature and importance of the investigations, the staff utilised to conduct such work involved experienced members of staff.

2.3. Realisation of assets

Please refer to the main body of the report but in summary the time spent includes:

- > Liaising with agents and solicitors,
- > Correspondence and meetings with interested parties,
- > Monitoring and chasing of deposits,
- > Identifying, securing and insuring of assets,
- > Debt collection,
- > Agreement of contracts.

Staff were chosen depending upon the appropriate level of experience required for the activity they were required to undertake.

2.4. Creditors and distributions

The time spent includes the following matters

- > Recording and maintaining the list of creditors,
- > Dealing with employee related matters,
- > Recording creditor claims,
- > Reporting to creditors,
- > Meetings of creditors,
- > Dealing with creditor queries,
- > Reviewing and evaluating creditor claims,

3. Time and charge out summary

For the period of this report from 25 May 2012 to 24 May 2013, a total of 0.7 hours have been spent at an average charge out rate of £203.57 bringing the total charged to £142.50

The table below shows details of the time costs charged (exc VAT) in the current period

Classification of work function	Insolvency Practitioner/ Partner/ Director	Manager	Hours Other senior professionals	Assistants and support staff	Total	Time cost £	Average Hourly rate £
Administration and Planning				0.30	0.30	52.50	175.00
Creditors			0.40		0.40	90.00	225.00
Investigations							
Realisation of Assets							
Total hours			0.60	0.30	0.70	142.50	203.57
Total fees claimed £					Nil		

The following table shows all fees charged from appointment to the end of the current period

Classification of work function	Insolvency Practitioner/ Partner/ Director	Manager	Hours Other senior professionals	Assistants and support staff	Total	Time cost £	Average Hourly rate £
Administration and Planning		4 30	6 60	4 00	14 90	580 00	128 89
Creditors		4 50	7 80	2 40	14 70	1,240 00	229 63
Investigations	7 00	1 40	5 30		6 70	60 00	100 00
Realisation of Assets		1 10	6 10		14 20	129 00	161 25
Total hours	7 00	11 30	25 80	6 40	50 50	2,009 00	147 43
Total fees claimed £					Nil		

From appointment to the end of the current period the total time costs incurred are £7,445 50, 50 50 hours spent bringing the average charge out rate to £147 43

4. Disbursements

Disbursements incurred during the period of this report and cumulatively, and those reimbursed in the period and cumulatively, to end of current period, are detailed below

Disbursements	This period		Cumulatively	
	Incurred £	Paid £	Incurred £	Paid £
Category 1				
Statutory advertising	Nil	Nil	226 80	151 20
Practitioners bond	Nil	Nil	54 00	Nil
Courier/Travel	Nil	Nil	30 00	Nil
Case management software system	28 84	Nil	28 84	Nil
Total	28.84	Nil	339.64	151.20

The above costs exclude VAT No Category 2 disbursements have been charged to this matter

5. Professional advisors and expenses

Joint Liquidators have incurred liquidation expenses in connection with the instruction of the following parties shown below. Expenses incurred during the period of this report and cumulatively, and those paid in the period and cumulatively, to end of current period, are detailed.

Name & Activity	This period		Cumulatively	
	Incurring £	Paid £	Incurring £	Paid £
Group Recoveries Limited	Nil	Nil	764 61	764 61
Total	Nil	Nil	764 61	764 61

The above costs exclude VAT