

**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

06656114

Name of Company

Blackwoods Limited

I ~~am~~

Philip B Wood, 570-572 Etruria Road, Newcastle, Staffordshire, ST5 0SU

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 14/06/2013 to 13/06/2014

Signed



Date

26/06/2014

Barringtons Corporate Recovery
570-572 Etruria Road
Newcastle
Staffordshire
ST5 0SU

Ref B1587I/PBW/NLW

WEDNESDAY



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02/07/2014

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COMPANIES HOUSE

Blackwoods Limited
(In Liquidation)
Liquidator's Abstract of Receipts & Payments

Statement of Affairs		From 14/06/2013 To 13/06/2014
3,818 15	ASSET REALISATIONS	
	Book Debts	4,095 97
	VAT Refund	64 80
	Repayment of Diverted Funds	1,046 00
		<u>5,206 77</u>
	COST OF ADMINISTRATION	
	Specific Bond	50 00
	Preparation of S of A	4,000 00
	Bank Charges	20 00
	Liquidators Outlays	100 00
		<u>(4,170 00)</u>
(42,234 06)	FLOATING CHARGE CREDITORS	
	Black Country Reinvestments Society	NIL
		<u>NIL</u>
(120,040 37)	UNSECURED CREDITORS	
(11,723 82)	Trade & Expense Creditors	NIL
(41,436 00)	Lease Creditor	NIL
Uncertain	Director - Tracy Keeling-Hollins	NIL
(897 19)	HSBC Bank Plc	NIL
	HM Revenue Customs - PAYE	NIL
		<u>NIL</u>
(100 00)	DISTRIBUTIONS	
	Issued Share Capital	NIL
		<u>NIL</u>
(212,613 29)		<u>1,036.77</u>
	REPRESENTED BY	
	VAT Receivable	10 00
	Bank 1 - Current	1,026 77
		<u>1,036.77</u>



Philip B Wood
Liquidator

STRICTLY PRIVATE & CONFIDENTIAL
TO ALL MEMBERS AND CREDITORS

570-572 Etruria Road
Newcastle
Staffordshire
ST5 0SU

T: 01782 713 700
F: 01782 713 379

Our Ref PBW/NLW/B1587i

Your Ref

25 June 2014

**1st Annual
Report**

Dear Sirs

BLACKWOODS LIMITED - IN CREDITORS' VOLUNTARY LIQUIDATION

I, Philip Barrington Wood, refer to my appointment as Liquidator of the above named company at meetings of members and creditors held on 14 June 2013. The registered office of the company is 570-572 Etruria Road, Newcastle, Staffordshire, ST5 0SU and the company number 06656114.

In accordance with Section 104A of the Insolvency Act 1986, I hereby issue my first annual report to members and creditors for the period 14 June 2013 to 13 June 2014.

I enclose my Receipts and Payments Account for the period 14 June 2013 to 13 June 2014, from which you will note the account balance of £1,036.77. The estate funds are held in a non-interest bearing estate account with Svenska Handelsbanken.

ASSETS

Book Debts

The director detailed in the company Statement of Affairs that £3,818.15 was achievable in respect of debts due to the company.

You will note from the attached Receipts and Payments Account that I have successfully recovered £4,095.97 which includes £2,916.24 from Blackwoods Cash & Carry Limited, a company owned and controlled by the director's husband.

VAT Refund

A repayment of £1,095.05 in respect of VAT was due to the company, however HM Revenue and Customs exercised their right to set-off against Crown debts. Following this adjustment, £64.80 was received into the Liquidation estate.



Repayment of Diverted Funds

During my investigations into the company affairs I became aware of a fraudulent diversion of funds of £7,469 82, carried out shortly before the company entered Liquidation. The material debt omitted from the company Statement of Affairs was diverted to Blackwoods Cash & Carry Limited under the direction of the company director.

The director acknowledged the offence and has made efforts to repay the amount diverted. You will note from my Receipts and Payments Account that £1,046 00 was received. The director has since entered into an Individual Voluntary Arrangement ("IVA") and a proof of debt has been submitted.

This is the only remaining asset to be dealt with in this matter, however my investigations are ongoing.

COSTS OF REALISATIONS**Specific Bond**

I am required as Liquidator to obtain specific bond of insurance in order to cover the value of the assets subject to my appointment. £50 has been paid in respect of this Insurance.

Bank Charges

The amount of £20 00 has been paid to Svenska Handelsbanken in respect of charges for operating the Liquidation bank account.

CREDITORS' CLAIMS**Secured Creditors**

Black Country Reinvestment Society hold a debenture over the assets of the company. Their claim is estimated at £42,234 06.

Preferential Creditors

There are no preferential creditors in this matter.

Unsecured Creditors

The directors Statement of Affairs detailed unsecured creditors totalling £174,097 38. Creditors' claims received to date amount to £98,385 38.

A dividend to any class of creditor in this matter is unlikely.

INVESTIGATIONS

As an essential part of my duties, enquiries have been carried out into the company's trading activities and the conduct of the officers and the individuals concerned in the company's management.

Shortly after appointment, I made an initial assessment of whether there could be any matters that might lead to recoveries from the estate and what further investigations may be appropriate. This assessment took into account information provided by creditors either at the initial meeting or as a

response to my request to complete an investigations questionnaire. My investigations revealed the fraudulent diversion of funds which are discussed earlier in my report.

The fraud was reported to the relevant authority and a claim has been lodged in the directors' IVA for the outstanding balance. It is expected that a dividend of 52 pence in the pound will be distributed to unsecured creditors over the next 55 months.

I have complied with my duties under the Company Directors Disqualification Act 1986 and the appropriate return has been submitted to the Department of Business Innovation and Skills, the contents of which remain confidential.

LIQUIDATOR'S REMUNERATION

My remuneration is based on time costs incurred, as approved at the meeting of creditors held on 14 June 2013.

During the period 14 June 2013 to 13 June 2014 I have incurred time costs of £13,827.50 representing 67 hours at an average charge-out rate of £206.38. To date, no remuneration has been drawn.

Time is charged on a 6-minute unit basis. Disbursements amounting to £100.00 have been drawn during the same period. A breakdown of time costs and disbursements incurred are attached herewith.

During the last twelve months, the following work has been carried out:

Administration & Planning

- Attendance at the creditors' meeting
- All post-appointment duties, including notices to relevant parties, advertising, relevant searches, update internal systems and initial case review
- Arranging for the case to be bonded
- Numerous phone calls with various parties, including directors and creditors
- Completion of relevant tax forms
- Perusal of company books and records
- Raise and pay invoices
- Bank reconciliation
- Produce the annual report to creditors

Investigations

- Perusal of books and records of the company in respect of completing the directors' conduct return
- Complete statutory checklists in respect of the directors' conduct
- Complete the directors' conduct return
- Submission of the conduct return to the Insolvency Service

Realisation of assets

- Cashiering duties in respect of realised assets
- Lengthy correspondence with the director and debtors in recovering debts owed to the company
- Communication with customer and director regards fraudulent diversion of funds
- Recovery of diverted funds and completion of claim form in director's IVA

Creditors

- Numerous phone calls with creditors asking for an update or additional information
- Entering proof of debts on to our internal system
- Perusal information received from creditors

A fee of £4,000 has been received in respect of assistance provided in the preparation of the Statement of Affairs

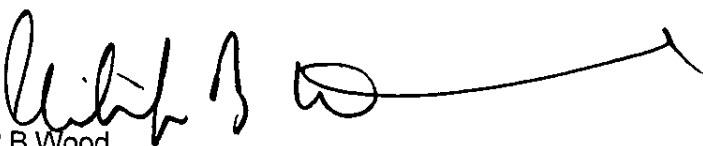
For a copy of 'A Creditor's Guide to Liquidators' Fees' please refer to www.bcr-insolvency.co.uk/business/downloads.htm and select 'appointments post 1 November 2011' Remuneration and disbursement schedules are attached to this report

In accordance with Rule 4 49E, a secured creditor, or an unsecured creditor with the concurrence of at least 5% in value of the unsecured creditors (including that creditor) or the permission of the court have the right to request further information regarding the liquidator's remuneration and expenses within 21 days of receiving this report

Any secured creditor, or any unsecured creditor with either the concurrence of at least 10% in value of the creditors' claims (including that creditor) or the permission of the court also has the right under Rule 4 131, within 8 weeks of receiving this report to make an application to the court to claim the liquidator's remuneration or expenses are excessive

Should you have any queries regarding this report please contact Nick West

Yours faithfully
FOR AND ON BEHALF OF
Blackwoods Limited

A handwritten signature in black ink, appearing to read 'P B Wood', followed by a long horizontal line extending to the right.

P B Wood
Liquidator

Blackwoods Limited
(In Liquidation)

Liquidators Receipts and Payments Account
14 June 2013 to 13 June 2014

	Total
Receipts	£
Book Debts	4,095 97
VAT Refund	64 80
Repayment of Diverted Funds	1,046 00
	5,206.77
Payments	
Specific Bond	50 00
Preparation of the Statement of Affairs	4,000 00
Bank Charges	20 00
Liquidators Disbursements	100 00
	4,170.00
Balance	1,036.77

ANALYSIS OF LIQUIDATOR'S TIME COSTS FOR PERIOD 14 JUNE 2013 TO 13 JUNE 2014

Re BLACKWOODS LIMITED - IN CREDITORS' VOLUNTARY LIQUIDATION

	Liquidator	Manager	Senior Case Administrator	Administrator	Trainee Administrator	Assistants & Support	Total	Total Cost	Average hourly Charge-Out
Administration & Planning	2 7	6 7	9 2	0	0	0	18 6	£4,297 50	£231 05
Investigations	1 4	0 5	20 5	0	0	0	22 4	£4,237 50	£189 17
Realisation of assets	1 4	3 9	16 3	0	0	0	21 6	£4,352 50	£201 50
Creditors	0 1	2	2 3	0	0	0	4 4	£940 00	£213 64
Total Hours	5 6	13 1	48 3	0	0	0	67	£13,827 50	£206 38

ANALYSIS OF DISBURSEMENTS FROM 14 JUNE 2013 TO 13 JUNE 2014

Type of Disbursement	Total Cost
Advertising	£164 73
Storage	£100 00
Total Cost	£264 73

**BCR
Remuneration and Disbursement Schedule**

Remuneration

A resolution will or has been proposed or approved authorising remuneration to be drawn on a time cost basis. Remuneration is fixed by reference to time properly spent by the Insolvency Practitioner appointed and their staff in attending to all matters arising in the case. Time is charged to the case in actual hours and minutes, with time being recorded in 6 minute units. Charge out rates with effect from 1 October 2012 are as follows:

Director/Partner	£375 per hour
Manager	£250 per hour
Assistant Manager	£200 per hour
Senior Administrator	£175 per hour
Case Administrator	£135 per hour
Trainee Administrator	£110 per hour
Support	£90 per hour

Disbursements

Disbursements are charged as follows
(with effect from 1 October 2012)

Category 1 Disbursements

These comprise specific expenses which relate to the administration of the insolvency case and which are paid to an independent third party. Examples include postage, case advertising, specific case bond, company search costs and any travel and accommodation (excluding mileage). Approval is not required for the drawing of Category 1 disbursements.

Category 2 Disbursements (approval required)

These represent costs which, while being in the nature of expenses or disbursements, include elements of shared or allocated costs. Examples include the following:

- Expenses covering all stationery and printing, including notices to creditors and contributories of the first meeting of creditors and contributories, are charged at £175 where the number of creditors and contributories does not exceed 25 and £40 for every additional 10 creditors and contributories or part thereof. Where any subsequent or annual meeting of creditors and contributories is held, or any annual report is issued, the charges are £155 and £35 respectively.
- Room hire, for each statutory meeting of creditors a charge of £100 per meeting is made. Should the room hire be in excess of £100, the cost of the room hire will be charged.
- Mileage/motor expenses are charged at the rate of 45p per mile.
- Storage of books and records is charged at the rate of £5 per box per quarter.

Further Information

Should you require further clarification in respect of remuneration and disbursements, then please contact Phil Wood.

BCR
570-572 Etruria Road,
Newcastle,
Staffordshire
ST5 0SU

Tel	01782 713 700
Fax	01782 713 379
Website	www.bcr-insolvency.co.uk
Email	insol@bcr-insolvency.co.uk

For copies of creditors guides to fees please refer to
www.bcr-insolvency.co.uk/business/downloads.htm