

LIQ03

Notice of progress report in voluntary winding up



Companies House

MONDAY

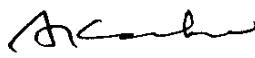


A14 *A81ZC10G* 25/03/2019 #155
COMPANIES HOUSE

1	Company details	
Company number	0 7 0 4 6 7 0 3	→ Filling in this form Please complete in typescript or in bold black capitals.
Company name in full	Charlie Freezer Limited	
2	Liquidator's name	
Full forename(s)	Alex	
Surname	Kachani	
3	Liquidator's address	
Building name/number	Units 13 -15 Brewery Yard	
Street	Deva City Office Park	
	Trinity Way	
Post town	Salford	
County/Region		
Postcode	M 3 7 B B	
Country	United Kingdom	
4	Liquidator's name ①	
Full forename(s)		① Other liquidator Use this section to tell us about another liquidator.
Surname		
5	Liquidator's address ②	
Building name/number		② Other liquidator Use this section to tell us about another liquidator.
Street		
Post town		
County/Region		
Postcode		
Country		

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6	Period of progress report															
From date	d	2	d	5	m	0	m	1	y	2	y	0	y	1	y	8
To date	d	2	d	4	m	0	m	1	y	2	y	0	y	1	y	9
7	Progress report															
<input checked="" type="checkbox"/> The progress report is attached																
8	Sign and date															
Liquidator's signature	<div>Signature</div> <div> <div>X</div> <div></div> <div>X</div> </div>															
Signature date	d	2	d	1	m	0	m	3	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

Company name

Address

Post town

County/Region

Postcode

Country

DX

Telephone



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

**CHARLIE FREEZER LIMITED
IN MEMBERS' VOLUNTARY LIQUIDATION**

LIQUIDATOR'S ANNUAL PROGRESS REPORT

CONTENTS

1. Introduction
2. Background
3. Asset realisations
4. Creditors' claims
5. Dividend prospects
6. Costs and expenses
7. Conclusion

APPENDICES

1. Receipts and Payments Account

21 March 2019

1. INTRODUCTION

The purpose of this report is to detail my acts and dealing as Liquidator.

2. BACKGROUND

I was appointed Liquidator of the company on 25 January 2018 at the meeting of shareholder.

The Company's former registered office was 195 Fog Lane Manchester M20 6FJ and this was changed to Units 13-15 Brewery Yard, Deva City Office Park, Trinity Way, Salford, Manchester, M3 7BB.

The Company's trading address was 25 High Street, West Cornforth, DL17 9HN.

The Company was a general convenience store.

3. ASSET REALISATIONS

According to the Declaration of Solvency sworn in these proceedings, the assets of the company were estimated to have a realisable value of £148,000 which is made up of the following: -

Cash at Bank

I have received the sum of £20,126.46 from the company's bank account which is higher than the estimated balance of £20,000.

Debtors

The debtors were estimated to realise the sum of £128,000 but none of these have been recovered in the liquidation to date. I have made further enquires relating to these debtors with both the Directors and the Company's Accountant but it remains unclear whether or not these debtors will be realisable in full or whether there will be a significant write-down in these debtors. I am continuing with my communications to determine the true extent of recoverability of these debts. If it is the case that these are not fully recoverable and there is a significant write down in the recoverability of these debts, I will have consider the viability of the liquidation and whether it should be moved to Creditors' Voluntary Liquidation.

Bank Interest Gross

Bank interest in the sum of £25.85 has been received in the liquidation from funds held in the Liquidator's bank account.

4. CREDITORS' CLAIMS

Secured Creditor

There is no secured creditor in the liquidation.

Preferential Creditor

There is no preferential creditor in the liquidation.

Unsecured Creditors

According to the Declaration of Solvency, there were no company liabilities.

Following my appointment as Liquidator, I made enquiries with the Company's Accountants to establish the tax position.

I have been assured, though only verbally, that the Company has submitted accounts and tax returns up to the date the last Accounts have been prepared though I have yet to receive copies thereof.

Contrary to this information, I have recently received a letter from HM Revenue and Customs advising that the Company has a number of outstanding Corporation Tax Returns and VAT returns for the periods leading up to the commencement of the liquidation. I have since forwarded this information to the Company's Accountants who are presently looking into these matters and will revert back to me shortly.

5. DIVIDEND PROSPECTS

Mr Shuib and Mrs Bibi are the shareholders of the Company, each holding 50 Ordinary Shares with a nominal value of £1 per share.

I have not declared any dividends to the Shareholders in the liquidation at this stage due to the outstanding issues highlighted in this report, which primarily relates to the recoverability of the debtors and also establishing the true value of Company liabilities as at the date of the liquidation.

6. COSTS AND EXPENSES

I can confirm that my Liquidator's remuneration was fixed in the sum of £7,000 plus VAT. I have not drawn any remuneration to date but will draw my Liquidator's fee shortly in accordance with the agreement with the Shareholders.

The duration of the liquidation was not anticipated to be longer than 12 months but it is clear that this is now unavoidable due to the unforeseen complications arising from the issues highlighted above and therefore, it follows the costs of administering the liquidation have become higher than originally anticipated at the outset of the liquidation. That said, I do not intend to seek revert back to Shareholders to seek an increment increase in the fixed fee, which was £7,000 plus VAT for the entire period of the liquidation.

There are outstanding costs due to Lee & Co Accountants for work undertaken in respect of the liquidation, including but not limited to, preparation of final company's accounts, tax returns, and assisting with my enquiries with company's debtors. These costs have not yet been agreed but will need to be discharged as an expense of the liquidation in due course.

The payments shown on the summary of the attached receipts and payments account are in the main self-explanatory.

Payments

Specific Bond

The sum of £255 has been paid in respect of specific bonding for the insolvent estate.

Statutory Advertising

The sum of £264 plus VAT has been paid in respect of statutory advertising.

Legal Fees

The sum of £30 plus VAT has been paid to Freers Askew Bunting Solicitors for retrieving their files and provision of information to this office to relation to the liquidation.

Case Management Fee

The sum of £110 has been paid for the use of case management software provided by an independent external software provider.

Summary of Costs

I can confirm that my Liquidator's remuneration was fixed in the sum of £7,000 plus VAT. I have not drawn any remuneration to date but will draw my Liquidator's fee shortly in accordance with the agreement with the Shareholders.

Crawfords rate of hourly charges are: Partner £325, manager £204, assistant £127, cashier £105, junior assistant £88 exclusive of VAT.

In common with all professional firms, charge out rates may increase from time to time over the period of the liquidation.

I have set out below a summary of the additional information which will provide creditors with some guidance in respect of work which is likely to be incurred during the remaining period of the liquidation until I am in a position to conclude the liquidation. I must emphasise that these guidance are based solely on present information available and are therefore estimates only. The final position of the liquidation and actual costs may well be different to the guidance provided below.

Anticipated Work

I am presently liaising with the Company's accountants to ascertain the recoverability of the debtors and also establishing the true value of Company's liabilities in the liquidation. I am presently awaiting information from the Company's Accountants on the debtors and evidence of tax returns submitted up to the date of the liquidation before I can consider whether or not the Company will be in a position to pay its debts including interest in the liquidation. I understand that the aforementioned information will be provided to me within the next 2-3 weeks.

Anticipated Costs of Work

My on-going costs will primarily relate to on-going administration of the liquidation and discharging the costs and expenses of the liquidation. In the event that the Company will need to be converted into Creditors' Voluntary Liquidation, I will also incur unforeseen and additional costs in dealing with the conversion which I am unlikely to be able to recover from the estate.

Actual Work Done

I have set out the asset realisations achieved in the liquidation in this report, as well as my other statutory and non-statutory work which I am required to undertake as Liquidator of the company. It should be noted that the work set out in this report is intended to provide an overall summary of work carried out by my staff and myself as Liquidator of the company, and does not intend to provide a full and comprehensive coverage of all the work which has been undertaken as to do so would be too onerous and therefore give rise to unnecessary costs.

Actual Costs of Work and Expenses

Please refer to the attached receipts and payments account detailing all the receipts and payments incurred in the liquidation up to the period of reporting. These are all necessary costs which have been incurred during the course of the liquidation.

Financial Benefit of Work to Creditors

I have not paid any creditors to date as these claims have not yet been agreed. I can confirm that all the work which has been undertaken in the liquidation was necessary in order to wind-up the affairs of the company.

Disbursements

Crawfords' disbursement policy is as follows: -

Category 1 Disbursements:

- Category 1 expenses are expenses directly attributable to the insolvent case. These include insolvency bonds, advertising, company searches, post redirection orders, postages and travelling and accommodation costs incurred by staff whilst attending to the administration of the insolvent estate.
- Postage will be charged at the first class postage rate prevailing.
- The list as stated above is not exhaustive and any other external supplies and services, specifically identifiable to the case will also be recovered as a category 1 disbursement at cost.

Category 2 Disbursements:

- Category 2 expenses are additional overheads that relate to the insolvent estate but are not directly attributable to it.
- These expenses include, inter alia, stationery, photocopying, storage costs and travel which will be charged at up to 50p per mile.
- Crawfords Accountants LLP does not seek to recover Category 2 disbursements except for travel and business mileage directly attributable to the case.

In accordance with Statement of Insolvency Practice No.9 (SIP 9), members must be provided with a statement of all expenses incurred during the period irrespective of whether payment was made during the period.

The expenses incurred are itemised in the enclosed receipts and payments account and represent only those expenses properly chargeable and necessarily disbursed in the course of the Liquidation.

Within 21 days of receipt of a progress report (or 7 business days where the report has been prepared for the purposes of a meeting to receive the liquidator's resignation) a member may request the Liquidator to provide further information about the remuneration and expenses set out in the report.

A request must be in writing, and may be made either by members of the company with at least 5% of the total voting rights of all the members having the right to vote at general meetings or with the permission of the court.

The Liquidator must provide the requested information within 14 days, unless he considers that: the time and cost involved in preparing the information would be excessive, or disclosure would be prejudicial to the conduct of the liquidation or might be expected to lead to violence against any person, or the Liquidator is subject to an obligation of confidentiality in relation to the information requested, in which case he must give the reasons for not providing the information.

Any member may apply to the Court within 21 days of the Liquidator's refusal to provide the requested information, or the expiry of the 14 days time limit for the provision of the information.

A copy of the members' guide to Liquidator's fees, Crawfords' disbursements policy, and members' rights to request further information, are available to download from <http://www.crawfordsinsolvency.co.uk/>. Alternatively you may request a copy from this office free of charge by post or e-mail.

Other professional Costs

I have engaged the services of the following professional firm: -

Freers Askew Bunting Solicitors – Solicitors – fee basis on time cost

Having reviewed their charges, I am satisfied that the level of fees incurred is reasonable.

7. CONCLUSION

The following matters remain outstanding: -

- On-going communications with the Company's Accountants relating to the recoverability of debtors and evidence of company's tax returns submitted to HM Revenue and Customs up to the date of the liquidation.
- On-going administration of the liquidation with a view to either concluding the liquidation or form the opinion that the company cannot pay its debts in full together with interest and therefore, the Members' Voluntary Liquidation should be moved to Creditors' Voluntary Liquidation.

For and on behalf of
Charlie Freezer Limited


Alex Kachani
Liquidator

Charlie Freezer Ltd - In Members Voluntary Liquidation
Liquidator's Abstract of Receipts & Payments

From 25 January 2018 To 24 January 2019

S of A £		£	£
	ASSET REALISATIONS		
128,000.00	Debtors	NIL	
NIL	Bank Interest Gross	25.85	
20,000.00	Cash Balances	20,126.46	
			20,152.31
	COST OF REALISATIONS		
	Specific Bond	(255.00)	
	Legal Fees	(30.00)	
	Statutory Advertising	(264.00)	
	Case Management Fee	(110.00)	
			(659.00)
			<u>19,493.31</u>
	REPRESENTED BY		
	VAT Recoverable	6.00	
	Balance at Bank	19,487.31	
			<u>19,493.31</u>



Alex Kachani
Liquidator