

# 51 SURF LTD (IN LIQUIDATION)

## REPORT TO MEMBERS AND CREDITORS IN ACCORDANCE WITH SECTION 104A OF THE INSOLVENCY ACT 1986 AND RULE 4.49C OF THE INSOLVENCY RULES

### 1 Introduction

- 1 1 You will recall that I was appointed Joint Liquidator, along with W Harrison, of 51 Surf Ltd ("the company") on 25 July 2014, our appointment being confirmed at a meeting of creditors held later that day. I detail below a brief summary of the progress of the liquidation to date.

### 2 Statutory Information

- 2 1 Detailed below is information extracted either from the statutory books of the company or from records held by the Registrar of Companies.

Previous Names	None Known		
Company Number	07156759		
Date of Incorporation	15 February 2010		
Registered Office	was 8 Sydney Avenue, Hamble, Southampton, SO31 4JP but changed to C12 Marquis Court, Marquisway, Team Valley, Gateshead, NE11 0RU		
Shareholdings	100 Ordinary Shares of £0.01 each, all of which have been issued and fully paid		
Shareholders	£1 Ordinary Share		
	Elliot Anderson		45
	Louise Baxter		40
	Poppy Baxter		5
	Charlie Baxter		5
	Alfie Baxter		5
Directors (in last 3 years)	<u>Name</u>	<u>Date of Appointment</u>	<u>Date of Resignation</u>
	Elliot Anderson	1 March 2012	N/A
	Louise Baxter	15 February 2010	5 June 2014
Nature of Business	Online Clothing and Footwear Retailer		
Trading Address	8 Sydney Avenue, Hamble, Southampton, SO31 4JP		

### 3 Asset Realisations

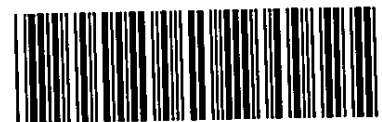
#### Stock

- 3 1 Stock was estimated to realise £2,500 in the Statement of Affairs. However, as creditors are aware, the stock was subject to a Warehouseman's lien to the value of £7,000. Any realisations in this respect would depend entirely on any surplus remaining following the satisfaction of the lien, as noted below, the lien remains unsatisfied. As such no realisations have been made.

#### Stock Held Under a Warehouseman's Lien

- 3 2 As noted above, the stock detailed in the company's statement of affairs was subject to a Warehouseman's Lien ("the Lien") to the value of £7,000. Following our appointment, the Liquidators wrote to the creditor holding the Lien to request a full breakdown of the assets in his possession, regular updates of any stock sold and the value of any such sale.

WEDNESDAY



A05 09/09/2015 #62  
COMPANIES HOUSE

- 3 3 The Liquidators have recently been informed by the creditor that no stock was sold and as a result the stock was disposed of. As such the Lien has not been satisfied and the creditor's claim will rank as an unsecured claim to the value of the Lien

#### Funds Held by Liquidators

- 3 4 Creditors were advised at the meeting of creditors held on 25 July 2014 that the Liquidators were holding £1,420 from the company's cash at bank and £380 from third party funds to meet the costs of assisting the director in the preparation of the Statement of Affairs and summoning and holding meetings of members and creditors

- 3 5 As can be seen from the attached receipts and payments account, £1,420 from the company's cash at bank and £380 from third party funds have been transferred to the liquidation estate

#### **4 Preferential Creditors**

- 4 1 There are no claims which would rank as preferential in this case

#### **5 Unsecured Creditors**

- 5 1 In accordance with rules 4 186 and 11 7 of the Insolvency Rules 1986, we have previously given notice to all creditors on 20 July 2015, that no dividend will become payable to the unsecured creditors in this liquidation

- 5 2 Pursuant to section 176A of the Insolvency Act 1986, in certain circumstances the Liquidators are required to make a prescribed part of the company's net property available to the unsecured creditors. In this case, the prescribed part does not apply as there was no qualifying floating charge holder

#### **6 Receipts and Payments Account**

- 6 1 In accordance with Rule 4 126 of the Insolvency Rules 1986 (as amended), attached to this report is a receipts and payment account for the period

- 25 July 2014 to 24 July 2015

#### **7 Investigations into the Affairs of the Company and the Directors Conduct**

- 7 1 I am able to confirm that we have complied with our obligations under the Company Directors Disqualification Act 1986. The Department for Business Innovation and Skills requests that the contents of our report submitted under the above Act remain confidential

#### **8. Costs of summoning meetings of members and creditors and assisting in preparation of Statement of Affairs**

- 8 1 As mentioned in Section 3 4, the Liquidators were holding £1,420 from the company's cash at bank and £380 from third party funds to meet the costs of assisting the Director in preparing the Statement of Affairs and summoning the meetings of members and creditors. The agreed fee for this work was £1,500 plus VAT and disbursements and you will note from the attached receipts and payments account that £1,331 46 plus VAT has been drawn

#### **9 Liquidators' Remuneration**

- 9 1 At the meeting of creditors held on 25 July 2014 it was agreed that the Liquidators' remuneration would be based on time costs with the Liquidators having authority to draw funds on account of those time costs as and when they felt it appropriate to do so. As can be seen from the attached receipts and payments account, insufficient funds have been realised to allow the Liquidators to draw any remuneration

- 9 2 In accordance with the resolution passed at the meeting of creditors held on 25 July 2014 Liquidators' disbursements should be reimbursed at direct cost save in the case of postage, stationery and telephone for which a charge of £7 50 per creditor will be levied, and motor travel where a charge of 45p per mile will be made

- 9 3 Other disbursements drawn, which were paid to independent third parties directly from case funds held, are detailed below

£

Liquidator's specific bond  
Statutory advertising fees

36 00  
432 80

**10 Conclusion**

- 10 1 As noted above in section 3, all possible realisations have now been achieved. Accordingly we will soon issue our draft final report to creditors and seek our release as Liquidators.



**E Walls**  
**Joint Liquidator**

**8 August 2015**

**51 Surf Ltd**  
**(In Liquidation)**  
**Joint Liquidators' Abstract of Receipts & Payments**

Statement of Affairs		From 25/07/2014 To 24/07/2015	
	<b>SECURED ASSETS</b>		
2,500 00	Stock		NIL
			NIL
	<b>SECURED CREDITORS</b>		
(7,000 00)	Creditor Claiming Lien		NIL
			NIL
	<b>ASSET REALISATIONS</b>		
1,420 00	Funds held by Liquidator	1,420 00	
	Bank Interest Gross	0 21	
	Third Party Funds	380 00	
		1,800 21	
	<b>COST OF REALISATIONS</b>		
	Specific Bond	36 00	
	Preparation of S of A	1,000 00	
	Statutory Advertising	338 40	
		(1,374 40)	
	<b>UNSECURED CREDITORS</b>		
(30,550 58)	Trade & Expense Creditors		NIL
(5,000 00)	Associated Creditors		NIL
			NIL
	<b>DISTRIBUTIONS</b>		
(1 00)	Ordinary Shareholders		NIL
			NIL
<b>(38,631 58)</b>		<b>425 81</b>	
	<b>REPRESENTED BY</b>		
	Vat Receivable	267 68	
	Bank 1 Deposit	425 81	
	Vat Control Account	(267 68)	
		<b>425 81</b>	

Eric Walls  
Joint Liquidator

**51 Surf Ltd (In Liquidation)**

**Receipts and Payments Account**

**For the Period 25 July 2014 to 24 July 2015**

Statement of Affairs	From To	From To	25/07/2014 24/07/2015 £
<b>RECEIPTS</b>			
1,420 00	Funds held by the Liquidators		1,420 00
-	Bank Interest Gross		0 21
-	Third Party Funds		380 00
<u>1,420 00</u>			<u>1,800 21</u>
<b>PAYMENTS</b>			
	Specific Bond		36 00
	Preparation of Statement of Affairs		1,000 00
	Statutory Advertising		338 40
			<u>1,374.40</u>
			<u>425.81</u>
<b>REPRESENTED BY</b>			
	Current Account		425 81
			<u>425.81</u>

**Note**

The above amounts are stated net of VAT, which has either been paid over to, or reclaimed from HM Revenue and Customs

**51 SURF LTD**

**(IN LIQUIDATION)**

**TIME AND CHARGE OUT SUMMARY**

	<b>Hours Spent</b>	<b>Charge Out Rate £</b>	<b>Total Time Costs £</b>	<b>Average Hourly Rate £</b>
<b>Administration, Planning and Statutory Matters</b>				
Partners	1 41	200 - 350	494 67	350 83
Managers/Senior Administrators	5 89	120 - 200	932 63	158 34
Administrators/Support Staff	7 62	50 - 120	872 64	114 52
<b>Investigations</b>				
Partners	0 77	200 - 350	268 82	349 12
Managers/Senior Administrators	3 78	120 - 200	378 42	100 11
Administrators/Support Staff	1 12	50 - 120	135 17	120 69
<b>Realisation of Assets</b>				
Partners	0 21	200 - 350	72 63	345 86
Managers/Senior Administrators	0 00	120 - 200	0 00	0 00
Administrators/Support Staff	0 23	50 - 120	27 33	118 83
<b>Trading</b>				
Partners	0 00	200 - 350	0 00	0 00
Managers/Senior Administrators	0 00	120 - 200	0 00	0 00
Administrators/Support Staff	0 00	50 - 120	0 00	0 00
<b>Creditors</b>				
Partners	1 07	200 - 350	372 94	348 54
Managers/Senior Administrators	0 17	120 - 200	16 67	98 06
Administrators/Support Staff	0 80	50 - 120	95 60	119 50
<b>Case Specific Matters</b>				
Partners	0 00	200 - 350	0 00	0 00
Managers/Senior Administrators	0 52	120 - 200	104 72	201 38
Administrators/Support Staff	0 63	50 - 120	75 23	119 41
<b>TOTAL</b>	<b>24 22</b>		<b>3,847 47</b>	<b>158 86</b>