

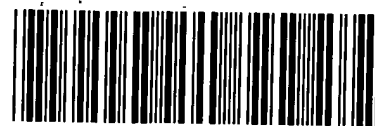
LIQ03

Notice of progress report in voluntary winding up



Companies House

MONDAY



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08/03/2021

#136

COMPANIES HOUSE

1 Company details

Company number 0 7 2 5 9 3 2 0

Company name in full Pulse Red Limited

→ Filling in this form

Please complete in typescript or in
bold black capitals.

2 Liquidator's name

Full forename(s) Jonathan

Surname Sinclair

3 Liquidator's address

Building name/number 46

Street Vivian Avenue

Post town Hendon Central

County/Region London

Postcode N W 4 3 X P

Country England

4 Liquidator's name ①

Full forename(s)

Surname

① Other liquidator

Use this section to tell us about
another liquidator.

5 Liquidator's address ②

Building name/number

Street

Post town

County/Region

Postcode


Country

② Other liquidator

Use this section to tell us about
another liquidator.

LIQ03

Notice of progress report in voluntary winding up

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

LIQ03

Notice of progress report in voluntary winding up



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 Jonathan Sinclair

Company name Sinclair Harris

Address 46 Vivian Avenue

Post town Hendon Central

County/Region London

Postcode N W 4 3 X P

Country England

DX

Telephone 0208 203 3344



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

Liquidator's Annual Progress Report to Creditors & Members

**Pulse Red Limited
- In Liquidation**

20 February 2021

CONTENTS

- 1** Introduction and Statutory Information
- 2** Receipts & Payments
- 3** Progress of the Liquidation
- 4** Creditors
- 5** Liquidator's Remuneration
- 6** Creditors' Rights
- 7** Next Report

APPENDICES

- A** Receipts and Payments Account for the Period from 23 January 2020 to 22 January 2021
- B** Cumulative Receipts and Payments Account for the Period since the Liquidator's Appointment
- C** Time Analysis for the Period from the 23 January 2020 to 22 January 2021
- D** Cumulative Time Analysis for the Period since the Liquidator's Appointment
- E** Additional information in relation to Liquidator's Fees, Expenses & Disbursements

1 Introduction and Statutory Information

- 1.1 I, Jonathan Sinclair of Sinclair Harris, 46 Vivian Avenue, Hendon Central, London, NW4 3XP, was appointed as Liquidator of Pulse Red Limited (the **Company**) on 23 January 2017. This progress report covers the period from 23 January 2020 to 22 January 2021 (**the Period**) and should be read in conjunction with any previous progress reports which have been issued.
- 1.2 Information about the way that we will use, and store personal data on insolvency appointments can be found in the attached Privacy Notice.
- 1.3 The principal trading address of the Company were 8 Church Lane, Banbury, OX16 5LR, 12 & 15 St. Peters Walk, Northampton, NN1 1PT and 11 Westgate Arcade, Peterborough, PE1 1PY. The business traded under the name Pulse.
- 1.4 The registered office of the Company has been changed to 46 Vivian Avenue, Hendon Central, London, NW4 3XP and its registered number is 07259320.

2 Receipts and Payments

- 2.1 At Appendix A is my Receipts and Payments Account covering the Period of this report. Also attached at Appendix B, is a cumulative Receipts and Payments Account for the period from the date of my appointment as Liquidator to the end of the Period covered by this report.
- 2.2 In Section 3 below, you will find an update on the progress made during the Period in realising the Company's assets and dealing with its affairs. I would, however, bring the following matters about the receipts and payments during the Period to your attention:

3 Progress of the Liquidation

- 3.1 This section of the report provides creditors with an update on the progress made in the liquidation during the Period and an explanation of the work done by the Liquidator and his staff.

Administration (including statutory compliance & reporting)

- 3.2 An office holder must comply with certain statutory obligations under the Insolvency Act 1986 and other related legislation. Details about the work I anticipated would need to be done in this area was outlined to creditors in my initial fees estimate/information.
- 3.3 Where the costs of statutory compliance work or reporting to creditors exceeds the initial estimate, it will usually be because the duration of the case has taken longer than anticipated, possibly due to protracted asset realisations, which have in turn placed a further statutory reporting requirement on the Liquidator.
- 3.4 As noted in my initial fees estimate/information, this work will not necessarily bring any financial benefit to creditors, but is required on every case by statute.
- 3.5 Where the costs of statutory compliance work or reporting to creditors exceeds the initial estimate, it will usually be because the duration of the case has taken longer than anticipated, possibly due to protracted asset realisations, which have in turn placed a further statutory reporting requirement on the Liquidator. The work that I have completed includes the following:

Instructing Rabbow & Co., Auctioneers and Valuers, in relation the valuation of the assets.

Filing the appropriate Notices and Forms to Companies House.

Taking out bonding in relation to the company's assets.

Opening a cashbook to record financial transactions of the liquidation.

Contacting HM Revenue and Customs in relation to the liquidation.

Attending to the company's premises to pick up the books and records.

Corresponding with various councils in relation to commercial rates.

Communicating with various Landlords and third parties in relation to the shops.

Dealing with numerous correspondence from creditors or their Solicitors in relation to alleged claims against the company.

Contacting the company's Insurers in relation to possible claims against the company.

Meeting with my own Solicitors (Portners) to take legal advice against possible claims against the company.

Preparation and despatch of the of Annual Progress Reports.

Communicating with the directors.

Opening a bank account for the liquidation.

Dealing with the VAT affairs of the company.

Commencing and completing a detailed investigation to the events leading to the company's financial demise and submitting a Report to BIS.

Corresponding with the company's former Accountants.

As noted in my initial fees estimate/information, this work will not necessarily bring any financial benefit to creditors, but is required on every case by statute

Correspond with various solicitors regarding the return of the rent deposit.

Realisation of Assets

Short Leasehold Land and Buildings

- 3.6 The Director had estimated, in the Statement of Affairs, that the Leasehold Land and Buildings would realise £3,000.00. There has been no realisation to date. This relates to a rent deposit due to the company. This matter has been delayed to legal issue relating to the Landlord. I am hopeful that this matter will be resolved in the oncoming months.

Fixtures, Fittings, Plant and Machinery

- 3.7 The Director had estimated that the Fixtures, Fittings, Plant and Machinery would realise £11,000.00, and this amount has been realised in a previous period

Office Equipment

- 3.8 The director had estimated that the Office Equipment would realise £100.00, and this amount has been realised in a previous period.

Motor Vehicles

- 3.9 The Director had estimated that the Motor Vehicles would realise £6,000.00, and this amount has been realised in a previous period.

Stock

- 3.10 The Director had estimated that Stock would realise £1,000.00, and this amount has been realised in a previous period.

Goodwill

- 3.11 The Director had estimated that Goodwill would realise £7,000.00, and this amount has been realised in a previous period.

Cash at bank and in hand

- 3.12 The Director had estimated that the Cash at bank and in hand would realise £752.00. The actual balance amounted to £860.82, which was realised in a previous period.

Other Realisations

- 3.13 A Sundry debt of £325.90 for VAT was realised in a previous period. The only other realisation has been the receipt of bank interest.
- 3.14 It is considered that the work the Liquidator and his staff have undertaken to date will bring a financial benefit to creditors. This may be a distribution to secured creditors of the Company only (from which a Prescribed Part fund may be derived for the benefit of unsecured creditors) or may, depending on realisations and the extent of any 3rd party security, result in a distribution to the preferential and unsecured creditors of the Company.

Creditors (claims and distributions)

- 3.15 Further information on the anticipated outcome for creditors in this case can be found at section 3 of this report. A Liquidator is not only required to deal with correspondence and claims from unsecured creditors (which may include retention of title claims), but also those of any secured and preferential creditors of the Company. This may involve separate reporting to any secured creditor and dealing with distributions from asset realisations caught under their security, most typically a debenture.
- 3.16 Claims from preferential creditors typically involve employee claims and payments made on behalf of the Company by the Redundancy Payments Service following dismissal.
- 3.17 The above work will not necessarily bring any financial benefit to creditors generally, however a Liquidator is required by statute to undertake this work. Similarly, if a distribution is to be paid to any class of creditor, work will be required to agree those claims and process the dividend payments to each relevant class of creditor. The more creditors a company has, the more time and cost will be involved by the Liquidator in dealing with those claims.
- 3.18 I consider the following matters worth noting in my report to creditors at this stage:
- There are approximately four claims unsecured creditor claims in this case with a value per the director(s) statement of affairs of £80,500.

Investigations

- 3.19 You may recall from my first progress report to creditors that some of the work the Liquidator is required to undertake is to comply with legislation such as the Company Directors' Disqualification Act 1986 (**CDDA 1986**) and Statement of Insolvency Practice 2 – Investigations by Office Holders in Administration and Insolvent Liquidations and may not

necessarily bring any financial benefit to creditors, unless these investigations reveal potential asset recoveries that the Liquidator can pursue for the benefit of creditors.

3.20 My report on the conduct of the Directors of the Company to the Department for Business, Energy & Industrial Strategy under the CDDA 1986 was submitted during the first year of the liquidation and is confidential.

3.21 Since my last progress report, I would advise that no further asset realisations have come to light that may be pursued by me for the benefit of creditors.

Matters still to be dealt with

3.22 I am still awaiting the refund of a rent deposit.

Connected Party Transactions

3.23 In accordance with Statement of Insolvency Practice 13, I would advise you that the following assets were sold to company controlled by a director of the Company during the period covered by this report:

Date of transaction	Assets involved & nature of transaction	Consideration paid & date	Sold to	Relationship
23 January 2017	<i>Purchase of company's assets</i>	<i>£25,100 paid on dates to 21 February 2017</i>	Red Elvis Ltd.	Controlled by Director

4 Creditors

Unsecured Creditors

4.1 As there have been insufficient funds realised to pay a dividend to the Creditors, their claims have not been agreed.

5 Liquidator's Remuneration

5.1 The Creditors approved that the basis of the Liquidator's remuneration be fixed by reference to the time properly spent by him and his staff in managing the Liquidation. My fees estimate/information was originally provided to creditors when the basis of my remuneration was approved and was based on information available to me at that time.

5.2 A copy of that estimate is reproduced below:

Category of work	Estimated Number of Hours	Average blended charge out rate £	Estimated cost £
Administration (inc statutory compliance & reporting)	24	273	6,555
Realisation of assets	13.5	293	3,960
Creditors (claims & distributions)	28.0	281	7,860
Investigations	12.5	277	3,465
Trading (where applicable)			
Case specific matters (where applicable)	15	327	4,910
Total estimated fees	93	288	£26,750

5.3 My time costs for the Period are £1,956.00. This represents 7 hours at an average rate of £279.43 per hour. Attached as Appendix C is a Time Analysis which provides details of the

activity costs incurred by staff grade during the Period in respect of the costs fixed by reference to time properly spent by me in managing the liquidation. To date, £14,272.22 plus disbursements of £4,029.50 has been drawn on account.

- 5.4 Also attached as Appendix D is a cumulative Time Analysis for the period from 23 January 2017 to 22 January 2021 which provides details of my time costs since my appointment. The cumulative time costs incurred to date are £26,013. This represents 90.20 hours at an average rate of £288.39 per hour.
- 5.5 I now consider that the fee estimate I previously provided for the liquidation is insufficient to complete my duties as a result of the drawn-out nature of this case and the time taken in dealing with insurance companies and solicitors on various matters. I will write off any chargeable time incurred for which there are insufficient realisations to cover the same.:
- 5.6 A copy of 'A Creditors' Guide to Liquidators' Fees' is available on request or can be downloaded from: www.sinclairharris.com/Sip9GuideToFees.pdf. The charge-out rate reflects the different grades of staff. If a lower graded member of staff is not available, then the services of a higher graded member of staff will be used, although they will be charged at a lower rate for work that does not require a higher level of expertise.
- 5.7 Attached as Appendix E is additional information in relation to the Liquidator's fees, expenses and disbursements, including where relevant, information on the use of subcontractors and professional advisers.

6 Creditors' Rights

- 6.1 Within 21 days of the receipt of this report, a secured creditor, or an unsecured creditor (with the concurrence of at least 5% in value of the unsecured creditors) may request in writing that the Liquidator provide further information about his remuneration or expenses which have been itemised in this progress report.
- 6.2 Any secured creditor, or an unsecured creditor (with the concurrence of at least 10% in value of the unsecured creditors) may within 8 weeks of receipt of this progress report make an application to court on the grounds that, in all the circumstances, the basis fixed for the Liquidator's remuneration is inappropriate and/or the remuneration charged or the expenses incurred by the Liquidator, as set out in this progress report, are excessive.

7 Next Report

- 7.1 I am required to provide a further report on the progress of the liquidation within two months of the next anniversary of the liquidation, unless I have concluded matters prior to this, in which case I will write to all creditors with my final account.
- 7.2 If you have any queries in relation to the contents of this report, I can be contacted by telephone on 020 8203 3344 or by email at jonathan@sinclairharris.com.

Yours faithfully



Jonathan Sinclair FCA FABRP MIPA
Liquidator

Enc

Appendix A

Pulse Red Limited - in Liquidation

Liquidator's Statement of Receipts and Payments For the Period from 23 January 2020 to 22 January 2021

	Directors Statement of Affairs	
	£	£
<u>RECEIPTS</u>		
Short Leasehold Land and Buildings		3,000.00
Fixtures Fittings, Plant and Machinery		11,000.00
Office Equipment		100.00
Motor vehicles		6,000.00
Stock		1,000.00
Cash at bank and in hand		752.00
Goodwill		7,000.00
Sundry debt re VAT		
Interest received	1.15	
	<u>1.15</u>	<u>28,852.00</u>
<u>EXPENDITURE</u>		
Meeting of Creditors Fee		
Statutory Advertising		
Legal Fees		
Liquidator's Fees		
Valuation Fees		
Bonding costs		
	<u>3,272.22</u>	
	<u><u>3,272.22</u></u>	
<u>MADE UP AS FOLLOWS</u>		
Barclays Bank Plc	-3,271.07	
VAT Control	0.00	
	<u>-3,271.07</u>	

Appendix B

Pulse Red Limited - in Liquidation

Liquidator's Statement of Receipts and Payments For the Period from 23 January 2017 to 22 January 2021

	Cumulative to Date £
<u>RECEIPTS</u>	
Short Leasehold Land and Buildings	0.00
Fixtures Fittings, Plant and Machinery	11,000.00
Office Equipment	100.00
Motor vehicles	6,000.00
Stock	1,000.00
Cash at bank and in hand	860.82
Goodwill	7,000.00
Sundry debt re VAT	325.90
Interest received	15.00
	<hr/> 26,301.72
<u>EXPENDITURE</u>	
Meeting of Creditors Fee	8,000.00
Statutory Advertising	237.00
Legal Fees	1,392.50
Liquidator's Fees	14,272.22
Valuation Fees	1,500.00
Bonding costs	900.00
	<hr/> 26,301.72 <hr/>
MADE UP AS FOLLOWS	
Barclays Bank Plc	0.00
VAT Control	0.00
	<hr/> 0.00 <hr/>

SINCLAIR HARRIS CHARGEOUT RATE SUMMARY

Client name: Pulse Red Limited

Time Spent for period: 23 January 2020 - 22 January 2021

Classification of work	Partner hours	Manager1 hours	Manager2 hours	Manager3 hours	Senior Administrator hours	Administrator hours	Support hours	Total Hours	Total Cost	Average Rate
Statutory compliance, administration and planning	0.00	0.70	0.00	2.10	0.00	0.00	0.00	2.80	714.00	255.00
Investigations	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Realisation of Assets	0.00	2.20	0.00	0.00	0.00	0.00	0.00	2.20	660.00	300.00
Trading	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Creditors and Employees	0.00	1.70	0.00	0.30	0.00	0.00	0.00	2.00	582.00	291.00
Case specific matters	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Total hours	0.00	4.60	0.00	2.40	0.00	0.00	0.00	7.00	1,956.00	279.43

Total fees claimed	1,956.00
Invoiced	0.00
Balance written off /carried forward	1,956.00

Charge out rate in units of 6 minutes

Chargeout rates:	2021	2020	2019
Partner	390	390	390
Manager1	300	300	300
Manager2	280	280	280
Manager3	240	240	240
Senior Administrator	180	180	180
Administrator	160	160	160
Support	130	130	130

Standard Activity	Examples of Work
Statutory compliance, administration and planning	Statutory reporting and compliance. Compliance with other regulatory requirements. Case planning Administrative set up Appointment notification Maintenance of records
Investigations	SIP2 review CDDA reports Investigation antecedent identifying, securing, insuring
Realisation of assets	Negotiating with Debt collection Property, Business asset sales Management of operations
Trading	Management of operations Accounting for trading On-going employee issues
Creditors	Communicating with creditors Creditors' claims (including employees' and other preferential creditors)

SINCLAIR HARRIS CHARGEOUT RATE SUMMARY

Client name: Pulse Red Limited

Time Spent for period: 23 January 2017 - 22 January 2021

Classification of work	Partner hours	Manager1 hours	Manager2 hours	Manager3 hours	Senior Administrator hours	Administrator hours	Support hours	Total Hours	Total Cost	Average Rate
Statutory compliance, administration and planning	1.30	20.80	1.40	20.80	0.00	0.00	0.00	44.30	12,131.00	273.84
Investigations	3.30	4.30	0.00	0.00	0.00	0.00	0.00	7.60	2,577.00	339.08
Realisation of Assets	1.30	12.20	0.60	0.00	0.00	0.00	0.00	14.10	4,335.00	307.45
Trading	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Creditors and Employees	3.40	9.40	2.20	9.20	0.00	0.00	0.00	24.20	6,970.00	288.02
Case specific matters	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Total hours	9.30	46.70	4.20	30.00	0.00	0.00	0.00	90.20	26,013.00	288.39

Total fees claimed	26,013.00
Invoiced	14,272.22
Balance written off /carried forward	11,740.78

Charge out rate in units of 6 minutes

Chargeout rates:	2021	2020	2019
Partner	390	390	390
Manager1	300	300	300
Manager2	280	280	280
Manager3	240	240	240
Senior Administrator	180	180	180
Administrator	160	160	160
Support	130	130	130

Standard Activity	Examples of Work
Statutory compliance, administration and planning	Statutory reporting and compliance. Compliance with other regulatory requirements. Case planning Administrative set up Appointment notification Maintenance of records
Investigations	SIP2 review CDDA reports Investigation antecedent identifying, securing, insuring
Realisation of assets	Negotiating with Debt collection Property, Business asset sales Management of operations
Trading	Management of operations Accounting for trading On-going employee issues
Creditors	Communicating with creditors Creditors' claims (including employees' and other preferential creditors)

Appendix E

Additional Information in Relation to the Liquidator's Fees, Expenses & Disbursements

1 Staff Allocation and the Use of Sub-Contractors

- 1.1 The general approach to resourcing our assignments is to allocate staff with the skills and experience to meet the specific requirements of the case.
- 1.2 The constitution of the case team will usually consist of a Partner, a Manager, and an Administrator or Assistant. The exact constitution of the case team will depend on the anticipated size and complexity of the assignment and the experience requirements of the assignment.
- 1.3 We are not proposing to utilise the services of any sub-contractors in this case.

2 Professional Advisors

- 2.1 On this assignment we have used the professional advisors listed below. We have also indicated alongside, the basis of our fee arrangement with them, which is subject to review on a regular basis.

Name of Professional Advisor	Basis of Fee Arrangement
Portner Law Ltd (legal advice)	Agreed rate
Rabbow & Co (valuation and disposal advice)	Agreed rate

- 2.2 Our choice was based on our perception of their experience and ability to perform this type of work, the complexity and nature of the assignment and the basis of our fee arrangement with them.

3 Liquidator's Expenses & Disbursements

Current position of Liquidator's expenses

- 3.2 An analysis of the expenses paid to the date of this report, together with those incurred but not paid at the date of this report is provided below:

	Paid in prior period £	Paid in the period covered by this report £	Incurred but not paid to date £	Total anticipated cost £
Agents' costs	1,500.00			1,500.00
Solicitors' costs	1,392.50			1,392.50
Statutory advertising	237.00			237.00
Specific penalty bond	900.00			900.00
Category 2 disbursements				NONE CHARGED

- 3.3 Category 1 disbursements do not require approval by creditors. The type of disbursements that may be charged as a Category 1 disbursement to a case generally comprise of external supplies of incidental services specifically identifiable to the case, such as postage, case

advertising, invoiced travel and external printing, room hire and document storage. Also chargeable will be any properly reimbursed expenses incurred by personnel in connection with the case. These disbursements are included in the tables of expenses above.

- 3.4 Category 2 disbursements do require approval from creditors. These are costs which are directly referable to the appointment in question but are not payments which are made to an independent third party and may include shared or allocated costs that can be allocated to the appointment on a proper and reasonable basis such as internal room hire, document storage or business mileage. Details of Category 2 disbursements charged by this firm (where appropriate) were provided at the time the Liquidator's fees were approved by creditors. Any Category 2 disbursements incurred are specifically highlighted in the tables of expenses above.

4 Charge-Out Rates

- 4.1 A schedule of Sinclair Harris's charge-out rates was issued to creditors at the time the basis of the Liquidator's remuneration was approved. Up to date charge-out rates are shown on the SIP9 Charge Time summary.