In accordance with Rule 18.7 of the Insolvency (England & Wales) Rules 2016 and Sections 92A, 104A and 192 of the Insolvency Act 1986.

# LIQ03

## Notice of progress report in voluntary winding up

Companies House

For further information, please refer to our guidance at www.gov.uk/companieshouse

### 1 Company details

| | |
|---|---|
| Company number | 0 7 4 8 7 6 8 4 |
| Company name in full | Hutchinson Networks Limited |

→ **Filling in this form**
Please complete in typescript or in bold black capitals.

### 2 Liquidator's name

| | |
|---|---|
| Full forename(s) | Alistair |
| Surname | McAlinden |

### 3 Liquidator's address

| | |
|---|---|
| Building name/number | c/o Interpath Ltd |
| Street | 5th Floor, 130 St Vincent Street |
| Post town | Edinburgh |
| County/Region | |
| Postcode | G 2 5 H F |
| Country | |

### 4 Liquidator's name ❶

| | |
|---|---|
| Full forename(s) | Blair Carnegie |
| Surname | Nimmo |

❶ **Other liquidator**
Use this section to tell us about another liquidator.

### 5 Liquidator's address ❷

| | |
|---|---|
| Building name/number | c/o Interpath Ltd |
| Street | 5th Floor, 130 St Vincent Street |
| Post town | Glasgow |
| County/Region | |
| Postcode | G 2 5 H F |
| Country | |

❷ **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 | d2 d9 m0 m9 y2 y0 y2 y1 |
| To date | d2 d8 m0 m9 y2 y0 y2 y2 |

## 7 Progress report

☑ The progress report is attached

## 8 Sign and date

| | |
|---|---|
| Liquidator's signature | Signature X X |
| Signature date | d2 d2 m1 m1 y2 y0 y2 y2 |

# 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 | Allison Kilgour |
| Company name | Interpath Ltd |
| | |
| Address | 5th Floor, 130 St Vincent Street |
| | Glasgow |
| | |
| Post town | G2 5HF |
| County/Region | |
| Postcode | |
| Country | |
| DX | |
| Telephone | Tel +44 (0) 141 648 4300 |

## 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 interpath

# Joint Liquidators' progress report for the period 29 September 2021 to 28 September 2022

Hutchinson Networks Limited - in Liquidation

21 November 2022

Deemed delivered: 23 November 2022

# Notice to creditors

Please note that KPMG LLP sold its Restructuring practice in the UK to Interpath Ltd ('Interpath Advisory') on 4 May 2021. This will not have an impact on your day to day dealings of the liquidation of the Company and your case contacts remain the same.

This report provides an update on the liquidation of the Company.

We have included (Appendix 2) an account of all amounts received, and payments made during the period 29 September 2021 to 28 September 2022, including the cumulative receipts and payments since the date of our appointment.

We have also explained our future strategy for the liquidation and how likely it is that we will be able to pay each class of creditor.

You will find other important information in this report such as the costs which we have incurred to date.

A glossary of the abbreviations used throughout this document is attached (Appendix 6).

Finally, we have provided answers to frequently asked questions and a glossary of insolvency terms on the following website, www.ia-insolv.com/case+INTERPATH+HK930B5346.html. We hope this is helpful to you.

**Please also note that an important legal notice about this report is attached (Appendix 7).**

# Contents

# 1 Executive summary

This progress report covers the period from 29 September 2021 to 28 September 2022.

The asset realisation process has now been completed (Section 2 - Progress to date).

All secured and preferential creditors have been paid in full, either during the Administration period or in a previous liquidation period (Section 3 - Dividend prospects).

We are in the final stages of the adjudication of the unsecured creditors' claims and will facilitate the ordinary dividend distribution in due course (Section 3 - Dividend prospects).

The Joint Liquidators have provided a Revised Fees Estimate (Section 4 – Joint Liquidators remuneration and expenses).

Please note: you should read this report in conjunction with any previous reports issued to the Company's creditors; these can be found at www.ia-insolv.com/case+INTERPATH+HK930B5346.html. Unless stated otherwise, all amounts in this report and appendices are stated net of VAT.

Alistair McAlinden
Joint Liquidator

# 2 Progress to date

This report covers the period from 29 September 2021 to 28 September 2022. However, please refer to previous reports where relevant information has previously been disclosed.

This section updates you on our strategy for the liquidation and on our progress to date. It follows the information provided in our previous reports.

## 2.1 Strategy and progress to date

Strategy

During the period we have focused on the review and adjudication of unsecured creditor claims. We have also obtained tax clearance from HM Revenue & Customs.

## 2.2 Asset realisations

Realisations during the period are set out in the attached receipts and payments account (Appendix 2).

Other than a small amount of final bank interest, no assets were realised in the period.

We are not aware of any further assets we can seek to realise for the benefit of the liquidation estate.

## 2.3 Costs

No third-party payments were made in this period as noted in the attached receipts and payments account (Appendix 2).

## 2.4 Schedule of expenses

We have detailed the costs incurred during the period, whether paid or unpaid, in the schedule of expenses attached (Appendix 3).

# 3 Dividend prospects

## 3.1 Secured creditors

Please refer to the Joint Administrators' proposals for details of the secured creditors (Clydesdale Bank Invoice Finance and Clydesdale Bank Plc), which can be viewed at http://www.insolvency-kpmg.co.uk/case+KPMG+HJ514E4507.html.

The secured creditors have been repaid in full in the administration.

## 3.2 Preferential creditors

Claims from employees in respect of (1) arrears of wages up to a maximum of £800 per employee, (2) unlimited accrued holiday pay and (3) certain pension benefits, rank preferentially.

The preferential creditors have been repaid in full in a previous period.

In the period we have consigned unclaimed preferential dividends of £6,838.74 to the Insolvency Service.

## 3.3 Unsecured creditors

Based on current estimates, we anticipate that unsecured creditors should receive an ordinary dividend. We have yet to determine the amount of this, but we will do so when we have completed the payment of costs of the liquidation and finalised our adjudication process.

# 4 Joint Liquidators' remuneration and expenses

The creditors have previously provided approval that:

the Joint Liquidators be authorised to draw remuneration on the basis of time properly given by them and the various grades of their staff in accordance with the fees and charge out rates, included at Appendix 1 to our correspondence issued on 2 October 2020.

category 2 expenses (as defined in Statement of Insolvency Practice 9) will be charged and drawn in accordance with Interpath Advisory's policy as set out in Appendix 1 to our correspondence issued on 2 October 2020.

### Time costs

During the period from 29 September 2021 to 28 September 2022, we have incurred time costs of £76,480.50. These represent 202 hours at an average rate of £378.62 per hour.

### Remuneration

During the period, we have drawn floating charge remuneration of £105,817.50.

### Liquidators' Expenses

These are any payments which are neither liquidators' remuneration nor a distribution to a creditor or a member. Expenses also includes disbursements which are payments first met by the liquidators, and then reimbursed to the liquidators from the estate.

### Revised Fees Estimate

We have attached a Revised Fees Estimate at Appendix 4. The reasons for our increase in time costs are described in the notes to the Joint Liquidators' Revised Fee estimate.

We have attached (Appendix 5) an analysis of the time spent, the charge-out rates for each grade of staff. We have also attached our charging and expenses policy.

### Decision procedure

Notice of seeking a decision by correspondence is attached to the covering letter. We are convening it in order to seek approval of the Joint Liquidators' revised fee estimate (and therefore for the payment of the final Liquidators' remuneration).

Please note that if a Liquidation Committee is formed, the votes cast by creditors in relation to the proposed decisions above will be disregarded.

## Creditors' right to request a physical meeting

We will summon a physical meeting (1) if asked to do so by (a) creditors whose debts amount to at least 10% of the total debts of the Company, or (b) 10% in number of creditors or (c) 10 creditors and (2) if the procedures set out below are followed.

Requests for a physical meeting must be made within five business days of the date on which notice of the decision procedure was delivered. They must include:

- a statement of the requesting creditors' claim(s);
- a list of the creditors concurring with the request, showing the amounts of their respective debts in the liquidation;
- written confirmation of their concurrence from each concurring creditor; and
- a statement of the purpose of the proposed meeting.

In addition, the expenses of summoning and holding a meeting at the request of a creditor must be paid by that creditor. That creditor is required to deposit security for such expenses with us.

If you wish to request a physical meeting, please complete and return the physical meeting requisition form attached to the cover letter.

We are now seeking approval from the creditors to draw final remuneration. You will note that the Revised Fees Estimate included in Appendix 4 outlines an increase of our time costs of £41,627.50. Despite this, it is our intention to restrict our final fee request to £20,000.

# 5 Future strategy

## 5.1 Future conduct of the liquidation

The following matters are still ongoing in the liquidation:

- Finalising the adjudication of unsecured creditors' claims and subsequent payment of a dividend to the unsecured creditors;

- Drawing the Joint Liquidators' remuneration, as approved by the creditors, and reclaiming the VAT thereon;

- Attending to all statutory tasks as required; and

- Carrying out all closure-related tasks and finalise the closure of the liquidation in a timely manner.

## 5.2 Future reporting

We will report again on the progress of this liquidation by 23 November 2023 or in the final report if matters have been concluded earlier.

# Appendix 1 Statutory information

| Company information | |
|---|---|
| Company name | Hutchinson Networks Limited |
| Date of incorporation | 11 January 2011 |
| Company registration number | 07487684 |
| Previous registered office | 1 Sovereign Square, Sovereign Street, Leeds LS1 4DA |
| Present registered office | 4th Floor, Tailors Corner, Thirsk Row, Leeds, LS1 4DP |
| Nature of business | Information technology consultancy |

| Liquidation information | |
|---|---|
| Appointed by | Creditors pursuant to Paragraph 83 of Schedule B1 of the Act |
| Date of appointment | 29 September 2020 |
| Joint Liquidators' details | Alistair McAlinden and Blair Nimmo |
| Joint Liquidators' address | 31 Charlotte Square, Edinburgh, EH2 4ET |
| Functions | The functions of the Joint Liquidators are being exercised by them individually or together in accordance with Section 231(2) of the Insolvency Act 1986 |
| EC Regulations | EC Regulations apply and these proceedings will be the Main Proceedings as defined in Article 3 of the EC regulations. |

## Appendix 2 Joint Liquidators' receipts and payment account

| Hutchinson Networks Limited - in Liquidation<br>Abstract of receipts & payments<br>Statement of affairs (£) | | From 29/09/2021<br>To 28/09/2022 (£) | From 29/09/2020<br>To 28/09/2022 (£) |
|---|---|---|---|
| | FIXED CHARGE ASSETS | | |
| 1,800,000.00 | Book debts | NIL | NIL |
| | | NIL | NIL |
| | FIXED CHARGE COSTS | | |
| | Debt collection costs | NIL | (5,567.63) |
| | | NIL | (5,567.63) |
| | FIXED CHARGE CREDITORS | | |
| (555,000.00) | Fixed charge creditor | NIL | NIL |
| | | NIL | NIL |
| | HP/LEASING | | |
| 150,000.00 | HP/Leasing asset | NIL | NIL |
| (190,000.00) | HP/Leasing creditor | NIL | NIL |
| 180,000.00 | Cash held at bank | NIL | NIL |
| (180,000.00) | Debt due to bank | NIL | NIL |
| | | NIL | NIL |
| | ASSET REALISATIONS | | |
| 50,000.00 | Plant & equipment | NIL | NIL |
| 10,000.00 | Stock | NIL | NIL |
| | Other debtors | NIL | 381.29 |
| 46,000.00 | Cash at bank | NIL | NIL |
| 10,000.00 | Director's loan | NIL | NIL |
| | | NIL | 381.29 |
| | OTHER REALISATIONS | | |
| | Bank interest, gross including final | 13.35 | 88.19 |
| | Transfer from administration account | NIL | 968,744.98 |
| | | 13.35 | 968,833.17 |
| | COST OF REALISATIONS | | |
| | Administrators' fees | NIL | (30,885.40) |
| | Liquidator's fees | (105,817.50) | (105,817.50) |
| | DWP address search | NIL | (4.26) |
| | Legal fees | NIL | (2,400.00) |

| Hutchinson Networks Limited - in Liquidation | | | |
|---|---|---|---|
| **Abstract of receipts & payments** | | | |
| Statement of affairs (£) | | From 29/09/2021 To 28/09/2022 (£) | From 29/09/2020 To 28/09/2022 (£) |
| | Consignation Fee | (25.75) | (25.75) |
| | Statutory advertising | NIL | (79.00) |
| | Bank charges | NIL | (20.00) |
| | Unclaimed dividends | (6,838.74) | (6,838.74) |
| | | (112,681.99) | (146,070.65) |
| | PREFERENTIAL CREDITORS | | |
| | PAYE income tax etc | NIL | (39,262.26) |
| | Nat. ins. contributions | NIL | (7,733.10) |
| (72,000.00) | Employees' wage arrears | 6,838.74 | (133,553.34) |
| (69,000.00) | Employees' holiday pay | NIL | NIL |
| | | 6,838.74 | (180,548.70) |
| | UNSECURED CREDITORS | | |
| (3,607,000.00) | Trade & expense | NIL | NIL |
| (273,000.00) | Employees | NIL | NIL |
| | | NIL | NIL |
| **(2,700,000.00)** | | **(105,829.90)** | **637,027.48** |
| | REPRESENTED BY | | |
| | VAT receivable | | NIL |
| | Current account | | 637,027.48 |
| | Fixed charge VAT rec'able | | NIL |
| | | | **637,027.48** |

# Appendix 3 Schedule of expenses

| Schedule of expenses (29/09/2021 to 28/09/2022) | | | |
|---|---|---|---|
| Expenses (£) | Incurred and paid in the period (£) | Incurred in the period not yet paid (£) | **Total (£)** |
| **Cost of realisations** | | | |
| Liquidator's fees | 105,817.50 | 0.00 | **105,817.50** |
| Consignation Fee | 25.75 | 0.00 | **25.75** |
| Unclaimed dividends | 6,838.74 | 0.00 | **6,838.74** |
| **TOTAL** | **112,681.99** | **0.00** | **112,681.99** |

## Requests for further information and right to challenge our remuneration and expenses

Creditors' requests for further information

If you would like to request more information about our remuneration and expenses disclosed in this report, you must do so in writing within 21 days of receiving this report.

Requests from unsecured creditors must be made with the concurrence of at least 5% in value of unsecured creditors (including, the unsecured creditor making the request) or with the permission of the Court.

Creditors' right to challenge our remuneration and expenses

If you wish to challenge the basis of our remuneration, the remuneration charged, or the expenses incurred during the period covered by this report, you must do so by making an application to Court within eight weeks of receiving this report.

Applications by unsecured creditors must be made with concurrence of at least 10% in value of unsecured creditors (including the unsecured creditor making the challenge) or with the permission of the Court.

The full text of the relevant Rules can be provided on request by writing to Allison Kilgour at Interpath Advisory, 31 Charlotte Square, Edinburgh, EH2 4ET.

# Appendix 4 Joint Liquidators' revised fees estimate

| | | | | | | | |
|---|---|---|---|---|---|---|---|
| **Administration & planning** | | | | | | | |
| Bankrupt/Director/Member | **Note 1** | 7.80 | 3,041.00 | 389.87 | 11.80 | 4,441.00 | 376.36 |
| Cashiering | **Note 2** | 22.00 | 7,400.90 | 336.40 | 19.50 | 6,559.40 | 336.38 |
| General | **Note 3** | 12.30 | 3,538.20 | 287.66 | 14.80 | 3,705.20 | 250.35 |
| Statutory and compliance | **Note 4** | 65.90 | 28,179.30 | 427.61 | 79.30 | 33,494.00 | 422.37 |
| Tax | **Note 5** | 15.10 | 5,917.70 | 391.90 | 21.10 | 8,529.80 | 404.26 |
| **Creditors** | | | | | | | |
| Creditors and claims | **Note 6** | 244.10 | 96,839.80 | 396.72 | 311.00 | 124,731.90 | 401.07 |
| Committees | | - | - | - | - | - | |
| Employees | **Note 7** | 33.50 | 14,395.40 | 429.71 | 57.60 | 20,383.70 | 353.88 |
| **Investigation** | | | | | | | |
| Directors | **Note 8** | 2.70 | 637.20 | 236.00 | 0.80 | 190.60 | 238.25 |
| Investigations | | - | - | - | - | - | |
| **Realisation of assets** | | | | | | | |
| Asset realisation | **Note 9** | 3.30 | 1,340.00 | 406.18 | 3.80 | 1,677.90 | 441.55 |
| **Trading** | | | | | | | |
| Trading | **Note 10** | 2.20 | 999.00 | 454.09 | 0.30 | 202.50 | 675.00 |
| | | **408.90** | **162,288.50** | **375.61** | **520.00** | **203,916.00** | **392.15** |

**Note 1**

This work involves liaising with directors and members with regards to certain formalities. Our estimated time costs have increased due to additional correspondence.

**Note 2**

This work involves operating liquidation bank accounts including regular bank reconciliations, processing transactions during the liquidation and processing dividend payments to creditors. Our estimate of cashiering time costs has slightly decreased.

**Note 3**

Arranging for electronic and paper records to be backed-up and collected respectively, including utilising internal contacts to undertake the electronic back-up. This category of work also includes obtaining fee approval, regular monitoring of our time costs and raising approved fees. Our time costs have increased slightly in relation to these matters.

**Note 4**

Undertaking post-appointment related formalities, formulating and regularly reviewing the liquidation strategy, arranging an adequate level of bonding and closure related formalities. Our estimate of time costs has increased as we progress the liquidation towards closure.

**Note 5**

Dealing with post-appointment tax matters, including the preparation and filing of Corporation Tax returns. Our estimate of time costs has increased in this matter.

**Note 6**

Notifying the creditors of our appointment, dealing with creditor queries, preparing statutory reports and adjudication of creditor claims. Our estimated time costs have increased due to dealing with complex and overseas creditor claims.

**Note 7**

This work includes dealing with direct employee matters and connected matters such as pension schemes and adjudicating upon employee claims. Our estimated time costs have increased as we incurred additional time in dealing with employee claims and paying the preferential dividend.

**Note 8**

Dealing with director queries and ongoing correspondence with the directors. Our estimated time costs have decreased.

**Note 9**

This time includes dealing with the Company's assets. Our time costs have slightly increased in this regard and we have now finalised the asset realisation process.

**Note 10**

Our estimate of trading time costs has decreased.

## Appendix 5 Joint Liquidators' charging and expenses policy

### Joint Liquidators' charging policy

The time charged to the liquidation is by reference to the time properly given by us and our staff in attending to matters arising in the liquidation. This includes work undertaken by in-house Interpath Advisory tax, VAT and employee specialists.

Our policy is to delegate tasks in the liquidation to appropriate members of staff considering their level of experience and requisite specialist knowledge, supervised accordingly, so as to maximise the cost effectiveness of the work performed. Matters of particular complexity or significance requiring more exceptional responsibility are dealt with by senior staff or us.

A copy of "A Creditors' Guide to Joint Liquidators' Fees" from Statement of Insolvency Practice 9 ('SIP 9') produced by the Association of Business Recovery Professionals is available at:
https://www.r3.org.uk/technical-library/england-wales/technical-guidance/fees/more/29114/page/1/guide-to-liquidators-fees/

If you are unable to access this guide and would like a copy, please contact Allison Kilgour on 0141 648 4287.

### Hourly rates

Set out below are the relevant charge-out rates per hour worked for the grades of our staff actually or likely to be involved on this liquidation. Time is charged by reference to actual work carried out on the liquidation.

All staff who have worked on the liquidation, including cashiers and secretarial staff, have charged time directly to the liquidation and are included in the analysis of time spent. The cost of staff employed in central administration functions is not charged directly to the liquidation but is reflected in the general level of charge-out rates.

| | | | |
|---|---|---|---|
| Managing Director | 690 | 725 | 725 |
| Director | 620 | 675 | 675 |
| Associate Director | 560 | 590 | 590 |
| Manager | 467 | 495 | 495 |
| Senior Associate | 325 | 345 | 345 |
| Associate | 236 | 245 | 245 |
| Support | 147 | 147 | 155 |

You will note from the above table that our rates have been subject to change.

## Policy for the recovery of expenses

Where funds permit the officeholders will seek to recover both Category 1 and Category 2 expenses from the estate. For the avoidance of doubt, such expenses are defined within SIP 9 as follows:

*Expenses:* These are any payments which are neither an office holder's remuneration nor a distribution to a creditor or a member. Expenses also includes disbursements which are payments first met by the office holder, and then reimbursed to the office holder from the estate.

*Category 1 expenses:* These are payments to persons providing the service to which the expense relates who are not an associate of the office holder. These may include, for example, advertising, room hire, storage, postage, telephone charges, travel expenses, and equivalent costs reimbursed to the officeholder or his or her staff.

*Category 2 expenses:* These are payments to associates or which have an element of shared costs. They may include shared or allocated costs that can be allocated to the appointment on a proper and reasonable basis, for example, business mileage.

*Associates:* are defined in the insolvency legislation but also extends to parties where a reasonable and informed third party might consider there would be an association between the third party and the office holder or their firm.

Category 2 expenses charged by Interpath Restructuring include mileage. This is calculated as follows:

Mileage claims fall into three categories:

Use of privately-owned vehicle or car cash alternative – 45p per mile.

Use of company car – 60p per mile.

Use of partner's car – 60p per mile.

For all of the above car types, when carrying Interpath Advisory passengers an additional 5p per mile per passenger will also be charged where appropriate.

We have the authority to pay Category 1 expenses without the need for any prior approval from the creditors of the Company.

Category 2 expenses have been approved in the same manner as our remuneration.

Narrative of work carried out for the period 29 September 2021 to 28 September 2022.

The key areas of work have been:

| | |
|---|---|
| Statutory and compliance | posting information on a dedicated web page;<br>preparing statutory receipts and payments accounts;<br>arranging bonding and complying with statutory requirements;<br>dealing with all closure related formalities;<br>ensuring compliance with all statutory obligations within the relevant timescales. |
| Strategy documents, Checklist and reviews | reviewing and authorising junior staff correspondence and other work;<br>dealing with queries arising during the appointment;<br>reviewing matters affecting the outcome of the liquidation;<br>complying with internal filing and information recording practices, including documenting strategy decisions. |
| Cashiering | processing vouchers for the payment of post-appointment invoices;<br>creating remittances and sending payments to settle post-appointment invoices;<br>reconciling post-appointment bank accounts to internal systems;<br>ensuring compliance with appropriate risk management procedures in respect of receipts and payments. |
| Tax | working on tax returns relating to the periods affected by the liquidation;<br>analysing VAT related transactions;<br>dealing with post appointment tax compliance. |
| Shareholders | providing copies of statutory reports to the shareholders. |
| General | reviewing time costs data and producing analysis of time incurred which is compliant with Statement of Insolvency Practice 9;<br>drawing remuneration in accordance with the basis which has been approved by the creditors. |
| Open cover insurance | arranging ongoing insurance cover for the Company's business and assets;<br>liaising with the post-appointment insurance brokers to provide information, assess risks and ensure appropriate cover in place;<br>assessing the level of insurance premiums. |
| Employees | dealing with queries from employees regarding various matters relating to the liquidation;<br>liaising with the Redundancy Payments Office;<br>managing claims from employees. |
| Creditors and claims | updating the list of unsecured creditors;<br>responding to enquiries from creditors regarding the liquidation and submission of their claims;<br>reviewing completed forms submitted by creditors, recording claim amounts and maintaining claim records;<br>agreeing unsecured claims and correspondence with creditors in relation to rejected claims;<br>drafting our progress report. |

## Time costs

| SIP 9 –Time costs analysis (29/09/2021 to 28/09/2022) | Hours | Time Cost (£) | Average Hourly Rate (£) |
|---|---|---|---|
| **Administration & planning** | | | |
| Bankrupt/Director/Member | | | |
| General correspondence | **3.90** | 1,365.50 | 350.13 |
| Cashiering | | | |
| Fund management | **0.20** | 112.00 | 560.00 |
| General (Cashiering) | **1.20** | 402.00 | 335.00 |
| Reconciliations (& IPS accounting reviews) | **1.30** | 465.00 | 357.69 |
| General | | | |
| Fees and WIP | **6.10** | 1,652.00 | 270.82 |
| Statutory and compliance | | | |
| Appointment and related formalities | **1.90** | 1,197.50 | 630.26 |
| Budgets & Estimated outcome statements | **0.60** | 405.00 | 675.00 |
| Checklist & reviews | **6.80** | 2,211.90 | 325.28 |
| Closure and related formalities | **16.20** | 4,472.00 | 276.05 |
| Strategy documents | **3.30** | 2,126.00 | 644.24 |
| Tax | | | |
| Post appointment corporation tax | **17.80** | 7,031.80 | 395.04 |
| Post appointment VAT | **3.30** | 1,498.00 | 453.94 |
| **Creditors** | | | |
| Creditors and claims | | | |
| Agreement of claims | **1.50** | 897.00 | 598.00 |
| Agreement of unsecured claims | **56.90** | 25,943.60 | 455.95 |
| General correspondence | **27.00** | 9,559.20 | 354.04 |
| Payment of dividends | **6.90** | 2,923.00 | 423.62 |
| Statutory reports | **16.60** | 5,251.60 | 316.36 |
| Employees | | | |
| Correspondence | **28.40** | 7,926.80 | 279.11 |
| **Investigation** | | | |
| Investigations | | | |
| Mail redirection | **0.80** | 190.60 | 238.25 |
| **Realisation of assets** | | | |
| Asset Realisation | | | |
| Debtors | **0.50** | 310.00 | 620.00 |

| SIP 9 –Time costs analysis (29/09/2021 to 28/09/2022) | Hours | Time Cost (£) | Average Hourly Rate (£) |
|---|---|---|---|
| Sale of business | **0.50** | 337.50 | 675.00 |
| Trading | | | |
| Purchases and trading costs | **0.30** | 202.50 | 675.00 |
| **Total in period** | **202.00** | **76,480.50** | **378.62** |

| | | |
|---|---|---|
| Brought forward time (appointment date to SIP 9 period start date) | 259.90 | 105,817.50 |
| SIP 9 period time (SIP 9 period start date to SIP 9 period end date) | 202.00 | 76,480.50 |
| Carry forward time (appointment date to SIP 9 period end date) | 461.90 | 182,298.00 |

All staff who have worked on this assignment, including cashiers and secretarial staff, have charged time directly to the assignment and are included in the analysis of time spent. The cost of staff employed in central administration functions is not charged directly to the assignment but is reflected in the general level of charge out rates.

All time shown in the above analysis is charged in units of six minutes.

## Appendix 6 Glossary

| | |
|---|---|
| **Company** | Hutchinson Networks Limited - in Liquidation |
| **Joint Liquidators/we/our/us** | Alistair McAlinden and Blair Nimmo |
| **Interpath/Interpath Advisory** | Interpath Ltd |
| **KPMG** | KPMG LLP |
| **CBIF** | Clydesdale Bank Invoice Finance |
| **Clydesdale Bank / the Bank** | Clydesdale Bank Plc |

Any references in this report to Sections, Paragraphs and Rules are to Sections, Paragraphs and Rules in the Insolvency Act 1986, and the Insolvency (England and Wales) Rules 2016 respectively.

## Appendix 7 Notice: About this report

This progress report has been prepared by Alistair McAlinden and Blair Nimmo, the Joint Liquidators of Hutchinson Networks Limited (the 'Company'), solely to comply with their statutory duty under the Insolvency Rules (England and Wales) 2016 to provide members and creditors with an update on the progress of the liquidation of the estate, and for no other purpose.

This report is not suitable to be relied upon by any other person, or for any other purpose or in any other context including any decision in relation to the debt of or any financial interest in the Company. Any person that chooses to rely on this report for any purpose or in any context other than under the Insolvency Rules (England and Wales) 2016 does so at their own risk. Any estimated outcomes for creditors included in this report are illustrative only and cannot be relied upon as guidance as to the actual outcomes for individual creditors.

Alistair McAlinden and Blair Carnegie Nimmo are authorised to act as insolvency practitioners by the Institute of Chartered Accountants of Scotland.

We are bound by the Insolvency Code of Ethics.

The Officeholders are Data Controllers of personal data as defined by the Data Protection Act 2018. Personal data will be kept secure and processed only for matters relating to the appointment. For further information, please see our Privacy policy at – www.interpathadvisory.com/privacy-insolvency.

The appointments of the Joint Liquidators are personal to them and, to the fullest extent permitted by law, Interpath Ltd does not assume any responsibility and will not accept any liability to any person in respect of this Report or the conduct of the liquidation.

**www.interpathadvisory.com**