

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

07605035

Name of Company

Tri Star Accounting Limited

~~++~~We

Dean Watson, C/O Begbies Traynor, 340 Deansgate, Manchester, M3 4LY

Gary N Lee, C/O Begbies Traynor, 340 Deansgate, Manchester, M3 4LY

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 10/05/2014 to 09/05/2015

Signed

Date

25/6/15

Begbies Traynor (Central) LLP
340 Deansgate
Manchester
M3 4LY

Ref TR206CVL/DW/GNL/KBB/DAJ

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COMPANIES HOUSE

#168

Tri Star Accounting Limited (In Creditors' Voluntary Liquidation)

Progress report pursuant to Section 104A of the
Insolvency Act 1986 and Rule 4.49C of the
Insolvency Rules 1986

Period: 10 May 2014 to 9 May 2015

Important Notice

This progress report has been produced solely to comply with our statutory duty to report to creditors and members of the Company on the progress of the liquidation. The report is private and confidential and may not be relied upon, referred to, reproduced or quoted from, in whole or in part, by creditors and members for any purpose other than this report to them, or by any other person for any purpose whatsoever.

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1. INTERPRETATION

<u>Expression</u>	<u>Meaning</u>
"the Company"	Tri Star Accounting Limited (In Creditors' Voluntary Liquidation)
"the liquidation"	The appointment of liquidators pursuant to Section 98 of the Act on 10 May 2013
"the liquidators", "we", "our" and "us"	Dean Watson and Gary Lee of Begbies Traynor (Central) LLP, 340 Deansgate, Manchester, M3 4LY
"the Act"	The Insolvency Act 1986 (as amended)
"the Rules"	The Insolvency Rules 1986 (as amended)
"secured creditor" and "unsecured creditor"	Secured creditor, in relation to a company, means a creditor of the company who holds in respect of his debt a security over property of the company, and "unsecured creditor" is to be read accordingly (Section 248(1)(a) of the Act)
"security"	(i) In relation to England and Wales, any mortgage, charge, lien or other security (Section 248(1)(b)(i) of the Act), and (ii) In relation to Scotland, any security (whether heritable or moveable), any floating charge and any right of lien or preference and any right of retention (other than a right of compensation or set off) (Section 248(1)(b)(ii) of the Act)
"preferential creditor"	Any creditor of the Company whose claim is preferential within Sections 386, 387 and Schedule 6 to the Act

2. COMPANY INFORMATION

Trading name	Tn Star Accounting Limited
Company registered number	07605035
Company registered office	Begbies Traynor, 340 Deansgate, Manchester M3 4LY
Former trading address	Forum House, Kings Park, Knowsley, L34 1BH

3. DETAILS OF APPOINTMENT OF LIQUIDATORS

Date winding up commenced	10 May 2013
Date of liquidators' appointment	10 May 2013
Changes in liquidator (if any)	None

4 PROGRESS DURING THE PERIOD

Attached at Appendix 1 is our abstract of receipts and payments for the period from 10 May 2014 to 9 May 2015

RECEIPTS

Book debts

The book debts are summarised below -

Duncan Gibbins Solicitors ("DGS")

An amount of £98,033 is due to the Company from DGS. DGS has entered into a Partnership Voluntary Arrangement ("PVA"). The supervisor of the PVA has advised that a dividend of 15p/£ will be made to the creditors of DGS within the next year.

Tri Star Costs Limited ("TSC")

The directors' statement of affairs detailed that an amount of £20,036 was due from TSC to the Company.

As advised in our previous progress report TSC paid the Company an amount of £5,611.92 prior to the Liquidators appointment and these funds were banked into the Begbies Traynor client account. These monies were deducted from TSC outstanding debt with the Company and an amount of £14,424.08 was therefore due from the Company at the date of appointment.

An agreement has been made with TSC to pay the outstanding balance in equal amounts of £626.50.

During the period of this report an amount of £6,891.50 has been received from TSC. Total sums received in the period of Liquidation amounts to £11,276.58.

Rehab4Life Limited ("Rehab")

Rehab owes the Company the sum of £32,050 and has been placed into Administration. The latest progress report of the Liquidators details that a dividend is due to creditors however a timescale is unknown at this stage.

We will continue to monitor the position of the above matters and will provide an update in our next report to creditors.

Bank interest

Bank interest received during this period amounts to £2.29.

PAYMENTS

Liquidators' fees

Remuneration drawn by the Liquidators' in respect of their outstanding time costs amount to £7,000. Further details regarding remuneration are detailed at section 6 (Remuneration & disbursements) of this report.

5 ESTIMATED OUTCOME FOR CREDITORS

Details of the sums owed to each class of the Company's creditors were provided in the director's statement of affairs included within the report sent to creditors further to our appointment as liquidators'.

On the basis of realisations to date we estimate an outcome for each class of the Company's creditors as follows -

Secured creditor

There are no secured creditors in this matter.

Preferential creditors

Based upon realisations to date and estimated future realisations, it is anticipated that there will be insufficient funds available to enable a dividend to be paid to the preferential creditors.

Prescribed Part for unsecured creditors pursuant to Section 176A of the Act

Details of how the prescribed part for unsecured creditors is calculated were provided in our progress report for the period 10 May 2013 to 9 May 2014.

Unsecured creditors

Based upon realisations to date and estimated future realisations it is anticipated there will be insufficient funds available to enable a dividend to be paid to the unsecured creditors.

6. REMUNERATION & DISBURSEMENTS

Our remuneration has been fixed by a resolution of creditors at the meeting held pursuant to Section 98 of the Act by reference to the time properly given by us (as liquidators) and the various grades of our staff calculated at the prevailing hourly charge out rates of Begbies Traynor (Central) LLP in attending to matters arising in the liquidation and we are authorised to draw disbursements, including disbursements for services provided by our firm (defined as category 2 disbursements in Statement of Insolvency Practice 9) in accordance with our firm's policy, details of which accompanied the Statement of Affairs and other information presented to the meeting of creditors convened pursuant to Section 98 of the Act and which is attached at Appendix 2 of this report

Our time costs for the period from 10 May 2014 to 9 May 2015 amount to £10,745 50 which represents 55 1 hours at an average rate of £195 02 per hour

The following further information in relation to our time costs and disbursements is set out at Appendix 2 -

- ☐ Narrative summary of time costs incurred
- ☐ Table of time spent and charge-out value for the period 10 May 2014 to 9 May 2015
- ☐ Begbies Traynor (Central) LLP's policy for re-charging disbursements
- ☐ Begbies Traynor (Central) LLP's charge-out rates

To date, we have drawn the total sum of £9,000 on account of our remuneration, against total time costs of £39,232 50 incurred since the date of our appointment. In addition to the time costs information disclosed at Appendix 2 for the period of this report, our previous progress report contained details of the time costs we had incurred as at the date of that report

To date no disbursements have been drawn

'A Creditors' Guide to Liquidators Fees (E&W) 2011' which provides guidance on creditors' rights on how to approve and monitor a Liquidator's remuneration and on how the remuneration is set can be obtained online at www.begbies-traynor.com/creditorsguides. Alternatively, if you require a hard copy of the Guide, please contact our office and we will arrange to send you a copy

7 LIQUIDATORS' EXPENSES

A statement of the expenses incurred during the period of this progress report is attached at Appendix 3

8 ASSETS THAT REMAIN TO BE REALISED

The Company's assets that remain to be realised are the book debts. Please refer to Section 4 (Progress during the period) for details in respect of the book debts

9 OTHER RELEVANT INFORMATION

Investigations and reporting on directors conduct

You may be aware that a liquidator has a duty to enquire into the affairs of an insolvent company to determine its property and liabilities and to identify any actions which could lead to the recovery of funds. In addition, as explained in the report circulated at the meeting of creditors convened pursuant to Section 98 of the Act, such report having also been sent to creditors following the meeting, a liquidator is also required to consider the conduct of the Company's directors and to make an appropriate submission to the Department for Business Innovation and Skills. We can confirm that we have discharged our duties in these respects.

Investigations carried out to date

We have undertaken an initial assessment of the manner in which the business was conducted prior to the liquidation of the Company and potential recoveries for the estate in this respect. We can confirm that there were no matters which required further investigations.

Connected party transactions

We have not been made aware of any sales of the Company's assets to connected parties.

10 CREDITORS' RIGHTS

Right to request further information

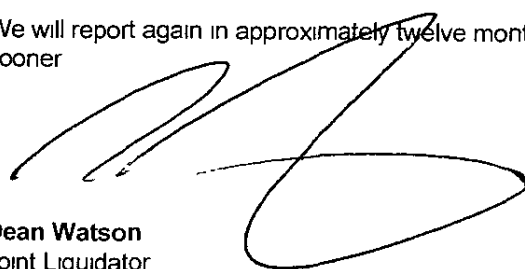
Pursuant to Rule 4.49E of the Rules, within 21 days of the receipt of this report a secured creditor, or an unsecured creditor with the concurrence of at least 5% in value of the unsecured creditors, including that creditor, (or an unsecured creditor with less than 5% in value of the unsecured creditors, but with the permission of the court) may request in writing that we provide further information about our remuneration or expenses which have been detailed in this progress report.

Right to make an application to court

Pursuant to Rule 4.131 of the Rules, any secured creditor or any unsecured creditor with the concurrence of at least 10% in value of the unsecured creditors including that creditor, (or any unsecured creditors with less than 10% in value of the unsecured creditors, but with the permission of the court) may, within 8 weeks of receipt of this progress report, make an application to court on the grounds that the remuneration charged or the expenses incurred as set out in this progress report are excessive or, the basis fixed for our remuneration is inappropriate.

11. CONCLUSION

We will report again in approximately twelve months time or at the conclusion of the liquidation, whichever is the sooner



Dean Watson
Joint Liquidator

Dated 25 June 2015

ACCOUNT OF RECEIPTS AND PAYMENTS

Period 10 May 2014 to 9 May 2015

TIME COSTS AND DISBURSEMENTS

- a Begbies Traynor (Central) LLP's policy for re-charging expenses/disbursements,
- b Begbies Traynor (Central) LLP's charge-out rates,
- c Narrative summary of time costs incurred, and
- d Table of time spent and charge-out value for the period from 10 May 2014 to 9 May 2015

BEGBIES TRAYNOR CHARGING POLICY

INTRODUCTION

This note applies where a licensed insolvency practitioner in the firm is acting as an office holder of an insolvent estate and seeks creditor approval to draw remuneration on the basis of the time properly spent in dealing with the case. It also applies where further information is to be provided to creditors regarding the office holder's fees following the passing of a resolution for the office holder to be remunerated on a time cost basis. Best practice guidance¹ requires that such information should be disclosed to those who are responsible for approving remuneration.

In addition, this note applies where creditor approval is sought to make a separate charge by way of expenses or disbursements to recover the cost of facilities provided by the firm and also where payments are to be made to outside parties in which the office holder or his firm or any associate has an interest. Best practice guidance² requires that such charges should be disclosed to those who are responsible for approving the office holder's remuneration, together with an explanation of how those charges are calculated.

OFFICE HOLDER'S FEES IN RESPECT OF THE ADMINISTRATION OF INSOLVENT ESTATES

The office holder has overall responsibility for the administration of the estate. He/she will delegate tasks to members of staff. Such delegation assists the office holder as it allows him/her to deal with the more complex aspects of the case and ensures that work is being carried out at the appropriate level. There are various levels of staff that are employed by the office holder and these appear below.

The firm operates a time recording system which allows staff working on the case along with the office holder to allocate their time to the case. The time is recorded at the individual's hourly rate in force at that time which is detailed below.

EXPENSES INCURRED BY OFFICE HOLDERS IN RESPECT OF THE ADMINISTRATION OF INSOLVENT ESTATES

Best practice guidance classifies expenses into two broad categories:

- ❑ *Category 1 disbursements (approval not required)* - specific expenditure that is directly related to the case usually referable to an independent external supplier's invoice. All such items are charged to the case as they are incurred.
- ❑ *Category 2 disbursements (approval required)* - items of incidental expenditure directly incurred on the case which include an element of shared or allocated cost and which are based on a reasonable method of calculation.

(A) The following items of expenditure are charged to the case (subject to approval):

- Internal meeting room usage for the purpose of statutory meetings of creditors is charged at the rate of £100 per meeting,
- Car mileage is charged at the rate of 45 pence per mile,
- Storage of books and records (when not chargeable as a *Category 1 disbursement*) is charged on the basis that the number of standard archive boxes held in storage for a particular case bears to the total of all archive boxes for all cases in respect of the period for which the storage charge relates.
- Displaying properties for sale on the 'Accelerated Property Sales from Begbies Traynor' section of the Begbies Traynor website is charged at the rate of £75.00 per property,

¹ Statement of Insolvency Practice 9 (SIP 9) – Remuneration of insolvency office holders in England & Wales

² Ibid 1

(B) The following items of expenditure will normally be treated as general office overheads and will not be charged to the case although a charge may be made where the precise cost to the case can be determined because the item satisfies the test of a *Category 1 disbursement*

- Telephone and facsimile
- Printing and photocopying
- Stationery

BEGBIES TRAYNOR CHARGE-OUT RATES

Begbies Traynor is a national firm. The rates charged by the various grades of staff that may work on a case are set nationally, but vary to suit local market conditions. The rates applying to the Manchester office as at the date of this report are as follows

	Standard 1 May 2011 – until further notice Regional
Partner	395
Director	345
Senior Manager	310
Manager	265
Assistant Manager	205
Senior Administrator	175
Administrator	135
Trainee Administrator	110
Support	110

Time spent by support staff such as secretarial, administrative and cashiering staff is charged directly to cases. It is not carried as an overhead.

Time is recorded in units 6 minute units

SUMMARY OF OFFICE HOLDERS' TIME COSTS

CASE NAME. Tri Star Accounting Limited
CASE TYPE CREDITORS' VOLUNTARY LIQUIDATION
OFFICE HOLDERS Dean Watson and Gary N Lee
DATE OF APPOINTMENT: 10 May 2013

1 CASE OVERVIEW

- 1.1 This overview and the time costs analysis attached is intended to provide sufficient information to enable the body responsible for the approval of the office holders' fees to consider the level of those fees in the context of the case
- 1.2 **Complexity of the case**
Please refer to the progress report for details of the complexity of this case
- 1.3 **Exceptional responsibilities**
There have been no exceptional responsibilities in this matter
- 1.4 **The office holders' effectiveness**
The effectiveness of the office holders is detailed at Section 4 (Progress during the period) within the progress report
- 1.5 **Nature and value of property dealt with by the office holders**
Please refer to the progress report
- 1.6 **Anticipated return to creditors**
As detailed within the progress report based upon realisations to date and future realisations it is anticipated that there will be insufficient funds available to enable a dividend to be paid to unsecured and preferential creditors in this matter
- 1.7 **Time costs analysis**
An analysis of time costs incurred between 10 May 2014 and 9 May 2015 prepared in accordance with Statement of Insolvency Practice 9 is attached showing the number of hours spent by each grade of staff on the different types of work involved in the case, and giving the average hourly rate charged for each work type
- The time costs analysis provides details of work undertaken by the Liquidators and their staff following their appointment only
- 1.8 **Work undertaken prior to appointment**
In addition to the post appointment time costs detailed in the Time Costs Analysis, the costs relating to work undertaken prior to the Liquidators' appointment in summoning, advertising and holding the creditors' meeting and assisting the directors in preparing the statement of affairs were approved by the creditors at the Section 98 meeting

1 9 The views of the creditors

A meeting of creditors was summoned and held pursuant to Section 98 of the Insolvency Act 1986 on 10 May 2013. This meeting gave creditors the opportunity to attend the meeting and question the director. This meeting also gave creditors the opportunity to raise any concerns regarding the conduct of the directors or to raise any matters which they considered required further investigation.

1 10 Approval of fees

Our remuneration has been fixed by a resolution of creditors at the meeting held pursuant to Section 98 of the Act by reference to the time properly given by us (as liquidators) and the various grades of our staff calculated at the prevailing hourly charge out rates of Begbies Traynor (Central) LLP in attending to matters arising in the liquidation.

1 11 Approval of Expenses and Disbursements

We are authorised to draw disbursements, including disbursements for services provided by our firm (defined as category 2 disbursements in Statement of Insolvency Practice 9) in accordance with our firm's policy, details of which accompanied the Statement of Affairs and other information presented to the meeting of creditors convened pursuant to Section 98 of the Act.

1 12 Other professionals employed & their costs

An amount of £330 has been paid to Whitnalls the Company's former accountants for preparing the P60 and P45 Forms.

1 13 Staffing and management

Please refer to the time cost analysis attached at appendix 2 of the progress report for details of the staff used in this matter.

2 EXPLANATION OF OFFICE HOLDERS' CHARGING AND DISBURSEMENT RECOVERY POLICIES

2 1 Begbies Traynor (Central) LLP's policy for charging fees and expenses incurred by office holders is attached at Appendix 2.

2 2 The rates charged by the various grades of staff who may work on a case are attached at Appendix 2.

3 SUMMARY OF WORK CARRIED OUT SINCE OUR LAST REPORT

3 1 Please refer to the time costs analysis schedule at appendix 2 of this report for details of work carried out since our last report.

[illegible]

STATEMENT OF EXPENSES

Type of expense	Name of party with whom expense incurred	Amount incurred £	Amount discharged £	Balance (to be discharged) £
Accountancy fees	Whitnalls	330 00	(330 00)	-
Statutory advertising	Courts Advertising Ltd	253 80	(253 80)	-
Re-direction of mail	Royal Mail Group Limited	195 00	(195 00)	-
Storage	Restore Plc	9 36	-	9 36
Liquidators Insurance Bond	AUA Insolvency Risk Services	115 00	-	115 00
Parking	Car Park	6 92	-	6 92