

LIQ03

Notice of progress report in voluntary winding up



Companies House

FRIDAY



A7ZUPWDM

A09

22/02/2019

#94

COMPANIES HOUSE

1 Company details

Company number 0 7 6 5 8 3 0 3

Company name in full SAA (Midlands) Limited

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

2 Liquidator's name

Full forename(s) Andrew M

Surname Bland

3 Liquidator's address

Building name/number 41 Greek Street

Street Stockport

Post town Cheshire

County/Region

Postcode S K 3 8 A X

Country

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 0	^d 4	^m 0	^m 1	^y 2	^y 0	^y 1	^y 8
To date	^d 0	^d 3	^m 0	^m 1	^y 2	^y 0	^y 1	^y 9

7 Progress report

☒ The progress report is attached

8 Sign and date

Liquidator's signature

Signature

X



X

Signature date

^d 2	^d 0	^m 0	^m 2	^y 2	^y 0	^y 1	^y 9
----------------	----------------	----------------	----------------	----------------	----------------	----------------	----------------

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 **Andrew Mark Bland**Company name **DMC Recovery Limited**Address **41 Greek Street**
StockportPost town **Cheshire**

County/Region

Postcode **S K 3 8 A X**

Country

DX

Telephone **0161 474 0920****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

SAA (Midlands) Limited
(In Liquidation)
Liquidator's Summary of Receipts & Payments

Statement of Affairs £		From 04/01/2018 To 03/01/2019 £	From 04/01/2018 To 03/01/2019 £
	ASSET REALISATIONS		
4,676.30	Stock	NIL	NIL
7,000.00	Directors Loan Account	600.00	600.00
		600.00	600.00
	COST OF REALISATIONS		
	Specific Bond	100.00	100.00
	Liquidators' Fees	210.57	210.57
	Statutory Advertising	206.10	206.10
		(516.67)	(516.67)
	UNSECURED CREDITORS		
(93,884.66)	Trade & Expense Creditors	NIL	NIL
(7,307.16)	HMRC CT	NIL	NIL
		NIL	NIL
	DISTRIBUTIONS		
(100.00)	Ordinary Shareholders	NIL	NIL
		NIL	NIL
(89,615.52)		83.33	83.33
	REPRESENTED BY		
	Vat Receivable		83.33
			83.33



Andrew M Bland
Liquidator

Liquidator's Annual Progress Report to Creditors & Members

**SAA (Midlands) Limited
- In Liquidation**

15 February 2019

SAA (Midlands) Limited - IN LIQUIDATION

CONTENTS

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

APPENDICES

- A** Receipts and Payments Account for the Period from 4 January 2018 to 3 January 2019
- B** Additional information in relation to Liquidator's Fees, Expenses & Disbursements

SAA (Midlands) Limited - IN LIQUIDATION

1 Introduction and Statutory Information

- 1.1 I, Andrew M Bland of DMC Recovery Limited, 41 Greek Street, Stockport, Cheshire, SK3 8AX, was appointed as Liquidator of SAA (Midlands) Limited (the **Company**) on 4 January 2018. This progress report covers the period from 4 January 2018 to 3 January 2019 (**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 at www.dmc-recovery.co.uk. If you are unable to download this, please contact us and a hard copy will be provided to you.
- 1.3 The principal trading address of the Company was 121-123 Lozells Road, Birmingham, B19 2TR.
- 1.4 The registered office of the Company has been changed to 41 Greek Street, Stockport, Cheshire, SK3 8AX and its registered number is 07658303.

2 Progress of the Liquidation

- 2.1 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.
- 2.2 At Appendix A is my Receipts and Payments Account for the Period.

Administration (including statutory compliance & reporting)

- 2.3 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.
- 2.4 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.
- 2.5 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.

Realisation of Assets

- 2.6 According to the statement of affairs the only assets of the company were £4,676 of stock and £7,000 director's loan account. The stock was subject to a distraint and therefore could not be recovered. The director has been making periodic payments towards his loan account. To date a total of £600 has been received.
- 2.7 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)

- 2.8 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

SAA (Midlands) Limited - IN LIQUIDATION

creditor and dealing with distributions from asset realisations caught under their security, most typically a debenture.

- 2.9 Claims from preferential creditors typically involve employee claims and payments made on behalf of the Company by the Redundancy Payments Service following dismissal.
- 2.10 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.

Investigations

- 2.11 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.
- 2.12 I can confirm that I have submitted a report on the conduct of the Directors of the Company to the Department for Business, Energy & Industrial Strategy under the CDDA 1986. As this is a confidential report, I am unable to disclose the contents.
- 2.13 My investigations revealed the following issues:
- 2.14 Prior to the liquidation, assets with a value of approximately £90,000 were transferred to the landlord, the company's parent company PAK Supermarket (Lozells) Limited, in lieu of outstanding rent and other miscellaneous intercompany transactions. I have requested further details of the assets from the director and the company accountant. Neither has been willing to provide me with the information requested. I intend to instruct solicitors to ensure all steps have been taken to recover any assets available to creditors.

Matters still to be dealt with

- 2.15 The realisation of the remaining funds from the director and pursuing any funds that may be recovered from the holding company,;

3 Creditors

Secured Creditors

- 3.1 Lloyds Bank plc holds a fixed and floating charge over the Company's assets. At the date of the liquidation the indebtedness to the secured creditor is unknown. The bank have been contacted for a formalised final proof of debt.

Preferential Creditors

- 3.3 There were no preferential creditors.

Unsecured Creditors

- 3.4 I have received claims totalling £ 33,992 from 5 creditors, including HMRC. The claim from HMRC has increased to £17,088.16 as the director's estimate only included corporation tax liabilities.
- 3.5 I have yet to receive claims from 26 creditors whose debts total £85,506 as per the Company's statement of affairs. The Company granted a floating charge to Lloyds Bank plc on 30 July

SAA (Midlands) Limited - IN LIQUIDATION

2014. Accordingly, I am required to create a fund out of the Company's net floating charge property for unsecured creditors (known as the **Prescribed Part**).

- 3.6 Based on present information I do not expect that there will be funds available to create a prescribed part.
- 3.7 I would confirm that it is anticipated there will be insufficient funds realised after defraying the expenses of the liquidation to pay a dividend to unsecured creditors.

4 Liquidator's Remuneration

- 4.1 Creditors approved that the basis of the Liquidator's remuneration be fixed at £9,000 plus vat and 10% of realisations. 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.

A copy of 'A Creditors' Guide to Liquidators' Fees' is available on request or can be downloaded from <https://www.icaew.com/-/media/corporate/files/technical/insolvency/creditors-guides>.

- 4.2 Attached as Appendix B 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.

5 Creditors' Rights

- 5.1 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.
- 5.2 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.

6 Next Report

- 6.1 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.
- 6.2 If you have any queries in relation to the contents of this report, I can be contacted by telephone on 01614740920 or by email at creditors@dmcrecovery.co.uk.

Yours faithfully



Andrew M Bland
Liquidator

SAA (Midlands) Limited - IN LIQUIDATION

**SAA (Midlands) Limited
(In Liquidation)**

**Liquidator's Summary of Receipts and Payments
To 03 January 2019**

RECEIPTS	Statement of Affairs (£)	Total (£)
Stock	4,676.30	0.00
Directors Loan Account	7,000.00	600.00
		<hr/>
		600.00
		<hr/>
PAYMENTS		
Specific Bond		100.00
Liquidators' Fees		210.57
Statutory Advertising		206.10
Trade & Expense Creditors	(93,884.66)	0.00
HMRC CT	(7,307.16)	0.00
Ordinary Shareholders	(100.00)	0.00
		<hr/>
		516.67
		<hr/>
Net Receipts/(Payments)		83.33
		<hr/>

MADE UP AS FOLLOWS

VAT Receivable / (Payable)	83.33
	<hr/>
	83.33
	<hr/>



Andrew M Bland
Liquidator

Appendix B

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

7 Staff Allocation and the Use of Sub-Contractors

- 7.1 The general approach to resourcing our assignments is to allocate staff with the skills and experience to meet the specific requirements of the case.
- 7.2 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.
- 7.3 Subcontractors are used from time to time to assist in case work.

Professional Advisors

- 7.4 On this assignment, to date, I have not needed to use professional advisers

8 Liquidator's Expenses & Disbursements

- 8.1 The estimate of expenses (including disbursements) which were anticipated at the outset of the liquidation was provided to creditors when the basis of my fees were approved, a copy of which is set out below:

Expense	Estimated cost £
Statutory advertising	206
Specific penalty bond	60
External meeting room hire	52
Category 2 disbursements charged by the firm:	
printing	24

Current position of Liquidator's expenses

- 8.2 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 £
Statutory advertising		100		100
Specific penalty bond		206		206

- 8.3 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.
- 8.4 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

SAA (Midlands) Limited - IN LIQUIDATION

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.