

The Insolvency Act 1986  
**Administrator's progress report**

Name of Company  
 Carrington Carr Group Services Limited

Company number  
 07909218

In the  
 High Court of Justice, Chancery Division,  
 Manchester District Court  
(full name of court)

Court case number  
 3083 of 2015

(a) Insert full name(s) and address(es) of administrator(s)

I/We (a)  
 Christopher James Farrington  
 Deloitte LLP  
 Four Brindleyplace  
 Birmingham  
 B1 2HZ

Matthew James Cowlshaw  
 Deloitte LLP  
 Four Brindleyplace  
 Birmingham  
 B1 2HZ

administrator(s) of the above company attach a progress report for the period

(b) Insert date

From  
 (b) 1 September 2016

To  
 (b) 28 February 2017

Signed



Joint Administrator(s)

Dated

22 March 2017

**Contact Details:**

You do not have to give any contact information in the box opposite but if you do, it will help Companies House to contact you if there is a query on the form.

The contact information that you give will be visible to searchers of the public record

Christopher James Farrington  
 Deloitte LLP  
 Four Brindleyplace  
 Birmingham  
 B1 2HZ

DX Number

+44 121 632 6000  
 DX Exchange



When you have completed and signed this form, please send it to the Registrar of Companies at:-  
**Companies House, Crown Way, Cardiff CF14 3UZ DX 33050 Cardiff**

# **Deloitte.**

## **Carrington Carr Group Services Limited (“CCGS”) Consumer Money Matters Limited (“CMM”) Both in Administration (together “the Companies”)**

Court Case Nos. 3083 of 2015  
3115 of 2015  
High Court of Justice, Chancery Division,  
Manchester District Registry  
Company Numbers: 07909218 and 06994591

Progress report to creditors for the period 1 September 2016 to 28 February 2017 pursuant to Rule 2.47 of the Insolvency Rules 1986 (as amended) (“the Rules”).

Christopher James Farrington and Matthew James Cowlishaw (“the Joint Administrators”) were appointed Joint Administrators of the Companies on 29 October 2015. The affairs, business and property of the Companies are managed by the Joint Administrators. The Joint Administrators act as agents of the Companies and contract without personal liability. All licensed Insolvency Practitioners of Deloitte LLP (“Deloitte”) are licensed in the UK.

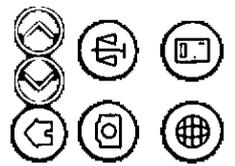
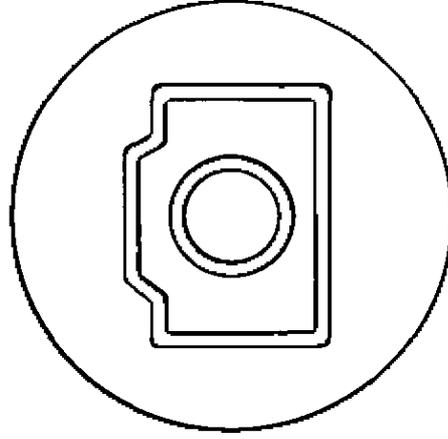
For the purposes of paragraph 100(2) of Schedule B1 of the Act the Joint Administrators confirm that they are authorised to carry out all functions, duties and powers by either of them jointly and severally.

Council Regulation (EC) No 1346/2000 applies and these are the main proceedings as defined in Article 3(1) of that regulation.

22 March 2017



# Key messages



## Key messages

### Joint Administrators of the Companies

Christopher James Farrington  
Mathew James Cowlishaw  
Deloitte LLP  
Four Brindleyplace  
Birmingham  
B1 2HZ  
Tel 0121 632 6000

### Contact details

Email [marowe@deloitte.co.uk](mailto:marowe@deloitte.co.uk)  
Website  
[www.deloitte.com/uk/abclimited](http://www.deloitte.com/uk/abclimited)  
Tel 0121 695 5321

#### Commentary

##### Purpose of administrations

- The purpose of the administrations was to achieve a better result for the creditors of the Companies as a whole than would be obtained through an immediate liquidation of the Companies.

##### Progress of administrations

- We have continued to recover debtor balances, under agreed payment plans, from the major debtors of the Companies. Payments of £17,500 have been received in each company during the period.
- Received a VAT bed debt relief claim in CMM.

##### Costs

- The basis of our remuneration has been fixed as a set amount in CCGS of £80,000 and in CMM of £100,000.
- The pre administration legal costs of CCGS and CMM were approved by resolution at a meeting of creditors dated 22 January 2016 and those for CCGS have been paid within the period of this report. Full details of the pre administration legal costs were given in the Proposals.
- Third party costs of £6 have been incurred in CMM in the report period which is in line with our initial estimate. Please refer to page 11 for further details.

##### Outstanding matters

- Finalise the debtor realisations for the Companies.
- Distribution to the unsecured creditors of the Companies.
- Case closure.

##### Dividend prospects

- Based on current information, the Joint Administrators anticipate the following outcome for each category of creditor:
  - Secured creditors – there are no secured creditors in either CCGS or CMM.
  - Preferential creditors – there are no preferential creditors as the Companies had no employees at appointment.
  - Unsecured creditors – it is anticipated that there may be a small distribution to the unsecured creditors in both CCGS and CMM.

##### Extension to administrations period

- The administrations were extended by the court on 30 September 2016 and will now end on or before 30 September 2017.





# Progress of the administrations

## Summary

### Progress of the administration

#### Work done

#### Asset Realisations

#### CCGS

During the period since our last report we have received a further £17,500 under the agreed payment plan with the major debtor, which is an inter-company receivable. Due to trading constraints the payment plan with the inter company debtor has been re-negotiated and it is anticipated that the remaining recoverable balance amounting to £72,500 should be collected by September 2017.

#### CMM

During the period since our last report we have received a further £17,500 under the agreed payment plan with the major debtor, which is an inter-company receivable. Due to trading constraints the payment plan with the inter company debtor has been re-negotiated and it is anticipated that the remaining recoverable balance amounting to £82,500 should be collected by September 2017.

A pre-appointment VAT bad debt relief claim was received during the period totalling £15,580. No further claims are anticipated.

#### Creditors

Neither company has an extensive creditor list and there has been limited correspondence from creditors of either company.

#### Statutory tasks

During the period we have carried out the following tasks which primarily relate to fulfilment of statutory and compliance obligations and other tasks of an administrative nature:

- case management;
- statutory reporting;
- correspondence with debtors and creditors;
- Case reviews; and
- cashiering functions.

These tasks are a necessary part of the engagement but do not generate any direct financial benefit for creditors.

### Investigations

As previously reported, we complied with our statutory duty to report on the conduct of the Companies' directors to the Insolvency Service and have not been requested to provide any further information or been advised of any further action required.

If you have any information that you feel should be brought to our attention, please contact us in writing using the contact details on Page 3 above.

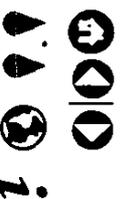
#### Cost of the work done during the report period

The costs and expenses incurred during the report period are detailed below. Overall, we do not anticipate that the total costs and expenses will exceed the estimates provided in our proposals.

**Legal Costs** – no costs have been incurred during the reporting period but costs totalling £5,435 and £4,374 for CCGS and CMM respectively were paid to Squire Patton Boggis (UK) LLP for work undertaken during the prior period. In addition, costs totalling £5,000 for CCGS were paid to Howes Percival LLP for approved pre-appointment legal costs. All payments are shown in the receipts and payments accounts shown on page 6.

**Our remuneration and expenses** - further information on these costs are provided on page 10.

All professional costs are reviewed and analysed in detail before payment is approved.



# Progress of the administrations Receipts and payments

## CCGS Joint Administrators' receipts and payments account 29 October 2015 to 28 February 2017

£	SoA values	Notes	Period	To date
<b>Receipts</b>				
Debtors	116,685		17,500	44,500
Bank interest			12	28
Sundry refund			49	49
Cash at bank	6		-	23
<b>Total receipts</b>	<b>6</b>		<b>17,561</b>	<b>44,600</b>
<b>Payments</b>				
Administrators' fees			20,000	20,000
Administrators' expenses			400	340
Legal fees and disbursements			10,435	10,435
Statutory advertising			254	254
<b>Balance</b>			<b>31,089</b>	<b>31,029</b>
			<b>(13,528)</b>	<b>13,571</b>

### Made up of:

Floating IB Current A/C 1

### Balance in hand

	13,571
<b>Made up of:</b>	<b>13,571</b>

Floating IB Current A/C 1

### Balance in hand

Balance

35,000

942

4,374

85

**40,401**

**(5,742)**

**44,146**

44,146

**44,146**

## CMM

### Joint Administrators' receipts and payments account 29 October 2015 to 28 February 2017

£	SoA values	Notes	Period	To date
<b>Receipts</b>				
Sales			990	990
Debtors	414,164		17,500	43,389
Pipeline Commission Settlement				18,501
Cash at bank	28,194			30,942
VAT Bad Debt Relief			15,860	15,860
Sundry refunds			264	338
Bank interest			45	141
Suspense account		2		2
<b>Total receipts</b>	<b>28,194</b>		<b>34,659</b>	<b>110,163</b>
<b>Payments</b>				
Administrators' fees			35,000	55,816
Administrators' expenses			942	942
Legal fees and disbursements			4,374	9,174
Statutory advertising			85	85
<b>Balance</b>			<b>40,401</b>	<b>66,017</b>
			<b>(5,742)</b>	<b>44,146</b>

### Balance

35,000

942

4,374

85

**40,401**

**(5,742)**

**44,146**

44,146

**44,146**

### Made up of:

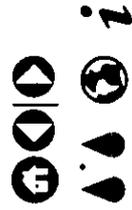
Floating IB Current A/C 1

### Balance in hand

Receipts and payments accounts are provided above, detailing the transactions in the administrations during the period from 1 September 2016 to 28 February 2017 and all transactions since the date of our appointment.

### Notes to receipts and payments account

1. All funds are held in interest bearing bank accounts. The associated corporation tax on interest received will be accounted for to HM Revenue & Customs.
2. Monies held in suspense accounts have been transferred from the Companies accounts but may be third party funds.
3. All sums shown are net of VAT, which is recoverable and will be accounted for to HM Revenue & Customs in due course.

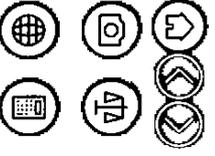
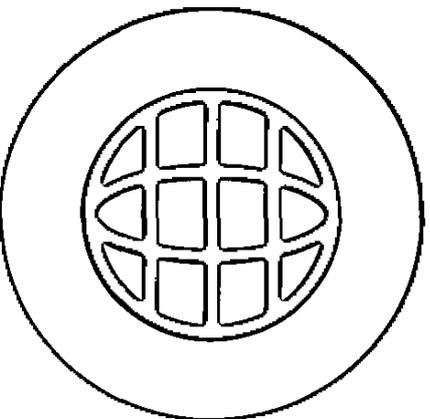




# Information for creditors

Outcome

8



## Information for creditors Outcome



### **Secured creditors**

Neither CCGS nor CMM have any secured creditors.

### **Preferential creditors**

There are no known preferential creditors in either of the Companies.

### **Prescribed Part**

As there are no secured creditors with floating charges, the Prescribed Part provisions do not apply to these cases.

### **Unsecured creditors**

Provided that the inter-company debtors complete the revised payment plans, it is anticipated that sufficient funds will be realised to enable a small dividend to be paid to the unsecured creditors of CCGS and CMM.

### **Claims process**

As the prospects of distributions to the unsecured creditors are limited, we do not intend to undertake any work to agree any creditor claims received at this time as this work will be performed only once the dividend prospects are certain.

### **Extensions to the administrations**

In order to complete the debtor realisations in CCGS and CMM we made an application to Court to extend both of these Administrations which was granted by the Court on 30 September 2016 for a period of 12 months from that date. As the Court did not grant an order allowing the Joint Administrators to distribute funds to the unsecured creditors a further application will have to be submitted, provided that there are sufficient debtor realisations to make such a distribution.

### **Exit**

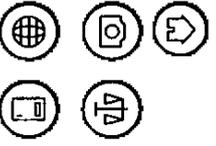
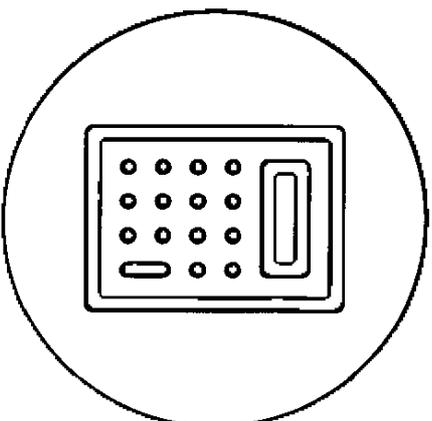
As detailed in our proposals, following any distribution to the Companies' unsecured creditors, we consider that dissolution will be the most appropriate exit route from the administrations.



## Remuneration and expenses

Joint Administrators' remuneration

10



## Remuneration and expenses

### Joint Administrators' remuneration

#### Administrators' remuneration

"A Creditors' Guide to Remuneration" is available for download at

[www.deloitte.com/uk/carringtoncarrgroup](http://www.deloitte.com/uk/carringtoncarrgroup)

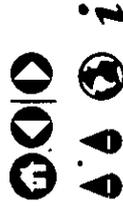
Should you require a paper copy, please send your request in writing to us at the address on Page 1 of this report and this will be provided to you at no cost.

#### **Basis of remuneration**

The basis of our remuneration in CCGS and CMM was fixed on 22 January 2016 by the creditors at meetings of creditors held on that date as set amounts of £80,000 and £100,000 plus VAT thereon respectively.

We have drawn remuneration during the period of this report, as shown in the receipts and payments accounts on page 6, as follows:

£	Period	To date
CCGS	20,000	20,000
CMM	35,000	55,816



## Remuneration and expenses

### Detailed information

#### Disbursements

Our disbursements to date are in line with estimates provided in the proposals and are summarised below:

#### Category 1 Disbursements

These are payments made by us direct to third parties and for which no approval is required.

#### Category 2 Disbursements

These are costs and expenses initially paid by us and which are not generally made to a third party, for example, reimbursement to staff engaged on the case for their mileage costs. These may also include shared or allocated costs.

Specific approval is required before these costs and expenses can be drawn from the administration estate and was given by creditors on 22 January 2016. Mileage is calculated at the prevailing standard mileage rate of up to 45p used by Deloitte at the time when the mileage is incurred.

Details of all disbursements are given below and from which it can be seen that we have not recovered our disbursements in full.

#### Category 1 Disbursements

£ (net)	CCGS £	Paid £	CMM £	Paid £
Bordereau	230	230	230	230
Courts Advertising	85	85	170	170
Stationery and courier	6	6	66	66
Records storage	-	-	30	24
	<b>321</b>	<b>321</b>	<b>496</b>	<b>490</b>

#### Estimated Future Category 1 expenses

Courts Advertising	85	85
Records storage	50	20
	135	105
<b>Total estimated expenses</b>	<b>365</b>	<b>601</b>

#### Category 2 expenses incurred

£ (net)	CCGS £	Paid £	CMM £	Paid £
Mileage	19	19	38	38
Website set up	72	-	500	500
<b>Total expenses</b>	<b>91</b>	<b>19</b>	<b>538</b>	<b>538</b>

CMM has paid the Courts advertising costs and website costs for the group but will be reimbursed by CCGS in due course for its share of the costs. Unfortunately there were insufficient realisations in the other companies to settle these costs.

#### Creditors' right to request information

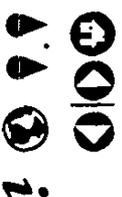
Any secured creditor or unsecured creditor (with the support of at least 5% in value of the unsecured creditors or with leave of the Court) may, in writing, request us to provide additional information regarding remuneration or expenses to that already supplied within this report. Such requests must be made within 21 days of receipt of this report, in accordance with Rule 2.47(1)(fa) and 2.48A of the Rules.

#### Creditors' right to challenge remuneration and/or expenses

Any secured creditor or unsecured creditor (with the support of at least 10% in value of the unsecured creditors or with leave of the Court) may apply to the Court for one or more orders (in accordance with Rule 2.109(4) of the Rules), reducing the amount or the basis of remuneration which we are entitled to charge or otherwise challenging some or all of the expenses incurred.

Such applications must be made within eight weeks of receipt by the applicant(s) of the progress report detailing the remuneration and/or expenses being complained of, in accordance with Rule 2.109 of the Rules.

Please note that such challenges may not disturb remuneration or expenses approved or deemed to be approved under prior progress reports.



# Deloitte.

This document is confidential and prepared solely for your information. Therefore you should not, without our prior written consent, refer to or use our name or this document for any other purpose, disclose them or refer to them in any prospectus or other document, or make them available or communicate them to any other party. No other party is entitled to rely on our document for any purpose whatsoever and thus we accept no liability to any other party who is shown or gains access to this document.

Deloitte LLP is a limited liability partnership registered in England and Wales with registered number OC303675 and its registered office at 2 New Street Square, London EC4A 3BZ, United Kingdom.

Deloitte LLP is the United Kingdom member firm of Deloitte Touche Tohmatsu Limited ("DTTL"), a UK private company limited by guarantee, whose member firms are legally separate and independent entities. Please see [www.deloitte.co.uk/about](http://www.deloitte.co.uk/about) for a detailed description of the legal structure of DTTL and its member firms.

**Member of Deloitte Touche Tohmatsu Limited**