

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	9	5	3	1	6	9
Company name in full	Sporting Barbers UK Limited							

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

2 Liquidator's name

Full forename(s)	Andrew
Surname	Shackleton

3 Liquidator's address

Building name/number	1
Street	Castle Street
Post town	Worcester
County/Region	
Postcode	W R 1 3 A A
Country	

4 Liquidator's name ①

Full forename(s)	Colin
Surname	Nicholls

① **Other liquidator**
Use this section to tell us about
another liquidator.

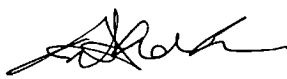
5 Liquidator's address ②

Building name/number	1
Street	Castle Street
Post town	Worcester
County/Region	
Postcode	W R 1 3 A A
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	1	^d	1	^m	1	^m	2	^y	2	^y	0	^y	0
To date	^d	1	^d	0	^m	1	^m	2	^y	2	^y	0	^y	1
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	0	^d	4	^m	0	^m	2	^y	2	^y	0	^y	2

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 Shackleton
Company name	Smart Insolvency Solutions Ltd
Address	1 Castle Street
Post town	Worcester
County/Region	
Postcode	W R 1 3 A A
Country	
DX	
Telephone	01905 888737



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

Sporting Barbers UK Limited – In Creditors’ Voluntary Liquidation (“the Company”)

JOINT LIQUIDATORS’ PROGRESS REPORT TO CREDITORS AND MEMBERS

For the year ending 10 December 2021

EXECUTIVE SUMMARY

I was appointed as Joint Liquidator of the Company with Colin Nicholls on 11 December 2019. This is my second annual progress report to creditors for the year ending 10 December 2020 and should be read in conjunction with my previous reports, which can be found by following the below instructions:

- Access the link - www.smartinsolvencysolutions.co.uk/documents
- Select – Creditors’ Voluntary Liquidation
- Select – Sporting Barbers UK Limited
- Enter password – SportingBarbers00265

STATUTORY INFORMATION

Company name:	Sporting Barbers UK Limited
Registered office:	1 Castle Street, Worcester, WR1 3AA
Former registered office:	Pine View 1 The Paddocks, Lenchwick, Evesham, WR11 4TG
Registered number:	07953169
Joint Liquidators' names:	Andrew Shackleton and Colin Nicholls
Joint Liquidators' address:	1 Castle Street, Worcester, WR1 3AA
Joint Liquidators' date of appointment:	11 December 2019
Actions of Joint Liquidators'	Any act required or authorised under any enactment to be done by a Liquidator may be done by either or both of the Liquidators acting jointly or alone.

JOINT LIQUIDATORS’ ACTIONS SINCE LAST REPORT

Since my previous progress report to creditors, I have received a dividend from the former director’s IVA in respect of the overdrawn Director’s Loan Account and have settled some outstanding costs of the liquidation. Further information regarding the actions taken during the reporting period are detailed later in this report.

There is certain work that I am required by the insolvency legislation to undertake in connection with the liquidation that provides no financial benefit for the creditors. A description of the routine work undertaken since my last progress report is contained in Appendix II.

RECEIPTS AND PAYMENTS

My Receipts & Payments Account for the period from 11 December 2020 to 10 December 2021 and for the whole liquidation to 10 December 2021 is attached at Appendix I. All amounts are shown net of VAT. I have reconciled the account against the financial records that I am required to maintain.

The balance of funds is held in an interest-bearing estate bank account.

ASSETS

Director's Loan Account

As previously reported, the Director entered into an Individual Voluntary Arrangement on 9 June 2020 and I submitted a claim on behalf of the Company for £563,409.99.

I have now received a first and final dividend of £75,286.72, equivalent to 13.36 p in the £ from the IVA.

Bank Interest

£3.59 has been realised during the reporting period. Total bank interest realised since my appointment is £4.85.

LIABILITIES

Secured Creditors

An examination of the Company's mortgage register held by the Registrar of Companies, showed that the Company granted a charge to Art Share (Social Help Association for Reinvesting in Enterprise) Limited.

The legislation requires that if the Company has created a floating charge after 15 September 2003, a prescribed part of the Company's net property (i.e. the money that would otherwise be available to the charge holder) should be ring-fenced for distribution to unsecured creditors.

I received advice from my solicitor that the Charge is likely to operate as a floating charge, rather than a fixed charge, and will apply to the Company's assets, irrespective of the distinction between fixed and floating assets. Furthermore, that it will extend to any dividend received from the Director's IVA.

A distribution will be made in the next reporting period.

Preferential Creditors

The statement of affairs anticipated £6,500 in preferential creditors. The Redundancy Payments Office has submitted a preferential claim of £1,725.66 in the liquidation.

Crown Creditors

The statement of affairs included £55,925.85 owed to HMRC. HMRC's provisional claim of £4,905.58 has been received.

Non-preferential unsecured Creditors

The statement of affairs included 19 non-preferential unsecured creditors with an estimated total liability of £82,034.25. I have received claims from seven creditors at a total of £63,822.62. I have not received claims from 14 creditors with original estimated claims in the statement of affairs of £55,869.30.

DIVIDEND PROSPECTS

I anticipate that a dividend may be payable to creditors once the costs of the liquidation have been discharged.

PRE-APPOINTMENT REMUNERATION

The Board previously authorised the payment of a fee of £6,000, plus VAT, for my assistance with preparing the statement of affairs and arranging the decision procedure for creditors to appoint a liquidator.

The fee for preparing the statement of affairs and arranging the decision procedure for creditors to appoint a liquidator is as yet unpaid.

JOINT LIQUIDATORS' REMUNERATION

My remuneration was approved on a fixed fee of £15,000, plus VAT for my work in respect of the administrative tasks associated with the liquidation.

I have not been able to draw any remuneration in respect of work done for which my fees were approved as a fixed fee.

I was also authorised to draw a percentage of realisations for my work in respect of the following:

Nature of asset	Percentage being sought (%)
Book debt	15%
Director's Loan Account	20%
Fixtures and Fittings	20%
Motor Vehicle	25%

I have not been able to draw any remuneration in respect of work done for which my fees were approved as a % of realisations.

Further information about creditors' rights can be obtained by visiting the creditors' information micro-site published by the Association of Business Recovery Professionals (R3) at <http://www.creditorinsolvencyguide.co.uk/>. Details about how an office holder's fees may be approved for each case type are available in a series of Guidance Notes issued with Statement of Insolvency Practice 9, and they can be accessed at www.smartinsolvencysolutions.co.uk/creditorsguidestofees. There are different versions of these Guidance Notes, and in this case please refer to the most recent version. Please note that we have also provided further information about an office holder's remuneration and expenses in our practice fee recovery sheet, which can be accessed at the website

JOINT LIQUIDATORS' EXPENSES

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

- category 1 expenses, which are payments to persons providing the service to which the expense relates who are not an associate of the office holder; and
- category 2 expenses, which are payments to associates or which have an element of shared costs. Before being paid category 2 expenses require approval in the same manner as an office holder's remuneration.

I have incurred the following expenses in the period since the commencement of the Liquidation:

Type of expense	For the previous period 11.12.19 to 10.12.20		For the current period 11.12.20 to 10.12.21	
	Incurred	Paid	Incurred	Paid
Statutory Advertising	£219.00	£219.00	£0.00	£0.00
Insolvency Bond	£420.00	£0.00	£0.00	£0.00
Total	£639.00	£219.00	£0.00	£0.00

No category two disbursements have been incurred since my appointment as Joint Liquidator.

I have used the following professional advisors in the reporting period:

Professional Advisor	Nature of Work	Basis of Fees
MGR Appraisals	Valuer/Auctioneer	Time costs
Lewis Onions Solicitors	Solicitors	Time costs

MGR Appraisals were instructed to provide a valuation of the Company's assets and have been paid a fee of £300, plus VAT

Lewis Onions Solicitors were instructed to provide advice regarding the debenture granted by the Company and the former director's IVA. Lewis Onions Solicitors have been paid a fee of £1,500, plus VAT.

The choice of professionals used was based on my perception of their experience and ability to perform this type of work, the complexity and nature of the assignment and the basis of my fee arrangement with them. I also confirmed that they hold appropriate regulatory authorisations. I have reviewed the fees they have charged and am satisfied that they are reasonable in the circumstances of this case.

FURTHER INFORMATION

An unsecured creditor may, with the permission of the Court, or with the concurrence of 5% in value of the unsecured creditors (including the creditor in question), request further details of the Joint Liquidators' remuneration and expenses within 21 days of their receipt of this report. Any secured creditor may request the same details in the same time limit.

An unsecured creditor may, with the permission of the Court, or with the concurrence of 10% in value of the unsecured creditors (including the creditor in question), apply to Court to challenge the amount of remuneration charged by the Joint Liquidators as being excessive, and/or the basis of the Joint Liquidators' remuneration, and/or the amount of the expenses incurred as being excessive, within 8 weeks of their receipt of this report. Any secured creditor may make a similar application to court within the same time limit.

To comply with the Provision of Services Regulations, some general information about Smart Insolvency Solutions Ltd can be found at www.smartinsolvencysolutions.co.uk/posr.

SUMMARY

The Liquidation will remain open until I have settled the remaining costs of the liquidation and received confirmation of all amounts due to creditors ahead of paying a dividend. I estimate that this will take approximately 12 months and once resolved the Liquidation will be finalised and our files will be closed.

If creditors have any queries regarding the conduct of the Liquidation, or if they want hard copies of any of the documents made available on-line, they should contact Andrew Aindow on 01905 888737, or by email at andrew.aindow@smartinsolvency.co.uk.



A W Shackleton
JOINT LIQUIDATOR

Appendix I – Joint Liquidators' Receipts and Payment Account

Sporting Barbers UK Limited
(In Liquidation)
Joint Liquidators' Summary of Receipts and Payments

RECEIPTS	Statement of Affairs (£)	From 11/12/2019 To 10/12/2020 (£)	From 11/12/2020 To 10/12/2021 (£)	Total (£)
Motor Vehicle	100.00	0.00	0.00	0.00
Fixtures and Fittings	1,400.00	0.00	0.00	0.00
Goodwill	NIL	0.00	0.00	0.00
Directors Loan Account	Uncertain	0.00	75,286.72	75,286.72
Book Debts	NIL	0.00	0.00	0.00
Cash at Bank	5,000.00	5,000.00	0.00	5,000.00
Council Refund		134.70	0.00	134.70
Bank Interest Gross		1.26	3.59	4.85
		5,135.96	75,290.31	80,426.27
PAYMENTS				
Charge Holder	(25,000.00)	0.00	0.00	0.00
Agents/Valuers Fees (1)		0.00	300.00	300.00
Legal Fees (1)		0.00	1,500.00	1,500.00
Statutory Advertising		219.00	0.00	219.00
Employee Arrears/Hol Pay	(6,500.00)	0.00	0.00	0.00
Trade & Expense Creditors	(5,603.95)	0.00	0.00	0.00
Landlords	(6,250.00)	0.00	0.00	0.00
Employees	(55,000.00)	0.00	0.00	0.00
Banks/Institutions	(44,944.00)	0.00	0.00	0.00
HM Revenue & Customs	(55,925.85)	0.00	0.00	0.00
		219.00	1,800.00	2,019.00
Net Receipts/(Payments)		4,916.96	73,490.31	78,407.27
MADE UP AS FOLLOWS				
Bank 1 Current		4,873.16	73,130.31	78,003.47
VAT Receivable / (Payable)		43.80	360.00	403.80
		4,916.96	73,490.31	78,407.27

Appendix II - Information relating to the Joint Liquidators' Fees and Expenses

1. Explanation of Liquidators' charging and disbursement recovery policies

1.1. Remuneration

The Joint Liquidators' remuneration was approved by way of a fixed fee of £15,000, plus VAT, in respect of the administrative tasks associated with the liquidation.

1.2. Disbursement recovery

Disbursements are categorised as either Category 1 or Category 2.

Category 1 disbursements will generally comprise external supplies of incidental services specifically identifiable to the case. Where these have initially been paid by Smart Insolvency Solutions Ltd and then recharged to the case, approval from creditors is not required. The amount recharged is the exact amount incurred.

Examples of Category 1 disbursements include postage, case advertising, specific bond insurance, company search fees, case management software system, invoiced travel and properly reimbursed expenses incurred by personnel in connection with the case, (including business mileage up to HMRC approved rate for cases commenced before 1 November 2011). Also included will be services specific to the case where these cannot practically be provided internally such as printing, room hire and document storage.

Category 2 disbursements include elements of shared or allocated costs incurred by Smart Insolvency Solutions Ltd and recharged to the estate; they are not attributed to the estate by a third party invoice and/or they may include a profit element. These disbursements are recoverable in full, subject to the basis of the disbursement charge being approved by creditors in advance. Examples of Category 2 disbursements are photocopying, all business mileage (for cases commencing on or after 1 November 2011), internal room hire and internal storage.

The current levels of Category 2 disbursements recovered by Smart Insolvency Solutions Ltd are as follows:

Disbursements are categorised as either Category 1 or Category 2.

Category 1 disbursements:

External supplies of incidental services specifically identifiable to the case. Where these have initially been paid by Smart Insolvency Solutions Ltd and then recharged to the estate, approval from creditors is not required.

Fax	£1 per page sent
Photocopying	15p per copy – irrespective of size
Room hire	£140 for room hire made available in-house for creditors' meetings, based on the external market rate for the provision of appropriate meeting room hire. Charge is only be made when attendance of debtor/ director and/or creditors is likely and a meeting room has been set aside. Where appropriate, external room hire at cost
Stationery	Initial case set-up fee of £20 per corporate case; £15 per personal case Annual case/ file maintenance charges of £10. These charges

are based on the average costs involved in the purchase of files and associated stationery

Travel

Car travel charged at 45p per mile for staff and Directors

Additional Notes

Fax charges: based on the average costs involved in the use of fax machine consumables (toner cartridges, maintenance etc), and line cost. Photocopies: based on average costs of machine consumables, paper etc. Room hire: based on estimates provided by four local external providers for meeting room facilities, the average rate arrived at is less than the amount charged by these providers

Postage

Based on current postal charges. All outgoing post to be logged and recorded by case

The costs recharged are based upon the actual cost of the materials used or the costs which would have been incurred if that service had been sourced externally.

2. Description of work carried out in the current period

The following is a summary of the activities undertaken during the reporting period:

2.1. Administration and planning

The following activities have been undertaken during the reporting period:

- > Dealing with all routine correspondence and emails relating to the case.
- > Maintaining and managing the office holder's estate bank account.
- > Maintaining and managing the office holder's cashbook.
- > Undertaking regular bank reconciliations of the bank account containing estate funds.
- > Reviewing the adequacy of the specific penalty bond on a quarterly basis.
- > Undertaking periodic reviews of the progress of the case.
- > Overseeing and controlling the work done on the case by case administrators.
- > Preparing, reviewing and issuing annual progress reports to creditors and members.
- > Filing returns at Companies House.
- > Preparing and filing VAT returns.

Staff of different levels were involved in the above activities depending upon the experience required

2.2. Realisation of assets

Please refer to the main body of the report for details.

2.3. Creditors and distributions

The time spent includes the following matters

- > Dealing with creditor correspondence, emails and telephone conversations regarding their claims.
- > Maintaining up to date creditor information on the case management system.

3. Disbursements

Disbursements incurred and reimbursed are detailed below:

Type of expense	For the previous period 11.12.19 to 10.12.20		For the current period 11.12.20 to 10.12.21	
	Incurred	Paid	Incurred	Paid
Statutory Advertising	£219.00	£219.00	£0.00	£0.00
Insolvency Bond	<u>£420.00</u>	<u>£0.00</u>	<u>£0.00</u>	<u>£0.00</u>
Total	<u>£639.00</u>	<u>£219.00</u>	<u>£0.00</u>	<u>£0.00</u>

The above costs exclude VAT.

No category 2 disbursements have been charged to this matter.