

# 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

08057688

Name of Company

CPEC Limited

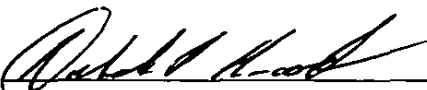
I / ~~We~~

Nicholas Andrew Hancock, St James Building, 79 Oxford Street, Manchester, M1 6HT

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 09/07/2015 to 08/07/2016

Signed



Date

29.7.16

UHY Hacker Young turnaround and recovery  
St James Building  
79 Oxford Street  
Manchester  
M1 6HT

Ref PC129/NAH/SW/IB/DBR

SATURDAY



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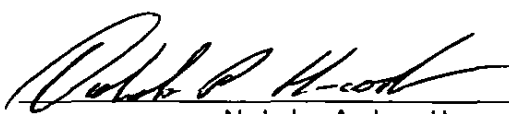
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COMPANIES HOUSE

**CPEC Limited  
(In Liquidation)  
Liquidator's Abstract of Receipts & Payments**

Statement of Affairs		From 09/07/2015 To 08/07/2016
18,331 00	SECURED ASSETS Book Debts	NIL NIL
17,099 00	ASSET REALISATIONS Book Debts Cash at Bank Refund from DVLA	2,055 66 17,083 36 18 33 19,157 35
	COST OF REALISATIONS Preparation of S of A Office Holders Fees Bank Charges	9,000 00 8,333 33 9 85 (17,343 18)
(15,235 00)	PREFERENTIAL CREDITORS Employee Arrears/Hol Pay	NIL NIL
(78,930 00) (80,289 00) (101,006 00) (123,341 00) (18,703 00) (100 00)	UNSECURED CREDITORS Trade & Expense Creditors Employees Director's Loan Account HM Revenue & Customs (VAT) H M Revenue & Customs (PAYE) H M Revenue & Customs (CT)	NIL NIL NIL NIL NIL NIL NIL
(1 00)	DISTRIBUTIONS Ordinary Shareholders	NIL NIL
(382,175.00)		1,814.17
REPRESENTED BY		
	Vat Receivable Yorkshire Bank - Non interest bearing Vat Control Account	(331 88) 1,647 50 498 55 1,814.17

  
Nicholas Andrew Hancock  
Liquidator

22 July 2016

**PRIVATE AND CONFIDENTIAL**

**TO ALL KNOWN CREDITORS OF THE COMPANY**

St James Building  
79 Oxford Street  
Manchester M1 6HT

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Web [www.uhy-uk.com](http://www.uhy-uk.com)

Our ref PC129/IB/NAH/6 /AGM  
Your ref  
Doc id 179517

Dear Sirs

**CPEC LIMITED  
IN CREDITORS VOLUNTARY LIQUIDATION  
COMPANY NUMBER: 08057688  
REGISTERED OFFICE & TRADING ADDRESS: UNIT C, WIGAN ENTERPRISE  
PARK, SEAMAN WAY, INCE, WIGAN, WN2 2LE**

I N A Hancock of this office was appointed liquidator to the above company on 9 July 2015 and enclose my first annual progress report on the administration of the case

**RECEIPTS AND PAYMENTS**

My receipts and payments account for the twelve month period 9 July 2015 to 8 July 2016 is attached

**ASSET REALISATIONS DURING THE TWELVE MONTH PERIOD 9 JULY 2015 TO 8 JULY 2016**

**Book Debts**

The above Company operated an invoice finance agreement with Aldermore Invoice Finance ("Aldermore") for the collection of the company's book debts. Aldermore hold a fixed and floating charge over the company assets registered on 24 July 2012. However, prior to my appointment as liquidator, Aldermore completed the collection of factored book debts to discharge their indebtedness, and the outstanding balance on the ledger was reassigned to the Company.

M D Wasinski FCA S J Berry K P Blakemore FCCA C Gawthorpe FCA CTA P Daly FCA N A Hancock FIPA FABRP D Kendrick CF  
S J Lawson FCA B J Leyland M D C Robertson CA D Symonds FCA

N A Hancock is licensed as an Insolvency Practitioner by the Insolvency Practitioners Association.

UHY Hacker Young Turnaround and recovery Chartered Accountants is the trading name of UHY Hacker Young Manchester LLP, a limited liability partnership registered in England and Wales with Registered Number OC332437.

Registered to carry out audit work in the UK and Ireland and regulated for a range of investment business activities by the Institute of Chartered Accountants in England and Wales.

A member of the UHY Hacker Young Group of independent UK partnerships.

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The value for the book debts in the statement of affairs amounted to £24,193 29, with an estimated to realise value of £18,331 81. However, following a review into the company's books and records, it was discovered that a sales receipt had been incorrectly added to the ledger as an invoice and further invoices had been incorrectly raised, therefore the value of the book debts had been overstated. The value of the book debts was revised to £19,530 50, with an estimated to realise of £12,233 43.

To date the sum of £2,055 66 has been realised by the Liquidator, and debts totalling £7,324 05 have been paid to the company's bank account prior to my appointment, although the company's records had not been updated accordingly.

Debts totalling £10,150 79 have been written off, of which £5,203 11 relates to disputes which have been raised and £415 67 in respect of debtors who cannot be traced. Debts totalling £1,642 04 have been written off having received confirmation that the debtors have entered insolvency proceedings themselves. I am aware of debts amounting to £2,889 97 which were listed as outstanding on the ledger, which needed to be credited.

Unfortunately the final realisations are significantly less than the amount shown on the director's statement of affairs, due to the overstated debts, as outlined above, and the disputed debts.

#### **Cash at Bank**

According to the director's statement of affairs, £17,099 was held in the company's bank account with Santander UK Plc. However, after final bank charges and interest were deducted, the sum of £17,083 36 was received.

#### **Refund from DVLA**

The sum of £18 33 has been received following the sale of the company's vehicles prior to my appointment.

#### **ASSETS TO BE REALISED**

There are no further assets to be realised.

#### **CREDITORS**

##### **Secured creditors & Prescribed Part**

The Company granted a fixed and floating charge debenture over all assets to the Aldermore Invoice Finance ("Aldermore") on 24 July 2012. However, the Liquidator will not be obliged to set aside a prescribed amount in favour of unsecured creditors from the

Company's net property, under the provisions of Section 176A of the Insolvency Act 1986, as Aldermore received payment in full under their fixed charge over the book debts

### Preferential creditors

There is one preferential creditor, to date the following preferential claim has been received -

	Amount per statement of affairs	Claim received
	£	£
The Insolvency Service (Arrears of Pay & Holiday Pay)	15,235 99	1,367 86

Employee claims were submitted to The Insolvency Service shortly after my appointment. There are insufficient funds available to allow a dividend to be paid to the preferential creditors.

### Unsecured Creditors

There are 51 unsecured creditors, to date 17 claims have been received, this is broken down as follows,

	Amount per statement of affairs	Claim received
	£	£
Redundancy Payments Office (Pay in Lieu of Notice & Redundancy Pay)	79,241 44	76,701 73
Employees (Pay in Lieu of Notice & Redundancy Pay)	1,048 52	1,243 63
Trade Creditors	78,930 17	67,762 90
H M Revenue & Customs (VAT)	123,341 00	123,341 00
H M Revenue & Customs (PAYE)	18,703 00	-
Director's Loan Accounts	19,162	-

The claims have not been adjudicated as there are insufficient funds available to enable a dividend to be paid to unsecured creditors.

## INVESTIGATION

I can advise you that my investigations are now complete and all relevant matters have been reported to the appropriate authorities who are conducting their own enquires

## COSTS OF THE LIQUIDATION

### Bank Charges

The sum of £9 85 has been paid to Lloyds Bank plc

## LIQUIDATORS COSTS

### Statement of Affairs fee

The sum of £9,000 has been paid to UHY Hacker Young turnaround and recovery for their work in respect of the preparation of the statement of affairs and convening the meeting of creditors, as agreed at the meeting of creditors held on 9 July 2015

### Liquidator's fees

My total time costs in dealing with the administration of this case for the period from 9 July 2015 to 8 July 2016 are £30,800 in respect of 138 hours, a breakdown of which is attached at Appendix II

My total remuneration to date is £8,333 33 drawn on account, in accordance with time properly spent by myself and my staff in attending to matters arising in the liquidation as agreed at the meeting of creditors held on 9 July 2015

A schedule detailing the current charge out rates is attached

A copy of the extract from the Statement of Insolvency Practice 9, A Creditors' Guide to Liquidators' Fees, will be supplied to you on request or alternatively may be viewed at <http://turnaround-recovery.uhy-uk.com/home/creditors-guide-to-fees>

### Liquidator's disbursements

Liquidator's disbursements are shown below,

Disbursement	Current period 09/07/2015 to 08/07/2016	Total
<b>Category 1</b>		
Statutory advertising London Gazette	398 30	398 30
Bonding	90 00	90 00
Postage	148 29	148 29
Travel (HMRC rates)	17 57	17 57
Storage	9 80	9 80
<b>Category 2</b>	-	-
<b>Total disbursement incurred</b>	<b>663 96</b>	<b>663 96</b>
<b>Disbursement drawn</b>	-	-
<b>Disbursement outstanding</b>	<b>663.96</b>	<b>663 96</b>

Category 2 disbursements were agreed by creditors at the meeting of creditors held on 9 July 2015, however, no Category 2 disbursements have accrued throughout the administration of the case

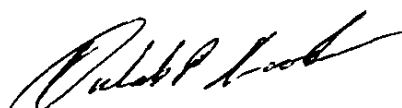
#### CREDITORS RIGHTS TO REQUEST FURTHER INFORMATION

Creditors are reminded of their rights under Rule 4.49E of the Insolvency Rules 1986. Within 21 days of receipt of a progress report a secured creditor or an unsecured creditor with concurrence of 5% in value of the company's unsecured creditors or permission of the court may request further information about remuneration and expenses set out in the report. Such a request must be made in writing.

The Liquidator must provide the information requested within 14 days of receipt of the request or alternatively his reasons for non-provision of the information.

Should a creditor believe that the Liquidators remuneration or expenses are excessive, any secured creditor or any unsecured creditor with the concurrence of 10% in value of the company's creditors or permission of the court, may apply to court to challenge the Liquidators remuneration under Rule 4.131 of the Insolvency Rules 1986. Any such application must be made within a period of 8 weeks following the receipt of the progress report in which the remuneration is first reported.

Yours faithfully

  
**N A Hancock**  
**Liquidator**

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**CPEC LIMITED**  
**IN CREDITORS VOLUNTARY LIQUIDATION**  
**RECEIPTS AND PAYMENTS ACCOUNT**  
**FOR THE PERIOD 9 JULY 2015 TO 8 JULY 2016**

Appendix I

	Per Statement of affairs	For 12 month period 9 July 2015 to 8 July 2016
<b>ASSETS NOT SPECIFICALLY PLEDGED</b>	<b>£</b>	<b>£</b>
<b>Receipts</b>		
Book Debts	18,331 00	2,055 86
Cash at Bank	17,099 00	17,083 36
Refund from DVLA	-	18 33
	<u>35,430 00</u>	<u>19,157 55</u>
<b>Payments</b>		
Statement of affairs fee		9,000 00
Liquidator's Fees		8,333 33
Bank Charges		9 85
		<u>17,343 18</u>
Balance in hand		<u>1,814 37</u>
		<u>19,157 55</u>
Funds held		
VAT Receiveable		(331 88)
Yorkshire Bank		1,647 50
VAT Control Account		498 55
		<u>1,814 17</u>
Liquidator's disbursements charged on following basis,		
<b>Category 1</b>		-
<b>Category 2</b>		-
		<u>-</u>

The receipts and payments account is shown net of VAT



**CPEC LIMITED  
IN CREDITORS VOLUNTARY LIQUIDATION**

**ANALYSIS OF TIME COSTS INCURRED**

**FOR THE TWELVE MONTH PERIOD 9 JULY 2015 TO 8 JULY 2016**

Category	Partner N A Hancock		Partner D M Richardson		Manager		Administrator		Total hours	Time cost £
	Hours	Cost £	Hours	Cost £	Hours	Cost £	Hours	Cost £		
Administration, planning & reviews	7 30	1,417 00	1 10	411 00	1 50	465 00	12 50	2,259 00	9 90	2,293 00
Statutory notices & annual reports			1 10	407 00			9 40	1,754 00	13 60	2,666 00
Investigation			0 80	296 00			1 80	342 00	10 20	2,050 00
Realisation of assets									1 80	342 00
Debt collection	17 00	6,800 00	3 10	1,147 00			41 60	7,616 00	61 70	15,563 00
Creditors claims & correspondence							2 30	437 00	2 30	437 00
Employee claims & correspondence			0 40	148 00			25 20	4,708 00	25 60	4,856 00
Post-app tax/ vat returns & correspondence							4 70	871 00	4 70	871 00
Closure							8 20	1,722 00	8 20	1,722 00
	24 30	8,217 00	6 50	2,409 00	1 50	465 00	105 70	19,709 00	138 00	30,800 00
<b>Average hourly cost (£)</b>		338 15		370 62		310 00		186 46		223 19

**UHY HACKER YOUNG**  
**turnaround and recovery**  
**Manchester office**

**Hourly Charge-Out Rates**

The table shown details the hourly charge-out rates utilised by UHY Hacker Young turnaround and recovery, Manchester for charging staff time. The rates shown include the current rates and those previously in force.

<b>Grade</b>	<b>From 1 4 2016</b>	<b>1 10 2014 to 31 3 2016</b>	<b>1 4 2013 to 30 9 2014</b>	<b>1 3 2011 to 31 3 2013</b>
	<b>per hour</b>	<b>per hour</b>	<b>per hour</b>	<b>per hour</b>
Partner / Director	£400 - £370	£400 - £370	£395 - £345	£310 - £280
Senior Manager	£325	£310	£300	£260
Manager	£260	£260	£250	£230
Manager (Property Management)	£160	£160	£150	£145 - £130
Senior Administrator	£210	£190	£175	£145
Administrator	£155 - £140	£150 - £130	£140 - £120	£120 - £100
Junior	£120	£110	£100	£85

The rates are applied consistently across all insolvency appointments and presented for approval of creditors or a creditors' committee.

Time spent on a case is recorded directly using an on-line time recording system. This is allocated in units of 6 minutes, with the nature of the work undertaken being recorded utilising the categories stated below,

Ethical/conflict issues	Planning and strategy
General Administration	Creditors Secured/Unsecured
Retention of title claims	Asset realisation/management
Debt Collection	Employee matters
Lease/rentals	Legal matters
Statutory work	Trading/wages/vat
Statement of Affairs	Reporting
Distribution and closure	

The firm's policy with regard to support staff is that their time is not recovered separately from the case as the cost of provision of the support services are included in the basis of the charge-out rate for the professional staff.

**Percentage basis**

Where we intend to charge remuneration on a percentage basis relating to realisation of assets and/or distribution of funds. We will provide further information explaining why this basis is appropriate and request creditors to approve the basis.

**Fixed Fee**

Where we intend to charge remuneration on a fixed fee basis in relation to specific tasks. We will provide further details of the work to be completed in respect of the fixed fee and why this basis is appropriate and request creditors to approve the basis.

**UHY HACKER YOUNG**  
**turnaround and recovery**  
**Manchester office**

**Disbursements and other costs**

Disbursements incurred in the course of an appointment are recharged to the case in accordance with SIP9 regulations on all insolvency appointments. These fall into two categories,

Category 1 disbursements - Specific costs referable to the case in question and paid to an independent third party. These generally include advertising, bond, postage, and travel expenses. Category 1 disbursements may be drawn without prior approval.

Category 2 disbursements - Are not specific costs which are re-charged by the firm on the following basis. These generally include photocopying, meeting room hire, telephone calls and fax. Category 2 disbursements are required to be approved by creditors before they can be drawn.

Internal meeting room	£65 per hour	Storage of IP's working files (6 years)	£21 per box
Internal photocopying	10p per sheet		

**Statutory Information**

A copy of the extract from the Statement of Insolvency Practice 9, A Creditors' Guide to Fees, is located at <http://turnaround-recovery.uhy-uk.com/home/creditors-guide-to-fees> or alternatively a paper copy will be supplied to you on request.

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For full details of our professional regulation, please refer to [www.uhy-uk.com/regulatory-and-network-information](http://www.uhy-uk.com/regulatory-and-network-information)

## Proof of Debt – General Form

<b>CPEC Limited</b> <b>in Creditors Voluntary Liquidation</b>									
Date of winding up resolution 9 July 2015									
1	Name of creditor (If a company please also give company registration number)								
2	Address of creditor for correspondence								
3	Total amount of claim including any Value Added Tax and outstanding uncapitalised interest as at the date of the winding up order								
4	Details of any documents by reference to which the debt can be substantiated [Note There is no need to attach them now but the Liquidator may call for any document or evidence to substantiate the claim at his discretion ]								
5	If amount in 3 above includes outstanding uncapitalised interest please state amount								
6	Particulars of how and when debt incurred (If you need more space append a continuation sheet to this form)								
7	Particulars of any security held, the value of the security, and the date it was given								
8	Particulars of any reservation of title claimed, in respect of goods supplied to which the claim relates								
9	Signature of creditor or person authorised to act on his behalf								
	Name of signatory in BLOCK LETTERS								
	Position with or in relation to creditor								
	Address of person signing (if different from 2 above)								
<table border="1" style="width: 100%; border-collapse: collapse;"> <tr> <td style="width: 50%; padding: 5px;">Admitted to vote for</td> <td style="width: 50%; padding: 5px;">Admitted for dividend for</td> </tr> <tr> <td style="padding: 5px;">£</td> <td style="padding: 5px;">£</td> </tr> <tr> <td style="padding: 5px;">Date</td> <td style="padding: 5px;">Date</td> </tr> <tr> <td style="padding: 5px;">Liquidator</td> <td style="padding: 5px;">Liquidator</td> </tr> </table>		Admitted to vote for	Admitted for dividend for	£	£	Date	Date	Liquidator	Liquidator
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