

LIQ03

Notice of progress report in voluntary winding up



Companies House

TUESDAY



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A7KJGQPU

11/12/2018

#65

COMPANIES HOUSE

1 Company details

Company number 0 8 2 4 7 9 7 2

Company name in full FAB 10 LIMITED

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

2 Liquidator's name

Full forename(s) Andrew

Surname Watling

3 Liquidator's address

Building name/number Office D

Street Beresford House

Post town Town Quay

County/Region Southampton

Postcode S O 1 4 2 A Q

Country

4 Liquidator's name ①

Full forename(s) Carl

Surname Jackson

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

5 Liquidator's address ②

Building name/number Office D

Street Beresford House

Post town Town Quay

County/Region Southampton

Postcode S O 1 4 2 A Q

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	9	m	1	0	y	2	0	y	1	7
To date	d	1	8	m	1	0	y	2	0	y	1	8

7 Progress report

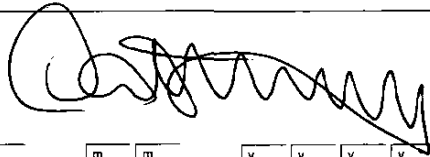
☒ The progress report is attached

8 Sign and date

Liquidator's signature

Signature

X



X

Signature date

d	0	7	m	1	2	y	2	0	y	1	8
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FAB 10 LIMITED (IN LIQUIDATION)

THE JOINT LIQUIDATORS' PROGRESS REPORT

7 December 2018

This report has been prepared for the sole purpose of updating the members and creditors for information purposes. The report is private and confidential and may not be relied upon, referred to, reproduced or quoted from, in whole or in part, by members and creditors for any purpose other than updating them for information purposes, or by any other person for any purpose whatsoever.

Andrew Watling and Carl Jackson of Quantuma LLP , Office D, Beresford House, Town Quay, Southampton, SO14 2AQ, were appointed Joint Liquidators of FAB 10 LIMITED on 19 October 2016.

Andrew Watling is licensed to act as an Insolvency Practitioner by the Institute of Chartered Accountants in England and Wales and Carl Jackson is licensed to act as an Insolvency Practitioner by the Institute of Chartered Accountants in England and Wales



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ABBREVIATIONS

For the purpose of this report the following abbreviations shall be used:

"the Act"	Insolvency Act 1986
"the Rules"	Insolvency (England and Wales) Rules 2016
"the Joint Liquidators"	Andrew Watling and Carl Jackson of Quantuma LLP
"the Company"	FAB 10 LIMITED (in Liquidation)
EOS"	Estimated Outcome Statement
"SIP"	Statement of Insolvency Practice (England & Wales)
"Review Period"	Period covered by the report from 19 October 2017 to 18 October 2018

1. INTRODUCTION

Introduction

This report has been prepared to provide members and creditors with an update on the progress of the Liquidation of the Company since our last report for the period 19 October 2016 to 18 October 2017.

Given the information previously provided to members and creditors in our earlier reports, we have not included detailed background information in respect of the Company and have focussed on the progress of the Liquidation subsequent to those reports.

A schedule of statutory information in respect of the Company is attached at Appendix 1.

Details of the Appointment of the Joint Liquidators

Andrew Watling and Carl Jackson of Quantuma LLP were appointed Joint Liquidators of the Company on 19 October 2016.

The Joint Liquidators confirm that they are authorised to carry out all functions, duties and powers by either one or both of them.

2. THE PROGRESS OF THE LIQUIDATION

The Joint Liquidators' Receipts and Payments Account

Attached at Appendix 2 is a receipts and payments account covering the Review Period together with a summary of the transactions in the previous Review Period.

The rest of this report describes the key developments in the Liquidation over the Review Period.

We have summarised the main asset realisations during the Review Period and an estimation of the those assets yet to be realised, together with details of costs incurred but as yet remaining unpaid.

VAT Basis

Receipts and payments are shown net of VAT, with any amount due from HM Revenue and Customs shown separately. All VAT has now been reclaimed.

Administrative, Statutory & Regulatory Tasks

The Joint Liquidators have met a considerable number of statutory and regulatory obligations. Whilst many of these tasks have not had a direct benefit in enhancing realisations for the insolvent estate, they have assisted in the efficient and compliant progressing of the Liquidation, which has ensured that the Joint Liquidators and their staff have carried out their work to high professional standards.

During the Review Period, primarily these tasks have included:

- Drafting and issuing the progress report to creditors;
- Consulting with and instructing staff and independent advisers as regards practical, technical and legal aspects of the case to ensure efficient progress;
- Maintaining electronic case files, which must include records to show and explain the Liquidation and any decisions made by the Joint Liquidators that materially affect the Liquidation;
- Monitoring and maintaining an adequate statutory bond;



- Conducting periodic case reviews to ensure that the Liquidation is progressing efficiently, effectively and in line with the statutory requirements;
- Maintaining and updating the estate cash book and bank accounts, including regular bank reconciliations and processing receipts and payments; and
- Completing periodic tax returns.

Realisation of Assets

There have been no asset realisations in the review period.

Estimated Future Realisations

Future realisations may be dependent on further investigations. The Joint Liquidators are in the process of investigating transactions and are awaiting further information from the Director.

Costs Incurred but Remaining Unpaid

During the Review Period, the Joint Liquidators have also incurred timecosts and category 2 disbursements, not all of which have yet been discharged. Further details of these costs are set out below.

3. CREDITORS: CLAIMS AND DISTRIBUTIONS

Secured Creditors

An examination of the Company's mortgage register held by the Registrar of Companies, shows that the Company has no charges over its assets.

Preferential Creditors

Preferential claims relating to unpaid holiday pay and wage arrears were estimated at £1,000 in the Director's Estimated Statement of Affairs. To date, no claims have been received.

It is uncertain whether there will be sufficient realisations to pay a dividend to preferential creditors.

Prescribed Part

Under Section 176A of the Insolvency Act 1986, where after 15 September 2003 a company has granted to a creditor a floating charge, a proportion of the net property of the company must be made available purely for the unsecured creditors. This equates to:

- 50% of net property up to £10,000;
- Plus, 20% of net property in excess of £10,000.
- Subject to a maximum of £600,000.

The Company has not granted a floating charge to any creditor after 15 September 2003 and consequently there will be no prescribed part in this Liquidation.



Unsecured Creditors

Unsecured claims were estimated at £4,836.75 in the Director's Estimated Statement of Affairs and, to date, 3 claims have been received totalling £64,732.81.

It is not anticipated that a dividend will be paid to unsecured creditors.

4. OTHER MATTERS AND INFORMATION TO ASSIST CREDITORS

Investigations

As previously detailed investigations are ongoing and we are currently pursuing the Director for the outstanding information. The company records need to be reviewed and any potential claims assessed.

EU Regulations (Whether Proceedings Are Main Proceedings or Territorial)

The Company's centre of main interest was in the UK as their registered office address and trading address was Kemp House, 152-160 City Road, London, EC1V 2NX and therefore it is considered that the EU Regulations apply. These proceedings are main proceedings as defined in the EU Regulation.

Further Information

Please note that the Joint Liquidators are bound by the Insolvency Code of Ethics when carrying out all professional work relating to an insolvency appointment. Further information can be viewed at the following link <https://www.gov.uk/government/publications/insolvency-practitioner-code-of-ethics>. Additionally the Joint Liquidators are also bound by the regulations of their Licensing Bodies.

To comply with the Provision of Services Regulations, some general information about Quantuma LLP, including our complaints policy and Professional Indemnity Insurance, can be found at <http://www.quantuma.com/legal-information/>.

Information about this insolvency process may be found on the R3 website here <http://www.creditorinsolvencyguide.co.uk/>.

General Data Protection Regulation

In compliance with the General Data Protection Regulation, creditors, employees, shareholders, directors and any other stakeholder who is an individual (i.e. not a corporate entity) in these insolvency proceedings is referred to the Privacy Notice in respect of Insolvency Appointments, which can be found at this link www.quantuma.com/legal-notices/.

5. THE JOINT LIQUIDATORS' REMUNERATION AND EXPENSES

A copy of 'A Creditors Guide to Liquidators' Fees' effective from 6 April 2017 together with the firm's current schedule of charge-out rates and chargeable disbursements may be found at <https://www.quantuma.com/guide/creditors-guide-fees/>.

A hard copy of both the Creditors' Guide and the firm's charge-out rate and disbursement policy may be obtained on request at no cost.

Pre-Appointment Costs

The creditors authorised the fee of £5,000 for assisting the Director in calling the relevant meeting and with preparing the statement of affairs on 19 October 2016.



The fee was paid from first realisations on appointment and is shown in the enclosed receipts and payments account.

Joint Liquidators' Remuneration

The basis of the Joint Liquidators' fees were fixed by postal resolutions considered and approved by creditors on 30 May 2017 as follows:

That the Joint Liquidators fees be fixed by reference to the time properly given by the Joint Liquidators and their staff in attending to matters as set out in the fees estimate, such time to be charges at the prevailing standard hourly charge out rates used by Quantuma LLP at the time when the work is performed (plus VAT).

In accordance with this resolution, fees totalling £1,000 plus VAT have been drawn.

We believe this case generally to be of average complexity and no extraordinary responsibility has to date fallen upon us as Joint Liquidators.

Comparison of estimates

The Joint Liquidators' time costs incurred to date (whether or not they have been charged to the Liquidation estate) are compared with the original fees estimate and the actual time costs incurred to date. The fee estimate covered the whole period of the Liquidation.

For a detailed schedule of work undertaken by the Joint Liquidators during the Review Period and the whole period of the Liquidation, see Appendix 3. A detailed narrative list of the work undertaken during the Review Period is provided at Appendix 4.

Work category	Original fees estimate			Actual time costs incurred during the Review Period			Actual time costs incurred to date		
	No. of hours	Blended hourly rate £ per hour	Total fees £	No. of hours	Average hourly rate £ per hour	Total time costs £	No. of hours	Average hourly rate £ per hour	Total time costs £
Administration and Planning	14.00	207.50	2,905.00	7.80	150.51	1,174.00	35.80	175.95	6,299.00
Creditors	11.50	223.75	2,573.13	5.40	106.30	574.00	13.20	125.04	1,650.50
Investigations	10.00	241.25	2,412.50	4.40	152.27	670.00	11.80	179.03	2,112.50
Realisation of Assets	11.50	223.75	2,573.13	0.60	350.00	210.000	8.60	195.12	1,678.00
Cashiering	7.00	192.50	1,347.50	1.60	111.56	178.50	6.64	119.85	795.80
Closing	2.20	192.50	423.50	0.00	0.00	0.00	0.00	0.00	0.00
TOTAL	56.20	217.70	12,234.76	19.80	141.74	2,806.50	76.04	164.86	12,535.80

The expenses incurred to date are compared with the original expenses estimate as follows:

Expenses	Original expenses estimate £	Actual expenses incurred in the Review Period £	Actual expenses incurred to date £	Reason for any excess (if the expenses are likely to, or have, exceeded the original estimate)
Statutory advertising	120.40	0.00	116.50	
Bonding	20.00	0.00	135.00	Lower bond estimated.
Postage	10.00	4.40	11.20	
Photocopying	10.00	3.20	16.80	Cost of photocopying underestimated.
Other Category 2 expenses	0.00	4.00	8.00	Not expected.
Collection of books and records	50.00	0.00	0.00	
Storage of books and records	50.00	0.00	0.00	
TOTAL	260.40	275.90	287.50	

The bases on which the expenses defined as Category 2 disbursements are calculated are explained in Quantuma LLP's current schedule of charge-out rates and chargeable disbursements referred to above. Creditors approved the payment of Category 2 disbursements on these bases on 30 May 2017.

Having regard for the costs that are likely to be incurred in bringing this Liquidation to a close, the Joint Liquidators consider that:

- the original fees estimate has been exceeded; and
- the original expenses estimate has been exceeded for the reasons given above.

The fees estimate has been exceeded due to the extra time incurred chasing the Director for the required information and company books and records to enable us to conclude our investigation. However, given the limited realisations in this case to date, the Joint Liquidators do not propose to draw fees in excess of the fees estimate at present. The Joint Liquidators will review the position as regards fees when the prospects of realising the remaining assets become clearer.

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 permission of the Court, may request in writing the Joint Liquidators 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.

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 permission of the Court, may apply to the Court for one or more orders, reducing the amount or the basis of remuneration which the Joint Liquidators are entitled to charge or otherwise challenging some or all of the expenses incurred.

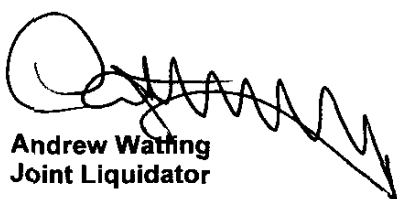
Such applications must be made within 8 weeks of receipt by the applicant(s) of the progress report detailing the remuneration and/or expenses being complained of.

Please note that such challenges may not disturb remuneration or expenses disclosed in prior progress reports.

Future of the Liquidation

Once the Company's books and records have been provided and investigations have been finalised the Joint Liquidators will seek their release from office by issuing their final account to members and creditors.

Should you have any queries in regard to any of the above please do not hesitate to contact Abigail Bundy on 023 8033 6464 or by e-mail at Abigail.Bundy@Quantuma.com



Andrew Watling
Joint Liquidator

**FAB 10 LIMITED
(IN LIQUIDATION)**

STATUTORY INFORMATION

Company Name	FAB 10 LIMITED
Trading Address	Kemp House, 152-160 City Road, London, EC1V 2NX
Proceedings	In Liquidation
Date of Appointment	19 October 2016
Joint Liquidators	Andrew Watling Carl Jackson Quantuma LLP Office D, Beresford House, Town Quay, Southampton, SO14 2AQ
Registered office Address	c/o Quantuma LLP Office D, Beresford House, Town Quay, Southampton, SO14 2AQ
Company Number	08247972
Incorporation Date	10 October 2012

Appendix 2

**FAB 10 LIMITED
(IN LIQUIDATION)**

**THE JOINT LIQUIDATORS' RECEIPTS AND PAYMENTS ACCOUNT
AS AT 18 OCTOBER 2018**

FAB 10 LIMITED
(In Liquidation)
Joint Liquidators' Summary of Receipts & Payments

Statement of Affairs £		From 19/10/2017 To 18/10/2018 £	From 19/10/2016 To 18/10/2018 £
	ASSET REALISATIONS		
250.00	Plant & Machinery	NIL	NIL
	Tangible assets	NIL	5,000.00
4,125.00	Book Debts	NIL	1,220.40
	Bank Interest Gross	0.52	2.25
		0.52	6,222.65
	COST OF REALISATIONS		
	Preparation of S. of A.	NIL	5,000.00
	Office Holders Fees	NIL	1,000.00
		NIL	(6,000.00)
	PREFERENTIAL CREDITORS		
(4,836.75)	HM Revenue & Customs	NIL	NIL
(1,000.00)	Employee Arrears/Hol Pay	NIL	NIL
		NIL	NIL
	UNSECURED CREDITORS		
(15,660.15)	Trade & Expense Creditors	NIL	NIL
(24,500.00)	Directors	NIL	NIL
		NIL	NIL
	DISTRIBUTIONS		
100.00	Ordinary Shareholders	NIL	NIL
		NIL	NIL
(41,521.90)		0.52	222.65
	REPRESENTED BY		
	Bank 1 Current		222.65
			222.65

Appendix 3

**FAB 10 LIMITED
(IN LIQUIDATION)**

**SCHEDULE OF THE JOINT LIQUIDATORS' TIMECOSTS DURING THE REVIEW PERIOD AND THE
WHOLE PERIOD OF THE LIQUIDATION**

Time Entry - Detailed SIP9 Time & Cost Summary

6001500 - FAB 10 LIMITED

To: 18/10/2018

Project Code: POST

Classification of Work Function	Partner	Manager	Other Senior Professionals	Assistants & Support Staff	Total Hours	Time Cost (£)	Average Hourly Rate (£)
100. Administration & Planning	0.50	3.70	0.30	0.00	4.50	1,155.50	256.78
100A. Initial Statutory & General Notifications & Filing	0.00	0.00	1.80	0.00	1.80	280.00	175.00
101A. Bonding	0.00	0.00	0.10	0.00	0.10	17.50	175.00
103. IPS Case / File set up/ Filing	0.00	0.00	1.00	0.00	1.70	236.50	139.12
104. General Administration	0.00	2.20	1.30	4.30	7.80	1,191.00	152.69
105. Case strategy / Review	0.20	6.10	4.00	6.40	16.70	2,912.50	174.40
106. VAT & CT matters and returns	0.00	0.20	0.00	0.00	0.20	50.00	250.00
506. Tax / VAT	0.20	0.00	1.80	1.20	3.20	456.00	142.50
Admin & Planning	0.90	12.20	10.10	12.80	35.80	6,299.00	175.95
600. Cashiering	0.00	0.00	0.90	5.74	6.64	795.80	119.85
Cashiering	0.00	0.00	0.90	5.74	6.64	795.80	119.85
201. Creditors	0.00	0.00	0.00	2.70	2.70	269.00	99.63
203. Creditor correspondence / Call	0.00	0.00	0.30	0.00	0.30	52.50	175.00
204A. Dealing with Pension Schemes	0.00	0.00	0.40	0.00	0.40	70.00	175.00
209. Creditors meetings	0.50	0.00	0.00	0.00	0.50	175.00	350.00
211. Annual / Progress report	0.00	0.00	0.40	5.00	5.40	574.00	106.30
212. Initial Appointment Notifications to Creditors	0.00	0.00	0.40	0.30	0.70	100.00	142.86
213. Interim Fee Report to Creditors	0.00	0.00	1.20	2.00	3.20	410.00	128.13
Creditors	0.50	0.00	2.70	10.00	13.20	1,650.50	125.04
300. Investigations	0.00	2.20	4.80	3.20	10.20	1,657.50	162.50
301. CDDA Reports	0.50	0.00	0.80	0.00	1.10	280.00	254.55
302. Pursuing Antecedent Transactions	0.50	0.00	0.00	0.00	0.50	175.00	350.00
Investigations	1.00	2.20	5.40	3.20	11.80	2,112.50	179.03
400. Realisation of Assets	0.70	0.00	0.80	0.40	1.90	425.00	223.68
404. Financed assets	0.00	0.00	0.20	0.00	0.20	35.00	175.00
405. Debtors	1.10	0.00	3.10	2.00	6.20	1,130.50	182.34
406. Sale of Business	0.20	0.00	0.00	0.00	0.20	70.00	350.00
411. Cash at Bank	0.00	0.00	0.10	0.00	0.10	17.50	175.00
Realisation of Assets	2.00	0.00	4.20	2.40	8.60	1,678.00	195.12
Total Hours	4.40	14.40	23.30	33.94	76.04	12,535.80	164.86
Total Fees Claimed						1,000.00	

Time Entry - SIP9 Time & Cost Summary
Category 2 Disbursements

6001500 - FAB 10 LIMITED
Project Code: POST
To: 18/10/2018

Other amounts paid or payable to the office holders firm or to party in which the office holder or his firm or any associate has an interest.

Transaction Date	Type and Purpose	Amount
10/05/2017	Stationery Stationery of letter to creditors requesting fee approval	4.00
10/05/2017	Photocopying Photocopying of letter to creditors requesting fee approval	13.60
Total		17.60

Appendix 4

**FAB 10 LIMITED
(IN LIQUIDATION)**

DETAILED NARRATIVE LIST OF WORK UNDERTAKEN BY THE JOINT LIQUIDATORS DURING THE REVIEW PERIOD

Description of work undertaken	Includes
<u>ADMINISTRATION & PLANNING</u>	
Administration & Planning	
General Administration - Dealing with all routine correspondence and emails relating to the case.	
Case strategy & completing file reviews	Discussions regarding strategies to be pursued Meetings with team members and independent advisers to consider practical, technical and legal aspects of the case Periodic file reviews Periodic reviews of the application of ethical, anti-money laundering and anti-bribery safeguards Maintenance of statutory and case progression task lists/diaries Updating checklists
VAT & Corporation Tax matters and returns	Preparation and filing of VAT Returns Preparation and filing of Corporation Tax Returns
<u>CREDITORS</u>	
Creditors	
Dealing with creditor correspondence, emails and telephone conversations.	Receive and follow up creditor enquiries via telephone Review and prepare correspondence to creditors and their representatives via email and post
Annual/Progress Reports	Preparing, circulating and filing progress reports. Disclosure of sales to connected parties
<u>INVESTIGATIONS</u>	
Investigations	
SIP 2 Review - Conducting an initial investigation with a view to identifying potential asset recoveries by seeking and obtaining information from relevant third parties, such as the bank, accountants, solicitors, etc.	Correspondence to request information on the company's dealings, making further enquiries of third parties Reviewing questionnaires submitted by creditors and directors Review of specific transactions and liaising with directors regarding certain transactions
Investigating & Pursuing Antecedent Transactions	
<u>CASHIERING</u>	
Opening, maintaining and managing the Office Holders' cashbook and bank account.	Preparing correspondence opening and closing accounts Requesting bank statements Correspondence with bank regarding specific transfers Maintenance of the estate cash book

Description of work undertaken	Includes
Dealing with cheque requests	Issuing cheques/BACS payments
Dealing with debit/credit forms	Banking remittances
Bank Reconciliations	
Preparing & Filing statutory Receipts & Payments accounts	Preparing and filing statutory receipts and payments accounts at Companies House

Current Charge-out Rates of the staff working on the case

Time charging policy

Support staff and executive assistants do not charge their time to each case except when the initial set up is being performed or when a sizeable administrative task or appropriate ad hoc duty is being undertaken

Support staff include secretarial and administrative support.

The minimum unit of time recorded is 6 minutes.

Rates are likely to be subject to periodic increase.

Staff	Charge out rates £
Partners	350
Senior Manager	250
Manager	200
Assistant Manager	185
Administrator	150
Cashier	125
Support Staff/Executive Assistant	95