

# LIQ14

## Notice of final account prior to dissolution in CVL



Companies House

MONDAY



\*A91VSXIG\*

A14

30/03/2020

#70

COMPANIES HOUSE

### 1 Company details

Company number 0 8 4 5 9 4 5 9

Company name in full ADYN STUDIO LIMITED

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

### 2 Liquidator's name

Full forename(s) Stephen

Surname Katz

### 3 Liquidator's address

Building name/number

Street 26 - 28 Bedford Row

Post town London

County/Region

Postcode W C 1 R 4 H E

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.



# LIQ14

## Notice of final account prior to dissolution in CVL

### 6 Liquidator's release

☐ Tick if one or more creditors objected to liquidator's release.

:

### 7 Final account

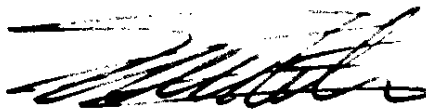
☒ I attach a copy of the final account.

### 8 Sign and date

Liquidator's signature

Signature

X



X

Signature date

d

2

d

5

m

0

m

3

y

2

y

0

y

2

y

0



LIQ14

Notice of final account prior to dissolution in CVL

### 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 **Philip Kyprianou**

Company name **David Rubin & Partners**

Address **Pearl Assurance House**

**319 Ballards Lane**

Post town **London**

County/Region

Postcode **N 1 2 8 L Y**

Country

DX **Finchley 1**

Telephone **020 8343 5900**

### 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](http://www.gov.uk/companieshouse) or email [enquiries@companieshouse.gov.uk](mailto: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](http://www.gov.uk/companieshouse)**



**IN THE MATTER OF**  
**ADYN STUDIO LIMITED - IN LIQUIDATION**

**AND**  
**THE INSOLVENCY ACT 1986**

**THE LIQUIDATOR'S FINAL ACCOUNT**  
**PURSUANT TO SECTION 106 OF THE INSOLVENCY ACT 1986**  
**AND**  
**RULE 18.14 OF THE INSOLVENCY (ENGLAND AND WALES) RULES 2016**  
**FOR THE PERIOD FROM 31 JANUARY 2018 TO 27 JANUARY 2020**



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6. Liquidation expenses
7. Details of unrealisable assets
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10. Conclusion

## **APPENDICES**

- A. Receipts and Payments Account from 31 January 2019 to 27 January 2020 and a Cumulative Receipts and Payments Account from 31 January 2018 to 27 January 2020.
- B. Time analysis for the period from 31 January 2019 to 27 January 2020 and Cumulative time analysis for the period from 31 January 2018 to 27 January 2020.



## ADYN STUDIO LIMITED - IN LIQUIDATION

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### 1. Introduction

ADYN Studio Limited (“the Company”) was placed into liquidation by a Special Resolution of the members followed by a Decision of the creditors on 31 January 2018. I have now concluded my administration of the liquidation and present my final account of the liquidation, which covers the period since my last progress report.

### **Rule 18.14 – Content of Final Account**

### 2. Statutory information

Company name: ADYN Studio Limited  
Registered office: 26 - 28 Bedford Row, London, WC1R 4HE  
Company number: 08459459  
Trading address: Unit 12 10-14 Hollybush Gardens, London, E2 9QP

### 3. Liquidator’s name and address

Stephen Katz of David Rubin & Partners, 26 - 28 Bedford Row, London, WC1R 4HE was appointed Liquidator of the Company on 31 January 2018.

### 4. Details of the Liquidator’s administration of the winding-up

At Appendix A, I have provided an account of my Receipts and Payments for the period from 31 January 2019 to 27 January 2020 and cumulative figures for the whole liquidation to 27 January 2020, together with a comparison to the Directors’ Statement of Affairs values, which is further explained below.

The work carried out during the liquidation is as set out below in the explanations to my Receipts and Payments Account and in Section 5.3.9.

#### 4.1 Receipts

##### 4.1.1 Sale of business

Williams & Partners Limited (“WP”), valuation and insolvency agents, were instructed to value the Company’s business and assets and to assist with the sale thereof.

WP negotiated a sale of the Company’s goodwill and assets on an ‘as seen and where lying’ basis to ADYN London Limited, an unconnected third party.

The consideration was apportioned as follows:

	<b>Estimated To Realise £</b>	<b>Realised £</b>
Furniture & equipment	725	1,050
Stock	6,435	10,430
Goodwill	2,000	7,940
Plant & machinery	-	80
Total	<u>9,160</u>	<u>19,500</u>

The sale price was equal to the “willing purchaser” value provided by WP.



#### **4.1.2 Book debts**

The Directors' Estimated Statement of Affairs as at 26 January 2018 ("ESOA") disclosed book debts of £73,333 which were estimated to realise "nil".

Following a review of the debtors ledger and correspondence with the potential debtors and the directors, it was established that the debtors ledger was not up to date and that there were no outstanding book debts. Accordingly, there were no realisations from book debts.

#### **4.1.3 Cash at bank**

The balance of the Company's bank account with Barclays Bank plc in the sum of £1,484.75 was remitted to me.

#### **4.1.4 Director's loan account – Matthew Moore**

##### Matthew Moore

The Company's most recent filed accounts for the year ending 31 March 2016 showed an overdrawn director's loan account in the name of Matthew Moore, with the sum of £15,610 owed to the Company.

Following discussions with Mr Moore, and after reviewing his financial position at the time, it was agreed that Mr Moore would pay the sum of £50 per month until a settlement could be reached. In December 2018, Mr Moore offered to pay the sum of £1,500, in addition to the £200 already received, in full and final settlement of his outstanding director's loan account. After reviewing his financial circumstances, I accepted the offer and a total of £1,700 has been received from him.

##### Ashley Robinson

The Company's accounts for the year ending 31 March 2016 showed an overdrawn director's loan account of £8,559 for Ashley Robinson.

Following numerous discussions, Mr Robinson offered to pay £500, gifted to him by a third party, in full and final settlement of his outstanding debt. After reviewing his financial circumstances and taking into consideration that Mr Robinson had paid some of the Company's expenses from his personal funds, I accepted his offer and the payment was received shortly after.

##### Alpha Badio

The Company's accounts for the year ending 31 March 2016 showed an overdrawn director's loan account of £8,064 for Alpha Badio.

Sara Godfrey, Mr Badio's wife, is listed within the Company's books and records as being owed the sum of £8,500 in respect of an outstanding loan made to the Company.

At the initial meeting with the Company's directors, it was put to us that these funds were advanced jointly by Mr Badio and Ms Godfrey and that it had been agreed that Mr Badio's outstanding loan account would be set off against the loan funds shown in the accounts as having been advanced by Ms Godfrey.



Alpha Badio ... continued.

Whilst on the surface it could be argued that setting off Mr Badio's loan account against the debt owed to his wife constituted a preference, the likelihood of successfully recovering any sums due would be minimal as Mr Badio would argue that the funds loaned to the Company was done so jointly. Furthermore, the likely costs incurred in bringing a preference action to recover the sum owed would be substantial, and therefore any recovery action would be uneconomical to pursue.

In addition to the above, it was also noted that the lease to the Company's trading premises was also held in the name of Mr Badio personally. On that basis, it is anticipated that any claim brought against Mr Badio would be set off against rent payments made by Mr Badio in his personal capacity under the lease, on behalf of the Company.

*Accordingly, it was concluded that it would not be commercially viable to pursue Mr Badio's outstanding director's loan account and therefore no sums were recovered from this source.*

**4.1.5 Bank interest received**

The funds in hand are held in an interest bearing account with a High Street bank in the Office Holder's name.

Interest earned on the funds in hand amounts to £0.80.

**4.2 Payments**

**4.2.1 Statement of Affairs fee**

A fee of £6,000 plus VAT was paid to my firm for the assistance given to the Directors of the Company in preparing the Statement of Affairs under Section 99 of the Insolvency Act 1986 and necessary expenses in respect of the Decision Procedure to seek a Decision from the creditors on the nomination of a Liquidator under Rule 6.14 of the Insolvency (England and Wales) 2016. This fee was approved at the Virtual Meeting of creditors.

**4.2.2 Specific bond**

The specific bond is the cost of insurance, based on the level of realisations by the Liquidator, as required by the Insolvency Practitioners Regulations 2005. The amount of £64.80 plus VAT has been paid in this regard.

**4.2.3 Statutory advertising**

This represents the costs for the publishing of statutory advertising in the London Gazette in respect of the first virtual meeting of creditors and notice of the appointment of the Liquidator. The amount of £253.80 plus VAT has been paid in this regard.

**4.2.4 Storage costs**

My firm uses a commercial archiving company for storage facilities for the Company's records and papers. This is recharged at the rate of £10 per box per quarter and includes a small charge to cover the administration costs of archiving and retrieval of documents. I am also required to keep my working papers for 6 years from the conclusion of the liquidation. The amount of £310 plus VAT has been paid in this regard.



#### 4.2.5 Agents' fees

The amount of £2,950 plus VAT was paid to WP for providing the valuation of the Company's business and assisting in the sale thereof.

WP were selected as agents on the basis of their experience and expertise in dealing with valuations and sale of assets in insolvency situations, taking into account the locality and size of the Company. The agreed basis of WP's fees was a fixed fee of £1,000 for preparing the valuation, together with a commission of 10% of realisations which amounted to £1,950 on asset sales of £19,500 plus VAT.

#### 4.2.6 Liquidator's remuneration

As shown in the Receipts and Payments Account, I have drawn remuneration, as Liquidator, of £13,606.95. This is explained further at Section 5.3 below.

### 5. Basis of Liquidator's remuneration and staff allocation

#### 5.1 Basis of remuneration

Following a Decision Procedure of Creditors the basis of my remuneration as Liquidator was fixed by reference to the time properly spent by my staff and myself in attending to matters arising in the winding-up.

In accordance with the provisions of Statement of Insolvency Practice 9, a schedule of my firm's charge-out rates was issued to creditors at the time the basis of the Liquidator's remuneration was approved. These rates were set in November 2011 and have fallen substantially behind prevailing market rates for a business of our size and expertise. Accordingly, the rates were revised on 1 November 2018. Our current hourly charge-out rates exclusive of VAT, which are charged in units of 6 minutes, are as follows:-

	Previous	Current
	£	£
Senior / Managing Partners	450	550
Partners / Office holders	300 - 395	495
Managers / Senior Managers	250 - 295	350 - 395
Senior Administrators	180 - 220	220 - 295
Administrators	130 - 160	160 - 200
Cashiers and Assistants	120 - 160	150 - 295
Supports	110 - 120	120 - 150

Charge-out rates are normally reviewed annually in November, when rates are adjusted to reflect such matters as inflation, increases in direct wage costs, and changes to indirect costs such as Professional Indemnity Insurance.



## 5.2 Staff allocation and the use of subcontractors

Our general approach to resourcing our assignments is to allocate staff with the skills and experience to meet the specific requirements of the case. The constitution of the case team will usually consist of a Partner, Manager, Senior Administrator, and two Administrators. The exact constitution of the case team will depend on the anticipated size and complexity of the assignment and additional staff may be allocated to meet the demands of the case.

I have not utilised the services of any subcontractors in this case.

## 5.3 Liquidator's remuneration

- 5.3.1 My time costs for the period from 31 January 2019 to 27 January 2020, which covers the period since my last progress report to creditors, are £18,178. This represents 87.3 hours at an average rate of £208 per hour. I attach as Appendix B a time analysis which provides details of the activity during this period, analysed by staff grade, in respect of my firm's remuneration fixed by reference to time properly spent by my staff and me in managing the liquidation.
- 5.3.2 I have also reviewed my cumulative time costs for the period from 31 January 2018 to 27 January 2020 and would report that my total time costs are £47,477 for 231.8 hours, which equates to an average cost of £205 per hour. A breakdown of my cumulative time charges is also set out in Appendix B.
- 5.3.3 I have drawn fees of £13,607 and I have outstanding fees of £33,870, which I am unable to recover as there are insufficient funds to meet my full time costs. Accordingly, my firm has been paid an average hourly rate of £59 per hour for the 231.8 hours worked.
- 5.3.4 Creditors may recall that I provided them with my fees estimate of £25,018 for the administration of the liquidation, fixing the basis of my remuneration on a time costs basis. I would confirm that it was not necessary during the liquidation to seek further approval to increase this estimate.
- 5.3.5 As you may be aware, a Liquidator must comply with various statutory obligations under the Insolvency Act 1986 and other related legislation. Details about the work I carried out in this regard were outlined previously and I would confirm that in this period of the liquidation, the only matters that have affected the costs to any particular extent are reviewing the case for closure and preparing and circulating my annual and final reports.
- 5.3.6 Where the costs of statutory compliance work or reporting to creditors exceeded the initial estimate, it is usually because the duration of the case has taken longer than anticipated, which has in turn placed a further statutory reporting requirement on the Liquidator.
- 5.3.7 As noted in my initial fees estimate/information, this work has not necessarily brought any financial benefit to creditors, but is work required on every case by statute.
- 5.3.8 To view an explanatory note concerning Liquidators' remuneration approved by the Joint Insolvency Committee, please visit the Publications folder on our website [www.drpartners.com/cases](http://www.drpartners.com/cases), using the following log-on details:

USERNAME: A427@drco.co.uk

PASSWORD: 724Arm\*!

Alternatively, please contact this office to arrange for a copy to be sent to you.



**5.3 Liquidator's remuneration ... continued.**

5.3.9 Included in the work undertaken by me and my staff is the following:-

- i) Dealing with creditors' enquiries both by correspondence and by telephone and noting their claims;
- ii) Carrying out all necessary investigations, including the examination of the Company's statutory books and books of accounts and records in order to enable me to prepare and submit a Liquidator's report on the conduct of the directors pursuant to the requirements of the Company Directors Disqualification Act 1986;
- iii) Preparation and circulation of my annual progress report and Receipts and Payments Accounts to creditors pursuant to S104A of the Insolvency Act 1986 and submission of same to the Registrar of Companies;
- iv) Filing the appropriate documents relating to the liquidation at Companies House;
- v) Arranging delivery and archiving the Company's books and records;
- vi) Applying for the Liquidator's bond, as required by the Insolvency Practitioners Regulations 2005;
- vii) Publishing the necessary statutory advertisements in respect of the liquidation proceedings;
- viii) Opening a designated bank account and dealing with the movement of funds;
- ix) Correspondence with the Company's bankers in respect of the closure of the Company's bank account;
- x) Instructing and liaising with agents to provide a valuation and dispose of the Company's assets;
- xi) Correspondence and negotiations with the directors in respect of their overdrawn directors' loan accounts;
- xii) Preparation and submission to HM Revenue & Customs of the relevant VAT and Corporation Tax returns; and
- xiii) Preparation of my final report and Receipts and Payments Account to creditors pursuant to Section 106 of the Insolvency Act 1986.

**6. Liquidation expenses**

Expenses incurred in the liquidation are explained in Section 4.2, above, in my comments on the Receipts and Payments Account.

**7. Details of unrealisable assets**

Assets that have proved unrealisable have been fully discussed in the Receipts and Payments Account section at 4.1 above.



**8. Investigations**

- 8.1 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.
- 8.2 My report on the conduct of the Directors of the Company to the Department for Business, Energy & Industrial Strategy under the CDDA 1986 was submitted during the first year of the liquidation and is confidential.
- 8.3 Since my last progress report I would advise that no further assets have come to light that may be pursued by me for the benefit of creditors.

**9. Other relevant information**

**9.1 Secured creditors**

The Company has no secured creditors.

**9.2 Prescribed part**

Section 176A of the Insolvency Act 1986 provides for a prescribed part of the Company's net property to be retained from distribution to the floating charge holder, where the debenture was created on or after 15 September 2003, and made available for the satisfaction of unsecured debts.

This regulation does not apply as the Company has not granted any floating charges.

**9.3 Preferential creditors**

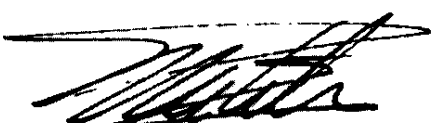
The Company has no preferential creditors.

**9.4 Unsecured creditors**

The claims of 8 unsecured creditors totalling £186,650 have been received compared to 23 creditors totalling £266,061 disclosed on the ESOA. However, these claims have not been formally agreed as there was little likelihood of sufficient funds being available to pay a dividend to this class of creditor.

**10. Conclusion**

This final account will conclude my administration of this case. I trust you will find this report adequate for your purposes but should you require any further information, please do not hesitate to contact in the first instance my Manager, Philip Kyprianou, at this office.



**STEPHEN KATZ - LIQUIDATOR**

27 January 2020



**ADYN STUDIO LIMITED - IN LIQUIDATION**  
**LIQUIDATOR'S FINAL RECEIPTS AND PAYMENTS ACCOUNT**  
**FROM 31 JANUARY 2018 TO 27 JANUARY 2020**

	<u>Estimated</u> <u>To Realise</u>	<u>Realised</u>	<u>Period</u> <u>31-Jan-19 to</u> <u>27-Jan-20</u>
	£	£	£
<b><u>Balance brought forward</u></b>			850.80
<b><u>Receipts</u></b>			
Furniture & equipment	725	1,050.00	-
Stock	6,435	10,430.00	-
Goodwill	2,000	7,940.00	-
Plant & machinery		80.00	-
Book debts	<u>Nil</u>	-	-
Cash at bank		1,484.75	1,484.75
Director's loan account - Matthew Moore		1,700.00	-
Director's loan account - Ashley Robin		500.00	500.00
Bank interest received		0.80	-
		<u>23,185.55</u>	<u>2,835.55</u>
<b><u>Payments</u></b>			
Statement of Affairs fee		6,000.00	-
Specific bond		64.80	64.80
Statutory advertising		253.80	253.80
Storage costs		310.00	310.00
Agents' fees		2,950.00	-
Liquidator's remuneration		13,606.95	2,206.95
		<u>23,185.55</u>	<u>2,835.55</u>
<b>Receipts less Payments</b>		<u>-</u>	<u>-</u>



## ADYN STUDIO LIMITED - IN CREDITORS VOLUNTARY LIQUIDATION

<b>LIQUIDATOR'S TIME COSTS</b> <b>FOR THE PERIOD 31 JANUARY 2019 TO 27 JANUARY 2020</b> <b>SIP 9 TIME SUMMARY</b>							
Classification of work function	Hours					Total Cost £	Average hourly rate £
	Partners	Manager / Senior Manager	Admin / Senior Admin	Cashiers	Total hours		
Statutory compliance, admin and planning	00:00	09:24	66:06	02:54	78:24	16,116.00	205.56
Realisations of assets	00:06	01:12	05:36	00:00	06:54	1,526.50	221.23
Creditors	00:00	01:00	01:00	00:00	02:00	535.00	267.50
<b>Total hours and costs</b>	<b>00:06</b>	<b>11:36</b>	<b>72:42</b>	<b>02:54</b>	<b>87:18</b>	<b>18,177.50</b>	<b>208.22</b>

<b>LIQUIDATOR'S CUMULATIVE TIME COSTS</b> <b>FOR THE PERIOD FROM 31 JANUARY 2018 TO 27 JANUARY 2020</b> <b>SIP 9 TIME SUMMARY</b>							
Classification of work function	Hours					Total Cost £	Average hourly rate £
	Partners	Manager / Senior Manager	Admin / Senior Admin	Cashiers	Total hours		
<b>Statutory compliance, admin and planning</b>							
IPS set up & maintenance	00:00	00:00	00:36	00:00	00:36	78.00	130.00
Statutory filings, circulars, notices, etc.	00:00	09:18	11:18	00:00	20:36	4,222.00	204.95
Case planning, strategy & control	00:00	06:12	03:36	00:00	09:48	2,358.00	240.61
Taxation: PAYE, C/Tax & VAT	00:00	01:12	15:36	00:00	16:48	2,781.00	165.54
Accounting & Cashiering	00:00	00:00	00:42	10:30	11:12	1,866.00	166.61
Case reviews & Diary maintenance	00:00	00:00	27:42	00:00	27:42	4,667.00	168.48
Statutory reporting and compliance	00:18	07:30	38:00	00:00	45:48	10,267.50	224.18
<b>Investigations</b>							
OR: CDDA matters & correspondence	00:30	04:48	00:18	00:00	05:36	1,451.50	259.20
SIP2 assessment and financial review	00:00	05:30	04:30	00:00	10:00	2,135.00	213.50
Investigating antecedant transactions	00:12	02:48	05:48	00:00	08:48	1,525.00	173.30
<b>Realisation of assets</b>							
Book debts collection	00:12	12:30	17:42	00:00	30:24	6,010.00	197.70
Tangible assets	02:42	04:54	16:54	00:00	24:30	5,444.50	222.22
<b>Creditors</b>							
Unsec'd Creditors: correspondence & claims	00:06	06:24	02:54	00:00	09:24	2,261.50	240.59
Preferential creditors & employees	00:18	04:06	05:30	00:00	09:54	2,133.50	215.51
Retention of Title	00:42	00:00	00:00	00:00	00:42	276.50	395.00
<b>Total hours and costs</b>	<b>05:00</b>	<b>65:12</b>	<b>151:06</b>	<b>10:30</b>	<b>231:48</b>	<b>47,477.00</b>	<b>204.82</b>