

LIQ03

Notice of progress report in voluntary winding up



Companies House

FRIDAY



A99ZK70Z

A11

24/07/2020

#55

COMPANIES HOUSE

1 Company details

Company number 0 8 5 1 2 7 4 4

Company name in full Contractor Payroll Solutions Limited

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

2 Liquidator's name

Full forename(s) Jeffrey Mark

Surname Brenner

3 Liquidator's address

Building name/number Concorde House

Street Grenville Place

Post town Mill Hill

County/Region London

Postcode N W 7 3 S A

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.

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6 Period of progress report

From date	^d 0	^d 5	^m 0	^m 6	^y 2	^y 0	^y 1	^y 9
To date	^d 0	^d 4	^m 0	^m 6	^y 2	^y 0	^y 2	^y 0

7 Progress report

☒ The progress report is attached

8 Sign and date

Liquidator's signature

Signature

X

[Handwritten signature]

X

Signature date

^d 2	^d 3	^m 0	^m 7	^y 2	^y 0	^y 2	^y 0
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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 **Zuzana Jedlicakova**

Company name **B&C Associates Limited**

Address **Concorde House**

Grenville Place

Post town **Mill Hill**

County/Region **London**

Postcode **N W 7 3 S A**

Country

DX

Telephone **020 8906 7730**



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.



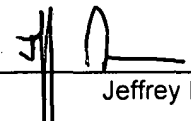
Further information

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

Contractor Payroll Solutions Limited
(In Liquidation)
Liquidator's Summary of Receipts & Payments

Statement of Affairs £		From 05/06/2019 To 04/06/2020 £	From 05/06/2017 To 04/06/2020 £
	ASSET REALISATIONS		
	Bank Interest Gross	2.26	7.85
800.00	Cash at Bank	NIL	800.81
1,000.00	Computer Equipment	NIL	3,000.00
		<u>2.26</u>	<u>3,808.66</u>
	COST OF REALISATIONS		
	Agents/Valuers Fees	NIL	2,200.00
	Legal Fees	1,000.00	1,000.00
		<u>(1,000.00)</u>	<u>(3,200.00)</u>
	UNSECURED CREDITORS		
(4,860.00)	Aspire Business Partnership LLP	NIL	NIL
(12,000.00)	HM Revenue & Customs PAYE & NI	NIL	NIL
		<u>NIL</u>	<u>NIL</u>
	DISTRIBUTIONS		
(1.00)	Ordinary Shareholders	NIL	NIL
		<u>NIL</u>	<u>NIL</u>
<u>(15,061.00)</u>		<u>(997.74)</u>	<u>608.66</u>
	REPRESENTED BY		
	Bank 1 Current Account		568.66
	Vat Payable		(600.00)
	Vat Receivable		640.00
			<u>608.66</u>


 Jeffrey Mark Brenner
 Liquidator

Liquidator's Annual Progress Report to Creditors & Members

**Contractor Payroll Solutions Limited
- In Liquidation**

Date of Report – 23 July 2020

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- 2** Receipts and Payments
- 3** Progress of the Liquidation
- 4** Creditors
- 5** Liquidator's Remuneration
- 6** Creditors' Rights
- 7** Next Report

APPENDICES

- A** Receipts and Payments Account for the Period from 5 June 2019 to 4 June 2020 and Cumulative Receipts and Payments Account since the Liquidator's Appointment
- B** Additional information in relation to Liquidator's Fees, Expenses & Disbursements

1 Introduction and Statutory Information

- 1.1 I, Jeffrey Mark Brenner of B&C Associates Limited, Concorde House, Grenville Place, Mill Hill, London, NW7 3SA, was appointed as Liquidator of Contractor Payroll Solutions Limited (the **Company**) on 05 June 2017. This progress report covers the period from 5 June 2019 to 4 June 2020 (**the Period**) and should be read in conjunction with any previous progress reports which have been issued.
- 1.2 Information about the way that we will use, and store personal data on insolvency appointments can be found at <https://www.bcassociates.uk.com/policies-guidance>. If you are unable to download this, please contact the office and a hard copy will be provided to you.
- 1.3 The principal trading address of the Company was 37 Station Road, Harleston, Norfolk, IP20 9ES.
- 1.4 The registered office of the Company has been changed to C/o B&C Associates Limited, Concorde House, Grenville Place, Mill Hill, London, NW7 3SA and its registered number is 08512744.

2 Receipts and Payments

- 2.1 At Appendix A is my Receipts and Payments Account covering the Period of this report. Also attached at Appendix A, is a cumulative Receipts and Payments Account for the period from the date of my appointment as Liquidator to the end of the Period covered by this report.

3 Progress of the Liquidation

- 3.1 This section of the report provides creditors with an update on the progress made in the liquidation during the Period.
- 3.2 The time spent on this case relates to the following matters:
- (i) Attending to correspondence and telephone calls with creditors
 - (ii) Recording and acknowledging creditor claims
 - (iii) Investigation into the affairs of the company
 - (iv) Preparation and submission of Statutory report to the Secretary of State
 - (v) Obtaining bonding and completing bond reviews to enable the Liquidator to continue to act
 - (vi) Updating the Insolvency Practitioners System
 - (vii) Review and Statutory compliance which includes submissions to Companies House
 - (viii) Dealing with the sale of Company's assets
 - (ix) Liaising with valuation agents
 - (x) Disclaiming any interest in the Company's lease
 - (xi) Correspondence with the bank in regard to obtaining any remaining funds
 - (xii) Ongoing liaison with solicitors in relation to investigations into the Company's affairs
 - (xiii) Ongoing liaison with HM Revenue & Customs (**HMRC**) and dealing with their enquiries
 - (xiv) Correspondence with the Company's accountants and other parties in order to obtain the Company's accounting books and records
 - (xv) Correspondence with Liquidator of Nursery Grove Limited, the sole shareholder of the Company.

Administration (including statutory compliance & reporting)

- 3.3 An office holder must comply with certain statutory obligations under the Insolvency Act 1986 and other related legislation. Details about the work I anticipated would need to be done in this area was outlined to creditors in my initial fees information.
- 3.4 Where the costs of statutory compliance work or reporting to creditors exceeds the initial estimate, it will usually be because the duration of the case has taken longer than anticipated, possibly due to protracted asset realisations, which have in turn placed a further statutory reporting requirement on the Liquidator.
- 3.5 As noted in my initial fees information, this work will not necessarily bring any financial benefit to creditors, but is required on every case by statute.

Realisation of Assets

3.6 Computer Equipment

As reported in the Liquidator's Annual Progress Report to Creditors dated 16 July 2019, the Company's estimated Statement of Affairs (SoA) detailed Computer Equipment with a book value of £9,826 and estimated to realise value of £1,000. The assets were sold to a connected company Contractor Bias Limited for £3,000 plus VAT. Further details of the sale can be found in paragraphs 3.18 and 3.19 below.

3.7 Cash at Bank

The sum of £800.81 was received from the Company's bank account.

3.8 Bank Interest Gross

The sum of £7.85 was received on funds held in the Liquidation current account.

- 3.9 It is considered that the work the Liquidator and his staff have undertaken to date may bring a financial benefit to creditors. This may be a distribution to secured creditors of the Company only (from which a Prescribed Part fund may be derived for the benefit of unsecured creditors) or may, depending on realisations and the extent of any 3rd party security, result in a distribution to the preferential and unsecured creditors of the Company.

Creditors (claims and distributions)

- 3.10 Further information on the anticipated outcome for creditors in this case can be found at section 4 of this report. A Liquidator is not only required to deal with correspondence and claims from unsecured creditors (which may include retention of title claims), but also those of any secured and preferential creditors of the Company. This may involve separate reporting to any secured creditor and dealing with distributions from asset realisations caught under their security, most typically a debenture.
- 3.11 Claims from preferential creditors typically involve employee claims and payments made on behalf of the Company by the Redundancy Payments Service following dismissal.
- 3.12 The above work will not necessarily bring any financial benefit to creditors generally, however a Liquidator is required by statute to undertake this work. Similarly, if a distribution is to be paid to any class of creditor, work will be required to agree those claims and process the dividend payments to each relevant class of creditor. The more creditors a company has, the more time and cost will be involved by the Liquidator in dealing with those claims.
- 3.13 I consider the following matters worth noting in my report to creditors at this stage:

- There have been 3 unsecured creditors' claims received in this case. 2 creditors, including HMRC, were listed on the directors estimated SoA with a combined value of £13,860. HMRC was listed on the SoA at £12,000 and submitted an initial claim for £186,558.84 and a further revised claim for £5,751,943.50. A final proof of debt was received from HMRC on 14 April 2020 in the sum of £10,622,041.87.
- HMRC have carried out enquiries in relation to the Company's tax liabilities and other Company's affairs and their investigations are ongoing. In light of this HMRC have requested that the Liquidator keeps the case open even if all other relevant matters have been completed.
- Despite extensive efforts by the Liquidator and his solicitors Gateley Legal, limited accounting books and records have been provided to the Liquidator and it has therefore been difficult to verify claims and assist HMRC with their enquiries due to a lack of information.
- There are no secured creditors.
- No preferential claims have been received.

Investigations

- 3.14 You may recall from my first progress report to creditors that 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.
- 3.15 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.
- 3.16 Since my last progress report, I would advise that no further asset realisations have come to light that may be pursued by me for the benefit of creditors.

Matters still to be dealt with

- 3.17 The Liquidator's and HMRC's investigations are ongoing.

4 Creditors

Secured Creditors

- 4.1 There are no secured creditors.

Preferential Creditors

- 4.2 No preferential claims have been received.

Unsecured Creditors

- 4.3 I have received claims totalling £10,627,110.17 from 3 creditors. There were 2 claims listed on the estimated Statement of Affairs (**SoA**) totalling £16,860. HMRC was listed in the SoA at £12,000 and submitted a claim for £186,558.84 dated 28 June 2017. HMRC have subsequently advised that they were considering raising assessments against the Company for additional tax and submitted a revised claim for £5,751,943.50 dated 21 February 2019. A final claim was received from HMRC on 14 April 2020 in the sum of £10,622,041.87.

- 4.4 The Company did not grant any floating charges to a secured creditor. Accordingly, there is no requirement to create a fund out of the Company's net floating charge property for unsecured creditors (known as the Prescribed Part), which only applies to charges created after 15 September 2003.
- 4.5 I would confirm that it is anticipated there will be insufficient funds realised after defraying the expenses of the liquidation to pay a dividend to unsecured creditors.

5 Liquidator's Remuneration

- 5.1 The Creditors approved that the bases of the Liquidator's remuneration be a fixed fee and percentage of realisations.
- 5.2 The fixed fee was to be set at £9,000 plus VAT as well as 5% of realisations on cash balances, 10% of realisations on known assets and book debts and 40% of realisations on assets not details on the Statement of Affairs. The liquidator be authorised to draw remuneration on account of costs incurred as and when funds permit.
- 5.3 My fees information was originally provided to creditors when the bases of my remuneration was approved and was based on information available to me at the time.
- 5.4 The Liquidator has made the following realisations upon which the creditors have approved a percentage be taken as remuneration. Details of the realisations to date and associated remuneration drawn on account of those realisations is are set out below:

Asset category	Value of assets realised in period	Total value of assets realised since appointment	Remuneration % agreed	Total fees invoiced to date	Fees not yet drawn
Cash at Bank	Nil	£800.81	5%	Nil	£40.04
Computer Equipment	Nil	£3,000.00	10%	Nil	£300.00


- 5.5 The Liquidator has not drawn any remuneration due to insufficient funds.
- 5.6 A copy of 'A Creditors' Guide to Liquidators' Fees' is available on request or can be downloaded from www.icaew.com/en/technical/insolvency/creditors-guides.
- 5.7 Attached as Appendix B is additional information in relation to the Liquidator's fees, expenses and disbursements, including where relevant, information on the use of subcontractors and professional advisers.

6 Creditors' Rights

- 6.1 Within 21 days of the receipt of this report, a secured creditor, or an unsecured creditor (with the concurrence of at least 5% in value of the unsecured creditors) may request in writing that the Liquidator provide further information about his remuneration or expenses which have been itemised in this progress report.
- 6.2 Any secured creditor, or an unsecured creditor (with the concurrence of at least 10% in value of the unsecured creditors) may within 8 weeks of receipt of this progress report make an application to court on the grounds that, in all the circumstances, the basis fixed for the Liquidator's remuneration is inappropriate and/or the remuneration charged or the expenses incurred by the Liquidator, as set out in this progress report, are excessive.

7 Next Report

- 7.1 I am required to provide a further report on the progress of the liquidation within two months of the next anniversary of the liquidation, unless I have concluded matters prior to this, in which case I will write to all creditors with my final account.
- 7.2 Should you have any queries in relation to the contents of this report please contact Zuzana Jedlicakova of this office on 020 8906 7730 or by email at zuzana@bcassociates.uk.com.

A handwritten signature in black ink, consisting of a stylized 'J' followed by a horizontal line and a small flourish.

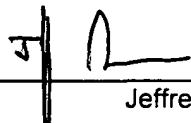
**J M BRENNER
LIQUIDATOR**

APPENDIX A

**RECEIPTS AND PAYMENTS ACCOUNT FOR THE PERIOD AND
CUMULATIVE FROM THE DATE OF APPOINTMENT**

Contractor Payroll Solutions Limited
(In Liquidation)
Liquidator's Summary of Receipts & Payments

Statement of Affairs £		From 05/06/2019 To 04/06/2020 £	From 05/06/2017 To 04/06/2020 £
	ASSET REALISATIONS		
	Bank Interest Gross	2.26	7.85
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1,000.00	Computer Equipment	NIL	3,000.00
		<u>2.26</u>	<u>3,808.66</u>
	COST OF REALISATIONS		
	Agents/Valuers Fees	NIL	2,200.00
	Legal Fees	1,000.00	1,000.00
		<u>(1,000.00)</u>	<u>(3,200.00)</u>
	UNSECURED CREDITORS		
(4,860.00)	Aspire Business Partnership LLP	NIL	NIL
(12,000.00)	HM Revenue & Customs PAYE & NI	NIL	NIL
		<u>NIL</u>	<u>NIL</u>
	DISTRIBUTIONS		
(1.00)	Ordinary Shareholders	NIL	NIL
		<u>NIL</u>	<u>NIL</u>
<u>(15,061.00)</u>		<u>(997.74)</u>	<u>608.66</u>
	REPRESENTED BY		
	Bank 1 Current Account		568.66
	Vat Payable		(600.00)
	Vat Receivable		640.00
			<u>608.66</u>



 Jeffrey Mark Brenner
 Liquidator

Additional Information in Relation to the Liquidator's Fees, Expenses & Disbursements

1 Staff Allocation and the Use of Sub-Contractors

- 1.1 The general approach to resourcing our assignments is to allocate staff with the skills and experience to meet the specific requirements of the case.
- 1.2 The constitution of the case team will usually consist of a Partner and an Administrator or Assistant. The exact constitution of the case team will depend on the anticipated size and complexity of the assignment and the experience requirements of the assignment.
- 1.3 We are not proposing to utilise the services of any sub-contractors in this case.

2 Professional Advisors

- 2.1 On this assignment we have used the professional advisors listed below. We have also indicated alongside, the basis of our fee arrangement with them, which is subject to review on a regular basis.

Name of Professional Advisor	Basis of Fee Arrangement
Gateley Legal (legal advice)	Hourly rate and disbursements
C&K Recoveries Limited (valuation and disposal advice)	Hourly rate and disbursements

- 2.2 Our choice was based on our perception of their experience and ability to perform this type of work, the complexity and nature of the assignment and the basis of our fee arrangement with them.

3 Liquidator's Expenses & Disbursements

- 3.1 The estimate of expenses (including disbursements) which were anticipated at the outset of the liquidation was provided to creditors when the basis of my fees were approved, a copy of which is set out below:

	Estimated cost £
Category 1 disbursements	
Agent's costs	500.00
Statutory Advertising	291.00
Specific penalty bond	120.00
External Storage of books and records	200.00
Companies House Searches	10.00
Category 2 disbursements	
Internal Meeting Rooms	50.00
Initial Case set up costs	10.00
IPS Accounting System charge	15.00
Telephone	10.00
Circularisation to creditors and others	500.00
Business Mileage	200.00
Letters & Faxes	150.00

Current position of Liquidator's expenses

- 3.2 An analysis of the expenses paid to the date of this report, together with those incurred but not paid is provided below:

	Paid in prior period £	Paid in the period covered by this report	Incurred but not paid to date £	Total anticipated cost £
Category 1 disbursements				
Statutory Advertising	-	-	144.50	291.00
Specific penalty bond	-	-	90.00	120.00
External Storage of books and records	-	-	-	200.00
Companies House Searches	-	-	-	10.00
Category 2 disbursements				
Internal Meeting Rooms	-	-	-	50.00
Initial Case set up costs	-	-	-	10.00
IPS Accounting System charge	-	-	-	15.00
Telephone	-	-	-	10.00
Circularisation to creditors and others	-	-	-	200.00
Business Mileage	-	-	-	200.00
Letters & Faxes	-	-	-	150.00
Total	-	-	234.50	1,256.00

No legal fees had been envisaged at the outset of the liquidation. However, solicitors Gateley Legal have been instructed and the level of the costs incurred to date is approximately £7,345.

Agent's costs are higher than expected and include charges for attending premises for valuation purposes, re-attending the premises and negotiating with the purchaser.

Category 1 disbursements do not require approval by creditors. The type of disbursements that may be charged as a Category 1 disbursement to a case generally comprise of external supplies of incidental services specifically identifiable to the case, such as postage, case advertising, invoiced travel and external printing, room hire and document storage. Also chargeable will be any properly reimbursed expenses incurred by personnel in connection with the case. These disbursements are included in the tables of expenses above.

Category 2 disbursements do require approval from creditors. These are costs which are directly referable to the appointment in question but are not payments which are made to an independent third party and may include shared or allocated costs that can be allocated to the appointment on a proper and reasonable basis such as internal room hire, document storage or business mileage. Details of Category 2 disbursements charged by this firm (where appropriate) were provided at the time the Liquidator's fees were approved by creditors. Any Category 2 disbursements incurred are specifically highlighted in the tables of expenses above.