

# AM10

## Notice of administrator's progress report



Companies House

TUESDAY



A30 \*A821X5GW\* #359  
26/03/2019  
COMPANIES HOUSE

### 1 Company details

Company number 0 8 6 5 4 5 3 2

Company name in full Nestlink Ltd

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

### 2 Administrator's name

Full forename(s) Kikis Kallis FCCA

Surname FABRP

### 3 Administrator's address

Building name/number Mountview Court

Street 1148 High Road

Post town Whetstone

County/Region London

Postcode N 2 0 0 R A

Country

### 4 Administrator's name ①

Full forename(s)

Surname

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

### 5 Administrator's address ②

Building name/number

Street

Post town

County/Region

Postcode

Country

② Other administrator  
Use this section to tell us about  
another administrator.

# AM10

## Notice of administrator's progress report

### 6 Period of progress report

From date	d	0	d	3	m	0	m	9	y	2	y	0	y	1	y	8
To date	d	0	d	2	m	0	m	3	y	2	y	0	y	1	y	9

### 7 Progress report

☒ I attach a copy of the progress report

### 8 Sign and date

Administrator's  
signature

Signature

X  X

Signature date	d	2	d	5	m	0	m	3	y	2	y	0	y	1	y	9
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# AM10

## Notice of administrator's progress report



### 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 **Kalani Gunawardana**

Company name **Kallis & Company**

Address **Mountview Court**  
**1148 High Road**

Post town **Whetstone**

Counsy/Region **London**

Postcode **N 2 0 0 R A**

Country

DX

Telephone **020 8446 6699**



### 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)**

**Nestlink Ltd**  
**(In Administration)**  
**Administrator's Summary of Receipts & Payments**

Statement of Affairs £		From 03/09/2018 To 02/03/2019 £	From 03/09/2018 To 02/03/2019 £
	<b>ASSET REALISATIONS</b>		
15,000.00	Goodwill	15,000.00	15,000.00
55,000.00	Furniture Fixtures Fittings and Equipm	55,000.00	55,000.00
9,998.00	Stock	9,998.00	9,998.00
1.00	Forward Bookings	1.00	1.00
1.00	Employee Contracts	1.00	1.00
Uncertain	Amex receipts	NIL	NIL
	Cash in hand	9,600.00	9,600.00
	Cash at Bank	6,636.12	6,636.12
Uncertain	PDQ bankings	NIL	NIL
		<u>96,236.12</u>	<u>96,236.12</u>
	<b>COST OF REALISATIONS</b>		
	Administrator Pre-Appointment Fees	8,000.00	8,000.00
	Administrators Fees	30,000.00	30,000.00
	Office Holders Expenses TSO Invoices	84.60	84.60
	Surveyors Fees	1,850.00	1,850.00
	Accountancy charges	2,500.00	2,500.00
	Legal Fees	3,000.00	3,000.00
		<u>(45,434.60)</u>	<u>(45,434.60)</u>
	<b>UNSECURED CREDITORS</b>		
(11,707.10)	Trade & Expense Creditors	NIL	NIL
Uncertain	Directors	NIL	NIL
(30,000.00)	Banks/Institutions	NIL	NIL
(8,467.00)	HM Revenue & Customs (PAYE)	NIL	NIL
(118,000.00)	HM Revenue & Customs (CT)	NIL	NIL
(281,000.00)	HM Revenue & Customs (Accrued VA	NIL	NIL
(55,000.00)	HMRC VAT current period	NIL	NIL
		<u>NIL</u>	<u>NIL</u>
<b>(424,174.10)</b>		<b><u>50,801.52</u></b>	<b><u>50,801.52</u></b>
	<b>REPRESENTED BY</b>		
	VAT Receivable		1,000.00
	Bank 1 Current Interest Bearing		42,084.60
	Vat Control Account		7,716.92
			<u><b>50,801.52</b></u>

  
Viki Kallis FCCA FABRP  
Administrator

## **Nestlink Ltd (“the Company”) – In Administration**

### **ADMINISTRATOR’S PROGRESS REPORT TO CREDITORS**

**For the six months ending 2 March 2019**

#### **STATUTORY INFORMATION**

Company name:	Nestlink Ltd
Court name and reference:	High Court 007370 of 2018
Registered office:	Mountview Court, 1148 High Road, Whetstone, London, N20 0RA
Former registered office:	239-241 Kennington Lane, London SE11 5QU
Registered number:	08654532
Administrator’s name;	Kikis Kallis FCCA FABRP
Administrator’s address:	Mountview Court, 1148 High Road, Whetstone, London, N20 0RA
Administrator’s date of appointment:	3 September, 2018

#### **ADMINISTRATOR’S ACTIONS SINCE APPOINTMENT**

Since my appointment I have liaised with the purchaser with regards to collection of the deferred consideration of £60,000. I am pleased to advise that this has been collected in full. I have also liaised with HMRC and the former company accountant extensively with regards to HMRC’s investigation matters and penalty notices. This matter is still ongoing.

There is certain work that I am required by the insolvency legislation to undertake work in connection with the Administration that provides no financial benefit for the creditors. A description of the routine work undertaken since my appointment as Administrator contained in Appendix [2.].

#### **RECEIPTS AND PAYMENTS ACCOUNT**

My Receipts & Payments Account for the period from 3 September 2018 to 2 March 2019 is attached at Appendix 1.

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

## ASSETS

The Company assets were valued by Messrs Centaur, Chartered Surveyors and Independent valuers ("our agents"). Breakdown of values are as follows:

Assets	"In Situ" Valuation £	"Ex Situ" Valuation £	Sale Consideration £
Furniture and Equipment	40,000.00	20,000.00	55,000.00
Intellectual Property and Goodwill	20,000.00	Nil	15,000.00
Consumable and Disposable stock	7,000.00	4,000.00	9,998.00
Working Progress(forward bookings)	1.00	Nil	1.00
Employees	1.00	Nil	1.00
	67,000.00	24,000.00	80,000.00

As stated in my proposal on 3 September 2018, assets were purchased by Skewd (Cockfosters) Limited, Company No: 11546129, registered office at 239-241 Kennington Lane, London SE11 5QU by way of a pre-packaged agreement for a sum of £80,000.

Mr Serdar Demir, is the director of the purchaser Company. He is also the brother of the former director and the leaseholder of the trading premises.

Of this a sum of £20,000 was paid on exchange of agreements and the balance of £60,000 was to be paid in three equal instalments as follows:

31 October 2018 - £20,000

31 December 2018 - £20,000

28 February 2018- £20,000

I am pleased to advise that I have received all deferred consideration in full. As shown on the attached receipts and payments account, I have allocated these funds as follows:

Goodwill	£15,000
Fixtures Fittings and Equipment	£55,000
Stock	£9,998
Forward bookings	£1.00
Employee contracts	£1.00

### Cash in hand

This relates to funds paid by the company in respect of my firm's pre-appointment costs.

### Cash at bank

This relates to balance of funds transferred by the former bankers of the Company.

### Amex Receipts and PDQ Banking

These were shown uncertain on the statement of affairs. No realisations were made in this respect.

## **LIABILITIES**

### Secured Creditors

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

In this case there were no creditors secured by a floating charge such that the prescribed part provisions do not apply.

### Preferential Creditors

The statement of affairs did not anticipate any preferential creditors and none were received in the administration.

### Crown Creditors

The statement of affairs included £462,467 owed to HMRC. HMRC's provisional claim of £310,656.02 has been received. This is in respect of VAT of £266,069.38, CT of £39,289.63 and PAYE of £5,297.01.

### Non-preferential unsecured Creditors

The statement of affairs included 9 non-preferential unsecured creditors with an estimated total liability of £41,707.10. I have not received claims from any of the creditors as at this stage.

## **DIVIDEND PROSPECTS**

### Non-preferential unsecured creditors

Based on current information it is likely that non-preferential unsecured creditors including HMRC may be paid a small dividend.

## **INVESTIGATION INTO THE AFFAIRS OF THE COMPANY**

I undertook an initial investigation into the Company's affairs to establish whether there were any potential asset recoveries or conduct matters that justified further investigation, taking account of the public interest, potential recoveries, the funds likely to be available to fund an investigation, and the costs involved. Specifically, I recovered, listed and reviewed the Company's accounting records; obtained and reviewed copy bank statements for the 12 months prior to the Company ceasing to trade from the Company's bankers; and compared the information in the Company's last set of accounts with that contained in the statement of affairs lodged in the Administration and made enquiries about the reasons for the changes.

Based on information currently available, I have reviewed the position of the Directors Loan account (DLA) briefly. In order to ascertain whether there is potential recoveries in this matter I have requested more information from the director in order to reconcile the DLA. I will update creditors on this matter in due course.

Within three months of my appointment as Administrator, I am required to submit a confidential report to the Secretary of State to include any matters which have come to my attention during the course of my work which may indicate that the conduct of any past or present Director would make them unfit to be concerned with the management of the Company. I would confirm that my report has been submitted.

## **PRE-ADMINISTRATION COSTS**

On 9 November 2018 the following pre-administration costs were approved by the creditors.

Pre-administration fees charged by Kallis & Company: £8,000 plus VAT.

Pre-administration expenses incurred: £5,877.52 as follows:

Type of expense	Amount incurred/accrued since appointment	Amount still to be paid
Bonding	£ 276.00	£ 276.00
Solicitors fees	£3,600.00	£3,600.00
Valuers fees	£1,850.00	£1,850.00
Advertising	£ 101.52	£ 101.52
Court filing fee	£ 50.00	£ 50.00

These costs have been paid in full, as detailed in the attached receipts and payments account.

## **ADMINISTRATOR'S REMUNERATION**

My remuneration was previously authorised by the creditors on 9 November 2018. I was authorised to draw a fixed fee of £31,525 for my work in respect of Administration, Planning, Financials, creditors and asset realisations. HMRC the major creditor in the Administration, who approved the proposal with modifications has also confirmed that they may consider any additional costs on a time cost basis in respect of time spent relating to investigations and other case specific matters.

I have drawn £30,000 plus VAT to the six months ending 2 March 2019.

My total time costs for the six months period from 3 September 2018 to 2 March 2019, is in the sum of £31,947.50 totalling 120.80 hours at an average charge out rate of £264.47 per hour.

Further to the Appendix (2) attached, which shows routine work undertaken, I have dealt with both the director and HMRC extensively in assisting both parties in respect of investigation matters conducted by HMRC. I am currently liaising with director in a view to reconcile the DLA and have requested relevant information.

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/>. A copy of 'A Creditors Guide to Administrators' Fees' also published by R3, together with an explanatory note which shows Kallis & Company's fee policy are available at the link <http://www.kallis.co.uk/downloads>. Please note that there are different versions of the Guidance Notes and in this case you should refer to the April 2017 version.

## **ADMINISTRATOR'S EXPENSES**

I have incurred total expenses of £7,434.60 since my appointment as Administrator for the six months period 3 September 2018 to 2 March 2019. I have drawn these expenses in full.

I have incurred the following expenses in the period since my appointment as Administrator are as



follows:

Type of expense	Amount incurred/ paid in the reporting period	Amount incurred/not yet paid
Officeholders expenses- advertising	£ 84.60	
Valuers fees	£1,850.00	
Accountancy fees	£2,500.00	
Legal Fees	£3,000.00	
Bonding	-	£276.00
E-filing	-	£50.00
Courier	-	£40.00

I have incurred the following category 2 disbursements in the period since my appointment as Administrator:

Type of category 2 disbursement	Amount incurred/ accrued in the reporting period
Storage	£30.00
Postage	£11.36

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

Professional Advisor	Nature of Work	Basis of Fees
Centaur	Valuer/Auctioneer	Fixed Fee basis
Nicholas & Co	Solicitors	Fixed Fee basis
Alton & Co	Accountancy	Fixed fee basis

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 have reviewed the fees charged and am satisfied that they are reasonable in the circumstances of this case.

My pre-appointment expenses as per the proposal were as follows:

Nature of expense	Estimated expenses	Expenses incurred to date
Valuation agents	1,850.00	1,850.00
Legal fees	3,600.00	3,600.00( inc VAT)
Bonding	276.00	276.00
Advertising	101.52	84.60
Court filing	50.00	50.00
Courier	-	40.00
Accountancy Fees	-	2500.00

As at 2 March 2019, as you can see from the information provided in this report, the expenses I have incurred in this matter have exceeded the total expenses I estimated I would incur when my remuneration was authorised by the creditors. The reasons I have exceeded the expenses estimate are due to payment to the accountants in respect of VAT investigation matters which was not anticipated initially.

## **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 Administrator's remuneration and expenses, within 21 days of 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 and/or basis of the Administrator's fees and the amount of any proposed expenses or expenses already incurred, within 8 weeks of 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 Kallis & Company can be found at <http://www.kallis.co.uk/legals>.

## **SUMMARY**

The Administration will be converted to a Liquidation, as approved in the proposals. The creditors will receive a final report in due course followed by notification of the Liquidation.

If creditors have any queries regarding the conduct of the Administration, or if they want hard copies of any of the documents made available on-line, they should contact Kalani Gunawardana by email at [kalani@kallis.co.uk](mailto:kalani@kallis.co.uk), or by phone on 020 8446 6699.



**Kikis Kallis FCCA FABRP  
ADMINISTRATOR**

The affairs, business and property of the Company are being managed by the Administrator, Kikis Kallis FCCA FABRP. The Administrator acts as an agent of the Company and contract without personal liability.

## **Appendix [2]**

### **1. Administration and Financials**

- Case planning - devising an appropriate strategy for dealing with the case and giving instructions to the staff to undertake the work on the case.
- Setting up physical case files.
- Setting up the case on the practice's electronic case management system and entering data.
- Issuing the statutory notifications to creditors and other required on appointment as office holder, including gazetting the office holder's appointment.
- Obtaining a specific penalty bond.
- Dealing with all routine correspondence and emails relating to the case.
- Opening, maintaining and managing the office holder's estate bank account.
- Creating, 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 six monthly progress reports to creditors and members.
- Filing returns at Companies House and court.
- Preparing and filing VAT returns.
- Preparing and filing Corporation Tax returns.

### **2. Creditors**

- Obtaining information from the case records about employee claims.
- Completing documentation for submission to the Redundancy Payments Office.
- Corresponding with employees regarding their claims.
- Liaising with the Redundancy Payments Office regarding employee claims.
- Dealing with creditor correspondence, emails and telephone conversations regarding their claims.
- Maintaining up to date creditor information on the case management system.
- Issuing a notice of intended dividend and placing an appropriate gazette notice.
- Reviewing proofs of debt received from creditors, adjudicating on them and formally admitting them for the payment of a dividend.
- Requesting additional information from creditors in support of their proofs of debt in order to adjudicate on their claims.
- Calculating and paying a dividend to creditors, and issuing the notice of declaration of dividend.
- Paying tax deducted from the dividends paid to employees.

### **3. Investigations**

- Submit an online return on the conduct of the directors as required by the Company Directors Disqualification Act.
- Liaising with the director and HMRC with regards to various investigation matters and the DLA

4. Realisation of Assets

- Instructing agents with regards to asset valuation and liaising with the purchaser in respect of Deferred payment.

# Analysis of Office Holder's time costs for the period 03/09/2018 To 02/03/2019

## Classification of Work Content

	Partner Hours	Senior Manager Hours	Manager Hours	Senior Hours	Support Hours	Total Hours	Total Cost (GBP)	Average Hourly Rate (GBP)
<b>Administration &amp; Planning</b>	<b>16.50</b>	<b>30.30</b>	<b>0.00</b>	<b>0.50</b>	<b>0.00</b>	<b>47.10</b>	<b>14,542.50</b>	<b>308.76</b>
AD1.1 - Case planning and review	3.50	30.30	0.00	0.00	0.00	33.80	9,680.00	286.39
AD1.2 - Ongoing administration matters	2.80	0.00	0.00	0.50	0.00	3.30	1,112.50	337.12
AD1.3 - Statutory notices & reporting	10.00	0.00	0.00	0.00	0.00	10.00	3,750.00	375.00
<b>Financials</b>	<b>0.20</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>	<b>7.50</b>	<b>7.70</b>	<b>825.00</b>	<b>107.14</b>
AD2.2 - Banking and reconciliations	0.00	0.00	0.00	0.00	2.70	2.70	270.00	100.00
AD2.3 - Expense reviews and payments	0.20	0.00	0.00	0.00	4.80	5.00	555.00	111.00
<b>Realisation of Assets</b>	<b>1.00</b>	<b>7.50</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>	<b>8.50</b>	<b>2,514.50</b>	<b>295.82</b>
AD3.1 - Dealing with agents, asset and business sales	0.00	7.50	0.00	0.00	0.00	7.50	2,139.50	285.27
AD3.4 - Identifying assets and recovery	1.00	0.00	0.00	0.00	0.00	1.00	375.00	375.00
<b>Investigations</b>	<b>3.70</b>	<b>6.90</b>	<b>0.00</b>	<b>0.00</b>	<b>15.00</b>	<b>25.60</b>	<b>4,854.00</b>	<b>189.61</b>
AD4.1 - SIP 2 review & CDDA reports	0.00	6.90	0.00	0.00	15.00	21.90	3,466.50	158.29
AD4.3 - Investigations - antecedent transactions/misconduct	3.70	0.00	0.00	0.00	0.00	3.70	1,387.50	375.00
<b>Creditors</b>	<b>1.30</b>	<b>30.60</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>	<b>31.90</b>	<b>9,211.50</b>	<b>288.76</b>
AD5.1 - Communication with creditors	1.30	30.60	0.00	0.00	0.00	31.90	9,211.50	288.76
<b>Total Hours</b>	<b>22.50</b>	<b>75.30</b>	<b>0.00</b>	<b>0.50</b>	<b>22.50</b>	<b>120.80</b>		<b>264.47</b>
<b>Total Fees (GBP)</b>	<b>8,157.50</b>	<b>21,477.50</b>	<b>0.00</b>	<b>62.50</b>	<b>2,250.00</b>		<b>31,947.50</b>	

**Nestlink Ltd  
(In Administration)**

**Administrator's Summary of Receipts and Payments  
To 02 March 2019**

<b>RECEIPTS</b>	<b>Statement of Affairs (£)</b>	<b>Total (£)</b>
Goodwill	15,000.00	15,000.00
Furniture Fixtures Fittings and Equipmen	55,000.00	55,000.00
Stock	9,998.00	9,998.00
Forward Bookings	1.00	1.00
Employee Contracts	1.00	1.00
Amex receipts	Uncertain	0.00
Cash in hand		9,600.00
Cash at Bank		6,636.12
PDQ bankings	Uncertain	0.00
Directors	Uncertain	0.00
		<hr/>
		96,236.12
		<hr/>
<b>PAYMENTS</b>		
Administrator Pre-Appointment Fees		8,000.00
Administrators Fees		30,000.00
Office Holders Expenses TSO Invoices		84.60
Surveyors Fees		1,850.00
Accountancy charges		2,500.00
Legal Fees		3,000.00
Trade & Expense Creditors	(11,707.10)	0.00
Banks/Institutions	(30,000.00)	0.00
HM Revenue & Customs (PAYE)	(8,467.00)	0.00
HM Revenue & Customs (CT)	(118,000.00)	0.00
HM Revenue & Customs (Accrued VAT)	(281,000.00)	0.00
HMRC VAT current period	(55,000.00)	0.00
		<hr/>
		45,434.60
		<hr/>
Net Receipts/(Payments)		50,801.52
		<hr/>

**MADE UP AS FOLLOWS**

Bank 1 Current Interest Bearing	42,084.60
VAT Receivable / (Payable)	8,716.92
	<hr/>
	50,801.52
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Kikis Kallis FCCA FABRP  
Administrator