

LIQ03

Notice of progress report in voluntary winding up



Companies House

SATURDAY



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04/06/2022

#198

COMPANIES HOUSE

1 Company details

Company number 0 8 7 9 5 7 4 4

Company name in full Natolly Limited

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

2 Liquidator's name

Full forename(s) Ian James

Surname Royle

3 Liquidator's address

Building name/number Redheugh House

Street Teesdale South

Post town Thornaby Place

County/Region Stockton-on-Tees

Postcode T S 1 7 6 S G

Country

4 Liquidator's name ①

Full forename(s) David Adam

Surname Broadbent

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

5 Liquidator's address ②

Building name/number Redheugh House

Street Teesdale South

Post town Thornaby Place

County/Region Stockton-on-Tees

Postcode T S 1 7 6 S G

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 2	^d 6	^m 0	^m 3	^y 2	^y 0	^y 2	^y 1
To date	^d 2	^d 5	^m 0	^m 3	^y 2	^y 0	^y 2	^y 2

7 Progress report

☒ The progress report is attached

8 Sign and date

Liquidator's signature

Signature

X



X

Signature date

^d 1	^d 8	^m 0	^m 5	^y 2	^y 0	^y 2	^y 2
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**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 **Ian James Royle**

Company name **Begbies Traynor (Central) LLP**

Address **Redheugh House**

Teesdale South

Post town **Thornaby Place**

County/Region **Stockton-on-Tees**

Postcode **T S 1 7 6 S G**

Country

DX

Telephone **01642 796 640**

**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

Natolly Limited
(in Members Voluntary Liquidation)

Progress Report

Period: 26 March 2021 to 25 March 2022

Important Notice

This Progress Report has been produced solely to comply with our statutory duty to report to members of the Company pursuant to Section 92A of the Insolvency Act 1986.

This report is private and confidential and may not be relied upon, referred to, reproduced or quoted from, in whole or in part, by members for any purpose other than this report to them, or by any other person for any purpose whatsoever.

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1. INTERPRETATION

<u>Expression</u>	<u>Meaning</u>
"the Company"	Natolly Limited (in Members Voluntary Liquidation)
"the Liquidators", "we", "our" and "us"	Ian James Royle and David Adam Broadbent of Begbies Traynor (Central) LLP, Redheugh House, Teesdale South, Thornaby Place, Stockton-on-Tees, TS17 6SG
"the Act"	The Insolvency Act 1986 (as amended)
"the Rules"	The Insolvency (England and Wales) Rules 2016 (as amended)
"secured creditor" and "unsecured creditor"	Secured creditor, in relation to a company, means a creditor of the company who holds in respect of his debt a security over property of the company, and "unsecured creditor" is to be read accordingly (Section 248(1)(a) of the Act)
"security"	(i) In relation to England and Wales, any mortgage, charge, lien or other security (Section 248(1)(b)(i) of the Act); and (ii) In relation to Scotland, any security (whether heritable or moveable), any floating charge and any right of lien or preference and any right of retention (other than a right of compensation or set off) (Section 248(1)(b)(ii) of the Act)
preferential creditors	Any creditor of the Company whose claim is preferential within Sections 386, 387 and Schedule 6 to the Act

2. COMPANY INFORMATION

Trading name(s):	<i>As above</i>
Company registered number:	08795744
Company registered office:	Redheugh House, Thornaby Place, Teesdale South, Stockton-On-Tees, TS17 6SG
Former trading address:	The Cottage, The Black Lion Hotel, Richmond, DL10 4QB

3. DETAILS OF APPOINTMENT OF LIQUIDATORS

Date winding up commenced:	26 March 2021
Date of Liquidators' appointment:	26 March 2021
Changes in Liquidator (if any):	None

4. PROGRESS DURING THE PERIOD

Attached (at Appendix 1) is our abstract of receipts and payments for the period from 26 March 2021 to 25 March 2022

What work has been done in the period of this report, why was that work necessary and what has been the financial benefit (if any) to members?

Details of the types of work that generally fall into the headings mentioned below are available on our firm's website - <http://www.begbies-traynorgroup.com/work-details>

Under the following headings we have explained the specific work that has been undertaken on this case - not every piece of work has been described, but we have sought to give a proportionate overview that provides sufficient detail to allow members to understand what has been done, why it was necessary and what financial benefit (if any) the work has provided to members.

The costs incurred in relation to each heading are set out in the attached Time Costs Analysis.

General case administration and planning

This category of work includes cashiering, performing compliance / statutory reviews and case progression.

Insolvency Practitioners are also required to maintain records to demonstrate how the case was administered, and to document the reasons for any decisions that materially affect the case.

Whilst this carries little financial merit to the members, it still enabled the clear and concise administering of this case.

Compliance with the Insolvency Act, Rules and best practice

The Insolvency Act 1986 and the Insolvency Rules 1986, together with subsequent amendments, require Insolvency Practitioners holding office as Liquidators (as a minimum) to:

- ensure that the case is adequately bonded (an insurance to protect the interests of members in the potential asset realisations on a case)
- file information with the Registrar of Companies including notice of their appointment, and the statutory Declaration of Solvency
- advertise certain notices in the London Gazette including notice of their appointment, and Notice to Submit Creditor Claims / Notice of Intended Distributions

This category also includes cashiering duties, such as banking funds, maintaining accounting records and invoicing in respect of remuneration and disbursements, which is undertaken by our support staff throughout the duration of the case.

Whilst these categories of work carry no financial benefit to the members, it still allowed the case to be administered in a statutory compliant manner, which has enabled the swift distribution of reserves to members.

Realisation of assets

As outlined in the Director's Declaration of Solvency, the Company held £449,720 in its bank account - following our appointment the sum of £449,328 has been recovered.

The sum of £300,000 also remained outstanding in relation to an Overdrawn Director's Loan Account. This sum has been distributed in specie to the Company's shareholders.

The Declaration of Solvency also stated that the Company was due a tax rebate in the sum of £97,500 – our work remains ongoing in recovering this amount from H M Revenue & Customs.

This work has financially benefitted members as it has allowed for funds to be distributed.

Dealing with all creditors' claims (including employees), correspondence and distributions

Time has been posted to this section in relation to issuing a distribution to members and in obtaining clearance from H M Revenue & Customs (to allow this matter to be concluded)

This work has financially benefitted members, as it has allowed for a distribution to be made to them in a swift and timely manner.

Other matters which includes meetings, tax, litigation, pensions and travel

Time posted to this category relates to time spent dealing with post-appointment tax matters.

Whilst this work has not financially benefitted members, it has still been necessary in order to comply with our statutory requirements in respect of reporting to H M Revenue & Customs.

5. CREDITORS

As in any Liquidation, in a Members Voluntary Liquidation creditors are required to prove their claims and the Liquidators must examine the proofs and the particulars of the claims and admit them, in whole or in part, or reject them. The Liquidators must then settle the priorities of the creditors (as between secured, preferential, secondary preferential and unsecured creditors) before paying them in full with statutory interest.

The statement of assets and liabilities embodied within the declaration of solvency sworn by the director indicated that there were no outstanding creditors.

We continue to take steps to obtain clearance from HM Revenue & Customs that no further amounts are due in respect of PAYE/National Insurance, Corporation Tax and VAT.

6. DISTRIBUTIONS TO MEMBERS

A first distribution was made to members on 30 March 2021 in the sum of £145,000 (i.e. £1,450 per ordinary £1 share)

A second distribution (in specie) was made to members on 1 April 2021 in the sum of £300,000 (i.e. £3,000 per ordinary £1 share)

A third distribution was made to members on 6 April 2021 in the sum of £300,000 (i.e. £3,000 per ordinary £1 share)

A fourth distribution was made to members on 25 February 2022 in the sum of £2,100 (i.e. £21 per ordinary £1 share)

A further distribution will be made to members following receipt of the tax rebate mentioned earlier in this report.

7. REMUNERATION & EXPENSES

Liquidators' Remuneration

Our remuneration has been fixed by reference to the time properly given by us (as Liquidators) and the various grades of our staff calculated at the prevailing hourly charge out rates of Begbies Traynor (Central) LLP, in attending to matters arising in the Liquidation – this was subject to us having agreed that our remuneration shall not exceed the sum of £1,500 plus VAT and disbursements in circumstances where the value of time exceeds this sum.

The time costs incurred during the reporting period (i.e. from 26 March 2021 to 25 March 2022) amount to £9,538.50 which represents 33.1 hours at an average rate of £288.17 per hour.

The sum of £1,500 plus vat has been drawn in full.

Liquidators' Disbursements

We are authorised to draw disbursements, including disbursements for services provided by our firm (defined as "Category Two" disbursements in Statement of Insolvency Practice 9) presented to the general meeting at which various resolutions, including the special resolution that the Company be wound up voluntarily, were passed.

"Category One" disbursements in the sum of £392.57 have been incurred – the sum of £298.35 has been drawn against these costs.

No "Category Two" disbursements have been incurred.

Time Costs Analysis

The following further information in relation to our time costs and disbursements is set out in the attached (at Appendix 2):

- ☐ Begbies Traynor (Central) LLP's charging policy & charge-out rates; and
- ☐ Time Costs Analysis for the reporting period (i.e. from 26 March 2021 to 25 March 2022).

The attached Time Costs Analysis shows the time spent by each grade of staff on the different types of work involved in the case, and gives the total costs and average hourly rate charged for each work type.

Please note that the analysis only provides details of the work undertaken by the Liquidators and their staff following their appointment.

A copy of 'A Creditors' Guide to Liquidators Fees (E&W) 2017' which provides guidance on creditors' rights on how to approve and monitor a Liquidator's remuneration and on how the remuneration is set can be obtained online at www.begbies-traynor.com/creditorsguides

Alternatively, if you require a hard copy of the Guide, please contact our office.

8. LIQUIDATORS' EXPENSES

A statement of the expenses incurred during the period of this progress report is attached at Appendix 3.

9. ASSETS THAT REMAIN TO BE REALISED AND WORK THAT REMAINS TO BE DONE

What work remains to be done, why is this necessary and what financial benefit (if any) will it provide to members?

General case administration and planning

Until this matter is concluded, we will continue to perform periodic reviews, in order to ensure that the statutory requirements of the relevant legislation are complied with.

Continuing records will also be made to demonstrate how the case is being administered, and to document the reasons for any decisions that materially affect the case.

Whilst this work will carry little financial merit to the members, it will still enable the clear and concise administering of this case.

Compliance with the Insolvency Act, Rules and best practice

Pursuant to The Insolvency Act 1986 and the Insolvency Rules 1986, together with subsequent amendments, over the remaining course of the administration of this estate we will ensure that the case is adequately bonded (an insurance to protect the interests of members in the potential asset realisations on a case).

Once this case is ready for closure we will draft our Final Report and account for circulating to members, subsequently filing same with the Registrar of Companies.

In the meantime, the cashiering duties (bank reconciliations and maintaining accounting records) will continue to be undertaken by our support staff.

Whilst this work will not financially benefit members, it will still be necessary to comply with our statutory duties.

Realisation of assets

We will continue to liaise with H M Revenue & Customs in an attempt to recover the tax rebate due to the Company.

This work will financially benefit members as it will enable a further distribution to them.

Dealing with all creditors' claims (including employees), correspondence and distributions

As outlined earlier in the report we will continue to seek clearance from H M Revenue & Customs to enable us to conclude this matter. In addition, a final distribution will be made to members following the receipt of the tax rebate.

This work will benefit members financially, as it will enable a further distribution to be made to them.

Other matters which includes meetings, tax, litigation, pensions and travel

Until this matter is concluded, we will continue to comply with our statutory requirements in respect of reporting to H M Revenue & Customs.

Although this work will not financially benefit members, it is still required to be undertaken to comply with our statutory duties.

How much will this further work cost?

We estimate that the cost of future work (to conclude this matter) will be in the region of £2,500 to £4,000

Irrespective of the additional time to be incurred, our costs are limited to £1,500 plus VAT - which has been drawn in full.

No additional expenses are anticipated, other than those already incurred (as shown in Appendix 3)

10. OTHER RELEVANT INFORMATION

Use of personal information

Please note that in the course of discharging our statutory duties as Liquidators, we may need to access and use personal data, being information from which a living person can be identified. Where this is necessary, we are required to comply with data protection legislation.

If you are an individual and you would like further information about your rights in relation to our use of your personal data, you can access the same at <https://www.begbies-traynorgroup.com/privacy-notice>

If you require a hard copy of the information, please do not hesitate to contact our office.

11. MEMBERS' RIGHTS

Right to request further information

Pursuant to Rule 18.9 of the Rules, within 21 days of the receipt of this Progress Report a member or members of the Company with at least 5% of the voting total rights of all the members having the right to vote at general meetings of the Company (or any member or members with less than 5% of the total voting rights, but with the permission of the Court) may request in writing that we provide further information about our remuneration or expenses which have been incurred during the period of this Progress Report.

Right to make an Application to Court

Pursuant to Rule 18.34 of the Rules, within 8 weeks of receipt of this Progress Report any member or members of the Company with at least 10% of the total voting rights of all the members having the right to vote at general meetings of the Company (or any member, or members with less than 10% of the total voting rights, but with the permission of the Court) may make an Application to Court on the grounds that the remuneration charged or the expenses incurred during the period of this Progress Report are excessive or, the basis fixed for our remuneration is inappropriate.

Obtaining information on the remuneration of Liquidators and the payment of expenses

The basis of remuneration for acting as Liquidators was sought following appointment. Notwithstanding this, beneficiaries of the surplus are able to seek information on their rights in relation to the remuneration and the payment of expenses and can obtain a copy of 'Begbies Traynor Guide for Shareholders. A Guide to the Liquidators' fees – England and Wales' on our website at <https://www.begbies-traynorgroup.com/services-to/shareholders>

Alternatively, if you require a hard copy of the guide, please contact our office and a copy will be sent to you.

12. CONCLUSION

We will report again in approximately twelve months time or at the conclusion of the Liquidation, whichever is the sooner.



Ian Royle
Joint Liquidator

Dated: 18 May 2022

ACCOUNT OF RECEIPTS AND PAYMENTS

Period: 26 March 2021 to 25 March 2022

**Natolly Limited
(In Liquidation)
Joint Liquidators' Summary of Receipts & Payments
To 25/03/2022**

Dec of Sol	£	£
	ASSET REALISATIONS	
97,500.00	Tax Refund	NIL
449,720.00	Cash at Bank	449,328.35
300,000.00	Director Loan Account	300,000.00
	Bank Interest Gross	0.80
		<u>749,329.15</u>
	COST OF REALISATIONS	
	Office Holders Fees	1,500.00
	Statutory Advertising	298.35
		<u>(1,798.35)</u>
	DISTRIBUTIONS	
	Ordinary Shareholders	747,100.00
		<u>(747,100.00)</u>
847,220.00		<u>430.80</u>
	REPRESENTED BY	
	Bank 1 Current	71.13
	Vat Control Account	359.67
		<u>430.80</u>
		<u><u>430.80</u></u>
	Ian James Royle Joint Liquidator	

TIME COSTS AND EXPENSES

- a. Begbies Traynor (Central) LLP's charging policy; and
- b. Time Costs Analysis for the period from 26 March 2021 to 25 March 2022

BEGBIES TRAYNOR CHARGING POLICY

INTRODUCTION

This policy applies where a licensed insolvency practitioner in the firm is acting as an office holder of a solvent estate and seeks member approval to draw remuneration on the basis of the time properly spent in dealing with the case. It also applies where further information is to be provided to members regarding the office holder's fees following the passing of a resolution for the office holder to be remunerated on a time cost basis. Best practice guidance* requires that such information should be disclosed to those who are responsible for approving the basis of an office holder's remuneration.

In addition, this policy applies where member approval is sought to make a separate charge by way of expenses or disbursements to recover the cost of facilities provided by the firm. Best practice guidance* indicates that such charges should be disclosed to those who are responsible for approving the basis of the office holder's remuneration, together with an explanation of how those charges are calculated.

OFFICE HOLDER'S FEES IN RESPECT OF THE ADMINISTRATION OF SOLVENT ESTATES

The office holder has overall responsibility for the administration of the estate. He/she will delegate tasks to members of their staff. Such delegation assists the office holder as it allows him/her to deal with the more complex aspects of the case and ensures that work is being carried out at the appropriate level. There are various levels of staff that are employed by the office holder and these appear below.

The firm operates a time recording system which allows staff working on the case along with the office holder to allocate their time to the case. The time is recorded in 6 minute units at the individual's hourly rate in force at that time which is detailed below.

EXPENSES INCURRED BY OFFICE HOLDERS IN RESPECT OF THE ADMINISTRATION OF SOLVENT ESTATES

Expenses are payments from the estate which are neither an office holder's remuneration nor a distribution to a creditor or a member. Expenses also include disbursements, which are expenses that are initially paid by the office holder's own firm, but which are subsequently reimbursed from the estate when funds are available.

Best practice guidance classifies expenses into two broad categories:

- ❑ *Category 1 expenses (approval not required)* - Specific expenditure that is directly related to the case and referable to an independent external supplier's invoice. All such items are charged to the case as they are incurred.
- ❑ *Category 2 expenses (approval required)* - Items of expenditure that are directly related to the case and either:
 - (i) include an element of shared or allocated cost and are based on a reasonable method of calculation, but which are not payable to an independent third party; or
 - (ii) are items of expenditure which are payable to an associate of the office holder and/or their firm.

Shared or allocated costs (pursuant to (i) above)

The following expenses include an element of shared or allocated cost and are charged to the case (subject to approval).

- ❑ Internal meeting room usage for the purpose of physical meetings of creditors is charged at the rate of £100 (London £150) per meeting;
- ❑ Car mileage which is charged at the rate of 45 pence per mile;

General Office Overheads.

* Statement of Insolvency Practice 9, (SIP9) – Payments to Insolvency office holders and their associates from an estate

The following items of expenditure will normally be treated as general office overheads and will not be charged to the case although a charge may be made where the precise cost to the case can be determined because the item satisfies the test of a *Category 1 disbursement*:

- ☐ Telephone and facsimile
- ☐ Printing and photocopying
- ☐ Stationery

BEGBIES TRAYNOR CHARGE-OUT RATES

Begbies Traynor is a national firm. The rates charged by the various grades of staff that may work on a case are set nationally, but vary to suit local market conditions. The rates applying to the Teesside office as at the date of this report are as follows:

Grade of staff	Charge-out rate (£ per hour) 1 January 2022 – until further notice
Partner	545
Director	490
Senior Manager	435
Manager	380
Assistant Manager	275
Senior Administrator	240
Administrator	195
Junior Administrator	155
Cashier	155
Secretarial	155

Prior to 31 December 2021, the following rates applied:

Grade of staff	Charge-out rate (£ per hour)
Partner	495
Director	445
Senior Manager	395
Manager	345
Assistant Manager	250
Senior Administrator	225
Administrator	175
Junior Administrator	140
Cashier	140
Secretarial	140

Time spent by support staff such as secretarial, administrative and cashiering staff is charged directly to cases. It is not carried as an overhead.

As detailed above, time is recorded in 6 minute units.

SIP9 Natolly Limited - Members Voluntary Liquidation - 83NA210.MVL : Time Costs Analysis From 26/03/2021 To 25/03/2022

Staff Grade		Consultant/Partner	Director	Snr Mngr	Mngr	Asst Mngr	Snr Admin	Admin	Jnr Admin	Support	Total Hours	Time Cost £	Average hourly rate £
General Case Administration and Planning	Case planning		0.1	3.3				0.8	2.3		6.5	1,832.50	281.92
	Administration		0.4	2.8				0.2	5.8	0.5	9.8	2,257.50	228.03
	Total for General Case Administration and Planning:		0.5	6.2				1.0	8.2	0.5	16.4	4,090.00	249.39
Compliance with the Insolvency Act, Rules and best practice	Appointment			2.5							2.5	887.50	355.00
	Banking and Bonding	0.2					0.2	0.4	0.2	2.5	3.5	596.50	170.43
	Case Closure												0.00
	Statutory reporting and statement of affairs												0.00
	Total for Compliance with the Insolvency Act, Rules and best practice:	0.2		2.5			0.2	0.4	0.2	2.5	6.0	1,584.00	264.00
Investigations	CDOA and Investigations												0.00
	Total for Investigations:												0.00
Realisation of assets	Debt collection			0.4							0.4	158.00	395.00
	Property, business and asset sales												0.00
	Retention of Title/Third party assets												0.00
	Total for Realisation of assets:			0.4							0.4	158.00	395.00
Trading	Trading												0.00
	Total for Trading:												0.00
Dealing with all creditors claims (including employees), correspondence and distributions	Secured												0.00
	Others		1.0	2.0				0.2			3.2	1,315.00	410.94
	Creditors committee												0.00
	Total for Dealing with all creditors claims (including employees), correspondence and distributions:	0	1.0	2.0				0.2			3.2	1,315.00	410.94
Other matters which includes meetings, tax, litigation, pensions and travel	Seeking decisions of creditors												0.00
	Meetings												0.00
	Other								0.3		0.3	42.00	140.00
	Tax			5.3				0.8	0.3	0.4	6.8	2,349.50	345.51
	Litigation												0.00
	Total for Other matters:			5.3				0.8	0.6	0.4	7.1	2,391.50	338.83
	Total hours by staff grade:	0.2	1.5	16.4			0.2	2.4	9.0	3.4	33.1		
Total time cost by staff grade £:		99.00	717.00	6,490.00			46.50	420.00	1,284.00	482.00		9,538.50	
Average hourly rate £:		495.00	478.00	395.73	0.00	0.00	232.50	175.00	142.67	141.76			288.17
Total fees drawn to date £:												0.00	

STATEMENT OF LIQUIDATORS' EXPENSES

Type of expense	Name of party with whom expense incurred	Amount incurred £	Amount discharged £	Balance (to be discharged) £
Statutory Advertising	Courts Advertising Limited	298.35	298.35	<i>Nil</i>
Bordereau Premium	Marsh Limited	90.00	<i>Nil</i>	90.00
Postage Costs	Postworks	4.22	<i>Nil</i>	4.22