

The Insolvency Act 1986

Liquidator's Progress
Report

S. 192

Pursuant to Sections 92A and 104A
of the Insolvency Act 1986

To the Registrar of Companies

For official use

Company Number

00344710

Name of Company

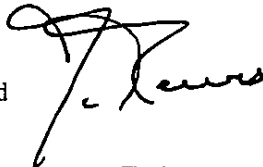
(a) Insert full
name of company

(a) CHIPATISO & CO SOLICITORS LLP

Limited

(b) Insert full
name(s) and
address(es)I/we (b) MICHAEL LESLIE REEVES, CONSULTANT OF ROBSON
SCOTT ASSOCIATES, 49 DUKE STREET, DARLINGTON, DL3 7SDthe liquidator(s) of the company attach a copy of my/our Progress Report
under section 192 of the Insolvency Act 1986

Signed



Date 04/08/2013

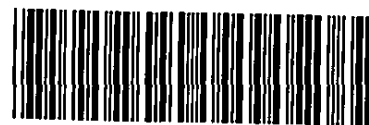
Presenter's name,
address and
reference
(if any)

For Official Use

Liquidation Section

Post Room

WEDNESDAY



A2H52923

A07

18/09/2013

#116

COMPANIES HOUSE

CHIPATISO & CO SOLICITORS LLP – IN LIQUIDATION

PARTNERSHIP NUMBER: OC344710

REGISTERED ADDRESS: 49 DUKE STREET, DARLINGTON, COUNTY DURHAM, DL3 7SD

LIQUIDATOR'S FIRST ANNUAL REPORT TO CREDITORS

Following a move from Administration, the company entered into Liquidation on 12 June 2012 and Michael Leslie Reeves, the former Administrator, was duly appointed Liquidator

This report covers the 12 month period of the Liquidation from my appointment to 11 June 2013 and a copy of my receipts and payments account for this period is attached as Appendix 1

ASSET REALISATIONS AND ASSETS STILL TO BE REALISED

The Administrator's final report detailed asset realisations within the period of the Administration were as follows,

Upon appointment, the decision was taken not to trade and, shortly after appointment, an offer to purchase the office equipment, work in progress and goodwill for £190,000 was received from Chipatiso Associates LLP, a business consisting of some of the former management of the Partnership

As the offer for the business exceeded the valuations carried out by independent agents, the offer was accepted and the sale completed on 24 March 2010. The sale agreement stipulated that the consideration was payable in 35 equal instalments from 1 April 2010. It has also been secured by way of a debenture over the purchasing LLP together with a personal guarantee from Babatunde Abiloye

However, the position of the LSC to assess the claim of the partnership at nil has not changed and therefore the necessary funds to repay the agreed funds have not become available. The purchasing firm has since ceased trading

Legal action has, however, commenced in order to enforce the personal guarantee given in relation to the sale agreement. To date, a final charging order has now been secured on the property of the guarantor. With this security granted I am currently liaising with the debtor with regard to settlement of this guarantee without having to realise my security.

Investigations

I have complied with my duties under the Company Directors Disqualification Act 1986

Payments

The cost of the time spent in dealing with matters arising in the Administration amounted to £52,523 plus VAT. The creditors resolved that the Administrator be remunerated on a time cost

basis. However no fees have been drawn from the Administration as no funds have been realised to date.

The cost of the time spent in dealing with matters arising in the Liquidation to date amounts to £4,189.30 plus VAT and an analysis of these time costs is attached as Appendix 2. The creditors resolved that my fees as Liquidator should be based on a time cost basis and Liquidator's fees in the sum of £7,684 plus VAT, however no fees have been drawn from the Liquidation as no funds have been realised to date.

A creditors' guide to fees charged by Liquidators has not been enclosed but is available from www.r3.org.uk. If however you do not have access to the internet and require a hard copy to be posted to you, please contact my office.

A copy of this firm's policy for charging disbursements is enclosed for your information. Robson Scott Associates Limited or any successor firm reserves the right to change the scale rates and grade structure of staff as and when appropriate.

Creditors are also advised that, pursuant to Rules 4.49E and 4.131, further information may be requested by at least 5% in value of unsecured creditors and the remuneration of the Liquidator may be challenged by at least 10% in value of all creditors.

Prescribed Part

As the Company has no outstanding liabilities to a debenture holder, Section 176(A) of the Insolvency Act 1986, as amended, does not apply in this matter.

Creditors' claims and dividend prospects

Unsecured creditors

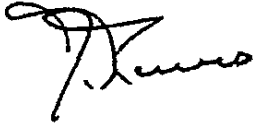
The company's Statement of Affairs listed some 45 unsecured creditors with claims totalling £321,787. No claims were received from former employees whose employments were taken over by the successor company.

It is, at present, unclear if creditors are likely to receive a distribution. If the full consideration from the sale of the assets of the partnership is received as originally anticipated it is estimated that unsecured creditors will receive a dividend of approximately 21 p/£. However, the prospect of realising these funds in full is uncertain.

In view of the lack of dividend prospects to any class of creditor in this case at this time claims received have not been formally agreed.

Next report

In accordance with Rule 4.49C of the Insolvency Rules 1986, I am required to submit a progress report following the expiry of a further 12 month period of the Liquidation

A handwritten signature in black ink, appearing to read 'M. Reeves', with a stylized flourish at the end.

Michael Leslie Reeves
Liquidator

Receipts and Payments Abstract: C1943 - Chipatiso & Co Solicitors LLP In Liquidation
CVL, ADM, Bank, Cash and Cash Investment Accounts To 11/06/2013

SOA Value £	£	£
		0 00
0 00		0 00

C1943 - Chipatiso & Co Solicitors (C1943)

Details of the basis of the Administrator's remuneration and disbursements charged in accordance with SIP 9

Classification Of Work Function	Other Director	Insol. Practit.	Senior Manager	Manager	Senior Admin	Admin	Junior Admin	Cashier	Hours	Average Hourly Rate £	Total Cost £
Administration/ Planning	0.0	0.0	0.0	2.2	0.0	0.7	0.0	0.0	2.9	£158.28	£459.00
Investigations	0.0	0.0	0.0	3.1	0.0	0.3	0.0	0.0	3.4	£173.00	£569.90
Realisations/ Contributions	0.0	0.0	0.0	4.7	0.0	1.9	0.0	0.0	6.6	£151.88	£1,002.40
Statutory	0.0	3.6	0.0	2.1	0.0	0.8	0.0	0.0	6.5	£224.75	£1,460.90
Creditors	0.0	0.0	0.0	3.9	0.0	0.2	0.0	0.0	4.1	£170.02	£697.10
Total	0.0	3.6	0.0	16.0	0.0	3.9	0.0	0.0	23.5	£178.27	£4,189.30

ROBSON SCOTT ASSOCIATES LIMITED – FEES AND DISBURSEMENTS POLICY

- This policy applies where a licensed Insolvency Practitioner in this firm is seeking appointment, or is currently acting, as an office holder of an insolvent estate and a resolution will be proposed or has been approved authorising fees to be drawn from the estate

Chargeout Rates		Robson Scott Associates Limited 47-49 Duke Street Darlington County Durham DL3 7SD
Grade	(£ per hour)	
Insolvency Practitioner	288	Time costs are calculated using 6 minute units In the event that the fee agreement does not provide for fees on a time cost basis, this information is produced for information only and fees will be drawn on the basis agreed
Director	258	
Manager	213	
Supervisor	173	
Senior Administrator	145	
Case Administrator	115	
Cashier	87	
Support Staff	87	

Agent's Costs

Charged at cost based upon the charge made by the Agent instructed, the term Agent includes

- Solicitors/Legal Advisors
- Auctioneers/Valuers
- Accountants
- Quantity Surveyors
- Estate Agents
- Other Specialist Advisors

Disbursements

In accordance with Statement of Insolvency Practice 9 (SIP9) the basis of disbursement allocation in respect of disbursements incurred by the Office Holder in connection with the administration of the estate must be fully disclosed to creditors. Disbursements are categorised as either Category 1 or Category 2

Category 1 disbursements These are costs where there is specific expenditure directly referable both to the appointment in question and a payment to an independent third party. These may include, for example, advertising, room hire, storage, postage, telephone charges, travel expenses, statutory report web-hosting and equivalent costs reimbursed to the office holder or his or her staff. Category 1 disbursements can be drawn without prior approval although an office holder should be prepared to disclose information about them in the same way as any other expenses.

Category 2 disbursements These are costs that are directly referable to the appointment in question but not to a payment to an independent third party. They may include shared or allocated costs that can be allocated to the appointment on a proper and reasonable basis, for example, business mileage. Category 2 disbursements may be drawn if they have been approved in the same manner as an office holder's remuneration. When seeking approval, an office holder should explain, for each category of expense, the basis on which the charge is being made. If an office holder has obtained approval for the basis of category 2 disbursements, that basis may continue to be used in a sequential appointment where further approval on the basis of remuneration is not required, or where the office holder is replaced.

Category 2 disbursements are proposed to be recovered as follows

Mileage	55 pence per mile
Photocopying	15 pence per sheet
File set up	£15 per file
Meeting room hire (when not rechargeable at Cat 1)	£55 per statutory meeting
Compulsory Winding Up/ Bankruptcy Petition drafting	£1,400 plus VAT per petition drafted
Storage of books and records	£10 per standard archive box per month £15 per large archive box per month

For further information, the publication, A Creditors' Guide to fees is available to view via the following website, www.r3.org.uk. If, however, you do not have access to the internet and require a hard copy, please contact the office and one will be posted to you.

Please note that chargeout rates and disbursements are reviewed annually and may be subject to change.