

R'n'R Limited
Liquidator's Annual Report to Members and Creditors
For the year ended 29/05/2015

STATUTORY INFORMATION

Company name: R'n'R Limited

Registered office: 2 Nelson Street, Southend-on-Sea, Essex, SS1 1EF, United Kingdom

Former registered office: Bridge Cottage, Ratford, Calne, Wiltshire, SN11 9JX

Registered number: 01438337

Liquidator's name: Deborah Ann Cockerton

Liquidator's address: 2 Nelson Street, Southend-on-Sea, Essex, SS1 1EF, United Kingdom

Liquidator's date of appointment: 30/05/2014

RECEIPTS AND PAYMENTS ACCOUNT

My Receipts & Payments Account for the period from 30th May 2014 to 29th May 2015 is attached at Appendix 1.

ASSETS

Fixtures and Fittings

The Director advised that all fixtures and fittings belonging to the company were of an ageing nature and that no value will be realised in liquidation and this has been the case.

Computer Equipment

It was not expected that any realisation will be achieved in respect of computer equipment and no sums have been realised in respect of this asset.

Debtors

The director advised that since the last set of accounts, some of the outstanding book debts have been realised and utilised in the continuation of the business however there is approximately £50,000 outstanding which is expected to be realised once the company is in liquidation. At this present time, I have realised the sum of £2,152.81.

There has been ongoing correspondence between the Liquidator and Eagle Rock and the former director has been assisting in ascertaining the amount due in respect of royalties. It is likely that a solicitor will need to be instructed for recovery, however the Liquidator will be sending a demand letter in due course.

Cash at bank

The director has advised that all money was utilised in the continuation of the business and the bank is now overdrawn by the sum of £8,818.25 and therefore it is not expected to realise anything once in liquidation. No realisation has been achieved from cash at bank.

Other Assets

There has been no other realisation of assets in this period other than net bank interest of £1.83 received from Lloyds Bank.

LIABILITIES

Secured Liabilities

An examination of the company's mortgage register held by the Registrar of Companies, showed that the company has not granted any debentures.

Preferential Creditors

The statement of affairs anticipated £800 in preferential creditors. I have received one employees claim and this was forwarded to the Redundancy Payments Office and at this present time I am yet to receive confirmation of the value of the preferential claim to which the Redundancy Payments Office is entitled.

Crown Creditors

The statement of affairs included £1,324 owed to HMRC in respect of PAYE and £15,218 owed to HMRC in respect of VAT. HMRC's claim has not been received in respect of PAYE however I have received their claim of £5,177.20 in respect of VAT.

Unsecured Creditors

The statement of affairs included 24 unsecured creditors with an estimated total liability of £251,341.53. I have received claims from 7 creditors at a total of £94,166.63. To date I have not received claims from 17 creditors with original estimated claims in the statement of affairs of £117,733.66.

LIQUIDATOR'S ACTIONS SINCE APPOINTMENT

Since my appointment as Liquidator of the Company, I have liaised with the creditors and admitted various claims received accordingly.

I have filed all of the necessary VAT returns and I have realised the sum of £2,152.81 in respect of an outstanding book debt.

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.

There were no matters that justified further investigation in the circumstances of this appointment.

Within six months of my appointment as liquidator, 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 him

unfit to be concerned with the management of the company. I would confirm that my report has been submitted.

PRE-APPOINTMENT REMUNERATION

The board previously authorised the payment of a fee of £5,000 plus VAT for assistance with preparing the statement of affairs, producing and circulating the notices for the meetings of members and creditors prior to my appointment at a meeting held on 25th April 2014. The fee for the statement of affairs and meetings was paid pre-appointment by the Company.

LIQUIDATOR'S REMUNERATION

My remuneration was previously authorised by creditors at a meeting held on 30th May 2014 to be drawn on a time cost basis. My total time costs to 29th May 2015 amount to £10,656.50 plus VAT representing 46.1 hours which have been charged at an average charge out rate of £231.16 plus VAT per hour. I have drawn £1,500 plus VAT to date which amounts to an average of £32.53 plus VAT. A schedule of my time costs incurred to date is attached as Appendix 2.

A description of the routine work undertaken in the liquidation to date is as follows:

1. Administration and Planning
 - Preparing the documentation and dealing with the formalities of appointment.
 - Statutory notifications and advertising.
 - Preparing documentation required.
 - Dealing with all routine correspondence.
 - Maintaining physical case files and electronic case details on Vision Blue.
 - Review and storage.
 - Case bordereau.
 - Case planning and administration.
 - Preparing reports to members and creditors.
 - Convening and holding meetings of members and creditors.
2. Cashiering
 - Maintaining and managing the liquidator's cashbook and bank account.
 - Ensuring statutory lodgements and tax lodgement obligations are met.
3. Creditors
 - Dealing with creditor correspondence and telephone conversations.
 - Preparing reports to creditors.
 - Maintaining creditor information on Vision Blue.
 - Reviewing and adjudicating on proofs of debt received from creditors.
4. Investigations
 - Review and storage of books and records.
 - Prepare a return pursuant to the Company Directors Disqualification Act.
 - Conduct investigations into suspicious transactions.
 - Review books and records to identify any transactions or actions a liquidator may take against a third party in order to recover funds for the benefit of creditors.
5. Realisation of Assets
 - Corresponding with debtors and attempting to collect outstanding book debts.
 - Liaising with the company's bank regarding the closure of the account.

A copy of 'A Creditors Guide to Liquidators' Fees' published by the Association of Business Recovery Professionals and 'A Statement of Insolvency Practice 9 (Revised)' is available at the link <http://www.dcabr.co.uk/business-advice-guides>. A hard copy of the Creditors Guide can be obtained on request from the address below. A copy of this firm's fee and disbursement policy is attached.

LIQUIDATOR'S EXPENSES

My expenses to 29th May 2015 amount to £440.20 plus VAT and at this present time they all remain outstanding.

The following expenses have been incurred but have not yet been paid:

Type of expense	Amount of expense incurred/accrued to date	Amount unpaid
	£	£
Land Registry Search Fee	£3.00	£3.00
Search Fees	£5.00	£5.00
Insolvency Bond	£144.00	£144.00
Statutory Advertising	£121.48	£121.48
Postage	£26.82	£26.82
Case Management Fee	£110.00	£110.00

The following category 2 disbursements have been incurred but have not yet been paid:

Type of category 2 disbursement	Amount incurred/accrued to date	Amount unpaid
	£	£
Stationery	£29.90	£29.90

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 Liquidator'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 creditors (including the creditor in question), apply to court to challenge the amount and/or basis of the Liquidator'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.

DIVIDEND PROSPECTS

Secured creditors

There are no secured creditors.

Preferential creditors

I am not in receipt of preferential creditors' claims at this present time however it would appear unlikely that a dividend will be paid to preferential creditors.

Floating charge creditors

There are no floating charge creditors.

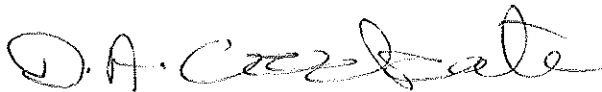
Ordinary unsecured creditors

At this present time, it would appear unlikely that a dividend will be paid to ordinary unsecured creditors.

SUMMARY

The liquidation will remain open until the position of the book debts have been fully investigated and recovered. Once this issue has been dealt with the liquidation will be finalised and our files will be closed.

Should you have any queries regarding this matter please contact Toni James at this office.

A handwritten signature in black ink, appearing to read 'D.A. Cockerton', written in a cursive style.

Deborah Ann Cockerton MABRP MIPA
Liquidator

Re: R'n'R Limited
CREDITORS VOLUNTARY LIQUIDATION

LIQUIDATOR'S RECEIPTS AND PAYMENTS ACCOUNT
FOR THE PERIOD 30/05/2014 - 29/05/2015

Estimated Realisations per SOA		First Year Ended 29/05/2015
	<u>RECEIPTS</u>	
-	Goodwill	-
-	Plant & Machinery	-
50,000.00	Book Debts	2,152.81
-	Cash at Bank	-
-	Net Bank Interest	1.83
<u>50,000.00</u>		<u>2,154.64</u>
	<u>PAYMENTS</u>	
	Liquidator's Fees	1,500.00
	Balance Held in a Lloyds Bank plc interest bearing account	654.64
		<u>2,154.64</u>

All figures are shown net of VAT

Analysis of Liquidator's Time Costs

In accordance with the Statement of Insolvency Practice No.9, creditors are advised that:-

- The basis of the fees to be taken by the Liquidator was approved at the Meeting of Creditors held on 30th May 2014. It was resolved that such fees be paid on a time cost basis. This firm's standard insolvency rates with effect from 1st April 2014 are as stated below. For periods prior to this date lower rates will have applied. All rates are exclusive of valued added tax.

GRADE	Hourly rate from 1st April 2014 £
Partner	350
Senior Manager	275
Manager	250
Senior Administrator (Grade 1)	225
Senior Administrator (Grade 2)	200
Administrator (Grade 1)	175
Administrator (Grade 2)	150
Administrator (Grade 3)	110

- The total hours expended by the Liquidator and all staff involved with the case during the period 30th May 2014 to 29th May 2015 which is also the whole period is 46.1 hours. The Liquidator has ensured that during each period the appropriate member of staff has undertaken the different tasks involved taking into account the complexity of the task and the qualifications and experience of the person involved.
- The charge out value of the period 30th May 2014 to 29th May 2015 and for the whole period is £10,656.50 plus VAT, an average of £231.16 plus VAT per hour. I have drawn the sum of £1,500 plus VAT per hour which amounts to an average hourly rate of £32.53 plus VAT for this period which is also the whole period.
- A general analysis of the time incurred during the period 30th May 2014 to 29th May 2015 confirms that work has been undertaken in the following areas:-

HOURS						Time Costs Incurred	Average Hourly Rate
Classification of Work	Partner	Manager	Other Senior Professionals	Assistants & Support Staff	Total Hours		
Administration and Planning	7	1	18.60	6.2	32.8	£6,909.00	£210.64
Investigations		0.1			0.1	£27.50	£275.00
Realisation of Assets	6.3	0.2			6.5	£2,255.00	£346.92
Trading							
Creditors	1.6	0.2	4.5	0.4	6.7	£1,465.00	£218.66
Case Specific Matters							
Total	14.9	1.5	23.1	6.6	46.1	£10,656.50	£231.16