

Villa Electrical Ltd – in Creditors' Voluntary Liquidation

LIQUIDATOR'S PROGRESS REPORT TO CREDITORS AND MEMBERS

For the year ending 12/09/2019

STATUTORY INFORMATION

Company name: Villa Electrical Ltd
Registered office: 18 Clarence Road, Southend On Sea, Essex, SS1 1AN
Former registered office: Folkes Lane, Folkes Farm, Upminster, RM14 1TH
Registered number: 09101727
Liquidator's name: Deborah Ann Cockerton
Liquidator's address: 18 Clarence Road, Southend-on-Sea, Essex, SS1 1AN, United Kingdom
Liquidator's date of appointment: 12/09/2016

LIQUIDATOR'S ACTIONS SINCE LAST REPORT

Since my last report I have been writing to the company's former accountant and our solicitors regarding the outstanding directors loan account. We have had no repose from the director with regards to the outstanding directors loan account. The solicitors are pursuing the director with regards to the directors loan account.

There is certain work that I am required by the insolvency legislation to undertake work in connection with the liquidation that provides no financial benefit for the creditors. A description of the routine work undertaken since my last progress report is contained in Appendix 1.

RECEIPTS AND PAYMENTS

My Receipts & Payments Account for the period from 12th September 2018 to 11th September 2019 is attached at Appendix 1.

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

ASSETS

There has been no realisation of assets in the period of this report.

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.

The legislation requires that if the Company has created a floating charge after 15 September 2003, a prescribed part of the Company's net property (i.e. the money that would otherwise be available to the charge holder) should be ring-fenced for distribution to unsecured creditors. 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 anticipated £4,000 in preferential creditors. Claims totaling £2,999 have been received.

Crown Creditors

The statement of affairs included £167,126.21 owed to HMRC. HMRC's final claim of £322,106.44 has been received.

Non-preferential unsecured Creditors

The statement of affairs included 17 non-preferential unsecured creditors with an estimated total liability of £30,156.38. I have received claims from 7 creditors at a total of £46,804.08. I have not received claims from 11 creditors with original estimated claims in the statement of affairs of £8,858.35.

DIVIDEND PROSPECTS

At present, it does not appear that there will be any prospect of a dividend to any class of creditors.

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 6 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 liquidation and made enquiries about the reasons for the changes.

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

Within three 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 them 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 £4,000 for my assistance with preparing the statement of affairs and arranging meeting of creditors to appoint a liquidator.

The fee for preparing the statement of affairs and arranging the meeting of creditors to appoint a liquidator was paid by Ian Villa, who is connected to the Company as a Director.

LIQUIDATOR'S REMUNERATION

My remuneration was approved on a fixed fee of £14,000 for my work in respect of administration and creditors.

I have not been able to draw any remuneration in respect of work done for which my fees were approved as a fixed fee.

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 Liquidators' Fees' also published by R3, is available at the link <http://www.dcabr.co.uk/business-advice-guides>. Please note that

there are different versions of the Guidance Notes and in this case you should refer to the October 2015 version. An explanatory note which shows DCA Business Recovery LLP's fee policy is attached.

LIQUIDATOR'S EXPENSES

I have incurred expenses to 11th September 2019 of £401.50 of which nothing was incurred in the period since 11th September 2018.

I have drawn £353.40 to date of which £20.00 was drawn in the period since 11th September 2018.

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

Professional Advisor	Nature of Work	Basis of Fees
Barker Gotelee	Solicitors	Time costs

The choice of professionals was based on my perception of their experience and ability to perform this type of work and the complexity and nature of the assignment. I also considered that the basis on which they will charge their fees represented value for money. I have reviewed the charges they have made and am satisfied that they are reasonable in the circumstances of this case.

As at 11th September 2019 I do not anticipate that the expenses I will incur in this matter will exceed the total expenses I estimated I would incur when my remuneration was authorised by the creditors.

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 their receipt of this report. Any secured creditor may request the same details in the same time limit.

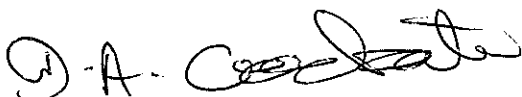
An unsecured creditor may, with the permission of the Court, or with the concurrence of 10% in value of the unsecured creditors (including the creditor in question), apply to Court to challenge the amount of remuneration charged by the Liquidator as being excessive, and/or the basis of the Liquidator's remuneration, and/or the amount of the expenses incurred as being excessive, within 8 weeks of their 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 DCA Business Recovery LLP can be found in the attached summary sheet

SUMMARY

The Liquidation will remain open until I have finalised my enquiries concerning the outstanding directors loan account. I estimate that this will take approximately 6 – 12 months and once resolved the Liquidation will be finalised and our files will be closed.

If creditors have any queries regarding the conduct of the Liquidation, or if they want hard copies of any of the documents made available on-line, they should contact Chloe Lee on 01702 344558, or by email at chloelee@dcabr.co.uk



**DEBORAH ANN COCKERTON MABRP FIPA
LIQUIDATOR**

Appendix 1

1. Administration

- 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 annual progress reports to creditors and members.
- Filing returns at Companies House.
- Preparing and filing VAT returns.
- Preparing and filing Corporation Tax returns.

2. Creditors

- 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.

**Re: Villa Electrical Limited
CREDITORS VOLUNTARY LIQUIDATION**

**LIQUIDATOR'S RECEIPTS AND PAYMENTS ACCOUNT
FOR THE PERIOD 12.09.18 TO 11.09.19**

Estimated Realisations per SOA		Period 12.09.18 to 11.09.19	Total Period Ended 11.09.19
	Receipts		
320.00	Tangible assets	0.00	500.00
-	VAT payable	4.00	170.68
-	Net Bank Interest	0.00	0.08
320.00		4.00	670.76
	Payments		
	Insolvency Bond	20.00	40.00
	Statutory Advertising	0.00	125.78
	Agents Fees	0.00	75.00
	Agent Disbursements	0.00	25.00
	Postage	0.00	34.17
	Stationery	0.00	43.45
	case adminstraction fee	0.00	110.00
0.00	Recoverable VAT	4.00	170.68
0.00		24.00	624.08
	Balance at Bank		46.68