

LIQ03

Notice of progress report in voluntary winding up



Companies House

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05/09/2018

#363

COMPANIES HOUSE

1 Company details

Company number 0 1 2 4 2 8 5 4

Company name in full Computeach International Limited

→ Filling in this form

Please complete in typescript or in
bold black capitals.

2 Liquidator's name

Full forename(s) Mark

Surname Newman

3 Liquidator's address

Building name/number 4 Mount Ephraim Road

Street Tunbridge Wells

Post town Kent

County/Region

Postcode T N 1 1 E E

Country

4 Liquidator's name ①

Full forename(s) Vincent John

Surname Green

① Other liquidator

Use this section to tell us about
another liquidator.

5 Liquidator's address ②

Building name/number 4 Mount Ephraim Road

Street Tunbridge Wells

Post town Kent

County/Region

Postcode T N 1 1 E E

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 0	^d 7	^m 0	^m 7	^y 2	^y 0	^y 1	^y 7
To date	^d 0	^d 6	^m 0	^m 7	^y 2	^y 0	^y 1	^y 8

7 Progress report

☒ The progress report is attached

8 Sign and date

Liquidator's signature

Signature

X

MA

X

Signature date

^d 0	^d 4	^m 0	^m 9	^y 2	^y 0	^y 1	^y 8
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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 **Mark Newman**Company name **Crowe U.K. LLP**Address **4 Mount Ephraim Road****Tunbridge Wells**Post town **Kent**

County/Region

Postcode

T N 1 1 E E

Country

DX

Telephone **01892 700200****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



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Chartered Accountants
Member of Crowe Global
4 Mount Ephraim Road
Tunbridge Wells
Kent TN1 1EE, UK
Tel +44 (0)1892 700200
Fax +44 (0)1892 619312
www.crowe.co.uk

Computeach International Limited (in Liquidation)
("the Company")

Joint Liquidators' Annual Progress Report to Members and Creditors
for the year ending 6 July 2018

Statutory Information

Company Name:	Computeach International Limited
Registered Number:	01242854
Registered Office:	Black Country House, Rounds Green Road, Oldbury West Midlands B69 2DG
Former Registered Office:	University House, Jews Lane, Dudley, West Midlands DY3 2AG
Joint Liquidators:	Mark Newman and Vincent John Green
Joint Liquidators' Address:	4 Mount Ephraim Road, Tunbridge Wells, Kent TN1 1EE
Date of Appointment:	7 July 2015
Former Liquidator:	James Patrick Nicholas Martin of Black Country House, Rounds Green Road, Oldbury B69 2DG was removed as Joint Liquidator and Vincent John Green was appointed in his place following a court order of 14 December 2017

Period of the Report

This report covers the period from 7 July 2017, the second anniversary of the liquidation, to 6 July 2018.

Joint Liquidators' Actions since Last Report

Our last annual progress report, for the period 7 July 2016 to 6 July 2017, advised that the liquidation was to remain open until it was possible to agree the claim filed in the liquidation by HM Revenue & Customs ("HMRC"), for efforts to recover book debts due to the Company to be concluded and for funds to then be distributed to the appropriate stakeholders.

In the period to which this report relates, further book debt receipts of £708.21 have been received. A number of balances remain outstanding but as these relate to book debts previously written off by the Company, it is uncertain what further realisations will be achieved in this regard.

Our efforts to agree HMRC's claim in the liquidation are still ongoing and it is expected that a dividend will be paid to the unsecured creditors once this claim has been agreed.

There is certain work in connection with the liquidation that we are required to undertake by insolvency legislation or best practice guidelines that provides no financial benefit for creditors. A description of the routine work undertaken since our last report is contained in Appendix II.

Crowe Clark Whitehill LLP t/as CCW Recovery Solutions rebranded to 'Crowe' on 4 June 2018. On 25 June 2018, the legal name for Crowe Clark Whitehill LLP also changed to Crowe U.K. LLP. You will see this reflected in a change of our firm's logo that has been adopted by all member firms in the network.



Receipts and Payments Account

Our receipts and payments account for the period 7 July 2017 to 6 July 2018, which also shows the transactions for the whole period of the liquidation from 7 July 2015 to 6 July 2018 is attached at Appendix I. This should be read in conjunction with the commentary in this report.

The balance of funds are held in the liquidation bank account, which is interest bearing.

Receipts

Book Debts

The Statement of Affairs did not disclose any outstanding book debts due to the Company. However, following our appointment, a large number of historic debts due from former students continued to be paid to the Company by instalments. In this regard, sums totalling £708.21 have been received during the period to which this report relates, bringing the total sum received for book debts to £32,547.77.

These book debts are continuing to be collected, but as these were previously written off in the Company's books and records it is difficult to estimate what future recoveries will be made. A decision will be made in due course on whether it will be worthwhile keeping the liquidation open to receive future instalment payments from debtors.

Bank Interest Gross

The sum of £121.64 has been received in bank interest from funds on deposit in the liquidation account in the period to which this report relates, bringing the total sum received for bank interest to £182.21.

Other Assets

Other than the book debts mentioned above, there are no assets still to be realised.

Payments

Corporation Tax

In the period to which this report relates, we have paid the sum of £2 in relation to corporation tax on interest earned for the period 7 July 2016 to 6 July 2017, bringing the total sum paid for corporation tax in the period to 6 July 2018 to £12.12.

Liabilities

Secured Creditors

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

Preferential Creditors

The Statement of Affairs showed that the Company did not have any preferential creditors and no such claims have been received.



Crown Creditors

The Statement of Affairs included sums due to HMRC of £1,166.63 in respect of VAT and £871,731.34 in respect of an Accelerated Payment Notice ("APN") including interest.

HMRC has filed an interim claim in the liquidation for a total sum of £2,582,659.20, relating to the following:

- The sum of £2,059.63 in respect of VAT
- The sum of £678.70 in respect of NIC for the period 6 December 2014 to 5 January 2015
- The sum of £789,600 in respect of the APN
- The sum of £1,790,320.87 in respect of tax and NIC of a stood over Regulation 80 Determination

The sum included in HMRC's claim for VAT is higher than the figure given in the Statement of Affairs and no figure was given in respect of NIC. The reasons for these differences are not known.

As previously advised, in January 2015 the Company received an APN from HMRC in the sum of £789,600. The Company was not able to pay this and did not accept it because it related to an Employer Financed Retirement Benefits ("EFRB") scheme which its former advisers were adamant would eventually prove to be properly constructed. For the purpose of the Statement of Affairs, the director included a contingent liability of £871,731.34 for the APN including interest.

HMRC are to shortly be requested to file their final claim in the liquidation and our efforts to agree the sum due to them are still continuing.

Unsecured Creditors

The Statement of Affairs listed 14 other unsecured creditors with an estimated total liability of £8,061.85. We have received claims from 2 unsecured creditors totalling £715.33 to date. We have not received claims from 12 creditors with original estimated claims in the Statement of Affairs totalling £7,526.52.

Prescribed Part

Insolvency legislation requires that if a 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. There is no floating charge in this matter and accordingly the prescribed part provisions do not apply.

Dividend Prospects

Crown Creditors/Unsecured Creditors

There are sufficient funds available to enable a dividend to be paid to the unsecured creditors and efforts to agree creditors' claims are to commence once the final claim has been filed by HMRC.

The quantum and timing of this dividend will largely depend on what further efforts are to be made in respect of the collection of book debts due to the Company and the realisations likely to be achieved in this regard.



Investigation

We undertook an initial investigation into the Company's affairs to establish whether there were any potential asset recoveries 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.

At the date of this report, we have not identified any other potential asset recoveries that can be made.

Within six months of our appointment, we are required to submit a conduct report to the Secretary of State to include any matters which have come to our attention during the course of our 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. We confirm this obligation has been complied with.

Pre Appointment Remuneration

At the initial meeting of creditors held on 7 July 2015 the following resolution was passed:

"That the costs of CCW Recovery Solutions in connection with convening the meetings of shareholders and creditors, and assisting the director with the preparation of his report and statement of affairs, agreed by the director in the sum of £11,500 plus VAT and disbursements, be approved and paid as an expense of the Liquidation from the first available assets."

We confirm that this fee was paid in full following our appointment and is shown on the attached receipts and payments account.

Joint Liquidators' Fees

At the initial meeting of creditors held on 7 July 2015, the following resolution was passed in relation to our on-going fees:

"That the Joint Liquidators' fees will be charged by reference to the time properly spent by the Joint Liquidators and their staff in dealing with the matters relating to the Liquidation and they are permitted to charge category 2 disbursements. The Joint Liquidators' time will be charged at the hourly charge out rate of the grade of staff undertaking the work at the time the work is undertaken. Fees may be drawn on account from time to time."

Our time costs for the period to which this report relates, being 7 July 2017 to 6 July 2018, amount to £3,718, representing 18.55 hours at a blended charge out rate of £200.43 per hour. Our total time costs to 6 July 2018 amount to £65,466.50, representing 392.20 hours at a blended charge out rate of £166.92 per hour.

In addition, our time costs from 7 July 2018 to the date of writing this report amount to £543.75, representing 4.35 hours at a blended charge out rate of £125 per hour.

In the period to which this report relates, we have drawn fees of £3,387 plus VAT, bringing the total sum drawn for fees in the period to 6 July 2018 to £64,633 plus VAT. In the period from 7 July 2018 to the date of writing this report, no further fees have been drawn.

A schedule of our time costs incurred for the period to which this report relates is attached as Appendix III and a schedule of our total time costs to 6 July 2018 as Appendix IV.

Some of the hourly charge-out rates of Crowe U.K. LLP's staff have changed over the course of this matter, as set out below:

	From 07/07/2015 to 31/03/2018	From 01/04/2018 to date
Partner (office holder)	£300	£375
Director	£250	£290
Senior Manager	£210	£250
Manager	£180	£210
Assistant Manager	£165	£180
Senior Administrator	£150	£165
Administrator	£110	£125
Trainee/Support Staff	£60	£65

A sheet setting out charge-out rates and disbursements applicable at the date of this report is attached as Appendix V, together with details of how to obtain guides to insolvency practitioners' fees and best practice.

Should you require hard copies of any of the electronic documents referred to, please contact this office.

Joint Liquidators' Expenses

As previously reported, our disbursements for the period 7 July 2015 to 6 July 2017 totalled £1,534.24 plus VAT. These disbursements have been paid in full and relate to the following:

- Category 1 disbursements – postage of £30.18, travel of £138.03, upload of reports to The Creditor Gateway of £20, redirection of mail of £480, specific bond of £210, statutory advertising of £208.50, storage costs of £224.20 and Companies House fees of £200.
- Category 2 disbursements – company searches of £15 and mileage of £8.33.

In the period to which this report relates, being 7 July 2017 to 6 July 2018, we have incurred further disbursements of £70.68 plus VAT. These relate to the following:

- Category 1 disbursements – upload of report to The Creditor Gateway of £10 and storage costs of £60.68.

The sum of £30.76 plus VAT has been paid toward these disbursements in respect of storage costs, with the balance of £39.92 remaining outstanding.

The total sum paid in respect of disbursements to date is therefore £1,565 plus VAT.

In addition, the following professional advisor has been utilised in this matter:

Professional Advisor	Nature of Work	Fee Arrangement
Goodman Nash Limited	Investigation agent	27.5% of realisations

The choice of professionals was based on our perception of their experience and ability to perform this type of work, the complexity and nature of the assignment and the basis of our fee arrangement with them. The fees charged have been reviewed and we are satisfied that they are reasonable in the circumstances of this case.

The sum of £1,881.51 plus VAT has been paid to Goodman Nash Limited, as shown on the attached receipts and payments account, for undertaking a historic business rates audit for the Company's former trading premises and obtaining a business rates refund from Dudley Metropolitan Borough Council.



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 Liquidators' 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 Liquidators' 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 Crowe U.K. LLP is set out in the attached sheet as Appendix VI.

Summary

The liquidation is to remain open to allow for further efforts to be made to collect in the outstanding book debts due to the Company and for a dividend to be paid to the unsecured creditors. Once these matters have been dealt with, a final account will be circulated and the liquidation will come to an end.

A handwritten signature in black ink, appearing to read "Mark Newman", positioned above a horizontal line.

Mark Newman
Joint Liquidator

Dated: 4 September 2018

Mark Newman and Vincent John Green are licensed to act as Insolvency Practitioners in the UK by the Insolvency Practitioners Association

**Computeach International Limited
(in Liquidation)**

Joint Liquidators' Summary of Receipts and Payments

RECEIPTS	Statement of Affairs (£)	From 07/07/2015 To 06/07/2017 (£)	From 07/07/2017 To 06/07/2018 (£)	Total (£)
Cash at Bank	156,547.00	159,506.61	0.00	159,506.61
Book Debts		31,839.56	708.21	32,547.77
Business Rates Refund		6,841.84	0.00	6,841.84
Bank Interest Gross		60.57	121.64	182.21
		198,248.58	829.85	199,078.43
PAYMENTS				
Corporation Tax		10.12	2.00	12.12
Statement of Affairs Fee		11,500.00	0.00	11,500.00
Joint Liquidators' Fees		61,246.00	3,387.00	64,633.00
Joint Liquidators' Disbursements		211.54	0.00	211.54
Redirection of Mail		480.00	0.00	480.00
Specific Bond		210.00	0.00	210.00
Statutory Advertising		208.50	0.00	208.50
Storage Costs		224.20	30.76	254.96
Companies House Fees		200.00	0.00	200.00
Agents/Valuers' Fees		1,881.51	0.00	1,881.51
Trade & Expense Creditors	(8,062.00)	0.00	0.00	0.00
HMRC - APN including interest	(871,731.00)	0.00	0.00	0.00
HMRC - VAT	(1,166.00)	0.00	0.00	0.00
Ordinary Shareholders	(10,400.00)	0.00	0.00	0.00
		76,171.87	3,419.76	79,591.63
Net Receipts/(Payments)		122,076.71	(2,589.91)	119,486.80

MADE UP AS FOLLOWS:

Bank Current Account	103,706.89
VAT Receivable	15,779.91
	119,486.80



**Mark Newman
Joint Liquidator**

**Computeach International Limited
(in Liquidation)**

Details of work undertaken in the period 7 July 2017 to 6 July 2018

General Administration

- Dealing with all routine correspondence and emails relating to the case.
- Maintaining and managing the Liquidators' estate bank account.
- Maintaining and managing the Liquidators' cashbook.
- Undertaking regular reconciliations of the bank account containing estate funds.
- Reviewing the adequacy of the specific penalty bond on a regular 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 an annual progress report to creditors and members.
- Filing a return at Companies House.
- Preparing and filing a corporation tax return.

Realisation of Assets

- Collecting receipts from historic book debts.
- Seeking a business rates refund from local council.

Creditors

- Dealing with creditor correspondence, emails and telephone conversations regarding their claims.
- Maintaining up to date creditor information on the case management system.

Appendix III
Computeach International Limited (In Liquidation)
Time Cost Summary for period 7 July 2017 to 6 July 2018

	Partner	Manager	Case Administrator	Total Hours	Time Cost £	Average Hourly Rate £
General Administration						
Administration and Planning		0.30	0.15	0.45	81.75	181.67
Statutory Matters		1.45	0.30	1.75	286.50	163.71
Case Accounting		0.70	3.65	4.35	637.75	146.61
Strategy/Case Review		5.10		5.10	1,002.00	196.47
Tax & VAT	0.75	0.75		1.50	360.00	240.00
Realisation of Assets						
Book Debts	2.90	1.05		3.95	1,089.00	275.70
Other		1.35		1.35	243.00	180.00
Creditors						
Unsecured Creditors		0.10		0.10	18.00	180.00
Total Hours	3.65	10.80	4.10	18.55		200.43
Total Cost					3,718.00	

Time Cost Summary as at 6 July 2018

	Partner	Manager	Case Administrator	Total Hours	Time Cost £	Average Hourly Rate £
General Administration						
Administration and Planning	9.00	3.30	158.80	171.10	20,779.75	121.45
Statutory Matters		10.15	3.10	13.25	2,166.50	163.51
Case Accounting	1.00	7.65	21.15	29.80	4,202.75	141.03
Strategy/Case Review	20.00	10.05	4.75	34.80	8,397.50	241.31
Tax & VAT	47.00	2.20	0.95	50.15	14,600.50	291.14
Investigations						
			10.10	10.10	1,111.00	110.00
Realisation of Assets						
Book Debts	19.90	15.00	42.00	76.90	13,345.00	173.54
Other		1.95		1.95	351.00	180.00
Creditors						
Unsecured Creditors		0.75	3.40	4.15	512.50	123.49
Total Hours	96.90	51.05	244.25	392.20		166.92
Total Cost					65,466.50	

Joint Liquidators' fees drawn in accordance with time cost resolution approved at the meeting of creditors on 7 July 2015

£64,633.00

CROWE U.K. LLP**RECOVERY SOLUTIONS****CHARGE-OUT RATES AND DISBURSEMENTS**

The table below sets out the charge-out rates utilised by Recovery Solutions at Crowe U.K. LLP for charging staff time:-

Partner	£375 per hour
Director	£290 per hour
Senior Manager	£250 per hour
Manager	£210 per hour
Assistant Manager	£180 per hour
Senior Administrator	£165 per hour
Administrator	£125 per hour
Trainee/support staff	£65 per hour

It should be noted that the above rates may increase from time to time over the period of the administration of each insolvency case, but this information will be included in periodic statutory reports to creditors. The above rates are effective from 1 April 2018. Time is charged in six minute units.

Category 1 disbursements will be charged at the actual cost at which they are incurred, for example statutory advertising and records storage.

Category 2 disbursements, that is those which are paid to Crowe U.K. LLP, will be on the following basis, once the appropriate approval has been obtained:-

Photocopying	Re-charged at 10p per sheet
Internal room hire	Charged at £50 per meeting held in house
Company searches	£15 per corporate case
Mileage	Charged at 45 pence per mile

GUIDES TO FEES AND BEST PRACTICE

Further information relating to insolvency practitioners' fees and their required practice published by the Association of Business Recovery Professionals can be found on the Insolvency Practitioners Association website: www.insolvency-practitioners.org.uk.

Hover over Regulation and Guidance located to the right of the option ribbon on the home page and select "Creditors Guides to Fees". This information is also relevant to members of companies in both solvent liquidations and insolvency procedures.

The option of Regulation and Guidance will display the following information, and the relevant guide in this case is **Liquidators Fees (October 2015)** under **Guides for England & Wales**.

The Guides form appendices to Statement of Insolvency Practice 9, which sets out required practice for insolvency practitioners. The full text of SIP9 can be found in the Regulation and Guidance area of the Insolvency Practitioners Association website by clicking onto the link to SIPs on the left hand side of the ribbon then select England and Wales and SIP9.

PROVISION OF SERVICES REGULATIONS SUMMARY SHEET**CROWE U.K. LLP****RECOVERY SOLUTIONS**

The following information is designed to draw the attention of interested parties to the information required to be disclosed by the Provision of Services Regulations 2009.

Licensing Body

Mark Newman and Vincent John Green are licensed to act as Insolvency Practitioners (IPs) in the United Kingdom by the Insolvency Practitioners Association.

Mark Newman is a Fellow of the Insolvency Practitioners' Association and Vincent Green is a Member of the Insolvency Practitioners' Association.

Crowe U.K. LLP is a firm member of the Insolvency Practitioners Association. Crowe U.K. LLP is authorised and regulated by the Financial Conduct Authority.

Rules Governing Actions

All IPs are bound by the rules of their professional body, including any that relate specifically to insolvency. The rules of the Insolvency Practitioners Association can be found at www.insolvency-practitioners.org.uk. In addition, IPs are bound by Statements of Insolvency Practice (SIPs), details of which can be found at <https://www.r3.org.uk/what-we-do/publications/professional/statements-of-insolvency-practice>.

Ethics

All IPs are required to comply with the Insolvency Code of Ethics and a copy of the Code can be found at www.insolvency-practitioners.org.uk/regulation-and-guidance/ethics-code.

Complaints

At Crowe U.K. LLP we always strive to provide a professional and efficient service. However, we recognise that it is in the nature of insolvency proceedings for disputes to arise from time to time. As such, should you have any comments or complaints regarding the administration of a particular case then in the first instance you should contact the IP acting as office holder.

If you consider that the IP has not dealt with your comments or complaint appropriately you should then put details of your concerns in writing to our complaints officer, Mark Newman at Crowe U.K. LLP, 4 Mount Ephraim Road, Tunbridge Wells, Kent TN1 1EE. This will then formally invoke our complaints procedure and we will endeavour to deal with your complaint under the supervision of a senior partner unconnected with the appointment.

Most disputes can be resolved amicably either through the provision of further information or following negotiations. However, in the event that you have exhausted our complaints procedure and you are not satisfied that your complaint has been resolved or dealt with appropriately, you may complain to the regulatory body that licences the insolvency practitioner concerned. Any such complaints should be addressed to The Insolvency Service, IP Complaints, 3rd Floor, 1 City Walk, Leeds, LS11 9DA, and you can make a submission using an on-line form available at www.gov.uk/complain-about-insolvency-practitioner; or you can email insolvency.enquiryline@insolvency.gsi.gov.uk; or you may phone 0300 678 0015 - calls are charged at up to 10p per minute from a land line, or for mobiles, between 3p and 55p per minute if you're calling from the UK.

Professional Indemnity Insurance

Crowe U.K. LLP's professional indemnity insurer is Markel International Insurance Co Limited of The International Underwriting Association, London Underwriting Centre, 3 Minster Court, Mincing Lane, London EC3R 7DD. The territorial coverage of the insurance is worldwide with certain restrictions on a claim brought in respect of professional business in the United States of America or Canada.

VAT

Crowe U.K. LLP is registered for VAT under registration no. GB/974 8680 58.