

**Return of Final Meeting in a  
Creditors' Voluntary Winding Up****Pursuant to Section 106 of the  
Insolvency Act 1986**

To the Registrar of Companies

**S.106**

Company Number

01823791

Name of Company

Losrian Limited

**/s/ We**

Gary N Lee, C/O Begbies Traynor, 340 Deansgate, Manchester, M3 4LY

Dean Watson, C/O Begbies Traynor, 340 Deansgate, Manchester, M3 4LY

Note The copy account must be  
authenticated by the written  
signature(s) of the Liquidator(s)

1 give notice that a general meeting of the company was duly held on/~~summoned for~~ 19 May 2016 pursuant to section 106 of the Insolvency Act 1986, for the purpose of having an account (of which a copy is attached) laid before it showing how the winding up of the company has been conducted, and the property of the company has been disposed of, and that ~~the same was done accordingly~~ / no quorum was present at the meeting,

2 give notice that a meeting of the creditors of the company was duly held on/~~summoned for~~ 19 May 2016 pursuant to Section 106 of the Insolvency Act 1986, for the purpose of having the said account laid before it showing how the winding up the company has been conducted and the property of the company has been disposed of and that ~~the same was done accordingly~~ / no quorum was present at the meeting

The meeting was held at 340 Deansgate, Manchester, M3 4LY

The winding up covers the period from 20 March 2015 (opening of winding up) to the final meeting (close of winding up)

The outcome of any meeting (including any resolutions passed) was as follows

Signed

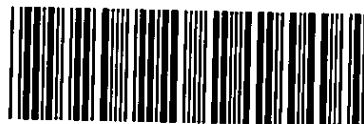
Gary N Lee

Date 19 May 2016

Begbies Traynor (Central) LLP  
340 Deansgate  
Manchester  
M3 4LY

Ref LO192CVL/GNL/DW/JRF/AJH/CJJ

SATURDAY



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\*A57FGQH6\*

21/05/2016

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COMPANIES HOUSE

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## **Losrian Limited (In Creditors' Voluntary Liquidation)**

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Final report and account of the liquidation pursuant to  
Section 106 of the Insolvency Act 1986 and Rule 4.126  
of the Insolvency Rules 1986

Period: 20 March 2015 to 19 May 2016

### **Important Notice**

This report has been produced solely to comply with our statutory duty to report to creditors and members of the Company pursuant to Section 106 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 creditors and 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"	Losrian Limited (In Creditors' Voluntary Liquidation)
"the liquidation"	The appointment of liquidators pursuant to Section 98 of the Insolvency Act 1986 on 20 March 2015
"the liquidators", "we", "our" and "us"	Gary N Lee and Dean Watson of Begbies Traynor (Central) LLP, 340 Deansgate, Manchester, M3 4LY
"the Act"	The Insolvency Act 1986 (as amended)
"the Rules"	The Insolvency Rules 1986 (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"	<ul style="list-style-type: none"><li>(i) In relation to England and Wales, any mortgage, charge, lien or other security (Section 248(1)(b)(i) of the Act), and</li><li>(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)</li></ul>
"preferential creditor"	Any creditor of the Company whose claim is preferential within Sections 386, 387 and Schedule 6 to the Act

This is our final report and account of the liquidation

# 2. COMPANY INFORMATION

Trading name	Losrian Limited
Company registered number	01823791
Company registered office	340 Deansgate, Manchester, M3 4LY
Former trading address	Belle Isle, Windermere, Cumbria, LA23 1BG

# 3. DETAILS OF APPOINTMENT OF LIQUIDATORS

Date winding up commenced	20 March 2015
Date of liquidators' appointment	20 March 2015
Changes in liquidator (if any)	None

## 4 PROGRESS SINCE APPOINTMENT

Attached at Appendix 1 is our abstract of receipts and payments for the period from 20 March 2015 to 19 May 2016

### RECEIPTS

#### **Cash at Bank**

You will note from the directors' statement of affairs that it was estimated that the sum of £58,450 was held in the Company's bank account

Immediately following their appointment, the liquidators liaised with the Company's bankers in order to secure the balance of funds held within the Company's account, however, the actual amount received from this source was £58,039 18

I would advise during the course of the liquidation, it was brought to the liquidators' attention that of the sum of £58,039 18 held within the Company's account, the sum of £9,749 may be held on trust by the Company on behalf of Notesmit Limited ("Notesmit"), an associated company by way of common shareholders

The liquidators obtained evidence regarding the existence of any trust and the nature of the transaction. Legal advice was subsequently obtained to ascertain if the funds were held on trust on behalf of Notesmit and also as to how the funds should be dealt with by the liquidators

I would advise that our solicitors have confirmed that at the date of our appointment the sum of £9,749 was held on trust by the Company on behalf of Notesmit. It was explained that the trust related to the buy back of some shares held by Notesmit in respect of a company named Hampstead Securities Limited

Our solicitors have advised that the funds held on trust on behalf of Notesmit should not be included within any distribution made to the unsecured creditors of the Company, as this would be a breach of the trust and the Liquidators would be liable to restore the funds if challenged

It should be noted that Notesmit was dissolved on 13 October 2015 and, as a result, the trust monies have now become *bona vacantia* (i.e. ownerless property) and, therefore, is presently being held on behalf of the crown. For the avoidance of doubt, the beneficial interest in those funds automatically vested in the Crown immediately upon Notesmit being dissolved

As a result of the above, the actual balance of Company monies secured by the liquidators on appointment was £48,290 18 in this matter

#### **Bank Interest**

Bank interest of £63 93 has also been received in this matter

### PAYMENTS

#### **Legal Fees**

As outlined above, legal advice was required in relation to the funds held on trust by the Company on behalf of Notesmit

I would advise that Taylors solicitors were instructed to provide legal advice to the liquidators and legal fees of £1,000 have been incurred. These fees were settled prior to the final meetings in this matter

### **Statement of Affairs Fee**

You will note from the liquidators initial report that Begbies Traynor (Central) LLP's professional fees for assisting the Company and its directors in fulfilling the statutory requirements for placing the Company into creditors' voluntary liquidation were fixed at £5,333.33 plus VAT

I can confirm that a statement of affairs fee of £5,333.33 plus VAT has been drawn by the liquidators

### **Liquidators Fees & Disbursements**

As detailed in section 6 of this report, the liquidators post appointment time costs were approved by creditors and I can confirm that remuneration in the sum of £15,031.92 has been drawn during the course of the liquidation

In addition, liquidators' disbursements of £67.50 have also been drawn by the liquidators'

Please refer to section 6 below for further details

### **Statutory Advertising**

During the period, statutory advertising costs in the sum of £507.60 have been paid in respect of advertising the creditors meeting, the appointment of liquidators, requesting details of creditor claims and advertising the final meetings of members and creditors

### **Corporation Tax**

Corporation Tax is payable on the bank interest received for the chargeable accounting periods 20 March 2015 to 19 March 2016 and the sum of £12.60 was paid in settlement of the liability for this period

A further return was submitted in relation to the period 20 March 2016 to 19 May 2016 (final meeting date), however, there was no liability for this period, therefore, total corporation tax paid during the course of the liquidation is £12.60

### **Storage Costs**

I would advise that the liquidators are required to retain their working case files for 6 ½ years after the final meetings and, therefore, storage charges have been accounted for in respect of the same

Storage costs of 20 pence per month will be incurred from the date of closure. This relates to one box which will be stored for 6 ½ years after the closure of the case

In addition, destruction charges of £2 per box will be incurred. Therefore, total storage and destruction costs can be calculated as follows

• 1 Box (20p x 78 months) -	£15.60
• 1 Box destruction costs -	£2.00
<b>Total</b>	<b>£17.60</b>

### **Irrecoverable VAT**

I would advise that the Company was not VAT registered and any VAT incurred by the liquidators is therefore irrecoverable in this matter

I would advise that VAT of £4,391 60 has been incurred in relation to liquidators' fees, solicitors fees and statutory advertising in this matter

A Liquidation Committee was not formed and, accordingly, we are seeking creditors' approval of the attached receipts and payments account

## **5. OUTCOME FOR CREDITORS**

Details of the sums owed to each class of the Company's creditors were provided in the director's statement of affairs included within the report sent to creditors further to our appointment as liquidators

### **Secured creditor**

There are no known secured creditors in this matter

### **Preferential creditors**

There are no known preferential claims in this matter

### **Prescribed Part for unsecured creditors pursuant to Section 176A of the Act**

To the best of our knowledge and belief, the Company's undertaking and assets are not subject to any unsatisfied floating charges and the provisions of section 176A of the Act have no application and consequently the value of both the *prescribed part* and the Company's *net property* is nil

### **Unsecured creditors**

Unsecured creditors were estimated at £63,639, however, we have admitted unsecured claims in the total sum of £61,020 to rank for dividend in this matter

Further information is provided below of the first and final dividend paid to unsecured creditors

### **Notice of Declaration of Dividend**

We are now able to declare a first and final dividend and creditors received their dividend during the week commencing 21 March 2016

I would advise that the amount distributed was £21,991 96, which represents a dividend to unsecured creditors of 36 04 pence in the pound

## 6. REMUNERATION & DISBURSEMENTS

Our remuneration has been fixed by a resolution of creditors at the meeting held pursuant to Section 98 of the Act 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

We are also authorised to draw disbursements, including disbursements for services provided by our firm (defined as category 2 disbursements in Statement of Insolvency Practice 9) in accordance with our firm's policy, details of which accompanied the Statement of Affairs and other information presented to the meeting of creditors convened pursuant to Section 98 of the Act and which is attached at Appendix 2 of this report

Our time costs for the period from 20 March 2015 to 19 May 2016 amount to £37,994 50 which represents 206 04 hours at an average rate of £184 40 per hour

The following further information in relation to our time costs and disbursements is set out at Appendix 2

- ☐ Narrative summary of time costs incurred
- ☐ Table of time spent and charge-out value for the period 20 March 2015 to 19 May 2016
- ☐ Begbies Traynor (Central) LLP's policy for re-charging disbursements
- ☐ Begbies Traynor (Central) LLP's charge-out rates

To 19 May 2016, we have drawn the total sum of £15,031 92 on account of our remuneration, against total time costs of £37,994 50 incurred since the date of our appointment

Our unbilled time costs of £22,962 58 have been written off as irrecoverable. However, we reserve the right to recover our unbilled time costs in the event that circumstances subsequently permit us to do so

To 19 May 2016, disbursements of £67 50 have been drawn

Details of the Category 2 disbursements that have been taken in accordance with the approval obtained are provided in the narrative summary of time costs incurred which is at Appendix 2

A copy of 'A Creditors' Guide to Liquidators Fees (E&W) 2015' 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](http://www.begbies-traynor.com/creditorsguides). Alternatively, if you require a hard copy of the Guide, please contact our office and we will arrange to send you a copy

## 7 LIQUIDATORS' EXPENSES

A statement of the expenses incurred since our appointment is attached at Appendix 3

## 8 UNREALISABLE ASSETS

There are no assets that have proved to be unrealisable



## 9 OTHER RELEVANT INFORMATION

### Investigations and reporting on directors conduct

You may be aware that a liquidator has a duty to enquire into the affairs of an insolvent company to determine its property and liabilities and to identify any actions which could lead to the recovery of funds. In addition, as explained in the report circulated at the meeting of creditors convened pursuant to Section 98 of the Act, such report having also been sent to creditors following the meeting, a liquidator is also required to consider the conduct of the Company's directors and to make an appropriate submission to the Department for Business Innovation and Skills. We can confirm that we have discharged our duties in these respects.

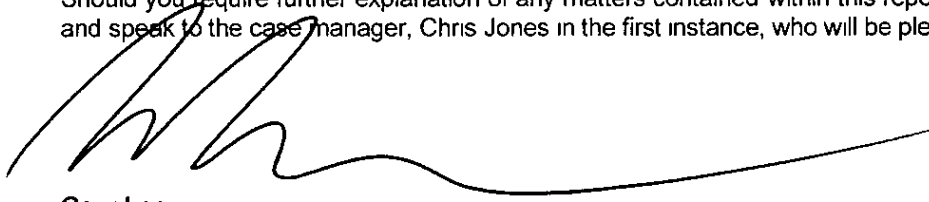
## 10. CONCLUSION

This report and account of receipts and payments will be laid before final meetings of the Company and the creditors to be held on **19 May 2016** in accordance with Section 106 of the Act. Formal notice of the meetings and a proxy form are enclosed with the covering letter accompanying this report.

The meetings are a formal requirement of liquidation procedure and are a prelude to the formal dissolution of the Company, which will occur automatically, approximately three months later. Unless creditors otherwise resolve, pursuant to Section 173(2) of the Act we will be released from liability at the time that we vacate office.

Although the meetings are rarely attended, if any creditor wishes to attend the meeting, it would assist us in making the necessary administrative arrangements if you would inform the case manager by telephone. This is particularly important for any creditor wishing to attend who considers that the proposed venue is inconvenient. In that event we will consider reconvening the meetings at an alternative venue to be agreed. Any such request should be made within the next seven days so that we may inform all creditors of the revised arrangements. Alternatively, if you wish a proxy to attend on your behalf, the proxy form should be returned to our office by 12 noon on the business day before the meeting. Please note that we will not accept receipt of completed proxy forms by email. Submission of proxy forms by email will lead to the proxy being held invalid and the vote not cast.

Should you require further explanation of any matters contained within this report, you should contact our office and speak to the case manager, Chris Jones in the first instance, who will be pleased to assist.



**Gary Lee**  
Joint Liquidator

Dated 19 May 2016

# ACCOUNT OF RECEIPTS AND PAYMENTS

Period 20 March 2015 to 19 May 2016

ETR per Statement of Affairs (£)		Period 20 3 15 to 18 3 16 (£)	Period 19 3 16 to 19 5 16 (£)	Total (£)
	<b>ASSET REALISATIONS</b>			
58,450 00	Cash at Bank	58,039 18	0 00	58,039 18
	Notesmit Limited Trust Funds	(9,749 00)	0 00	(9,749 00)
	Bank Interest Gross	63 93	0 00	63 93
		<u>48,354 11</u>	<u>0 00</u>	<u>48,354 11</u>
	<b>COST OF REALISATIONS</b>			
	Statement of Affairs Fee	(5,333 33)	0 00	(5,333 33)
	Liquidators' Fees	(5,000 00)	(10,031 92)	(15,031 92)
	Liquidators' Disbursements	0 00	(67 50)	(67 50)
	Irrecoverable VAT	(2,151 27)	(2,240 33)	(4,391 60)
	Statutory Advertising	(423 00)	(84 60)	(507 60)
	Legal Fees	0 00	(1,000 00)	(1,000 00)
	Corporation Tax	0 00	(12 60)	(12 60)
	Storage Costs	0 00	(17 60)	(17 60)
		<u>(12,907 60)</u>	<u>(13,454 55)</u>	<u>(26,362.15)</u>
	<b>UNSECURED CREDITORS</b>			
(63,639 00)	Trade Creditors	0 00	(21,991 96)	(21,991 96)
		<u>0 00</u>	<u>(21,991 96)</u>	<u>(21,991.96)</u>
	<b>DISTRIBUTIONS</b>			
(300 00)	Ordinary Shareholders	<u>NIL</u>	<u>NIL</u>	<u>NIL</u>
(5,489 00)	<b>BALANCE</b>			<u>0 00</u>



Gary N Lee  
Joint Liquidator

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## TIME COSTS AND DISBURSEMENTS

- a Begbies Traynor (Central) LLP's policy for re-charging expenses/disbursements,
- b Begbies Traynor (Central) LLP's charge-out rates,
- c Narrative summary of time costs incurred, and
- d Table of time spent and charge-out value for the period from 20 March 2015 to 19 May 2016

## BEGBIES TRAYNOR CHARGING POLICY

### INTRODUCTION

This note 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<sup>1</sup> requires that such information should be disclosed to those who are responsible for approving remuneration.

In addition, this note 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 and also where payments are to be made to outside parties in which the office holder or his firm or any associate has an interest. Best practice guidance<sup>2</sup> requires that such charges should be disclosed to those who are responsible for approving 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 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 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

Best practice guidance classifies expenses into two broad categories:

- *Category 1 disbursements (approval not required)* - specific expenditure that is directly related to the case usually referable to an independent external supplier's invoice. All such items are charged to the case as they are incurred.
- *Category 2 disbursements (approval required)* - items of incidental expenditure directly incurred on the case which include an element of shared or allocated cost and which are based on a reasonable method of calculation.

(A) The following items of expenditure are charged to the case (subject to approval):

- Internal meeting room usage for the purpose of statutory meetings of creditors is charged at the rate of £100 per meeting,
- Car mileage is charged at the rate of 45 pence per mile,
- Storage of books and records (when not chargeable as a *Category 1 disbursement*) is charged on the basis that the number of standard archive boxes held in storage for a particular case bears to the total of all archive boxes for all cases in respect of the period for which the storage charge relates.

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<sup>1</sup> Statement of Insolvency Practice 9 (SIP 9) – Remuneration of insolvency office holders in England & Wales (Effective 6 April 2010)

<sup>2</sup> Ibid 1

(B) 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

#### HOURLY CHARGE OUT RATES

	<b>Standard</b> <b>1 May 2011 –</b> <b>until further notice</b> <b>Regional</b>
Partner	395
Director	345
Senior Manager	310
Manager	265
Assistant Manager	205
Senior Administrator	175
Administrator	135
Trainee Administrator	110
Support	110

**Losrian Limited****SUMMARY OF TIME COSTS AND EXPENSES**

This summary, which should be read in conjunction with the Time Costs Analysis for the period of the report attached, is intended to provide sufficient information to enable the body responsible for the approval of our fees to consider the level of our fees and expenses in the context of the case

This summary, which should be read in conjunction with the Time Costs Analysis for the period of the report attached, is intended to provide sufficient information to enable the body responsible for the approval of our fees to consider the level of our fees and expenses in the context of the case

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

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 which provides sufficient detail to allow creditors to understand what has been done, why it was necessary and what financial benefit (if any) the work has provided to creditors.

The costs incurred in relation to each heading are set out in the Time Costs Analysis which is attached. There is an analysis for the period of the report and also an analysis of time spent on the case since the date of our appointment. The details below relate to the work undertaken in the period of the report only.

*General case administration and planning*

- General case Administration
- Setting up and organising filing system
- The preparation and filing of standard letters
- Dealing with general correspondence and telephone calls
- Liaising with accountants regarding Directors statement of affairs
- Posting Journals
- Investigating Company tax history

*Compliance with the Insolvency Act, Rules and best practice*

- Report on the directors conduct
- Filing
- 3 and 6 monthly compliance case reviews

*Investigations*

- Review of the directors conduct
- Review of potential claims

*Realisation of assets*

- Liaising the Company's bankers to secure the funds held within the account

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

- Initially liaising with creditors in order to request supporting evidence
- Discussions with solicitors instructed on behalf of creditors
- Reviewing the supporting evidence received
- Responding to solicitors correspondence in respect of their clients' claim
- Meetings with solicitors
- Liaising with solicitors in respect of the monies held on trust for Notesmit Limited
- Gathering information in respect of the trust monies
- Obtaining legal advice regarding the trust monies
- Reviewing all creditor claims received
- Rejecting/agreeing the unsecured creditor claims

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

- Notifying HMRC and submitting returns
- Identifying any pension scheme

**Time Costs Analysis**

An analysis of time costs for the period of the report is attached showing the time spent by each grade of staff on the different types of work involved in the case, and giving the total costs and average hourly rate charged for each work type

Please note that the analysis provides details of the work undertaken by us and our staff following our appointment only

**Work undertaken prior to appointment**

In addition to the post appointment time costs detailed in the Time Costs Analysis, the costs relating to work undertaken prior to our appointment in summoning, advertising and holding the creditors' meeting and assisting the directors in preparing the statement of affairs were approved by the creditors at the Section 98 meeting

**Expenses**

Details of all of the expenses incurred in the period of this report and also since the date of our appointment are attached at appendix 2

**Category 2 Disbursements**

In accordance with the resolution obtained in relation to disbursements, the following Category 2 disbursements and disbursements which should be treated as Category 2 disbursements have been charged to the case since the date of our appointment

Other amounts paid or payable to the office holder's firm	
Type and purpose	Amount £
Bonding	67 50

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

No works remain to be done

**Losrian Limited**

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## STATEMENT OF EXPENSES

Type of expense	Name of party with whom expense incurred	Amount incurred £	Amount discharged £	Balance (to be discharged) £
Expenses incurred with entities not within the Begbies Traynor Group				
Legal fees	Taylor's Solicitors	1,000 00	1,000	Nil
Statutory advertising	Courts Advertising Ltd	507 60	507 60	NIL
Storage	Restore Ltd	17 60	17 60	NIL