

LIQ03

Notice of progress report in voluntary winding up



Companies House

TUESDAY



A8LGF MW3

A16

31/12/2019

#37

COMPANIES HOUSE

1 Company details

Company number	0	2	2	6	1	1	3	5
Company name in full	L3 GROUP LTD							

→ Filling in this form

Please complete in typescript or in
 bold black capitals.

2 Liquidator's name

Full forename(s)	JONATHAN
Surname	AMOR

3 Liquidator's address

Building name/number	MILL 2 ST PEGS MILL
Street	THORNHILLS BECK LANE
Post town	BRIGHOUSE
County/Region	WEST YORKSHIRE
Postcode	H D 6 4 A H
Country	ENGLAND

4 Liquidator's name ①

Full forename(s)	
Surname	

① Other liquidator

Use this section to tell us about
 another liquidator.

5 Liquidator's address ②

Building name/number	
Street	
Post town	
County/Region	
Postcode	
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	1	m	1	m	1	y	2	y	0	y	1	y	8
To date	d	3	d	1	m	1	m	0	y	2	y	0	y	1	y	9

7 Progress report☒ The progress report is attached**8** Sign and date

Liquidator's signature

Signature



X

X

Signature date

d	3	d	0	m	1	m	2	y	2	y	0	y	1	y	9
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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

JONATHAN AMOR

Company name

A.M. INSOLVENCY LIMITED

Address

MILL 2 ST PEGS MILL

THORNHILLS BECK LANE

Post town

BRIGHOUSE

County/Region

WEST YORKSHIRE

Postcode

H D 6 4 A H

Country

ENGLAND

DX

Telephone

01484723023

**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

PRIVATE AND CONFIDENTIAL

TO ALL KNOWN CREDITORS

Our Ref: L002/CVL/AR2/JA

30 December 2019


Dear Sir/Madam

L3 Group Ltd formerly Eldonian Group Ltd (“the Company”) – In Creditors’ Voluntary Liquidation

This is my report to members and creditors following the second anniversary of my appointment as Liquidator. This report should be read in conjunction with my previous progress report.

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 me by email at jonathan@aminsolvency.co.uk or by phone on 01484 723 023.

Yours faithfully
For and on behalf of
L3 Group Ltd



Jonathan Amor
Liquidator

Enc.

Mill 2 St: Pegs Mill
Thornhills Beck Lane,
Brighouse,
West Yorkshire HD6 4AH

Telephone 01484 723 023
jonathan@aminsolvency.co.uk

**L3 Group Ltd – In Creditors' Voluntary Liquidation
Formerly Eldonian Group Ltd**

LIQUIDATOR'S PROGRESS REPORT TO CREDITORS AND MEMBERS

For the year ending 31 October 2019

STATUTORY INFORMATION

Company name: L3 Group Ltd

Registered office: Enterprise House, Carlton Road, Worksop, Notts, S81 7QF

Former registered office: Trinity House, Eldon Place, Liverpool, Merseyside, L3 6HE

Registered number: 02261135

Liquidator's name: Jonathan Amor

Liquidator's address: Mill 2 St Pegs Mill, Thornhills Beck Lane, Brighouse, HD6 4AH

Liquidator's date of appointment: 1 November 2017

LIQUIDATOR'S ACTIONS SINCE LAST REPORT

Since my last report I have continued my investigations into the affairs of the Company. Further details are provided in the investigations section below.

There is certain work that I am required by the insolvency legislation to undertake 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 1 November 2018 to 31 October 2019 is attached at Appendix 2.

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

ASSETS

Sundry Refund

A sundry refund of £750.00 was received in the reporting period. This refund was received from solicitors who had previously been instructed to act on behalf of the Company with a property purchase prior to my appointment. The purchase of the property did not take place and so the monies were returned to the Company.

Certificate Fees

The Company operated as the Management Company for a Developer of a site in Birkenhead. A restriction on the leases of all the properties on the site require the Company to grant a certificate confirming the leaseholder has complied with the lease prior to a sale of the property taking place. I received a request for a certificate during the reporting period and charged £50+VAT for issuing the certificate to the vendor's solicitor.

Bank Interest

Bank interest of £1.68 was received in the reporting period.

LIABILITIES

Secured Creditors

An examination of the Company's mortgage register held by the Registrar of Companies, showed that the Company has granted the following charges:

- Charge in favour of Esquiline Finance Ltd over shares in Chishenhale Limited;
- Fixed charge in favour of Esquiline Finance Ltd over Land on the North Side of Carruthers Street and Land at Chishenhale Street (title numbers MS448203 and MS428249); and
- Fixed and floating charge in favour of Esquiline Finance Ltd.

No payments have been made to the charge holder in the reporting period.

Preferential Creditors

The statement of affairs anticipated £6,293 in preferential creditors. No claims have been received.

Crown Creditors

The statement of affairs included £1 owed to HMRC. HMRC's final claim of £12,555.58 has been received.

Non-preferential unsecured Creditors

The statement of affairs included 53 non-preferential unsecured creditors with an estimated total liability of £611,842.29. I have received claims from 20 creditors at a total of £1,069,444.89. I have not received claims from 40 creditors with original estimated claims in the statement of affairs of £393,118.69.

Included in the claims lodged by creditors are claims in Euros. I have converted those claims into sterling at the rate of €1.1412 to the £, being the Bank of England spot rate on the date the Company went into Liquidation.

DIVIDEND PROSPECTS

Secured creditors – there have been no distributions to secured creditors.

Preferential creditors – there have been no distributions to preferential creditors.

Floating charge creditors – there have been no distributions to floating charge creditors.

Non-preferential unsecured creditors – there have been no distributions to unsecured creditors.

INVESTIGATION INTO THE AFFAIRS OF THE COMPANY

As previously reported, I identified the following areas where I considered that further investigation was required:

- Sale of leasehold and freehold property prior to my appointment at a possible undervalue; and
- Action against former CEO who was removed from his post on 31 December 2018 for gross misconduct.

The action against the former CEO has been dropped on the advice of my solicitor due to a lack of documentary evidence.

The discussions regarding the sale of land and property prior to my appointment are ongoing. I will report further on completion of the matter.

PRE-APPOINTMENT REMUNERATION

The creditors previously authorised the payment of a fee of £7,000.00 for my assistance with preparing the statement of affairs and arranging the decision procedure for creditors to appoint a liquidator.

The fee for preparing the statement of affairs and arranging the decision procedure for creditors to appoint a liquidator was paid from first realisations on appointment and is shown in the enclosed receipts and payments account.

LIQUIDATOR'S REMUNERATION

My remuneration was approved on a time cost basis based on a fees estimate of £14,750.00. The fees estimate acts as a cap and I cannot draw remuneration in excess of that estimate without first seeking approval from the creditors. My total time costs to 31 October 2019 amount to £18,150.00, representing

72.6 hours work at a blended charge out rate of £250 per hour, of which £2,475.00, representing 9.9 hours work, was charged in the period since 31 October 2018, at a blended charge out rate of £250 per hour. The actual blended charge out rate incurred compares with the estimated blended charge out rate of £250 in my fees estimate.

I have not been able to draw any remuneration in this matter.

A detailed schedule of my time costs incurred to date and since 31 October 2018 compared with my original fees estimate is attached as Appendix 3.

As at 31 October 2019, as you can see from the information provided in this report, the total time costs I have incurred in this matter, in respect of the categories of work for which I am being remunerated on a time cost basis, have exceeded the total estimated remuneration I set out in my fees estimate when my remuneration was authorised by the creditors. This is because time spent dealing with creditors has been greater than originally anticipated. As there are insufficient funds to draw any remuneration, I do not intend to seek a decision to increase my fees estimate at this time.

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, together with an explanatory note which shows A.M. Insolvency Limited's fee policy are available as appendices to this report online.

LIQUIDATOR'S EXPENSES

I have incurred expenses to 31 October 2019 of £4,190.00, all of which was incurred in the prior reporting period.

I have drawn £1,110.00 to date, all of which was drawn in the prior reporting period.

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

Professional Advisor	Nature of Work	Basis of Fees
Taylor & Emmet LLP	Solicitors	Time costs (contingent)
JMW Solicitors LLP	Solicitors	Time costs (contingent)

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 31 October 2019 I anticipate that the total 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. The reason I anticipate exceeding the expenses estimate is due to solicitor's fees not estimated would be required prior to my appointment. These fees are contingent and will only be paid if further realisations are made.

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.

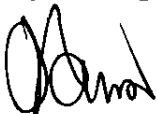
An unsecured creditor may, with the permission of the Court, or with the concurrence of 10% in value of the unsecured creditors (including the creditor in question), apply to Court to challenge the amount of remuneration charged by the Liquidator as being excessive, and/or the basis of the Liquidator's 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 A.M. Insolvency Limited can be found in the attached summary sheet.

SUMMARY

The Liquidation will remain open until my investigations into the sale of land and property prior to my appointment are complete. 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 me on 01484 723 023, or by email at jonathan@aminsolvency.co.uk.



Jonathan Amor
Liquidator

Appendix 1

1. Administration

This represents the work involved in the routine administrative functions of the case by the office holder and their staff, together with the control and supervision of the work done on the case by the office holder. It does not give direct financial benefit to the creditors but has to be undertaken by the office holder to meet their requirements under the insolvency legislation and the Statements of Insolvency Practice, which set out required practice that office holders must follow.

- Dealing with all routine correspondence and emails relating to the case.
- Maintaining and managing the office holder's estate bank account.
- 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.
- Preparing, reviewing and issuing annual progress reports to creditors and members.
- Filing returns at Companies House.
- Preparing and filing returns with HMRC.

2. Creditors

Claims of creditors - the office holder needs to maintain up to date records of the names and addresses of creditors, together with the amounts of their claims as part of the management of the case, and to ensure that notices and reports can be issued to the creditors. The office holder also needs to deal with correspondence and queries received from creditors regarding their claims and dividend prospects as they are received. The office holder is required to undertake this work as part of his statutory functions.

- Dealing with creditor correspondence, emails and telephone conversations regarding their claims.
- Maintaining up to date creditor information.

L3 Group Ltd - In Liquidation
Liquidator's Receipts and Payments
1 November 2017 to 31 October 2019

Appendix 2

	01/11/2017 to 31/10/2018 £	01/11/2018 to 31/10/2019 £	Cumulative 01/11/2017 to 31/10/2019 £	Statement of Affairs £
Receipts				
Director contribution to costs	1,000.00		1,000.00	
Book debt	6,000.00		6,000.00	6,000
Cash at bank	95.05		95.05	
Certificate fee		50.00	50.00	
Sundry refund		750.00	750.00	
Interest received	1.93	1.68	3.61	
VAT Payable		10.00	10.00	
<i>Total receipts</i>	<u>7,096.98</u>	<u>811.68</u>	<u>7,908.66</u>	<u>6,000.00</u>
Payments				
Statement of Affairs fees	(5,000.00)	(1,798.44)	(6,798.44)	
Agent fees	(750.00)		(750.00)	
Statutory advertising	(210.00)		(210.00)	
Virtual meeting & online report hosting	(150.00)		(150.00)	
<i>Total payments</i>	<u>(6,110.00)</u>	<u>(1,798.44)</u>	<u>(7,908.44)</u>	
Balance in hand			<u>0.22</u>	

Time Incurred for the Period 1 November 2018 to 31 October 2019

	Insolvency Practitioner	Total Hours	Total Time Costs
ADMINISTRATION	5.9	5.9	1,475.00
CREDITORS	2.2	2.2	550.00
INVESTIGATION	1.2	1.2	300.00
REALISATION OF ASSETS	0.6	0.6	150.00
CASE SPECIFIC MATTERS	-	-	-
	9.9	9.9	2,475.00

Total Time Incurred for the Period 1 November 2017 to 31 October 2019

	Insolvency Practitioner	Total Hours	Total Time Costs	Fees Estimate Total Hours Total Time Costs
ADMINISTRATION	21.9	21.9	5,475.00	20.0 5,000.00
CREDITORS	12.6	12.6	3,150.00	5.0 1,250.00
INVESTIGATION	22.5	22.5	5,625.00	20.0 5,000.00
REALISATION OF ASSETS	13.1	13.1	3,275.00	10.0 2,500.00
CASE SPECIFIC MATTERS	2.5	2.5	625.00	4.0 1,000.00
	72.6	72.6	18,150.00	59.0 14,750.00

PROVISION OF SERVICES REGULATIONS SUMMARY SHEET FOR A.M. INSOLVENCY LIMITED

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

Jonathan Amor is licensed to act as Insolvency Practitioners in the United Kingdom by the Association of Chartered Certified Accountants (ACCA).

Jonathan Amor is a member of ACCA.

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 professional body that licences Jonathan Amor can be found at <http://www.accaglobal.com>. In addition, IPs are bound by the 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 http://www.accaglobal.com/content/dam/acca/global/PDF-members/2012/2012e/ethical_code.pdf.

Complaints

At A.M. Insolvency Limited 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, Thomas Morgan of A.M. Insolvency Limited, The Portergate, Ecclesall Road, Sheffield, S11 8NX. This will 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 12p per minute from a land line, or for mobiles, between 3p and 45p per minute if you're calling from the UK.

Professional Indemnity Insurance

A.M. Insolvency Limited's Professional Indemnity Insurance is provided by QBE Insurance (Europe) Limited, of Plantation Place, 30 Fenchurch Street, London, EC3M 3BD. This professional indemnity insurance provides worldwide coverage excluding professional business carried out from an office in the United States of America or Canada, and any action for a claim brought in any court in the United States of America or Canada.

VAT

A.M. Insolvency Limited is registered for VAT under registration no. 228 8414 91.