

**Liquidator's Progress
Report****S.192****Pursuant to Sections 92A and 104A and 192
of the Insolvency Act 1986**

To the Registrar of Companies

Company Number

02528136

Name of Company

TVB (UK) Limited

I/ We

Freddy Khalastchi FCA FABRP MIPA, 2 Sovereign Quay, Havannah Street, Cardiff, CF10 5SF

Martin John Atkins FCA CTA FABRP, 2 Sovereign Quay, Havannah Street, Cardiff, CF10 5SF

the liquidator(s) of the company attach a copy of ~~my~~our Progress Report
under section 192 of the Insolvency Act 1986

The Progress Report covers the period from 15/01/2015 to 14/01/2016

Signed



Date

10/3/16

Menzies Business Recovery
2 Sovereign Quay
Havannah Street
Cardiff
CF10 5SF

Ref T3587/FXK/MJA/SJS

TUESDAY



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15/03/2016

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COMPANIES HOUSE

TVB (UK) Limited
(In Liquidation)
Joint Liquidators' Abstract of Receipts & Payments
To 14/01/2016

S of A £		£	£
	ASSET REALISATIONS		
NIL	Intra Group Debtors	NIL	
NIL	Investments in Subsidiaries	NIL	
1,024 00	Cash at Bank	910 11	910 11
	COST OF REALISATIONS		
	Statutory Advertising	267 30	(267 30)
	UNSECURED CREDITORS		
(3,949,098 70)	Intra Group Creditors	NIL	NIL
	DISTRIBUTIONS		
(2 00)	Ordinary Shareholders	NIL	NIL
(3,948,076.70)			642.81
	REPRESENTED BY		
	Coutts - NIB		642 81
			642.81

Note

FXK/MJA/SJS/T3587

14 March 2016

Sophie Smith

TO ALL MEMBERS AND CREDITORS

Dear Sirs

TVB (UK) LIMITED - IN LIQUIDATION

This is the Joint Liquidators' first annual progress report ("the report") for the year ended 14 January 2016

1. Statutory information

The company's registered name is TVB (UK) Limited and its purpose was to act as a holding company

The company was incorporated on 6 August 1990 under company number 02528136

The registered office of the company was formerly 100 New Bridge Street, London, EC4V 6JA and was changed on 16 January 2015 to 2 Mountview Court, 310 Friern Barnet Lane, Whetstone, N20 0YZ for the purposes of the Liquidation

Martin John Atkins FCA CTA FABRP and myself, of Menzies LLP, 2 Sovereign Quay, Havannah Street, Cardiff, CF10 5SF, were appointed Joint Liquidators of the above-named company by Members and Creditors on 15 January 2015

There have been no changes of Liquidator in the period to which this report relates

2. Joint Liquidators' progress during the period of this report

The Statement of Affairs provided by the directors detailed the company assets as cash at bank of £1,024. There was also an intra-group debt of £1,409,545.02 and an investment in the company's subsidiary of £1,111, both of which had an estimated to realise value of an uncertain amount

Administrative matters

Upon our appointment I wrote to HSBC in relation to the funds which were held on the company's bank account. Unfortunately, significant time was spent liaising with HSBC in relation to realising these funds. I can confirm that, on 23 April 2015, £910.11 was received in to my client account from HSBC.

I have also written to the company's holding company in respect of the intercompany debt which is owing to the company. I have been advised that this debt is not recoverable and I am in the process of finalising the position.

During the period, the former directors of the company approached me with a view of transferring a share, which is claimed to be held in the books of the company on trust for another company in the group. In order to ascertain the validity of this claim and authorise the transfer, I have instructed solicitors to assist me in ascertaining whether there is any value in the share and thus the estate.

Please advise us as soon as possible if you are aware of any other assets of the company that have not been referred to above or previously

Connected party transactions

There are no connected party transactions which require disclosure

Investigative matters

We 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

The company's books and records have been recovered, listed and analysed, but no assets other than those listed above have been identified

In accordance with my statutory duties, a conduct report on the director has been submitted to the Insolvency Service pursuant to the Company Directors Disqualification Act 1986.

If you are aware of any matters which you believe require our investigation, please advise me accordingly, in writing, providing as much detail as possible with regard to those matters. Any such contact will, of course, be kept confidential

General matters

In addition to the work undertaken to result in the asset realisations referred to above, throughout the period of my administration I have responded to the queries of creditors and noted creditor claims

Specific tasks such as the agreement of creditor claims, VAT and tax issues, cashiering, statutory returns and insurance, have been allocated to team members who have specialist knowledge in the relevant areas

Additionally, we have complied with obligations imposed by statute and our regulatory bodies which include, but are not limited to, the submission of returns to Companies House, HM Revenue and Customs, insuring assets and specific penalty bonding

3. Abstract of the Joint Liquidators' receipts and payments

I attach at Appendix 3 an abstract of our receipts and payments for the period of this report

Please note that all items detailed on the receipts and payments account are shown gross of VAT as the company was not registered for VAT and VAT is therefore an expense of the estate

4. Assets which remain to be realised

We are in the process of finalising the intercompany debt position and the position with the share which is currently being held on trust for another company in the group. Once this has been finalised I anticipate that there are no further assets to be realised

5. Joint Liquidators' remuneration

A fee of £4,000 plus VAT was charged by my firm in connection with the preparation of the statement of affairs and convening the meeting of creditors. The fee was charged on a fixed fee basis. It was paid by the company's ultimate parent, TVBI Company Limited, which is based in Hong Kong. This transaction was ratified by the creditors at a meeting held on 15 January 2016

Our remuneration was fixed by reference to the time properly spent by ourselves and our staff in attending to matters arising in the Liquidation at a meeting of creditors on 15 January 2015

For creditor's information, the charge out value of time costs incurred during the period to which this report relates amounts to £8,263.00 made up of 47 hours at an average charge out rate of £175.44 per hour

This cost has primarily been incurred in the administration of the Liquidation and the investigation into the transfer of the share claimed to be held on trust, full details of which are covered in section 2 above

I attach at Appendix 1 a breakdown of the time costs between the grades of staff allocated to the case, which includes details of the current charge out rates of ourselves and our team who have been and will be dealing with the Liquidation

Due to a lack of asset realisations the time costs of this administration have not been paid to date. Should further realisations be made, we will discharge these fees. If there are no further realisations, the balance will have to be borne by our firm.

A copy of "A Creditors' Guide to Liquidator's Fees", issued by the Association of Business Recovery Professionals, which sets out the basis of fixing the Liquidator's Remuneration, is available on our website at

<http://www.menzies.co.uk/helping-you/business-recovery/fees-guide/>

You should then choose the appropriate creditor guide for the type of appointment after November 2011 and before October 2015.

Please let me know if you do not have access to the internet and would prefer a hard-copy of this guide.

6. Joint Liquidators' expenses

The payments made from the estate during the period of this progress report are largely self-explanatory.

The following agents or professional advisors have been utilised in this matter:

Professional Advisor	Nature of Work	Fee Arrangement
Colman Coyle Solicitors	Legal Advice	Time costs

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.

As there are no funds in the estate, the company's ultimate parent company has agreed to meet the costs of the legal advice which is being sought. I have been advised that these costs will be in the region of £1,000 to £1,500.

Below is a table which details what disbursements have been incurred, paid and which remain outstanding in the Liquidation:

Nature of Expense	Paid (£)	Remains Outstanding (£)	Total Paid by the Liquidation (£)
Specific Penalty Bond	36 00	36 00	Nil
Statutory Advertising	267 30	Nil	267 30

There are likely to be further expenses payable in respect of an advert which shall advertise the final meeting of creditors, upon closure of the case. This will be £91.80. It is anticipated that this will be paid from the estate.

A statement with regard to our disbursements recovery policy is attached at Appendix 2.

7. Return to creditors pursuant to Section 176A

The provisions of Section 176A of the Act require a calculation to be made of the prescribed part of the company's net property for distribution to unsecured creditors. The prescribed part must be calculated and provided for where debentures of the company have been created after 15th September 2003.

In dealing with realisations under the prescribed part, we are entitled to take into account the claims of the preferential creditors and the costs and expenses associated in dealing with the prescribed part.

The company's net property comprises floating charge realisations less preferential claims and the costs of dealing with the prescribed part.

The prescribed part is calculated as 50% of the first £10,000 of floating charge realisations plus 20% of all other floating charge realisations, subject to a maximum prescribed part of £600,000.

As there are no relevant floating charges, the provisions of Section 176A do not apply in this matter

8. Outcome for creditors

Creditors' claims received to date total £3,949,098 70 which is made up of two intercompany debts, owing to The Chinese Channel (France) Limited and The Chinese Channel Limited (In Liquidation)

There are no trade and expense creditors due to the company being a holding company

Unfortunately, there are insufficient funds to enable a dividend to be paid to any class of creditor

The amount and timing of any dividend will ultimately depend on the outcome of our investigation in to the intercompany debts

9. Creditors' right to information

A creditor may make a request for further information regarding our remuneration and expenses. Any such request must be in writing and should be made within 21 days of receipt of this report. Where the request is made by an unsecured creditor, it must be supported by at least 5% in value of the unsecured creditors, or with the permission of the Court.

If the information requested is either prejudicial to our conduct of this case, might lead to violence against any person, may be confidential or the costs of preparing the requested information would be excessive, we may not be obliged to provide it.

Any unsecured creditor may make an application to the Court in respect of any information provided following such a request, or our failure to provide same, after 14 days of our receipt of that request.

Additionally, creditors may make an application to Court to challenge the amount or basis of our remuneration and expenses, which must be supported by at least 10% in value of the creditors, including the applicant's claim. The application must be made within 8 weeks of receipt of this report. The costs of the application must also be paid by the creditors making the application.

Further details with regard to these provisions form part of the guidance notes relating to fees referred to previously.

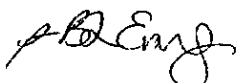
10. Next report

We are required to provide a further progress report within two months of the end of the next anniversary of the Liquidation.

The liquidation of the above company will remain open until the intercompany debt position has been fully resolved, which we estimate should take approximately nine months to complete. Once this issue has been dealt with, the liquidation will be finalised and our files will be closed.

Should you have any further queries in relation to the contents of this report, or with regard to other matters arising, please do not hesitate to contact us.

Yours faithfully



Freddy Khalastchi FCA FABRP MIPA

Licensed as an Insolvency Practitioner in the UK by the Insolvency Practitioners Association

Joint Liquidator

TVB (UK) LIMITED

APPENDIX I

TIME CHARGE OUT SUMMARY FOR THE PERIOD ENDED 14 JANUARY 2016

HOURS

Classification of work function	Partner/ Director	Manager	Senior	Administrator	Support	Total Hours	Time Costs £	Average Hourly Rate £
Admin and Planning								
Investigations	1 00	0 30	0 40	17 35	0 00	19 05	2,652 75	139 25
Realisation of Assets	0 40	4 60	0 00	5 25	0 00	10 25	2,110 25	205 88
Creditors	1 30	4 40	0 00	10 90	0 00	16 60	3,362 00	202 53
Support	0 00	0 00	0 00	1 20	0 00	1 20	138 00	115 00
	0 00	0 00	0 00	0 00	0 00	0 00	0 00	0 00
Total Hours	2.70	9 30	0 40	34 70	0 00	47 10		
Total Costs	1,228 50	2,866 50	84 00	4,084 00	0 00		8,263 00	

Total Fees claimed (£)

8,263 00

CHARGE OUT RATES OF INSOLVENCY TEAM MEMBERS

	From 1 October 2015	1 Jan 2015 to 31 Sept 2015	1 Jan 2014 to 31 Dec 2014
	£ per hour	£ per hour	£ per hour
Partner/Director	350-560	395-560	380-545
Manager	250-330	285-400	275-385
Senior	175-230	230	220
Administrator	100-170	115-170	110-165
Support Staff	54-75	54	52

Note 1

There may have been a number of promotions through the various grades during the period of the administration

Note 2

It is the policy of this firm to account for secretarial staff as an overhead cost Overhead costs are reflected in the charge out rates detailed

Note 3

The charge-out rate of the Insolvency Practitioner for this assignment is currently £505 per hour, and the administrator is £115 per hour

Note 4

Time is recorded in minimum units of 6 minutes

APPENDIX 2

DISBURSEMENTS RECOVERY POLICY

Professional advisors have been selected on the basis that they have the appropriate experience and qualifications to effectively deal with the issues arising in a case of this nature

All disbursements are shown as gross of VAT. As the company not registered for VAT purposes VAT cannot be recovered, and is therefore an expense of the insolvent estate

Category 1 Disbursements

Specific expenditure relating to the administration of the insolvent estate and payable to an independent third party is recoverable without creditor approval. Such expenditure is made if funds are available from the insolvent estate. If funds are not available then payment is made from this firm's office account and reimbursed from the estate should funds become available.

Category 1 disbursements will generally comprise external supplies of incidental services specifically identifiable to the case. Typical items include legal fees, agents' fees, statutory advertising, insurance of assets, search fees, specific penalty bonding, telephone calls, postage, invoiced travel and properly reimbursed expenses incurred by personnel in connection with the case.

All such disbursements such as statutory advertising, insurance of assets, search fees and specific penalty bonding have been paid from the estate and are shown on the enclosed summary of my receipts and payments.

Category 2 Disbursements

Expenditure incidental to the administration of the insolvent estate, which by its nature includes an element of shared or allocated cost is recoverable with creditor approval.

Payments in respect of the above are defined as 'Category 2 Disbursements'. They are as follows:

Storage at £40 per box per annum or part thereof plus VAT

Destruction at £3.50 per box plus VAT,

being the current rates applicable

Appendix 3
TVB (UK) Limited
(In Liquidation)
Joint Liquidators' Abstract of Receipts & Payments

Statement of Affairs		From 15/01/2015 To 14/01/2016	From 15/01/2015 To 14/01/2016
	ASSET REALISATIONS		
NIL	Intra Group Debtors	NIL	NIL
NIL	Investments in Subsidiaries	NIL	NIL
1,024 00	Cash at Bank	910 11	910 11
		910 11	910 11
	COST OF REALISATIONS		
	Statutory Advertising	267 30	267 30
		(267 30)	(267 30)
	UNSECURED CREDITORS		
(3,949,098 70)	Intra Group Creditors	NIL	NIL
		NIL	NIL
	DISTRIBUTIONS		
(2 00)	Ordinary Shareholders	NIL	NIL
		NIL	NIL
(3,948,076.70)		642.81	642 81
	REPRESENTED BY		
	Coutts - NIB		642 81
			642.81

Note