

# LIQ03

## Notice of progress report in voluntary winding up



Companies House

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[www.gov.uk/companieshouse](http://www.gov.uk/companieshouse)

### 1 Company details

Company number 0 2 9 7 5 8 6 1

Company name in full BM 2016-1 Limited (formerly known as QVS Electrical  
Wholesale Limited)

#### → Filling in this form

Please complete in typescript or in  
bold black capitals.

### 2 Liquidator's name

Full forename(s) David

Surname Perkins

### 3 Liquidator's address

Building name/number 5th Floor

Street The Union Building

Post town 51-59 Rose Lane

County/Region Norwich

Postcode N R 1 1 B Y

Country

### 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

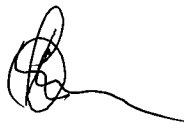

Country

#### ② Other liquidator

Use this section to tell us about  
another liquidator.

# LIQ03

## Notice of progress report in voluntary winding up

<b>6</b>	<b>Period of progress report</b>											
From date	<sup>d</sup> 0	<sup>d</sup> 3	<sup>m</sup> 0	<sup>m</sup> 6	<sup>y</sup> 2	<sup>y</sup> 0	<sup>y</sup> 2	<sup>y</sup> 1				
To date	<sup>d</sup> 0	<sup>d</sup> 2	<sup>m</sup> 0	<sup>m</sup> 6	<sup>y</sup> 2	<sup>y</sup> 0	<sup>y</sup> 2	<sup>y</sup> 2				
<b>7</b>	<b>Progress report</b>											
<input checked="" type="checkbox"/> The progress report is attached												
<b>8</b>	<b>Sign and date</b>											
Liquidator's signature	Signature 											
Signature date	<sup>d</sup> 0	<sup>d</sup> 7	<sup>m</sup> 0	<sup>m</sup> 7	<sup>y</sup> 2	<sup>y</sup> 0	<sup>y</sup> 2	<sup>y</sup> 2				

# LIQ03

## Notice of progress report in voluntary winding up



### 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 Jack Walker

Company name Parker Andrews Limited

Address 5th Floor

The Union Building

Post town 51-59 Rose Lane

County/Region Norwich

Postcode N R 1 1 B Y

Country

DX

Telephone 01603 284284



### 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

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This form is available in an alternative format. Please visit the forms page on the website at [www.gov.uk/companieshouse](http://www.gov.uk/companieshouse)

**BM 2016-1 Limited (formerly known as QVS Electrical Wholesale Limited)**  
**(In Liquidation)**  
**Liquidator's Summary of Receipts & Payments**

Statement of Affairs £	From 03/06/2021 To 02/06/2022 £	From 03/06/2016 To 02/06/2022 £
	<b>ASSET REALISATIONS</b>	
	3rd Party Contribution towards Lease	NIL 4,000.00
	3rd Party Contribution towards Legal F	NIL 4,800.00
	Bank Interest Gross	64.16 252.50
	Bank Refund	182.58 182.58
53,317.00	Book Debts	NIL 2,151.36
	Card Processing Reserve Funds	NIL 3,374.03
670,879.00	Cash at Bank	NIL 687,699.88
	Creditors' Meeting Deposit	NIL 1,500.00
Uncertain	Debt due from Ryness	NIL NIL
	Interest on Settlement from Directors	NIL 41,696.67
	Rates Refund	NIL 671.19
	Refund of Legal Expenses	NIL 83.00
	Settlement from Directors	NIL 924,348.40
Uncertain	Tax Refund	NIL NIL
	246.74	1,670,759.61
	<b>COST OF REALISATIONS</b>	
	Accountancy Fees	NIL 550.00
	Agents/Valuers Fees (1)	NIL 1,534.24
	Bank Charges	NIL 15.00
	Bank Charges - International	30.00 30.00
	Corporation Tax	19.26 20.47
	Counsel Fee on Account	NIL 1,000.00
	Customer Refunds	NIL 2,712.40
	Insurance of Assets	NIL 1,041.00
	Legal Expenses (non Vatable)	NIL 790.00
	Legal Expenses (Vatable)	NIL 13,149.67
	Legal Fees (1)	NIL 195,679.33
	Legal Fees (paid from Third Party fund	NIL 4,000.00
	Office Holders Expenses	564.73 1,033.33
	Office Holders Fees	52,627.00 187,926.00
	Preparation of S. of A.	NIL 13,000.00
	Return of 3rd Party Contribution towar	NIL 4,800.00
	Specific Bond	1,340.00 3,016.80
	Statutory Advertising	90.00 380.50
	Trust Monies due to Ryness	NIL 607,415.64
	Vaulation Costs	NIL 400.00
	(54,670.99)	(1,038,494.38)
	<b>PREFERENTIAL CREDITORS</b>	
	Pension Schemes	125.06 125.06
	(125.06)	(125.06)
	<b>UNSECURED CREDITORS</b>	
(205,000.00)	Customs & Excise	NIL NIL
(192,000.00)	Inland Revenue	NIL NIL
	Pension Schemes	14.82 14.82
(1,528,029.57)	Trade & Expense Creditors	96,904.60 96,904.60
	(96,919.42)	(96,919.42)
	<b>DISTRIBUTIONS</b>	
(270.00)	Ordinary Shareholders	NIL NIL
	NIL	NIL
<b>(1,201,103.57)</b>	<b>(151,468.73)</b>	<b>535,220.75</b>
	<b>REPRESENTED BY</b>	

**BM 2016-1 Limited (formerly known as QVS Electrical Wholesale Limited)**  
**(In Liquidation)**  
**Liquidator's Summary of Receipts & Payments**

Statement of Affairs £	From 03/06/2021 To 02/06/2022 £	From 03/06/2016 To 02/06/2022 £
REPRESENTED BY CONTINUED		
Funds retained for claims to be agree		133,236.98
Interest Bearing: Barclays Bank UK Plc		391,327.16
Vat Control Account		0.26
Vat Receivable		10,656.35
		<b>535,220.75</b>

## **ANNUAL PROGRESS REPORT**

**BM 2016-1 Limited (formerly known as QVS Electrical Wholesale Limited) - IN CREDITORS'  
VOLUNTARY LIQUIDATION**

## **Content**

- Executive Summary
- Administration and Planning
- Enquiries and Investigations
- Realisation of Assets
- Creditors
- Ethics
- Fees and Expenses
- Creditors' Rights
- Conclusion

## **Appendices**

- Appendix I - Statutory Information
- Appendix II – Receipts and Payments account for the period 3 June 2021 to 2 June 2022, as well as a cumulative account for the period 3 June 2016 to 2 June 2022
- Appendix III - Detailed list of work undertaken in the period
- Appendix IV - Time cost information for period 3 June 2021 to 2 June 2022, as well as a cumulative account for the period 3 June 2016 to 2 June 2022
- Appendix V - Time costs summary for period, cumulative & comparison with estimate
- Appendix VI - Expenses summary for period, cumulative & comparison with estimate

## EXECUTIVE SUMMARY

A summary of key information in this report is detailed below.

### Assets

<b>Asset</b>	<b>Estimated to realise Statement of Affairs £</b>	<b>Realisations to date £</b>	<b>Anticipated future realisations £</b>	<b>Total anticipated realisations £</b>
Third Party Contribution towards Lease Assignment	-	4,000.00	Nil	4,000.00
Third Party Contribution towards Legal Fees	-	4,800.00	Nil	4,800.00
Bank Interest Gross	-	252.50	Uncertain	Uncertain
Bank Refund	-	182.58	Nil	182.58
Book Debts	53,317.00	2,151.36	Nil	2,151.36
Card Processing Reserve Funds	-	3,374.03	Nil	3,374.03
Cash at Bank ***	670,879.00	687,699.88	Nil	687,699.88
Creditors' Meeting Deposit	-	1,500.00	Nil	1,500.00
Debt Due from Ryness	Uncertain	Nil	Nil	Nil
Interest on Settlement from Directors	-	41,696.67	Uncertain	Uncertain
Rates Refund	-	671.19	Nil	671.19
Refund of Legal Expenses	-	83.00	Nil	83.00
Settlements from Directors	-	924,348.40	Uncertain	Uncertain
Tax Refund	Uncertain	Nil	Uncertain	Uncertain
<b>TOTAL</b>	<b>Uncertain</b>	<b>1,670,759.61</b>	<b>Uncertain</b>	<b>Uncertain</b>

\*\*\* Despite the sum of £687,699.88 being received in relation to cash at bank, it is worth noting that a large proportion of these funds were held on trust for Ryness Electrical Supplies Limited ("Ryness") and the sum of £607,415.64 was transferred to Ryness in this regard, as detailed below and on the enclosed Receipts and Payments Account at Appendix 1.

### Expenses

<b>Expense</b>	<b>Amount per fees and expenses estimates £</b>	<b>Expense incurred to date £</b>	<b>Anticipated further expense to closure £</b>	<b>Total anticipated expense £</b>
Accountancy Fees	-	550.00	Nil	550.00
Agents/Valuers Fees	-	1,534.24	Nil	1,534.24
Bank Charges	-	15.00	Uncertain	Uncertain
Bank Charges – International	-	30.00	Uncertain	Uncertain
Corporation Tax	-	20.47	Uncertain	Uncertain
Counsel Fee on Account	-	1,000.00	Nil	1,000.00
Customer Refunds	-	2,712.40	Nil	2,712.40
Insurance of Assets	1,041.00	1,041.00	Nil	1,041.00
Legal Expenses (non-Vatable)	-	790.00	Nil	790.00
Legal Expenses (Vatable)	-	13,149.67	Nil	13,149.67



ANNUAL PROGRESS REPORT OF BM 2016-1 Limited (formerly known as QVS Electrical Wholesale Limited) - IN CREDITORS' VOLUNTARY LIQUIDATION

Legal Fees (1)	200,000.00	195,679.33	Nil	195,679.33
Legal Fees (paid from Third Party funds)	4,000.00	4,000.00	Nil	4,000.00
Office Holder's Expenses	528.60	1,033.33	Uncertain	Uncertain
Office Holder's Fees	232,209.43	211,545.00	20,664.43	232,209.43
Preparation of S.of.A.	13,000.00	13,000.00	Nil	13,000.00
Refund of Third-Party Contribution towards Legal Fees	4,800.00	4,800.00	Nil	4,800.00
Specific Bond	1,676.80	3,016.80	Uncertain	Uncertain
Statutory Advertising	370.70	380.50	Uncertain	Uncertain
Trust Monies due to Ryneess	-	607,415.64	Nil	607,415.64
Valuation Costs	-	400.00	Nil	400.00
<b>TOTAL</b>	<b>457,097.93</b>	<b>1,062,113.38</b>	<b>Uncertain</b>	<b>Uncertain</b>

**Dividend prospects**

<b>Creditor class</b>	<b>Distribution / dividend paid to date</b>	<b>Anticipated distribution / dividend, based upon the above</b>
Secured creditor	N/A	N/A
Preferential creditors	100p in the £ on 8 December 2021	100p in the £
Unsecured creditors	9.48p in the £ On 8 December 2021	Uncertain

**Summary of key issues outstanding**

- Monitor and pursue additional funds from director's settlement as appropriate;
- Liaise with Company's former accountant and HMRC regarding S455 tax refund, or reduction of their claim;
- Finalise creditor claim adjudication; and
- Pay distributions to unsecured creditors when appropriate.

**Closure**

Due to the issues outstanding as listed above, it is difficult to estimate the timing of the closure of the Liquidation.

## **ADMINISTRATION AND PLANNING**

### **Statutory information**

Statutory information may be found at Appendix I.

The Liquidator is required to meet a considerable number of statutory and regulatory obligations. Whilst many of these tasks do not have a direct benefit in enhancing realisations for the insolvent estate, they assist in the efficient and compliant progressing of the administration of the case, which ensures that work is carried out to high professional standards. A detailed list of these tasks may be found in Appendix III.

### **Administration tasks**

During the Review Period, the following material tasks in this category were carried out:

- Meetings between members of staff (and solicitors) to discuss strategy on more complex matters;
- Case reviews and file reviews.
- Monitoring the Company's bank account and carrying out reconciliations;
- Filing returns in respect of corporation tax and VAT; and
- Reviewing bond position on a monthly basis.

## **ENQUIRIES AND INVESTIGATIONS**

As detailed in my previous reports, initial investigations into the directors' conduct revealed matters that the Liquidator considered merited further review, and it subsequently became apparent that the Company had substantial claims against its directors. After negotiations, formal settlement agreements have been entered into with both directors.

Those settlements are governed by confidentiality clauses (save for regulatory, reporting and other specified purposes). I can however confirm that, to date, the settlements have resulted in a total of £924,348.40 (plus interest of £41,696.67 in respect of both ordinary and late payment interest accrued) being received into the liquidation for the benefit of the liquidation and its creditors. A further sum, which is yet to be ascertained under the terms of the settlement, is expected at a later date. The outstanding sum owed under this settlement is secured by way of a charge over the property belonging to the director and a third party. It is however uncertain exactly when the outstanding balance will be received in relation to this settlement.

Having assessed the matter carefully, and factored in litigation costs and risks, I consider that the settlements agreed with the directors represent the best outcome for both the liquidation and the Company's creditors in all the circumstances. The alternative was to pursue proceedings against the directors, which I consider would likely have resulted in significant costs and ultimately risked lesser returns for the liquidation and creditors.

## **REALISATION OF ASSETS**

Detailed below is key information about asset realisation and strategy in the period of this report, however, more details about the work undertaken may be found at Appendix III. The Liquidator formulated and worked through a realisation strategy that sought to maximise realisations net of costs. The financial benefit of those efforts is described further below. This section should be read in conjunction with my previous reports to creditors.

Detailed below is key information about asset realisation and strategy, however, more details about the work undertaken may be found at Appendix III. The Liquidator formulated and worked through a realisation strategy that sought to maximise realisations net of costs. The financial benefit of those efforts is described further below.

#### **Bank Interest Gross**

During the period of this report, gross bank interest of £64.16 has been received on funds held in the Liquidation bank account.

#### **Bank Refund**

During the period of this report, the sum of £182.58 has been received from HSBC UK Bank Plc in relation to a bank refund.

#### **Book Debts**

As detailed in previous reports, pursuant to the sale and purchase agreement, it was envisaged that Ryness would collect book debts due to the Company, and account to the Company for them. It was understood that Ryness had collected book debts in excess of £100,000 in this regard, however they had alleged that they were entitled to offset these funds against their purported claim in the Liquidation. Whilst this matter was initially disputed, it was considered that it would be in the best interest of creditors for this matter to be resolved in a cooperative manner, and this was therefore put on hold with rights reserved to pursue in the future should it transpire that it was reasonable and appropriate to do so.

During the period of this report, the Liquidator has taken steps to formally adjudicate all claims received in order to process the interim distribution which was declared on 8 December 2021. The Liquidator has subsequently been in correspondence with Ryness in order to reconcile the position regarding book debts collected in conjunction with their claim in the Liquidation. This matter has now been finalised and, as a result of this adjudication, Ryness' claim in the Liquidation has been reduced from £298,379.83 to £193,132.11. No further recoveries will however be made by the Company in relation to book debts.

#### **Tax Refund**

As detailed in previous reports, it was initially considered there may be a refund due from HM Revenue & Customs ("HMRC") in respect of the Company's tax affairs. Work would however be required to bring the Company's accounting information up to date in order to review this which would incur a cost to the creditors, and in any event, it was uncertain whether any potential claim would be successful.

As detailed above, the Liquidator has now taken steps to formally adjudicating all claims received in view of paying an interim distribution to the Company's unsecured creditors and it appears that there may be a refund to be pursued in relation to Section 455 of the Taxes Management Act 1970. The Liquidator is therefore currently liaising with the Company's former accountants in order to submit the relevant returns to make this claim, which may subsequently reduce HMRC's claim in the Liquidation. A further update will therefore be provided in the next progress report to creditors in this regard.

#### **CREDITORS**

Irrespective of whether sufficient realisations are achieved to pay a dividend to creditors, the Liquidator has had to carry out key tasks which are detailed in the list at Appendix III. The following sections explain the anticipated outcomes to creditors and any distributions paid.

### **Reporting**

The Liquidator has met his statutory and regulatory duties to report to creditors, as listed below. In consideration of the need for transparency and engagement with creditors, care has been taken to ensure that reports and other communications with creditors have provided useful details of the strategies pursued and the outcomes anticipated.

During the Review Period, the following key documents have been issued:

- 6 monthly reports to the Liquidation Committee; and
- This progress report.

### **Secured creditors**

There are no secured creditors of the Company.

### **Preferential creditors**

#### **Employee claims**

As detailed in previous reports, no preferential claims have been received in relation to the arrears of wages and holiday pay from the former employees as they were transferred to Ryness under Transfer of Undertakings (Protection of Employment) ("TUPE").

However, as advised in my previous report, the Liquidator has been in correspondence with specialist agents, Clumber Consultancy Limited, with regard to potential claims relating to unpaid pension contributions. The relevant information has been submitted to the Redundancy Payments Service in respect of these unpaid pension contributions and, during the period of this report, a claim has been received from the Redundancy Payments Service for the sum of £125.06 in this regard.

A distribution of 100p in the £ was paid to the Redundancy Payments Service in relation to the above claim on 8 December 2021. No further preferential claims are anticipated.

### **Unsecured creditors**

HM Revenue & Customs ("HMRC") was shown to be owed £397,000. A claim of £481,246.62 has been received.

The trade and expense creditors as per the statement of affairs totalled £1,925,030. Claims have been received totalling £2,416,307.38 from unsecured creditors to date. Due to the nature of the Company and the substantial number of creditors, there has been numerous telephone conversations and correspondence with creditors, and the Liquidation Committee, who were keen to request more information in respect of their position and put forward their queries. The Liquidator has also been required to draft and circulate reports to the Committee on a six-monthly basis.

Please be advised that proofs of debt are still being received and therefore the total value of unsecured claims is not known at present.

During the period of this report, the Liquidator has taken steps to adjudicate all claims received and the majority of these claims have been fully adjudicated accordingly. There are some claims which require further evidence to be provided before these can be fully adjudicated, including the HMRC claim as detailed above, and the Liquidator remains in correspondence with these creditors in order to resolve these matters. These creditors have been included within the interim distribution detailed below, but the relevant funds have been held back and will be paid once the claims have been fully agreed.

### **Dividend prospects**

Further to the above, an interim distribution of 9.48p was paid to unsecured creditors on 8 December 2021, with the total amount distributed being £76,598.54.

It is anticipated that there will be sufficient funds for a further distribution to be made to unsecured creditors, however it is very difficult to estimate the quantum or timing of this dividend at present as this will be dependent on further sums received in respect of the director's settlement, as well as any further creditor claims received and the outcome of the formal adjudication of these claims.

Where a floating charge is created after 15 September 2003 a prescribed part of the company's net property shall be made available to unsecured creditors.

The Company has not granted a floating charge to any creditor after 15 September 2003 and consequently there will be no prescribed part in this Liquidation.

### **ETHICS**

Please also be advised that Liquidator is bound by the Insolvency Code of Ethics when carrying out all professional work relating to an insolvency appointment.

### **General ethical considerations**

During the Review Period, no new threats to compliance with the Code of Ethics have been identified.

### **Specialist Advice and Services**

When instructing third parties to provide specialist advice and services or having the specialist services provided by the firm, the Liquidator is obligated to ensure that such advice or work is warranted, and that the advice or work contracted reflects the best value and service for the work undertaken. The firm reviews annually the specialists available to provide services within each specialist area and the cost of those services to ensure best value. The specialists chosen usually have knowledge specific to the insolvency industry and, where relevant, to matters specific to this insolvency appointment. Details of the specialists specifically chosen in this matter are detailed below.

### **FEES AND EXPENSES**

#### **Pre-Appointment Costs**

##### **Fixed fee agreed with the Directors and ratified by members and creditors' committee**

The creditors committee authorised the fee of £13,000 plus disbursements plus VAT for assisting the directors in calling the relevant meeting and with preparing the statement of affairs on 18 August 2016.

A payment of £550 was also paid to AH Partnership Limited for their assistance with preparing accounts in connection with the statement of affairs. The fee for the statement of affairs and meetings was paid from first realisations on appointment and is shown in the enclosed receipts and payments account.

#### **The Liquidator's fees**

It is the firm's practice to ensure that work is conducted by the appropriate staff member at the appropriate level of experience. Junior members of staff deal with the day-to-day administration on cases and a senior manager and director then oversees the work undertaken. Where the issues are complex and litigious, the work will be closely supervised or undertaken by a senior manager or director.

The basis of the Liquidator's fees was approved by creditors on 16 January 2017 in accordance with the following resolution:

*"That the Liquidator is authorised to draw his remuneration on the basis of time properly spent by him and his staff, such time costs to be drawn on account from time to time as funds permit and capped at £39,336 plus disbursements and VAT"*

This resolution was approved on the basis of time incurred as at 20 December 2016 and no estimate was given for any future work which would be incurred. The Liquidator therefore reserved the right to seek an amended basis of his remuneration in excess of the proposed cap in the event that he continued in office.

As advised in previous reports, Ryness made a payment of £4,000 plus VAT in respect of the Liquidator's costs for dealing with the lease assignments, leaving an undrawn balance of £39,336 plus VAT which was approved by creditors on 16 January 2017, as detailed above. The sum of £43,336 plus VAT was therefore drawn on account of time costs incurred.

Further fees in excess of the original fees estimate were approved by the Liquidation committee on 5 June 2020 in accordance with the following decision:

*"That the basis of the Liquidator's fees be fixed by reference to the time properly given by the Liquidator and his staff in attending to matters arising in the winding up of the Company, such time to be charged at the prevailing standard hourly charge out rates used by the firm at the time when the work is performed, to increase fee approval from £43,336 plus VAT to £232,209.43 plus VAT."*

The time costs for the period 3 June 2021 to 2 June 2022 total £59,965, representing 221.7 hours at an average hourly rate of £270.48. The time costs for the period are detailed at Appendix IV.

The total time costs during the period of appointment amount to £211,545 representing 907.7 hours at an average hourly rate of £233.06 and a comparison between the original estimate and time costs to date is given at Appendix V.

Having regard for the costs that are likely to be incurred in bringing this Liquidation to a close, the Liquidator considers that:

- the original fees estimate has been exceeded, however the adjusted fees estimate is unlikely to be exceeded; and
- the adjusted expenses estimate is unlikely to be exceeded for reasons provided at Appendix VI.

The main reason why the original fees estimate was exceeded is due to the fact that the original estimate was solely based on time incurred as of 20 December 2016 and no estimate was given for any future work which would be incurred. Since the date that the original fees estimate was approved, there has been extensive work required in respect of liaising with solicitors and negotiating settlements with former directors of the Company and further work will still be required in order to realise the remaining funds owed in respect of these settlements. Furthermore, due to the substantial number of creditors in the Liquidation, a significant amount of time has been required to adjudicate creditor claims for dividend purposes.

### **Expenses**

**An amended Statement of Insolvency Practice (SIP), SIP 9, was issued on 1 April 2021. The amended SIP 9 has changed some of the terminology and introduced additional disclosure requirements. The information below may therefore not reflect the information previously provided.**

The expenses, which include disbursements, that have been incurred and not yet paid during the period are detailed on Appendix VI. Also included in Appendix VI is a comparison of the expenses likely to be incurred in the Liquidation as a whole with the original expenses estimate, together with reasons where any expenses are likely to exceed that estimate.

The category 1 expenses paid for in the period 3 June 2021 to 2 June 2022 total £1,994.73 are detailed at Appendix II and represent payments to parties not associated with the firm, who have provided services or goods for the administration of the assignment.

Information about this insolvency process may be found on the R3 website at <http://www.creditorinsolvencyguide.co.uk/>. A copy of 'A Creditors' Guide to Fees' may be found at <http://www.thecompliancealliance.co.uk/cgflig.pdf>. A hard copy of both the Creditors' Guide and the firm's charge-out rate and disbursement policy may be obtained on request.

### **Other professional costs**

#### **Solicitors**

As detailed in my previous reports, the Liquidator decided to change solicitors and EMW Law LLP were instructed as legal advisors in relation to in respect of their assistance with litigation and negotiation of settlements with directors, further information of which is detailed earlier in this report. Their costs were agreed on the basis of their standard hourly charge out rates, plus expenses and VAT. The total solicitors' fees for the period of appointment total £195,679.33 plus expenses plus VAT and these have been paid in full. No further solicitors' fees have been incurred during the period of this report as EMW Law LLP have closed their files.

#### **Agents Fees**

Clumber were instructed to advise me in respect of pension obligations. Their costs have been agreed on a fixed fee basis plus VAT. The agents' fees from the date of appointment amount to £1,534.24 plus VAT and they have been paid in full. No further costs have been incurred in this regard during the period of this report.

### **CREDITORS' RIGHTS**

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

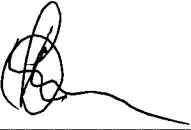
An unsecured creditor may, with the permission of the court or with the concurrence of 10% in value of the creditors (including the creditor in question), apply to court to challenge the amount and/or basis of the Liquidator's fees and the amount of any proposed expenses or expenses already incurred, within 8 weeks of receipt of this report. Any secured creditor may make a similar application to court within the same time limit.

## CONCLUSION

The administration of the case will be continuing to finalise the following outstanding matters that are preventing this case from being closed:

- Monitor and pursue additional funds from director's settlement as appropriate;
- Liaise with Company's former accountant and HMRC regarding S455 tax refund, or reduction of their claim;
- Finalise creditor claim adjudication; and
- Pay distributions to unsecured creditors as appropriate.

If you require any further information, please contact this office.

Signed   
\_\_\_\_\_  
David Perkins  
Liquidator  
7 July 2022



## **Appendix I**

### **Statutory Information**

Company Name	<b>BM 2016-1 Limited</b>
Former Trading Name	<b>Formerly known as QVS Electrical Wholesale Limited</b>
Company Number	<b>02975861</b>
Registered Office	<b>5th Floor, The Union Bulding, 51-59 Rose Lane, Norwich, NR1 1BY</b>
Former Registered Office	<b>5-6 The Courtyard, East Park, Crawley, West Sussex, RH10 6AG</b>
Office holders	<b>David Perkins</b>
Office holders' address	<b>Parker Andrews Limited, 5th Floor, The Union Building, 51-59 Rose Lane, Norwich, NR1 1BY</b>
Date of appointment	<b>3 June 2016</b>

**Appendix II**

**Receipts and Payments account for the period 3 June 2021 to 2 June 2022, as well as a cumulative account for the period 3 June 2016 to 2 June 2022**

BM 2016-1 Limited (formerly known as QVS Electrical Wholesale Limited)  
(In Liquidation)

Liquidator's Summary of Receipts & Payments

Statement of Affairs £	From 03/06/2021 To 02/06/2022 £	From 03/06/2016 To 02/06/2022 £
<b>ASSET REALISATIONS</b>		
	NIL	4,000.00
	NIL	4,800.00
	64.16	252.50
	182.58	182.58
53,317.00	NIL	2,151.36
	NIL	3,374.03
670,879.00	NIL	687,699.88
	NIL	1,500.00
Uncertain	NIL	NIL
	NIL	41,696.67
	NIL	671.19
	NIL	83.00
	NIL	924,348.40
Uncertain	NIL	NIL
	246.74	1,670,759.61
<b>COST OF REALISATIONS</b>		
	NIL	550.00
	NIL	1,534.24
	NIL	15.00
	30.00	30.00
	19.26	20.47
	NIL	1,000.00
	NIL	2,712.40
	NIL	1,041.00
	NIL	790.00
	NIL	13,149.67
	NIL	195,679.33
	NIL	4,000.00
	564.73	1,033.33
	52,627.00	187,926.00
	NIL	13,000.00
	NIL	4,800.00
	1,340.00	3,016.80
	90.00	380.50
	NIL	607,415.64
	NIL	400.00
	(54,670.99)	(1,038,494.38)
<b>PREFERENTIAL CREDITORS</b>		
	125.06	125.06
	(125.06)	(125.06)
<b>UNSECURED CREDITORS</b>		
(205,000.00)	NIL	NIL
(192,000.00)	NIL	NIL
	14.82	14.82
(1,528,029.57)	96,904.60	96,904.60
	(96,919.42)	(96,919.42)
<b>DISTRIBUTIONS</b>		
(270.00)	NIL	NIL
	NIL	NIL
(1,201,103.57)	(151,468.73)	535,220.75
<b>REPRESENTED BY</b>		

BM 2016-1 Limited (formerly known as QVS Electrical Wholesale Limited)  
(In Liquidation)  
Liquidator's Summary of Receipts & Payments

Statement of Affairs £	From 03/06/2021 To 02/06/2022 £	From 03/06/2016 To 02/06/2022 £
REPRESENTED BY CONTINUED		
Funds retained for claims to be agree		133,236.98
Interest Bearing: Barclays Bank UK Plc		391,327.16
Vat Control Account		0.26
Vat Receivable		10,656.35
		<hr/>
		535,220.75
		<hr/>

### Appendix III

#### Detailed list of work undertaken for BM 2016-1 Limited (formerly known as QVS Electrical Wholesale Limited) in Creditors' Voluntary Liquidation for the review period 3 June 2021 to 2 June 2022

Below is detailed information about the tasks undertaken by the Liquidator.

General Description	Includes
<b>Statutory and General Administration</b>	
Statutory/advertising	Filing of documents to meet statutory requirements including annual receipts and payments accounts Annual corporation tax returns Advertising in accordance with statutory requirements Bonding the case for the value of the assets
Document maintenance/file review/checklist	Filing of documents Periodic file reviews documenting strategy Periodic reviews of the application of ethical, anti-money laundering and anti-bribery safeguards Maintenance of statutory and case progression task lists/diaries Updating checklists
Bank account administration	Requesting bank statements Bank account reconciliations Correspondence with bank regarding specific transfers Maintenance of the estate cash book Banking remittances and issuing cheques/BACS payments
Planning / Review	Discussions regarding strategies to be pursued Meetings with team members and independent advisers to consider practical, technical and legal aspects of the case
Books and records / storage	Dealing with records in storage
<b>Investigations</b>	
Books and Records	Review of Company's files and records held in storage
<b>Realisation of Assets</b>	
Settlements from Directors	Liaising with directors and solicitors regarding recovery actions relating to agreed settlements
Tax Refund	Review books and records and accounting information regarding potential tax refund Discuss strategy with legal advisors and former accountants Consider claim received from HMRC
<b>Creditors and Distributions</b>	
Reports	Preparing annual progress report, investigation and general reports to creditors
Creditor Communication	Receive and follow up creditor enquiries via telephone Review and prepare correspondence to creditors and their representatives via facsimile, email and post
Dealing with proofs of debt ("POD")	Receipting and filing POD when not related to a dividend Corresponding with RPO regarding POD when not related to a dividend
Processing proofs of debt	Preparation of correspondence to potential creditors inviting submission of POD Receipt of POD Adjudicating POD Request further information from claimants regarding POD Preparation of correspondence to claimant advising outcome of adjudication Seeking solicitors' advice on the validity of complex claims
Dividend procedures	Paying a distribution to preferential and unsecured creditors

ANNUAL PROGRESS REPORT OF BM 2016-1 Limited (formerly known as QVS Electrical Wholesale Limited) - IN CREDITORS' VOLUNTARY LIQUIDATION

General Description	Includes
	The process below will need to be applied for each class of creditor paid: Preparation of correspondence to creditors advising of intention to declare distribution Advertisement of notice of proposed distribution Preparation of distribution calculation Preparation of correspondence to creditors announcing declaration of distribution Preparation of cheques/BACS to pay distribution Preparation of correspondence to creditors enclosing payment of distribution Dealing with unclaimed dividends
<b>Creditors Committee</b>	Reporting to committee members Seeking the committee's approval on case strategy

**Current Charge-out Rates for Parker Andrews Limited**

**Time charging policy**

Support staff charge their time to each case.

Support staff include cashier, secretarial and administration support.

The minimum unit of time recorded is 6 minutes.

Grade	1 March 2017 to 28 February 2019 £	1 March 2019 to 31 December 2020 £	Grade	1 January 2021 to date £
Insolvency Practitioner	375	375	Insolvency Practitioner / Director (Appointment taking)	425
Insolvency Practitioner (Non-appointment taking)	325	350	Insolvency Practitioner / Director (Non-appointment taking)	375
Associates/Consultants	300	325	Associates	350
Senior Manager	280	300	Senior Manager	325
Investigation Manager	240	-	Manager	295
Manager	225	275	Assistant Manager	260
Assistant Manager	210	240	Senior Administrator	230
Case Supervisor	190	-	Administrator	200
Senior Administrator	175	215	Assistant / Support	125
Administrator	120	175		
Assistant	60	115		
Trainee Administrator	45	-		

**Appendix IV**

**Time cost information for period 3 June 2021 to 2 June 2022, as well as a cumulative account for the period 3 June 2016 to 2 June 2022**

Time Entry - Detailed SIP9 Time & Cost Summary

Q002 - BM 2016-1 Limited (formerly known as QVS Electrical Wholesale Limited) QVS Electrical Wholesale Limited)  
From: 03/06/2021 To: 02/06/2022  
All Post Appointment Project Codes

Classification of Work Function	Partner	Manager	Other Senior Professionals	Assistants & Support Staff	Total Hours	Time Cost (£)	Average Hourly Rate (£)
102 : Appointment Documentation	0.00	0.00	1.10	0.50	1.60	303.50	189.69
104 : Case Reviews & Strategy	2.90	3.40	3.90	0.00	10.20	3,117.50	305.64
105 : Cashiering	0.20	0.00	8.20	13.00	21.40	3,596.00	168.04
106 : Filing	0.00	1.50	3.30	0.80	5.60	1,337.50	238.84
108 : Correspondence with Debtor/Directors	0.00	0.00	0.20	0.00	0.20	46.00	230.00
Administration & Planning	3.10	4.90	16.70	14.30	39.00	8,400.50	215.40
500 : Preferential Creditors	0.00	0.00	0.80	0.00	0.80	184.00	230.00
501 : Unsecured Creditors	35.20	11.40	92.60	0.60	139.80	38,247.00	273.58
502 : Employee Matters	0.00	0.00	2.30	0.00	2.30	529.00	230.00
503 : Committee Matters	0.50	0.00	6.00	0.00	6.50	1,592.50	245.00
504 : Statutory Reporting to Creditors	4.20	0.00	3.40	1.30	8.90	2,551.50	286.69
506 : Creditors Meetings	7.50	2.20	0.00	0.00	9.70	3,602.50	371.39
Creditors	47.40	13.60	105.10	1.90	168.00	46,706.50	278.01
202 : Books & Records	0.00	0.00	0.00	0.10	0.10	12.50	125.00
Investigations	0.00	0.00	0.00	0.10	0.10	12.50	125.00
302 : Property (inc leases)	0.40	0.00	0.00	0.00	0.40	170.00	425.00
306 : Other Assets	9.60	0.00	2.00	0.00	11.60	4,070.00	350.86
309 : Antecedent Transactions	0.00	0.00	1.00	0.00	1.00	230.00	230.00
312 : Sundry Refunds / Insurance Claims	0.00	0.00	1.10	0.30	1.40	290.50	207.50
323 : Director's Loan Account	0.20	0.00	0.00	0.00	0.20	85.00	425.00
Realisation of Assets	10.20	0.00	4.10	0.30	14.60	4,845.50	331.88
Total Hours	60.70	18.50	125.90	16.60	221.70	59,965.00	270.48
Total Fees Claimed						160,839.06	



# Time Entry - Detailed SIP9 Time & Cost Summary

Q002 - BM 2016-1 Limited (formerly known as QVS Electrical Wholesale Limited) QVS Electrical Wholesale Limited)  
From: 27/10/2017 To: 03/06/2022  
All Post Appointment Project Codes

Classification of Work Function	Partner	Manager	Other Senior Professionals	Assistants & Support Staff	Total Hours	Time Cost (£)	Average Hourly Rate (£)
102 : Appointment Documentation	0.40	0.00	1.10	2.40	3.90	567.50	145.51
103 : Statutory Filing & Advertising	0.00	0.20	0.20	0.00	0.40	106.00	265.00
104 : Case Reviews & Strategy	33.80	13.40	39.60	0.00	86.80	25,257.00	290.98
105 : Cashiering	2.50	0.20	31.50	19.50	53.70	10,300.50	191.82
106 : Filing	6.60	3.00	9.90	21.60	41.10	8,395.00	204.26
108 : Correspondence with Debtor/Directors	0.80	0.00	2.70	0.00	3.50	835.50	238.71
Administration & Planning	44.10	16.80	85.00	43.50	189.40	45,461.50	240.03
500 : Preferential Creditors	0.50	0.00	0.80	0.00	1.30	396.50	305.00
501 : Unsecured Creditors	36.20	11.70	99.10	2.50	149.50	40,193.00	268.85
502 : Employee Matters	0.20	0.00	2.70	0.00	2.90	696.00	240.00
503 : Committee Matters	4.40	1.20	19.50	0.00	25.10	6,311.50	251.45
504 : Statutory Reporting to Creditors	8.50	2.20	59.00	4.50	74.20	16,418.00	221.27
505 : Secured Creditor	0.10	0.00	0.00	0.50	0.60	67.50	112.50
506 : Creditors Meetings	7.50	2.20	0.00	0.00	9.70	3,602.50	371.39
Creditors	57.40	17.30	181.10	7.50	263.30	67,685.00	257.06
201 : CDDA Reports	0.40	0.00	0.00	0.00	0.40	150.00	375.00
202 : Books & Records	0.00	0.00	4.50	3.00	7.50	1,142.50	152.33
203 : Investigations	29.00	3.10	19.90	0.00	52.00	15,279.00	293.83
Investigations	29.40	3.10	24.40	3.00	59.90	16,571.50	276.65
300 : Securing & Insuring	0.00	0.00	0.10	0.00	0.10	21.50	215.00
302 : Property (inc leases)	5.40	0.00	2.00	0.00	7.40	2,571.00	347.43
305 : Stock	0.10	0.00	0.30	0.00	0.40	102.00	255.00
306 : Other Assets	10.20	0.00	2.00	0.00	12.20	4,295.00	352.05
309 : Antecedent Transactions	0.00	0.00	2.50	0.00	2.50	552.50	221.00
312 : Sundry Refunds / Insurance Claims	0.00	0.00	1.10	0.30	1.40	290.50	207.50
323 : Director's Loan Account	0.30	0.00	0.20	0.00	0.50	165.50	331.00
Realisation of Assets	16.00	0.00	8.20	0.30	24.50	7,998.00	326.45
Total Hours	146.90	37.20	298.70	54.30	537.10	137,716.00	256.41
Total Fees Claimed						160,839.06	

Time Entry - Detailed SIP9 Time & Cost Summary

Q002 - BM 2016-1 Limited (formerly known as QVS Electrical Wholesale Limited)  
To: 26/10/2017  
Project Code: POST

Classification of Work Function	Partner	Manager	Other Senior Professionals	Assistants & Support Staff	Total Hours	Time Cost (£)	Average Hourly Rate (£)
100 : Admin and Planning	0.60	0.40	17.10	3.10	21.20	3,043.00	143.54
102 : Case Strategy & Planning	7.20	3.90	0.60	0.00	11.70	2,955.00	252.56
103 : Statutory/Meetings	30.80	1.20	14.30	26.20	72.50	12,591.00	173.67
104 : Receipts & Payments	5.30	0.00	4.00	0.00	9.30	1,925.00	206.99
105 : Taxation	0.00	0.00	3.90	0.00	3.90	585.00	150.00
Admin and Planning	43.90	5.50	39.90	29.30	118.60	21,099.00	177.90
600 : Case Specific Matters	0.80	0.00	0.40	0.00	1.20	300.00	250.00
601 : Communication with Director	0.90	0.00	0.00	0.00	0.90	225.00	250.00
604 : Legal	0.00	0.10	0.00	0.00	0.10	20.00	200.00
Case Specific Matters	1.70	0.10	0.40	0.00	2.20	545.00	247.73
500 : Creditors	0.20	0.00	59.60	7.00	66.80	9,550.00	142.96
501 : Reporting	5.60	0.00	7.20	0.00	12.80	2,490.00	194.53
503 : Unsecured Creditors	22.30	0.60	0.00	0.00	22.90	5,995.00	261.79
504 : Employees	0.20	0.20	0.20	0.00	0.60	120.00	200.00
505 : HMRC	1.20	0.20	1.60	0.00	3.00	580.00	193.33
506 : Committee	35.80	2.00	0.40	0.00	38.20	9,410.00	246.34
508 : ROT	1.00	0.00	0.00	0.00	1.00	250.00	250.00
Creditors	66.30	3.00	69.00	7.00	145.30	28,395.00	195.42
200 : Investigations	12.80	3.20	0.00	0.00	16.00	3,840.00	240.00
201 : SIP 2 Review	2.30	0.00	0.00	0.00	2.30	575.00	250.00
202 : CDDA Report	0.80	0.70	0.00	0.00	1.50	340.00	226.67
Investigations	15.90	3.90	0.00	0.00	19.80	4,755.00	240.15
300 : Asset Realisation	42.80	0.00	0.90	8.00	51.70	11,475.00	221.95
301 : Book Debt Collection	7.90	1.00	0.00	0.00	8.90	2,205.00	247.75
302 : Chattels	0.10	0.00	0.00	0.00	0.10	25.00	250.00
304 : Land & Property	15.00	1.10	7.20	0.00	23.30	5,165.00	221.67
305 : Other Assets	0.40	0.00	0.00	0.00	0.40	120.00	300.00
Realisation of Assets	66.20	2.10	8.10	8.00	84.40	18,990.00	225.00
402 : Trading Accounts	0.00	0.00	0.30	0.00	0.30	45.00	150.00
Trading	0.00	0.00	0.30	0.00	0.30	45.00	150.00
Total Hours	194.00	14.60	117.70	44.30	370.60	73,829.00	199.21
Total Fees Claimed						27,086.94	

ANNUAL PROGRESS REPORT OF BM 2016-1 Limited (formerly known as QVS Electrical Wholesale Limited) - IN CREDITORS' VOLUNTARY LIQUIDATION

**Appendix V**

**Time costs summary for period, cumulative & comparison with estimate for BM 2016-1 Limited (formerly known as QVS Electrical Wholesale Limited) IN CREDITORS VOLUNTARY LIQUIDATION**

	Adjusted fees estimate (inclusive of previous fees estimate of £43,336)			Actual time costs incurred during the Review Period			Total time costs incurred to date		
Work category	Number of hours	Blended hourly rate £ per hour	Total fees £	Number of hours	Average hourly rate £ per hour	Total time costs £	Number of hours	Average hourly rate £ per hour	Total time costs £
Administration (including statutory reporting)	358.5	200.01	71,701.91	39.0	215.40	8,400.50	308.0	216.13	66,560.50
Realisation of assets	147.0	226.05	33,231.05	14.6	331.88	4,845.50	108.9	247.82	26,988.00
Creditors (claims and distribution)	510.0	203.79	103,930.47	168.0	278.01	46,706.50	408.6	235.14	96,080.00
Investigations	80.0	284.45	22,756.00	0.1	12.50	125.00	79.7	267.58	21,326.50
Trading	0.3	150.00	45.00	-	-	-	0.3	150.00	45.00
Case Specific Matters	2.2	247.73	545.00	-	-	-	2.2	247.73	545.00
<b>TOTAL</b>	<b>1,098.0</b>	<b>211.48</b>	<b>232,209.43</b>	<b>221.7</b>	<b>270.48</b>	<b>59,965.00</b>	<b>907.7</b>	<b>233.06</b>	<b>211,545.00</b>

## Appendix VI

### Expenses summary for period, cumulative & comparison with estimate for BM 2016-1 Limited (formerly known as QVS Electrical Wholesale Limited) in Creditors' Voluntary Liquidation

Below are details of the Liquidator's expenses for the period under review and the total to date.

Expenses	Adjusted Expenses Estimate £	Actual expenses incurred in the Review Period £	Actual expenses incurred to date £	Reason for any excess (if the expenses are likely to, or have, exceeded the original estimate)
<b>Category 1 Expenses</b>				
Legal Fees (Irwin Mitchell LLP and EMW Law LLP)	200,000.00	-	195,679.33	Significant further work has been required for the extensive investigations and negotiations for settlements regarding claims against the former directors.
Agents Fees (Clumber Consultancy Limited)	1,534.24	-	1,534.24	
Bordereau	1,676.80	1,340.00	3,016.80	Increase required due to additional funds received from settlements.
Sapphire Investigations Bureau	438.00	-	438.00	Means report for both directors carried out to assist with investigations
Greenash Systems Ltd	60.00	-	60.00	
Insurance	1,041.00	-	1,041.00	
Advertising	370.70	90.00	380.50	
Post Office Charges	6.60	-	6.60	
Land Registry Searches	24.00	-	24.00	Searches required to review any equity position for the former director's properties as part of settlement negotiations.
Post Works	-	106.95	380.28	Cost of postage and handling of post by external provider. This external provider was not being used at the date of the increased estimate being provided to creditors and this was therefore not included.
Courier Services	-	199.75	199.75	Courier services required in respect of the collection of supporting documentation regarding a creditors' claim.
<b>TOTAL</b>	<b>205,151.34</b>	<b>1,736.70</b>	<b>202,760.50</b>	