In accordance with Rule 18.8 of the Insolvency (England & Wales) Rules 2016.

WU07

Notice of progress report in a winding-up by the court

Companies House

WEDNESDAY

A94ZEUXV
A24 13/05/2020 #45
COMPANIES HOUSE

1 Company details

Company number	0 2 9 8 3 3 5 5
Company name in full	LRH Services Limited

→ **Filling in this form**
Please complete in typescript or in bold black capitals.

2 Liquidator's name

Full forename(s)	Ian
Surname	Richardson

3 Liquidator's address

Building name/number	No 1 Whitehall Riverside
Street	Whitehall Road
Post town	Leeds
County/Region	
Postcode	L S 1 4 B N
Country	

4 Liquidator's name ❶

Full forename(s)	Kevin J
Surname	Hellard

❶ **Other liquidator**
Use this section to tell us about another liquidator.

5 Liquidator's address ❷

Building name/number	30 Finsbury Square
Street	
Post town	London
County/Region	
Postcode	E C 2 A 1 A G
Country	

❷ **Other liquidator**
Use this section to tell us about another liquidator.

WU07
Notice of progress report in a winding-up by the court

6 Period of progress report

From date	d2 d1	m0 m3	y2 y0 y1 y9
To date	d2 d0	m0 m3	y2 y0 y2 y0

7 Progress report

☑ The progress report is attached

8 Sign and date

Liquidator's signature

Signature

X X

Signature date	d1 d2	m0 m5	y2 y0 y2 y0

WU07

Notice of progress report in a winding-up by the court

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	Benjamin Malcolm
Company name	Grant Thornton UK LLP
Address	2 Glass Wharf
	Temple Quay
Post town	Bristol
County/Region	
Postcode	B S 2 0 E L
Country	
DX	
Telephone	0117 305 7600

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

Grant Thornton

Our ref: L00516/IZR/IDM/BGM/LKG/
To the creditors and members

Insolvency and asset recovery
Grant Thornton UK LLP
2 Glass Wharf
Temple Quay
Bristol
BS2 0EL

T +44 (0)117 305 7600
F +44 (0)117 955 4934

13 May 2020

Dear Sir / Madam

LRH Services Limited - in Liquidation (the Company)
Manchester District Registry No. 2175 of 2010

1 Introduction

1.1 Following my appointment as joint liquidator of the Company together with Kevin J Hellard (also of Grant Thornton UK LLP) on 21 March 2013, in accordance with Part 18 of the Insolvency (England and Wales) Rules 2016 we now report on the progress of the liquidation for the year ended 20 March 2020 and attach:

- Appendix A, an account of our receipts and payments for the year ended 20 March 2020 and also for the whole liquidation to that date
- Appendix B, Statement of Insolvency Practice (SIP) 9 disclosure.

1.2 We are authorised by the Insolvency Practitioners Association to act as insolvency practitioners. We are bound by the Insolvency Code of Ethics when carrying out all professional work relating to an insolvency appointment.

2 Statutory information

The Company's registered number is 02983355.

3 Progress report

3.1 The Company is a creditor in the liquidation of Contracting Solutions Group (Holdings) Limited (CSGH) (of which Mr Hellard and I are also the joint liquidators) in the amount of £380,030. Following payment of the dividend to the unsecured creditors of the Company at the rate of 40p in the £, the liquidation of the Company continued while the liquidation of CSGH was ongoing, and while there was the possibility a dividend might be payable to the Company. The liquidation of CSGH is now complete and no dividend will be payable. Therefore, we are now in a position to conclude the liquidation of the Company and seek our release from office as joint liquidators. A final report to creditors will follow in due course.

3.2 We have received and unsecured claims totalling £3,291,354.

3.3 A first and final dividend of 40p in the £ was paid to the unsecured creditors on their agreed claims on 8 February 2019.

4 Investigations into the affairs of the Company

4.1 Based on the outcome of our investigations into the affairs of the Company to date there are no matters identified that need to be reported to the creditors.

5 Remuneration and expenses

5.1 Our remuneration is charged on a time costs basis with a 100% uplift, as agreed by the creditors on 10 July 2013.

5.2 We have incurred time costs in the year amounting to £9,338, representing 37 hours at an average hourly charge-out rate of £256. Cumulative time costs at year end amount to £694,060, representing 1,882 hours at an average hourly charge-out rate of £369. Remuneration of £1,318,514 has been paid, reflecting the uplift on time costs agreed to by the creditors.

5.3 Further details about remuneration and expenses are provided in Appendix B to this report.

6 Contact from third parties

6.1 Please be aware fraudsters have been known to masquerade as a legitimate liquidator. The fraudster will contact creditors asking for an upfront fee or tax to release an investment or pay a dividend/ to enable release of money payable to the creditor. A liquidator would never ask for such a payment nor instruct a third party to make such a request.

7 Data Protection

7.1 Any personal information held by the Company will continue to be processed in accordance with completing the liquidation of the Company and in accordance with meeting our requirements under applicable Data Protection Legislation/law in the United Kingdom. Our privacy notice on our website (www.grantthornton.co.uk/en/privacy) contains further details as to how we may use, process and store personal data.

8 Covid-19

8.1 This report has been produced during the Covid-19 restrictions. We have taken every reasonable step to ensure that the information is accurate, but if anything is incorrect or incomplete, we will provide an explanation and corrected information in the next progress report.

Should you have queries please contact Benjamin Malcolm on 0117 305 7692 or email benjamin.malcolm@uk.gt.com

Yours faithfully
for and on behalf of LRH Services Limited

Ian Richardson
Joint Liquidator

Enc

Appendix A

LRH Services Limited - in liquidation
Summary of receipts and payments

from 21 March 2013 to 20 March 2020

	Statement of Affairs Per OR £	From 21-Mar-10 to 20-Mar-19 £	From 21-Mar-19 to 20-Mar-20 £	Total £
Receipts				
Bank Interest		1.03	0.00	1.03
Gateley's LLP interest received		226.08	0.00	226.08
Refund from Bank		2,077.03	0.00	2,077.03
Settlement receipt		4,300,000.00	0.00	4,300,000.00
VAT Control Account		0.00	7,994.85	7,994.85
		4,302,304.14	**7,994.85**	**4,310,298.99**
Payments				
Professional Fees		99.00	0.00	99.00
Advertising		71.15	0.00	71.15
Balance Brought Forward fom Previous IP		48.54	0.00	48.54
ISA Account Fees		528.00	88.00	616.00
DTI Cheque Fees		6.15	-2.70	3.45
Secretary of State Fees		80,000.00	0.00	80,000.00
Petitioners Costs		2,020.65	0.00	2,020.65
Liquidators Fees		1,310,560.50	7,953.55	1,318,514.05
Liquidators Expenses		4,010.60	0.00	4,010.60
Legal Fees (1)		910,293.28	0.00	910,293.28
Professional Fees		56,720.75	0.00	56,720.75
Counsel fees		331,660.00	0.00	331,660.00
Legal disbursements		19,595.91	0.00	19,595.91
ATE insurance		648,645.52	0.00	648,645.52
Statutory Advertising		191.44	0.00	191.44
Former liquidators' fees		10,000.00	0.00	10,000.00
Tax on Interest		0.21	0.00	0.21
Former liquidators' expenses		119.50	0.00	119.50
Unsecured Creditors		919,738.09	0.00	919,738.09
VAT Receivable		7,994.85	0.00	7,994.85
		4,302,304.14	**8,038.85**	**4,310,342.99**
Net Receipts/(Payments)		**0.00**	**-44.00**	**-44.00**
Made up as follows				
ISA - NIB 2.10.19		0.00	-44.00	-44.00
		0.00	**-44.00**	**-44.00**

Payments, remuneration and expenses to the joint liquidators or their associates Appendix B

LRH Services Limited – in Liquidation

Statement of Insolvency Practice (SIP) 9 disclosure

This appendix has been prepared in conjunction with the requirements of the Insolvency Act 1986, the Insolvency (England and Wales) Rules 2016 (the Rules) and Statement of Insolvency Practice 9 (SIP9). In summary, it covers:

- fee basis
- work done by the joint liquidators and their team during the period
- hourly charge out rates
- disbursements and expenses
- sub-contracted out work
- payments to associates
- relationships requiring disclosure
- information for creditors (rights, fees, committees)

Fee basis of the joint liquidators

On 10 July 2013 the creditors resolved that remuneration be fixed by reference to time properly spent by the Liquidators and their staff in dealing with matters arising in the liquidation and in respect of the period leading up to the liquidation in accordance with the Firm's standard charge out rates plus an uplift of 100% of time costs.

We have incurred time costs in the year amounting to £9,338, representing 37 hours at an average hourly charge-out rate of £256. Cumulative time costs at year end amount to £694,060, representing 1,882 hours at an average hourly charge-out rate of £369. Remuneration of £1,318,514 has been paid, reflecting the uplift on time costs agreed to by the creditors. Description of the work done in the Period is provided in the respective section below.

Work done by the joint liquidators and their team during the Period

We are required to detail costs of actual work done in the Period, including any expenses incurred in connection with it. We are also required to provide narrative explanation of the work done. The following tables (narrative followed by numerical) set out this information for the joint liquidators' fees incurred. Details of the respective expenses are provided in the 'Disbursements and expenses' section below.

Area of work	Work done	Why the work was necessary	Financial benefit to creditors	Fees incurred		
Realisation of assets				**0.1 hrs**	**£49.5**	**Ave hrly rate: £495**
General	• Review of realisations	• Preparation for case closure	• This work was necessary to discharge the office holders' duties. As explained under 'Why the work was necessary', although it might not add financial value to the estate it adds value to the insolvency process			
Creditors				**10.15 hrs**	**£2,519**	**Ave hrly rate: £248.18**
Unsecured	• Reporting to creditors • Review and correspondence with creditors regarding dividend payments	• To ensure the creditors receive progress updates and reporting to which they are entitled • To ensure all distributions made to the unsecured creditors were properly processed and received by the creditors	• This work was necessary to discharge the office holders' duties. As explained under 'Why the work was necessary', although it might not add financial value to the estate it adds value to the insolvency process			

Administration				**26.3 hrs**	**£6,769.9**	**Ave hrly rate: £257.41**
Case management	• Internal review work	• As required by statute and by Grant Thornton UK LLP policies	• This work was completed solely for the purpose of complying with statutory requirements and had no direct financial benefit to the estate			
Treasury, billing & funding	• Review and reconciliation of cashbook and Insolvency Service Account and processing payments to correct accounts	• To properly account for the receipts and payments in the liquidation	• This work was necessary to discharge the office holders' duties. As explained under 'Why the work was necessary', although it might not add financial value to the estate it adds value to the insolvency process			
Tax	• Review of VAT position • Review of post-appointment tax position	• To ensure VAT accounts finalised • To ensure any post-appointment tax liabilities identified and accounted for	• This work was necessary to discharge the office holders' duties. As explained under 'Why the work was necessary', although it might not add financial value to the estate it adds value to the insolvency process			
General	• Administrative and internal review work	• As required by statute and by Grant Thornton UK LLP policies	• This work was completed solely for the purpose of complying with statutory requirements and had no direct financial benefit to the estate			
Total fees incurred in the Period				**36.55 hrs**	**£9,338.4**	**Ave hrly rate: £255.5**

LRH Services Ltd - Detailed SIP9 time cost analysis for the period and fee estimate variance analysis as at period end

Period from 21/03/2019 to 20/03/2020

Area of work	Partner		Manager		Executive		Administrator		Period total			Cumulative total as at period end		
	Hrs	£	Hrs	£	Hrs	£	Hrs	£	Hrs	£	£/hr	Hrs	£	£/hr
Realisation of Assets:									**0.10**	**49.50**	**495.00**	**627.06**	**247,339.70**	**394.44**
Insurance	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	**7.10**	**2,346.50**	**330.49**
Property	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	**37.65**	**10,953.25**	**290.92**
Debtors	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	**0.40**	**108.00**	**270.00**
Other assets	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	**2.50**	**1,220.00**	**488.00**
General	0.00	0.00	0.10	49.50	0.00	0.00	0.00	0.00	0.10	49.50	495.00	**579.41**	**232,711.95**	**401.64**
Investigations:									**0.00**	**0.00**	**0.00**	**409.55**	**132,701.00**	**324.02**
Director / senior employees	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	**26.15**	**8,202.50**	**313.67**
General	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	**383.40**	**124,498.50**	**324.72**
Creditors:									**10.15**	**2,519.00**	**248.18**	**160.45**	**50,498.50**	**314.73**
Secured	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	**2.20**	**616.00**	**280.00**
Unsecured	0.00	0.00	1.20	532.00	0.25	75.00	8.70	1,912.00	10.15	2,519.00	248.18	**158.25**	**49,882.50**	**315.21**
Administration:									**26.30**	**6,769.90**	**257.41**	**684.67**	**263,520.50**	**384.89**
Case management	0.00	0.00	0.00	0.00	0.00	0.00	0.20	41.40	0.20	41.40	207.00	**0.20**	**41.40**	**207.00**
Treasury, billing & funding	0.00	0.00	0.20	68.00	3.00	724.00	0.80	144.00	4.00	936.00	234.00	**58.88**	**17,781.60**	**302.00**
Tax	0.00	0.00	0.20	82.00	0.00	0.00	0.90	216.00	1.10	298.00	270.91	**73.80**	**24,541.75**	**332.54**
Pensions	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	**8.85**	**3,379.50**	**381.86**
General	0.50	248.00	1.30	581.50	2.80	757.00	16.40	3,908.00	21.00	5,494.50	261.64	**542.94**	**217,776.25**	**401.11**
Total	**0.50**	**248.00**	**3.00**	**1,313.00**	**6.05**	**1,556.00**	**27.00**	**6,221.40**	**36.55**	**9,338.40**	**255.50**	**1,881.73**	**694,059.70**	**368.84**

Notes:

Partner includes partners and directors. Manager includes associate directors and managers. Executive includes assistant manager and executives.

Total time costs paid to date: £1,318,514.05 (includes 100% uplift, excludes VAT)

Hourly charge out rates

Time is charged in units of 6 minutes for each grade of staff used. The hourly charge out rates applied take into consideration the nature and complexity of the case and are as follows:

Grade	Insolvency £/hr		Pensions & tax £/hr	
	From 21 March 2019 to 30 September 2019	1 October 2019 to Current	From 21 March 2019 to 30 June 2019	From 1 July 2019 to current
Partner	510 - 650	510 – 750	745	795
Director	380 - 545	400 – 650	595	705
Associate director	340 - 495	380 – 580	485	595
Manager	340 - 420	300 – 475	410	495
Assistant manager	300 - 350	260 – 345	340	405
Executive	245 - 325	245 – 325	315	350
Administrator	165 - 240	165 – 260	170 - 235	-
Treasury	180	180	n/a	n/a
Support	150	170	n/a	n/a

The current charge out rates have applied since 1 October 2019. We reserve the right to amend our charge out rates in the future. Any amendments will be detailed within the next report following such an amendment.

Statement of expenses and disbursements incurred in the Period

This table provides details of expenses and disbursements incurred in the Period in connection with the work done by the joint liquidators, description of which is provided in the 'Work done' section above.

Category	Incurred in the Period (£)	Cumulatively incurred as at Period end (£)	Of which paid by the estate as at Period end (£)
Category 1 disbursements			
Land Registry searches:	0.00	336.00	336.00
Courier [Transworld]:	0.00	99.00	99.00
Specific bond [JLT]:	0.00	10.00	10.00
Storage [Cintas]:	0.00	205.88	205.88
Travel:	0.00	1,376.82	1,292.62
Subsistence:	0.00	420.52	420.52
Accommodation:	0.00	864.17	864.17
Telephone conference:	0.00	18.12	18.12
Category 2 disbursements			
None			
Expenses			
Legal fees [Gateley Plc]:	0.00	910,293.28	910,293.28
Legal disbursements [Gateley Plc]:	0.00	19,595.91	19,595.91
Professional Fees			
[Velinko Ltd]:			
[Carnoustie Consultants Ltd]:	0.00	10,000.00	10,000.00
[Wordwave International Ltd]:	0.00	4,048.75	4,048.75
[RSM UK Tax and Accounting Ltd]:	0.00	42,522.00	42,522.00
[Strategic Intelligence and Risk Services Ltd]:	0.00	150.00	150.00
Counsel fees [Gateley Plc]:	0.00	331,660.00	331,660.00
ATE Insurance [Burford Capital (UK) Ltd]:	0.00	648,645.52	648,545.52
Statutory advertising			
[TMP]:	0.00	191.44	191.44
[Gazette Direct]:	0.00	71.15	71.15
Total expenses and disbursements	**0.00**	**1,970,508.56**	**1,970,508.56**

Please note as per the remuneration resolution there is an uplift of 100% on certain disbursements which is an additional £733.59 to be added to the total expenses and disbursements figure.

Disbursements are expenses met by and reimbursed to an office holder in connection with an insolvency appointment and fall into two categories:

Category 1 disbursements

These are also known as 'out of pocket expenses' and are payments to independent third parties where there is specific expenditure directly referable to the insolvent estate; they can be drawn without prior approval and consist of the following categories:

- Travel and subsistence – these costs, which exclude mileage, are incurred by staff in attending trading premises or meetings, for example
- Office costs – these are costs such as postage or courier charges which are incurred in managing the case
- Statutory costs – these are costs such as bonding and advertising relating specifically to the case, which are required by statute

They also include expenses which have been paid using a Grant Thornton Loan, the balance of which (if any) can be seen on the joint liquidators' receipts and payment account at Appendix A.

Category 2 disbursements

These are expenses that are directly referable to the insolvent estate but not a payment to an independent third party. They may include shared or allocated costs that may be incurred by an office holder or their firm, and that can be allocated to the appointment on a proper and reasonable basis. Category 2 disbursements require approval in the same manner as an office holder's remuneration.

To the extent that recovery of category 2 disbursements is sought, this will be for mileage only. No recovery of category 2 disbursements is sought in this matter.

Sub-contracted out work

We confirm that, in the Period, we have not sub-contracted out any work that could otherwise have been carried out by us or our team.

Payments to associates

Where we have enlisted the services of others we have sought to obtain the best value and service. In the interest of transparency, we disclose below services we have sought from within our firm or from a party with whom (to the best of our knowledge) our firm, or an individual within our firm, has a business or personal relationship:

Service provider	Services enlisted	Cost of service
Grant Thornton UK LLP	• Tax work/advice (narrative is included within the above narrative of work done)	• Costs are included within the above SIP9 time cost analysis

Relationships requiring disclosure

We confirm that we are not aware of any business or personal relationships with any parties responsible for approving the joint liquidators' fee basis, or who provide services to us as joint liquidators, which may give rise to a potential conflict.

Information for creditors and members

Information to help creditors and members to understand their rights in insolvency and regarding officeholders' (ie administrators or liquidators) fees, and the roles and functions of committees is available via Grant Thornton's website:

https://www.grantthornton.co.uk/portal

Alternatively, we will supply this information by post, free of charge, on request.