

**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

03264130

Name of Company

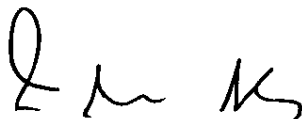
Clockwork North Limited

I / We

Steven Philip Ross  
Tenon House  
Ferryboat Lane  
Sunderland  
Tyne and Wear  
SR5 3JNIan William Kings  
Tenon House  
Ferryboat Lane  
Sunderland  
Tyne and Wear  
SR5 3JNthe 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 14/12/2011 to 13/12/2012

Signed



Date 20 March 2013

RSM Tenon Restructuring  
Tenon House  
Ferryboat Lane  
Sunderland  
Tyne and Wear  
SR5 3JN

Ref 5512241/SPR/IWK/MM/KS/LSF

TUESDAY



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COMPANIES HOUSE

**Clockwork North Limited ("the Company")  
In Creditors Voluntary Liquidation**

**Joint Liquidators' Second Progress Report**

**For the period from 14 December 2011 to 13 December 2012**

**Issued on: 14 March 2013**

## **Clockwork North Limited ("the Company") – In Creditors Voluntary Liquidation**

### **Joint Liquidators' second progress report as at 14 March 2013**

Steven Philip Ross and Ian William Kings are the Joint Liquidators of the Company and this is their second progress report, to the creditors and members of the Company, showing how the liquidation has been conducted. The report covers the period from 14 December 2011 to 13 December 2012.

This report should be read in conjunction with previous progress report.

#### **1. Statutory Information**

Statutory information relating to the Company is attached at **Appendix I**.

#### **2. Joint Liquidators' receipts and payments account**

A summary of the Joint Liquidators' receipts and payments account relating to the Company for the relevant period from 14 December 2011 to 13 December 2012 and from appointment to the date of this report are attached at **Appendix II**.

#### **3. Action taken by the Joint Liquidators since last Report**

The Company was wound up on 14 December 2010 and Steven Philip Ross and Ian William Kings were appointed Joint Liquidators at meetings of members and creditors held on 14 December 2010.

#### **Assets & Realisations**

Stocks had been valued by James Sutherland (Auctioneers) Limited, independent valuers and auctioneers of Newcastle upon Tyne and the total of £200 was that expected to be realised at public auction. The stock was sold realising £375.00 plus vat.

The Company's bankers Lloyds TSB Bank Plc held a credit balance and cash in hand which was estimated by the Directors statement at £7,000. Shortly after the appointment of the Liquidator, £9,187.81 was subsequently recovered.

I have now completed the recovery of assets in this case and it is my intention to head towards the closure of the Liquidation, shortly.

#### **Investigations**

As previously reported there are no outstanding lines of enquiry and the Liquidators' confidential report or return on the Directors has been submitted to the government's Disqualification Unit.

#### **4. Liabilities and Dividends**

##### **Secured Creditors**

There are no secured creditors

##### **Preferential Creditors**

There are no preferential creditors

##### **Floating Charge Creditors**

There are no floating charge creditors

##### **Ordinary Unsecured Creditors**

Notice is given that no dividend will be declared to unsecured creditors as the funds realised have already been distributed, used or allocated for defraying the expenses of administration

#### **5. Joint Liquidators' Remuneration, Disbursements and Expenses**

##### **Basis of Remuneration and Disbursements**

At the initial meeting of creditors held on 14 December 2010 it was resolved that the Joint Liquidators would be remunerated by reference to the time properly spent in dealing with matters in the liquidation and that their disbursements would be drawn in accordance with the tariff outlined in **Appendix III**.

##### **Remuneration charged and drawn in the period**

The Joint Liquidators' time costs were charged (exc VAT) as follows

	<b><u>Incurred</u></b>	<b><u>Paid</u></b>
For this period, from 14 December 2011 to 13 December 2012	£2,286 50	£nil
Since appointment to the date of this report	£5,091 00	£nil

In accordance with Statement of Insolvency Practice 9, attached at **Appendix III** is a breakdown of these time costs

## Disbursements incurred and drawn

The Joint Liquidators' disbursements incurred and reimbursed are summarised below. Details are in the attached Appendix III.

No category 2 disbursements have been charged nor will be recovered in this matter.

	<u>Incurred</u>	<u>Paid</u>
Category 1 disbursements from 14 December 2010 to 13 December 2012	<u>£191.24</u>	<u>£nil</u>
<b>Total</b>	<b><u>£191.24</u></b>	<b><u>£nil</u></b>

## Pre appointment costs

On 14 December the creditors resolved that the fees of RSM Tenon Restructuring for assisting the Directors in placing the company into liquidation of £2,500.00 plus VAT and the fees of £250.00 plus VAT of Rowlands Accountants for assisting with the Statement of Affairs may be paid as an expense of the liquidation.

## Creditors' Guide to Fees and Statement of Creditors' Rights

Creditors have a right to request further information from the Joint Liquidators and additionally have a right to challenge the Joint Liquidators' remuneration and expenses. Time limits apply. Details can be found in the document 'Remuneration Guidelines Liquidation (post 6 April 2010)' which you can access and download at <http://www.rsmtenton.com/creditorguides>. Alternatively a copy is available free of charge upon request from the address above.

## 6. Conclusion of the Liquidation

I now look to head towards closure of the Liquidation in the next six months.

Yours Faithfully



**Steven P Ross**

Joint Liquidator

*Licensed in the United Kingdom to act as an insolvency practitioner by the Institute of Chartered Accountants in England and Wales*

## **Statutory Information**

## **Appendix I**

### **Company Information**

Company Name	Clockwork North Limited
Company Number	03264130
Date of Incorporation	16 October 1996
Trading Address	2 Broomy Holme Farm, Edmondsley, County Durham, DH7 6DY
Current Registered Office	Tenon House, Ferryboat lane, Sunderland, SR5 3JN
Former Registered Office	Enigma House, Bell Street, Columbia, Washington, Tyne and Wear NE38 8NF
Principal Trading Activity	Public house management

### **Appointment Details**

Joint Liquidators' name and address	Steven Philip Ross of RSM Tenon Restructuring, Tenon House, Ferryboat Lane, Sunderland, Tyne and Wear, SR5 3JN  and Ian William Kings of RSM Tenon Restructuring Tenon House, Ferryboat Lane, Sunderland, Tyne and Wear, SR5 3JN
Commencement of liquidation	14 December 2010
Date of appointment	14 December 2010
Appointment made by	Members & Creditors
The Joint Liquidators act jointly and severally	

## **Appendix II**

### **Liquidators Receipts and Payments account**


**Clockwork North Limited**  
**(In Liquidation)**

**JOINT LIQUIDATORS' RECEIPTS AND PAYMENTS ACCOUNT**

	Statement of affairs £	From 14/12/2011 To 13/12/2012 £	From 14/12/2010 To 13/12/2012 £
<b>RECEIPTS</b>			
Fixtures and fittings, goodwill etc	2,090 00	0 00	0 00
Stock	200 00	0 00	375 00
Cash at bank and in hand	7,000 00	0 00	9,187 81
Bank Interest Gross		6 76	13 52
		<u>6 76</u>	<u>9,576 33</u>
<b>PAYMENTS</b>			
Scottish & Newcastle UK Ltd	(60,000 00)	0 00	0 00
Statement of Affairs Fee		0 00	2,500 00
Corporation Tax		1 78	1 78
Statutory Advertising		0 00	152 55
Trade & Expense Creditors	(20,807 00)	0 00	0 00
HM Revenue and Customs - PAYE/NIC	(10,916 00)	0 00	0 00
HM Revenue and Customs - VAT	(49,622 00)	0 00	0 00
Clockwork Developments Limited – Loan	(70,633 00)	0 00	0 00
Ordinary Shareholders	(100 00)	0 00	0 00
		<u>1 78</u>	<u>2,654 33</u>
Net Receipts/(Payments)		<u>4 98</u>	<u>6,922 00</u>

**MADE UP AS FOLLOWS**

Input VAT	(530 51)	0 00
Bank 1 - Current	469 87	6,922 00
Output VAT	65 62	0 00
	<u>4 98</u>	<u>6,922 00</u>



Steven Philip Ross  
Joint Liquidator



## **Appendix III**

### **Information relating to the Joint Liquidators' Fees and Expenses**

## **Appendix III Clockwork North Limited**

### **Information relating to the Joint Liquidators' Fees and Expenses**

#### **1. Explanation of Liquidators' charging and disbursement recovery policies**

##### **1.1. Time recording**

Work undertaken on cases is recorded in 6 minute units in an electronic time recording system. Time properly incurred on cases is charged at the hourly rate of the grade of staff undertaking the work that applies at the time the work is done. The current hourly charge-out rates are:

	<u>2010</u> £	<u>2011</u> £	<u>2012</u> £
Director and licensed Insolvency Practitioner	225-280	280	320
Manager	160-230	200-250	225-250
Other senior professionals	110-220	160-230	175-230
Assistants and support staff	50-140	80-140	90-120

##### **1.2. Disbursement recovery**

Disbursements are categorised as either Category 1 or Category 2.

###### **Category 1 disbursements:**

External supplies of incidental services specifically identifiable to the case. Where these have initially been paid by RSM Tenon Restructuring and then recharged to the estate, approval from creditors is not required.

Examples of category 1 disbursements include postage, case advertising, specific bond insurance, company search fees, external room hire, storage, case management software system, invoiced travel and properly reimbursed expenses incurred by personnel in connection with the case (including business mileage up to HMRC approved rate for cases commenced before 1 November 2011).

###### **Category 2 disbursements:**

These include elements of shared or allocated costs incurred by RSM Tenon Restructuring and recharged to the estate; they are not attributed to the estate by a third party invoice and/or they may include a profit element. These disbursements are recoverable in full, subject to the basis of the disbursement charge being approved by creditors in advance.

Category 2 disbursements charged by RSM Tenon Restructuring are as follows

Disbursement charge	Rate
Company searches (RSM Tenon Tracker)	£10 per case
File set up	£7 per file
Photocopying, scanning and faxes	10p per side of paper
Mileage	45p per mile
Room hire (internal) - London	£150 per hour
Room hire (internal) - outside London	£100 per hour
Reports to creditors and members - posted	50p per report
Reports to creditors and members - published on line	25p per report

## **2. Description of work carried out in the current period**

Section 3 of this appendix outlines the time costs to date in relation to activities undertaken during this period  
These can be summarised as follows

### **2.1 Administration and planning**

The following activities have been undertaken

- > Statutory duties associated with the appointment,
- > Notification of the appointment to creditors, employees and other interested parties,
- > Setting up case files,
- > Reviewing available information to determine appropriate strategy,
- > Maintaining bank accounts,
- > Progress reviews of the case

Staff of different levels were involved in the above activities depending upon the experience required

### **2.2. Investigations**

The time spent includes

- > Corresponding with the former directors and management,
- > Review of questionnaires and comments provided by interested parties,
- > Review of company documentation,
- > Liaising with the liquidation committee on such matters
- > Completion of statutory returns to the Insolvency Service

Due to the complex nature and importance of the investigations, the staff utilised to conduct such work involved experienced members of staff

### **2 3. Realisation of assets**

Please refer to the main body of the report but in summary the time spent includes

- > Liaising with agents and solicitors,

- > Correspondence and meetings with interested parties,
- > Monitoring and chasing of deposits,
- > Identifying, securing and insuring of assets
- > Debt collection
- > Agreement of contracts

Staff were chosen depending upon the appropriate level of experience required for the activity they were required to undertake

#### 2.4. Creditors and distributions

The time spent includes the following matters

- > Recording and maintaining the list of creditors,
- > Dealing with employee related matters,
- > Recording creditor claims
- > Reporting to creditors,
- > Meetings of creditors,
- > Dealing with creditor queries,

### 3 Time and charge out summary

For the period of this report from 14 December 2011 to 13 December 2012, a total of 12.7 hours have been spent at an average charge out rate of £180.04 bringing the total cost to £2,286.50

The table below shows details of the time costs charged (exc VAT) in the current period

Classification of work function	Insolvency Practitioner	Manager	Hours		Total	Time cost £	Average Hourly rate £
			Other senior professionals	Assistants and support staff			
Administration and Planning		3.5	2.9	1.8	8.2	1,618.50	197.38
Realisation of assets				1.2	1.2	216.00	180.00
Creditors			3.3		3.3	452.00	136.97
<b>Total hours</b>	<b>0.0</b>	<b>3.5</b>	<b>6.2</b>	<b>3.0</b>	<b>12.7</b>	<b>£2,286.50</b>	<b>£180.04</b>

The following table shows all fees charged from appointment to the end of the current period

Classification of work function	Insolvency Practitioner	Manager	Hours Other senior professionals	Assistants and support staff	Total	Time cost £	Average Hourly rate £
Administration and Planning		9.3	4.4	5.0	18.7	3,237.50	173.13
Creditors			5.8		5.8	630.00	108.62
Investigations		3.3		1.2	3.3	660.00	200.00
Realisation of assets		1.5	0.4	1.5	3.4	563.50	165.74
<b>Total hours</b>	<b>0.0</b>	<b>14.1</b>	<b>10.6</b>	<b>6.5</b>	<b>31.2</b>	<b>5,091.00</b>	<b>163.17</b>

#### 4. Disbursements

Disbursements incurred during the period of this report and cumulatively, and those reimbursed in the period and cumulatively, to end of current period, are detailed below

<u>Disbursements</u>	<u>This period</u>	
	<u>Incurred</u> £	<u>Paid</u> £
<u>Category 1</u>		
Statutory advertising	75.60	nil
Bond premium	54.00	nil
Website charge	8.00	nil
Collection of books and records	36.00	nil
Case management software system	17.64	nil
<b>Total</b>	<b>£191.24</b>	<b>£nil</b>

The above costs exclude VAT

No category 2 disbursements have been charged to this matter