

**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

03346497

Name of Company

First Light (London) Limited

I / We
David Elliott
Victory House
Quayside
Chatham Maritime
Kent ME4 4QU

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 23/02/2012 to 22/02/2013

Signed



Date

22/03/13

Moore Stephens LLP
Victory House
Quayside
Chatham Maritime
Kent ME4 4QU

Ref C65804/SFS/LJC/JZB

COMPANIES HOUSE

SATURDAY



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23/03/2013

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MOORE STEPHENS

Strictly Private & Confidential

FIRST LIGHT (LONDON) LIMITED ("THE COMPANY")

Report to the members and creditors in accordance with Rule 4 49C CVL of the Insolvency Rules 1986

22 March 2013

Moore Stephens LLP
Victory House
Quayside
Chatham Maritime
Kent ME4 4QU

Tel 01634-895100
Fax 01634-895101

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This report is intended for use by those parties entitled to a copy thereof under Rule 4.49C CVL of the Insolvency Rules 1986. It may contain information that is privileged, confidential or exempt from disclosure and any dissemination, distribution or copying of it and its attachments is strictly prohibited. It is not suitable to be relied upon by any other person, or for any other purpose, or in any other context.

Any estimated outcomes for creditors are for illustration only and cannot be relied upon as guidance as to the actual outcome for creditors.

David Elliott is authorised in the UK to act as an insolvency practitioner by the Institute of Chartered Accountants in England and Wales.

1 Statutory information

Company name	First Light (London) Limited
Company number	03346497
Registered office	Victory House Quayside Chatham Maritime Kent ME4 4QU
Date of appointment	23 February 2012
Liquidator	David Elliott
Liquidator's address	Victory House Quayside Chatham Maritime Kent ME4 4QU

2 Progress to date

- 2 1 The receipts and payments account attached in Appendix I details the asset realisations to date
- 2 2 The statement of affairs showed assets with an estimated to realise value comprising Goodwill of £2,500, Furniture & Equipment of £1,522, Stock & DJ Equipment of £23,050 and the Director's Loan Account of £9,535
- 2 3 Prior to my appointment, the director instructed MacMillan Browne (UK) Limited to value the assets of the Company and these values were used to prepare the statement of affairs. An offer was received for the purchase of the assets of the company from DJC Events Limited, a company with no common directors or shareholders, for the values placed on the assets by MacMillan Browne (UK) Limited
- 2 4 The offer was reviewed and accepted on the basis that it represented the greatest return to the general body of creditors. A sale agreement was produced by MacMillan Browne (UK) Limited and the sum of £1,000 per month was due to be paid for 24 months, the first of such payment was due on 22 March 2012. I would advise that to the anniversary of my appointment payments totalling £9,000 have been received. The purchaser is in breach of the terms of the Sale Agreement and has been asked to provide the balance of funds and to maintain payments. If the balance of funds are not received, recovery action will be taken
- 2 5 The director's loan account shown in the statement of affairs was believed to be recoverable in full. I would advise that confirmation of these amounts has been requested from the company's book-keeper and once received, payment will be requested from the former director
- 2 6 I have also received cash at bank of £504.35 and bank interest of £3.42

3 Investigations

- 3 1 An appropriate report/return on the actions of the directors has been forwarded to the Disqualification Unit of the Department for Business Innovation & Skills in accordance with the liquidator's statutory duties. Please note that the content of this report/return are of a privileged and confidential nature and so cannot be disclosed to third parties

4 Liquidator's remuneration and category 2 disbursements

- 4 1 At the initial meeting of creditors held on 23 February 2012 the following resolutions were passed
- That the fee for convening the meeting of creditors and preparing the Statement of Affairs, to be paid from the assets of the Company, be fixed at £5,000 plus VAT and disbursements as follows

Rule 4.38

Preparation of statement of affairs in statutory form by Moore Stephens LLP	£1,500
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Rule 4.62

Summoning, advertising and holding of creditors' meeting by Moore Stephens LLP	£1,500
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General advice in connection with the liquidation proceedings by Moore Stephens LLP	£2,000
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Total	£5,000
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- That the remuneration of the liquidator be fixed by reference to the time properly given by the liquidator and his staff in attending to matters arising in the liquidation in accordance with Rule 4.127(2)(b) of the Insolvency Rules 1986
- The liquidator shall be authorised to draw his firm's internal costs and expenses in dealing with the estate, including photocopying, printing, facsimile, storage, mileage and room hire, as and when funds permit

4.2 The fee for convening the meeting of creditors and preparing the statement of affairs remains outstanding

4.3 A detailed breakdown of liquidator's time costs and category 2 disbursements, together with current charge out rates is attached in Appendix II. The time costs incurred to date have arisen primarily as a result of corresponding with the former director for repayment of funds due under the terms of the sale agreement. In addition we have dealt with the statutory functions required under the Insolvency Act and Rules and also enquiries from creditors. No liquidator's fees have been drawn.

4.4 Should you wish to receive a copy of "A Creditors' Guide to Liquidators' Fees" this is available on the Moore Stephens website <http://www.moorestephens.co.uk/corporaterecovery.aspx> or by requesting a copy from this office in writing or by telephone.

5 Liquidator's expenses

5.1 A schedule of all expenses incurred in the period have been detailed in Appendix III.

5.2 Accountancy Fees of £265 have been paid to Metsons Accountants Limited in respect of their fees for preparing and submitting the final P35 return to H M Revenue & Customs. They were engaged to complete the return as they were in possession of the relevant documentation as former accountants to the company.

5.3 Invicta Archive Storage Limited have been paid the sum of £467 in respect of their fees for the secure storage of the company's physical books and records.

6 Creditors' rights

6.1 Within 21 days of receipt of this report, a secured creditor, or an unsecured creditor (with the concurrence of at least 5% in value of the unsecured creditors) or any unsecured creditor with the permission of the court may request in writing that the liquidator provide further information about his remuneration or expenses which have been itemised in the progress report.

Within 14 days of receipt of the request, I must provide all of the information asked for, except so far as I consider that

- the time or cost of preparation of the information would be excessive, or
- disclosure of the information would be prejudicial to the conduct of the liquidation or might reasonably be expected to lead to violence against any person, or
- I am subject to an obligation of confidentiality in respect of the information.

I am also required to give reasons for not providing all of the requested information.

6.2 Any secured creditor, or an unsecured creditor (with the concurrence of at least 10% in value of the unsecured creditors) may, within 8 weeks of receipt of this progress report make an application to court on the grounds that the basis fixed for the liquidator's remuneration, the remuneration charged, or the expenses incurred by the liquidator as set out in the progress report are excessive.

7 **Liabilities**

7.1 Secured creditors

HSBC Bank Plc hold fixed and floating charges over the assets of the company securing their lending under a debenture which was created on 9 December 2003 and registered at Companies House on 12 December 2003. The amount outstanding to HSBC Bank plc is approximately £1,119 and therefore it is anticipated that the Bank will be repaid in full from the fixed charge assets.

7.2 Preferential creditors

I am not aware of any preferential creditors.

7.3 Unsecured creditors

All creditors have been advised of the liquidation and invited to send details of their claim in the proceedings. I have received 9 non-preferential claims totalling £81,029.18 compared to £147,124 shown in the statement of affairs. There remain a number of creditors who have not submitted their claim in the proceedings but I would invite them to do so by completing and returning the proof of debt form attached to my earlier report.

Based on current estimates, it is believed that a small dividend would become payable to the non-preferential creditors if repayment is made in full by DJC Events Limited.



David Elliott
Liquidator

David.Elliott@moorestephens.com

Sarah.Samuels@moorestephens.com

Liquidator's receipts and payments account**Appendix I****First Light (London) Limited (In Liquidation)**

	Statement of affairs £	From 23/02/2012 To 22/02/2013 £	From 23/02/2012 To 22/02/2013 £
RECEIPTS			
Goodwill	2,500 00	0 00	0 00
Furniture & Equipment	1,522 00	1,522 00	1,522 00
Stock & DJ Equipment	23,050 00	7,478 00	7,478 00
Director's Loan Account	9,535 00	0 00	0 00
Cash at Bank		504 35	504 35
Interest Gross of Tax		3 42	3 42
Suspense Account		91 80	91 80
		<u>9,599 57</u>	<u>9,599 57</u>
PAYMENTS			
Accountancy Fees		265 00	265 00
Statutory Advertising		382 50	382 50
Specific Penalty Bond		80 00	80 00
Storage		487 00	487 00
Office Holders Outlays		10 15	10 15
		<u>1,224 65</u>	<u>1,224 65</u>
Net Receipts/(Payments)		<u>8,374 92</u>	<u>8,374 92</u>
MADE UP AS FOLLOWS			
VAT Receivable			208 53
Bank 2 - Deposit (F)			8,166 39
			<u>8,374 92</u>

Breakdown of time costs and category 2 disbursements

First Light (London) Limited - In Creditors' Voluntary Liquidation

Summary of Moore Stephens' time-costs from 23/02/2012 to 22/02/2013

	Partner / Associate	Director / Manager	Admin	Support staff	Total hours	Time cost (£)	Av rate £/h
Pre appointment							#DIV/0!
Statutory compliance, administration and planning	0 85	7 90	0 90	14 00	23 45	3,097 00	132 07
Investigations	-	1 70	0 25	5 40	7 35	720 75	98 08
Realisation of assets	-	3 35	1 80	0 55	5 70	898 20	157 58
Creditors	1 85	1 60	1 15	0 50	5 10	1,123 75	220 34
Tax		0 05	0 50	-	0 55	80 25	145 91
Total hours	2 50	14 60	4 60	20 45	42 15		
Total time costs £	905 25	2 893 25	535 50	1,585 95		5,919 95	140 45

Total remuneration drawn on account

Nil

Charge out rates -

Rates effective from	1st-Nov-2012	1st-Nov-2010
Partner / Associate	£320-£530	£310-£510
Manager	£155-£300	£150-£290
Administrator	£55-£155	£53-£150
Support	£30-£115	£30-£109

Time charged in 3 minute units or multiples thereof

Examples of work generally undertaken but not limited to

Statutory compliance, administration and planning

- Compliance with other regulatory requirements
- Statutory reporting and compliance
- Case planning
- Administrative set up
- Appointment notification
- Maintenance of records

Realisation of assets

- Identifying, securing, insuring assets
- Retention of title
- Property, business and asset sales
- Debt collection
- Tax claims

Creditors

- Communication with creditors
- Creditors' claims (including employees' and other preferential creditors')

Investigations

- SIP 2 review
- CDDA reports
- Investigating antecedent transactions

Tax

- Corporation tax returns
- VAT returns
- Capital gains tax calculations

Breakdown of time costs and category 2 disbursements continued

First Light (London) Limited - In Creditors' Voluntary Liquidation

Summary of Moore Stephens' category 2 disbursements from 23/02/2012 to 22/02/2013

	Costs incurred £	Costs drawn £
Car mileage		
Photocopying / printing	8 85	-
Fax	0 15	0 15
Storage	90 00	20 00
Total	97 00	20 15
Total undrawn costs to carry forward		76 85

Category 2 disbursement rates:-

Type	Rate
Car mileage	£0 45 per mile maximum
Photocopying / printing	£0 15 per sheet
Colour photocopying	£2 50 per sheet
Fax	£0 40 per sheet
Storage - standard box	£3 90 per box per quarter (min £30 per quarter)
Room hire	£30-£50 per hour

Summary of accrued and drawn costs

First Light (London) Limited - In Creditors' Voluntary Liquidation

Transaction period 23/02/2012 to 22/02/2013

	Costs incurred £	Costs drawn £
Cost description		
Accountancy fees	265 00	265 00
Postage	32 39	-
Statutory advertising	382 50	382 50
Specific penalty bond	80 00	80
Land registry & company search fees	10 00	10 00
Storage costs	467 00	467 00
Total	1,236 89	1204 50
Total undrawn costs to carry forward		32 39

Summary of professional services

Professional advisor	Nature of work	Fee arrangement
Metsons	Accountants	Fixed Fee