

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

To the Registrar of Companies

Company Number

3 643 685

Name of Company

(a) Insert full name of
company

(a) CAPSTONE (DBT)

Limited

(b) Insert full name(s)
and address(es)

I/We (b)

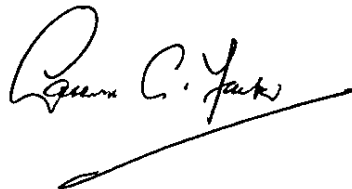
Laurence Gerald Factor CA, of
Newman & Partners Insolvency & Recovery Services Limited,
373-375 Station Road,
Harrow,
Middlesex, HA1 2AW

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 21 October 2014
to 20 October 2015

Presenter's name,
address and
reference
(if any)

Signed



Date

10 November 2015

THURSDAY



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12/11/2015

#167

COMPANIES HOUSE

CAPSTONE (DBT) LIMITED - IN CREDITORS' VOLUNTARY LIQUIDATION

Liquidator's Progress Report for the period 21 October 2014 to 20 October 2015.

INTRODUCTION AND STATUTORY INFORMATION

I, Laurence Gerald Factor CA, of Newman & Partners Insolvency & Recovery Services Limited, of Lynwood House, 373-375 Station Road, Harrow, Middlesex, HA1 2AW, was appointed Liquidator of the company on 21 October 2013. My Insolvency Practitioner License no. is 3151 and my Licensing Body is the Institute of Chartered Accountants of Scotland

The registered number of the company, which was incorporated on 5 October 1998, is 3 643 685, and the registered office is currently situated at Lynwood House, 373-375 Station Road, Harrow, Middlesex, HA1 2AW. Former Registered offices have been located at 25-27 Mossop Street, London, SW3 2LY (until 2 November 2010) and then at 96 Carlton Hill, London, NW8 0ER. The company's place of business was at 108 Maida Vale, London, W9 1PS. The company carried on the business of property development.

This Report is an account of my acts and dealings for the year ended 20 October 2015. It should be read in conjunction with that for the preceding year issued on 29 October 2014.

RECEIPTS AND PAYMENTS

A Summary of the Liquidator's Receipts and Payments is set out at Appendix I. From this it can be seen that no funds are currently held by the Liquidator. Further information is provided under the heading **WORK CARRIED OUT BY THE LIQUIDATOR, below.**

WORK CARRIED OUT BY THE LIQUIDATOR

As advised to creditors in my Report of the preceding year, I carried out extensive investigation of certain transactions entered into prior to the company's winding-up. Such investigations are continuing, and may result in recoveries from certain parties. Appropriate advice from Counsel was taken. However, the substance of these investigations cannot be disclosed at this time to avoid prejudice to any future action by the Liquidator.

During investigations being carried out by me, queries arose as to the composition of certain figures appearing in the Company's financial statements for the year ended 31 December 2011. I was unable to obtain satisfactory information from the accountant charged with the preparation of those financial statements despite having approached him on a number of occasions. I therefore personally visited him and retrieved certain material from which I was able to obtain the required information. It became evident that the figures as originally prepared were materially erroneous and it therefore

proved necessary to reconstruct the financial statements. The reconstructed financial statements provided evidence on which to base some of the claims being made against the parties referred to above.

In April 2015, following completion of his investigations, the Liquidator was in a position to open discussion with the above parties and is claiming an amount of approximately £90,000 out of which to pay creditors in full and to pay liquidation costs, including legal fees. Since that time, active correspondence has been undertaken with the solicitors representing the parties, and is continuing.

As noted at Appendix I, the Statement of Affairs prepared on behalf of the Company showed an amount of £45,567 due from Capstone (Sittingbourne) Limited. Investigation has revealed that these sums are due in fact, not from that company, but from those certain parties above referred to and action is in progress to recover these and other amounts.

SECURED CREDITORS

The Company did not grant either fixed or floating charges to any creditor. Accordingly, there is no requirement to set any funds aside for unsecured creditors out of assets secured by floating charge, as would otherwise be required under Section 176A of the Insolvency Act 1986.

PREFERENTIAL CREDITORS

There are no preferential creditors.

UNSECURED CREDITORS

There are five unsecured creditors, the original total of such creditors amounting to £80,690. However, following a loss-claim by the Liquidator, the amount claimed by HMRC for Corporation Tax had been reduced from £56,013 to £12,059. On the other hand, the liquidator has received additional claims of £9,052 in respect of VAT. The total now due to unsecured creditors is £45,788.

At present there is no prospect of a dividend to unsecured creditors, but the result of negotiations currently in progress may beneficially affect this outcome.

LIQUIDATOR'S EXPENSES

Expenses paid out by the Liquidator are set out at Appendix II.

LIQUIDATOR'S REMUNERATION

At the Meeting of Creditors duly convened and held on 21 October 2013, it was resolved that the Liquidator be remunerated on the basis of time engaged to the liquidation, and that the Liquidator be permitted to draw fees on account, as funds become available.

My firm's time-costs for the period of this Report amount to £22,300 a total of 89.2 hours having been engaged. A Summary and Composition of the time engaged is set out at Appendix III. From this may be noted the substantial amount of time engaged on the Investigations referred to above. In addition, the 42.9 hours engaged on Realisation of Assets represents time engaged on the submission of claims against individuals in default and correspondence with their solicitors.

The cumulative time engaged on the two years of this liquidation to 20 October 2015 amounts to 146.2 hours at a time-cost of £36,550. Details of this are set out at Appendix IV. Due to the limited funds available, the Liquidator has drawn only £1,200, which can be seen from the Summary of Receipts and Payments (Appendix I). By regulatory requirement, a copy of the memorandum *A Creditors' Guide to Liquidators' Fees*, is enclosed.

Under the terms of Rule 4.49E of the Insolvency Rules 1986, creditors have the right, within 21 days of receipt of this Report, (with the concurrence of 5% of creditors in value) to request in writing that the Liquidator provides further information concerning remuneration and/or expenses.

Under the terms of Rule 4.131, creditors have the right, within 8 weeks of receipt of this Report, (with the concurrence of 10% of creditors in value) to apply to the Court for an order that Liquidator's Remuneration and/or expenses be reduced or that the basis on which remuneration is calculated be changed.

NEXT REPORT

A further Report will be provided by the Liquidator within two months of 20 October 2016, or earlier, should the liquidation be concluded before that date.

**LAURENCE G FACTOR CA,
Liquidator.**

10 November 2015.

CAPSTONE (DBT) LIMITED - IN LIQUIDATION

**Summary of the Liquidator's Receipts and payments, year ended 20 October 2015.
and previous year.**

	Statement of Affairs £	Year to 20.10.14 £	Year to 20.10 15 £	TOTAL £
RECEIPTS				
Due from Caspstone (Sittingbourne) Limited	45,567	-	-	-
Cash at Bank	660	-	-	-
VAT Recovered	-	1,200	-	1,200
	<u>46,227</u>	<u>1,200</u>	<u>-</u>	<u>1,200</u>
PAYMENTS				
Newman & Partners Insolvency, remuneration on account,as authorised by creditors at meeting on 21 October 2013		<u>1,200</u>	<u>-</u>	<u>1,200</u>
BALANCE OF FUNDS ON HAND		<u>-</u>	<u>-</u>	<u>-</u>

CAPSTONE (DBT) LIMITED - IN LIQUIDATION

Liquidator's Expenses

Name of Supplier	Nature of Expense	Amount £
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The following amounts have been paid by the Liquidator but not yet reimbursed

London Gazette	Statutory Advertising	154 00
AUA Insolvency Risk Services	Liquidator's Bond	10 00
Lloyd Tamlyn	Counsel's Fees	1510 00
Land Registry	Land searches	6 00
		<hr/> 1680 00 <hr/>

CAPSTONE (DBT) LIMITED - IN LIQUIDATION

Summary and Composition of Time engaged, year ended 20 October 2015.

Standard Activity	Liquidator HOURS	Time- Cost £	Average Hourly Rate £
Aministration and Planning	6 4	1,600.00	250 00
Creditors	12 9	3225 00	250.00
Investigations	27 0	6,750 00	250.00
Realisation of Assets	42 9	10725.00	250 00
TOTALS	<u>89 2</u>	<u>22,300.00</u>	250 00
Total Fees Claimed (£)	<u>22,300 00</u>	<u>22,300 00</u>	

NOTES: 1 The hourly rate of charge applied by the Liquidator during the period was £250

2 Time is recorded in units of 6 minutes

EXPLANATION OF STANDARD ACTIVITIES

TYPE OF WORK INCLUDED

Administration and Planning

Case Planning, Administrative Set-up, Maintenance of Records; Internal Reviews

Creditors

Communication with, and reports to creditors, dealing with creditor claims

Investigations

Investigation of antecedent transactions

Realisation of Assets

Identifying and securing assets.

CAPSTONE (DBT) LIMITED - IN LIQUIDATION

Summary and Composition of Time engaged, TWO years ended 20 October 2015.

Standard Activity	Liquidator HOURS	Time- Cost £	Average Hourly Rate £
Administration and Planning	19 8	4,950 00	250.00
Creditors	16 8	4200 00	250 00
Investigations	64 2	16,050.00	250 00
Realisation of Assets	45 4	11350 00	250.00
TOTALS	<u>146 2</u>	<u>36,550 00</u>	250 00
Total Fees Claimed (£)	<u>36,550 00</u>	<u>36,550 00</u>	

NOTES: 1. The hourly rate of charge applied by the Liquidator during the period was £250

2 Time is recorded in units of 6 minutes

EXPLANATION OF STANDARD ACTIVITIES

TYPE OF WORK INCLUDED

Administration and Planning

Case Planning, Administrative Set-up; Maintenance of Records, Internal Reviews.

Creditors

Communication with, and reports to creditors, dealing with creditor claims.

Investigations

Investigation of antecedent transactions

Realisation of Assets

Identifying and securing assets