

LIQ03

Notice of progress report in voluntary winding up



Companies House

For further information, please
refer to our guidance at
www.gov.uk/companieshouse

1 Company details

Company number 03800890

Company name in full Cardynham Limited

→ Filling in this form

Please complete in typescript or in
bold black capitals.

2 Liquidator's name

Full forename(s) Mark

Surname Malone

3 Liquidator's address

Building name/number 8th Floor, One Temple Point

Street One Temple Row

Post town Birmingham

County/Region

Postcode B25LG

Country

4 Liquidator's name ①

Full forename(s) Gareth

Surname Prince

① Other liquidator

Use this section to tell us about
another liquidator.

5 Liquidator's address ②

Building name/number 8th Floor

Street One Temple Point

Post town One Temple Row

County/Region Birmingham

Postcode B25LG

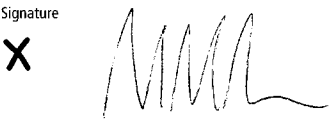
Country

② Other liquidator

Use this section to tell us about
another liquidator.

LIQ03

Notice of progress report in voluntary winding up

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

**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 **Laura Malkin**

Company name **Begbies Traynor (Central) LLP**

Address **8th Floor**

One Temple Row

Post town

County/Region **Birmingham**

Postcode

B**2****5****L****G**

Country

DX

Telephone

0121 200 8150**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

Cardynham Limited

(In Members' Voluntary Liquidation)

Progress report

Period: 8 January 2021 to 7 January 2022

Important Notice

This report has been produced solely to comply with our statutory duty to report to members of the Company pursuant to Section 92A of the Insolvency Act 1986. This report is private and confidential and may not be relied upon, referred to, reproduced or quoted from, in whole or in part, by members for any purpose other than this report to them, or by any other person for any purpose whatsoever.

Contents

- ❑ Interpretation
- ❑ Company information
- ❑ Details of appointment of liquidators
- ❑ Progress during the period
- ❑ Creditors
- ❑ Distributions to members
- ❑ Remuneration and expenses
- ❑ Liquidators' expenses
- ❑ Assets that remain to be realised and work that remains to be done
- ❑ Other relevant information
- ❑ Members' rights
- ❑ Conclusion
- ❑ Appendices
 - 1. Liquidators' account of receipts and payments
 - 2. Liquidators' time costs and expenses
 - 3. Statement of Liquidators' expenses

1. INTERPRETATION

<u>Expression</u>	<u>Meaning</u>
"the Company"	Cardynham Limited (In Members' Voluntary Liquidation)
"the liquidators", "we", "our" and "us"	Mark Malone of Begbies Traynor (Central) LLP, C/O 8th Floor, One Temple Row, Birmingham, B2 5LG and Gareth Prince of Begbies Traynor (Central) LLP, 8th Floor, One Temple Row, Birmingham, B2 5LG
"the Act"	The Insolvency Act 1986 (as amended)
"the Rules"	The Insolvency (England and Wales) Rules 2016 (as amended)
"secured creditor" and "unsecured creditor"	Secured creditor, in relation to a company, means a creditor of the company who holds in respect of his debt a security over property of the company, and "unsecured creditor" is to be read accordingly (Section 248(1)(a) of the Act)
"security"	(i) In relation to England and Wales, any mortgage, charge, lien or other security (Section 248(1)(b)(i) of the Act); and (ii) In relation to Scotland, any security (whether heritable or moveable), any floating charge and any right of lien or preference and any right of retention (other than a right of compensation or set off) (Section 248(1)(b)(ii) of the Act)
preferential creditors	Any creditor of the Company whose claim is preferential within Sections 386, 387 and Schedule 6 to the Act

2. COMPANY INFORMATION

Trading name(s):	Cardynham Limited
Company registered number:	03800890
Company registered office:	8th Floor, One Temple Row, Birmingham, B2 5LG
Former trading address:	Third Floor, 95 The Promenade, Cheltenham, GL50 1HH

3. DETAILS OF APPOINTMENT OF LIQUIDATORS

Date winding up commenced:	8 January 2021
Date of liquidators' appointment:	8 January 2021
Changes in liquidator (if any):	None

4. PROGRESS DURING THE PERIOD

Receipts and Payments

Attached at Appendix 1 is our abstract of receipts and payments for the period from 8 January 2021 to 7 January 2022.

Receipts

Bank Interest Gross

The sum of £1.11 has been received as interest earned on the funds held in the Liquidation bank account. The account has been converted to non-interest bearing in readiness for closure.

Cash at Bank

On 3 February 2021, the sum of £416,595.35 was received from Barclays Bank plc in respect of the funds held in the Company's pre appointment bank account.

CT Refund

Following much correspondence with HM Revenue and Customs ("HMRC"), the pre-appointment corporation tax refund of £4,388.29 was received on 4 January 2022.

VAT Refund

The pre-appointment VAT refund, totalling £250, was subsequently received from HMRC on 22 March 2021.

Payments

Statutory Declaration Fee

The sum of £3,000 (plus VAT) was paid to Begbies Traynor (Central) LLP in accordance with the approval obtained at the shareholder meeting held on 8 January 2021.

Office Holder Expenses

The total sum of £126.00 (plus VAT) has been paid to Begbies Traynor (Central) LLP for expenses accrued during the period of the liquidation.

Statutory Advertising

The sum of £298.35 (plus VAT) has been paid to Courts Advertising Limited for advertisements including the winding up resolution, the liquidators' appointment and notice to creditors to submit claims in the London Gazette.

What work has been done in the period of this report, why was that work necessary and what has been the financial benefit (if any) to creditors?

Details of the types of work that generally fall into the headings mentioned below are available on our firm's website - <http://www.begbies-traynorgroup.com/work-details> Under the following headings we have explained the specific work that has been undertaken on this case. Not every piece of work has been described, but we have sought to give a proportionate overview which provides sufficient detail to allow members to understand what has been done, why it was necessary and what financial benefit (if any) the work has provided to members.

The costs incurred in relation to each heading are set out in the Time Costs Analysis which is attached.

General case administration and planning

General case administration incorporates different categories such as cashiering, general case administration and dealing with sundry issues as and when they arise. This time cost also comprises maintenance of case files, undertaking case reviews incorporating compliance checks and dealing with general queries. These items

are not necessarily financially beneficial to any class of creditor but are requirements of the statutory regulations and the Insolvency Act and Rules.

Compliance with the Insolvency Act, Rules and best practice

Other work undertaken during the period includes complying with our statutory obligations and best practice guidance, which includes preparing and filing the appointment documentation, calculating the bond insurance and filing documentation at Companies House and with Courts Advertising. On appointment, notification was circulated to all stakeholders to include HMRC, the Company's bankers and shareholders. In addition, statutory advertisements were placed in the London Gazette including an advertisement for any creditor claims. These items are not necessarily financially beneficial to any class of creditor but are requirements of the Statutory Regulations and the Insolvency Act and Rules.

Dealing with all creditors' claims (including employees), correspondence and distributions

During the period of this report, time has been spent preparing and subsequently declaring the cash distribution to the shareholder. This work has had a direct financial benefit to members as they have received a return on their investment.

Other matters which includes meetings, tax, litigation, pensions and travel

A significant amount of time has been spent communicating with HMRC in respect of the corporation tax refund and tax clearances, which has become a very protracted stage of this liquidation. Once tax clearance is obtained, we shall proceed to close the liquidation.

5. CREDITORS

As in any liquidation, in a members' voluntary liquidation creditors are required to prove their claims and the liquidators must examine the proofs and the particulars of the claims and admit them, in whole or in part, or reject them. The liquidators must then settle the priorities of the creditors (as between secured, preferential, secondary preferential and unsecured creditors) before paying them in full with statutory interest. The statement of assets and liabilities embodied within the declaration of solvency sworn by the director indicated that there were no outstanding creditors. We have received no claims.

6. DISTRIBUTIONS TO MEMBERS

There has been one cash distribution to the shareholder during the period of this report of £385,000 which was declared on 11 February 2021.

7. REMUNERATION & EXPENSES

Our remuneration has been fixed by a resolution of the members of the Company by reference to the time properly given by us (as liquidators) and the various grades of our staff calculated at the prevailing hourly charge out rates of Begbies Traynor (Central) LLP, in attending to matters arising in the liquidation subject to us having agreed that our remuneration shall not exceed the sum of £3,000 in circumstances where the value of time given by us and our staff in attending to matters arising in the winding up exceeds this sum.

We are also authorised to draw expenses, including expenses for services provided by our firm (defined as category 2 expenses in Statement of Insolvency Practice 9), in accordance with our firm's policy, details of which were presented to the general meeting of the Company at which various resolutions, including the special resolution that the Company be wound up voluntarily, were passed.

Our time costs for the period from 8 January 2021 to 7 January 2022 amount to £11,476 which represents 50.1 hours at an average rate of £229.06 per hour.

The following further information in relation to our time costs and expenses is set out at Appendix 2:

- ❑ Time Costs Analysis for the period 8 January 2021 to 7 January 2022
- ❑ Begbies Traynor (Central) LLP's charging policy

To date, we have drawn the total sum of £3,000 plus expenses of £126 in accordance with approval obtained from members.

The Time Costs Analysis for the period of this report attached at Appendix 2 shows the time spent by each grade of staff on the different types of work involved in the case, and gives the total costs and average hourly rate charged for each work type.

Please note that the analysis provides details of the work undertaken by us and our staff following our appointment only.

Category 1 Expenses

To 7 January 2022, we have drawn any Category 1 expenses totalling £126 (plus VAT).

Category 2 Expenses

No Category 2 expenses have been incurred.

8. LIQUIDATORS' EXPENSES

A statement of the expenses incurred during the period of this progress report is attached at Appendix 3.

9. ASSETS THAT REMAIN TO BE REALISED AND WORK THAT REMAINS TO BE DONE

There are no assets to be realised and the liquidation will be closed once the necessary tax clearances have been obtained from HMRC.

What work remains to be done, why is this necessary and what financial benefit (if any) will it provide to members?

General case administration and planning

General case administration incorporates different categories such as cashiering, general case administration and dealing with sundry issues as and when they arise. This time cost also comprises maintenance of case files, undertaking case reviews incorporating compliance checks and dealing with general queries. These items are not necessarily financially beneficial to any class of creditor but are requirements of the statutory regulations and the Insolvency Act and Rules.

Compliance with the Insolvency Act, Rules and best practice

We will continue to comply with our statutory obligations and best practice guidance, which includes the preparation of this annual report and the final report and subsequent filing at Companies House. Periodic bond reviews will continue to be carried out. These items are not necessarily financially beneficial to any class of creditor or shareholder but are requirements of the Statutory Regulations and the Insolvency Act and Rules.

Dealing with all creditors' claims (including employees), correspondence and distributions

During the period immediately following this report there has been a second interim distribution to the shareholder. There will be a modest final distribution in due course and once confirmation of tax clearance has been obtained.

Other matters which includes meetings, tax, litigation, pensions and travel

We shall continue with our efforts to obtain clearance from HMRC. Once obtained we shall proceed to draw the liquidation to a close.

How much will this further work cost?

The 'further work' detailed above has always been anticipated, but at this point in the proceedings, it has not yet been completed. As you know, this work is necessary in order that the liquidation may complete as envisaged. For the avoidance of doubt, our fees are limited to the amount agreed with the shareholder as detailed in section 7 above.

Expenses

We do not expect to incur expenses in connection with the work that remains to be done.

10. OTHER RELEVANT INFORMATION

Use of personal information

Please note that in the course of discharging our statutory duties as liquidators, we may need to access and use personal data, being information from which a living person can be identified. Where this is necessary, we are required to comply with data protection legislation. If you are an individual and you would like further information about your rights in relation to our use of your personal data, you can access the same at <https://www.begbies-traynorgroup.com/privacy-notice>. If you require a hard copy of the information, please do not hesitate to contact us.

11. MEMBERS' RIGHTS

Right to request further information

Pursuant to Rule 18.9 of the Rules, within 21 days of the receipt of this report a member or members of the Company with at least 5% of the voting total rights of all the members having the right to vote at general meetings of the Company (or any member or members with less than 5% of the total voting rights, but with the permission of the court) may request in writing that we provide further information about our remuneration or expenses which have been incurred during the period of this progress report.

Right to make an application to Court

Pursuant to Rule 18.34 of the Rules, within 8 weeks of receipt of this progress report any member or members of the Company with at least 10% of the total voting rights of all the members having the right to vote at general meetings of the Company (or any member, or members with less than 10% of the total voting rights, but with the permission of the Court) may make an application to court on the grounds that the remuneration charged or the expenses incurred during the period of this progress report are excessive or, the basis fixed for our remuneration is inappropriate.

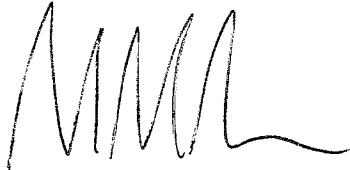
Obtaining information on the remuneration of liquidators and the payment of expenses

The basis of remuneration for acting as liquidators was sought following appointment. Notwithstanding this, beneficiaries of the surplus are able to seek information on their rights in relation to the remuneration and the payment of expenses and can obtain a copy of 'Begbies Traynor Guide for Shareholders. A Guide to the Liquidators' fees – England and Wales' on our website at <https://www.begbies-traynorgroup.com/services-to/shareholders>

Alternatively, if you require a hard copy of the guide, please contact our office and a copy will be sent to you.

12. CONCLUSION

We will report again in approximately twelve months' time or at the conclusion of the liquidation, whichever is the sooner.

A handwritten signature in black ink, consisting of a series of loops and a final horizontal stroke, representing the name Mark Malone.

Mark Malone
Joint Liquidator

Dated: 17 February 2022

ACCOUNT OF RECEIPTS AND PAYMENTS

Period: 8 January 2021 to 7 January 2022

Cardynham Limited
(In Liquidation)
Joint Liquidators' Summary of Receipts & Payments
To 07/01/2022

Dec of Sol £	£	£
	ASSET REALISATIONS	
250.00	VAT Refund	250.00
4,352.00	CT Refund	4,388.29
416,595.35	Cash at Bank	416,595.35
	Bank Interest Gross	1.11
		421,234.75
	COST OF REALISATIONS	
	Declaration of Solvency Fee	3,000.00
	Office Holders Expenses	126.00
	Statutory Advertising	298.35
		(3,424.35)
	DISTRIBUTIONS	
	Ordinary Shareholders	385,000.00
		(385,000.00)
421,197.35		32,810.40
	REPRESENTED BY	
	Vat Receivable	684.87
	Bank 1 Current	32,125.53
		32,810.40

TIME COSTS AND EXPENSES

- a. Begbies Traynor (Central) LLP's charging policy; and
- b. Time Costs Analysis for the period from 8 January 2021 to 7 January 2022.

BEGBIES TRAYNOR CHARGING POLICY

INTRODUCTION

This policy applies where a licensed insolvency practitioner in the firm is acting as an office holder of an insolvent estate and seeks creditor approval to draw remuneration on the basis of the time properly spent in dealing with the case. It also applies where further information is to be provided to creditors regarding the office holder's fees following the creditors' decision being made for the office holder to be remunerated on a time cost basis. Best practice guidance* requires that such information should be disclosed to those who are responsible for approving the basis of an office holder's remuneration. Within our fee estimate creditors can see how we propose to be remunerated.

In addition, this policy applies where creditor approval is sought to make a separate charge by way of expenses or disbursements to recover the cost of facilities provided by the firm. It also applies where payments are to be made to parties other than the firm, but in relation to which the office holder, the firm or any associate has an interest. Best practice guidance* indicates that such charges should be disclosed to those who are responsible for approving the basis of the office holder's remuneration, together with an explanation of how those charges are calculated.

OFFICE HOLDER'S FEES IN RESPECT OF THE ADMINISTRATION OF INSOLVENT ESTATES

The office holder has overall responsibility for the administration of the estate. He/she will delegate tasks to members of their staff. Such delegation assists the office holder as it allows him/her to deal with the more complex aspects of the case and ensures that work is being carried out at the appropriate level. There are various levels of staff that are employed by the office holder and these appear below.

The firm operates a time recording system which allows staff working on the case along with the office holder to allocate their time to the case. The time is recorded in 6-minute units at the individual's hourly rate in force at that time which is detailed below.

EXPENSES INCURRED BY OFFICE HOLDERS IN RESPECT OF THE ADMINISTRATION OF INSOLVENT ESTATES

Expenses are payments from the estate which are neither an office holder's remuneration nor a distribution to a creditor or a member. Expenses also include disbursements, which are expenses that are initially paid by the office holder's own firm, but which are subsequently reimbursed from the estate when funds are available.

Best practice guidance classifies expenses into two broad categories:

- ❑ Category 1 expenses (approval not required) - Specific expenditure that is directly related to the case and referable to an independent external supplier's invoice. All such items are charged to the case as they are incurred.
- ❑ Category 2 expenses (approval required) - Items of expenditure that are directly related to the case and either:
 - (i) include an element of shared or allocated cost and are based on a reasonable method of calculation, but which are not payable to an independent third party; or
 - (ii) are items of expenditure which are payable to an associate of the office holder and/or their firm.

Shared or allocated costs (pursuant to (i) above)

* Statement of Insolvency Practice 9, (SIP9) – Payments to Insolvency office holders and their associates from an estate

The following expenses include an element of shared or allocated cost and are charged to the case (subject to approval).

- ❑ Internal meeting room usage for the purpose of physical meetings of creditors is charged at the rate of £100 (London £150) per meeting;
- ❑ Car mileage which is charged at the rate of 45 pence per mile.

General Office Overheads.

The following items of expenditure will normally be treated as general office overheads and will not be charged to the case although a charge may be made where the precise cost to the case can be determined because the item satisfies the test of a Category 1 expense:

- ❑ Telephone and facsimile
- ❑ Printing and photocopying
- ❑ Stationery

BEGBIES TRAYNOR CHARGE-OUT RATES

Begbies Traynor is a national firm. The rates charged by the various grades of staff that may work on a case are set nationally, but vary to suit local market conditions. The rates applying to the Birmingham office as at the date of this report are as follows:

Grade of staff	Charge-out rate (£ per hour) 1 January 2022 until further notice
Partner	545
Director	490
Senior Manager	435
Manager	380
Assistant Manager	275
Senior Administrator	240
Administrator	195
Junior Administrator	155
Cashier	155
Secretarial	155

Prior to 31 December 2021, the following rates applied:

Grade of staff	Charge-out rate (£ per hour)
Partner	495
Director	445
Senior Manager	395
Manager	345
Assistant Manager	250
Senior Administrator	225
Administrator	175
Junior Administrator	140
Cashier	140
Secretarial	140

Time spent by support staff such as secretarial, administrative and cashiering staff is charged directly to cases. It is not carried as an overhead.

* Statement of Insolvency Practice 9, (SIP9) – Payments to Insolvency office holders and their associates from an estate

As detailed above, time is recorded in 6 minute units.

* Statement of Insolvency Practice 9, (SIP9) – Payments to Insolvency office holders and their associates from an estate

TIME COSTS ANALYSIS

Period: 8 January 2021 to 7 January 2022

SIP9 Cardynham Limited - Members Voluntary Liquidation - 60CA962.MVL : Time Costs Analysis From 08/01/2021 To 07/01/2022

Staff Grade		Consultant/Partner	Director	Snr Mngr	Mngr	Asst Mngr	Snr Admin	Admin	Jnr Admin	Support	Total Hours	Time Cost £	Average hourly rate £
General Case Administration and Planning	Case planning			0.4	1.2						1.6	572.00	357.50
	Administration	1.7		0.4	1.2			10.6	1.3	2.8	18.0	3,854.50	214.14
	Total for General Case Administration and Planning:	1.7		0.8	2.4			10.6	1.3	2.8	19.6	4,426.50	225.84
Compliance with the Insolvency Act, Rules and best practice	Appointment	1.3			2.8			2.6			6.7	2,064.50	308.13
	Banking and Bonding			0.1	0.2			0.2		4.2	4.7	737.50	156.91
	Case Closure				0.5			5.4		0.5	6.4	1,191.50	186.17
	Statutory reporting and statement of affairs												0.00
	Total for Compliance with the Insolvency Act, Rules and best practice:	1.3		0.1	3.5			8.2		4.7	17.8	3,993.50	224.35
Investigations	CDDA and investigations												0.00
	Total for Investigations:												0.00
Realisation of assets	Debt collection												0.00
	Property, business and asset sales												0.00
	Retention of Title/Third party assets												0.00
	Total for Realisation of assets:												0.00
Trading	Trading												0.00
	Total for Trading:												0.00
Dealing with all creditors claims (including employees), correspondence and distributions	Secured												0.00
	Others	0.3			2.6			0.6			3.5	1,150.50	328.71
	Creditors committee												0.00
	Total for Dealing with all creditors claims (including employees), correspondence and distributions:	0.3			2.6			0.6			3.5	1,150.50	328.71
Other matters which includes meetings, tax, litigation, pensions and travel	Seeking decisions of creditors												0.00
	Meetings												0.00
	Other							1.0			1.0	175.00	175.00
	Tax			1.1	0.5			5.7		0.9	8.2	1,730.50	211.04
	Litigation												0.00
	Total for Other matters:			1.1	0.5			6.7		0.9	9.2	1,905.50	207.12
	Total hours by staff grade:	3.3		2.0	9.0			26.1	1.3	8.4	50.1		
	Total time cost by staff grade £:	1,633.50		796.00	3,105.00			4,575.50	182.00	1,182.00		11,476.00	
	Average hourly rate £:	495.00	0.00	399.00	345.00	0.00	0.00	175.31	140.00	140.71			229.06
	Total fees drawn to date £:											0.00	

STATEMENT OF LIQUIDATORS' EXPENSES

Type of expense	Name of party with whom expense incurred	Amount incurred £	Amount discharged £	Balance (to be discharged) £
Expenses incurred with entities not within the Begbies Traynor Group				
Statutory Advertising	Courts Advertising Limited	298.35	298.35	0.00
Disbursements – Bond Insurance	AUA Insolvency Risk Services	126.00	126.00	0.00
Expenses incurred with entities within the Begbies Traynor Group (for further details see Begbies Traynor Charging Policy)				
None				