

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

04442969

Name of Company

(a) Insert full name
of company

(a) London Technology Network CIC

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

We (b)

Matthew Haw
Baker Tilly Restructuring and
Recovery LLP
25 Farringdon Street
London EC4A 4AB

and Mark Wilson

Baker Tilly Restructuring and Recovery
LLP
1st Floor
46 Clarendon Road
Watford WD17 1JJthe liquidator(s) of the company attach a copy of my/our Progress Report
under section 192 of the Insolvency Act 1986The Progress Report covers the period from 5 January 2012
to 04 January 2013

Signed

Date

21/1/13Presenter's name,
address and
reference
(if any)Baker Tilly Restructuring and Recovery LLP, 1st Floor, 46 Clarendon
Road, Watford WD17 1JJ
Ref MRH/KS/LC/TLONDON1

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COMPANIES HOUSE

**IN THE MATTER OF
LONDON TECHNOLOGY NETWORK CIC IN MEMBERS' VOLUNTARY
LIQUIDATION**

JOINT LIQUIDATORS' PROGRESS REPORT

21 JANUARY 2013

**MATTHEW HAW AND MARK WILSON
JOINT LIQUIDATORS**

APPOINTED 5 JANUARY 2012

**BAKER TILLY RESTRUCTURING AND RECOVERY LLP
1ST FLOOR
46 CLARENDON ROAD
WATFORD WD17 1JJ**

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1. PURPOSE OF REPORT

This report has been prepared in accordance with insolvency legislation to provide members and the Registrar of Companies with information relating to the progress of the liquidation in the period from 5 January 2012 to 4 January 2013.

This report has been prepared solely to comply with the statutory requirements of Section 92A of the Insolvency Act 1986 and Rule 4.49C of the Insolvency Rules 1986 (as amended). It has not been prepared for use in respect of any other purpose, or to inform any investment decision in relation to any debt or financial interest in the company. Neither the Liquidators nor Baker Tilly Restructuring and Recovery LLP accept any liability whatsoever arising as a result of any decision or action taken or refrained from as a result of information contained in this report.

2. PROGRESS OF THE LIQUIDATION

2.1. Payments to creditors

Estimated total creditor claims at the date of our appointment were £110,882

Additional creditor claims of £2,347.39 have been received and admitted by the liquidators. These creditors have been paid in full with statutory interest of £40.13

2.2. Realisation of Assets

Cash at Bank

The Company bank accounts with HSBC were closed upon our appointment and £4,277.40 has been received

Book Debts

Pre appointment debtors of £177,493.00 were listed as outstanding at the date of our appointment. To date £43,016.88 has been received into the liquidation and £2,603.12 has been written off

One debtor who owed £48,086 has exercised their right of set off against a creditor balance due to them of approximately £110,000. The remaining balance of £83,787 relates to one contract and we are currently awaiting further information from the client

Tax Refund

Upon submission of the final Corporation tax return a refund of £7,379.63 was received by the Company

Bank Interest

£160.12 has been received in relation to bank interest

2.3. Case Specific Matters

Other than dealing with the assets mentioned above there have been no other case specific matters

2.4. Administration and Planning

In accordance with our statutory duties the following is a list of some of our actions since our appointment

- Filing of appointment documentation and the Declaration of Solvency at Companies House
- Realisation of the assets listed on the Declaration of Solvency
- Submission of the pre appointment tax returns
- Dealing with correspondence received from creditors, agreement of claims and two distributions
- Cashiering duties
- Undertaking case reviews to establish that all matters have been dealt with in a cost effective and efficient manner
- Preparation of quarterly updates to the members
- Preparation of the annual report
- Submission of post appointment VAT and Corporation tax returns

3. DISTRIBUTIONS TO MEMBERS

There have been no distributions to members

4. MATTERS PREVENTING CLOSURE

We are still continuing to pursue the outstanding debt due to the Company of £83,787

In addition there is an outstanding creditor claim which shall be paid shortly together with statutory interest

5. RECEIPTS AND PAYMENTS SUMMARY

We attach as Appendix B a summary of our receipts and payments for the period from 5 January 2012 to 4 January 2013

VAT Basis

Receipts and payments are shown net of VAT, with any amount due to or from HM Revenue and Customs shown separately

6. COSTS AND JOINT LIQUIDATORS' REMUNERATION

6.1. Joint Liquidators' Remuneration and Disbursements

The Joint Liquidators' remuneration was approved on a time cost basis by the members on 5 January 2012. We have incurred remuneration of £19,932.00 plus VAT since the date of our appointment. Of this, a total of £15,000 has been paid and £4,932.00 remains outstanding.

Approval was also given to the drawing of disbursements, including category 2 disbursements. Details of the current rates are attached at Appendix D.

7. JOINT LIQUIDATORS' STATEMENT OF EXPENSES

A statement of the expenses incurred during the period, is attached at Appendix F. This includes all expenses incurred by the Joint Liquidators in the period of the report irrespective of whether they have been paid or not and may include estimated amounts where actual invoices have not been received. The receipts and payments abstract at Appendix B sets out the expenses actually paid in the period.

Detailed cost breakdown

Attached to this report are three Appendices relating to my costs on this assignment:

- Appendix C: A copy of Baker Tilly Restructuring and Recovery LLP's charging, expenses and disbursements policy statement
- Appendix D: Joint Liquidators' charge out and disbursement rates, and
- Appendix G: Joint Liquidators' time cost analysis;

Other professional costs

£450 was paid to a consultant in relation to assistance with the preparation of the final pre-appointment Corporation Tax return.

8. MEMBERS' RIGHT TO INFORMATION AND ABILITY TO CHALLENGE REMUNERATION AND EXPENSES

In accordance with the provisions of Rules 4.49E and 4.148C of the Insolvency Rules 1986, members have a right to request further information about remuneration or expenses and to challenge such remuneration or expenses.

A request for further information must be made in writing within 21 days of receipt of this report.

Members of the company with at least 10% of the total voting rights of all members having the right to vote at general meetings of the company, or any members with the permission of the court, may apply to court that the remuneration charged, the basis fixed or expenses incurred by the liquidator are in all the circumstances excessive.

Any such challenge must be made no later than eight weeks after receipt of the report which first discloses the charging of remuneration or incurring of the expenses in question

If you would like a copy of A Shareholders Guide to Liquidator's Fees, please let me know.

Should you have any further queries please do not hesitate to contact me



Matthew Haw
Baker Tilly Restructuring and Recovery LLP
Joint Liquidator

Matthew Haw and Mark Wilson are licensed to act as Insolvency Practitioners in the UK by the Institute of Chartered Accountants in England and Wales

Appendix A

COMPANY INFORMATION

Company Name.	London Technology Network CIC
Functions	<p>The Joint Liquidators' appointment specified that they would have power to act jointly and severally</p> <p>The Joint Liquidators' have exercised, and will continue to exercise, all of their functions jointly and severally as stated in the notice of appointment</p>
Previous Company Names:	None
Company Number	04442969
Date of Incorporation	20 May 2002
Trading Name:	London Technology Network CIC
Trading Address	Argyle House, Euston Road, London, NW1 2SD
Principal Activity:	Research, Advisory & Consultancy
Registered Office	Baker Tilly Restructuring and Recovery LLP, 1st Floor, 46 Clarendon Road, Watford WD17 1JJ
Previous Registered Office.	66 Chiltern Street, London, W1U 4JT

APPENDIX B

London Technology Network CIC In Members Voluntary Liquidation Receipts and Payments Abstract For the period 05/01/2012 To 04/01/2013

SOA Value £		£	
	ASSET REALISATIONS		
0 00	Bank Interest Gross	160 12	
4,066 00	Cash at Bank	4,285 96	
177,493 00	Debtors (Pre-Appointment)	43,016 88	
0 00	Tax Refund	<u>7,379 63</u>	
			54,842 59
	COST OF REALISATIONS		
0 00	Accounting Fees	(450 00)	
0.00	Advertisements	(229 50)	
0 00	Agents / Valuers Fees	(675 00)	
0 00	Appointee Fees	(15,000 00)	
0 00	Corporation Tax	(39 26)	
0 00	Declaration Swearing Fee	(28 00)	
0.00	Insolvency Bond	(52 50)	
0.00	Postage	(98 06)	
0 00	Pre Appointment Fees	(12,364 50)	
0 00	Specific Bond	(52.50)	
0 00	Storage	(109.37)	
0 00	Travel	<u>(56 70)</u>	
			(29,155 39)
	UNSECURED CREDITORS		
(110,502 00)	Trade and Expense Creditors	(2,347 39)	
(380 00)	Unsecured Creditors	<u>0 00</u>	
			(2,347 39)
	STATUTORY INTEREST		
0 00	Statutory Interest	<u>(40 13)</u>	
			(40 13)
	EQUITY		
(1 00)	Limited by Guarantee	<u>0 00</u>	
			0 00
<u>70,676 00</u>			<u>23,299 68</u>
	REPRESENTED BY		
	Bank - (BOS)	22,793 19	
	VAT Receivable (Payable)	<u>506 49</u>	
			23,299 68
			<u>23,299 68</u>

BAKER TILLY RESTRUCTURING AND RECOVERY LLP

CHARGING, EXPENSES AND DISBURSEMENTS POLICY STATEMENT

Charging policy

- Partners, directors, managers, administrators, cashiers, secretarial and support staff are allocated an hourly charge out rate which is reviewed from time to time
- Work undertaken by cashiers, secretarial and support staff will be or has been charged for separately and such work will not or has not also been charged for as part of the hourly rates charged by partners, directors, managers and administrators
- Time spent by partners and all staff in relation to the insolvency estate is charged to the estate.
- Time is recorded in 6-minute units at the rates prevailing at the time the work is done
- The current charge rates for Baker Tilly Restructuring and Recovery LLP Watford are attached
- Time billed is subject to Value Added Tax at the applicable rate
- It is the office holder's policy to ensure that work undertaken is carried out by the appropriate grade of staff required for each task, having regard to its complexity and the skill and experience actually required to perform it.
- Baker Tilly Restructuring and Recovery LLP's charge out rates are reviewed periodically

Expenses and disbursements policy

- Only expenses and disbursements properly incurred in relation to an insolvency estate are re-charged to the insolvency estate.
- Expenses and disbursements which comprise external supplies of incidental services specifically identifiable to the insolvency estate require disclosure to members, but do not require members' approval prior to being drawn from the insolvency estate. These are known as "Category 1" disbursements
- Expenses and disbursements which are not capable of precise identification and calculation (for example any which include an element of shared or allocated costs) or payments to outside parties that the firm or any associate has an interest in, require the approval of members prior to being drawn from the insolvency estate. These are known as "Category 2" disbursements
- A resolution to consider approving "Category 2" disbursements at the rates prevailing at the time the cost is incurred to Baker Tilly Restructuring and Recovery LLP Watford will be proposed to members' in general meeting
- General office overheads are not re-charged to the insolvency estate as a disbursement
- Any payments to outside parties in which the office holder or his firm or any associate has an interest will only be made with the approval of members.
- Where applicable, expenses and disbursements re-charged to or incurred directly by an insolvency estate are subject to VAT at the applicable rate

Appendix D

BAKER TILLY RESTRUCTURING AND RECOVERY LLP – WATFORD

JOINT LIQUIDATORS' CURRENT CHARGE OUT AND DISBURSEMENT RATES

CHARGE OUT RATES		
	Rate at Commencement £	From 1 April 2012
Partner	405-485	405-485
Manager	225-285	240-295
Administrator	130-155	145-150
Support staff	85	85

"CATEGORY 2" DISBURSEMENT RATES (TABLE A) <i>For use in respect of cases where the appointment is on or after 1 April 2011</i>	
Travel & Subsistence	
Motor travel	42.5p per mile (from 1 April 2011)
Subsistence	£23
Circulars to Members / Creditors	
Labels	£ 0 01 each
Headed paper	£ 0 07 per sheet
Continuation paper	£ 0.07 per sheet
Plain paper	£ 0 05 per sheet
Large envelopes	£ 0 11 each
Medium envelopes	£ 0 10 each
Small envelopes	£ 0 08 each
Photocopying charge	0 59 pence per sheet
Stationery	
Lever arch files	£ 0 75 per file
Cashiering files	£ 0 75 per file
Chequebook boxes	N/A
A-Z dividers	£ 1 75 per set
1-31 dividers	£ 2 88 per set
Coloured dividers (5 part)	£ 0 09 per set
Coloured dividers (10 part)	£ 0 19 per set
Multi-punch pockets	£ 0 03 per pocket
Storage boxes	£ 2 34 per box
Sundry	
Faxes	Not to Charge
Internal room hire (for meetings)	£100

Appendix E

JOINT LIQUIDATORS' CATEGORY 2 DISBURSEMENTS TABLE

Amounts paid or payable to the Office Holder's firm or to any party in which the office holder or his firm or any associate has an interest		
Recipient, Type and Purpose	Paid	Unpaid
	£	£
None		
Total	NIL	NIL

Appendix F

STATEMENT OF EXPENSES INCURRED BY THE JOINT LIQUIDATORS' IN THE PERIOD FOR 5 JANUARY 2012 TO 4 JANUARY 2013

Type and Purpose	Incurred in Period
	£
Travel	56 70
Insolvency Bond	105 00
Storage	192 62
Courier	98 06
Advertising	229 50
Total	709 88

Appendix G

JOINT LIQUIDATORS' TIME COST ANALYSIS

FOR THE PERIOD FROM 5 JANUARY 2012 TO 4 JANUARY 2013

HOURS SPENT	Partners	Managers	Administrators	Assistants	Total Hours	Total Time Costs
Administration and Planning						
Appointment	0 0	1 1	5 1	0 0	6 2	£1,009 50
Background information	0 0	1 0	1 6	0 3	2 9	£423 00
Case Management	2 1	6 7	10 5	1 0	20 3	£4,448 00
Closure	0 0	0 0	0 2	0 0	0 2	£29 00
Director(s)/debtor/bankrupt/Members	1 0	8 4	2 5	0 0	11 9	£3,284 50
Post-appointment - general	0 1	1 4	0 8	0 0	2 3	£443 50
Taxation	0 5	1 3	2 1	0 3	4 2	£926 50
Receipts and Payments	0 4	1 3	7 8	2 6	12 1	£1,938 50
Totals	4 1	21 2	30 6	4 2	60.1	£12,502 50
Realisation of Assets						
Assets - general/other	0 0	2 0	3 3	0 0	5 3	£1,000 50
Chattels	0 0	0 2	0 0	0 0	0 2	£57 00
Debtors & sales finance	0 2	4 2	5 3	1 4	11 1	£2,148 00
Land and Property	0 0	0 2	0 0	0 0	0 2	£57 00
Totals	0 2	6 6	8 6	1 4	16 8	£3,262 50
Creditors						
Other Creditor Meetings and Reports	0 0	0 8	0 0	0 0	0 8	£228 00
Preferential Creditors	0 2	0 0	0 0	0 0	0 2	£81 00
Secured Creditors	0 2	0 9	0 6	0 0	1 7	£431 50
Unsecured Creditors	0 3	6 9	9 4	0 3	16 9	£3,426 50
Totals	0 7	8 6	10 0	0 3	19 6	£4,167 00
TOTAL HOURS	5 0	36 4	49 2	5 9	96 5	£19,932 00
TOTAL TIME COST	£2,305 00	£10,309 50	£6,816 00	£501 50		£19,932 00

NOTES TO APPENDIX G

JOINT LIQUIDATORS' TIME COST ANALYSIS

a) Administration and Planning

This includes dealing with the commencement of the case administration, together with day-to-day case administration duties, maintenance of records and on-going statutory obligations. These include but are not limited to handling receipts and payments, VAT and Income tax issues, pension queries and general correspondence. Other matters which are required to be dealt with as part of the appointment and which will fall under this heading include case planning and strategy, case reviews, bonding, maintenance and obtaining books and records, general meetings / correspondence, statutory and other advertising, insurance, re-directed mail, and statutory reports.

b) Investigations

Where appropriate this will include such matters as investigation of pre-appointment transactions in accordance with the relevant Statement of Insolvency Practice (SIP 2), and the investigation of any potential antecedent transactions such as transactions at under value and preferences which may result in legal action resulting in a recoverable asset.

c) Realisation of Assets

This includes dealing with all aspects of the realisation of assets including identifying, securing and insuring assets, and (where applicable), property, business and asset sales, retention of title claims and debt collection. Other matters dealt with during the case administration which will relate to asset realisation may commonly include effecting disclaimers, dealing with landlords, liaising with agents, undertaking inventories, meetings with purchasers / directors, arranging collection of leased assets, obtaining insurance, pursuing antecedent claims identified as part of the investigation work set out above. Details of the specific asset realisation work undertaken on this case are set out in the main body of the report. Asset realisation is considered to be a key aspect of the case administration.

d) Trading

Where the business of the company has been traded (by the liquidator(s)) following the appointment our staff will have had to set up accounts with suppliers in order to trade on an on-going basis. Payments to suppliers and general correspondence with these have been undertaken. Where trading has ceased, accounts will have been closed and final bills paid. Other matters will also have been dealt with in accordance with the usual trading obligations such as dealing with employees and payroll.

e) Creditors

Queries from and correspondence with creditors and employees have been necessary aspects of the case administration process. Reports to creditors are also an important part of on-going matters relating to this aspect of the case.

f) Case Specific Matters

Any case specific matters will generally be set out in the body of the report but will commonly include meetings, correspondence and telephone calls relating to specific issues in the case which do not fall into any of the categories set out above and are specific to the case in question. This may include work done in relation to litigation, general advice or other major issues.