

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

5095232

Name of Company

Building Trade Skills Centres Ltd

I / We

Mark S Goldstein, Kingswood Court, 1 Hemlock Close, Kingswood, Surrey, KT20 6QW

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 18/10/2015 to 17/10/2016

Signed



Date

7 NOV 2016

Mark Goldstein Associates Limited
Kingswood Court
1 Hemlock Close
Kingswood
Surrey, KT20 6QW

Ref BUILD/MSG/MDG

TUESDAY



A08 08/11/2016 #157
COMPANIES HOUSE

Building Trade Skills Centres Ltd
(In Liquidation)
Liquidator's Abstract of Receipts & Payments

Statement of Affairs	From 18/10/2015 To 17/10/2016	From 18/10/2010 To 17/10/2016
ASSET REALISATIONS		
	NIL	273,779 81
	NIL	65,790 54
326,288 00	NIL	NIL
85,000 00	NIL	NIL
	NIL	8,916 51
	NIL	NIL
	NIL	NIL
	247 79	2,628 64
	NIL	1,381 61
	NIL	350,000 00
	NIL	900,000 00
	247 79	1,602,497 11
COST OF REALISATIONS		
	NIL	51 50
	NIL	1,560 00
	NIL	162,960 97
	NIL	4,413 50
	NIL	853 66
	NIL	NIL
	NIL	75,608 00
	NIL	2,836 84
	NIL	109,792 78
	NIL	35,378 12
	NIL	4,159 50
	NIL	3,925 00
	NIL	9,881 80
	NIL	388 19
	NIL	416 75
	NIL	150 00
	NIL	444 10
	NIL	3,884 00
	NIL	14,073 44
	NIL	(430,778 15)
PREFERENTIAL CREDITORS		
(21,570 89)	NIL	NIL
(7,128 91)	NIL	7,987 21
	NIL	(7,987 21)
UNSECURED CREDITORS		
(890,081 73)	NIL	855,936 72
(12,433 61)	NIL	NIL
(41,690 33)	NIL	181 14
(326,614 22)	NIL	NIL
(313,434 23)	NIL	NIL
(340,679 66)	NIL	NIL
(326,969 44)	NIL	NIL

**Building Trade Skills Centres Ltd
(In Liquidation)
Liquidator's Abstract of Receipts & Payments**

Statement of Affairs		From 18/10/2015 To 17/10/2016	From 18/10/2010 To 17/10/2016
		NIL	(856,117 86)
	DISTRIBUTIONS		
(100 00)	Ordinary Shareholders	NIL	NIL
		NIL	NIL
(1,869,415.02)		247.79	307,613.89
	REPRESENTED BY		
	VAT Receivable		333 20
	Bank Current Acc		57,280 69
	3 month fixed term deposit		250,000 00
			307,613.89



Mark S Goldstein
Liquidator

BUILDING TRADE SKILLS CENTRES LTD (IN CREDITORS' VOLUNTARY LIQUIDATION)-('the company')

**LIQUIDATOR'S PROGRESS REPORT PURSUANT TO
SECTION 104A OF THE INSOLVENCY ACT 1986 AND
RULE 4.49C OF THE INSOLVENCY RULES 1986**

FOR THE PERIOD FROM 18 OCTOBER 2015 TO 17 OCTOBER 2016

27 OCTOBER 2016

SUMMARY INFORMATION

Type of insolvency procedure	Creditors' Voluntary Liquidation
Registered office	Kingswood Court 1 Hemlock Close Kingswood Surrey KT20 6QW
Registered number	5095232
Former trading address	Unit 5-7 Barwell Industrial Park Leatherhead Chessington Surrey KT9 2NY
Liquidator's name and address	Mark Goldstein Mark Goldstein Associates Ltd Kingwood Court 1 Hemlock Close Kingswood Surrey KT20 6QW
Date of liquidation	18 October 2010
Date of Liquidator's appointment	18 October 2010
Details of any changes in office holder	None
Contact details	01737 830763 mark.goldstein@mgacr.co.uk

1 INTRODUCTION

- 1 01 I was appointed Liquidator of the company on 18 October 2010. I now present my progress report for the sixth year of the liquidation, pursuant to Section 104A of the Insolvency Act 1986 ('the Act') and Rule 4.49C of the Insolvency Rules 1986 ('the Rules'). This report should be read in conjunction with my previous reports.
- 1.02 At the date of my appointment the company had ceased trading and as I have previously reported I took steps to realise the remaining assets with a view to distributing the funds to creditors, after costs, in the prescribed order of priority. As Liquidator, I was also obliged to investigate the company's affairs, as a result of which substantial claims were pursued and realised. Please refer to previous reports for those details.
- 1 03 I attach at Appendix 1, a receipts and payments account for the period to 17 October 2016. Details of progress during the period are set out in sections 2 to 4 below.

2 ASSET REALISATIONS

- 2 01 The only realisation in this period has been bank interest totalling £247.79.

3 CREDITORS' CLAIMS

- 3 01 I will deal with these in order of priority prescribed by legislation.

Secured creditor

- 3 02 An examination of the company's mortgage register held by the Registrar of Companies, showed that the company has not granted any debentures.

Unsecured preferential creditors

- 3 03 At the outset it was anticipated that former employees would have preferential claims for pay arrears, up to a maximum of £800, and/or accrued holiday pay.

- 3 04 These claims were received and were met by the Secretary of State ('SofS') to the extent required by the Employment Rights Act 1996. The SofS submitted a claim to me of £62,720.99, £5,026.01 of which was preferential. This preferential claim, together with the employees' residual preferential claims in the sum of £4,861.35 has been paid.

- 3 05 Accordingly, preferential claims total £9,887.36.

Section 176A of the Insolvency Act 1986

- 3 06 Under Section 176A of the Insolvency Act 1986, where a company has granted a floating charge to a creditor after 15 September 2003, a prescribed part of the company's net property, which would otherwise be available to the floating charge creditor, is set aside for the benefit of unsecured non-preferential creditors. In this particular case the floating charge was created after that date and accordingly the provisions of Section 176A do apply.

Unsecured non-preferential creditors

- 3.07 Claims have been received from approximately 170 unsecured creditors, including the SofS and former employees in relation to pay arrears over £800, redundancy and pay in lieu of notice. Extensive work has been carried out in agreeing these claims and where appropriate further information has been requested to support the amount sought.

Dividend Prospects

- 3 08 As you are aware, two interim dividends have been declared, 30p in the £ in March 2013 and 20p in the £ in November 2013. I hope to be in a position to declare a further dividend but, the timing and quantum of that dividend is dependent on the outcome of a realisation of the inter-company debt due from Richard Hunt Investments Ltd in liquidation (RHIL), which is also in liquidation.
- 3 09 RHIL has commenced proceedings against a former director, Mr Richard Hunt, for recovery of sums spent by him. The Company is the only creditor of RHIL, therefore the proceeds of the successful claim will go to the creditors of the Company. For that reason it has provided security for costs to enable RHIL to continue with the action. A trial date has been set for end of March 2017 and I will report to creditors regarding dividend prospects thereafter.

4 INVESTIGATIONS

- 4 01 I have previously reported in detail that the company's affairs have been investigated and I have complied with my obligations under Section 7(3) of the Company Directors Disqualification Act 1986.

5 COSTS AND EXPENSES

Liquidator's remuneration

- 5 01 My remuneration was previously authorised by creditors at a meeting held on 18 October 2010 to be drawn on a time cost basis. My total time costs to 17 October 2016 amount to £166,225.90. The Committee have been asked to authorise me to draw the amount of £4,300 generally on account. A schedule of my time costs incurred to date is attached as Appendix 2.

A description of the routine work undertaken in the liquidation to date is as follows:

- **Regulatory administration and planning** Detailed communications with solicitors acting on behalf of the Insolvency Service Disqualification Unit, contributing to Mr Hunt agreeing to a disqualification undertaking in respect of which he has been disqualified for a period of eight years commencing 22 May 2012.
- **Detailed investigation of the Company's affairs and realisation of assets** Pursuing Barclays Bank PLC to realise retention funds to include instructing solicitors in preparation for litigation before obtaining settlement, ascertaining the courses of action the Company may take against various parties, detailed communications with the Company's directors' former solicitors and accountants, attempting to trace and communicate with Mr Harriot, a former director, extensive analysis of statutory accounts, to include the instruction of and work with accountants as an expert witness, progressing the claim of £2m against Mr Jackson, instructions and communications with solicitors and Counsel, attending court, undertaking negotiations to settle, advancing the misfeasance claim against Mr Hunt of approx £1m, instructions and communications with solicitors and Counsel, attending court, undertaking negotiations to settle, dealing with the claims against and actions resulting in the compulsory winding up of Desu Investments Ltd and Richard Hunt Investments Ltd, communications with the liquidator of Richard Hunt Investments Ltd to try and realise a dividend on the Company's claim.
- **Dealing with creditors** Dealing with the general and specific creditor calls and correspondence, dealing with correspondence and telephone calls from current trainees as well as those identified pre-administration as having claims, correspondence with creditors to try to begin to agree creditors' claims in an effort to identify the likely total claim to rank for dividend, correspondence with Employment Tribunals regarding claims from former employees, payment of preferential claims in full, payment of interim dividends to non-preferential unsecured creditors.

- **Reports.** Regular reports to the Committee (including oral reports to individual members from time to time) and statutory reports to creditors

A copy of 'A Creditors Guide to Liquidators' Fees' published by the Association of Business Recovery Professionals, together with an explanatory note which shows Mark Goldstein Associates Ltd's fee policy are available upon request from the address below

Liquidator's disbursements

- 5 02 In relation to disbursements, where my firm has incurred a cost that is directly referable to this matter and the payment was made to a third party, these costs have been reimbursed. The disbursements incurred during the period are shown on Appendix 2
- 5 03 No disbursements have or will be claimed which, while directly referable to this matter, did not involve a payment to a third party. Neither will any cost be reimbursed which included an element of shared or allocated cost (eg photocopying)

Creditors' right to request information

- 5 04 Any secured creditor, or an unsecured creditor with the support of at least 5% in value of unsecured creditors or with the leave of court, may (in writing) request me to provide additional information regarding remuneration or expenses already supplied within this report. In accordance with Rule 4.49E of the Rules, such a request or application for leave must be made within 21 days of receipt of this report.

Creditors' right to challenge remuneration and/or expenses

- 5 05 Any secured creditor, or an unsecured creditor with the support of at least 10% in value of the unsecured creditors or with permission of the court, may apply to court for one or more orders under Rule 4.131(4) of the Rules. Such applications must be made within eight weeks of receipt of this report.

6 CONCLUSION

- 6 01 Should you require further information, please do not hesitate to contact me

Mark Goldstein
Liquidator