

The Insolvency Act 1986**Liquidator's Progress Report****S. 192****Pursuant to section 192 of the
Insolvency Act 1986**

To the Registrar of Companies

For official use

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| | | |
|--|--|--|

Company Number

05142808

Name of Company

(a) Insert
full name of
company

(a) PRESTIGIOUS INTERIORS LIMITED

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

I/We (b)

R Neil Marshman of Marshman Price, PO Box 5895, Wellingborough,
Northants, NN8 5ZD and Alan R Price of Marshman Price, PO Box 5895
Wellingborough
Northants
NN8 5ZD

the liquidator(s) of the company attach a copy of my/our Progress Report
under section 192 of the Insolvency Act 1986

Signed

Date

—

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

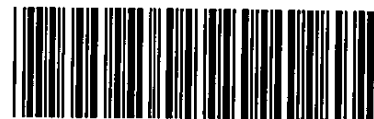
Prestigious Interiors Limited
R Neil Marshman
Marshman Price
PO Box 5895
Wellingborough
Northants
NN8 5ZD

For Official Use

Liquidation Section

Post Room

TUESDAY



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A24

21/06/2011

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COMPANIES HOUSE

PRESTIGIOUS INTERIORS LIMITED - IN LIQUIDATION

**ANNUAL PROGRESS REPORT TO CREDITORS IN ACCORDANCE WITH RULE 4.223 OF
THE INSOLVENCY RULES 1986 (AS AMENDED)**

STATUTORY INFORMATION

| | |
|--------------------------|---|
| Company name: | Prestigious Interiors Limited |
| Registered office | Suite 1, Meadow Court, 2-4, Meadow Close, Ise Valley Estate, Wellingborough, NN8 4BH |
| Former registered office | Unit 1 Orion Way, Constellation Park, Orion Way, Kettering, NN15 6NH |
| Registered number | 05142808 |
| Liquidators | R Neil Marshman and Alan R Price |
| Liquidators' address | Suite 1, Meadow Court, 2-4, Meadow Close, Ise Valley Estate, Wellingborough, NN8 4BH |
| Date of appointment | 06 May 2010 |

RECEIPTS AND PAYMENTS ACCOUNT

My Receipts & Payments Account for the period from 06 May 2010 to 05 May 2011 is attached

This report details our acts and dealings together with the conduct of the liquidation since our appointment on 06 May 2010

ASSETS

The assets shown on the statement of affairs were estimated to realise £49,761 I deal with these in more detail below

| Asset | Estimated to realise £ | Actually realised £ |
|---|-----------------------------------|--------------------------------|
| Plant & Machinery and Office Furniture & Equipment | 17,200 | 18,500 |
| Stock | 2,500 | NIL |
| Book Debts | 25,033 | 31,191 |
| Cash at Bank | 4,349 | 3,225 |
| Bank interest | NIL | 12 |
| Sundry Refund | NIL | 81 |
| Motor Vehicles | 679 | 7,000 |
| Total | 49,761 | 60,009 |

Plant & Machinery and Office Furniture & Equipment

The company's equipment, which consisted of office furniture, computer equipment, and specialist machinery was valued by our agents at £17,200. A sale agreement was reached with an independent third party, and a realisation of £18,500 was made.

Stock

The stock comprised a small quantity of MDF boarding, planed and rough timber, with an assortment of screws & brackets etc, which were valued by our agents at £2,500. The sale of these assets was included in the agreement reached for the company's equipment as a whole, as detailed above, as the cost of realising this separately was prohibitive.

Book Debts

The director's statement of affairs, showed book debts of £27,814, estimated to realise £25,033 after applying a bad debt provision for reasons of prudence. The book debts collection totalled £31,191. A further £11,399 in respect of book debts was paid into the company's bank account prior to the date of liquidation.

A final realisation of £1,941 is anticipated in respect of a book debt retention due in August 2011.

Cash at Bank

The sum of £3,225 was realised from the company's bank account on liquidation.

Interest has accrued on the liquidators' bank account, and £12 has been credited to date.

Motor Vehicles

The company's vehicles, a Citroen Xsara Picasso, together with the Renault Espace realised a net £7,000 from a private sale.

Sundry Refund

The sum of £82 was realised being an overpayment made to BT for the telephone systems.

LIABILITIES**Preferential Creditors**

The statement of affairs anticipated £14,288 in preferential creditors. Claims were received totaling £11,183 from the former employees with claims in excess of entitlements paid by the redundancy payments office. All preferential claims have been agreed, and a first and final dividend of 100p in the pound was declared and paid on 18 February 2011.

Crown Creditors

The statement of affairs included £30,548 owed to HMRC. HMRC's final claim of £23,828 for VAT has been received. I am awaiting their final claim for PAYE.

Unsecured Creditors

The statement of affairs included 141 unsecured creditors with an estimated total liability of £196,229. I have received claims from creditors of £73,823. A further proof of debt form is enclosed for you to use if you have yet to submit your claim. Creditors' claims will be agreed in due course, once I am in a position to proceed with a dividend to creditors.

Dividend Prospects

I anticipate that there will be sufficient funds available to pay a small dividend to the unsecured creditors. I propose to make a first and final dividend once the realisation of assets is complete, in order to minimise costs and maximise the dividend payable to unsecured creditors.

Secured Creditors

National Westminster Bank plc have a debenture registered at Companies House on 26 June 2009 which has not been satisfied, securing the assets and undertaking of the company. The company's former bankers, HSBC, registered a debenture against the company on 13 February 2009, which was discharged on 27 August 2009 allegedly without its knowledge and it appears that the debt was never satisfied. HSBC also hold a personal guarantee from the director, Robert Errington. However, Natwest maintain that they are the first chargeholder on the basis that the HSBC charge was discharged. The liquidators do not propose to use creditor monies to further challenge this. HSBC will be treated as an unsecured creditor and be entitled to take part in a prescribed part distribution.

As the company gave a floating charge to National Westminster Bank plc the prescribed part provisions will apply. On the basis of realisations to date, together with estimated future realisations, and after taking into account the costs of the liquidation to date and the future costs of the liquidation, the net property of the Company is £9,810 and I estimate that the prescribed part of the net property for unsecured creditors is £4,905.

INVESTIGATION INTO THE AFFAIRS OF THE COMPANY

Within six months of my appointment as joint liquidator, I am required to submit a confidential report to the Secretary of State, to include any matters which have come to my attention during the course of my work which may indicate that the conduct of any past or present director would make him unfit to be concerned with the management of the company. I would confirm that my report has been submitted.

PRE-APPOINTMENT REMUNERATION

The members and creditors previously authorised the payment of a fee of £6,000 plus VAT and disbursements for assistance with the statement of affairs and producing and circulating the notices for the meetings of members and creditors prior to my appointment, at a meeting held on 06 May 2010. These costs have been drawn in full.

LIQUIDATORS' REMUNERATION

My remuneration was previously authorised by creditors at a meeting held on 06 May 2010 to be drawn on a time cost basis. My total time costs to date amount to £23,680.

I have drawn £23,281 to date. A schedule of my time costs incurred to date is attached to this report.

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

1 Administration and Planning

- Preparing the documentation and dealing with the formalities of appointment
- Statutory notifications and advertising
- Preparing documentation required
- Dealing with all routine correspondence
- Maintaining physical case files and electronic case details
- Review and storage
- Case bordereau
- Case planning and administration
- Preparing reports to members and creditors
- Convening and holding meetings of members and creditors

2. Cashiering

- Maintaining and managing the liquidators' cashbook and bank account
- Ensuring statutory lodgements and tax lodgement obligations are met

3 Creditors

- Dealing with creditor correspondence and telephone conversations
- Preparing reports to creditors
- Maintaining creditor information
- Reviewing and adjudicating on proofs of debt received from creditors

4. Investigations

- Review and storage of books and records
- Prepare a return pursuant to the Company Directors Disqualification Act
- Conduct investigations into suspicious transactions
- Review books and records to identify any transactions or actions a liquidator may take against a third party in order to recover funds for the benefit of creditors

5. Realisation of Assets

- Corresponding with debtors and collecting outstanding book debts
- Corresponding with the bank to collect the cash at bank
- Liaising with agents for the realisation of physical assets

A copy of 'A Creditors Guide to Liquidators' Fees' published by the Association of Business Recovery Professionals and 'A Statement of Insolvency Practice 9 (Revised)' together with an explanatory note which shows the Marshman Price fee policy are enclosed

LIQUIDATORS' EXPENSES

My expenses to date amount to £901.01 I have drawn expenses of £900.46 to date

| | Case 1 £ |
|-----------------------|-----------------|
| Cheque Fees | 14.00 |
| Postage / Stationery | 239.41 |
| IT costs | 100.00 |
| Statutory Advertising | 214.35 |
| Insurance bond | 120.00 |
| Search fees | 4.00 |
| Storage costs | 198.25 |
| General Disbursements | 11.00 |
| Total | 901.01 |

Case 1 disbursements are those that the company charges cases for each identifiable disbursement made in respect of a particular job on an actual basis

In addition, the company makes charges to cases where costs are incurred which are not as readily identifiable as those "Case 1" charges described above, these charges are based on an estimate of the actual cost to the company or the equivalent of obtaining the facility or service elsewhere and are case 2 disbursements

The following agents or professional advisors have been utilised in this matter

| <u>Professional Advisor</u> | <u>Nature of Work</u> | <u>Fee Arrangement</u> |
|------------------------------------|------------------------------|-------------------------------|
| Beaumonts | Valuer/Auctioneer | Percentage of realisations |
| JP Association | Debt Collectors | Time costs |
| R S Accounting Limited | Payroll Services | Time costs |
| Q Services | Computer Services | Time costs |

The choice of professionals was based on their experience and ability to perform this type of work, the complexity and nature of the assignment and the basis of my fee arrangement with them. The fees charged have been reviewed and I am satisfied that they are reasonable in the circumstances of this case.

FURTHER INFORMATION

An unsecured creditor may, with the permission of the Court or with the concurrence of 5% in value of the unsecured creditors (including the creditor in question) request further details of the Liquidators' remuneration and expenses, within 21 days of receipt of this report. Any secured creditor may request the same details in the same time limit.

An unsecured creditor may, with the permission of the Court or with the concurrence of 10% in value of the creditors (including the creditor in question), apply to Court to challenge the amount and/or basis of the Liquidators' fees and the amount of any proposed expenses or expenses already incurred, within 8 weeks of receipt of this report. Any secured creditor may make a similar application to Court within the same time limit.

SUMMARY

I expect to be in a position to close the liquidation within the next six months.

Should you have any queries regarding this report please contact Susie Rowland at the office for which the details are on the front page of this report.

Yours faithfully



R NEIL MARSHMAN
Joint Liquidator

Prestigious Interiors Limited - In CVL 2010
Liquidators' Abstract of Receipts & Payments

For the period of commencement on 6 May 2010 to 3 June 2011

| S of A £ | | £ |
|---------------------|--|------------------|
| RECEIPTS | | |
| 17,200 | Plant & Machinery and Office Furniture & Equipment | 18,500 00 |
| 2,500 | Stock | NIL |
| NIL | Book Debts | 31,191 60 |
| 4,349 | Cash at Bank | 3,225 38 |
| NIL | Bank Interest Net of Tax | 12 34 |
| NIL | Vat Payable | 633 10 |
| 679 | Motor Vehicles | 7,000 00 |
| NIL | Sundry Refund | 81 63 |
| <u>24,728</u> | | <u>60,644 05</u> |
| PAYMENTS | | |
| | Agents/Valuers Fees | 508 43 |
| | Specific Bond | 120 00 |
| | Statement of Affairs expenses | 220 86 |
| | Statement of Affairs Fee | 6,000 00 |
| | Office Holders Fees | 23,281 87 |
| | Office Holders Expenses | 121 00 |
| | Storage Costs | 198 25 |
| | Re-Direction of Mail | 26 00 |
| | Statutory Advertising | 214 35 |
| | Bank Charges | 20 00 |
| | Preferential Creditors | 11,183 28 |
| | Vat Receivable | 1,866 32 |
| | Accountancy Fees | 200 00 |
| | Professional Fees | 2,071 86 |
| | | <u>46,032 22</u> |
| CASH IN HAND | | <u>14,611 83</u> |

Liquidator's Remuneration Schedule
Prestigious Interiors Limited
Between 06 May 2010 and 03 June 2011

| Hours | | | | | | | |
|---------------------------------|-----------------|-----------------|----------------------------|----------------------------|------------------|-----------|---------------------|
| Classification of work function | Partner | Manager | Other Senior Professionals | Assistants & Support Staff | Total Hours | Time Cost | Average Hourly Rate |
| Administration & Planning | 5.90 | 3.60 | 40.40 | 53.70 | 103.60 | 10,505.99 | 101.41 |
| Investigations | 0.30 | 0.00 | 16.30 | 0.00 | 16.60 | 2,042.93 | 123.07 |
| Realisations | 0.70 | 0.10 | 6.00 | 0.00 | 6.80 | 1,043.26 | 153.42 |
| Trading | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 | 0.00 |
| Creditors | 5.20 | 0.50 | 31.20 | 2.20 | 39.10 | 6,193.03 | 158.39 |
| Case Specific Matters | 0.00 | 0.10 | 9.90 | 47.80 | 57.80 | 3,895.46 | 67.40 |
| Total hours | 12.10 | 4.30 | 103.80 | 103.70 | 223.90 | | |
| Time costs | 3,985.30 | 1,018.52 | 14,096.28 | 4,580.57 | 23,680.67 | | |
| Average hourly rate | 329.36 | 236.87 | 135.80 | 44.17 | 105.76 | | |

| Summary of Liquidator's Fees | | | |
|---|-------|--|-----------|
| Total time spent in administering the Liquidation | Hours | | 223.90 |
| Total value of time spent | £ | | 23,680.67 |
| Total fees charged by Liquidator to date | £ | | |