

Liquidator's Progress Report

S.192

Pursuant to Sections 92A, 104A and 192 of the
Insolvency Act 1986

To the Registrar of Companies

Company Number

05347935

Name of Company

Dovehouse Interiors (UK) Limited

We

Stephen Paul Grant and Anthony Malcolm Cork of Wilkins Kennedy LLP, Bridge House,
London Bridge, London, SE1 9QR

the Joint Liquidators of the Company attach a copy of our Progress Report under section 192 of
the Insolvency Act 1986.

The Progress Report covers the period from 26 February 2016 to 25 February 2017.

Signed

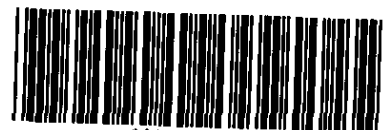


Date 24/4/17

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

Stephen Paul Grant
Wilkins Kennedy LLP
Bridge House
London Bridge
London
SE1 9QR

WEDNESDAY



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COMPANIES HOUSE

**Dovehouse Interiors (UK) Limited
In Members' Voluntary Liquidation ("the Company")**

**Annual Progress Report to the Members
Pursuant to Section 92A of the Insolvency Act 1986**

24 April 2017

**Wilkins Kennedy LLP
Bridge House
London Bridge
London
SE1 9QR**

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1. INTRODUCTION

The anniversary of my appointment as Joint Liquidator has passed and I am required to send you a report on what has happened in the liquidation since my appointment.

The detailed report is provided below, but in summary

- Asset realisations are complete.
- The outstanding liabilities listed on the Declaration of Solvency have been paid in full.
- The liquidation fee of £2,500.00 plus VAT and disbursements has been drawn in full from the assets in the liquidation.
- Distributions totalling £80,344.22 (to the nearest pence) per £1.00 ordinary share have been declared to the sole shareholder.
- The only matter outstanding in the liquidation relates to tax clearance to close the liquidation from HMRC which has been delayed as a result of a PAYE and CIS enquiry which is currently being reviewed.

It is anticipated that the liquidation will be closed within the next three to six months.

2. BACKGROUND

The members' meeting was held on 26 February 2016, when my partner Anthony Malcolm Cork and I were appointed Joint Liquidators of the Company.

The Company's registration number is 05347935 and its current registered office is Bridge House, London Bridge, London, SE1 9QR.

The Company's former registered office was Fitz Eylwin House, 25 Holborn Viaduct, London, EC1A 2BP.

3. RECEIPTS AND PAYMENTS ACCOUNT

Appendix I is a summary of receipts and payments from the date of liquidation on 26 February 2016 to 25 February 2017.

As at 25 February 2017 a total of £1,171.77 was held in the liquidation account. The account is held at Metro Bank Plc. The account has been transferred to non-interest bearing for the purposes of bringing the liquidation to a close and I can confirm that it has been reconciled to the bank statements.

4. ASSET REALISATIONS

Cash at Bank

The Declaration of Solvency detailed a balance held in the Company's bank account, estimated at £24,983.00.

Following my appointment, the Company bank account was closed and the closing balance in the amount of £24,970.19 was received into the designated liquidation account.

Fixtures and Fittings

The fixtures and fittings of the Company had a book value of £3,500.00 per the Company's accounts and were distributed in specie to the sole shareholder.

Directors Loan Account

The full balance of the director's loan account in the amount of £67,406.00 was owed to the Company by Ross Coker. This balance was distributed in specie to him as sole shareholder on 26 February 2016.

Bank Interest

Bank interest totalling £12.36 has been earned on the funds held in the liquidation bank account. The account has now been transferred to non-interest bearing and will not accrue any further bank interest.

5. CREDITORS' CLAIMS

The Declaration of Solvency detailed four liabilities of the Company to be settled during the liquidation; the final VAT liability, the final Corporation Tax liability, accountancy fees and trade and expense creditors. Please note the accountants have advised that they have written off their outstanding fee and this was therefore not paid from the asset realisations in accordance with the Declaration of Solvency.

VAT Liability

Following submission of the final VAT return an amount of £881.96 was paid to HM Revenue & Customs in full and final settlement of this liability.

Corporation Tax Liability

Confirmation was received from HM Revenue & Customs that the final Corporation Tax liability was £9,615.80. This was paid in full from the funds in the liquidation and I can confirm that the Corporation Tax department have advised that they have no objections to the closure of the liquidation.

Trade and Expense Creditors

A total amount of £880.02 has been paid from the asset realisations to Construction Safety Partnership LLP in full of final settlement of an outstanding invoice.

Other Liabilities

On 11 March 2016 an advert was placed in the London Gazette requiring creditors to submit their claims in the liquidation by 3 April 2016. No claims were received.

As part of the liquidation process I wrote to HM Revenue & Customs to confirm that all of the Company's pre liquidation tax affairs were up to date and that they had no objection to the closure of the liquidation. I am pleased to confirm that I have received confirmation that there is *nothing outstanding in relation to the Company's Corporation Tax and that the Corporation Tax office have no objections to the closure*. I have not yet received confirmation from the designated MVL team who are responsible for issuing VAT and PAYE clearance, that they have no objections to the closure since there is an outstanding enquiry in relation to the Company's PAYE and CIS returns. I am liaising with HM Revenue & Customs and the Company's accountants regarding this.

6. DISTRIBUTIONS TO SHAREHOLDERS

The Company's share capital was £1 which comprised 1 ordinary share held solely by Ross Coker.

Total distributions have been declared in the liquidation of £80,334.22 per £1.00 ordinary share (to nearest penny) to the sole shareholder and were comprised of a cash distribution and a distribution in specie of the overdrawn director's loan account and the Company fixtures and fittings. The split of the distributions was as follows:-

Cash Distributions	£9,438.22
Distribution in Specie – Director's Loan Account	£67,406.00
Distribution in Specie – Fixtures and Fittings	£3,500.00
	<u>£80,334.22</u>

The values of the assets distributed in specie were taken from the final accounts.

It is possible that there may be a final cash distribution however, this cannot be declared until such time as it is known of the claim from HM Revenue & Customs for PAYE and CIS liabilities is valid.

7. EXPENDITURE

Joint Liquidators' Fees and Expenses

At a general meeting held on 26 February 2016 the shareholders passed the following resolutions:

"That, in accordance with Rule 4.148A(2) of the Insolvency Rules 1986, the remuneration of the Joint Liquidators shall be fixed at £2,500.00 plus VAT and disbursements and that payment of the remuneration may be made from the assets of the Company."

"That the Joint Liquidators be authorised to draw Category 2 disbursements out of the assets as an expense of the liquidation."

Fees

The liquidation fee of £2,500.00 plus VAT and disbursements has been paid from the asset realisations.

Disbursements

The following expenses have been incurred in this matter: -

Statutory Advertising	£292.00
IT Administration Fee	£110.00
Specific Bond Fee	£60.00
Storage Costs	£32.78
	<u>£421.78</u>

An explanation of the time charging and disbursements recovery policy is attached at Appendix II for your information.

Please be advised that owing to a change in legislation on 6 April 2017 there is no longer any requirement to hold a final meeting of members to close the liquidation and as such the cost of the advert for this meeting which had been invoiced in advance (in order to be able to reclaim the VAT) will be reimbursed, reducing the statutory advertising costs in this matter to £219.00.

Further information

A "Guide to Liquidators' Fees" is available at the following internet link, www.r3.org.uk/index.cfm?page=1210. Please be advised that the relevant document is found by following the link "Effective from 1 October 2015". A hard copy is available free of charge upon request to my office.

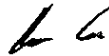
A member may, with the permission of the court or with at least 5% of the total voting rights of all the members having the right to vote at general meetings of the Company request further details of the Liquidators' remuneration and expenses, within 21 days of receipt of this report.

A member may, with the permission of the court or with at least 10% of the total voting rights of all the members having the right to vote at general meetings of the Company, 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.

8. CONCLUSION

The liquidation will remain open until the issues regarding the PAYE and CIS penalties have been resolved and HM Revenue and Customs have confirmed that they have no objection to the closure of the liquidation. Should there be sufficient funds in the designated liquidation bank account, a final distribution will be declared and paid to the sole shareholder of the Company and my draft final account issued.

Should you have any queries regarding the liquidation, or the contents of this report, please do not hesitate to contact me.



Stephen Paul Grant
Joint Liquidator

Dovehouse Interiors (UK) Limited - In Members Voluntary Liquidation
Joint Liquidators' Abstract of Receipts & Payments

From 26 February 2016 to 25 February 2017

Declaration of Solvency	£
RECEIPTS	
3,500.00 Fixtures & Fittings (<i>Distribution in Specie</i>)	3,500.00
24,983.00 Cash at Bank	24,970.19
NIL Bank Interest Gross	12.36
67,406.00 Directors' Loan Account (<i>Distribution in Specie</i>)	67,406.00
95,889.00	95,888.55
PAYMENTS	
Liquidation Fee	2,500.00
Corporation Tax	9,615.80
VAT Liability	881.96
Storage Costs	32.78
Statutory Advertising	292.00
IT Administration Fee	110.00
Unsecured Creditors	880.02
Specific Bond	60.00
Ordinary Shareholder – <i>One shareholder has received distributions totalling £80,344.22 being £80,344.22 per £1.00 ordinary share on a total shareholding of 1 ordinary share</i>	80,344.22
	94,716.78
CASH IN HAND (NON-INTEREST BEARING)	1,171.77

APPENDIX II

EXPLANATION OF OFFICE HOLDERS' TIME CHARGING AND DISBURSEMENTS RECOVERY POLICY AND PROVISION OF SERVICES REGULATIONS

Explanation of Officeholders' Time Charging Policy

In accordance with the provisions of Statement of Insolvency Practice 9 ("SIP 9"), the charge out rates detailed on the previous page are applicable to this appointment exclusive of VAT. Rates are normally reviewed on an annual basis and adjustments made accordingly where deemed appropriate.

Time is recorded in 6 minute units by each staff member working on the case. A description of the routine work undertaken which time will be recorded for is detailed as follows:

1. **Administration and planning**

- Preparing documentation and dealing with the formalities of appointment.
- Dealing with all routine correspondence.
- *Maintaining physical case files and electronic case details.*
- Reviewing the ongoing progression of case files.
- Arranging the collection and storage of Company records.
- Ensuring an appropriate case bordereau is in place.
- Case planning and administration.

2. **Investigations**

- *Conduct of any investigations requested by the members.*

3. **Realisation of assets**

- *Identifying, securing and obtaining sufficient insurance in respect of Company assets.*
- Debt collection functions.

4. **Cashiering**

- Managing case bank accounts.
- Maintaining case cash books.

5. **Creditors/members**

- Dealing with creditor and member correspondence and telephone conversations.
- Maintaining creditor and member information and claims (including those submitted by secured creditors, employees and other preferential creditors).
- Making distributions to creditors and members including specie distributions.

6. **Statutory**

- Statutory notifications and advertising.
- Convening and holding of meetings of members where appropriate.
- Preparing reports to members.
- Filing of statutory documents with the Registrar of Companies.

Explanation of Officeholders' Disbursement Recovery Policy

SIP 9 also requires that the office holder provide a statement of the officeholder's policy in relation to the recharging of disbursements. SIP 9 defines disbursements as either Category 1 or Category 2 disbursements, further details of which are below.

Category 1 disbursements will generally comprise external supplies of incidental services specifically identifiable to the case, typically for items such as identifiable telephone calls, postage, case advertising, invoiced travel and properly reimbursed expenses incurred by personnel in connection with the case. Also included will be services specific to the case where these cannot practically be provided internally such as printing, room hire and document storage.

Category 2 disbursements will generally comprise costs which, whilst being in the nature of expenses or disbursements, include elements of shared or allocated costs.

Category 1 disbursements are recoverable without approval, and will be recovered by the officeholder as they are incurred.

Category 2 disbursements do require approval, and should be identified and subject to approval by those responsible for approving remuneration. SIP 9 provides that the officeholder may make a separate charge for expenses in this category, provided that:

- such expenses are of an incidental nature and are directly incurred on the case, and there is a reasonable method of calculation and allocation; it will be persuasive evidence of reasonableness, if the resultant charge to creditors is in line with the cost of external provision; and
- the basis of the proposed charge is disclosed and is authorised by those responsible for approving his remuneration.

Payments to outside parties in which the officeholder or his firm or any associate (as defined by Section 435 of the Insolvency Act 1986) has an interest should be treated as category 2 disbursements.

The following items of expenditure are recharged on this basis and are believed to be in line with the cost of external provision:

Photocopying	5p per sheet
Mileage	45p per mile
Meeting Room	£50

Provision of Services Regulations

When carrying out all professional work relating to an insolvency appointment, Insolvency Practitioners are bound by the Insolvency Code of Ethics.

To comply with the Provision of Services Regulations, some general information about Wilkins Kennedy LLP, including our complaints policy and Professional Indemnity Insurance and the Insolvency Code of Ethics, is available on our website using the following link: <http://www.wilkinskenedy.com/services/wk-restructuring-recovery/provision-of-service-regulations/>