

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

05995038

Name of Company

(a) Insert full
name of company

(a) A A G INSTALLATIONS LIMITED

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

I/We (b)

Richard Frank Simms and Carolynn Jean Best of F A Simms & Partners
Limited, Pioneer House
39 Station Road
Lutterworth
Leicestershire
LE17 4AP
United Kingdom

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

Signed

Date 13/02/2014

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

Richard Frank Simms
F A Simms & Partners Limited
Pioneer House
39 Station Road
Lutterworth
Leicestershire
LE17 4AP
United Kingdom

For Official Use

Liquidation Section

Post Room

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**A.A.G. Installations Limited
In Creditors' Voluntary Liquidation**

Annual Progress Report

Period: 17 January 2013 to 16 January 2014

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1. INTRODUCTION

The purpose of this report is to detail my acts and dealing as Liquidator and it should be read in conjunction with my previous correspondence to Creditors

Copies of all previous correspondence are available on request from this office

2. BACKGROUND

Registered Name, Address and Number

A A G Installations Limited (In Liquidation), ("the Company")

Registered Number 05995038

Registered Office Insol House (now Pioneer House), 39 Station Road, Lutterworth, Leicestershire, LE17 4AP

Former Registered Office Edwards Centre, The Horsefair, Hinckley, Leicestershire, LE10 0AN

Former Trading Address Unit 16, Phoenix Business Park, Brindley Road, Dodwells Bridge Industrial Estate, Hinckley, Leicestershire, LE10 3BY

Appointment Details

Richard Frank Simms and Carolynn Jean Best were appointed Joint Liquidators of A A G Installations Limited on the 17 January 2011 at meetings of the Company's members' and creditors'

The company's principal activity was shop and electrical fittings

There have been no changes in office holder during the course of this assignment

3 ASSET REALISATIONS

The Joint Liquidators Receipts and Payment account for the period from 17 January 2013 to 16 January 2014 is attached at Appendix 1 The Receipts and Payments are shown net of VAT where appropriate

Trading

The Joint Liquidators have not at any point traded the business

Debtors

A total of £6,020 79 has been realised from the Company's debtor ledger

As advised in my last report to creditors a review of the Company's remaining debtors was undertaken and the balances due were written off as irrecoverable based on them both being subject to insolvency proceedings

Bank Interest

All funds received in the Liquidation are held on an interest bearing account with Barclays Bank plc and interest totalling £0 60 has been received during the period of this report

Interest received in the Liquidation as a whole is £3 55

4. INVESTIGATION

The directors conduct report was submitted to the Insolvency Service on 14 July 2011. The contents of this report must however remain confidential

As identified in my last report to creditors, payments were identified in the Company's books and records which did not relate to general Company expenses

Following a review of these payments it has been considered as appropriate to seek recovery of the sums identified from the Company director and solicitors Lewis Onions were engaged to assist in ascertaining the quantum due back to the Company and aid in taking appropriate recovery action

Currently the directors financial position is under review by both the Joint Liquidators and their legal advisors. The outcome of their review will determine whether further action will be necessary

An update on the progression of all investigatory matters will be provided in my next report to creditors

Please note however that the Liquidators duty to investigate and report on the affairs and conduct of the Company and its directors remains throughout the Liquidation. Any creditors aware of matters that they consider relevant to these investigations are invited to contact Jason Hutton of this office

5 CREDITORS CLAIMS

Secured Creditors

There are no secured creditors in this matter

Preferential Creditors

Preferential claims in the Liquidation relate to arrears of wage and holiday pay owing to one employee. Total claims are envisaged to be in the region of £800 however no formal steps have been taken to agree amounts paid by the Redundancy Payments Office or calculate any residual balances that may be due

Unsecured Creditors

The unsecured creditors of the Company, as per the statement of affairs totalled £73,865 00

Please be advised that no formal steps have been taken to agree claims in the Liquidation as at the date of this report

6. DIVIDEND PROSPECTS

Secured Creditors

As advised above there are no secured creditors in this matter

Dividend in Relation to the Prescribed Part

Under the provisions of Section 176A of the Insolvency Act 1986 the Joint Liquidators must state the amount of funds available to unsecured creditors in respect of the prescribed part. This provision only applies where the company has granted a floating charge to a creditor after 15 September 2003 and is calculated as follows -

50 % of the first £10,000 of net property realised
20% of up to £600,000 of the remaining net property of the Company

The Company has not granted any such charge and as such the prescribed part provisions will not be applicable in this instance

Preferential creditors

As advised above the preferential creditors' claims have been estimated at £800 however no formal steps have yet been undertaken to agree the amounts claimed or paid by the Redundancy Payments Office

The declaration of any dividend to preferential creditors will be dependent upon any realisations made following completion of the current investigatory matters

Unsecured creditors

Non-preferential creditors' claims, as per the statement of affairs totalled £73,865 00

As there are presently insufficient funds available in the Liquidation to enable a distribution to any class of creditor no steps have yet been taken to review or agree claims received in the Liquidation to date

Should there be sufficient realisation following the conclusion of the current investigatory matters and payment in full of the Company's preferential creditors, notice of an intended dividend will be issued to all known creditors

However it should be noted that any distribution to unsecured creditors will be based solely on their being sufficient recoveries from the outstanding investigation matters. Based on present information the outcome of these matters is unclear

7. COSTS AND EXPENSES

The payments shown on the summary of the Receipts and Payments at Appendix 1 are in the main self-explanatory, however my comments with regard specific payments made are detailed below

Pre-Appointment Remuneration

The members and creditors previously authorised on 17 January 2011 the payment of a fee of £1,544 50 and disbursements of £190 33 for assistance with the statement of affairs and producing and circulating the notices for the meetings of members and creditors prior to the appointment of Liquidators

These fees have been drawn in full from realisations made following appointment and are shown in the enclosed receipts and payments account

Joint Liquidators' Remuneration

The Joint Liquidators remuneration was drawn in accordance with Insolvency Rules 1986 S4 127(2)(b) on a time cost basis in relation to this assignment, as authorised by creditors at the S98 Meeting in accordance with the following resolution

"That the Joint Liquidators are authorised to draw their remuneration on the basis of time properly spent by them and their staff, such time costs to be drawn on account from time to time as funds permit"

Summary of Costs

The Joint Liquidators time costs for the period 17 January 2013 to 16 January 2014 totals £5,334 00 representing 30 90 hours at an average hourly rate of £172 62 Remuneration drawn for the period of this report totals £1,750 00 The time costs are detailed at Appendix 2

Time costs for the period 17 January 2011 to 16 January 2014 totals £18,129 00 comprising of 139 10 hours charged at an average rate of £130 33 per hour Total fees drawn during this period are £14,396 00 Further details of these costs are detailed in Appendix 3

These figures include an increase in charge out rates effective from 1 July 2011 The Statement of Insolvency Practice 9 "A Creditors guide to Insolvency Practitioners Fees" and our charge out rates and disbursement details may be found on our website Should you require a copy of these documents to be sent to you please contact my office

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

Administration and Planning

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

Cashiering

- Maintaining and managing the liquidator's cashbook and bank account
- Ensuring statutory lodgments and tax lodgment obligations are met

Creditors

- Dealing with creditor correspondence and telephone conversations
 - Preparing reports to creditors
 - Maintaining creditor information on Insolv case management software
 - Reviewing, and adjudicating on if necessary, proof of debt received from creditors
-

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

Realisation of Assets

- Corresponding with debtors and attempting to collect outstanding book debts
- Liaising with the Company's bank regarding the closure of account

In addition to the routine work above and the other work I have undertaken as described in the section dealing with my actions since appointment, I have spent additional time as follows

- Liaising with solicitors in relation to recoveries from connected parties
- Reviewing director income and expenditure
- Meeting the Company's director in relation to investigatory matters

Joint Liquidators' Disbursements

The Joint Liquidators category 1 disbursements for the period 17 January 2013 to 16 January 2014 and Liquidation as a whole are listed below and represent the simple reimbursement of actual out of pocket payments made on behalf of the assignment. They are as follows

	17 01 11 to 16 01 13 £	17 01 13 to 16 01 14 £	Total £
Insolvency Bond	50 00	10 00	60 00
Statutory Advertising	226 80	Nil	226 80
Storage Costs	123 64	34 77	158 41
IT Charges	150 00	Nil	150 00
TOTAL	550 44	44 77	595 21

The Joint Liquidators category 2 disbursements for the period 17 January 2013 to 16 January 2014 and the Liquidation as whole are listed below, this may include an element of overhead charges in accordance with the resolution passed by creditors at a meeting held on 17 January 2011. The basis of calculation of this category of disbursement was disclosed to creditors prior to the resolution being passed. Disbursements of this nature incurred to date are as follows

	17 01 11 to 16 01 13 £	17 01 13 to 16 01 14 £	Total £
Postage	30 04	9 68	39 72
Photocopying	50 00	Nil	50 00
Telephone	7 15	Nil	7 15
Total	87 19	9.68	96.87

Other professional Costs

Solicitors

Lewis Onions solicitors were instructed as legal advisors in relation to the current investigation matters relating to drawings made from the Company prior to its Liquidation. Their costs have been agreed on a CFA agreement relating and the basis of their costs relate to time costs, disbursements and VAT.

Total time costs for the period of this report are £2,570.50 (plus VAT) and total disbursements are £9.00 (not subject to VAT). Accrued costs will only be payable in the event of any recovery action being successful.

Lewis Onions costs will be monitored regularly during the progression of these matters.

Agents & Valuers

As previously advised, Eddisons Commercial Limited (previously Philip Davies & Sons) were instructed as agents and valuers in relation to the Company's chattel assets.

Their costs were agreed on the basis of their standard sales commission rate, plus disbursements and VAT.

No fees have been incurred by the agents during this period and it is not envisaged any further costs will be prior to the conclusions of the Liquidation.

8 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 Liquidator's 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 Liquidator's 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.

9. CONCLUSION

I shall be continuing my administration of the Liquidation and hope to conclude the current investigation matter at the earliest possible opportunity.

The outcome of these investigations will determine whether it will be appropriate to distribute funds to the Company's preferential and unsecured creditors. However as advised above, it is presently unclear whether sufficient realisations will be made following the conclusion of these matters.

An update with regard progress made or conclusions drawn will be provided in my next annual report to creditors, or sooner if appropriate.

If you require any further information or have any queries concerning the above please contact Jason Hutton of this office



Carolynn Jean Best
Joint Liquidator
For and on behalf of
A A G Installations Limited

Appendix 1

Joint Liquidators' Abstract of Receipts and Payments

**A A.G Installations Limited - In Creditors Voluntary Liquidation
Joint Liquidators' Abstract of Receipts & Payments**

From 17 January 2011 to 16 January 2014

S of A £		17/01/11 to 16/01/13	17/01/13 to 16/01/14	Total £
RECEIPTS				
3,500	Cash In Hand	3,500 00	NIL	3,500 00
NIL	Corporation Tax Refund	9,220 37	NIL	9,220 37
10,834	Debtors	6,020 79	NIL	6,020 79
NIL	Rates Refund	243 08	NIL	243 08
NIL	Vat Refund	2,300 13	NIL	2,300 13
NIL	Plant & Equipment	350 00	NIL	350 00
NIL	Bank Interest Gross	2 95	0 60	3 55
14,334		21,637 32	0 60	21,637 92
PAYMENTS				
	Statement of Affairs Fee	1,544 50	NIL	1,544 50
	Statement of Affairs Disbursements	190 33	NIL	190 33
	Liquidators Remuneration	12,646 00	1,750 00	14,396 00
	Liquidators Disbursements	135 32	NIL	135 32
	Statutory Advertising	226 80	NIL	226 80
	Storage Costs	123 64	34 77	158 41
	IT Charges	150 00	NIL	150 00
	Auctioneers Costs	997 00	NIL	997 00
	VAT Receivable	3,172 73	356 95	3,529 68
		19,186 32	2,141 72	21,328 04
CASH IN HAND		2,451 00	(2,141 12)	309 88

Appendix 2

Joint Administrators Final Abstract of Receipts and Payments Period 17 January 2013 to 16 January 2014

**Joint Liquidators' Remuneration Schedule
A A.G. Installations Limited**

Between 17 January 2013 and 16 January 2014

Classification of work function	Partner/ Director	Manager	Other Senior Professionals	Assistants & Support Staff	Total Hours	Time Cost	Average Hourly Rate
Administration & Planning	6 70	2 80	8 30	3 00	20 80	3,395 50	163 25
Investigations	5 00	2 80	1 50	0 00	9 30	1,830 50	196 83
Realisation of Assets	0 00	0 20	0 00	0 00	0 20	27 00	135 00
Trading	0 00	0 00	0 00	0 00	0 00	0 00	0 00
Creditors	0 00	0 00	0 60	0 00	0 60	81 00	135 00
Case Specific Matters	0 00	0 00	0 00	0 00	0 00	0 00	0 00
Total hours	11 70	5 80	10 40	3 00	30 90		
Time costs	2,925 00	783 00	1,404 00	222 00	5,334 00		
Average hourly rate	250 00	135 00	135 00	74 00	172 62		

Description	Total Incurred £
Postage	9 68
Insolvency Bond	10 00
Totals	19 68

Summary of Fees

Time spent in administering the Assignment	Hours	30 90
Total value of time spent to 16 January 2014	£	5,334 00

Appendix 3

**Joint Administrators Final Abstract of Receipts and Payments
Period 17 January 2011 to 16 January 2014**

**Joint Liquidators' Remuneration Schedule
A A.G. Installations Limited**

Between 17 January 2011 and 16 January 2014

Classification of work function	Partner/ Director	Manager	Other Senior Professionals	Assistants & Support Staff	Total Hours	Time Cost	Average Hourly Rate
Administration & Planning	21 70	32 50	15 50	14 40	84 10	10,454 50	124 31
Investigations	13 50	17 60	3 10	0 00	34 20	5,466 50	159 84
Realisation of Assets	0 60	2 00	3 30	0 30	6 20	574 00	92 58
Trading	0 00	0 00	0 00	0 00	0 00	0 00	0 00
Creditors	4 50	4 60	0 60	4 90	14 60	1,634 00	111 92
Case Specific Matters	0 00	0 00	0 00	0 00	0 00	0 00	0 00
Total hours	40 30	56 70	22 50	19 60	139 10		
Time costs	9,907 50	4,384 50	2,627 50	1,209 50	18,129 00		
Average hourly rate	245 84	77 33	116 78	61 71	130 33		

Description	Total Incurred £
Postage	9 68
Photocopying	50 00
Telephone	7 15
General Correspondence	18 43
Report of Meeting	3 25
Insolvency Bond	50 00
Annual Report	8 36
Insolvency Bond	10 00
Totals	156.87

Summary of Fees

Time spent in administering the Assignment	Hours	139 10
Total value of time spent to 16 January 2014	£	18,129 00