

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

06409102

Name of Company

Polyurea Coatings (UK) Ltd

~~By~~ We

David Robson, Central House, 47 St Paul's Street, Leeds, LS1 2TE

Mike Kienlen, Central House, 47 St Paul's Street, Leeds, LS1 2TE

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 07/05/2013 to 06/05/2014

Signed

Date

15/07/14

Armstrong Watson
Central House
47 St Paul's Street
Leeds
LS1 2TE

Ref 48920/L/DR/MK/LS/LK/JC

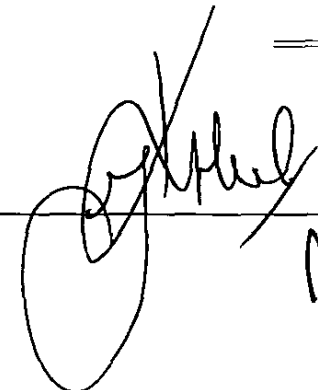
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COMPANIES HOUSE

Polyurea Coatings (UK) Ltd
(In Liquidation)
Joint Liquidators' Abstract of Receipts & Payments

Statement of Affairs		From 07/05/2013 To 06/05/2014
	ASSET REALISATIONS	
	Stock	NIL
1,600 00	Retentions	900 00
4,800 00	Work In Progress	3,600 00
	Goodwill re Trading Name	500 00
		<u>5,000 00</u>
	COST OF REALISATIONS	
	Preparation of S of A	2,500 00
	Liquidators Fees	1,775 00
	Liquidators Disbursements	225 00
		<u>(4,500 00)</u>
	UNSECURED CREDITORS	
(70,772 48)	Trade & Expense Creditors	NIL
(87 98)	Barclays Bank plc	NIL
(37,543 01)	Simon Ellison - Wages & Commission	NIL
(3,559 55)	Simon Ellison - Shareholder Loan	NIL
(10,000 00)	R A Gregson - Shareholder Loan	NIL
(30,000 00)	A R Mullins - Shareholder Loan	NIL
(10,000 00)	J M Procter - Shareholder Loan	NIL
(24,000 00)	M J Saunders - Shareholder Loan	NIL
(900 00)	Ghyll Royd Properties Ltd - Landlord	NIL
(9,809 65)	H M Revenue & Customs - VAT	NIL
		<u>NIL</u>
	DISTRIBUTIONS	
(1,000 00)	Ordinary Shareholders	NIL
		<u>NIL</u>
(191,272.67)		<u>500.00</u>
	REPRESENTED BY	
	VAT Receivable	900 00
	Current Account	600 00
	VAT Payable	(1,000 00)
		<u>500.00</u>


 David Robson
 Joint Liquidator

**Joint Liquidators'
Annual Progress
Report to
Creditors &
Members**

**Polyurea Coatings (UK)
Limited**

- In Liquidation

7 July 2014

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- 2 Realisation of Assets
- 3 Investigations
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APPENDICES

- A Receipts and Payments Account from 7 May 2013 to 6 May 2014
- B Time Analysis for the period 7 May 2013 to 6 May 2014
- C Additional Information in relation to Liquidator's fees pursuant to Statement of Insolvency Practice No 9

1 Introduction and Statutory Information

- 1.1 I, David Robson of Armstrong Watson, Central House, 47 St Paul's Street, Leeds, LS1 2TE, was appointed as Joint Liquidator of Polyurea Coatings (UK) Limited ("the Company"), together with Michael Kienlen of this firm, on 7 May 2013. Michael Kienlen and I are licensed as Insolvency Practitioners in the UK by the Insolvency Practitioners Association
- 1.2 This report provides an update on the progress in the liquidation for the year ended 6 May 2014.
- 1.3 The principal trading address of the Company was Unit 11, Eastburn Mills, Skipton Road, Eastburn, Keighley, West Yorkshire, BD20 7SU. The business traded under the name Polyurea Coatings (UK) Limited.
- 1.4 The registered office of the Company has been changed to c/o Armstrong Watson, Central House, 47 St Paul's Street, Leeds, LS1 2TE and its registered number is 06409102.

2 Realisation of Assets

- 2.1 Attached at Appendix A is my Receipts and Payments Account for the period from 7 May 2013 to 6 May 2014.

Retentions

- 2.2 The Directors of the Company advised that there was approximately £2,000 payable in respect of a single Retention contract, which should have been collectable in full. However, in an attempt to reflect a realistic realisable figure, I applied a bad debt provision of 20% to result in an estimated to realise figure of £1,600

Work in Progress

- 2.3 An amount of £6,000 is outstanding from a Work in Progress debt. As is the case with the Retentions, I have applied a 20% bad debt provision and have estimated to realise £4,800 in respect of Work In Progress.

Third Party Purchase of Assets

- 2.4 I can confirm we received an offer from a third party to purchase the aforementioned assets of the Company, together with the goodwill element of the trading name in the sum of £5,000 plus VAT. The offer was made by a representative of Polyurea Protective Coatings Limited who were in a position to pursue outstanding Retentions and Work in Progress together with the goodwill of the trading name of the Company.
- 2.5 The Director of the Company advised that any outstanding works and contracts would have minimal value if they were to be pursued, once we allowed for the required resources to complete the jobs.
- 2.6 Taking the above into consideration, I can confirm the offer of £5,000 plus VAT was accepted and this amount has been realised in full for the liquidation.

3 Investigations

- 3.1 In accordance with the Company Directors Disqualification Act 1986 I have submitted a report on the conduct of the Directors of the Company to the Department for Business Innovation & Skills (**BIS**). As this is a confidential report, I am not able to disclose the contents.
- 3.2 Shortly after appointment, I made an initial assessment of whether there could be any matters that might lead to recoveries for the estate and what further investigations may be appropriate. This assessment took into account information provided by creditors either at the initial meeting or as a response to my request to complete an investigation questionnaire. My investigations have not revealed any issues requiring further report.

4 Creditors

Secured Creditors

- 4.1 There are no secured creditors.

Preferential Creditors

- 4.2 There are no preferential creditors.

Unsecured Creditors

- 4.3 I have received claims totalling £111,084.25 from 13 creditors. I have yet to receive claims from 19 creditors whose debts total £96,434.50 as per the Directors' Statement of Affairs.
- 4.4 I would confirm that no dividend to creditors will be made in this case.

5 Joint Liquidators' Remuneration

- 5.1 The creditors approved that the basis of the Joint Liquidators' remuneration be fixed in accordance with time properly spent by the Joint Liquidators' and their staff in administering the case.
- 5.2 My time costs for the year from 7 May 2013 are £6,760. This represents 47.3 hours at an average rate of £142.92 per hour. Attached as Appendix B is a Time Analysis which provides details of the activity costs incurred by staff grade during this period in respect of the costs fixed by reference to time properly spent by me in managing the Liquidation. To date, £1,775 plus disbursements of £225 has been drawn on account. I can also confirm that an additional £2,500 has been drawn in respect of the work completed to assist the Company with the preparation of the Statement of Affairs.
- 5.3 My time costs relate to tasks progressing the liquidation, which are generally in respect of the following:
- Initial notification of appointment to all relevant parties,
 - Liaising with the Director regarding the Retentions and Work in Progress;
 - Liaising with the third party regarding their offer for the assets of the Company,
 - Instructing and liaising with my agent;
 - Making general enquiries as to whether there are any additional company assets that are realisable;
 - Processing the statutory return to the Department of Business, Innovation & Skills in respect of the Directors' conduct;

- Maintaining the liquidation case files in order that they are compliant with my governing body's requirements;
- Dealing with all other statutory duties, as and when required

5.4 A copy of 'A Creditors' Guide to Liquidators' Fees' is available on request or can be downloaded from www.armstrongwatson.co.uk.

5.5 Attached as Appendix C is additional information in relation to this firm's policy on staffing, the use of subcontractors, disbursements and details of our current charge-out rates by staff grade.

6 Joint Liquidators' Expenses

I can confirm we have not incurred any expenses since our appointment as Joint Liquidator

7 Creditors' Rights

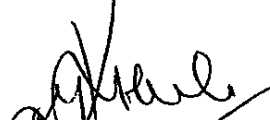
7.1 Within 21 days of the receipt of this report, a secured creditor, or an unsecured creditor (with the concurrence of at least 5% in value of the unsecured creditors) may request in writing that the Liquidator provide further information about his remuneration or expenses which have been itemised in this progress report.

7.2 Any secured creditor, or an unsecured creditor (with the concurrence of at least 10% in value of the unsecured creditors) may within 8 weeks of receipt of this progress report make an application to court on the grounds that, in all the circumstances, the basis fixed for the Joint Liquidators' remuneration is inappropriate and/or the remuneration charged or the expenses incurred by the Liquidator, as set out in this progress report, are excessive.

8 Next Report

- 8.1 I am required to provide a further report on the progress of the liquidation within two months of the next anniversary of the liquidation, unless I have concluded matters prior to this, in which case I will write to all creditors with my final progress report ahead of convening the final meeting of creditors.

Yours faithfully



D J Robson
Joint Liquidator

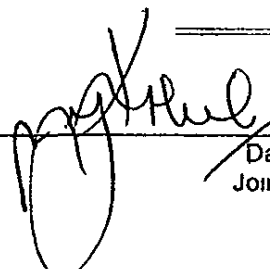
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*Michael C Kienlen & David J Robson are licensed to act as Insolvency Practitioners in the UK
by the Insolvency Practitioners Association*

**APPENDIX A: Receipts and Payments Account from 7 May
2013 to 6 May 2014**

Polyurea Coatings (UK) Ltd
(In Liquidation)
Joint Liquidators' Abstract of Receipts & Payments
To 06/05/2014

S of A £		£	£
	ASSET REALISATIONS		
1,600 00	Retentions	900 00	
4,800 00	Work In Progress	3,600 00	
	Goodwill re Trading Name	500 00	
			5,000 00
	COST OF REALISATIONS		
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			NIL
	DISTRIBUTIONS		
(1,000 00)	Ordinary Shareholders	NIL	
			NIL
(191,272.67)			500.00
	REPRESENTED BY		
	VAT Receivable		900 00
	Current Account		600 00
	VAT Payable		(1,000 00)
			500 00


 David Robson
 Joint Liquidator

Statement of Insolvency Practice - SIP 9

Case: POLYUREA COATINGS (UK) LTD - 48920

	Partner	Manager	Other Senior Professional	Assistant and Support Staff	Total	Average Hourly Rate
Admin File Review	Hrs		3.90		3.90	126
	Val		491.40		491.40	
Admin Filing	Hrs		1.70		1.70	126
	Val		214.20		214.20	
Admin Reports	Hrs	2.00			2.00	174
	Val	348.00			348.00	
Admin Stat Forms	Hrs		1.20		1.20	126
	Val		151.20		151.20	
Administration	Hrs	0.60	8.30	0.30	9.20	134
	Val	161.10	1,045.80	29.70	1,236.60	
Cashiering	Hrs	0.20	0.20	5.80	6.20	105
	Val	53.10	25.20	574.60	652.90	
Creditors	Hrs		4.90	0.70	5.60	121
	Val		617.40	60.90	678.30	
Investigation	Hrs	0.40	3.40		3.80	141
	Val	108.00	428.40		536.40	
Realisation of assets	Hrs	5.50	5.00		10.50	179
	Val	957.00	630.00		1,587.00	
Total	Hrs	4.40	28.60	6.80	47.30	
	Val	1,186.20	3,603.60	665.20	6,760.00	

Disbursements Summary

Disb Type	Date	Value	Note
AGENTS	16/05/2013	77.50	
AGENTS	22/05/2013	147.50	
AGENTS	28/06/2013	7.20	
AGENTS	28/06/2013	32.40	
AGENTS	28/06/2013	32.40	
Total		297.00	

Appendix C

ADDITIONAL INFORMATION IN RELATION TO LIQUIDATOR'S FEES

PURSUANT TO STATEMENT OF INSOLVENCY PRACTICE 9 (SIP9)

1 Policy

Detailed below is Armstrong Watson's policy in relation to:

- Staff allocation and the use of subcontractors
- Professional advisors
- Disbursements

1.1 *Staff allocation and the use of subcontractors*

Our general approach to resourcing our assignments is to allocate staff with the skills and experience to meet the specific requirements of the case.

The constitution of the case team will usually consist of a Partner, Manager, Administrator and/or an Assistant. The exact constitution of the case team will depend on the anticipated size and complexity of the assignment and additional staff may be allocated to meet the demands of the case.

We are not proposing to utilise the services of any sub-contractors in this case.

1.2 *Professional advisors*

On this assignment we have not used the services of any professional advisors. We have also indicated alongside, the basis of our fee arrangement with them, which is subject to review on a regular basis.

Our choice was based on our perception of their experience and ability to perform this type of work, the complexity and nature of the assignment and the basis of our fee arrangement with them.

1.3 *Disbursements*

Category 1 disbursements do not require approval by creditors. The type of disbursements that may be charged as a Category 1 disbursement to a case generally comprise of external supplies of incidental services specifically identifiable to the case, such as postage, case advertising, invoiced travel and external printing, room hire and document storage. Also chargeable will be any properly reimbursed expenses incurred by personnel in connection with the case.

Category 2 disbursements do require approval from creditors. These are costs which are directly referable to the appointment in question but are not payments which are made to an independent third party and may include shared or allocated costs that can be allocated to the appointment on a proper and reasonable basis such as internal room hire, document storage or business mileage.

We would confirm that this firm does not seek to charge any Category 2 disbursements.

2 Charge-out rates

A schedule of Armstrong Watson's charge-out rates was issued to creditors at the time the basis of the Joint Liquidators' remuneration was approved. There have been no material increases in charge-out rates since that date.

	(Per hour) £
Partner – Insolvency Practitioner	266 - 329
Director / Consultant – Insolvency Practitioner	231 - 289
Manager	177 - 249
Senior	111 - 173
Administrator	89 - 146

Please note that this firm records its time in minimum units of 6 minutes