

**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

07460419

Name of Company

Proud2 Limited

/ We

Lloyd Biscoe, The Old Exchange, 234 Southchurch Road, Southend on Sea, Essex, SS1 2EG

Wayne Macpherson, The Old Exchange, 234 Southchurch Road, Southend on Sea, Essex, SS1 2EG

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 22/11/2014 to 21/11/2015

Signed

Date

08/12/15

Begbies Traynor (Central) LLP
The Old Exchange
234 Southchurch Road
Southend on Sea
SS1 2EG

Ref PR226CVL/LCB/WM/JXH/GNL

THURSDAY



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10/12/2015

COMPANIES HOUSE

#379

Proud2 Limited
(In Liquidation)
Joint Liquidators' Abstract of Receipts & Payments

Statement of Affairs		From 22/11/2014 To 21/11/2015	From 22/11/2012 To 21/11/2015
ASSET REALISATIONS			
NIL	Fixtures and Fittings	NIL	NIL
NIL	Computer Equipment	NIL	NIL
NIL	Stock	NIL	NIL
NIL	Short Leasehold	NIL	NIL
NIL	Book Debts	NIL	NIL
NIL	Website Development Costs	NIL	NIL
		<u>NIL</u>	<u>NIL</u>
UNSECURED CREDITORS			
(794,225 00)	Trade Creditors	NIL	NIL
(536,000 00)	Proud Power Limited	NIL	NIL
(35,317 00)	HMRC (PAYE)	NIL	NIL
(59,401 00)	HMRC - Stamp Duty	NIL	NIL
(114,000 00)	HMRC (VAT)	NIL	NIL
		<u>NIL</u>	<u>NIL</u>
DISTRIBUTIONS			
(100 00)	Ordinary Shareholders	NIL	NIL
		<u>NIL</u>	<u>NIL</u>
(1,539,043.00)		<u>NIL</u>	<u>NIL</u>
REPRESENTED BY			
			<u>NIL</u>


 f Lloyd Biscoe
 Joint Liquidator

Proud2 Limited (In Creditors' Voluntary Liquidation)

Progress report pursuant to Section 104A of the Insolvency Act 1986 and Rule 4.49C of the Insolvency Rules 1986

Period: 22 November 2014 to 21 November 2015

Important Notice

This progress report has been produced solely to comply with our statutory duty to report to creditors and members of the Company on the progress of the liquidation. The report is private and confidential and may not be relied upon, referred to, reproduced or quoted from, in whole or in part, by creditors and members for any purpose other than this report to them, or by any other person for any purpose whatsoever.

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1. INTERPRETATION

<u>Expression</u>	<u>Meaning</u>
"the Company"	Proud2 Limited (In Creditors' Voluntary Liquidation)
"the liquidation"	The appointment of liquidators pursuant to Section 98 of the Act on 22 November 2012
"the liquidators", "we", "our" and "us"	Lloyd Biscoe of Begbies Traynor (Central) LLP, The Old Exchange, 234 Southchurch Road, Southend on Sea, SS1 2EG and Wayne Macpherson of Begbies Traynor, The Old Exchange, 234 Southchurch Road, Southend on Sea, Essex, SS1 2EG
"the Act"	The Insolvency Act 1986 (as amended)
"the Rules"	The Insolvency Rules 1986 (as amended)
"secured creditor" and "unsecured creditor"	Secured creditor, in relation to a company, means a creditor of the company who holds in respect of his debt a security over property of the company, and "unsecured creditor" is to be read accordingly (Section 248(1)(a) of the Act)
"security"	(i) In relation to England and Wales, any mortgage, charge, lien or other security (Section 248(1)(b)(i) of the Act), and (ii) In relation to Scotland, any security (whether heritable or moveable), any floating charge and any right of lien or preference and any right of retention (other than a right of compensation or set off) (Section 248(1)(b)(ii) of the Act)
"preferential creditor"	Any creditor of the Company whose claim is preferential within Sections 386, 387 and Schedule 6 to the Act

2. COMPANY INFORMATION

Trading name(s)	Proud2 Limited
Company registered number	07460419
Company registered office	The Old Exchange, 234 Southchurch Road, Southend on Sea, SS1 2EG
Former trading address	The O2, Peninsula Square, London, SE10 0DX

3. DETAILS OF APPOINTMENT OF LIQUIDATORS

Date winding up commenced	22 November 2012
Date of liquidators' appointment	22 November 2012
Changes in liquidator (if any)	None

4. PROGRESS DURING THE PERIOD

Attached at Appendix 1 is our abstract of receipts and payments for the period from 22 November 2014 to 21 November 2015

Fixtures & Fittings

The company's accounts reflected fixtures and fittings with a net book value of £51,434. As mentioned in previous reports these items were incorporated into the company's trading premises and, as such, were non saleable. Therefore no realisations will be forthcoming.

Computer Equipment

The company held computer equipment which per the accounts had a net book value of £33,282. The director advised that the computer equipment had no realisable value on account of its age and poor working condition and was therefore abandoned when the company vacated the trading premises.

Stock

The company held stock at cessation with an estimated cost value of £41,236. Almost all of this related to alcohol which had been opened and therefore this was also abandoned when the company vacated the premises.

Short Leasehold

When the company acquired the lease for the trading premises, the sum of £339,925 was capitalised in the accounts which was depreciated to £326,328 in the September 2011 accounts. Owing to the sum owed to the landlord, it was not considered possible to seek any assignment of the lease for consideration and therefore no funds will be realised in this regard.

Book Debts

The sum of £183,023 was owed to the company in relation to outstanding book debts. These related to future events which the company was no longer able to hold and therefore these monies were deemed as uncollectable.

Website Development Costs

Website development costs were capitalised in the company's accounts and had a net book value of £8,811 at 30 September 2011. Due to the intrinsic and specified nature of the company website no realisations will be forthcoming.

5. ESTIMATED OUTCOME FOR CREDITORS

Details of the sums owed to each class of the Company's creditors were provided in the director's statement of affairs included within the report sent to creditors further to our appointment as liquidators.

On the basis of realisations to date and estimated future realisations we estimate an outcome for each class of the Company's creditors as follows:

Secured creditor

There are no secured creditors.

Preferential creditors

There are no known preferential claims.

Prescribed Part for unsecured creditors pursuant to Section 176A of the Act

Section 176A of the Act provides that, where the company has created a floating charge on or after 15 September 2003, the liquidator must make a prescribed part of the Company's net property available for the unsecured creditors and not distribute it to the floating charge holder except in so far as it exceeds the amount required for the satisfaction of unsecured debts. Net property means the amount which would, were it not for this provision, be available to floating charge holders out of floating charge assets (i.e. after accounting for preferential debts and the costs of realising the floating charge assets). The prescribed part of the Company's net property is calculated by reference to a sliding scale as follows:

- ☐ 50% of the first £10,000 of net property,
- ☐ 20% of net property thereafter,
- ☐ Up to a maximum amount to be made available of £600,000.

A liquidator will not be required to set aside the prescribed part of net property if

- ☐ the net property is less than £10,000 and the liquidator thinks that the cost of distributing the prescribed part would be disproportionate to the benefit, (Section 176A(3)) or
- ☐ the liquidator applies to the court for an order on the grounds that the cost of distributing the prescribed part would be disproportionate to the benefit and the court orders that the provision shall not apply (Section 176A(5)).

To the best of our knowledge and belief, there are no unsatisfied floating charges created or registered on or after 15 September 2003 and, consequently, there is no net property as defined in Section 176A(6) of the Act and, therefore, no prescribed part of net property is available for distribution to the unsecured creditors.

Unsecured creditors

Based upon realisations to date and estimated future realisations it is anticipated there will be insufficient funds available to enable a dividend to be paid to the unsecured creditors

6. REMUNERATION & DISBURSEMENTS

Begbies Traynor (Central) LLP's professional fees for assisting the Company and its directors in fulfilling the statutory requirements for placing the Company into creditor's voluntary liquidation were fixed at £10,000 plus VAT and disbursements. These costs were paid by the director personally prior to the Liquidation.

Our remuneration has been fixed by reference to the time properly given by us (as liquidators) and the various grades of our staff calculated at the prevailing hourly charge out rates of Begbies Traynor (Central) LLP in attending to matters arising in the liquidation and we are authorised to draw disbursements, including disbursements for services provided by our firm (defined as category 2 disbursements in Statement of Insolvency Practice 9) in accordance with our firm's policy, details of which accompanied the Statement of Affairs and other information presented to the meeting of creditors convened pursuant to Section 98 of the Act and which is attached at Appendix 2 of this report.

Our time costs for the period from 22 November 2014 to 21 November 2015 amount to £798 which represents 3.70 hours at an average rate of £215.68 per hour.

Our time costs for the overall period from 22 November 2012 to 21 November 2015 amount to £13,785.50 which represents 55.90 hours at an average rate of £246.61 per hour.

The following further information in relation to our time costs and disbursements is set out at Appendix 2:

- ☐ Narrative summary of time costs incurred
- ☐ Table of time spent and charge-out value for the period 22 November 2014 to 21 November 2015
- ☐ Begbies Traynor (Central) LLP's policy for re-charging disbursements
- ☐ Begbies Traynor (Central) LLP's charge-out rates

A copy of 'A Creditors' Guide to Liquidators Fees (E&W) 2011' which provides guidance on creditors' rights on how to approve and monitor a Liquidator's remuneration and on how the remuneration is set can be obtained online at www.begbies-traynor.com/creditorsguides. Alternatively, if you require a hard copy of the Guide, please contact our office and we will arrange to send you a copy.

7. LIQUIDATORS' EXPENSES

A statement of the expenses incurred during the period of this progress report is attached at Appendix 3.

8. ASSETS THAT REMAIN TO BE REALISED

There are no assets that remain to be realised. However we are currently liaising with the company's insurers and the company director regarding a possible Insurance Claim.

9. OTHER RELEVANT INFORMATION

Investigations and reporting on directors conduct

You may be aware that a liquidator has a duty to enquire into the affairs of an insolvent company to determine its property and liabilities and to identify any actions which could lead to the recovery of funds. In addition, as explained in the report circulated at the meeting of creditors convened pursuant to Section 98 of the Act, such report having also been sent to creditors following the meeting, a liquidator is also required to consider the conduct of the Company's directors and to make an appropriate submission to the Department for Business Innovation and Skills. We can confirm that we have discharged our duties in these respects.

10. CREDITORS' RIGHTS

Right to request further information

Pursuant to Rule 4.49E of the Rules, 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, including that creditor, (or an unsecured creditor with less than 5% in value of the unsecured creditors, but with the permission of the court) may request in writing that we provide further information about our remuneration or expenses which have been detailed in this progress report.

Right to make an application to court

Pursuant to Rule 4.131 of the Rules, any secured creditor or any unsecured creditor with the concurrence of at least 10% in value of the unsecured creditors including that creditor, (or any unsecured creditors with less than 10% in value of the unsecured creditors, but with the permission of the court) may, within 8 weeks of receipt of this progress report, make an application to court on the grounds that the remuneration charged or the expenses incurred as set out in this progress report are excessive or, the basis fixed for our remuneration is inappropriate.

11. CONCLUSION

We will report again in approximately twelve months time or at the conclusion of the liquidation, whichever is the sooner.




Wayne Macpherson
Joint Liquidator

Dated 08 December 2015

Proud2 Limited
(In Liquidation)
Joint Liquidators' Abstract of Receipts & Payments

Statement of Affairs		From 22/11/2014 To 21/11/2015	From 22/11/2012 To 21/11/2015
ASSET REALISATIONS			
NIL	Fixtures and Fittings	NIL	NIL
NIL	Computer Equipment	NIL	NIL
NIL	Stock	NIL	NIL
NIL	Short Leasehold	NIL	NIL
NIL	Book Debts	NIL	NIL
NIL	Website Development Costs	NIL	NIL
		<u>NIL</u>	<u>NIL</u>
UNSECURED CREDITORS			
(794,225 00)	Trade Creditors	NIL	NIL
(536,000 00)	Proud Power Limited	NIL	NIL
(35,317 00)	HMRC (PAYE)	NIL	NIL
(59,401 00)	HMRC - Stamp Duty	NIL	NIL
(114,000 00)	HMRC (VAT)	NIL	NIL
		<u>NIL</u>	<u>NIL</u>
DISTRIBUTIONS			
(100 00)	Ordinary Shareholders	NIL	NIL
		<u>NIL</u>	<u>NIL</u>
<u>(1,539,043 00)</u>		<u>NIL</u>	<u>NIL</u>
REPRESENTED BY			
			<u>NIL</u>


Lloyd Biscoe
Joint Liquidator

Time and Expenses Report - Summary

03PR226.CVL | CVL - Proud2 Limited | From 22/11/2014 To 21/11/2015

	Action Code	Partner	Director	Senior Manager	Manager	Senior Case Administrator	Case Administrator	Support Case Admin	Other	Total Hours	Total Cost	Avg Rate
Administration	1ADMIN	0	0.00	0.00	0.00	0.00	0.00	0.50	0.00	0.50	80.00	160.00
Bonding	1BOND	0	0.00	0.00	0.00	0.00	0.10	0.00	0.00	0.10	18.50	185.00
Claims, proofs and distributions	1CLAIM	0	0.00	0.00	0.00	0.00	0.30	0.00	0.00	0.30	55.50	185.00
Statutory reports and returns	1STAT	0	0.60	0.00	0.00	0.00	2.00	0.00	0.00	2.60	607.00	233.46
VAT and TAX	1VATTX	0	0.00	0.00	0.00	0.00	0.20	0.00	0.00	0.20	37.00	185.00
Total Hours		0.00	0.60	0.00	0.00	0.00	2.60	0.50	0.00	3.70		
Total Cost		0.00	237.00	0.00	0.00	0.00	481.00	80.00	0.00		798.00	

Employee/Disp Costs	96.76
Disp Fees Drawn	0.00
Time Fees Drawn	0.00
Outstanding Costs	894.76

Time and Expenses Report - Summary

03PR226.CVL | CVL - Proud2 Limited | From 22/11/2012 To 21/11/2015

	Action Code	Partner	Director	Senior Manager	Manager	Senior Case Administrator	Case Administrator	Support & Cashiering	Other	Total Hours	Total Cost	Avg Rate
Administration	1ADMIN	0	0.00	0.00	1.10	0.00	0.00	3.80	0.00	4.90	954.50	194.80
Appointment activity	1APPOI	0	0.70	0.00	0.00	0.00	0.00	4.50	0.00	5.20	996.50	191.63
Bonding	1BOND	0	0.00	0.00	0.00	0.00	0.10	0.00	0.00	0.10	18.50	185.00
GDPA reporting and follow up	1CDDA	0	0.40	0.00	0.00	0.00	0.00	0.00	0.00	0.40	158.00	395.00
Claims, proofs and distributions	1CLAIM	0.7	0.00	0.00	0.90	0.00	0.30	2.00	0.00	3.90	974.00	249.74
Creditors' Committee	1CRCOM	0	0.00	0.00	0.00	0.00	0.00	0.40	0.00	0.40	64.00	160.00
Employees	1EMPEE	0	0.00	0.00	1.30	0.00	0.00	10.70	0.00	12.00	2,121.50	176.79
Floating Charge Assets	1FLCHG	8	0.00	0.00	0.00	0.00	0.00	0.00	0.00	8.00	3,160.00	395.00
Investigations	1INVGN	2.7	0.00	0.00	3.40	0.00	1.00	6.00	0.00	13.10	3,282.50	250.57
Case strategy and planning	1PLAN	0	0.00	0.00	0.80	0.00	0.00	0.00	0.00	0.80	252.00	315.00
Statutory reports and returns	1STAT	0.9	1.20	0.00	0.00	0.00	4.30	0.00	0.00	6.40	1,574.50	261.64
VAT and TAX	1VATTX	0	0.00	0.00	0.00	0.00	0.70	0.00	0.00	0.70	129.50	185.00
Total Hours		12.30	2.30	0.00	7.50	0.00	6.40	27.40	0.00	55.90		
Total Costs		4,946.50	908.50	0.00	2,362.50	0.00	1,184.00	4,384.00	0.00	13,785.50		

Employee/Dish Costs	981.56
Dish Fees Drawn	0.00
Time Fees Drawn	0.00
Outstanding Costs	14,767.06

STATEMENT OF EXPENSES

Type of expense	Name of party with whom expense incurred	Amount incurred £	Amount discharged £	Balance (to be discharged) £
Photocopying	Begbies Traynor Group (Central) LLP	618 60	-	618 60
Postage	Begbies Traynor Group (Central) LLP	215 96	-	215 96
Statutory Advertising	The Stationary Office Ltd	127 00	-	127 00
Bonding	Insolvency Risk Services	20 00	-	20 00