

# LIQ03

## Notice of progress report in voluntary winding up



Companies House

For further information, please  
refer to our guidance at  
[www.gov.uk/companieshouse](http://www.gov.uk/companieshouse)

### 1 Company details

Company number 0 7 8 3 1 2 6 6

Company name in full Cannon And Cannon Fine Foods Ltd

#### → Filling in this form

Please complete in typescript or in  
bold black capitals.

### 2 Liquidator's name

Full forename(s) Asher

Surname Miller

### 3 Liquidator's address

Building name/number 29th Floor

Street 40 Bank Street

Post town London

County/Region

Postcode E 1 4 5 N R

Country

### 4 Liquidator's name ①

Full forename(s) David

Surname Rubin

#### ① Other liquidator

Use this section to tell us about  
another liquidator.

### 5 Liquidator's address ②

Building name/number 29th Floor

Street 40 Bank Street

Post town London

County/Region

Postcode E 1 4 5 N R


Country

#### ② Other liquidator

Use this section to tell us about  
another liquidator.

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|                        |  |   |              |   |              |   |              |   |              |   |              |   |              |   |              |   |  |
|------------------------|--|---|--------------|---|--------------|---|--------------|---|--------------|---|--------------|---|--------------|---|--------------|---|--|
| <b>6</b>               | <b>Period of progress report</b>   |   |              |   |              |   |              |   |              |   |              |   |              |   |              |   |  |
| From date              | <sup>d</sup>   | 2 | <sup>d</sup> | 5 | <sup>m</sup> | 0 | <sup>m</sup> | 3 | <sup>y</sup> | 2 | <sup>y</sup> | 0 | <sup>y</sup> | 2 | <sup>y</sup> | 2 |  |
| To date                | <sup>d</sup>   | 2 | <sup>d</sup> | 4 | <sup>m</sup> | 0 | <sup>m</sup> | 3 | <sup>y</sup> | 2 | <sup>y</sup> | 0 | <sup>y</sup> | 2 | <sup>y</sup> | 3 |  |
| <b>7</b>               | <b>Progress report</b>   |   |              |   |              |   |              |   |              |   |              |   |              |   |              |   |  |
|                        | <input checked="" type="checkbox"/> The progress report is attached  |   |              |   |              |   |              |   |              |   |              |   |              |   |              |   |  |
| <b>8</b>               | <b>Sign and date</b>   |   |              |   |              |   |              |   |              |   |              |   |              |   |              |   |  |
| Liquidator's signature | <div> <div>Signature</div> <div> <div>X</div>  <div>X</div> </div> </div> |   |              |   |              |   |              |   |              |   |              |   |              |   |              |   |  |
| Signature date         | <sup>d</sup>   | 1 | <sup>d</sup> | 0 | <sup>m</sup> | 0 | <sup>m</sup> | 5 | <sup>y</sup> | 2 | <sup>y</sup> | 0 | <sup>y</sup> | 2 | <sup>y</sup> | 3 |  |

# LIQ03

## Notice of progress report in voluntary winding up



### Presenter information

You do not have to give any contact information, but if you do it will help Companies House if there is a query on the form. The contact information you give will be visible to searchers of the public record.

Contact name Robert Cook

Company name Begbies Traynor (London) LLP

Address 29th Floor

40 Bank Street

Post town London

County/Region

Postcode E 1 4 5 N R

Country

DX

Telephone 020 7400 7900



### Checklist

We may return forms completed incorrectly or with information missing.

Please make sure you have remembered the following:

- ☐ The company name and number match the information held on the public Register.
- ☐ You have attached the required documents.
- ☐ You have signed the form.



### Important information

All information on this form will appear on the public record.



### Where to send

You may return this form to any Companies House address, however for expediency we advise you to return it to the address below:

The Registrar of Companies, Companies House,  
Crown Way, Cardiff, Wales, CF14 3UZ.  
DX 33050 Cardiff.



### Further information

For further information please see the guidance notes on the website at [www.gov.uk/companieshouse](http://www.gov.uk/companieshouse) or email [enquiries@companieshouse.gov.uk](mailto:enquiries@companieshouse.gov.uk)

This form is available in an alternative format. Please visit the forms page on the website at [www.gov.uk/companieshouse](http://www.gov.uk/companieshouse)

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## Cannon And Cannon Fine Foods Ltd **(In Creditors' Voluntary Liquidation)**

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Progress report

Period: 25 March 2022 to 24 March 2023

### 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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## **Contents**

- ❑ Interpretation
- ❑ Company information
- ❑ Details of appointment of Liquidators
- ❑ Progress during the period
- ❑ Estimated outcome for creditors
- ❑ Remuneration and expenses
- ❑ Liquidators' expenses
- ❑ Assets that remain to be realised and work that remains to be done
- ❑ Other relevant information
- ❑ Creditors' rights
- ❑ Conclusion
- ❑ Appendices
  - 1. Liquidators' account of receipts and payments
  - 2. Liquidators' time costs and expenses
  - 3. Statement of Liquidators' expenses

## 1. INTERPRETATION

| <u>Expression</u>                           | <u>Meaning</u>   |
|---|--|
| "the Company"                               | Cannon And Cannon Fine Foods Ltd (In Creditors' Voluntary Liquidation)   |
| "the liquidation"                           | The appointment of liquidators on 25 March 2020.   |
| "the liquidators", "we", "our", "us"        | Asher Miller of Begbies Traynor (London) LLP, 29th Floor, 40 Bank Street, London, E14 5NR<br>and<br>David Rubin of Begbies Traynor (London) LLP, 29th Floor, 40 Bank Street, London, E14 5NR   |
| "the Act"                                   | The Insolvency Act 1986 (as amended)   |
| "the Rules"                                 | The Insolvency (England and Wales) Rules 2016  |
| "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<br><br>(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):           | Cannon & Cannon  |
| Company registered number: | 07831266   |
| Company registered office: | c/o Begbies Traynor, 29th Floor, 40 Bank Street, London, E14 5NR |
| Former trading address:    | Unit 12 Apollo Business Park, St James Road, London, SE16 4ET    |

## 3. DETAILS OF APPOINTMENT OF LIQUIDATORS

|                                   |               |
|-----------------------------------|---------------|
| Date winding up commenced:        | 25 March 2020 |
| Date of liquidators' appointment: | 25 March 2020 |
| Changes in liquidator (if any):   | None          |

## 4. PROGRESS DURING THE PERIOD

### Receipts and Payments

Attached at Appendix 1 is our abstract of receipts and payments for the period from 25 March 2022 to 24 March 2023.

#### Receipts

##### Bank Interest Gross

The funds in hand are held in an interest bearing account with a High Street Bank in the Office Holders' names as Joint Liquidators' of the Company. Interest earned on the funds in hand amounts to £2.48 of which £1.64.

#### Payments

##### Joint Liquidators' Fees

The sum of £13,575 plus VAT has been drawn in this reporting period in respect of the Joint Liquidators' remuneration.

##### Stationery and Postage

The sum of £385.27 plus VAT was paid to Postworks Ltd in respect of postage costs incurred circulating correspondence and submitting mandatory VAT and Corporation Tax returns on behalf of the Company. This amount was recharged to the case during this reporting period.

##### Statutory Advertising

An amount of £189 plus VAT was paid to Courts Advertising Ltd for placing an advertisement in the London Gazette in respect of the Virtual Meeting of Creditors held on 25 March 2020. This was recharged to the case in this reporting period.

##### Storage Costs

There are three boxes of the Company's books and records in our storage facility. Storage is recharged at a rate of £30 per box per quarter. One quarters storage for the period 13 December 2021 to 12 March 2022 was recharged in this reporting period.

What work has been done in the period of this report, why was that work necessary and what has been the financial benefit (if any) to creditors?

Details of the types of work that generally fall into the headings mentioned below are available on our firm's website - <http://www.begbies-traynorgroup.com/work-details> Under the following headings we have explained the specific work that has been undertaken on this case. Not every piece of work has been described, but we have sought to give a proportionate overview which provides sufficient detail to allow creditors to understand what has been done, why it was necessary and what financial benefit (if any) the work has provided to creditors.

The costs incurred in relation to each heading are set out in the Time Costs Analysis which is attached at Appendix 2.

### General case administration and planning

Over the course of the Period, the following work has been carried out as required either by statute or for the purposes of case management generally. As these are required by statute or to manage and progress the case, there is no financial benefit to creditors. However, the work must be carried out in every Liquidation to comply with the Rules, the Act and best practice guidelines:

- Updating case strategy plan;
- Ongoing maintenance of liquidation records;
- Dealing with correspondence (physical and electronic) that is considered routine in the context of the engagement and otherwise does not directly fall into other categories;
- Ongoing maintenance of up to date information on the electronic case information;
- Periodic reviews of the case generally;
- Ensure time recording data is compliant with Statement of Insolvency Practice 9.

### Compliance with the Insolvency Act, Rules and best practice

- Reviewing the adequacy of the specific bond periodically;
- Ongoing consideration to ethical practice;
- Updating case checklists and statutory diaries where necessary;
- Submission of forms to Companies House;
- Operating of the liquidation bank account and regular reconciliations of the funds held;
- The preparation of publication of the Liquidators' Progress Report to creditors.

On this engagement, the work identified above does not hold a direct commercial benefit to creditors. It is the duty of the appointed office holders to comply with the Insolvency Act and Rules.

### Realisation of assets

Further to previous progress reports, agent Simon Marks of Marks Recoveries ('MR') was instructed to collect the debts. MR recovered £12,686 but they then closed their file as no further recoveries were possible.

We have approached two agents to query whether they would attempt collection of the remaining debts. Both reviewed the aged debtors' ledger and outstanding invoices but regrettably advised that the debts were too small and were unable to work on the ledger. We are currently reviewing the ledger further to determine whether any further recoveries are possible.

In Liquidation cases generally, the time spent by the Liquidators and their staff in realising assets will provide a benefit to Creditors and is carried out with a view to making recoveries.

### Dealing with all creditors' claims (including employees), correspondence and distributions

- Updating schedules of unsecured creditor claims;
- Receipt of creditor claims and input on internal case management software;
- Review of creditor claim supporting information;
- Acknowledgement of creditor claims correspondence and/or dealing with further queries on claims;

There is no direct financial benefit to creditors of this work on this assignment but it has been necessary in order to progress the insolvency process.

### Other matters which includes seeking decisions of creditors via the deemed consent procedure and/or decision procedures, tax, litigation, pensions and travel

- Submission of the annual Corporation Tax returns.



- Submission of RP15/RP15A forms to claim the unpaid pensions contributions from the Redundancy Payments Office to pay into the employees pensions.

There is no direct financial benefit to creditors of this work on this assignment but it has been necessary in order to progress the insolvency process.

## 5. ESTIMATED OUTCOME FOR CREDITORS

Details of the sums owed to each class of the Company's creditors were provided in the Director's Estimated Statement of Affairs.

### Secured creditors

Skipton Business Finance Limited ('Skipton') held a fixed and floating charge over the Company's assets, created on 30 January 2020 and registered at Companies House on 30 January 2020. Skipton filed Notice of the Satisfaction of their charge on 28 April 2021.

Nexus Central Management Services Limited ('Nexus') hold a floating charge over the Company's assets, created on 11 October 2019 and registered at Companies House on 29 October 2019. Nexus have confirmed that they are owed £40,000 in respect of their security.

### 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 Joint Liquidators 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)).

It is currently anticipated that there will be no distribution of the prescribed part as our estimate of the Company's net property is less than the minimum prescribed by the Insolvency Act 1986 (Prescribed Part) Order 2003 and we think, in accordance with Section 176A(3)(b) of the Act, that the costs of making a distribution of the prescribed part to unsecured creditors would be disproportionate to the benefits.

### Preferential creditors

I have received a preferential claim from the Redundancy Payments Office for £25,232.05 of which £8,576.54 is preferential or £16,655.51 is unsecured. There are also preferential claims of 10 employees who are owed arrears

of wages for the period 1 March 2020 to 25 March 2020 and in addition, they are also owed the balance of their holiday pay totalling approximately £20,000.

I have not taken steps to adjudicate any preferential claims as at present there have been insufficient realisations to enable a dividend to be paid to Preferential Creditors.

#### Unsecured creditors

Unsecured creditors were estimated at £497,107 on the Director's Estimated Statement of Affairs and 24 claims totalling £120,532 have been received to date.

Based upon current realisations and potential future realisations, it is unlikely that there will be sufficient funds available to enable a dividend to be paid to Unsecured Creditors after defraying the costs and expenses of the Liquidation.

## 6. REMUNERATION & EXPENSES

#### Remuneration

The Joint Liquidators' remuneration has been fixed by a resolution of Creditors at a Virtual Meeting held on 25 March 2020 and is by reference to the time properly given by us, as Joint Liquidators and the various grades of our staff calculated at the prevailing hourly charge out rates. This was set out in the fee estimate provided to Creditors on 11 March 2020 and acts to cap my fees to £48,393. We are, also, authorised to draw expenses, including expenses for services provided by our firm (defined as category 2 expenses in Statement of Insolvency Practice 9).

Our time costs for the period from 25 March 2022 to 24 March 2023 amount to £10,726 which represents 42 hours and 48 minutes at an average rate of £250.21 per hour.

Furthermore, our time costs for the period 25 March 2020 to 24 March 2023 amount to £76,564.50 which represents 306 hours at an average rate of £250.21 per hour.

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

- ☐ Time Costs Analysis for the period 25 March 2022 to 24 March 2023
- ☐ Cumulative Time Costs Analysis for the period 25 March 2020 to 24 March 2023
- ☐ This firm's charging policy

As at 24 March 2023, we have drawn £23,575 on account of our remuneration, against total time costs of £76,564.50 incurred since the date of our appointment.

#### Time Costs Analysis

The Time Costs Analysis for the Period of this report attached at Appendix 2 shows the time spent by each grade of staff on the different types of work involved in the case, and gives the total costs and average hourly rate charged for each work type. Please note that the analysis provides details of the work undertaken by ourselves and our staff following our appointment only.

As can be seen from the information above, and the Time Costs Analysis, our fee estimate has been exceeded. We do not propose an increase to our fee estimate at present as we believe that there are currently insufficient assets / funds in the estate to exceed the current estimate. However, we retain the right to seek an increase on the fee approved.

#### Expenses

In the year ended 24 March 2023, we have drawn no expenses.

## Subcontractors

No subcontractors have been utilised in this matter.

'A Creditors' Guide to Liquidators Fees (E&W) 2017' 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](http://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.

Expenses actually incurred compared to those that were anticipated

Creditors will recall that we estimated that the expenses of the Liquidation would be £286.80. That estimate has been exceeded for a number of reasons, all of which have been detailed in the last progress report for the year ended 24 March 2022.

In addition to the above, it is anticipated that there will be further storage costs of up to £120 and postage costs of up to £200.

What work remains to be done, why is this necessary and what financial benefit (if any) will it provide to creditors?

The Joint Liquidators have a duty to inform creditors of the work that remains to be done in the Liquidation and any assets that remain to be realised.

### General case administration and planning

- Update of case compliance checklists;
- Dealing with correspondence (physical and electronic) that is considered routine in the context of the engagement and otherwise does not directly fall into other categories;
- Ensure time recording data is compliant with Statement of Insolvency Practice 9;
- Maintenance of case on the Liquidator's computer systems;
- Administrative tasks;
- Case management and planning;
- Internal case meetings and
- Costs and expenses management and review.

On this engagement, the work identified above does not hold a direct commercial benefit to creditors. Creditors benefit from this work as it ensures this particular engagement is dealt with to the standards expected and also in a timely fashion. Elements of this work are required to comply with best practice and statute.

### Compliance with the Insolvency Act, Rules and best practice

- Reviewing the adequacy of the specific penalty bond periodically;
- Submission of forms to Companies House;
- Maintain accurate account of receipts and payments;
- Complying with the requirements of the Insolvency Act and Insolvency Rules and
- Preparing information for the Annual Progress Reports to creditors including detailed costs and expenses review and analysis.

### Closure

- Preparing, reviewing and issuing the Final Report to members and creditors;
- Filing of final return at Companies House and
- Update physical and electronic case records following closure.

On this engagement, the work identified above does not hold a direct commercial benefit to creditors. It is the duty of the appointed office holder to comply with the Insolvency Act and Rules.

### Realisation of assets

All assets have now been realised so it is not anticipated that any further time will be spent realising assets.

### Dealing with all creditors' claims (including employees), correspondence and distributions

It is not proposed that any further significant time be spent in dealing with creditor claims as this matter is to be finalised. However, time may be spent in dealing with any queries received in relation to my progress reports and the closing of the case.

### Other matters which includes seeking decisions from creditors (via Deemed Consent Procedure and/or Decision Procedure, tax, litigation, pensions and travel)

- Annual and Final Corporation Tax returns,
- Liaising with NEST to confirm that the pension scheme has been closed and
- Seeking closure clearance from HM Revenue & Customs once the case has been finalised.

The above have no direct financial benefit to creditors but have to be done in order to comply with the Insolvency Rules and other statutory requirements.

How much will this further work cost?

As per above, creditors approved the Liquidators' remuneration to be based on time costs and capped in accordance with the Fees Estimate of £48,393.

Based on present information, the Joint Liquidators' time costs have exceeded the Fees Estimate however, it is not commercial to convene a decision procedure to request a fee uplift as there are insufficient funds in the estate account to draw fees above the current approved estimate. However, should the position change, the Joint Liquidators reserve the right to seek an uplift from Creditors.

### Expenses

Details of the expenses that we expected to incur in connection with the work to be undertaken in the Liquidation was outlined to Creditors with the Notice of the Virtual Meeting sent in 11 March 2020. Further details of the expenses actually incurred and paid in the Liquidation are outlined in Appendix 3.

## 8. OTHER RELEVANT INFORMATION

## Use of personal information

Please note that in the course of discharging our statutory duties as liquidators, we may need to access and use personal data, being information from which a living person can be identified. Where this is necessary, we are required to comply with data protection legislation. If you are an individual and you would like further information about your rights in relation to our use of your personal data, you can access the same at <https://www.begbies-traynorgroup.com/privacy-notice>. If you require a hard copy of the information, please do not hesitate to contact us.

## 9. CREDITORS' RIGHTS

### Right to request further information

Pursuant to Rule 18.9 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 incurred during the period of this progress report.

### Right to make an application to court

Pursuant to Rule 18.34 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 during the period of this progress report are excessive or, the basis fixed for our remuneration is inappropriate.

## 10. CONCLUSION

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



Asher D Miller F.C.A  
Joint Liquidator

Dated: 10 May 2023

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# ACCOUNT OF RECEIPTS AND PAYMENTS

Period: 25 March 2022 to 24 March 2023

**Cannon And Cannon Fine Foods Ltd - In Liquidation**  
**Joint Liquidators' Summary of Receipts & Payments**

| Statement<br>of Affairs<br>£ |                                    | From 25/03/2022<br>To 24/03/2023<br>£ | From 25/03/2020<br>To 24/03/2023<br>£ |
|------------------------------|------------------------------------|---------------------------------------|---------------------------------------|
|                              | <b>SECURED ASSETS</b>              |                                       |                                       |
| 45,178.26                    | Factored Book Debts                | NIL                                   | NIL                                   |
|                              |                                    | NIL                                   | NIL                                   |
|                              | <b>SECURED CREDITORS</b>           |                                       |                                       |
| (29,778.81)                  | Skipton Business Finance Limited   | NIL                                   | NIL                                   |
|                              |                                    | NIL                                   | NIL                                   |
|                              | <b>HIRE PURCHASE</b>               |                                       |                                       |
| Uncertain                    | Plant & Machinery                  | NIL                                   | NIL                                   |
| (82,330.00)                  | Finance Company - Reiser Finance   | NIL                                   | NIL                                   |
| Uncertain                    | Plant & Machinery                  | NIL                                   | NIL                                   |
| (38,050.90)                  | Finance Company - Aldermore Bank P | NIL                                   | NIL                                   |
| Uncertain                    | Plant & Machinery                  | NIL                                   | NIL                                   |
| (43,535.28)                  | Finance Company - Investec         | NIL                                   | NIL                                   |
|                              |                                    | NIL                                   | NIL                                   |
|                              | <b>ASSET REALISATIONS</b>          |                                       |                                       |
|                              | Bank Interest Gross                | 1.64                                  | 2.48                                  |
|                              | Business Rates Refund              | NIL                                   | 60.21                                 |
|                              | Cash at Bank                       | NIL                                   | 7,396.80                              |
|                              | Cash held on Appointment           | NIL                                   | 4,500.00                              |
| NIL                          | Computer Equipment                 | NIL                                   | NIL                                   |
| NIL                          | Fixtures & Fittings                | NIL                                   | NIL                                   |
| NIL                          | Intangible Assets                  | NIL                                   | NIL                                   |
| NIL                          | Leasehold Improvements             | NIL                                   | 25,000.00                             |
| 45,593.80                    | Non Factored Book Debts            | NIL                                   | 13,187.59                             |
| 1,000.00                     | Plant & Machinery                  | NIL                                   | 1,000.00                              |
| NIL                          | Rent Deposit                       | NIL                                   | NIL                                   |
| NIL                          | Stock                              | NIL                                   | NIL                                   |
| Uncertain                    | VAT Refund                         | NIL                                   | NIL                                   |
|                              |                                    | 1.64                                  | 51,147.08                             |
|                              | <b>COST OF REALISATIONS</b>        |                                       |                                       |
|                              | Agents/Valuers Fees                | NIL                                   | (6,586.62)                            |
|                              | Bank Charges                       | NIL                                   | (10.00)                               |
|                              | Carriage & Archiving               | NIL                                   | (270.50)                              |
|                              | Insurance of Assets                | NIL                                   | (140.00)                              |
|                              | Joint Liquidators' Fees            | (13,575.00)                           | (23,575.00)                           |
|                              | Statement of Affairs Fee           | NIL                                   | (19,127.00)                           |
|                              | Specific Bond                      | NIL                                   | (189.60)                              |
|                              | Stationery & Postage               | (385.27)                              | (386.93)                              |
|                              | Statutory Advertising              | (189.00)                              | (472.50)                              |
|                              | Storage Costs                      | (30.00)                               | (210.00)                              |
|                              |                                    | (14,179.27)                           | (50,968.15)                           |
|                              | <b>PREFERENTIAL CREDITORS</b>      |                                       |                                       |
| (8,000.00)                   | Employee Arrears/Hol Pay           | NIL                                   | NIL                                   |
|                              |                                    | NIL                                   | NIL                                   |
|                              | <b>FLOATING CHARGE CREDITORS</b>   |                                       |                                       |
| (40,000.00)                  | Nexus Central Management Services  | NIL                                   | NIL                                   |
|                              |                                    | NIL                                   | NIL                                   |
|                              | <b>UNSECURED CREDITORS</b>         |                                       |                                       |
| (13,805.03)                  | Banks/Institutions                 | NIL                                   | NIL                                   |
| (10,000.00)                  | Employees                          | NIL                                   | NIL                                   |
| (26,586.47)                  | H.M. Revenue & Customs (P.A.Y.E.)  | NIL                                   | NIL                                   |
| (95,679.00)                  | Nexus Central Management Services  | NIL                                   | NIL                                   |
| (187,120.10)                 | Trade & Expense Creditors          | NIL                                   | NIL                                   |
|                              |                                    | NIL                                   | NIL                                   |
|                              | <b>DISTRIBUTIONS</b>               |                                       |                                       |
| (420.83)                     | Ordinary Shareholders              | NIL                                   | NIL                                   |
|                              |                                    | NIL                                   | NIL                                   |
| (483,534.36)                 |                                    | <u>(14,177.63)</u>                    | <u>178.93</u>                         |
|                              | <b>REPRESENTED BY</b>              |                                       |                                       |
|                              | Current Account                    |                                       | 25.40                                 |
|                              | Vat Receivable                     |                                       | 153.53                                |
|                              |                                    |                                       | <u>178.93</u>                         |

## COSTS AND EXPENSES

- a. Begbies Traynor (London) LLP's charging policy for this assignment;
- b. Time Costs Analysis for the period from 25 March 2022 to 24 March 2023
- c. Cumulative Time Costs Analysis for the period from 25 March 2020 to 24 March 2023



# THIS FIRM'S CHARGING POLICY

Our firm's hourly charge-out rates applicable to this appointment, which are charged in units of 6 minutes exclusive of VAT, are as follows:-

|                            | £         |
|----------------------------|-----------|
| Senior / Managing Partners | 550       |
| Partners / Office Holders  | 495       |
| Managers / Senior Managers | 350 - 395 |
| Senior Administrators      | 220 - 295 |
| Administrators             | 160 - 200 |
| Cashiers and Assistants    | 150 - 295 |
| Supports                   | 120 - 150 |

Charge out rates are normally reviewed annually in November, when rates are adjusted to reflect such matters as inflation, increases in direct wage costs, and changes to indirect costs such as Professional Indemnity Insurance.

## **Direct expenses ("Category 1 expenses")**

Category 1 disbursements as defined by Statement of Insolvency Practice 9 (SIP 9), which can be specifically identified as relating to the administration of the case, will be charged to the estate at cost, with no uplift. These include, but are not limited to, such items as case advertising, bonding and other insurance premiums and properly reimbursed expenses incurred by personnel in connection with the case.

## **Indirect expenses ("Category 2 expenses")**

It is normal practice to also charge the following indirect disbursements ("Category 2 disbursements" as defined by SIP 9) to the case, where appropriate:

|                       |               |
|-----------------------|---------------|
| Headed paper          | 25p per sheet |
| Photocopying          | 6p per sheet  |
| Envelopes             | 25p each      |
| Postage               | Actual cost   |
| Meeting room facility | £150          |

## **Storage and Archiving Charges**

We use a commercial archiving Company for storage facilities for Company's records and papers. This is recharged to the estate at the rate of £10 per box per quarter, and includes a small charge to cover the administration costs of maintaining the archiving database and retrieval of documents. We also use our own personnel and vehicle for collection of books and records for which we charge £65 per hour.

## **Travel**

Mileage incurred as a result of any necessary travelling is charged to the estate at HM Revenue & Customs approved rate, currently 45p per mile.

SIP9 Cannon And Cannon Fine Foods Ltd - Creditors Voluntary Liquidation - 230693.CVL : Time Costs Analysis From 25/03/2022 To 24/03/2023

| Staff Grade   | Consultant/Partner   | Director | Snr Mngr | Mngr   | Asst Mngr | Snr Admin | Admin    | Jvr Admin | Support | Total Hours | Time Cost £ | Average hourly rate £ |
|---|--|----------|----------|--------|-----------|-----------|----------|-----------|---------|-------------|-------------|-----------------------|
| General Case Administration and Planning  | Case planning  |          | 0.1      | 0.1    |           | 0.5       | 1.6      |           |         | 2.3         | 642.00      | 235.65                |
|   | Administration   |          | 0.3      | 0.1    | 0.3       | 1.2       | 6.7      |           |         | 8.6         | 1,952.50    | 227.03                |
|   | Total for General Case Administration and Planning:  |          | 0.4      | 0.2    | 0.3       | 1.7       | 8.3      |           |         | 10.9        | 2,404.50    | 228.65                |
| Compliance with the Insolvency Act, Rules and best practice                               | Appointment  |          |          |        |           |           |          |           |         |             |             | 0.00                  |
|   | Banking and Bonding  |          | 0.1      | 0.9    |           | 0.3       | 0.8      |           | 4.6     | 6.7         | 1,293.00    | 192.99                |
|   | Case Closure   |          | 0.5      |        | 4.1       |           | 0.3      |           |         | 4.9         | 1,692.50    | 345.41                |
| Investigations  | Statutory reporting and statement of affairs   |          |          | 1.2    |           | 3.4       | 2.3      |           |         | 6.9         | 1,883.00    | 272.90                |
|   | Total for Compliance with the Insolvency Act, Rules and best practice:                               |          | 0.6      | 2.1    | 4.1       | 3.7       | 3.4      |           | 4.6     | 18.5        | 4,868.50    | 263.16                |
|   | GDPA and investigations  |          |          |        |           |           |          |           |         |             |             | 0.00                  |
| Realisation of assets   | Total for Investigations:  |          |          |        |           |           |          |           |         |             |             | 0.00                  |
|   | Debt collection  |          |          |        |           | 2.7       | 1.5      |           |         | 4.2         | 1,096.50    | 261.07                |
|   | Property, business and asset sales   |          |          |        |           |           |          |           |         |             |             | 0.00                  |
| Trading   | Retention of Title/Third party assets  |          |          |        |           |           |          |           |         |             |             | 0.00                  |
|   | Total for Realisation of assets:   |          |          |        |           | 2.7       | 1.5      |           |         | 4.2         | 1,096.50    | 261.07                |
|   | Trading  |          |          |        |           |           |          |           |         |             |             | 0.00                  |
| Dealing with all creditors claims (including employees), correspondence and distributions | Total for Trading:   |          |          |        |           |           |          |           |         |             |             | 0.00                  |
|   | Secured  |          |          |        |           |           |          |           |         |             |             | 0.00                  |
|   | Others   |          |          |        |           | 0.9       | 0.2      |           |         | 1.1         | 306.50      | 277.73                |
| Other matters which includes meetings, tax, litigation, pensions and travel               | Creditors committee  |          |          |        |           |           |          |           |         |             |             | 0.00                  |
|   | Total for Dealing with all creditors claims (including employees), correspondence and distributions: |          |          |        |           | 0.9       | 0.2      |           |         | 1.1         | 306.50      | 277.73                |
|   | Seeking decisions of creditors   |          |          |        |           |           |          |           |         |             |             | 0.00                  |
|   | Meetings   |          |          |        |           |           |          |           |         |             |             | 0.00                  |
|   | Other  |          | 1.7      |        |           |           | 4.3      |           |         | 6.0         | 1,531.50    | 255.25                |
|   | Tax  |          |          |        |           | 0.1       | 2.0      |           |         | 2.1         | 429.50      | 204.52                |
|   | Litigation   |          |          |        |           |           |          |           |         |             |             | 0.00                  |
|   | Total for Other matters:   |          | 1.7      |        |           | 0.1       | 6.3      |           |         | 8.1         | 1,961.00    | 242.10                |
|   | Total hours by staff grade:  |          | 2.7      | 2.3    | 4.4       | 9.1       | 19.7     |           | 4.6     | 42.8        |             |                       |
|   | Total time cost by staff grade £:  |          | 1,066.50 | 805.00 | 1,540.00  | 2,684.50  | 3,940.00 |           | 690.00  |             | 10,728.00   |                       |
|   | Average hourly rate £:   | 0.00     | 395.00   | 350.00 | 350.00    | 295.00    | 200.00   | 0.00      | 150.00  |             |             | 250.61                |
|   | Total fees drawn to date £:  |          |          |        |           |           |          |           |         |             | 23,575.00   |                       |

SIP9 Cannon And Cannon Fine Foods Ltd - Creditors Voluntary Liquidation - 230693.CVL : Time Costs Analysis From 25/03/2020 To 24/03/2023

| Staff Grade   | Consultant/Partner | Director | Snr Mngr | Mngr      | Asst Mngr | Snr Admin | Admin     | Jvr Admin | Support  | Total Hours | Time Cost £ | Average hourly rate £ |
|---|--------------------|----------|----------|-----------|-----------|-----------|-----------|-----------|----------|-------------|-------------|-----------------------|
| General Case Administration and Planning  | 0.3                |          | 0.1      | 5.0       |           | 2.9       | 4.2       |           |          | 12.5        | 3,572.00    | 285.76                |
|   |                    |          | 0.3      | 5.1       | 0.3       | 8.4       | 6.6       | 0.8       |          | 21.7        | 5,966.50    | 274.95                |
|   |                    |          | 0.4      | 10.1      | 0.3       | 11.3      | 11.0      | 0.8       |          | 34.2        | 9,538.50    | 278.90                |
| Compliance with the Insolvency Act, Rules and best practice                               |                    |          |          | 2.8       |           | 10.2      | 4.3       |           |          | 17.3        | 4,722.00    | 272.95                |
|   |                    |          | 0.1      | 0.9       |           | 2.2       | 1.5       | 0.8       | 13.3     | 18.8        | 3,551.50    | 188.91                |
|   |                    |          | 0.5      |           | 4.1       |           | 0.3       |           |          | 4.9         | 1,692.50    | 345.41                |
|   |                    |          |          | 5.3       |           | 17.1      | 2.3       | 3.2       |          | 28.3        | 8,037.50    | 284.01                |
|   |                    |          | 0.6      | 9.0       | 4.1       | 29.5      | 8.4       | 4.0       | 13.3     | 69.3        | 18,003.50   | 259.79                |
|   |                    |          |          | 1.1       |           | 8.1       | 49.8      |           |          | 60.3        | 12,422.50   | 205.01                |
| Realisation of assets   |                    |          |          | 1.1       |           | 8.1       | 49.8      |           |          | 60.3        | 12,422.50   | 206.01                |
|   |                    |          |          | 21.7      |           | 17.1      | 39.5      |           |          | 79.3        | 19,325.50   | 246.81                |
|   |                    |          |          | 6.4       |           | 7.2       | 4.2       |           |          | 17.8        | 5,049.50    | 283.68                |
|   |                    |          |          |           |           |           |           |           |          |             |             | 0.00                  |
|   |                    |          |          | 28.1      |           | 24.3      | 43.7      |           |          | 96.1        | 24,375.00   | 253.64                |
|   |                    |          |          |           |           |           |           |           |          |             |             | 0.00                  |
| Trading   |                    |          |          |           |           |           |           |           |          |             |             | 0.00                  |
|   |                    |          |          |           |           |           |           |           |          |             |             | 0.00                  |
|   |                    |          |          | 3.2       |           |           |           | 1.2       |          | 4.4         | 1,300.00    | 295.45                |
|   |                    |          |          | 1.1       |           | 14.9      | 4.9       |           |          | 20.9        | 5,596.00    | 267.27                |
|   |                    |          |          |           |           |           |           |           |          |             |             | 0.00                  |
|   |                    |          |          | 4.3       |           | 14.9      | 4.9       | 1.2       |          | 25.3        | 6,886.00    | 272.17                |
| Dealing with all creditors claims (including employees), correspondence and distributions |                    |          |          |           |           |           |           |           |          |             |             | 0.00                  |
|   |                    |          |          |           |           |           |           |           |          |             |             | 0.00                  |
|   |                    |          |          |           |           |           |           |           |          |             |             | 0.00                  |
|   |                    |          |          | 3.0       |           | 0.5       |           |           |          | 3.5         | 1,197.50    | 342.14                |
|   |                    |          | 1.7      |           |           |           | 4.3       |           |          | 6.0         | 1,531.50    | 255.25                |
|   |                    |          |          |           |           | 5.4       | 4.0       | 1.9       |          | 11.3        | 2,610.00    | 230.97                |
|   |                    |          |          |           |           |           |           |           |          |             |             | 0.00                  |
|   |                    |          | 1.7      | 3.0       |           | 5.9       | 8.3       | 1.9       |          | 20.8        | 5,339.00    | 256.68                |
|   |                    |          | 2.7      | 55.6      | 4.4       | 94.0      | 126.1     | 7.9       | 13.3     | 306.0       |             |                       |
|   |                    |          | 1,066.50 | 19,856.00 | 1,540.00  | 27,730.00 | 22,008.00 | 1,185.00  | 2,156.00 |             | 76,564.50   |                       |
| Other matters which includes meetings, tax, litigation, pensions and travel               |                    |          | 395.00   | 357.12    | 350.00    | 295.00    | 174.53    | 150.00    | 162.11   |             |             | 250.21                |
|   |                    |          |          |           |           |           |           |           |          |             | 23,575.00   |                       |
|   |                    |          |          |           |           |           |           |           |          |             |             |                       |

## STATEMENT OF EXPENSES

Please note that all figures are net.

| Type of expense  | Name of party with whom expense incurred              | Amount incurred<br>£ | Amount discharged<br>£ | Balance (to be discharged)<br>£ |
|--|---|----------------------|------------------------|---------------------------------|
| Expenses incurred with entities not within the Begbies Traynor Group   |   |                      |                        |                                 |
| Stationery and Postage   | Postworks   | 386.20               | 385.27                 | 0.93                            |
| Statutory Advertising  | Courts Advertising                                    | 189.00               | 189.00                 | -                               |
| Expenses incurred with entities within the Begbies Traynor Group (for further details see Begbies Traynor Charging Policy) |   |                      |                        |                                 |
| Storage  | Begbies Traynor (Formerly David Rubin & Partners Ltd) | 120.00               | -                      | 120.00                          |
| Total =  |   | 695.20               | 574.27                 | 120.93                          |

## CUMULATIVE STATEMENT OF EXPENSES

| Type of expense  | Name of party with whom expense incurred              | Amount incurred<br>£ | Amount discharged<br>£ | Balance (to be discharged)<br>£ |
|--|---|----------------------|------------------------|---------------------------------|
| Expenses incurred with entities not within the Begbies Traynor Group   |   |                      |                        |                                 |
| Statutory Advertising  | Courts Advertising                                    | 472.50               | 472.50                 | -                               |
| Accounting fees  | Andrew Smith Bookkeeping Services Ltd                 | 36.50                | 36.50                  | -                               |
| Bonding  | AxA Insurance UK Plc                                  | 189.60               | 189.60                 | -                               |
| Agents Fees  | Marks Recoveries & Legal Services                     | 6,550.12             | 6,550.12               | -                               |
| Bank Charges   | AIB   | 10                   | 10                     | -                               |
| Stationery and Postage   | Postworks   | 387.86               | 386.93                 | 0.93                            |
| Insurance of assets  | AON UK Ltd  | 140                  | 140                    | -                               |
| Expenses incurred with entities within the Begbies Traynor Group (for further details see Begbies Traynor Charging Policy) |   |                      |                        |                                 |
| Storage  | Begbies Traynor (Formerly David Rubin & Partners Ltd) | 330.00               | 210.00                 | 120.00                          |
| Total =  |   | 7,560.11             | 7,181.38               | 120.93                          |

## ADDITIONAL EXPENSES ANTICIPATED FOR FUTURE WORK

| Expenses anticipated to be incurred prior to closure of the case | Name of party with whom expense anticipated to be incurred | Amount estimated to cost<br>£ |
|--|--|-------------------------------|
| Stationery and Postage   | Postworks  | 200                           |
| Storage  | Begbies Traynor (Formerly David Rubin & Partners Ltd)      | 120                           |