

# 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)

<b>1</b>	<b>Company details</b>	
Company number	0 8 3 2 8 2 1 1	<b>→ Filling in this form</b> Please complete in typescript or in bold black capitals.
Company name in full	MLFL Collections Limited	
<b>2</b>	<b>Liquidator's name</b>	
Full forename(s)	Charles	
Surname	Brook	
<b>3</b>	<b>Liquidator's address</b>	
Building name/number	100 Barbirolli Square	
Street	Manchester	
Post town		
County/Region		
Postcode	M 2 3 B D	
Country		
<b>4</b>	<b>Liquidator's name ①</b>	
Full forename(s)		<b>① Other liquidator</b> Use this section to tell us about another liquidator.
Surname		
<b>5</b>	<b>Liquidator's address ②</b>	
Building name/number		<b>② Other liquidator</b> Use this section to tell us about another liquidator.
Street		
Post town		
County/Region		
Postcode		
Country		

LIQ03

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**6** Period of progress report

From date	d	1	8	m	0	9	y	2	0	2	1
To date	d	1	7	m	0	9	y	2	0	2	2

**7** Progress report

☒ The progress report is attached

**8** Sign and date

Liquidator's signature

Signature

X 

X

Signature date

d	2	4	m	0	8	y	2	0	2	3
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# 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	Charles Brook
Company name	Xeinadin Corporate Recovery Limited
Address	100 Barbirolli Square Manchester

Post town	
County/Region	
Postcode	M 2 3 B D
Country	
DX	
Telephone	0161 832 6221



### 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)

# **Liquidator's Annual Progress Report to Creditors & Members**

**MLFL Collections Limited  
- In Creditors' Voluntary Liquidation**

**For the Period from 18 September 2021 to 17 September  
2022**

## **MLFL COLLECTIONS LIMITED - IN LIQUIDATION**

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- 3** Progress of the Liquidation
- 4** Creditors
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- 6** Creditors' Rights
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### **APPENDICES**

- A** Receipts and Payments Account for the Period from 18 September 2021 to 17 September 2022
- B** Additional information in relation to Liquidator's Fees, Expenses & the use of Subcontractors

## **MLFL COLLECTIONS LIMITED - IN LIQUIDATION**

### **1 Introduction and Statutory Information**

- 1.1 I, Charles Michael Brook of Xeinaadin Corporate Recovery Limited, 100 Barbirolli Square, Manchester, M2 3BD, was appointed as Joint Liquidator of MLFL Collections Limited ("the Company") on 28 July 2022.
- 1.2 Prior to this date on 18 September 2020 the shareholders passed a resolution to wind up the company by way of a Members Voluntary Liquidation ('MVL'). Due to the Company being unable to pay its creditors in full the MVL liquidator took the decision the Company should no longer remain in MVL and the liquidation was converted to a Creditors Voluntary Liquidation.
- 1.3 This progress report provides an update on the conduct of the Liquidation for the period from 18 September 2021 to 17 September 2022 ("the Period") and should be read in conjunction with any previous progress reports which have been issued.
- 1.4 Information about the way that this firm will use, and store personal data on insolvency appointments can be found at [www.xeinadin.com/privacy-policy](http://www.xeinadin.com/privacy-policy). If you are unable to download this, please contact us and a hard copy will be provided to you.
- 1.5 The principal trading address of the Company was Suite 419 Cotton Exchange, Old Hall Street, Liverpool, Merseyside, United Kingdom, L3 9LQ.
- 1.6 The registered office of the Company has been changed to c/o Xeinaadin Corporate Recovery, 100 Barbirolli Square, Manchester, M2 3BD and its registered number is 08328211.
- 1.7 On 1 October 2022 Kay Johnson Gee Corporate Recovery Limited acquired the business of Churchill Corporate Solutions LLP t/as Poppleton & Appleby. On 1 April 2023, Kay Johnson Gee Corporate Recovery Limited rebranded to Xeinaadin Corporate Recovery Limited.

### **2 Receipts and Payments**

- 2.1 At Appendix A is my Receipts and Payments Account covering the Period of this report.
- 2.2 In Section 3 below, you will find an update on the progress made during the Period in realising the Company's assets and dealing with its affairs. I would, however, bring the following matters about the receipts and payments during the Period to your attention:

### **3 Progress of the Liquidation**

- 3.1 This section of the report provides creditors with an update on the progress made in the liquidation during the Period and an explanation of the work done by the Liquidator and his staff.

#### ***Administration (including statutory compliance & reporting)***

- 3.2 An office holder must comply with certain statutory obligations under the Insolvency Act 1986 and other related legislation.
- 3.3 This work will not necessarily bring any financial benefit to creditors but is required on every case by statute.

#### **Realisation of Assets**

##### Funds held by MVL Liquidator

- 3.4 The Company was placed into Members Voluntary Liquidation on 18 September 2020. Due to monies owed to the Company not being received from its debtors the MVL Liquidator formed

## MLFL COLLECTIONS LIMITED - IN LIQUIDATION

the opinion that the Company was no longer able to pay its liabilities in full and should therefore be moved in to Creditors Voluntary Liquidation. This represents the balance of funds held by the MVL liquidator at the date of the Joint Liquidators appointment. These funds have been transferred into the liquidation bank account.

### Intercompany Debtors

- 3.5 The MVL Liquidators estimated statement of affairs shows Intercompany Debtors with an uncertain estimated to realise value.
- 3.6 ME Group Holding entered administration on 30 August 2022 and ME Finance & Investments went into Liquidation on 22 September 2022. Realisations in respect of this are dependent on the outcome of the administration and liquidation (respectively).

### VAT refund on MVL

- 3.7 This represents that value of VAT on costs met by the MVL liquidator which have yet to be recovered from HMRC.
- 3.8 It is not yet known whether the work the Liquidator has carried out to deal with the Company's assets will provide a financial benefit to creditors. The possibility of a dividend is dependent on recoveries from debtors.

### ***Creditors (claims and distributions)***

- 3.9 A Liquidator is not only required to deal with correspondence and claims from unsecured creditors (which may include retention of title claims), but also those of any secured and preferential creditors of the Company. This may involve separate reporting to any secured creditor and dealing with distributions from asset realisations caught under their security, most typically a debenture.
- 3.10 Work undertaken by a Liquidator in dealing with a company's creditors may only therefore bring a financial benefit to certain classes of creditor such as a secured creditor or the preferential creditors, however a Liquidator is required by statute to undertake this work. Similarly, if a distribution is to be paid to any class of creditor, work will be required to agree those claims and process the dividend payments to each relevant class of creditor. The more creditors a company has, the more time and cost will be involved by the Liquidator in dealing with those claims.
- 3.11 More information on the anticipated outcome for all classes of creditor in this case can be found in Section 4 below.
- 3.12 At this stage, I consider the following matters worth bringing to the attention of creditors:
- There are no secured creditors
  - There are 5 unsecured creditors who have submitted claims totalling £441,431.40.

### ***Investigations***

- 3.13 Some of the work the Liquidator is required to undertake is to comply with legislation such as the Company Directors' Disqualification Act 1986 (**CDDA 1986**) and Statement of Insolvency Practice 2 – Investigations by Office Holders in Administration and Insolvent Liquidations and may not necessarily bring any financial benefit to creditors, unless these investigations reveal potential asset recoveries that the Liquidator can pursue for the benefit of creditors.
- 3.14 I can confirm that I have submitted a report on the conduct of the Directors of the Company to the Department for Business, Energy & Industrial Strategy under the CDDA 1986. As this is a confidential report, I am unable to disclose the contents.

## **MLFL COLLECTIONS LIMITED - IN LIQUIDATION**

- 3.15 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 any information provided by creditors. My investigations have not revealed any issues requiring further report or any further potential recoveries which could be pursued for the benefit of creditors.

### **4 Creditors**

#### ***Secured Creditors***

- 4.1 The company does not have any secured creditors.

#### ***Preferential Creditors***

- 4.2 There are no preferential creditors in this matter.

#### ***Unsecured Creditors***

- 4.3 The Company's statement of affairs indicated there were unsecured creditors whose debts totalled £3,285,157.58. To date, I have received claims totalling £441,431.40 from 3 creditors.
- 4.4 The prospects of a dividend being paid to the unsecured is dependent upon the level of recoveries from the debtors.

### **5 Liquidator's Remuneration**

- 5.1 The Liquidators are yet to seek approval from creditors as to the basis of their remuneration. Should the Liquidators consider that there will be sufficient funds in the liquidation to meet their remuneration, details of their fee estimate will be provided to creditors.
- 5.2 A copy of 'A Creditors' Guide to Liquidators' Fees' is available on request or can be downloaded from <https://www.r3.org.uk/what-we-do/publications/professional/fees>.
- 5.3 Attached as Appendix B is additional information in relation to the Liquidator's fees and expenses, including where relevant, information on the use of subcontractors and professional advisers.

### **6 Creditors' Rights**

- 6.1 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.
- 6.2 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 Liquidator's remuneration is inappropriate and/or the remuneration charged or the expenses incurred by the Liquidator, as set out in this progress report, are excessive.

### **7 Next Report**

- 7.1 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 account.



## MLFL COLLECTIONS LIMITED - IN LIQUIDATION

- 7.2 If you have any queries in relation to the contents of this report, Michelle Chatterton of my office can be contacted by telephone on 01484 437432 or by email at [michelle.chatterton@xeinadin.com](mailto:michelle.chatterton@xeinadin.com).

Yours faithfully

A handwritten signature in black ink, appearing to read 'Charles Michael Brook', written in a cursive style.

**Charles Michael Brook**  
Joint Liquidator

**MLFL Collections Limited**  
**(In Liquidation)**  
**Joint Liquidators' Summary of Receipts & Payments**


Declaration of Solvency £		From 18/09/2021 To 28/07/2022 £	From 18/09/2020 To 28/07/2022 £
	<b>ASSET REALISATIONS</b>		
3.93	Cash at Bank	NIL	4,452.33
Uncertain	Intercompany Loans	NIL	NIL
741.40	VAT Receivable	NIL	NIL
		NIL	4,452.33
	<b>COST OF REALISATIONS</b>		
	Bordereau	205.34	205.34
	Declaration of Solvency	NIL	3,500.00
	funds to CVL	3.93	3.93
	Stationery & Postage *	1.66	1.66
		(210.93)	(3,710.93)
	<b>UNSECURED CREDITORS</b>		
(967,464.42)	HM Revenue & Customs (Corporation	NIL	NIL
(1,891,526.39)	HM Revenue & Customs (VAT)	NIL	NIL
(426,166.77)	Trade & Expense Creditors	NIL	NIL
		NIL	NIL
	<b>DISTRIBUTIONS</b>		
(100.00)	Ordinary Shareholders	NIL	NIL
		NIL	NIL
<b>(3,284,512.25)</b>		<b>(210.93)</b>	<b>741.40</b>
	<b>REPRESENTED BY</b>		
	VAT Receivable		741.40
			<b>741.40</b>



Joint Liquidator

**MLFL Collections Limited**  
**(In Liquidation)**  
**Joint Liquidator's Summary of Receipts & Payments**

Statement of Affairs £		From 28/07/2022 To 17/09/2022 £	From 28/07/2022 To 17/09/2022 £
	<b>ASSET REALISATIONS</b>		
3.93	Funds held by MVL Liquidator	NIL	NIL
Uncertain	Intercompany debtors	NIL	NIL
741.40	VAT Refund on MVL	NIL	NIL
		NIL	NIL
	<b>COST OF REALISATIONS</b>		
	Bank Charges	50.00	50.00
	Specific Bond	30.00	30.00
		(80.00)	(80.00)
	<b>UNSECURED CREDITORS</b>		
(2,858,990.81)	Inland Revenue	NIL	NIL
(426,166.77)	Trade & Expense Creditors	NIL	NIL
		NIL	NIL
	<b>DISTRIBUTIONS</b>		
(100.00)	Ordinary Shareholders	NIL	NIL
		NIL	NIL
<b>(3,284,512.25)</b>		<b>(80.00)</b>	<b>(80.00)</b>
	<b>REPRESENTED BY</b>		
	Office		(96.00)
	Vat Receivable		16.00
			<b>(80.00)</b>

  
Joint Liquidator

## Appendix B

### Additional Information in Relation to the Liquidator's Fees, Expenses & the use of Sub-Contractors

#### 1 Staff Allocation and the Use of Sub-Contractors

- 1.1 The general approach to resourcing our assignments is to allocate staff with the skills and experience to meet the specific requirements of the case.
- 1.2 The constitution of the case team will usually consist of a Partner, a Manager, and an Administrator or Assistant. The exact constitution of the case team will depend on the anticipated size and complexity of the assignment and the experience requirements of the assignment.
- 1.3 We have not utilised the services of any sub-contractors in this case.

#### 2 Professional Advisors

- 2.1 On this assignment we have used the professional advisors listed below. We have also indicated alongside, the basis of our fee arrangement with them, which is subject to review on a regular basis.

Name of Professional Advisor	Basis of Fee Arrangement
Schofield Sweeny (legal advice)	Time Costs

- 2.2 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.

#### 3 Liquidator's Expenses

- 3.1 The estimate of expenses which were anticipated at the outset of the liquidation was provided to creditors when the basis of my fees was approved. The table below compares the anticipated costs against those incurred to date.

##### **Category 1 expenses**

- 3.2 These expenses do not require prior approval by creditors. The type of expenses that may be charged to a case as a Category 1 expense generally comprise of external supplies of incidental services specifically identifiable to the case, such as postage, case advertising, invoiced travel and external printing, external room hire and external storage costs. Also chargeable, will be any properly reimbursed expenses incurred by personnel in connection with the case. These expenses may include disbursements which are payments first met by an office holder and then reimbursed from the estate.

<b>Expense</b>	<b>Estimated overall cost £</b>	<b>Paid in the period covered by this report £</b>	<b>Incurred but not paid to date £</b>
Specific Penalty Bond		30.00	Na
Bank charges		50.00	Na
Specific Penalty Bond – MVL period		205.34	

**Category 2 expenses**

- 3.3 These expenses 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 therefore include payments to associates of the office holder or shared or allocated costs that can be allocated to the appointment on a proper and reasonable basis. Details of Category 2 expenses charged by this firm (where appropriate) were provided at the time the Liquidators' fees were approved by members.

<i>Expense</i>	<i>Estimated overall cost £</i>	<i>Paid in Prior Period £</i>	<i>Paid in the period covered by this report £</i>	<i>Incurred but not paid to date £</i>
Postage charges – MVL period			1.66	