

WU07

Notice of progress report in a winding-up by the court



Companies House

SATURDAY



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12/11/2022

#183

COMPANIES HOUSE

1 Company details

Company number 0 8 4 4 7 9 5 2

Company name in full Ceona Ship 1 Limited

→ Filling in this form
Please complete in typescript or in
bold black capitals.

2 Liquidator's name

Full forename(s) Alan Michael

Surname Hudson

3 Liquidator's address

Building name/number 1

Street More London Place

Post town

County/Region London

Postcode S E 1 2 A F

Country United Kingdom

4 Liquidator's name ①

Full forename(s) Colin Peter

Surname Dempster

① Other liquidator
Use this section to tell us about
another liquidator.

5 Liquidator's address ②

Building name/number 1

Street More London Place

Post town

County/Region London

Postcode S E 1 2 A F

Country United Kingdom

② Other liquidator
Use this section to tell us about
another liquidator.

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6 Period of progress report

From date	^d 1	^d 0	^m 0	^m 9	^y 2	^y 0	^y 2	^y 1	
To date	^d 0	^d 9	^m 0	^m 9	^y 2	^y 0	^y 2	^y 2	

7 Progress report

<input checked="" type="checkbox"/> The progress report is attached	
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8 Sign and date

Liquidator's signature	Signature								
	<div>X</div>  <div>X</div>								
Signature date	^d 0	^d 9	^m 1	^m 1	^y 2	^y 0	^y 2	^y 2	

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**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
Emily Hewitt

Company name
Ernst & Young LLP

Address
1 More London Place

Post town

County/Region
London

Postcode
S E 1 2 A F

Country
United Kingdom

DX

Telephone
+44 20 7951 1725

**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 or email 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

TO ALL CREDITORS

9 November 2022

Our Ref: AMH/CPD/IO/EH
Direct line: 0207 197 7025

Ify Ososami
Email: iososami@parthenon.ey.com

Dear Sir or Madam

Ceona Ship 1 Limited (In Compulsory Liquidation) (formerly in Administration) ("the Company")

As you will be aware, on 10 September 2021, a winding up order was made in respect of the Company in the High Court of Justice, Business and Property Courts of England and Wales on the application of Colin Dempster and I as the outgoing Joint Administrators of the Company. Colin Dempster and I were subsequently appointed by the Court to act as Joint Liquidators of the Company on 10 September 2021.

I write to provide you with the Joint Liquidators' report on the progress of the liquidation for the period from 10 September 2021 to 9 September 2022 ("the Period"). This report should be read in conjunction with all previous reports issued to creditors by the Former Joint Administrators.

At Appendix A of this report we provide information about the Company and the Joint Liquidators. A copy of our receipts and payments account for the Period is at Appendix B.

Background

Prior to the liquidation commencing, it was decided that it was no longer necessary to retain the Company in administration and that an application to Court should be submitted to move the Company to compulsory liquidation. This was decided as, in line with Schedule B1 Paragraph 79(3)(b) of the Insolvency Act 1986, the purpose of the administration has been sufficiently achieved. Given that there would be a distribution to unsecured creditors by virtue of the prescribed part, neither Schedule B1 Paragraph 83(1)(a)(b) nor Schedule B1 Paragraph 84(1) of the Insolvency Act 1986 apply, and Compulsory Liquidation was therefore deemed the most appropriate exit route.

There remain intercompany receivable balances due between the Company and the wider Ceona group. However, the realisation of these assets is reliant on uncertain realisations within other Group insolvencies. The liquidation allows the Joint Liquidators to continue to pursue any potential further asset recoveries for the benefit of creditors, without the risk of the Company being dissolved.

Progress during the Period

Assets

As at the appointment date, the funds held in the Administration totalled £441,271.13. This has subsequently been transferred to the Liquidation bank accounts. £1,600 was also received in respect of the petition deposit to place the Company into Compulsory Liquidation.

Details of other assets still to be realised

There remain intercompany receivable balances outstanding between the Company and the wider Ceona group. These balances include unsecured non-preferential claims in the liquidations of Ceona Investments Limited ("Investments") and Ceona Chartering (UK) Limited ("Chartering"). We anticipate receiving a final dividend from the insolvencies of Investments and Chartering early in Q1 2023. This will enable payment of a final dividend to the unsecured non-preferential creditors.

Dividend Prospects

No distributions have been paid in the Period. The estimate of returns for secured and unsecured non-preferential creditors is dependent on the realisations within the liquidations of the other Ceona group entities. We cannot yet comment on the quantum but anticipate the timing of the distribution from the Company will also be in Q1 2023.

Creditors' Claims Received

No creditor claims have been received to date.

Joint Liquidators' remuneration

In accordance with Rule 18.16(4) of the Insolvency (England and Wales) Rules 2016, the Joint Liquidators set out a fee and expenses estimate for the liquidation. In accordance with Rule 18.20(4) of the Insolvency (England and Wales) Rules 2016, the remuneration of the liquidators was fixed on a time cost basis. The estimate of the remuneration provided to the creditors was £50,051 plus VAT.

At Appendix C to this report, there is an analysis of the time spent by the Joint Liquidators and their staff during the Period, which totals £21,213.40. Appendix C also includes a comparison of the time incurred in the Period to the Joint Liquidators' original estimate of their remuneration dated 7 October 2021.

The Liquidators' remuneration is not expected to exceed the amount provided for in the fee estimate. It should be noted that if the Liquidators' remuneration exceeds the estimates provided, an explanation will be provided in the appropriate progress report. The Joint Liquidators will only draw remuneration in excess of the estimate with the prior agreement of the approving body, in accordance with Rule 18.30 of the insolvency (England and Wales) Rules 2016.

Receipts and Payments

A summary of the Joint Liquidators' receipts and payments account for the period from 10 September 2021 to 9 September 2022 is attached at Appendix B.

At the time of our appointment, there were unpaid expenses outstanding from the Administration consisting of Former Administrators' fees and expenses, profession fees (EY Tax) and legal costs totalling £168,512.35 plus VAT. During the liquidation, approval was sought from the secured creditors and these expenses were paid in the Period.

Joint Liquidators' statement of expenses incurred

During the period covered by this report, expenses totalling £179,578.95 net of VAT have been paid. £168,512.35 of these costs relate to expenses of the former Administration. The balance £11,066.60 consists of Insolvency Service Account ('ISA') fees and bank charges.

An additional £210.00 has been incurred for statutory bonding of the Joint Liquidators. These are yet to be paid from the estate.

We anticipate that our expenses will exceed the estimate contained in the estimate dated 7 October 2021 due to the ISA fees which were unknown at the time of preparing the estimate.

Appendix C includes a comparison of the expenses incurred in the Period to the Joint Liquidators' original estimate of their remuneration dated 7 October 2021.

Creditors' rights to further information about, and challenge, remuneration and expenses

The statutory provisions relating to remuneration are set out in Chapter 4 of Part 18 of the Insolvency (England and Wales) Rules 2016. Further information is given in the Association of Business Recovery Professionals' publication 'A Creditors' Guide to Liquidators' Fees', a copy of which may be accessed from the web site of the Institute of Chartered Accountants in England and Wales at <https://www.icaew.com/en/technical/insolvency/creditors-guides> or is available in hard copy upon written request to the Joint Liquidators.

In certain circumstances, creditors are entitled to request further information about our remuneration or expenses, or to apply to court if they consider the costs to be excessive (Rules 18.9 and 18.34 of the Insolvency (England and Wales) Rules 2016). Further information is provided in 'A Creditors' Guide to Liquidators' Fees' referred to above.

Investigations

The Joint Liquidators considered the matters from the Administration as well as information available at the commencement of the liquidation. I can confirm no further investigations were undertaken in the Period and no investigations are ongoing.



Should you have any questions about the liquidation, please do not hesitate to contact Ify Ososami at this office.

Yours faithfully
for the Company

A handwritten signature in black ink, appearing to read 'A M Hudson'.

A M Hudson
Joint Liquidator

A M Hudson and C P Dempster are licensed in the United Kingdom to act as an insolvency practitioner by the Insolvency Practitioners Association and The Institute of Chartered Accountants of Scotland respectively.

The Joint Liquidators act as agents of the Company only and without personal liability.

The Joint Liquidators may act as data controllers of personal data as defined by the UK General Data Protection Regulation (as incorporated in the Data Protection Act 2018), depending upon the specific processing activities undertaken. Ernst & Young LLP and/or the Company may act as a data processor on the instructions of the Joint Liquidators and Scheme Supervisors. Personal data will be kept secure and processed only for matters relating to the Joint Liquidator's appointment. The Office Holder Data Privacy Notice can be found at www.ey.com/uk/officeholderprivacy

Ceona Ship 1 Limited (In Compulsory Liquidation) (formerly in Administration) ("the Company")

Information about the Company and the Liquidators

Registered office address of the company:	1 More London Place, London, SE1 2AF
Registered number:	08447952
Date of appointment of the Joint Liquidators:	10 September 2021
Details of any changes of Liquidator:	None
Full names of the Liquidators:	Alan Michael Hudson and Colin Peter Dempster
Office holder number(s):	9200 and 8908
Liquidators' address(es):	Ernst & Young LLP, 1 More London Place, London, SE1 2AF
Telephone number:	0207 197 7025
Name of alternative person to contact with enquiries about the case:	Ify Ososami

Ceona Ship 1 Limited (In Compulsory Liquidation) (formerly in Administration) ("the Company")

Receipts and Payments Account for the period 10 September 2021 to 9 September 2022

**10 September 2021
to 9 September 2022**

£

Receipts:

Transfer from Administration	441,271.13
Petition Deposit	1,600.00
	<hr/>
	442,871.13

Payments:

Former Administrators' Expenses	1,115.25
Former Administrators' Fees	68,494.60
ISA Charges	11,066.00
Legal Fees	93,652.50
Professional Fees (EY Tax)	5,250.00
Bank Charges	0.60
	<hr/>
	179,578.95
	<hr/>
	263,292.18
	<hr/>

Represented by:

Cash at Bank	239,055.71
VAT Receivable	24,236.47
	<hr/>
	263,292.18
	<hr/>

Notes

1. Future receipts and payments are anticipated.
2. Receipts and payments are stated net of VAT.
3. There were unpaid expenses from the Administration totalling £164,958 plus VAT for which we sought approval from the secured creditors. These expenses were met by funding provided by the secured creditors.

Ceona Ship 1 Limited (In Compulsory Liquidation) (formerly in Administration) ("the Company")

Summary of Joint Liquidators' time costs and expenses

Joint Liquidators' time costs for the period 10 September 2021 to 9 September 2022

SIP9 table for the time period 10/09/21 to 09/09/22

	Staff Grade						Total Hours	Total Cost £	Per Estimate dated 7 October 2021 £	Average Rate £
	Partner	Director	Assistant Director	Manager	Executive	Analyst				
Accounting & Administration	0.2	0.4	0.5	2.5	35.9	10.3	49.8	14,667.10	19,675.50	294.5
Creditors	-	0.2	-	0.7	-	-	0.9	375.90	11,801.78	417.7
Statutory Duties / Reporting	-	1.3	2.5	-	8.8	-	12.6	4,535.00	14,023.50	359.9
Case specific matters	-	-	-	3.0	1.6	-	4.6	1,635.40	4,550.08	
Total Hours	0.2	1.9	3.0	6.2	46.3	10.3	67.9			
Time Costs (£)	125.40	970.90	1,593.00	2,424.20	13,380.70	2,719.20		21,213.40	50,050.86	
Average Hourly Rate (£)	627.0	511.0	531.0	391.0	289.0	264.0				

Joint Liquidators' time costs

The Joint Liquidators have engaged a director and other staff to work on the case. The work required is delegated to the most appropriate level of staff taking account of the nature of the work and the individual's experience. Work carried out by all staff is subject to the overall supervision of the Liquidators.

All time spent by staff working directly on case-related matters is charged to a separate time code established for each case. The hourly rates used are those used to set the liquidators estimate of fees sent to the creditors on 7 October 2021. The relevant rates are shown below:

Grade Description	Hourly Rate, £
Partner	627
Director	511
Assistant Director	531
Manager	391
Executive	289
Analyst	264

Ceona Ship 1 Limited (In Compulsory Liquidation) (formerly in Administration) ("the Company")

Summary of work completed in the Period

The narrative below details the Liquidation time costs for the Company for the Period. The following is not an exhaustive list and covers the key tasks within each category. The activities listed below have enabled efficient management of the Company and detailed preparation for the exit from liquidation

Administration, Planning and Accounting - Total costs for Period of £14,667.10

- ▶ Preparing and reviewing financial information; providing financial analysis to support decision making.
- ▶ Reviewing treasury cash reports, approving payments and agreeing the ongoing movement of cash from the Joint Administrators' accounts.
- ▶ Recording all cash movements on Insolvency Practitioners System ("IPS") (our cashbook system) and ensuring IPS is up to date for statutory reporting.
- ▶ Performing regular bank reconciliations to ensure books and records are up to date.
- ▶ Calculating and corresponding via email with the Joint Administrators and Joint Liquidators confirming any final funds to be transferred from the Administration accounts.
- ▶ Reviewing, approving and settling supplier invoices.
- ▶ Reviewing legal fees to be paid in the Liquidation.
- ▶ Analysis and approval of disbursements in relation to the Company.
- ▶ Reviewing post and other correspondence in relation to the Company.
- ▶ Planning activities and internal team meetings to review actions and progress of the Liquidation.

Statutory Duties / Reporting – Total costs for Period of £4,535.00

- ▶ Conducting six monthly case reviews and update for the Joint Liquidators.
- ▶ Ongoing review of liquidation checklists, such as diary line items to ensure all statutory matters are complete and up to date.
- ▶ Producing and filing forms and the cover letter required to accompany the Joint Liquidators' appointment.
- ▶ Drafting relevant notices to creditors regarding the Joint Liquidators appointment and estimate of liquidation fees.

Case Specific Matters – Total costs for Period of £1,635.40

The case specific matters are further broken down into the categories below

- ▶ VAT and Taxation - Total costs for Period of 697.00
 - ▶ Reviewing VAT compliance and returns compiled together with supporting schedules and documents.
 - ▶ Drafting and submitting the VAT return figures following review of transactions on a quarterly basis.
 - ▶ Reviewing the corporation tax requirements and informing HMRC of the Joint Liquidators appointment.
- ▶ Other Matters – Total costs for Period of £586.50
 - ▶ Liaising and drafting correspondence to the former Directors of the Company.
 - ▶ Liaising and corresponding with the Official Receiver regarding various case related matters.
- ▶ Job Acceptance and Strategy - Total costs for Period of £351.90
 - ▶ Liaising with the Joint Liquidators' legal advisors vis-a-vis for exiting the Liquidation of the Company.
 - ▶ Preparing a detailed case summary and actions to be taken for the dissolution of the Company by the Joint Liquidators.
 - ▶ Liaising with the Joint Liquidators and case team about the exit strategy of the liquidation.

Creditors - Total costs for Period of £375.90

- Communicating with the creditors of the Company on ad hoc queries regarding the Liquidation process, termination of same and final dividend distribution.
- Analysing the Company's assets and liabilities, assessing the necessary provisions required for the final distribution, and assessing the impact of intercompany cash flows around the Ceona group.

Joint Liquidators' expenses for the period 10 September 2021 to 9 September 2022

Payments which are not disbursements - all Category 1	Per Estimate dated 7 October 2021	Paid in Period	Outstanding	Total
Insurance	-	-	-	-
Specific penalty bond	-	-	-	-
Advertising	500.00	-	-	-
Storage	2,000.00	-	-	-
Agent's costs	-	-	-	-
Legal costs in relation to dealing with intercompany receivables and other case specific matters	5,000.00	-	-	-
Travel and accommodation costs	1,000.00	-	-	-
External copying, printing and postage	1,264.14	-	-	-
Statement of affairs fee	-	-	-	-
Corporation tax	-	-	-	-
Other(s) – costs associated with the distribution	3,500.00	-	-	-
ISA fee	-	11,066.00	-	11,066.00
Sub total	13,264.14	11,066.00	-	11,066.00
Category 1 disbursements (see notes 2 and 3)				
Specific penalty bond	210.00	-	210.00	210.00
Sub total	210.00	-	210.00	210.00
Category 2 disbursements (see notes 2 and 3)				
Mileage	-	-	-	-
Telephone	-	-	-	-
Internal bulk copying, printing and postage	-	-	-	-
Statement of affairs fee	-	-	-	-
Costs of convening creditors' decision on appointment of liquidator	-	-	-	-
Sub total	-	-	-	-
Total	13,474.14	11,066.00	210.00	11,276.00
Pre - Appointment Costs				
Former Administrators' Expenses	-	1,115.25	-	1,115.25
Former Administrators' Fees	-	68,494.60	-	68,494.60
Legal Fees	-	93,652.50	-	93,652.50
Professional Fees (EY Tax)	-	5,250.00	-	5,250.00
Total Pre - Appointment Costs	-	168,512.35	-	168,512.35

Notes

- Statement of Insolvency Practice No.9 defines expenses as any payments from the insolvency estate which are neither an office holder's remuneration or a distribution to a creditor or member.
- Expenses are divided into those that do not need approval before they are charged to the estate (Category 1) and those that do require prior approval (Category 2):
 - Category 1 expenses are payments to persons providing the service to which the expense relates who are not an associate of the office holder
 - Category 2 expenses are payments to associates or which have an element of shared costs.
- Expenses also include disbursements. Disbursements are payments which are first met by the office holder and then reimbursed to the office holder from the estate. Disbursements fall into either Category 1 or Category 2.
- All amounts are GBP and net of VAT.