

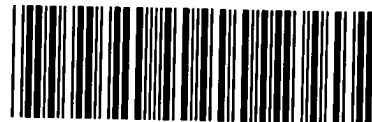
LIQ03

Notice of progress report in voluntary
winding up



Companies House

WEDNESDAY



AAWIIVPL

A12

26/01/2022

#226

COMPANIES HOUSE

1 Company details

Company number 0 9 1 2 8 3 9 5

Company name in full Montgomery Interiors Limited

→ Filling in this form

Please complete in typescript or in
bold black capitals.

2 Liquidator's name

Full forename(s) Lindsey J

Surname Cooper

3 Liquidator's address

Building name/number 9th Floor

Street 3 Hardman Street

Post town Manchester

County/Region

Postcode M 3 3 H F

Country

4 Liquidator's name

Full forename(s) Christopher

Surname Ratten

① Other liquidator

Use this section to tell us about
another liquidator.

5 Liquidator's address

Building name/number 9th Floor

Street 3 Hardman Street

Post town Manchester

County/Region

Postcode M 3 3 H F

Country

② Other liquidator

Use this section to tell us about
another liquidator.

LIQ03

Notice of progress report in voluntary winding up

6 Period of progress report

From date	^d 3	^d 1	^m 1	^m 2	^y 2	^y 0	^y 2	^y 0
To date	^d 3	^d 0	^m 1	^m 2	^y 2	^y 0	^y 2	^y 1

7 Progress report☐ The progress report is attached**8** Sign and date

Liquidator's signature

Signature

X 

X

Signature date

^d 2	^d 4	^m 0	^m 1	^y 2	^y 0	^y 2	^y 2
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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	Robert McCormick				
Company name	RSM UK Restructuring Advisory				
	LLP				
Address	9th Floor				
	3 Hardman Street				
Post town	Manchester				
County/Region					
Postcode	M	3		3	H F
Country					
DX					
Telephone	0161 830 4000				

**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.

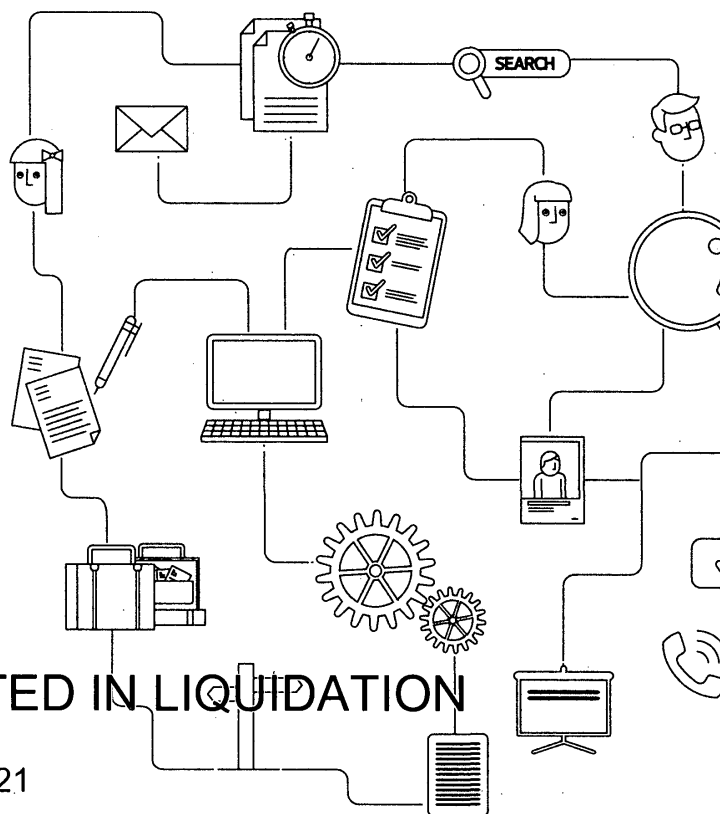
**Further information**

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

MONTGOMERY INTERIORS LIMITED IN LIQUIDATION

JOINT LIQUIDATORS' PROGRESS REPORT
FOR THE TWELVE MONTH PERIOD TO 30 DECEMBER 2021



THE POWER OF BEING UNDERSTOOD
AUDIT | TAX | CONSULTING


RSM

INTRODUCTION

Contact details

The key contacts at RSM in connection with this report are:

Primary office holder

Lindsey J Cooper
RSM UK Restructuring Advisory LLP
9th Floor, 3 Hardman Street, Manchester, M3
3HF
Tel: 0161 830 4000

Case manager

Matthew Woodcock
RSM UK Restructuring Advisory LLP
9th Floor, 3 Hardman Street, Manchester, M3
3HF
Tel: 0161 830 4000

Basis of preparation

This report has been prepared solely to comply with the statutory requirements of the relevant legislation to provide creditors with information relating to the progress of the liquidation. It should be read in conjunction with any previous reports that have been issued, copies of which are available on request.

This report has not been prepared for use in respect of any other purpose, or to inform any investment decision in relation to any debt or financial interest in the Company. Any estimated outcomes for creditors are illustrative and may be subject to revision and additional costs. They should not be used as the basis for any bad debt provision or any other purpose. Neither the Joint Liquidators nor RSM UK Restructuring Advisory LLP accept any liability whatsoever arising as a result of any decision or action taken or refrained from as a result of information contained in this report. The Joint Liquidators act as agents of the Company and without personal liability.

General guidance on the Liquidation process

You can find guidance on the different insolvency processes at the R3 website www.R3.org.uk. R3 is the trade association for the insolvency profession.

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CONDUCT OF THE LIQUIDATION

Realisation of assets

Debtors

Total debtor realisations as at 30 December 2021 totalled £57,321 and of this, £1,387 was received in the period.

As previously disclosed, the Joint Liquidators kept the Company's bank account open to assist with the collection of the remaining trade debtors ledger.

No further book debts are expected to be received by the Company. As a result, the Joint Liquidators' closed the Company's bank account in the period.

Investigations

All investigative matters have previously been reported.

Statutory and case management matters

The following work does not usually result in a financial return to creditors but is required by legislation, best practice and to ensure that the case is managed efficiently and effectively. Key work done in the period included:

Statutory requirements

- preparing, review and issuing a progress report to creditors and other prescribed parties
- taxation matters, post appointment VAT & corporation tax returns and other post appointment tax payments
- general taxation matters

Case management matters

- establishing validity of appointment, undertaking a security review
- periodic case reviews, ongoing case planning and statutory, liaising with joint office holders
- maintaining and updating computerised case management records
- dealing with routine correspondence not attributable to other categories of work
- maintenance of cashiering records, bank accounts, receipts and payments, billing
- initial and ongoing consideration of ethical, conflict & anti money laundering checks
- arranging re-direction of mail, dealing with re-directed mail

The time costs incurred to date in dealing with these matters is set out in the attached analysis of time costs.

Receipts and payments

A summary of receipts and payments is attached. Receipts and payments are shown net of VAT, with any amount due to or from HM Revenue and Customs shown separately.

VAT Reclaim

The Joint Liquidators have submitted a post appointment VAT reclaim in the sum of £14,592.35, which has been delayed and to date has not been received. The Joint Liquidators are in correspondence with HM Revenue & Customs in respect to the repayment of the outstanding balance.

OUTSTANDING MATTERS

Assets remaining to be realised

The Joint Liquidators do not expect there to be any further asset realisations from the liquidation of the Company.

Other outstanding matters

The Joint Liquidators are currently in the process of agreeing unsecured creditor claims in respect of the prescribed part. Upon the completion of this, the Joint Liquidators will look to pay the respective dividend as set out in the Creditors' Claims and Dividend Prospects section below.

CREDITORS' CLAIMS AND DIVIDEND PROSPECTS

Dividend prospects

	Owed (£)	Paid to date (£)	Estimated future prospects
Secured creditor (1) Ena Shaw Limited	1,451,436	29,319	shortfall
Secured creditor (2) Barclays Bank Plc	NIL	NIL	NIL
Preferential creditors	3,461	100p in the £	NIL
Unsecured creditors	233,087	NIL	5p in the £
Estimated Net Property	40,400	N/A	N/A
Estimated 'Prescribed Part' available for creditors	11,080	N/A	N/A

Prescribed Part

The 'Prescribed Part' is a statutory amount set aside for unsecured creditors from funds ('Net Property') available to a Qualifying Floating Charge Holder ('QFCH'). The amount of Net Property is calculated on a sliding scale up to a maximum of £600,000 depending on when the floating charge was created and whether or not it is a first ranking floating charge.

An estimate of the amounts available under the Net Property and Prescribed Part, if any, are detailed above.

Based on current information, it is not proposed that that an application will be made to court under Section 176A(5) of the Insolvency Act 1986 for an order disapplying the Prescribed Part provisions.

Agreement of claims

Creditors' claims are usually only agreed if there is a likelihood of a dividend being made to that particular class of creditor.

Additional time was spent in the period in respect of the agreement and subsequent distribution of both the preferential and floating charge creditor claims.

As set out above, it is anticipated that a dividend will be paid to the unsecured creditors. Consequently, in the period, work has been undertaken adjudicating and agreeing unsecured claims. This included requesting additional evidence from creditors to support their claim and the rejection of claims. Details of the time spent in relation to this work as set out in the attached time analysis.

If you have not already submitted a Proof of Debt, a copy of the form can be obtained at <https://rsmuk.ips-docs.com> or by request to this office.

Creditors whose debts are treated as a small debt in accordance with Rule 14.31(1) of the Insolvency (England and Wales) Rules 2016 must still deliver a proof of debt if they wish to vote. Rule 14.31(1) states that Office Holders may treat a debt, which is a small debt according to the accounting records or the statement of affairs of the company, as if it were proved for the purposes of paying a dividend. Small debts are defined in Rule 14.1(3) as a debt (being the total amount owed to a creditor) which does not exceed £1,000.

Dividend payments

On 17 June 2021, the sum of £29,319 was paid to connected party Ena Shaw Limited under their secured charge over the Company.

The future dividend to unsecured (in relation to the Prescribed Part) creditors will be made in the next three to six months. Further information regarding any potential dividend payment will be made in due course.

Creditor communication

The following work was done in the period to comply with legislation, best practice and to ensure creditors were kept informed. It is also necessary to enable a dividend to be paid.

- agreement and rejection of preferential and unsecured claims, and reviewing validity of charges or security for voting and dividend purposes
- dealing with communication and meetings with creditors
- maintenance of schedules of creditors' claims
- agreeing employee claims, submitting documentation to, and liaising with, the Redundancy Payments' Service
- liaising with, and reporting to, the secured creditor
- calculation, (disapplication OR and distribution) of the 'prescribed part'

-
- paying a dividend to preferential and floating charge creditors, including notices and advertisement

Creditors only derive an indirect financial return from this work on cases where a dividend has been, or will be, paid.

The time incurred in dealing with these matters during the period is set out in the attached post appointment analysis of time costs.

JOINT LIQUIDATORS' FEES, COSTS AND EXPENSES

Guide to Liquidator's fees and expenses

A Guide to Liquidator's Fees, which provides information for creditors in relation to the fees and expenses of a Liquidator, can be accessed at <https://rsmuk.lps-docs.com> under 'general information for creditors'. A hard copy can be requested from this office by telephone, email or in writing. All fees, costs and expenses are subject to VAT.

Relevant Approving Body

The unsecured creditors are the Relevant Approving Body and will be responsible for approving the Joint Liquidators' fee basis and, where applicable, 'Category 2' expenses. However, if a liquidation committee is established at any stage, this will become its responsibility and it will be the Relevant Approving Body.

Post Appointment fees, costs and expenses

Basis for remuneration

Insolvency legislation allows a Liquidator to charge fees on one of, or a combination of, the following bases:

- as a percentage of the value of the property the Liquidator has to deal with (percentage basis);
- to the time spent by the Liquidator or their staff on the administration of the case (time cost basis);
- as a set amount (fixed fee basis); or
- a combination of the above (mixed fee basis).

The Relevant Approving Body approved the Joint Liquidators' fees on a time cost basis., limited to the sum of £50,217 in accordance with the fee estimate provided to creditors on 14 May 2020. The fee estimate was prepared for the life of the appointment.

Fee Estimate Exceeded

The Joint Liquidators' time charged to date has exceeded the fee estimate dated 14 May 2020 whilst work remains to be done as set out earlier in this report. The fee estimate was exceeded because the following matters proved to be more complex and time consuming to deal with than originally anticipated:

- The reconciliation and subsequent repayment of third party funds and customer deposits to the respective parties

- The additional complexity in regard to the sale of intellectual property to the Company's connected party, RB Furnishings Limited
- Time spent reviewing Company records in order to validate Ena Shaw's Retention of Title claim over the Company's stock
- Delayed VAT repayments from the HMRC

As a result of the points listed above further administration time costs were incurred. These include additional cashiering, liaising with the HMRC and issuing a further progress report to creditors.

Remuneration Charged

Legislation requires that 'remuneration charged' is reported. Remuneration is charged when the work to which it relates is done. It does not mean the Joint Liquidators' fees have been paid. Amounts paid to date, if any, are shown in the attached receipts and payments account.

During the period, the remuneration charged by the Joint Liquidators, on the basis set out above, totalled £25,521. An analysis of time incurred in the period is attached. Time costs incurred since appointment total £75,681.

Further fee approval

The amount of fee that can be drawn is limited to the amount approved by the Relevant Approving Body, whether calculated on the basis of time in accordance with a fee estimate, or for a fixed amount or a percentage rate. It cannot be further increased or the percentage rates changed, without their approval.

The Joint Liquidators do not anticipate that it will be necessary to seek any further approval for additional fees because of insufficient assets.

Expenses and professional costs

The total costs and expenses estimated to be incurred by the Joint Liquidators are set out below together with details of those incurred in the period. Amounts incurred in the period may include estimates where actual invoices have not been received. Amounts paid to date are shown in the attached receipts and payments account. The quantum of costs and expenses is higher than the estimates previously provided to creditors because additional legal services were required from our solicitors in order to confirm the validity of the securities granted by the Company.

Category 1 expenses

These comprise external supplies of incidental services specifically identifiable to the insolvency estate. They do not require approval of the Relevant Approving Body prior to being paid.

Type of expense	Total estimated (£)	Incurred in period (£)
Outworkers	7,622.00	0.00
Legal Fees	4,500.00	0.00
Statutory advertising	174.96	0.00
Bond	85.00	0.00
Books & records collection & storage	50.00	0.00
Website fee	13.00	0.00
Corporation tax	0.00	12.73
Stationary, postage and office costs	0.00	179.36
Total	12,444.96	192.09

Category 2 expenses

These are costs which are not capable of precise identification or calculation, or that may include an element of shared or allocated costs. Payments to outside parties that the Joint Liquidators, firm, or any associate has an interest, are also treated as 'Category 2' expenses. These expenses require the specific approval of the relevant Approving Body before being paid from the insolvency estate.

The Relevant Approving Body has approved the payment of the 'Category 2' expenses, at the rates prevailing at the date they were incurred. No Category 2 expenses were incurred during the period.

Other professional costs

The Joint Liquidators retained the following advisers based on their experience and expertise. These costs are not subject to approval by the Relevant Approving Body. However, they are subject to review and approval by the Joint Liquidators. No professional costs were incurred in the period.

Creditors' right to information and ability to challenge remuneration and expenses

In accordance with the relevant legislation creditors have a right to request further information about remuneration or expenses and to challenge such remuneration or expenses.

If you wish to make a request for further information, then it must be made within 21 days of receipt of this report in writing by either by (i) any secured creditor or (ii) an unsecured creditor with the concurrence of at least 5% in value of the unsecured creditors.

Any secured creditor, or any unsecured creditor with either the concurrence of at least 10% in value of the unsecured creditors (including that creditor) or the permission of the court, may apply to court on the grounds that the remuneration charged, the basis fixed or expenses incurred by the liquidator are in all the circumstances excessive. Any such challenge must be made no later than eight weeks after receipt of the report which first discloses the charging of remuneration or incurring of the expenses in question.

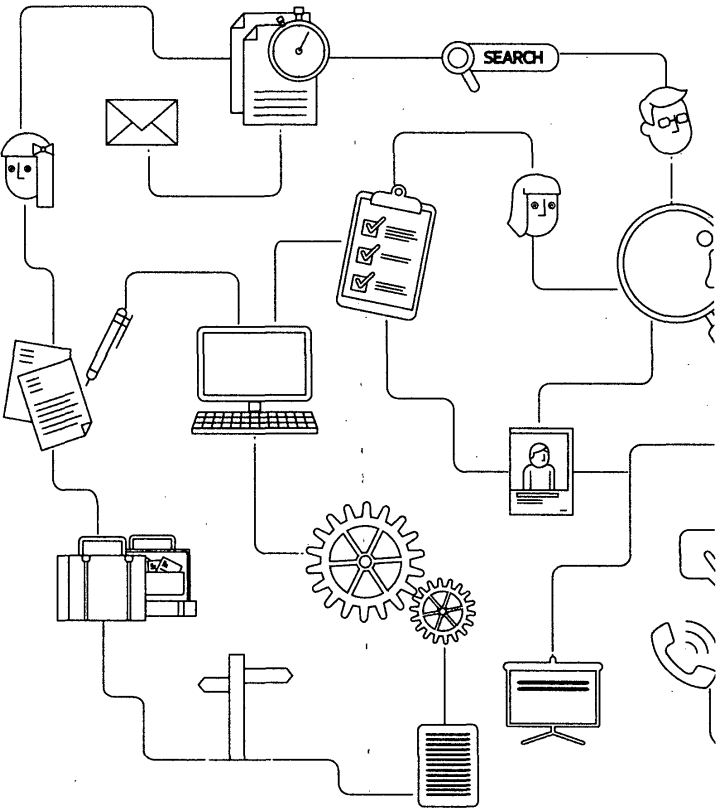


Lindsey J Cooper
RSM UK Restructuring Advisory LLP
Joint Liquidator

Lindsey J Cooper is licensed to act as an Insolvency Practitioner in the UK by the Institute of Chartered Accountants in England and Wales
Christopher Ratten is licensed to act as an Insolvency Practitioner in the UK by the Institute of Chartered Accountants in England and Wales

Insolvency Practitioners are bound by the Insolvency Code of Ethics when carrying out all professional work relating to an insolvency appointment

APPENDICES



APPENDIX A - STATUTORY INFORMATION

Company information		Liquidation information		
Company name:	Montgomery Interiors Limited	Joint Liquidators:	Lindsey J Cooper and Christopher Ratten	
Company number:	09128395	Date of appointment:	31/12/2019	
Date of incorporation:	14/07/2014	Joint Liquidators:	Primary office holder Lindsey J Cooper RSM UK Restructuring Advisory LLP 9th Floor, 3 Hardman Street, Manchester, M3 3HF 0161 830 4031 IP Number: 8931	Joint office holder: Christopher Ratten RSM UK Restructuring Advisory LLP 9th Floor, 3 Hardman Street, Manchester, M3 3HF 0161 830 4000 IP Number: 9338
Trading name:	Montgomery Interiors Limited			
Trading address:	Eurolink, Lea Green, St Helens, WA9 4QF			
Principal activity:	Curtain and associated equipment retail			
Registered office:	RSM UK Restructuring Advisory LLP, 9th Floor, 3 Hardman Street, Manchester, M3 3HF			
Directors:	Richard Mark William Potter			

APPENDIX B - RECEIPTS AND PAYMENTS SUMMARY

Montgomery Interiors Limited In Liquidation Joint Liquidators' Summary of Receipts & Payments

Statement of Affairs £	From 31/12/2020 To 30/12/2021 £	From 31/12/2019 To 30/12/2021 £
	ASSET REALISATIONS	
	Bank Interest Gross	NIL 67.46
23,302.00	Book Debts	1,387.05 57,320.74
35,425.00	Cash at Bank	NIL 60,181.37
	Intellectual Property	NIL 2,000.00
NIL	Stock	NIL NIL
	Third Party Funds	NIL 26,569.33
		<u>1,387.05 146,138.90</u>
	COST OF REALISATIONS	
	Corporation Tax	12.73 12.73
	Deposit Refunds	NIL 13,074.34
	Deposit Refunds to Ena Shaw	NIL 13,494.99
	Legal Fees	NIL 7,438.00
	Office Holders Fees	43,709.47 43,709.47
	Outworkers	NIL 7,622.10
	Preparation of S. of A.	NIL 10,000.00
	Specific Bond	85.00 85.00
	Stationery, Postage, Office costs	46.31 46.31
	Statutory Advertising	174.96 174.96
	Website Fee	13.00 13.00
		<u>(44,041.47) (95,670.90)</u>
	PREFERENTIAL CREDITORS	
	RPS Arrears & Holiday Pay	3,461.10 3,461.10
		<u>(3,461.10) (3,461.10)</u>
	FLOATING CHARGE CREDITORS	
(1,451,436.00)	Ena Shaw Limited (connected)	29,319.07 29,319.07
		<u>(29,319.07) (29,319.07)</u>
	UNSECURED CREDITORS	
(71,595.00)	Employees / Directors	NIL NIL
(12,000.00)	HMRC	NIL NIL
(66,357.00)	Trade & Expense Creditors	NIL NIL
		<u>NIL NIL</u>
	DISTRIBUTIONS	
(1.00)	Ordinary Shareholders	NIL NIL
		<u>NIL NIL</u>
(1,542,662.00)		<u>(75,434.59) 17,687.83</u>
	REPRESENTED BY	
	Bank 2 Current	3,095.48
	Vat Payable	(400.00)
	Vat Receivable	14,992.35
		<u>17,687.83</u>

APPENDIX C - POST-APPOINTMENT TIME ANALYSIS

Joint Liquidators' post appointment time cost analysis for the period 31 December 2020 to 30 December 2021

On 1 July 2021, RSM UK Restructuring Advisory LLP changed the job titles of some of their staff, and this is reflected in the SIP 9 analysis table. This change does not alter the value of time costs recorded or the column within the table to which that time has been allocated.

Period	Hours Spent	Partners	Directors / Associate Directors	Managers	Associates	Executives & Analysts	Assistants & Support Staff	Total Hours	Total Time Costs	Average Rates
From Dec 2020	Statutory Requirements									
	Creditors/shareholders decisions, meetings & reports									
	Preparing progress & final reports (inc. R&Ps)	1.0	0.5	3.6	5.2	0.2	0.0	10.5	£ 3,249.50	309.48
	Total	1.0	0.5	3.6	5.2	0.2	0.0	10.5	£ 3,249.50	309.48
	Taxation									
	CT/IT/CGT post-appointment returns	0.2	0.0	0.6	1.9	0.0	0.0	2.7	£ 781.00	289.26
	Post-appointment VAT	0.7	0.0	1.8	0.2	6.3	0.0	9.0	£ 2,091.50	232.39
	Total	0.9	0.0	2.4	2.1	6.3	0.0	11.7	£ 2,872.50	245.51
	Total	1.9	0.5	6.0	7.3	6.5	0.0	22.2	£ 6,122.00	275.77
	Creditors									
	Employees									
	Agreement of claims (RPS etc)	0.0	0.0	1.3	0.0	0.4	0.0	1.7	£ 351.00	206.47
	Discussions / correspondence	0.0	0.0	0.4	0.0	0.2	0.0	0.6	£ 125.00	208.33
	Total	0.0	0.0	1.7	0.0	0.6	0.0	2.3	£ 476.00	206.96
	Preferential Creditors									
	Agreement / Rejection of claims	0.0	0.0	0.9	1.1	0.5	0.0	2.5	£ 663.00	265.20
	Dividend (notices, advertisement and payment)	0.8	0.0	3.6	5.3	2.7	0.0	12.4	£ 3,453.50	278.51
	Meetings/corres/tel	0.0	0.0	0.4	1.8	0.0	0.0	2.2	£ 584.00	265.45
	Total	0.8	0.0	4.9	8.2	3.2	0.0	17.1	£ 4,700.50	274.88
	Secured Creditors									
	Agreement / Rejection of claims / Security review	0.0	0.0	0.0	0.9	0.0	0.0	0.9	£ 225.00	250.00
	Distributions / Disapplication of PP	0.2	0.0	1.1	1.3	1.1	0.0	3.7	£ 1,018.50	275.27
	Meetings/corres/tel	0.0	0.0	0.3	0.3	0.0	0.0	0.6	£ 175.50	292.50
	Total	0.2	0.0	1.4	2.5	1.1	0.0	5.2	£ 1,419.00	272.88
	Unsecured Creditors									
	Agreement / Rejection of claims	0.0	0.0	3.3	3.9	5.8	0.0	13.0	£ 2,850.50	219.27
	Correspondence/tel	0.0	0.0	2.7	3.6	2.6	0.0	8.9	£ 2,174.50	244.33
	Dividend (notices, advertisement and payment)	0.0	0.0	0.4	0.0	0.0	0.0	0.4	£ 134.00	335.00
	Total	0.0	0.0	6.4	7.5	8.4	0.0	22.3	£ 5,159.00	231.35

Period	Hours Spent	Partners	Directors / Associate Directors	Managers	Associates	Executives & Analysts	Assistants & Support Staff	Total Hours	Total Time Costs	Average Rates
	Total	1.0	0.0	14.4	18.2	13.3	0.0	46.9	£ 11,754.50	250.63
	Administration and Planning									
	Case Management									
	Billing	0.5	0.0	0.7	0.3	2.9	0.0	4.4	£ 1,041.00	236.59
	Case review / KPI reports	1.1	0.0	3.2	2.4	0.0	0.0	6.7	£ 2,231.50	333.06
	Diary updates / checklists	0.0	0.0	0.0	1.0	1.1	0.0	2.1	£ 445.00	211.90
	Filing	0.0	0.0	0.0	0.4	6.6	0.0	7.0	£ 948.50	135.50
	Ongoing case planning/strategy	0.0	0.0	0.0	3.6	0.9	0.0	4.5	£ 1,038.00	230.67
	Total	1.6	0.0	3.9	7.7	11.5	0.0	24.7	£ 5,704.00	230.93
	Cashiering									
	Bank Reconciliations	0.0	0.0	0.0	0.0	0.9	0.4	1.3	£ 247.00	190.00
	Cashiering / TPS transaction posting	0.1	0.0	0.0	0.0	2.8	1.9	4.8	£ 917.50	191.15
	Journals	0.0	0.0	0.0	0.0	1.0	0.0	1.0	£ 170.00	170.00
	Receipts and Payments	0.0	0.0	0.0	0.5	2.2	0.5	3.2	£ 606.00	189.38
	Total	0.1	0.0	0.0	0.5	6.9	2.8	10.3	£ 1,940.50	188.40
	Total	1.7	0.0	3.9	8.2	18.4	2.8	35.0	£ 7,644.50	218.41
	Total Hours (From Dec 2020)	4.6	0.5	24.3	33.7	38.2	2.8	104.1	£ 25,521.00	245.16
	Total Time Cost (From Dec 2020)	£ 2,415.00	£ 232.50	£ 7,819.00	£ 8,425.00	£ 6,097.50	£ 532.00	£ 25,521.00		
	Total Hours	4.6	0.5	24.3	33.7	38.2	2.8	104.1	£ 25,521.00	245.16
	Total Time Cost	£ 2,415.00	£ 232.50	£ 7,819.00	£ 8,425.00	£ 6,097.50	£ 532.00	£ 25,521.00		
	Average Rates	525.00	465.00	321.77	250.00	159.62	190.00	245.16		