

LIQ03

Notice of progress report in voluntary winding up



Companies House

For further information, please
refer to our guidance at
www.gov.uk/companieshouse

1 Company details

Company number 0 9 3 9 7 1 3 6
Company name in full Lendy Provision Reserve Ltd

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

2 Liquidator's name

Full forename(s) Damian
Surname Webb

3 Liquidator's address

Building name/number 25 Farringdon Street
Street
Post town London
County/Region
Postcode E C 4 A 4 A B
Country

4 Liquidator's name ①

Full forename(s) Phillip
Surname Sykes

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

5 Liquidator's address ②

Building name/number 25 Farringdon Street
Street
Post town London
County/Region
Postcode E C 4 A 4 A B
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

^d0^d7^m0^m5^y2^y0^y2^y1

To date

^d0^d6^m0^m5^y2^y0^y2^y2

7

Progress report

☒ The progress report is attached

8

Sign and date

Liquidator's signature

Signature

X

Tan Vn

X

Signature date

^d0^d1^m0^m7^y2^y0^y2^y2

**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 | Damian Webb |
| Company name | RSM UK Restructuring Advisory LLP |
| Address | 25 Farringdon Street |
| | |
| Post town | London |
| County/Region | |
| Postcode | E C 4 A 4 A B |
| Country | |
| DX | |
| Telephone | 0203 201 8000 |

**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

Continuation page

Name and address of insolvency practitioner

✓ **What this form is for**
Use this continuation page to tell us about another insolvency practitioner where more than 2 are already jointly appointed. ①
Attach this to the relevant form.
Use extra copies to tell us of additional insolvency practitioners.

✗ **What this form is NOT for**
You can't use this continuation page to tell us about an appointment, resignation, removal or vacation of office.

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

All fields are mandatory unless specified or indicated by *

1 Appointment type

Tick to show the nature of the appointment:

- ☐ Administrator
- ☐ Administrative receiver
- ☐ Receiver
- ☐ Manager
- ☐ Nominee
- ☐ Supervisor
- ☒ Liquidator
- ☐ Provisional liquidator

① You can use this continuation page with the following forms:
- VAM1, VAM2, VAM3, VAM4, VAM6, VAM7
- CVA1, CVA3, CVA4
- AM02, AM03, AM04, AM05, AM06, AM07, AM08, AM09, AM10, AM12, AM13, AM14, AM19, AM20, AM21, AM22, AM23, AM24, AM25
- REC1, REC2, REC3
- LIQ2, LIQ3, LIQ05, LIQ13, LIQ14, WU07, WU15
- COM1, COM2, COM3, COM4
- NDISC

2 Insolvency practitioner's name

Full forename(s)

Mark

Surname

Wilson

3 Insolvency practitioner's address

Building name/number 25 Farringdon Street

Street

Post town

London

County/Region

Postcode

E C 4 A 4 A B

Country

LENDY PROVISION RESERVE LTD IN LIQUIDATION

JOINT LIQUIDATORS' PROGRESS REPORT
FOR THE TWELVE MONTH PERIOD TO 6 MAY 2022

THE POWER OF BEING UNDERSTOOD
AUDIT | TAX | CONSULTING



INTRODUCTION

Contact details

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

Primary office holder

Damian Webb
RSM UK Restructuring Advisory LLP
25 Farringdon Street, London, EC4A 4AB
Tel: 0203 201 8000

Case manager

Matthew Foy
RSM UK Restructuring Advisory LLP
25 Farringdon Street, London, EC4A 4AB
Tel: 0203 201 8000:

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.

Contents

| | |
|--|----|
| Conduct of the Liquidation..... | 3 |
| Outstanding matters..... | 4 |
| Creditors' claims and dividend prospects..... | 5 |
| Joint Liquidators' fees, costs and expenses..... | 6 |
| Appendix A - Statutory information | 9 |
| Appendix B - Receipts and payments summary | 10 |
| Appendix C - Post-appointment time analysis..... | 11 |

CONDUCT OF THE LIQUIDATION

Realisation of assets

Bank Interest

Bank interest of £246 accrued in the period.

Investigations

All investigative matters have previously been reported.

Case specific matters

Second dividend paid to unsecured creditors

During the period, a second Notice of Intended Dividend ('NOID') was issued to all known creditors of the Company.

As previously reported, the Joint Liquidators sought legal advice regarding the funds held by the Company. Shoosmiths LLP, provided the following advice and confirmed that:

1. The investors of Lendy Ltd (in Administration) had no right to the funds held by the Company
2. Given that Lendy Ltd (in Administration) is the only known unsecured creditor of the Company, there would be no conflict for the Joint Liquidators (the Joint Liquidators of the Company are also the Joint Administrators for Lendy Ltd) to adjudicate on the Lendy Ltd (in Administration) claim. This is because there are no other persons that are entitled to the funds held and therefore there is no detriment to any other person should the Lendy claim be adjudicated on and accepted.

The second and final NOID was issued to the creditors on 8 April 2022, with the final date for proving claims set for 30 April 2022.

No further claims were received after the issuing of the second and final NOID, therefore the only claim received in the Liquidation was the claim from Lendy Ltd (in Administration).

A dividend totalling £4,391 was declared and paid outside of the current reporting period. This is equal to the remaining amount left in the Liquidation account as per Appendix B.

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

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

- Summoning and holding a qualifying decision procedure and associated formalities including advertising, recording and reporting outcome to prescribed parties;
- Preparing, review and issuing progress reports to creditors and other prescribed parties; and
- General taxation matters.

Case management matters

- Periodic case reviews and ongoing case planning;
- 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;
- Ongoing consideration of ethical, conflict & anti money laundering checks; and
- General administrative matters in relation to closing the case.

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. However, as the Company was not VAT registered, the VAT is irrecoverable and is shown as a 'cost of realisation'.

OUTSTANDING MATTERS

Assets remaining to be realised

There are no assets remaining to be realised.

Other outstanding matters

As detailed in the 'Case Specific Matters' section above, the second and final dividend was paid to unsecured creditors outside of the current reporting period.

As this was the last remaining matter in the Liquidation, the Liquidators are now in a position to close the case. A final account for the Liquidation will follow shortly after the issuing of this report.

CREDITORS' CLAIMS AND DIVIDEND PROSPECTS

Dividend prospects

| | Owed | Paid to date | Estimated future prospects* |
|---|---------------|----------------|-----------------------------|
| Secured creditor: Metro Bank PLC | £1,006,241.33 | 100p in the £ | N/A |
| Preferential creditors | NIL | N/A | N/A |
| Unsecured creditors | £556,585.33 | 81.7p in the £ | 1p in the £ |
| Estimated Net Property | | | N/A |
| Estimated 'Prescribed Part' available for creditors | | | N/A |

*The above table details the position as at 6 May 2022. As referred to in the above sections, a second and final dividend has now been paid to unsecured creditors and no further distributions will be made.

- Maintenance of schedules of creditors' claims;
- Liaising with, and reporting to, the secured creditor; and
- Paying a dividend to unsecured creditors, including notices.

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

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 £800,000 depending on when the floating charge was created and whether or not it is a first ranking floating charge.

However, there are no QFCHs and the Prescribed Part does not, therefore, apply.

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 of unsecured claims, and reviewing validity of charges for voting and dividend purposes;
- Preparation of general reports to creditors;
- Dealing with communication from creditors;

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 [www.gov.uk/guidance/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

In accordance with the relevant legislation, the Joint Liquidators' remuneration is fixed on the same basis as in the prior Administration. 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 liquidation of the case (time cost basis);
- as a set amount (fixed fee basis); or
- a combination of the above (mixed fee basis)

The Joint Liquidators' remuneration was approved on a time cost basis in the preceding administration by the unsecured creditors. However the quantum was limited to the work done during the period of the administration.

The Joint Liquidators therefore sought approval from the Relevant Approving Body for the quantum of fees that can be drawn in the liquidation during the period. The Relevant Approving Body approved the quantum of the Joint Liquidators' fees on this basis, limited to the sum of £10,370 in accordance with the fee estimate provided to creditors on 2 July 2021. The fee estimate was prepared for the life of the appointment.

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 £6,349. An analysis of time incurred in the period is attached. Time costs incurred since appointment total £11,207.

Expenses and professional costs

The total costs and expenses incurred by the Joint Liquidators are set out below.

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 (£) |
|-----------------|---------------------|------------------------|
| Bank charges | 2 | 1 |
| Postage | 10 | 5 |
| Total | 12 | 6 |

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 payment of these expenses was approved in the prior Administration. They do not require further approval in the Liquidation. However, to date, no such expenses have been incurred or paid.

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.



Damian Webb
RSM UK Restructuring Advisory LLP
Joint Liquidator

Damian Webb is licensed to act as an Insolvency Practitioner in the UK by the Institute of Chartered Accountants in England and Wales

Phillip Sykes 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 | |
|------------------------|---|
| Company name: | Lendy Provision Reserve Ltd |
| Company number: | 09397136 |
| Date of incorporation: | 20 January 2015 |
| Trading name: | Lendy Provision Reserve Ltd |
| Trading address: | N/A |
| Principal activity: | Activities of Financial Services Holding Companies |
| Registered office: | RSM Restructuring Advisory LLP 25 Farringdon Street, London, EC4A 4AB |
| Directors: | Liam John Brooke |

| Liquidation information | | | |
|-------------------------|--|--|--|
| Joint Liquidators: | Damian Webb, Phillip Sykes and Mark Wilson | | |
| Date of appointment: | 7 May 2020 | | |
| Court reference: | High Court of Justice, Business and Property Courts in Birmingham, Insolvency and Companies No. 445 of 2019 | | |
| Joint Liquidators: | Primary office holder Damian Webb RSM Restructuring Advisory LLP 25 Farringdon Street, London, EC4A 4AB 020 3201 8000 IP Number: 14970 | Joint office holder: Phillip Sykes RSM Restructuring Advisory LLP 25 Farringdon Street, London, EC4A 4AB 020 3201 8000 IP Number: 6119 | Joint office holder: Mark Wilson RSM Restructuring Advisory LLP 25 Farringdon Street, London, EC4A 4AB 0203 201 8000 IP Number: 8612 |

APPENDIX B - RECEIPTS AND PAYMENTS SUMMARY

| | 7 May 2021 to 6 May 2022 £ | 7 May 2020 to 6 May 2022 £ |
|------------------------------------|----------------------------------|----------------------------------|
| TRANSFERS FROM ADMIN | | |
| Current Account | NIL | 470,961.77 |
| VAT Receivable (Payable) | NIL | 47.46 |
| | NIL | 471,009.23 |
| ASSET REALISATIONS | | |
| Bank Interest Gross | 0.51 | 246.45 |
| Overpayment of pre-appt legal fees | NIL | 991.70 |
| | 0.51 | 1,238.15 |
| COSTS OF REALISATION | | |
| Bank Charges | (6.37) | (6.74) |
| Corporation Tax | (197.79) | (197.79) |
| Office Holders Disbursements | (33.71) | (33.71) |
| Office Holders Fees | (10,370.00) | (10,370.00) |
| Storage Costs | NIL | (38.00) |
| VAT - Irrecoverable | (2,080.80) | (2,135.80) |
| | (12,688.67) | (12,782.04) |
| UNSECURED CREDITORS | | |
| Trade & Expense Creditors | NIL | (455,074.03) |
| | NIL | (455,074.03) |
| BALANCE | (12,688.16) | 4,391.31 |
| REPRESENTED BY | | |
| Bank - (RBS) | | 4,391.31 |
| | | 4,391.31 |

APPENDIX C - POST-APPOINTMENT TIME ANALYSIS

Joint Liquidators' post appointment time cost analysis for the period 7 May 2021 to 6 May 2022

Please note that we have re-designed our SIP9 analysis table to provide a more detailed breakdown of the work carried out. This change does not alter the value of time costs recorded, purely the row within the table to which that time, and cost, has been allocated.

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 |
|------------------------|--|-----------------|---------------------------------|-----------------|-----------------|-----------------------|----------------------------|-------------------|-------------------|---------------|
| | Statutory Requirements | | | | | | | | | |
| | Appointment & SoA | 0.0 | 0.0 | 0.0 | 0.2 | 0.0 | 0.0 | 0.2 | £ 35.00 | 175.00 |
| | Committee | 0.0 | 0.0 | 0.0 | 0.0 | 0.5 | 0.0 | 0.5 | £ 60.00 | 120.00 |
| | Creditors/shareholders decisions, meetings & reports | 0.0 | 0.0 | 0.0 | 0.0 | 11.1 | 0.0 | 11.1 | £ 1,758.00 | 158.38 |
| | Taxation | 0.0 | 0.2 | 0.0 | 0.2 | 2.5 | 0.0 | 2.9 | £ 650.00 | 224.14 |
| | Total | 0.0 | 0.2 | 0.0 | 0.4 | 14.1 | 0.0 | 14.7 | £ 2,503.00 | 170.27 |
| | Creditors | | | | | | | | | |
| | Unsecured Creditors | 0.0 | 0.0 | 2.0 | 0.0 | 2.3 | 0.0 | 4.3 | £ 1,023.50 | 238.02 |
| | Total | 0.0 | 0.0 | 2.0 | 0.0 | 2.3 | 0.0 | 4.3 | £ 1,023.50 | 238.02 |
| | Administration and Planning | | | | | | | | | |
| | Case Management | 0.4 | 0.0 | 0.5 | 0.0 | 13.0 | 0.0 | 13.9 | £ 2,483.50 | 178.67 |
| | Cashiering | 0.0 | 0.0 | 0.0 | 0.4 | 1.3 | 0.0 | 1.7 | £ 339.00 | 199.41 |
| | Total | 0.4 | 0.0 | 0.5 | 0.4 | 14.3 | 0.0 | 15.6 | £ 2,822.50 | 180.93 |
| | Total Hours | 0.4 | 0.2 | 2.5 | 0.8 | 30.7 | 0.0 | 34.6 | £ 6,349.00 | 183.50 |
| | Total Time Cost | £ 250.00 | £ 90.00 | £ 862.50 | £ 136.00 | £ 5,010.50 | £ 0.00 | £ 6,349.00 | | |
| Total Hours | | 0.4 | 0.2 | 2.5 | 0.8 | 30.7 | 0.0 | 34.6 | £ 6,349.00 | 183.50 |
| Total Time Cost | | £ 250.00 | £ 90.00 | £ 862.50 | £ 136.00 | £ 5,010.50 | £ 0.00 | £ 6,349.00 | | |
| Average Rates | | 625.00 | 450.00 | 345.00 | 170.00 | 163.21 | 0.00 | 183.50 | | |