

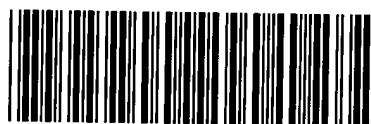
# LIQ14

## Notice of final account prior to dissolution in CVL



Companies House

WEDNESDAY



\*ABHVSHJT\*

A24

30/11/2022

#20

COMPANIES HOUSE

### 1 Company details

Company number 1 2 4 4 9 8 8 2

Company name in full Power Digital Limited

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

### 2 Liquidator's name

Full forename(s) Lane

Surname Bednash

### 3 Liquidator's address

Building name/number Craftwork Studios

Street 1-3 Dufferin Street

Post town London

County/Region

Postcode E C 1 Y 8 N A

Country

### 4 Liquidator's name

Full forename(s) Adam

Surname Price

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

### 5 Liquidator's address

Building name/number Craftwork Studios

Street 1-3 Dufferin Street

Post town London

County/Region

Postcode E C 1 Y 8 N A

Country

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

# LIQ14

## Notice of final account prior to dissolution in CVL

6

### Liquidator's release

☐ Tick if one or more creditors objected to liquidator's release.

7

### Final account

☒ I attach a copy of the final account.

8

### Sign and date

Liquidator's signature

Signature

X



X

Signature date

d

2

d

8

m

1

m

1

y

2

y

0

y

2

y

2

# LIQ14

## Notice of final account prior to dissolution in CVL



### 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 **Jodie Thompson**

Company name **CMB Partners UK Limited**

Address **Craftwork Studios**

**1-3 Dufferin Street**

Post town **London**

County/Region

Postcode **E C 1 Y 8 N A**

Country

DX

Telephone **020 7377 4370**



### 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)

# Joint Liquidators' Final Account

Power Digital Limited - In Liquidation

28 November 2022



CMB | PARTNERS

Head Office:  
Craftwork Studios  
1-3 Dufferin Street  
London  
EC1Y 8NA

Telephone:  
+44 (0) 20 7377 4370  
Fax:  
+44 (0) 20 7377 4371

Email:  
[info@cmbukltd.co.uk](mailto:info@cmbukltd.co.uk)  
Ask For:  
Hayley Martinelli

# **POWER DIGITAL LIMITED - IN LIQUIDATION**

## **CONTENTS**

- 1** Introduction
- 2** Receipts and Payments
- 3** Work undertaken by the Liquidators
- 4** Outcome for Creditors
- 5** Liquidators' Remuneration & Expenses
- 6** Conclusion

## **APPENDICES**

- A** Receipts and Payments Account for the period Receipts and Payments Account for Period from 4 April 2022 to 28 November 2022
- B** Additional Information in Relation to the Liquidators' Fees, Expenses & the use of Subcontractors

# POWER DIGITAL LIMITED - IN LIQUIDATION

## 1 Introduction

- 1.1 I, Adam Price, together with Lane Bednash, of CMB Partners UK Limited, Craftwork Studios, 1-3 Dufferin Street, London, EC1Y 8NA, was appointed as Joint Liquidator of Power Digital Limited ("the Company") on 4 April 2022. The affairs of the Company are now fully wound-up and this is my final account of the liquidation, which covers the period since my appointment to 28 November 2022 ("the Period"). The Liquidator can be contacted by phone on 020 7377 4370 or via email at [info@cmbukltd.co.uk](mailto:info@cmbukltd.co.uk).
- 1.2 Information about the way that we will use, and store personal data on insolvency appointments can be found at [www.cmbukltd.co.uk/gdpr-privacy-notice](http://www.cmbukltd.co.uk/gdpr-privacy-notice). If you are unable to download this, please contact us and a hard copy will be provided to you.
- 1.3 The trading address of the Company was 139 Colindeep Lane, London, NW9 6DD. The Company developed a fitness app linked to Bollywood. The registered office of the Company was changed to Craftwork Studios, 1-3 Dufferin Street, London, EC1Y 8NA and its registered number is 12449882.

## 2 Receipts and Payments

- 2.1 At Appendix A, I have provided an account of my Receipts and Payments for the Period with a comparison to the directors' statement of affairs values, together with a cumulative account since my appointment, which provides details of the remuneration charged and expenses incurred and paid by the Liquidators.

## 3 Work undertaken by the Liquidators

- 3.1 This section of the report provides creditors with an overview of the work undertaken in the liquidation since the date of my appointment, together with information on the overall outcome of the liquidation. Whilst these tasks are required by statute or regulatory guidance, or are necessary for the orderly conduct of the proceedings, they do not necessarily produce any direct financial benefit for creditors, but nonetheless still have to be carried out.

This work includes:

- Notifying creditors of the Liquidators' appointment and other associated formalities including statutory advertising and filing relevant statutory notices at Companies House;
- Set up of manual and electronic case files;
- Complying with statutory duties in respect of the Liquidators' specific penalty bond;
- Securing the Company's books and records;
- Pension regulatory reporting and auto-enrolment cancellation;
- Completion and filing of the notice of the Company's insolvency to HMRC;
- Corresponding with Directors and obtaining completed Directors Questionnaires;
- Reporting to Creditors on appointment;
- Initial assessment required by Statement of Insolvency Practice 2 and the Company Directors Disqualification Act 1986 (CDDA) including the review of the Company's books and records and the identification of potential further asset realisations which may be pursued in the liquidation;
- Submitting a statutory report to the Insolvency Service under the CDDA;
- Periodic case progression reviews (typically at the end of Month 1 and every 6 months thereafter);
- Dealing with all post-appointment VAT and corporation tax compliance;
- Reviewing the position as regards to the Company's intellectual property;
- Corresponding with the Company's Bank;
- Corresponding with the Company's Accountant; and
- Closing the liquidation and preparing and issuing the Liquidators' final account to prescribed parties.

## POWER DIGITAL LIMITED - IN LIQUIDATION

### *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. Details about the work I anticipated undertaking in this regard was outlined in my initial fees estimate/information which was previously agreed by creditors.
- 3.3 Where the costs of statutory compliance work or reporting to creditors exceeded the initial estimate, it will usually be because the duration of the case has taken longer than anticipated, possibly due to protracted asset realisations, which have in turn placed a further statutory reporting requirement on the Liquidators.
- 3.4 This work has not necessarily brought any financial benefit to creditors but is work required on every case by statute.

### *Realisation of Assets*

#### *Funds held by proposed liquidators*

- 3.5 Prior to Liquidation £9,000 was transferred to a designated client account from the Company's bank account to be held pending the appointment of Liquidators. Following the Company entering into liquidation, some of the funds were utilised to discharge the pre-appointment fees of CMB Partners UK Limited. The remaining balance (£1,500) has been drawn against approved post-appointment remuneration.

#### *Intellectual property*

- 3.6 The Company had intellectual property relating to an application that the Company developed. As no accounts have been prepared it was not possible to provide a capitalised value for this intellectual property; and it had an uncertain realisable value as a result.
- 3.7 Initially it was thought that the Directors of the Company were interested in making an offer for the Intellectual Property. However, once appointed no offer was forthcoming and as a result no funds were received in this regard. It was concluded that due to the development position of the application that it had no potential realisable value from a third-party.

### *Creditors (claims and distributions)*

- 3.8 Liquidators are not only required to deal with correspondence and claims from unsecured creditors, 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.
- 3.9 Since 1 December 2020, claims from preferential creditors now fall into one of two categories, either ordinary (typically involving employee claims and payments made on behalf of the Company by the Redundancy Payments Service following dismissal, which rank equally among themselves), or secondary (which are claims by HMRC for VAT or other relevant tax deductions such as PAYE and employee NIC deductions, together with student loans and CIS deductions, which also rank equally among themselves). Ordinary preferential claims rank ahead of secondary preferential claims and all preferential creditors must be paid in full before any distribution can be made to the unsecured creditors of a company.
- 3.10 Work undertaken by a Liquidators 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 Liquidators are 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 Liquidators in dealing with those claims.
- 3.11 More information on the outcome for all classes of creditor in this case can be found in Section 4 below.

## POWER DIGITAL LIMITED - IN LIQUIDATION

### *Investigations*

- 3.12 Some of the work Liquidators are 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 those investigations revealed potential asset recoveries that could have been pursued for the benefit of creditors.
- 3.13 My report on the conduct of the Directors of the Company to the Department for Business, Energy & Industrial Strategy under the CDDA 1986 was submitted in accordance with statutory timescales and is confidential.
- 3.14 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 Outcome for Creditors

### *Secured Creditors*

- 4.2 The Company did not grant fixed or floating charges over the Company's assets to any secured creditors and as a result, no distributions have been made to any such creditors in the liquidation.

### *Preferential Creditors*

- 4.3 A summary of the preferential claims in the liquidation and details of any distributions paid can be found below:

Secondary preferential claims	Agreed Claim £	Statement of Affairs Claim £	Dividend paid p in the £1	Date dividend paid
VAT (HMRC)	-	6,000	-	-
PAYE, Employee NIC & CIS deductions (HMRC)	-	4,000	-	-

### *Unsecured Creditors*

- 4.4 The Company's statement of affairs indicated there were fifteen creditors whose debts totalled £939,692. To date, I have received claims totalling £275,009 from three creditors in the liquidation.
- 4.5 Overall, I can confirm that the realisations in the liquidation are insufficient to declare a dividend to the unsecured creditors after defraying the expenses of the proceedings.

## 5 Liquidators' Remuneration & Expenses

- 5.1 The basis of the Liquidators' remuneration was fixed in the liquidation by the creditors' as a set amount and percentage of realisations.
- 5.2 The Liquidators' remuneration basis was agreed as a set amount of £11,000 for all matters excluding asset realisations and 15% of realisations in respect of asset realisations. A total of £1,500 has been drawn against the agreed fixed fee in the liquidation. No further amounts will be drawn prior to closure of the case.
- 5.3 Attached as Appendix B is additional information in relation to the Liquidators' fees and expenses, including where relevant, information on the use of subcontractors and professional advisers.



## POWER DIGITAL LIMITED - IN LIQUIDATION

5.4 A copy of 'A Creditors' Guide to Liquidators' Fees' is available on request or can be downloaded from [www.cmbukltd.co.uk/downloads](http://www.cmbukltd.co.uk/downloads).

### 6 Conclusion

6.1 This final account concludes my administration of this case.

Yours faithfully

A handwritten signature in black ink, appearing to be 'A' followed by a horizontal stroke.

Adam Price  
Joint Liquidator

Enc

## **POWER DIGITAL LIMITED - IN LIQUIDATION**

### **Appendix A**

Receipts and Payments Account for the period Receipts and Payments Account for Period from 4 April 2022 to 28 November 2022

**Power Digital Limited**  
**(In Liquidation)**  
**Joint Liquidators' Summary of Receipts & Payments**

Statement of Affairs £		From 04/04/2022 To 28/11/2022 £	From 04/04/2022 To 28/11/2022 £
	<b>ASSET REALISATIONS</b>		
	Cash at Bank	685.85	685.85
9,000.00	Funds held by Proposed Liquidators	9,000.00	9,000.00
Uncertain	Intellectual Property	NIL	NIL
		<u>9,685.85</u>	<u>9,685.85</u>
	<b>COST OF REALISATIONS</b>		
	Office Holders Fees	2,071.54	2,071.54
	Preparation of S. of A.	7,500.00	7,500.00
		<u>(9,571.54)</u>	<u>(9,571.54)</u>
	<b>PREFERENTIAL CREDITORS</b>		
(6,000.00)	HM Revenue & Customs - VAT	NIL	NIL
(4,000.00)	HMRC - PAYE/NIC	NIL	NIL
		<u>NIL</u>	<u>NIL</u>
	<b>UNSECURED CREDITORS</b>		
(485,969.40)	Connected Party Creditors	NIL	NIL
(50,000.00)	Starling Bank Plc - BBL	NIL	NIL
(403,722.75)	Trade & Expense Creditors	NIL	NIL
		<u>NIL</u>	<u>NIL</u>
	<b>DISTRIBUTIONS</b>		
(10,000.00)	Ordinary Shareholders	NIL	NIL
		<u>NIL</u>	<u>NIL</u>
<u>(950,692.15)</u>		<u><b>114.31</b></u>	<u><b>114.31</b></u>
	<b>REPRESENTED BY</b>		
	Vat Receivable		114.31
			<u><b>114.31</b></u>



Adam Price  
Joint Liquidator

## POWER DIGITAL LIMITED - IN LIQUIDATION

### Appendix B

#### Additional Information in Relation to the Liquidators' Fees, Expenses & the use of Subcontractors

##### Staff Allocation and the use of Subcontractors

The general approach to resourcing our assignments is to allocate staff with the skills and experience to meet the specific requirements of the case.

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.

We have not utilised the services of any subcontractors in this case.

##### Professional Advisors

On this assignment we have not utilised the services of any professional advisors.

##### Liquidators' Expenses

The estimate of expenses which were anticipated at the outset of the Liquidation was provided to creditors when the basis of my fees were approved. The table below compares the estimated overall costs against those incurred in the liquidation. The payment of these expenses is reflected in the Receipts and Payments Account enclosed with this report.

##### Category 1 expenses

These are payments to persons providing the service to which the expense relates who are not an associate of the office holder. Category 1 expenses can be paid without prior approval. Examples include; agent's costs for assisting in the disposal and realisation of assets, legal costs, specialist pensions advice, tax services or other routine expenses associated with an insolvency appointment such as statutory advertising costs.

Expense	Estimated overall cost £	Actual cost £	Total paid £
Statutory advertising	171.00	171.00	0.00
Specific Penalty Bond	30.00	30.00	0.00

##### Category 2 expenses

These are payments to associates or which have an element of shared costs. Before being paid, Category 2 expenses require approval in the same manner as an office holder's remuneration. Category 2 expenses require approval whether paid directly from the estate or as a disbursement.

It is this firm's policy that we do not seek to recover Category 2 expenses.