

Liquidator's Progress Report

S.192

Pursuant to Sections 92A and 104A and 192
of the Insolvency Act 1986

To the Registrar of Companies

Company Number

00087324

Name of Company

Denny, Mott & Dickson Limited

I / We
Simon David Chandler
45 Church Street
Birmingham
B3 2RT

Scott Christian Bevan
45 Church Street
Birmingham
B3 2RT

the liquidator(s) of the company attach a copy of my/our Progress Report
under section 192 of the Insolvency Act 1986

The Progress Report covers the period from 13/12/2015 to 12/12/2016

Signed



Date

09/02/17

Mazars LLP
45 Church Street
Birmingham
B3 2RT

Ref DENNYMOTT/SDC/scb/MJR/PZJ/AZH/JZB



DENNY, MOTT & DICKSON LIMITED - IN LIQUIDATION

Progress Report to Members

This is the Liquidators' third annual progress report to all known members

1. Introduction

- 1 1 The purpose of this report is to provide members with details of the progress of the Liquidation during the 12 month period from 13 December 2015 to 12 December 2016 ("the current reporting period")
- 1 2 I was appointed Joint Liquidator of the company together with Mr S D Chandler at a meeting of members held on 13 December 2013
- 1 3 We are both authorised to act as an Insolvency Practitioners in the UK by the Insolvency Practitioners Association
- 1 4 Statutory information regarding the Company and the Liquidation appointment is attached at Appendix A

2. Liquidators' Receipts and Payments

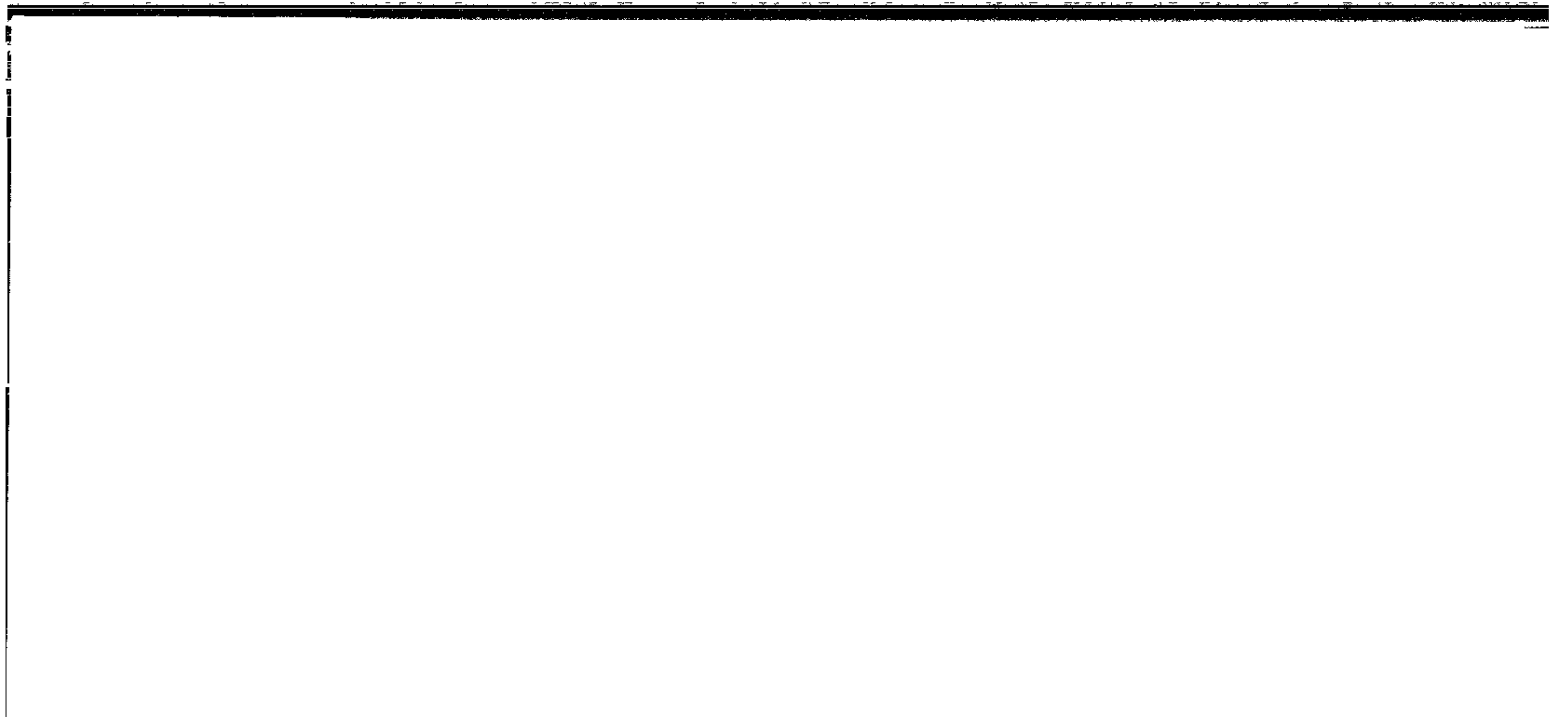
- 2 1 A summary of receipts and payments covering the current reporting period is attached at Appendix B The receipts and payments account also covers the cumulative period from the date of appointment to 12 December 2016 A comparison of the figures provided in the directors' declaration of solvency to actual realisations made to date is included to assist the members in assessing progress to date
- 2 2 The receipts and payments account confirms that no cash balance is held and the only asset relates to amounts owed by group undertakings, £1 00
- 2 3 An explanation of the assets realised and the expenses paid is provided below

3. Asset realisations and details of progress

- 3 1 Assets realised to date comprise
 - 3 1 1 **Amounts owed by group undertakings - £1.00**
 - 3 1 2 This asset was distributed in specie, to members, on 13 December 2013

4. Assets still to be realised

- 4 1 There are no further assets to be realised



5. Liabilities

5 1 Secured Creditors

5 1 1 There are no secured creditors

5 2 Preferential Creditors

5 2 1 There are no preferential creditors

5 3 Unsecured Creditors

5 3 1 The directors' declaration of solvency did not include any unsecured creditors

5 3 2 As required by insolvency legislation, an advertisement for creditors to claim was published on 24 December 2013

5 3 3 You will be aware that property issues were preventing the closure of the liquidation, these have now been resolved. However, there is currently an employee liability claim outstanding. As such, the Company is required to remain in liquidation until the claims have either been settled or I have received confirmation that no liability falls to the Company

6. Distributions to members

6 1 Cash distributions

6 1 1 There are no cash assets to distribute in this matter

6 2 Distribution in specie

6 2 1 At the general meeting held on 13 December 2013, it was resolved that the Joint Liquidators be authorised to divide all or such part of the assets of the Company in specie amongst the members of the Company.

6 2 2 No distribution in specie has been made to members during the past twelve months

7. Liquidators' Remuneration

7 1 A resolution was passed by the members enabling the Joint Liquidators to draw remuneration on the basis of a fixed fee in the sum of £900 plus VAT. This was paid, in accordance with our engagement letter, on 27 January 2014 by Travis Perkins Plc, the ultimate parent company

7 2 On 1 August 2014, we were advised not to close the liquidation due to potential outstanding property issues. From this point, the Joint Liquidators' remuneration was charged by reference to time properly spent by the Joint Liquidators and their staff in dealing with matters arising during the liquidation in accordance with the engagement letter dated 25 October 2013

7 3 Attached at Appendix C1 is a summary of the Liquidators' time costs for the current reporting period. These costs total £5,709.40, which represents 53.5 hours at an average

hourly rate of £106.72. It should be noted that this relates to this company and 14 other group companies placed into members' voluntary liquidation on 13 December 2013.

- 7.4 Due to changes in Statement of Insolvency Practice 9, I am now required to provide you with additional, proportionate information regarding my costs, to include an explanation as to why certain tasks were carried out and whether the work carried out provided a financial benefit to members and creditors. Accordingly, please find attached at Appendix C2 a narrative summary of the work carried out during the current reporting period.
- 7.5 Total time costs incurred in the Liquidation to date amount to £10,796.90. This represents 80.30 hours at an average hourly rate of £134.46. Attached at Appendix C3 are details of the Liquidators' cumulative time costs since appointment. It should be noted that this time relates to this company and 14 other group companies placed into members' voluntary liquidation on 13 December 2013.
- 7.6 As at 12 December 2016 an amount of £4,757.50 was billed to Travis Perkins Plc against the Liquidators' time costs in respect of the Liquidation. A further £4,015.75 of this will be billed in respect of the closure of 13 liquidations on 18 January 2017, after which, no further invoices will be raised in respect of the current work in progress.
- 7.7 The Joint Liquidators will continue to draw remuneration on a time costs basis, as agreed on 1 August 2014, for the remaining two open liquidations.
- 7.8 All remuneration to date and all further remuneration will be invoiced to and paid by Travis Perkins Plc, the ultimate parent of the 15 companies.
- 7.9 Routine administration of the liquidation has been dealt with by junior staff wherever possible in order to maximise the cost effectiveness of the work performed. These staff have been supervised by senior staff and the Joint Liquidators. Any matter of particular complexity or significance that has required responsibility of an exceptional kind has also been dealt with by senior staff and the Joint Liquidators.
- 7.10 Charge out rates are reviewed annually on 1 September and in common with other professional firms, may increase over the period of the administration of the case. The rates are appropriate to the skills and experience of the team member and the work that they perform. All staff that work on the case, including cashiers, support and any secretarial staff charge their time directly to the assignment. Time is recorded in 6 minute units with supporting narrative to explain the work undertaken.
- 7.11 The charge out rates of the team members employed on the assignment during the period covered by this report have changed from the rates initially provided to the members, as follows:

Range (£)	Partner	Director	Manager	Assistant Manager	Administ rator	Cashier
Current charge out rate per hour, effective from 1 September 2015 to 10 January 2017	440.00	390.00	215.00	215.00	90.00-175.00	100.00-130.00

8. Liquidators' Disbursements

- 8 1 Disbursements are expenses paid by this firm in the first instance and subsequently re-charged to the estate when there are sufficient funds. There are two categories of disbursements, including Category 1 (payments to independent third parties) and Category 2 (costs incurred by the Liquidators or the firm that can be allocated to the case on a proper and reasonable basis)
- 8 2 Category 2 disbursements require approval in the same manner as remuneration and members will recall that a resolution was passed on 13 December 2013 by the members in agreement of the anticipated Category 2 disbursements of the Liquidators
- 8 3 There have been no disbursements incurred or paid during the current reporting period

9. Expenses

- 9 1 There have been no expenses incurred or paid during the period

10. Members' Rights

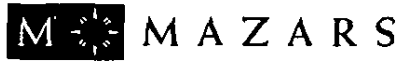
10 1 Further information

- 10 1 1 I would advise you that pursuant to rule 4 49E of the Insolvency Rules 1986, a member with concurrence of at least 5% of the total voting rights or a member with permission of the court, may, within 21 days of receipt of this progress report, ask the liquidators for further information about the remuneration and expenses set out in this progress report

10 2 Apply to Court

- 10 2 1 Additionally, pursuant to rule 4 148C of the Insolvency rules 1986, a member with concurrence of at least 10% in value of the total voting rights or a member with the permission of the court may, within 8 weeks of the receipt of this progress report, apply to the court on one or more of the following grounds
- the remuneration charged by the liquidators, or
 - the basis fixed for the liquidators' remuneration, or
 - expenses incurred by the liquidators
- is or are in all of the circumstances, excessive or inappropriate





I trust that this is sufficient information for your requirements but please do not hesitate to contact me should you need anything further

A handwritten signature in black ink, appearing to be 'S C Bevan'.

S C Bevan
Joint Liquidator

Dated 9 February 2017

Authorised to act as an insolvency practitioner in the UK by the Insolvency Practitioners Association and bound by the Insolvency Code of Ethics

Denny, Mott & Dickson Limited
In Liquidation

Statutory Information

Company name	Denny, Mott & Dickson Limited
Company number	00087324
Registered office	Lodge House, Lodge House Way, Harlestone Road, Northampton, NN5 7UG
Date of appointment	13 December 2013
Joint Liquidators	S D Chandler and S C Bevan
Joint Liquidators' address	45 Church Street, Birmingham, B3 2RT

Denny, Mott & Dickson Limited
(In Liquidation)
Joint Liquidators' Summary of Receipts & Payments

Appendix B

Declaration of Solvency £		From 13/12/2015 To 12/12/2016 £	From 13/12/2013 To 12/12/2016 £
	ASSET REALISATIONS		
1 00	Amounts owed by group undertakings	NIL NIL	1 00 1 00
	DISTRIBUTIONS		
	Ordinary Shareholders	NIL NIL	1 00 (1 00)
<u>1 00</u>		<u>NIL</u>	<u>NIL</u>
	REPRESENTED BY		<u>NIL</u>



Scott Christian Bevan
Joint Liquidator

Denny, Mott & Dickson Limited - In Liquidation

Appendix C1

Analysis of Joint Liquidators' time costs for the period 13 December 2015 to 12 December 2016

Classification of Work Function	Hours				Total Hours	Time	Av hourly Rate
	Partner	Director	Manager	Administrator			
2 Admin & Planning	0 00	0 30	0 00	2 20	0 00	2 50	275 10
3 Taxation	0 00	0 00	0 30	0 00	0 00	0 30	64 50
7 Employees	0 00	0 00	0 20	0 00	0 00	0 20	43 00
9 Reporting	0 00	1 00	5 80	40 20	0 00	47 00	4 457 30
11 Cashiering	0 00	0 00	0 00	0 00	0 20	0 20	20 00
12 Statutory & Compliance	0 00	0 80	2 50	0 00	0 00	3 30	849 50
Total Hours	0 00	2 10	8 80	42 40	0 20	53 50	
Total Time Costs (£)	0 00	819 00	1,892 00	2,978 40	20 00	5,709 40	
Av Hourly Rate	0 00	390 00	215 00	70 25	100 00		106 72

APPENDIX C2

**Denny, Mott & Dickson Limited
In Liquidation****NARRATIVE SUMMARY OF THE JOINT LIQUIDATORS' TIME COSTS
FOR THE CURRENT REPORTING PERIOD**

Introduction
<p>This summary provides details of the work carried out by the Joint Liquidators and their staff during the current period and includes an explanation as to why certain tasks were carried out and whether the work provided a financial benefit to creditors and members</p> <p>This summary should be read together with the Joint Liquidators' Time Costs Analysis at Appendix C1. The costs incurred in relation to each category are set out in the attached Time Cost Analysis. This shows the time spent by each grade of staff by work category and provides the total cost and average hourly rate charged for each work category.</p>
Work carried out in the current period
<p><u>Administration and planning</u></p> <ul style="list-style-type: none">• Managing and maintaining the case on the Firm's client systems and our specialist insolvency software system,• Filing,• Updates to the client regarding the strategy of the liquidation <p>The majority of this work derived no financial benefit for members and creditors. However, appropriate case administration and planning ensures that the case is managed coherently and efficiently, with minimisation of costs and avoidance of duplication of work. Strong internal processes aid to add value through the efficient management of the case. This work is also required in order to appropriately document and record how the case has been administered in accordance with regulatory requirements.</p>
<p><u>Taxation</u></p> <p>The following activities were undertaken in order to ensure the Company is compliant with tax requirements</p> <ul style="list-style-type: none">• Reviewing the Company's tax position <p>The majority of this work derived no financial benefit for members and creditors, however, it is required in accordance with tax legislation.</p>
<p><u>Employees</u></p> <p>A small number of employee claims have arisen over the course of the liquidation, for which the following action was undertaken</p> <ul style="list-style-type: none">• Liaising with Travis Perkins Plc in relation to any claims <p>The majority work in this category is required for statutory purposes and so does not provide a direct financial benefit to members and creditors, however, work undertaken in dealing with the employee liability claims is required as the liquidation has to remain open until these claims are resolved.</p>

Reporting

Reporting requirements during the period as prescribed by statute have included the following

- Reporting the outcome of any meetings,
- Annual progress reports

The majority of this work derived no financial benefit for members and creditors. However, it is required in order to ensure that the case has been administered in line with regulatory requirements. It also provides members with an update in respect of the liquidation.

Cashiering

Cashiering work undertaken includes

- Updating diary lines on our system

This work derived no financial benefit for members and creditors. However, it is required in order to ensure that the estate bank account is operated in accordance with guidance issued by my regulatory body.

Statutory and Compliance

The work undertaken as required by statute and our internal procedures involves

- Case monitoring and statutory compliance, including internal case reviews

The majority of this work derived no financial benefit for members and creditors. However, this work is required in order to ensure that the case has been administered in accordance with regulatory requirements.

Denny, Mott & Dickson Limited - In Liquidation Appendix C3

Analysis of Joint Liquidators' time costs for the period 1 August 2014 to 12 December 2016

Classification of Work Function	Hours					Total Hours	Time Cost £	Av hourly Rate £
	Partner	Director	Manager	Administrator	Support			
2 Admin & Planning	3 30	0 40	0 00	3 30	0 00	7 00	1,865 10	266 44
3 Taxation	0 00	0 00	0 30	0 00	0 00	0 30	64 50	215 00
6 Trading	0 00	0 00	1 00	0 00	0 00	1 00	215 00	215 00
7 Employees	0 00	0 00	0 70	0 00	0 00	0 70	150 50	215 00
9 Reporting	0 00	1 00	11 30	47 70	0 00	60 00	6,307 80	105 13
11 Cashiering	0 00	0 00	0 00	0 00	0 70	0 70	75 00	107 14
12 Statutory & Compliance	0 00	1 30	6 20	3 10	0 00	10 60	2,119 00	199 91
Total Hours	3 30	2 70	19 50	54 10	0 70	80 30		
Total Time Costs (£)	1,452 00	1,053 00	4,185 50	4,031 40	75 00		10,796 90	
Av Hourly Rate	440 00	390 00	214 64	74 52	107 14			134 46