

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

04430683

Name of Company

Cashflow Acceleration Limited

Li We

Lisa Jane Hogg, The Manor House, 260 Ecclesall Road South, Sheffield, S11 9PS

Gemma Louise Roberts, The Manor House, 260 Ecclesall Road South, Sheffield, S11 9PS

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

The Progress Report covers the period from 23/09/2014 to 22/09/2015

Signed



Date

21/10/15

Wilson Field Limited
The Manor House
260 Ecclesall Road South
Sheffield
S11 9PS

Ref CASH02C/LJH/GLR/EMB/KW3

COMPANIES HOUSE

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23/10/2015

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In the matter of Cashflow Acceleration Limited

And in the matter of The Insolvency Act 1986

Joint Liquidators' report to members and creditors

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1 Introduction

The Company was in Administration immediately prior to the commencement of the winding-up proceedings (Leeds District Registry Number 1160 of 2013) Lisa Jane Hogg and Gemma Louise Roberts of Wilson Field Limited acted as Joint Administrators of the Company. The Company moved to creditor's voluntary liquidation under paragraph 83 of Schedule B1 of the Insolvency Act 1986 on 23 September 2014.

This report to members and creditors covers the period 23 September 2014 to 22 September 2015 ("the Period") and attached at Appendix A is an R&P account for the Period.

2. Company and Joint Liquidators' details

Company name	Cashflow Acceleration Limited
Registered address	c/o Wilson Field Limited The Manor House 260 Ecclesall Road South Sheffield S11 9PS
Trading address	The Balaclava Pell Green Wadhurst East Sussex TN5 6EE
Other trading names of the Company	None
Company number	04430683
Names of Joint Liquidators	Lisa Jane Hogg and Gemma Louise Roberts
Address of Joint Liquidators	Wilson Field Limited The Manor House 260 Ecclesall Road South Sheffield S11 9PS
Date of Appointment	23 September 2014

3. Progress during the Period

The attached R&P account is generally self-explanatory, but I would report specifically as follows.

Please note that all funds are held in a separate trust account set up in the Company's name.

The receipts into the estate bank account have accrued interest totalling £201.80 net of tax during the Period. The sum of £6.13 representing closing interest from the Administration bank account has also been received during this Period.

Assets

Commissions

The Company's major asset remains its commissions due for providing introductions of commercial funders to small and medium sized businesses. It was originally anticipated that the

realisable value of such commissions was approximately £222,727 attainable over a period of 24 months

During the Period covered by this report a net amount of £171,203.42 (£205,444.10 including VAT) has been received in respect of the same. The joint liquidators continue to monitor such recoveries for the benefit of the liquidation estate and are in regular contact with Santander to secure timely receipt of funds banked for such purposes.

Balance of Administration funds

The amount of £44,416.79 was transferred by the Joint Administrators from the Administration estate to the liquidation estate during this Period.

Directors' Loan Account

The amended accounts for the year ended 31 March 2012 showed an outstanding directors' loan account of £401,894 due for repayment to the Company. On appointment of Administrators the director initially offered the sum of £60,000 in settlement of this account. However, the Joint Administrators instructed Allotts accountants to attempt to fully reconstruct the Company's accounts from 2008 onwards in an attempt to quantify the sum due from the director before any such offer could be fully considered.

Despite numerous attempts to collate the necessary information to reconstruct the accounts over an extended period of time this task has proved unsuccessful.

After reviewing the directors' financial circumstances it became apparent that she had insufficient means to pay the loan account detailed in the last filed accounts let alone any further funds. It was therefore decided that it was not in the best interests of creditors for this claim to be quantified any further and, following discussion with the director, solicitors were instructed to obtain a charge for the benefit of the liquidation estate over her share of equity in the matrimonial home.

Unfortunately, the director was made bankrupt before such proceedings could be completed. A claim has been submitted to the Trustee in Bankruptcy but she has informed me that there is no likelihood of a dividend being paid from the estate.

The amount of £1,289.26 has been paid into the estate during the Period in partial settlement of the outstanding Director's Loan account.

Payments

Corporation Tax

The amount of £19,812.40 has been paid to H M Revenue & Customs with regards to Corporation Tax due on commissions received during the Administration Period.

4 Investigations

I have submitted a report on the conduct of the directors of the Company to the Department for Business Innovation & Skills in accordance with the Company Directors Disqualification Act 1986. As this is a confidential report, I am unable to disclose its contents.

Shortly after my 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 information provided by creditors either at the initial meeting or as a response to my request to advise of any concerns they may have.

As mentioned above, the exactitude of the outstanding directors' loan account has been a focus for the joint liquidators. This has been further complicated by the fact that the director was declared bankrupt on 13 May 2015. A claim has been submitted to the Trustee in Bankruptcy but it is currently unclear whether a dividend will be paid from the Bankruptcy estate.

5. Assets that remain to be realised

Commission payments continue to accrue and will be banked in the estate bank account going forward. It is estimated that a further £144,000 will be realised for the benefit of the liquidation estate during the next twelve months in accordance with information provided by the director.

6. Creditors and distributions

Secured creditors

There are no secured creditors.

Preferential creditors

A dividend of 100p in the £ was paid to the preferential creditors by the Joint Administrators prior to the Company entering into voluntary liquidation.

Prescribed Part

Within the Insolvency Act 1986 ("the Act") there are provisions for a fund, called the Prescribed Part, to be set aside for distribution to the unsecured creditors in accordance with Section 176A of the Act. The fund is calculated on the net realisations of assets subject to a floating charge contained in a debenture created on or after 15 September 2003. The fund is calculated as being 50% of the first £10,000 of net property and 20% thereafter, subject to a maximum fund of £600,000.

The Company did not grant any floating charges to a secured creditor. Accordingly, the Prescribed Part provisions do not apply.

Unsecured creditors

It was estimated that unsecured claims would amount to £230,756.

Six unsecured claims have been received to date totalling £901,548. Ten creditors have not yet lodged a claim in the Liquidation.

I anticipate that I will be in a position to make a distribution to unsecured creditors within the next twelve months.

7. Joint Liquidators' remuneration

In accordance with Rule 4.127(5A) of the Insolvency Rules 1986, the Joint Liquidators' remuneration is treated as being fixed on the same basis as in the preceding Administration, that being on a time cost basis.

The chargeable time for the Period totals £97,588.75 comprising of 249.42 hours at an average charge out rate of £391.27. Attached as Appendix B is a time analysis which provides details of time properly spent by the joint liquidators and their staff in managing the liquidation during the Period, broken down by staff grade and activity. Please note that this firm records its time in minimum units of 6 minutes.

You will note from the analysis that 125.87 hours of the overall chargeable time spent in the Period of 249.42 hours was at Insolvency Practitioner level. This is because the Insolvency Practitioner has been heavily involved in the day-to-day running of the case during the whole of the period in question. In particular, this has included

- Management of the Company debt collection book,

- Cashiering responsibilities, including reconciliation of payments received against outstanding invoices,
- Regular liaison with third party agents and banking institutions,
- Calculating and authorising payments to third party agents

This figure, however, also takes into consideration significant time spent by the Insolvency Practitioner on investigations after the conversion of the case from Administration to CVL, where more reporting matters were uncovered

In accordance with this Rule, I have drawn £83,991 on account of remuneration

A copy of 'A guide to liquidator's fees' is available at the following website link, <http://www.icaew.com/en/technical/insolvency/creditors-guides> A hard copy is available on request

A schedule of our charge-out rates was issued to creditors at the time the basis of the Joint Liquidators' remuneration was approved Attached at Appendix C are details of this firm's charge-out rates which were in effect at the date of appointment

Since the date of my appointment the following Category 2 disbursements have been taken

Travel expenses	£27 50
Search Fees	<u>£30 00</u>
TOTAL	<u>£57 50</u>

8. Joint Liquidators' expenses

The following expenses have been incurred since my appointment as liquidator

Supplier/Service provider	Nature of expense incurred	Amount incurred to date £	Paid to date £	Amount outstanding £
FundInvoice LLP	Agents Fees (Commissions) ¹	32,653 54	32,653 54	Nil
Allotts	Accountancy Fees	5,000 00	5,000 00	Nil
hlw Keeble Hawson	Solicitors Fees	200 00	200 00	Nil
Total		37,853.54	37,853.54	Nil

¹ – FundInvoice LLP continue to raise and collect invoices for which a fee of 20% plus VAT has been agreed for their assistance with the collection of monies due

9. Creditors' rights

Within 21 days of the receipt of this report, a secured creditor, or an unsecured creditor (with the concurrence of at least 5% in value of the unsecured creditors) may request in writing that the Liquidator provide further information about his remuneration or expenses which have been itemised in this progress report

Any secured creditor, or an unsecured creditor (with the concurrence of at least 10% in value of the unsecured creditors) may within 8 weeks of receipt of this progress report make an application to court on the grounds that, in all the circumstances, the basis fixed for the Liquidator's remuneration is inappropriate and/or the remuneration charged or the expenses incurred by the Liquidator, as set out in this progress report, are excessive

10. Conclusion

I am required to provide a further report on the progress of the Liquidation within two months of the next anniversary of the Liquidation, unless I have concluded matters prior to this, in which case I will write to all creditors with my final progress report ahead of convening the final meeting of creditors

Yours faithfully


L J Hogg
Joint Liquidator

Time Entry - Cumulative Detailed SIP9 Time & Cost Summary

CASH02C - Cashflow Acceleration Limited
From 23/09/2014 To 22/09/2015
Project Code POST

Classification of Work Function	Directors & IP & Senior Administrator	Manager & Administrator	Administrators	Assistants & Support Staff	Total Hours	Time Cost (£)	Average Hourly Rate (£)	Hours Cum (POST Only)	Time Costs Cum (POST Only)
ADCA Cashing	23.60	20.00	5.50	38.45	87.55	29,802.75	340.41	87.55	29,802.75
ADCR Case Reviews	3.80	0.00	24.60	0.00	28.40	10,877.50	383.01	28.40	10,877.50
ADD1 Directors/Client	4.10	0.00	0.00	0.00	4.10	1,825.00	459.51	4.10	1,825.00
ADGA File Maintenance	0.10	0.00	7.80	3.70	11.40	2,358.00	206.84	11.40	2,358.00
ADSC Statutory and Compliance	4.80	2.70	2.20	0.00	9.70	3,843.00	396.19	9.70	3,843.00
ADSO Strategic Overview	2.00	0.00	0.40	0.00	2.40	1,108.00	461.67	2.40	1,108.00
TDLetter Send a letter	0.00	0.00	1.80	0.00	1.80	432.00	240.00	1.80	432.00
Admin and Planning	38.40	22.70	42.10	42.15	145.35	50,346.25	346.38	145.35	50,346.25
TDCall Phone Call	0.00	0.00	0.50	0.00	0.50	135.00	270.00	0.50	135.00
REIS Identifying Securing and Insuring	13.10	0.00	0.00	0.00	13.10	6,460.00	493.13	13.10	6,460.00
CRTV Tax and VAT	6.80	0.00	5.10	1.40	13.30	5,043.00	379.17	13.30	5,043.00
INAT Antecedent Transactions	3.70	0.00	0.00	0.00	3.70	1,850.00	500.00	3.70	1,850.00
Case Specific Matters	23.60	0.00	5.60	1.40	30.60	13,488.00	440.78	30.60	13,488.00
CCAD Calculation & Distribution	0.00	0.00	0.30	0.00	0.30	81.00	270.00	0.30	81.00
CRCL Creditors Claims	0.70	0.00	0.10	0.30	1.10	407.00	370.00	1.10	407.00
CRCO Communications with Creditors	0.70	1.10	0.30	0.20	2.30	784.00	340.87	2.30	784.00
Creditors	1.40	1.10	0.70	0.50	3.70	1,272.00	343.78	3.70	1,272.00
INDR CODA Report	5.10	0.00	0.00	0.00	5.10	2,550.00	500.00	5.10	2,550.00
INRE Investigation and Review	22.60	0.00	0.70	2.10	25.40	11,669.00	459.41	25.40	11,669.00
Investigations	27.70	0.00	0.70	2.10	30.50	14,219.00	466.20	30.50	14,219.00
REDC Debt Collection	18.57	0.00	4.50	0.00	23.07	10,223.50	443.21	23.07	10,223.50
REPB Property Business and Asset Sales	16.20	0.00	0.00	0.00	16.20	8,040.00	496.30	16.20	8,040.00
Realisation of Assets	34.77	0.00	4.50	0.00	39.27	18,263.50	465.11	39.27	18,263.50
Total Hours	125.87	23.80	53.60	46.15	249.42	97,588.75	391.27	249.42	97,588.75

Appendix C

Additional information in relation to Liquidators' fees pursuant to SIP 9 including Wilson Field Limited's charge-out rates and disbursements policy

Detailed below is Wilson Field Limited's policy in relation to

- Staff allocation and the use of subcontractors
- Professional advisors
- Disbursements

Staff allocation and the use of subcontractors

Our 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 an IP/Director, Assistant Manager, Senior Administrator and/or Administrator and Secretarial and/or Support staff. The exact constitution of the case team will depend on the anticipated size and complexity of the assignment and additional staff may be allocated to meet the demands of the case.

We have utilised the services of FundInvoice LLP in order to efficiently raise and collect commissions on behalf of the Company. FundInvoice LLP are paid a fee equivalent to 20% of the net monies collected and paid into the liquidation estate.

Professional advisors

On this assignment we have used the professional advisors listed below. We have also indicated alongside, the basis of our fee arrangement with them, which is subject to review on a regular basis.

Name of Professional Advisor	Basis of Fee Arrangement
hlw Keeble Hawson	Fixed Fee
Allotts Chartered Accountants	Hourly rate and disbursements

Our choice was based on our perception of their experience and ability to perform this type of work, the complexity and nature of the assignment and the basis of our fee arrangement with them.

Disbursements

Category 1 disbursements do not require approval by creditors. The type of disbursements that may be charged as a Category 1 disbursement to a case generally comprise of external supplies of incidental services specifically identifiable to the case, such as postage, case advertising, invoiced travel and external printing, room hire and document storage. Also chargeable will be any properly reimbursed expenses incurred by personnel in connection with the case.

Category 2 disbursements do require approval from creditors. These are costs which are directly referable to the appointment in question but are not payments which are made to an independent third party and may include shared or allocated costs that can be allocated to the appointment on a proper and reasonable basis such as internal room hire, document storage or business mileage.

Details of Category 2 disbursements that may have been incurred are listed on the next page. Any Category 2 disbursements drawn from the case during the Period are detailed in the main body of the report.

Charge-out rates

A schedule of Wilson Field Limited's charge-out rates are detailed on the next page.