

In accordance with Rule 18.7 of the Insolvency (England & Wales) Rules 2016 and Sections 92A, 104A and 192 of the Insolvency Act 1986.

LIQ03

Notice of progress report in voluntary winding up



Companies House

THURSDAY



A15

A8WSA06Q

16/01/2020

COMPANIES HOUSE

#263

1 Company details

Company number 0 7 6 7 2 8 6 7

Company name in full KLOOD LIMITED

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

2 Liquidator's name

Full forename(s) MARTIN C

Surname ARMSTRONG

3 Liquidator's address

Building name/number ALLEN HOUSE

Street 1 WESTMEAD ROAD

Post town SUTTON

County/Region SURREY

Postcode S M 1 4 L A

Country UNITED KINGDOM

4 Liquidator's name

Full forename(s)

Surname

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

5 Liquidator's address

Building name/number

Street

Post town

County/Region

Postcode

Country

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	2	d	1
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m	1	m	1
---	---	---	---

y	2	y	0	y	1	y	8
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To date

d	2	d	0
---	---	---	---

m	1	m	1
---	---	---	---

y	2	y	0	y	1	y	9
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7

Progress report

☒ The progress report is attached

8

Sign and date

Liquidator's signature

Signature

X

X

Signature date

d	1	d	5
---	---	---	---

m	0	m	1
---	---	---	---

y	2	y	0	y	2	y	0
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Klood Limited – In Creditors’ Voluntary Liquidation

LIQUIDATOR’S PROGRESS REPORT TO CREDITORS AND MEMBERS

For the year ending 20th November 2019

EXECUTIVE SUMMARY

This is my report to members and creditors following the first anniversary of my appointment as Liquidator. The detailed report is below, but in summary:

- The Company was placed into creditors’ voluntary liquidation on 21st November 2018 and I was appointed as Liquidator.
- As per the Company’s statement of affairs, the Company’s only realisable asset was cash at bank of £7,302. It subsequently transpired that the account was in fact overdrawn, and only £114.94 has been realised in respect of a credit received into the account following liquidation.
- In the reporting period, the director made contributions totalling £6,000 into the liquidation estate with the intention that the funds be used towards liquidation costs and expenses.
- My initial investigations into the Company’s affairs have highlighted matters which require further investigation. These matters are ongoing.
- The remaining work carried out in the reporting period primarily related to work that I am required to undertake in connection with the liquidation and provided no financial benefit for the creditors.
- Based on current information, there is no prospect of a dividend to any class of creditor as the funds realised will be used to meet the costs and expenses of the Liquidation. The position may change should my ongoing investigations lead to potential recovery action which, in turn, result in additional recoveries for the benefit of the creditors.

STATUTORY INFORMATION

Company name:	Klood Limited
Registered office:	Allen House 1 Westmead Road Sutton Surrey SM1 4LA
Former registered office:	4 th Floor Rosemount House Rosemount Avenue West Byfleet KT14 6LB
Registered number:	07672867
Liquidator’s name:	Martin C Armstrong

Liquidator's address: Turpin Barker Armstrong
Allen House
1 Westmead Road
Sutton
Surrey
SM1 4LA

Liquidator's date of appointment: 21st November 2018

LIQUIDATOR'S ACTIONS SINCE APPOINTMENT

Aside from asset recovery and investigation work (further details of which can be found later in this report), the work undertaken in the reporting period related to that which I am required to undertake in connection with the liquidation and provides no financial benefit for the creditors. A description of the routine work undertaken since my appointment as Liquidator is contained in Appendix 1.

RECEIPTS AND PAYMENTS

My Receipts & Payments Account for the period from 21st November 2018 to 20th November 2019 is attached at Appendix 2.

The balance of funds are held in a non-interest bearing estate bank account.

ASSETS

The only assets dealt with in the reporting period is as follows:

Director Contributions

In the reporting period, the director made contributions totalling £6,000 into the liquidation estate with the intention that the funds be used towards liquidation costs and expenses.

Cash at Bank

The statement of affairs anticipated that cash at bank of £7,302 held in the Company's bank account would be realised. However, the Company's bank account was in fact overdrawn as at the date of liquidation. A post liquidation receipt of £114.94 was, however, subsequently realised. I am continuing to investigate payments made from the Company's bank account.

LIABILITIES

Secured Creditors

An examination of the Company's mortgage register held by the Registrar of Companies showed that the Company has no current charges over its assets.

The legislation requires that if the Company has created a floating charge after 15th September 2003, a prescribed part of the Company's net property (i.e. the money that would otherwise be available to the charge holder) should be ring-fenced for distribution to unsecured creditors. In this case there were no creditors secured by a floating charge such that the prescribed part provisions do not apply.

Preferential Creditors

The statement of affairs did not anticipate any preferential creditors and no claims have been received in this regard.

Crown Creditors

The statement of affairs did not anticipate any monies being owed to HMRC, however, a claim of £4,760 has been received from HMRC in respect of unpaid VAT and a PAYE penalty.

Other Non-preferential unsecured Creditors

The statement of affairs included 10 non-preferential unsecured creditors with an estimated total liability of £916,488. I have received claims from 4 creditors at a total of £828,279. I have not received claims from 6 creditors with original estimated claims in the statement of affairs of £81,160.

DIVIDEND PROSPECTS

Secured Creditors

N/A

Preferential creditors

N/A

Floating Charge Creditors

N/A

Unsecured creditors

Based on current information, there is no prospect of a dividend to non-preferential unsecured. The position may change should my ongoing investigations lead to potential recovery actions which, in turn, result in additional recoveries for the benefit of the creditors.

INVESTIGATION INTO THE AFFAIRS OF THE COMPANY

I undertook an initial investigation into the Company's affairs to establish whether there were any potential asset recoveries or conduct matters that justified further investigation, taking account of the public interest, potential recoveries, the funds likely to be available to fund an investigation, and the costs involved. I am required by the Statements of Insolvency Practice to undertake such an initial investigation and the work detailed below has been undertaken in connection with that initial investigation. Specifically, I recovered, listed and reviewed the Company's accounting records; obtained and reviewed copy bank statements for the period from the date of the last accounts to the date of liquidation from the Company's bankers; and compared the information in the Company's last set of accounts with that contained in the statement of affairs lodged in the Liquidation and made enquiries about the reasons for the changes.

I identified the following areas where I considered that further investigation was required:

Payments to a third party

My review of the Company's banking records highlighted payments to a third party in the period from the date of the last accounts to the date of liquidation. It is understood that the payments in question relate to loan repayments. Enquiries have been made of the director and my investigations are ongoing in respect of the appropriateness of the loan repayments.

Bank Statements

Despite numerous requests, the Company's bankers failed to supply me with copies of the Company's bank statements for the final 6 months of trade. A formal complaint was made as a result, following which the statements in question were provided. I am currently reviewing the same and undertaking further investigation into various transactions identified where appropriate.

Matters requiring further investigation that may lead to potential recovery actions have been identified, and the work outlined above was undertaken to further those investigations with a view to making recoveries for the benefit of the creditors. Unfortunately

Within three months of my appointment as Liquidator, I am required to submit a confidential report to the Secretary of State to include any matters which have come to my attention during the course of my work which may indicate that the conduct of any past or present Director would make them unfit to be concerned with the management of the Company. I would confirm that my report has been submitted.

PRE-APPOINTMENT REMUNERATION

The creditors previously authorised the payment of a fee of £5,000 plus VAT for my assistance with preparing the statement of affairs and arranging the deemed consent procedure for creditors to appoint a liquidator.

The fee for preparing the statement of affairs and arranging the deemed consent procedure for creditors to appoint a liquidator was paid from first realisations on appointment and is shown in the enclosed receipts and payments account.

LIQUIDATOR'S REMUNERATION

My remuneration was approved as a fixed fee of £10,000 for my work in respect of Administration, Creditors, Realisation of Assets and Investigations.

I have not been able to draw any remuneration in respect of work done for which my fees were approved as a fixed fee.

Further information about creditors' rights can be obtained by visiting the creditors' information micro-site published by the Association of Business Recovery Professionals (R3) at <http://www.creditorinsolvencyguide.co.uk/>. A copy of 'A Creditors Guide to Liquidators' Fees' also published by R3, together with an explanatory note which shows Turpin Barker Armstrong's fee policy are available at the link <https://www.turpinbainsolvency.co.uk/fees-and-links>. Please note that there are different versions of the Guidance Notes and in this case you should refer to the April 2017 version.

LIQUIDATOR'S EXPENSES

Detailed overleaf is a comparison between the expenses estimated to be incurred during the Liquidation and with those actually incurred and paid in the reporting period:

Type	Estimated Expenses	Total Incurred	Total Paid
Statutory Advertising	£150	£150	£150
Bordereau	£44	£44	£44
	£194	£194	£194

I have not used any agent or professional advisors in the reporting period.

FURTHER INFORMATION

An unsecured creditor may, with the permission of the Court, or with the concurrence of 5% in value of the unsecured creditors (including the creditor in question), request further details of the Liquidator's remuneration and expenses within 21 days of their receipt of this report. Any secured creditor may request the same details in the same time limit.

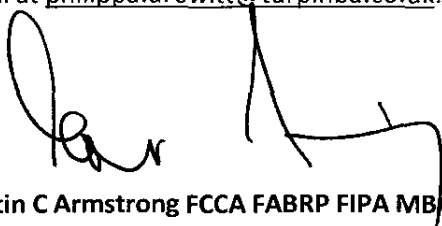
An unsecured creditor may, with the permission of the Court, or with the concurrence of 10% in value of the unsecured creditors (including the creditor in question), apply to Court to challenge the amount of remuneration charged by the Liquidator as being excessive, and/or the basis of the Liquidator's remuneration, and/or the amount of the expenses incurred as being excessive, within 8 weeks of their receipt of this report. Any secured creditor may make a similar application to court within the same time limit.

To comply with the Provision of Services Regulations, some general information about Turpin Barker Armstrong can be found at <https://www.turpinbainsolvency.co.uk/fees-and-links>.

SUMMARY

The Liquidation will remain open until my investigations have been fully resolved. I estimate that this will take approximately 6 months and once resolved the Liquidation will be finalised and our files will be closed.

If creditors have any queries regarding the conduct of the Liquidation, or if they want hard copies of any of the documents made available on-line, they should contact Philippa Drewitt on 020 8661 7878, or by email at philippa.drewitt@turpinba.co.uk.



Martin C Armstrong FCCA FABRP FIPA MBA FNARA
Liquidator

Appendix 1

1. Administration

This represents the work involved in the routine administrative functions of the case by the office holder and their staff, together with the control and supervision of the work done on the case by the office holder (and their managers). It does not give direct financial benefit to the creditors, but has to be undertaken by the office holder to meet their requirements under the insolvency legislation and the Statements of Insolvency Practice, which set out required practice that office holders must follow.

- Case planning - devising an appropriate strategy for dealing with the case and giving instructions to the staff to undertake the work on the case.
- Setting up electronic case files.
- Setting up the case on the practice's electronic case management system and entering data.
- Issuing the statutory notifications to creditors and other required on appointment as office holder, including gazetting the office holder's appointment.
- Obtaining a specific penalty bond.
- Convening a decision procedure to seek a decision from creditors to approve the officeholders' remuneration.
- Dealing with all routine correspondence and emails relating to the case.
- Opening, maintaining and managing the office holder's estate bank account.
- Creating, maintaining and managing the office holder's cashbook.
- Undertaking regular bank reconciliations of the bank account containing estate funds.
- Reviewing the adequacy of the specific penalty bond on a quarterly basis.
- Undertaking periodic reviews of the progress of the case.
- Overseeing and controlling the work done on the case by case administrators.
- Preparing, reviewing and issuing annual progress reports to creditors and members.
- Filing returns at Companies House.
- Preparing and filing VAT returns.
- Preparing and filing Corporation Tax returns.

2. Creditors

Claims of creditors - the office holder needs to maintain up to date records of the names and addresses of creditors, together with the amounts of their claims as part of the management of the case, and to ensure that notices and reports can be issued to the creditors. The office holder also needs to deal with correspondence and queries received from creditors regarding their claims and dividend prospects as they are received. The office holder is required to undertake this work as part of his statutory functions.

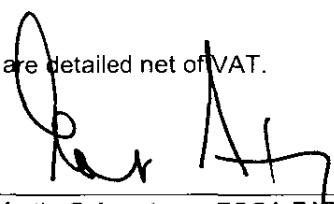
- Dealing with creditor correspondence, emails and telephone conversations regarding their claims.
- Maintaining up to date creditor information on the case management system.
- Reviewing proofs of debt received from creditors.

**Klood Limited
(In Liquidation)
Liquidator's Summary of Receipts & Payments
To 20/11/2019**

S of A £		£	£
	ASSET REALISATIONS		
	Director Contributions	6,000.00	
NIL	Computer Equipment	NIL	
NIL	Investments	NIL	
7,302.00	Cash at Bank	114.94	6,114.94
	COST OF ADMINISTRATION		
	Specific Bond	44.00	
	Statutory Advertising	150.00	(194.00)
	UNSECURED CREDITORS		
(155,422.00)	Trade & Expense Creditors	NIL	
(67,999.00)	Klood Holdings Limited	NIL	
(693,067.00)	Media Marketing Research Internation	NIL	NIL
	DISTRIBUTIONS		
(1,348.00)	Ordinary Shareholders	NIL	
(656,286.00)	Share Premium	NIL	NIL
(1,566,820.00)			5,920.94
	REPRESENTED BY		
	Input VAT		38.80
	Bank - Current a/c		5,882.14
			5,920.94

Note:

It should be noted that all figures stated in the Receipts and Payments Account are detailed net of VAT.


 Martin C Armstrong FCCA FABRP FIPA
 Liquidator