

## 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

07799549

Name of Company

Green Line Music Limited

*/* We

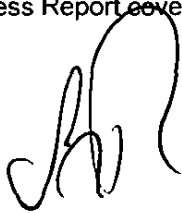
Simon Thomas, 88 Wood Street, London, EC2V 7QF

Nicholas O'Reilly, 88 Wood Street, London, EC2V 7QF

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 21/08/2013 to 20/08/2014

Signed



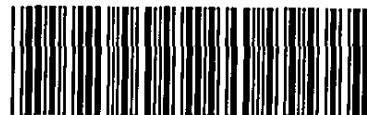
Date

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Moorfields Corporate Recovery Limited  
88 Wood Street  
London  
EC2V 7QF

Ref GREE002/ST/NOR/SJC/BC

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COMPANIES HOUSE

**Green Line Music Limited**  
**(In Members' Voluntary Liquidation)**  
**Joint Liquidators' First Annual Progress Report**  
**in accordance with**  
**S92A of the Insolvency Act 1986**  
**15 September 2014**

**GREEN LINE MUSIC LIMITED – IN LIQUIDATION (“the Company”)**

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- I Statutory information
- II Summary of the Joint Liquidators' receipts and payments account
- III Summary of time costs
- IV Moorfields Corporate Recovery Limited remuneration and disbursement policy

## **1 BACKGROUND AND STATUTORY INFORMATION**

This is the Joint Liquidators’ progress report on the conduct of the liquidation from 21 August 2013 to 20 August 2014 prepared in accordance with the requirements of S92A of the Insolvency Act 1986. This report provides a summary of the liquidation of the Company to date.

As you are aware, on 21 August 2013 the shareholders of the Company resolved to wind up the Company and Simon Thomas and Shelley Bullman, both of Moorfields Corporate Recovery Limited, 88 Wood Street, London EC2V 7QF, were appointed Joint Liquidators.

Nicholas O’Reilly, of Moorfields Corporate Recovery Limited, 88 Wood Street, London, EC2V 7QF replaced Shelley Bullman as Joint Liquidator by an Order of the Court dated 20 November 2013.

I attach the statutory information relating to the Company and the Joint Liquidators’ appointment at Appendix I.

## **2 PROGRESS OF THE LIQUIDATION**

The Joint Liquidators’ receipts and payments account for the period from 21 August 2013 to 20 August 2014 is attached at Appendix II.

### **2.1 Asset Realisations**

During the period the Joint Liquidators dealt with the following assets:

#### **2.1.1 Cash at Bank**

The Joint Liquidators have realised a total of £59,648.57 which was held in the Company bank account prior to appointment.

### **2.2 Assets remaining to be realised**

There are no assets remaining to be realised.

### **2.3 HMRC Reclaim**

Following a review of the books and records it became apparent that an employment contract never existed between the Company and the previous director Mr Shane Filan.

It was believed that payments to Mr Filan of £150,771.00 were incorrectly treated as net salary. As a result, the Company would have incorrectly grossed up these amounts and accounted to HMRC for the PAYE/NIC on gross pay of £261,112.54. The amount paid to HMRC for the years 2011/2012 and 2012/2013 was £150,790.57.

The Joint Liquidators have written to HMRC to highlight this error and requested that the sum of £150,790.57 be repaid to the Company. However, HMRC have confirmed that as Mr Filan was a director of the Company, it is not necessary for an employment contract to be in place and that the funds were correctly paid to HMRC.

**GREEN LINE MUSIC LIMITED – IN LIQUIDATION (“the Company”)**

**2.4 Joint Liquidators' Expenses**

In addition to the expenditure reflected in the receipts and payments accounts attached at Appendix II, the following expenses have been incurred but by the joint liquidators during the period 21 August 2013 to 20 August 2014

<b>Expense</b>	<b>Total Expenses Incurred during the period £</b>	<b>Total Expenses Paid during the period £</b>	<b>Total Expenses Outstanding as at 20 August 2014</b>
Postage	6 47	6 47	Nil
Bordereau	211 16	110 00	101 16
Statutory Advertising	253 80	253 80	Nil
<b>Total</b>	<b>471.43</b>	<b>370.27</b>	<b>101.16</b>

The statement excludes any potential tax liabilities that may be payable as an expense of the liquidation in due course because amounts due will depend upon the position at the end of the tax accounting period

**3 CREDITORS**

**3.1 Secured creditors**

There are no secured creditors of the Company

**3.2 Unsecured creditors**

The Company had known external creditors totalling £21,302 20 at the date of liquidation. These creditors are made up as follows

HMRC Corporation Tax – £17,401 00

Accountancy Fees - £3,901 20

The joint liquidators are currently in the process of settling these amounts

Notice was advertised in the London Gazette on 4 September 2013 for any person claiming to be a creditor of the company to submit claims by 1 October 2013, in accordance with Rule 4 182A of the Insolvency Rules 1986. No further claims were received

**4 TAX**

**4.1 Corporation Tax**

The Company has not earned any income during the liquidation and there is no Corporation Tax payable for the liquidation period

## **GREEN LINE MUSIC LIMITED – IN LIQUIDATION (“the Company”)**

The Joint Liquidators have requested clearance from HMRC to conclude the liquidation and are presently awaiting a response

### **4.2 Value Added Tax**

The Company was not registered for VAT and is unable to recover VAT on its expenses. In the attached receipts and payments account, (Appendix II), VAT charged on expenses is shown as irrecoverable

## **5 JOINT LIQUIDATORS’ REMUNERATION AND DISBURSEMENTS**

### **5.1 Remuneration**

On 21 August 2013 the shareholders passed a resolution that the Joint Liquidators’ remuneration be set at a fixed amount of £5,000.00 plus VAT and disbursements

A time analysis which provides details incurred by staff grade during the period in respect of time properly spent by the Joint Liquidators and their staff in managing the Liquidation is attached at Appendix III. Time incurred in the period of this report has been spent notifying creditors of the appointment, finalising the tax position and on general case monitoring and administration

Time costs for the period from 21 August 2013 to 20 August 2014 total £6,957.50. This represents 27.90 hours of work performed at an average rate of £249.37.

Additional information relating to this firm’s policy on staffing, disbursements and details of our current charge out rates by staff grade is attached at Appendix IV

Remuneration totalling £2,500.00 plus disbursements of £370.27 and VAT has been paid to date. The Joint Liquidators’ remuneration has been paid from the liquidation estate

### **5.2 Disbursements**

During the period the Joint Liquidators have paid the expenses and disbursements detailed in the receipts and payments account at Appendix II

Where expenses are incurred in respect of the estate they will be recharged in accordance with Statement of Insolvency Practice No. 9. Such expenses can be divided into two categories

#### **5.2.1 Category 1 Disbursements**

Separate charges are made in respect of directly attributable expenses (Category 1 disbursements) such as travelling, postage, photocopying (if external provider), statutory advertising and other expenses made on behalf of the assignment

Such disbursements can be paid from the Company’s assets without approval from the shareholders. It is our policy to disclose Category 1 disbursements drawn but not to seek approval for their payment. In line with Statement of Insolvency Practice No. 9, We are prepared to provide such additional information as may reasonably be requested to support the disbursements drawn

## **GREEN LINE MUSIC LIMITED – IN LIQUIDATION (“the Company”)**

The Joint Liquidators have incurred disbursements of £471 43 during the liquidation and £370 27 has been drawn in this respect

### **5 2.2 Category 2 Disbursements**

The shareholders are required to approve Category 2 disbursements before they can be drawn. These disbursements can include costs incurred by Moorfields for the provision of services which include an element of recharged overhead, for example, room hire or document storage. Statement of Insolvency Practice No 9 recommends that such disbursements are approved as if they were remuneration. Accordingly, at the aforementioned meeting, creditors passed a resolution authorising the Joint Liquidators to recover Category 2 expenses and disbursements. It is our policy, in line with the Statement, to disclose any Category 2 disbursements before they are drawn.

The following Category 2 disbursements are currently charged by this firm:

- Stationery and postage charge for sending out circulars – 5 pence per sheet plus postage at cost
- A set-up charge of £50 per case for online creditor reporting where applicable
- Mileage allowances are paid at HM Revenue & Customs approved rates. For personnel using their own vehicles, these are currently 45 pence per mile for the first 10,000 miles and 25 pence per mile thereafter.

No Category 2 disbursements have been drawn by the Joint Liquidators to date.

## **6 DISTRIBUTIONS**

The Joint Liquidators intend to issue a distribution to the shareholders once the tax position has been finalised and clearance has been received from HMRC.

## **7 MEMBERS’ AND CREDITORS’ RIGHTS TO REQUEST FURTHER INFORMATION**

A secured creditor, an unsecured creditor (with the concurrence of at least 5% in value of the unsecured creditors) or a shareholder (having at least 5% of the total voting rights of all members having the right to vote at a general meeting) may request in writing within 21 days of the receipt of this report that the Joint Liquidators provide further information about their remuneration or expenses which have been itemised in this progress report.

Members of the Company with at least 10% of the total voting rights of all members having the right to vote at general meetings of the Company, or any member with permission of the Court, may within 8 weeks of receipt of this progress report make an application to court on the grounds that the basis fixed for the Liquidator’s remuneration, the remuneration charged or the expenses incurred by the Liquidator as set out in this progress report are excessive.

## **8 NEXT REPORT**

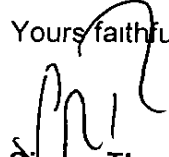
I am required to provide a further report on the progress of the liquidation within two months of the end of the second anniversary of the liquidation, unless I have

**GREEN LINE MUSIC LIMITED – IN LIQUIDATION (“the Company”)**

concluded matters prior to this, in which case I will write to all members with my final progress report ahead of convening the final meeting of members

Should you have any queries regarding this report, please do not hesitate to contact Bradley Clifford, of this office

Yours faithfully



**Simon Thomas**  
**Joint Liquidator**

DDI 0207 186 1158  
Fax 0207 186 1177  
Email [bclifford@moorfieldscr.com](mailto:bclifford@moorfieldscr.com)



**Green Line Music Limited – In Liquidation**

**Statutory Information**

**Company Information**

Date of Incorporation	6 October 2011
Company Number	07799549
Registered Office	C/o Moorfields Corporate Recovery Limited, 88 Wood Street, London, EC2V 7QF
Previous Registered Office	C/O Lindford & Co, 32 Dukes Street, St James, London, SW1Y 6DF
Trading Address	N/A

**Appointment Details**

Joint Liquidators	Simon Robert Thomas (IP No 8921) and Nicholas O'Reilly (IP No 8309)  Former Joint Liquidator, Shelley Bullman of Moorfields Corporate Recovery Limited, was replaced by Nicholas O'Reilly as Joint Liquidator by Order of the Court dated 20 November 2013
Joint Liquidators' address	Moorfields Corporate Recovery Limited, 88 Wood Street, London EC2V 7QF
Date of appointment	15 August 2013
Appointed by	Members

**Green Line Music Limited - In Liquidation**  
**Joint Liquidators' Receipts and Payments Account**  
**For the period 21 August 2013 to 20 August 2014**

<u>Declaration of Solvency</u>	<u>Notes</u>	<u>Period</u> <u>21/08/2013</u> <u>To 20/08/2014</u>	<u>Cumulative</u> <u>From 21/08/2013</u> <u>To 20/08/2014</u>
£		£	£
<b>RECEIPTS</b>			
64,383 00	Cash at Bank	59,648 57	59,648 57
0 00	Bank Interest	94 86	94 86
<u>64,383 00</u>		<u>59,743 43</u>	<u>59,743 43</u>
<b>PAYMENTS</b>			
	Joint Liquidator's Remuneration	(2,500 00)	(2,500 00)
	Joint Liquidator's Disbursements	(370 27)	(370 27)
		<u>(2,870 27)</u>	<u>(2,870 27)</u>
	<b>Net Receipts/(Payments)</b>	<u><u>56,873.16</u></u>	<u><u>56,873 16</u></u>
<b>MADE UP AS FOLLOWS</b>			
	Joint Liquidators' Bank Account	56,299 11	56,299 11
	VAT Receivable	574 05	574 05
		<u>56,873 16</u>	<u>56,873 16</u>



## Appendix IV

### Moorfields Corporate Recovery Limited remuneration and disbursement policy

#### Policy on charging time and expenses in Members' Voluntary Liquidations

##### 1.1 Time recording

In accordance with best practice we provide below details of policies of Moorfields Corporate Recovery Limited, in respect of fees and disbursements for work in relation to solvent estates

The Partners will engage managers and other staff to work on the solvent estate. The work required is delegated to the most appropriate level of staff taking account of the nature of the work and the individual's experience. Additional assistance is provided by accounting and treasury executives dealing with the Company's bank accounts and statutory compliance diaries. Work carried out by all staff is subject to the overall supervision of the Partners.

All time spent by staff working directly on case-related matters is charged to a time code established for the case. Each member of staff has a specific hourly rate, which is subject to change over time. The current hourly rate for each category of staff is shown below.

GRADE	£
Partner	485
Director	400
Manager	325
Assistant manager	270
Senior Administrator	200 – 240
Administrator	125 – 200
Cashier/Support	160

Where remuneration has been approved on a time cost basis the time invoiced will be provided to the shareholders. The report will provide a breakdown of the remuneration drawn and will enable the recipients to see the average rates of such costs. The current hourly rates may be higher than the average rates, if hourly rates have increased over the period covered by the fee request.

The current charge out rates per hour of staff within the firm who may be involved in working on the liquidation is given above. This in no way implies that staff at all such grades will work on the case.

The rates charged by Moorfields Corporate Recovery Limited, are reviewed periodically in January & July each year and are adjusted to take account of inflation and the firm's overheads.

Time spent on casework is recorded directly to the relevant case using a computerised time recording system and the nature of the work undertaken is recorded at that time. Units of time can be as small as 6 minutes.

Where an officeholder's remuneration is approved on a time cost basis the time invoiced to the case will be subject to VAT at the prevailing rate.

Approved remuneration will be drawn at such times that sufficient funds are available or as otherwise agreed

## **1 2 Disbursement recovery**

In accordance with Statement of Insolvency Practice No 9, where expenses are incurred in respect of the estate they will be recharged. Such expenses can be divided into two categories

### **Category 1 Disbursements**

Separate charges are made in respect of directly attributable expenses (Category 1 disbursements) such as travelling, postage, photocopying if external provider, statutory advertising and other expenses made on behalf of the assignment

Such disbursements can be paid from the Company's assets without approval from the shareholders. In line with Statement of Insolvency Practice No 9, it is our policy to disclose Category 1 disbursements drawn but not to seek approval for their payment. We are prepared to provide such additional information as may reasonably be required to support the disbursements drawn

### **Category 2 Disbursements**

Category 2 disbursements do require approval from the shareholders. These disbursements can include costs incurred by Moorfields Corporate Recovery Limited for the provision of services which include an element of recharged overhead, for example, room hire or document storage. Statement of Insolvency Practice No 9 provides that such disbursements are subject to approval as if they were remuneration. It is our policy, in line with the Statement, to seek approval for Category 2 disbursements before they are drawn

The following Category 2 disbursements are currently charged by this firm

- Stationery and postage charge for sending out circulars – 5 pence per sheet plus postage at cost
- A set-up charge of £50 per case for online creditor reporting where applicable
- Mileage allowances are paid at HM Revenue & Customs approved rates. For personnel using their own vehicles, these are currently 45 pence per mile for the first 10,000 miles and 25 pence per mile thereafter

It should be noted that disbursements costs might increase from time to time, however, increases would only be in line with inflation or increases from our supplier