

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

09169440

Name of Company

23 Twenty Three Limited

++We

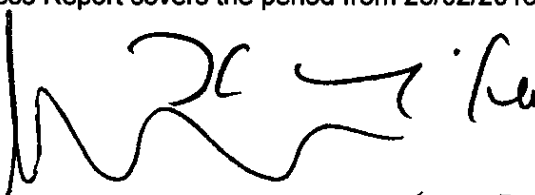
Jonathan E Avery-Gee, 17 St Ann's Square, Manchester, M2 7PW

Stephen L Conn, 17 St Ann's Square, Manchester, M2 7PW

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 25/02/2016 to 24/02/2017

Signed



Date

21-4-17

CG&Co
17 St Ann's Square
Manchester
M2 7PW

Ref: T0012/JAG/SLC/EAG/DR/EV/ALW/JC

WEDNESDAY



A656QT01

A14

26/04/2017

#427

COMPANIES HOUSE

Joint Liquidators' Annual Progress Report to Creditors & Members

**23 Twenty Three Limited
- In Liquidation**

24 February 2017

23 TWENTY THREE LIMITED - IN LIQUIDATION

CONTENTS

- 1** Introduction and Statutory Information
- 2** Progress of the Liquidation
- 3** Creditors
- 4** Joint Liquidators' Remuneration
- 5** Creditors' Rights
- 6** Next Report

APPENDICES

- A** Receipts and Payments Account for the Period from 25 February 2016 to 24 February 2017
- B** Fees Estimate/information as at 25 February 2016
- C** Time Analysis for the Period from the 25 February 2016 to 24 February 2017
- D** Additional information in relation to Joint Liquidators' Fees, Expenses & Disbursements

23 TWENTY THREE LIMITED - IN LIQUIDATION

1 Introduction and Statutory Information

- 1.1 I, Stephen L Conn, together with my partner Jonathan E Avery-Gee, of CG&Co, 17 St Ann's Square, Manchester, M2 7PW, was appointed as Joint Liquidator of 23 Twenty Three Limited (the **Company**) on 25 February 2016. This progress report covers the period from 25 February 2016 to 24 February 2017 (**the Period**) and should be read in conjunction with any previous progress reports which have been issued.
- 1.2 The principal trading address of the Company was 8 Norbury Court, Openshaw, Manchester, M11 2MB.
- 1.3 The registered office of the Company has been changed to c/o CG&Co, 17 St Ann's Square, Manchester, M2 7PW and its registered number is 09169440.

2 Progress of the Liquidation

- 2.1 This section of the report provides creditors with an update on the progress made in the liquidation during the Period.
- 2.2 At Appendix A is our Receipts and Payments Account for the Period.

Administration (including statutory compliance & reporting)

- 2.3 An office holder must comply with certain statutory obligations under the Insolvency Act 1986 and other related legislation. Details about the work we anticipated would need to be done in this area was outlined to creditors in our initial fees estimate/information.
- 2.4 Where the costs of statutory compliance work or reporting to creditors exceeds 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.
- 2.5 As noted in our initial fees estimate/information, this work will not necessarily bring any financial benefit to creditors, but is required on every case by statute.

Realisation of Assets

Stock

- 2.6 The Liquidators instructed Robson Kay Associates Limited to value the Company's stock. The Director, S Shashua, offered £10,000 plus VAT for these assets via his new company, STS Holdings Limited, and David Kay from Robson Kay Associates Limited recommended acceptance of the offer. The Liquidators have received the funds from the agents.

Cash at Bank

- 2.7 The Liquidators have been advised by the Company's bankers, Santander Corporate Banking, that the balance of £75 disclosed in the Directors' Estimated Statement of Affairs has been utilised against outstanding bank charges. The Liquidators have received gross bank interest of £0.31 in respect of funds held in the Liquidators' bank account during this period.

Book Debts

- 2.8 The Liquidators have realised £360 from a book debt, which had not been previously disclosed by the Directors. The debt was over 12 months old and had been written off in the Company's records.

23 TWENTY THREE LIMITED - IN LIQUIDATION

- 2.9 It is considered that the work the Liquidators and their staff have undertaken to date will not bring any financial benefit to creditors.

Creditors (claims and distributions)

- 2.10 Further information on the anticipated outcome for creditors in this case can be found at section 3 of this report. The Liquidators are not only required to deal with correspondence and claims from unsecured creditors (which may include retention of title claims), 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.
- 2.11 Claims from preferential creditors typically involve employee claims and payments made on behalf of the Company by the Redundancy Payments Service following dismissal.
- 2.12 The above work will not necessarily bring any financial benefit to creditors generally, however the 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.
- 2.13 We consider the following matters worth noting in our report to creditors at this stage:
- There are approximately 17 unsecured creditor claims in this case with a value per the directors' statement of affairs of £143,900
 - There are no secured creditors
 - There are no preferential creditors

Investigations

- 2.14 Some of the work the 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 these investigations reveal potential asset recoveries that the Liquidators can pursue for the benefit of creditors.
- 2.15 We can confirm that we have submitted a report on the conduct of the Directors of the Company to the Department for Business, Energy & Industrial Strategy under the CDDA 1986. As this is a confidential report, we are unable to disclose the contents.
- 2.16 Shortly after appointment, we 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 as a response to our request to complete an investigation questionnaire. Our investigations have not revealed any issues requiring further report or any further potential recoveries which could be pursued for the benefit of creditors.

Connected Party Transactions

- 2.17 In accordance with Statement of Insolvency Practice 13, we would advise you that the following assets were sold to the sole director of the Company during the period covered by this report:

23 TWENTY THREE LIMITED - IN LIQUIDATION

Date of transaction	Assets involved & nature of transaction	Consideration paid & date	Sold to	Relationship
25.2.16	Stock	£10,000 paid on 25 February 2016	STS Holdings Limited	Common Director

3 Creditors

Secured Creditors

- 3.1 There are no secured creditors.

Preferential Creditors

- 3.2 There are no preferential creditors.

Unsecured Creditors

- 3.3 I have received claims totalling £284,126.80 from 9 creditors. I have yet to receive claims from 6 creditors whose debts total £71,900 as per the Company's statement of affairs.
- 3.4 I would confirm that it is anticipated there will be insufficient funds realised after defraying the expenses of the liquidation to pay a dividend to unsecured creditors.

4 Joint Liquidators' Remuneration

- 4.1 Creditors approved that the basis of the Liquidators' remuneration be fixed by reference to the time properly spent by them and their staff in managing the Liquidation. Our fees estimate/information was originally provided to creditors when the basis of our remuneration was approved and was based on information available to us at that time.
- 4.2 A copy of that estimate is attached at Appendix B.
- 4.3 Our time costs for the Period are £7,631.00. This represents 27.10 hours at an average rate of £281.59 per hour. Attached as Appendix C is a Time Analysis which provides details of the activity costs incurred by staff grade during the Period in respect of the costs fixed by reference to time properly spent by us in managing the liquidation. Fees totalling £5,000 plus VAT have been drawn on account, to date. Although the time costs have exceeded the Fees Estimate, the Liquidators have decided not to seek approval for any increase, at present.
- 4.4 A copy of 'A Creditors' Guide to Liquidators' Fees' is available on request or can be downloaded from <https://www.r3.org.uk/what-we-do/publications/professional/fees>.
- 4.5 Attached as Appendix D is additional information in relation to the Liquidators' fees, expenses and disbursements, including where relevant, information on the use of subcontractors and professional advisers.

5 Creditors' Rights

- 5.1 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 Liquidators provide further information about their remuneration or expenses which have been itemised in this progress report.

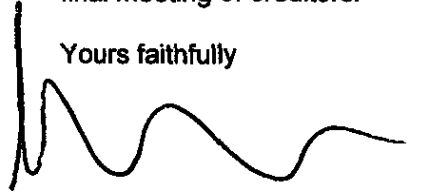
23 TWENTY THREE LIMITED - IN LIQUIDATION

- 5.2 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 Liquidators' remuneration is inappropriate and/or the remuneration charged or the expenses incurred by the Liquidators, as set out in this progress report, are excessive.

6 Next Report

- 6.1 We are required to provide a further report on the progress of the liquidation within two months of the next anniversary of the liquidation, unless we have concluded matters prior to this, in which case we will write to all creditors with our final progress report ahead of convening the final meeting of creditors.

Yours faithfully



Stephen Conn
Joint Liquidator

23 TWENTY THREE LIMITED - IN LIQUIDATION

**Receipts and Payments Account for the Period from 25 February 2016 to 24
February 2017**

Appendix A

**23 Twenty Three Limited
(In Liquidation)**

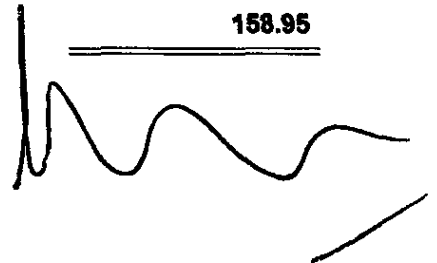
**Income and Expenditure Account
25 February 2015 to 24 February 2017**

INCOME	Total (£)
Stock	10,000.00
Book Debts	360.00
Bank Interest Gross	0.31
	<hr/>
	10,360.31

EXPENDITURE	
Specific Bond	56.00
Preparation of S. of A.	5,000.00
Office Holders Fees	5,000.00
Statutory Advertising	145.36
	<hr/>
	10,201.36
	<hr/>
Balance	158.95

MADE UP AS FOLLOWS

Vat Receivable	2,028.08
Bank 1 Current	215.13
Office	(84.26)
Vat Payable	(2,000.00)
	<hr/>
	158.95



23 TWENTY THREE LIMITED - IN LIQUIDATION

Fees Estimate/information as at 25 February 2016

Appendix B

1001

• **23 TWENTY THREE LIMITED - IN LIQUIDATION**

• **Time Analysis for the Period from 25 February 2016 to 24 February 2017**
Appendix C

Time Entry - Detailed SIP9 Time & Cost Summary

T0012 - 23 Twenty Three Limited
From: 25/02/2016 To: 24/02/2017
Project Code: POST

Classification of Work Function	Partner	Manager	Other Senior Professionals	Assistants & Support Staff	Assistant Manager	Total Hours	Time Cost (£)	Average Hourly Rate (£)
504 : Statutory Reporting to Creditors	5.60	0.00	0.00	2.40	2.40	10.40	2,672.00	276.15
Creditors	5.60	0.00	0.00	2.40	2.40	10.40	2,672.00	276.15
201 : CDDA Reports	1.60	0.00	0.00	0.00	3.70	5.30	1,187.00	223.96
Investigations	1.60	0.00	0.00	0.00	3.70	5.30	1,187.00	223.96
305 : Stock	7.60	0.00	0.00	0.00	3.80	11.40	3,572.00	313.33
Realisation of Assets	7.60	0.00	0.00	0.00	3.80	11.40	3,572.00	313.33
Total Hours	14.80	0.00	0.00	2.40	9.90	27.10	7,631.00	281.59
Total Fees Claimed							0.00	

Appendix D

Additional Information in Relation to the Joint Liquidators' Fees, Expenses & Disbursements

7 Staff Allocation and the Use of Sub-Contractors

- 7.1 The general approach to resourcing our assignments is to allocate staff with the skills and experience to meet the specific requirements of the case.
- 7.2 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.
- 7.3 We are not proposing to utilise the services of any sub-contractors in this case.

8 Professional Advisors

- 8.1 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
Robson Kay Associates Ltd (valuation and disposal advice)	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.

9 Joint Liquidators' Expenses & Disbursements

- 9.1 The estimate of expenses (including disbursements) which were anticipated at the outset of the liquidation was provided to creditors when the basis of our fees were approved, a copy of which is set out below:

Expense	Estimated cost £
Specific penalty bond	56.00
Statutory Advertising	145.36
Category 2 disbursements charged by the firm:	
None	Nil

Current position of Joint Liquidators' expenses

- 9.2 An analysis of the expenses paid to the date of this report, together with those incurred but not paid at the date of this report is provided below:

	Paid in the period covered by this report £	Incurred but not paid to date £	Total anticipated cost £
Statutory advertising	145.36	Nil	218.36
Specific penalty bond	56.00	Nil	56.00
Category 2 disbursements			
None	Nil	Nil	Nil

- 9.3 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. These disbursements are included in the tables of expenses above.
- 9.4 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 charged by this firm (where appropriate) were provided at the time the Liquidators' fees were approved by creditors. Any Category 2 disbursements incurred are specifically highlighted in the tables of expenses above.

10 Charge-Out Rates

- 10.1 CG&Co's current charge-out rates effective from 1 January 2016 are detailed below. Please note this firm records its time in minimum units of 6 minutes.

	(Per hour) £
Partner	395
Manager	295
Assistant Manager	150
Administrator	125