

LIQ03

Notice of progress report in voluntary winding up



Companies House

For further information, please
refer to our guidance at
www.gov.uk/companieshouse

1 Company details

Company number 1 2 0 9 7 2 4 0

Company name in full Hunwines Ltd

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

2 Liquidator's name

Full forename(s) Alex

Surname Cadwallader

3 Liquidator's address

Building name/number Leonard Curtis

Street 5th Floor

Grove House

Post town 248a Marylebone Road

County/Region London

Postcode N W 1 6 B B

Country

4 Liquidator's name ①

Full forename(s) Neil

Surname Bennett

① Other liquidator
Use this section to tell us about
another liquidator.

5 Liquidator's address ②

Building name/number Leonard Curtis

Street 5th Floor

Grove House

Post town 248a Marylebone Road

County/Region London

Postcode N W 1 6 B B

Country

② Other liquidator
Use this section to tell us about
another liquidator.

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6 Period of progress report

From date	1	8	1	1	2	0	2	1
To date	1	7	1	1	2	0	2	2

7 Progress report

☒ The progress report is attached

8 Sign and date

Liquidator's signature

Signature

X



X

Signature date

1	3	0	1	2	0	2	3
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LIQ03

Notice of progress report in voluntary winding up

**Presenter information**

You do not have to give any contact information, but if you do it will help Companies House if there is a query on the form. The contact information you give will be visible to searchers of the public record.

Contact name **Ioannis Katsaros**

Company name **Leonard Curtis**

Address **5th Floor**

Grove House**248a Marylebone Road**

Post town **London**

County/Region

Postcode **N W 1 6 B B**

Country

DX

Telephone **020 7535 7000**

**Checklist**

We may return forms completed incorrectly or with information missing.

Please make sure you have remembered the following:

- ☐ The company name and number match the information held on the public Register.
- ☐ You have attached the required documents.
- ☐ You have signed the form.

**Important information**

All information on this form will appear on the public record.

**Where to send**

You may return this form to any Companies House address, however for expediency we advise you to return it to the address below:

The Registrar of Companies, Companies House,
Crown Way, Cardiff, Wales, CF14 3UZ.
DX 33050 Cardiff.

**Further information**

For further information please see the guidance notes on the website at www.gov.uk/companieshouse or email enquiries@companieshouse.gov.uk

This form is available in an alternative format. Please visit the forms page on the website at www.gov.uk/companieshouse



LEONARD CURTIS
BUSINESS RESCUE & RECOVERY

Hunwines Ltd
(In Creditors' Voluntary Liquidation)

Company Number: 12097240

Former Registered Office: 42 Buckingham Road, London E11 2EB

Trading Address: 62 Buckingham Road, Wanstead, London E11 2EB

Joint Liquidators' First Progress Report
pursuant to Section 104A(1) of the Insolvency Act 1986 (as amended)
and Rule 18.3 of the Insolvency (England and Wales) Rules 2016

Report period:
18 November 2021 to 17 November 2022

13 January 2023

Alex Cadwallader and Neil Bennett - Joint Liquidators
Leonard Curtis
5th Floor, Grove House, 248a Marylebone Road
London NW1 6BB
Tel: 020 7535 7000 Fax: 020 7723 6059

recovery@leonardcurtis.co.uk

Ref: L/30/IK/HUN02/1010

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TO ALL MEMBERS, CREDITORS AND THE REGISTRAR OF COMPANIES

1 INTRODUCTION

- 1.1 Alex Cadwallader and Neil Bennett were appointed Joint Liquidators of Hunwines Ltd ("the Company") on 18 November 2021.
- 1.2 Alex Cadwallader is authorised to act as an insolvency practitioner in the UK by the Institute of Chartered Accountants in England and Wales and Neil Bennett is authorised to act as an insolvency practitioner in the UK by the Insolvency Practitioners Association.
- 1.3 There has been no change in office holder since the date of liquidation.
- 1.4 This report provides an update on the conduct of the liquidation for the period from 18 November 2021 to 17 November 2022, as required by Section 104A(1) of the Insolvency Act 1986 (as amended) ("the Act") and Rule 18.3 of the Insolvency (England and Wales) Rules 2016 ("the Rules"). It contains details of the progress made, the expected outcome for creditors and other information that the Joint Liquidators are required to disclose.

2 CONDUCT OF THE LIQUIDATION

- 2.1 The Company's registered office was changed to Leonard Curtis, 5th Floor, Grove House, 248a Marylebone Road, London NW1 6BB on 29 November 2021.

2.2 Assets Realised

Deposit Account

As previously reported to creditors, the Company held a deposit of £10,000 in a segregated National Westminster Bank Plc ("NatWest") account in respect of which NatWest held a fixed charge. The Joint Liquidators have been advised that all amounts owing to NatWest have been settled in full and, as such, the total amount of £10,000, held in the deposit account, has been realised.

Balance at Bank

In accordance with the director's statement of affairs ("SOA"), the Company held a balance at bank of £332,663 which was anticipated to be realised in full. £336,907 has been realised in respect of balance at bank.

Debtors

The book value of the Company's book debts detailed in the SOA was £41,338 of which £33,071 is estimated to be realisable. The Joint Liquidators instructed Husband Collection Services Ltd ("HCS") to assist in collecting these debts and their fees in this regard are 25% of all collections made which we believe is fair and reasonable in light of the services provided.

£28,447 has been realised during the reporting period in respect of debtors.

Tangible Assets

The book value of £382 in the SOA was extracted from the latest financial information provided by the directors and the estimated to realise value for the purposes of the SOA is nil which was based on a valuation by Axia Valuation Services ("Axia"). No realisations have been made in this regard.

Stock

The book value of £309,659 detailed in the SOA was extracted from the latest financial information provided by the directors and the estimated to realise value for the purposes of the statement of affairs is nil which was based on a valuation provided by Axia. Axia advised that Origin Wine Limited ("Origin"), who are also the Company's main suppliers, retain title over the stock until it is paid for. As they are the largest creditor of the Company, no realisations will be made in this regard. However, it should be noted that under the terms of the sale Origin reduced their claim in the liquidation as a result of the stock retained by them.

Business Intellectual Property

Axia were instructed to value the Company's assets, which included business intellectual property ("BIP"). The SOA showed a book value of £5,560 which was extracted from the latest financial information provided by the directors and the estimated to realise value for the purposes of the SOA was uncertain.

Axia's valuation report detailed that the BIP was estimated to make nil realisations on an Ex-Situ basis and was estimated to realise between £25,000 - £65,000 on an In-Situ basis.

The marketing of the Company's business and assets was firstly undertaken by way of an Accelerated Mergers and Acquisition process ("AMA") prior to the liquidation process commencing. This was to establish whether there was any reasonable prospect of selling the Company on a solvent basis whilst also marketing the business and assets for sale if this was not possible. Once it was established that there was no prospect of selling the Company as a going concern via a solvent sale, Axia were instructed to undertake further marketing of the business and assets and liaise with the existing interested parties. Over 1,000 parties were directly approached as part of the AMA process. To ensure the business was marketed as widely as possible, as part of the further marketing undertaken the opportunity was advertised by Axia on the IP-Bid.com and dealopportunities.co.uk platforms, potential purchasers within the industry sector were targeted and the opportunity broadcast to trade contacts. Between the commencement of the AMA process and the ultimate sale of the BIP, the business and assets of the Company had been marketed for a period of 7 weeks which, given the insolvent position of the Company, was considered sufficient time to ensure the business and assets had been appropriately marketed and all interested parties sufficient time to submit their offers.

Expressions of interest were received from 38 parties, of which 14 signed non-disclosure agreements. An offer was subsequently received by Origin Wine Limited ("Origin"), a connected company by way of being a shareholder and the largest creditor of the Company. No further offers were received.

Prior to the offer received, Origin had sought to enforce a lien over the Company's stock under the term of supply between the Company and Origin.

As consideration, Origin offered to reduce their claim in the liquidation by the sum £65,000. Additionally, the offer also included an agreement that sales of the stock up to a maximum value of £12,000 (inclusive of VAT), post enforcement of the lien, could be retained for the benefit of the Company and that Origin would reduce their claim against the Company by the cost of the stock held by the Company.

Of the £65,000 reduction in Origin's claim, £64,999 was apportioned to BIP and £1 apportioned to Customer data.

Axia recommended the acceptance of this offer as no other offers were received and there were no requests for extensions to the sale deadlines. Axia also advised that it was apparent that the Company could not continue to trade due to the lack of funding and the business's current loss-making performance. As such, the Joint Liquidators concluded the sale to Origin on 30 November 2021 as this sale was ultimately in the best interests of creditors given that there was a reasonable prospect of a dividend to unsecured creditors.

As a result of the terms of the sale, Origin's claim received in the liquidation was to be reduced from £735,090.35 to £251,056.35 improving the outcome available to the unsecured creditors.

However, following the sale, Origin advised that some of the stock included in this sell was unsellable and/or passed its use by date at the point of liquidation and requested to increase in their unsecured claim to £282,926.53. It was subsequently agreed that their unsecured claim be agreed at £270,000.

Deposit Interest Gross

£51 has been received in respect of Deposit Interest Gross.

Assets Still to be Realised

- 2.3 Further to the above, it is anticipated that further realisations will be made in respect of the Company's debtors.

3 RECEIPTS AND PAYMENTS ACCOUNT

- 3.1 A summary of the Joint Liquidators' receipts and payments for the period from 18 November 2021 to 17 November 2022 is attached at Appendix A.
- 3.2 All figures are stated net of VAT.

4 OUTCOME FOR CREDITORS

Secured Creditors

- 4.1 As mentioned above, the secured creditor of the Company, NatWest, held a fixed charge security over the Company's deposit account. We have been advised by NatWest that their total claim against the Company was £45,070 at the date of liquidation, which relates to a bounce back loan obtained by the Company. NatWest have applied offset and deducted this amount from the Company's bank account held with NatWest. As such, NatWest have been repaid in full.

Preferential Creditors

- 4.2 As at the date of Liquidation, no preferential claims were anticipated.
- 4.3 No claims have been received.

Secondary Preferential Creditors

- 4.4 With respect to insolvencies commencing on or after 1 December 2020, HMRC rank ahead of floating charge holders and unsecured creditors in respect of certain unpaid taxes that the relevant company collects on behalf of HMRC. These taxes are known as Priority Taxes and include:
- VAT;
 - PAYE (including student loan repayments);
 - Construction Industry Scheme deductions; and
 - Employees' NI contributions.
- 4.5 As at the date of liquidation, HMRC had a secondary preferential claim, estimated at £20,447 in respect of VAT.
- 4.6 A claim totalling £1,879 has been received. A first and final secondary preferential dividend of 100 pence in the pound was paid on 20 June 2022.

Prescribed Part

- 4.7 As there are no holders of a floating charge security, there is no need for a prescribed part in this instance.

Ordinary Unsecured Creditors

- 4.8 As at the date of liquidation, there were 7 ordinary unsecured creditors, with estimated claims totalling £965,375.

5 INVESTIGATIONS

- 5.1 Following their appointment, the Joint Liquidators considered the information acquired in the course of appraising and realising the business and assets of the Company, together with information provided by the Company's directors and its creditors, to identify any further possible realisations for the estate and what further investigations, if any, might be appropriate.
- 5.2 That assessment did not identify any possible further realisations. In addition, the Joint Liquidators concluded that no further investigations were required. If, however, any creditor is aware of any particular matters which they consider require investigation, they should send full details to this office.
- 5.3 Notwithstanding the above, the Joint Liquidators have complied with their statutory obligations under the Company Directors Disqualification Act 1986 and the appropriate report has been submitted to the relevant authority.

6 JOINT LIQUIDATORS' REMUNERATION, EXPENSES AND DISBURSEMENTS, AND CREDITORS' RIGHTS

Remuneration

- 6.1 A fee of £12,500 in respect of the preparation of the statement of affairs was paid by the Company prior to the appointment of the Joint Liquidators.
- 6.2 On 8 March 2022, creditors resolved by way of business by correspondence, that the Joint Liquidators' remuneration be payable by reference to time properly given by them and their staff in attending to matters arising in the liquidation as set out in the fees estimate dated 17 February 2022 (for an amount totalling £48,010) to be capped at £27,466.50 ("the Initial Fees Estimate"). The Joint Liquidators subsequently resolved by way of business by correspondence that their fees be increased in accordance with their revised fees estimate dated 29 September 2022 (for an amount totalling £54,074) ("the Revised Fees Estimate"). The Revised Fees Estimate was approved by creditors on 18 October 2022.
- 6.3 The Joint Liquidators' time costs from 18 November 2021 to 17 November 2022 are £51,919, which represents 151.7 hours at an average hourly rate of £342.25. Attached at Appendix B is a time analysis which provides details of the activity costs incurred by staff grade during the period from 18 November 2021 to 17 November 2022, together with a detailed description of work undertaken attributable to each category of time costs and an explanation of why it was necessary for that work to be performed.
- 6.4 At Appendix C is a comparison of categorised time costs incurred and the estimated time costs as per the Revised Fees Estimate. You will note that the categories of time costs incurred do not generally exceed those as set out in the Revised Fees Estimate.
- 6.5 Fees totalling £49,340.50 have been drawn.

Expenses

6.6 A comparison of the Joint Liquidators' expenses from 18 November 2021 to 17 November 2022 and the Joint Liquidators' statement of likely expenses is attached at Appendix D. To assist creditors' understanding of this information, it has been separated into the following two categories:

- *Standard Expenses*: this category includes expenses payable by virtue of the nature of the liquidation process and / or payable in order to comply with legal or regulatory requirements.
- *Case Specific Expenses*: this category includes expenses likely to be payable by the Joint Liquidators in carrying out their duties in dealing with issues arising in this particular liquidation. Included within this category are costs that are directly referable to the liquidation but are not paid to an independent third party (and which may include an element of allocated costs). These are known as 'category 2 expenses' and they may not be drawn without creditor approval.

With effect from 1 April 2021, the Joint Liquidators are also required to disclose to those responsible for approving our remuneration whether any payments we intend to make from an insolvency estate are to associates of Leonard Curtis. Payments to associates are subject to the same level of approval as the office holder's fees and category 2 expenses. Further details are included at Appendix D and E.

6.7 On 8 March 2022, creditors resolved that the Joint Liquidators be authorised to discharge category 2 expenses and payments to associates.

6.8 You will note that, in general, the nature and value of expenses incurred to date fall within those anticipated within the original statement of expenses. However, expenses have been significantly exceeded in respect of debt collection fees as it was originally anticipated that the collection of the Company's book debts would be dealt with internally by the Joint Liquidators and no costs were originally anticipated to be incurred in this regard. However, due to a number of debts being in dispute, it was deemed necessary to instruct debt collectors to assist with recoveries in this regard. Further details of this instruction are provided in section 6.9 below.

In addition, expenses have been exceeded in respect of legal fees as the Joint Liquidators required legal advice regarding the position of creditor claims which are currently in dispute, as mentioned in section 4.9 above, which was not originally envisaged from the outset of the liquidation.

Furthermore, expenses have been exceeded in respect of storage costs as there were a number of outstanding invoices which required settling to facilitate the delivery and sale of the Company's stock to Origin. The quantum of these invoices were significantly greater than originally anticipated.

6.9 Attached at Appendix E is additional information in relation to the firm's policy on staffing, the use of subcontractors, disbursements and details of current charge-out rates by staff grade. Please be aware that the firm's charge out rates have been amended with effect from 1 March 2021.

6.10 Since our last report, the following professional advisors ("PA") and / or subcontractors ("S") have been instructed:

Name of Professional Advisor	PA / S	Service Provided	Basis of Fees
Husband Collection Services	S	Collection of debtor monies	25% of realisations plus disbursements

It was necessary to instruct Husband Collection Services ("HCS") to assist the Joint Liquidators in maximising debtor recoveries due to their expertise and experience in insolvency scenarios. In addition, as a number of the debts were in dispute, it was determined that specialists would be required to assist in collecting these amounts.

The basis of HCS's fees is 25% of realisations plus disbursements which we believe fair and reasonable in light of the services provided above as this will ultimately provide a better outcome for the general body of creditors as a whole and will ensure that the fees incurred in pursuing these balances will remain in line with the overall level of recoveries achieved.

Creditors' Rights

- 6.11 Under Rule 18.9 of the Rules, within 21 days of receipt of this report, a secured creditor, or an unsecured creditor with either the concurrence of at least five per cent in value of the unsecured creditors (including the creditor in question), or with the permission of the court, may request in writing that the Joint Liquidators provide further information about their remuneration or expenses, which have been itemised in this report.
- 6.12 Under Rule 18.34 of the Rules, any secured creditor, or any unsecured creditor with either the concurrence of at least 10 per cent in value of the unsecured creditors (including that creditor) or the permission of the court, may within eight weeks of receipt of the progress report that first reports the fee basis, the charging of the remuneration or the incurring of the expenses in question, make an application to court on the grounds that, in all the circumstances, the basis fixed for the Joint Liquidators' remuneration is inappropriate and/or the remuneration charged or the expenses incurred by the Joint Liquidators, as set out in the progress report, are excessive.
- 6.13 Unless the court orders otherwise, the costs of the application shall be paid by the applicant and are not payable as an expense of the Liquidation.

7 MATTERS STILL TO BE DEALT WITH

Matters still to be dealt with before conclusion of the liquidation include the following:

- The realisation of the remaining assets, as detailed in section 2;
- The formal agreement of certain creditor claims, as detailed in section 4.9;
- A final distribution to the unsecured creditors; and
- The unpaid remuneration and expenses will need to be paid.

8 OTHER MATTERS

- 8.1 For your information, Liquidation: A Guide for Creditors on Insolvency Practitioner Fees, version 1 April 2021, which sets out the rights of creditors and other interested parties under the insolvency legislation, may be accessed via the following link:

<https://www.r3.org.uk/technical-library/england-wales/technical-guidance/fees/>

- 8.2 If you would prefer this to be sent to you in hard copy form, please contact Ioannis Katsaros of this office on 020 7535 7000.

- 8.3 Creditors are also encouraged to visit the following website, which provides a step by step guide designed to help creditors navigate through an insolvency process:

<http://www.creditorinsolvencyguide.co.uk>

- 8.4 The Joint Liquidators are bound by the Insolvency Code of Ethics, which can be found at:

<https://www.gov.uk/government/publications/insolvency-practitioner-code-of-ethics>

Data Protection

- 8.5 When submitting details of your claim in the liquidation, you may disclose personal data to the Joint Liquidators. The processing of personal data is regulated in the UK by the General Data Protection Regulation EU 2016/679 as supplemented by the Data Protection Act 2018, together with other laws which relate to privacy and electronic communications. The Joint Liquidators act as Data Controllers in respect of personal data they obtain in relation to this liquidation and are therefore responsible for complying with Data Protection Law in respect of any personal data they process. The Joint Liquidators' privacy notice, which is attached to this report at Appendix G, explains how they process your personal data. Terms used in this clause bear the same meanings as are ascribed to them in Data Protection Law.

Yours faithfully



ALEX CADWALLADER
JOINT LIQUIDATOR

Alex Cadwallader is authorised to act as an insolvency practitioner in the UK by the Institute of Chartered Accountants in England and Wales under office holder number 9501 and Neil Bennett is authorised to act as an insolvency practitioner in the UK by the Insolvency Practitioners Association under office holder number 9083

**SUMMARY OF JOINT LIQUIDATORS' RECEIPTS AND PAYMENTS
FROM 18 NOVEMBER 2021 TO 17 NOVEMBER 2022**

	Estimated to realise £	This period £
RECEIPTS		
Deposit Interest Gross	-	50.89
Deposit Account	10,000	10,000.00
Business Intellectual Property	<i>Uncertain</i>	-
Balance at Bank	332,663	336,906.90
Debtors	33,071	28,447.37
	<u>375,734</u>	<u>375,405.16</u>
PAYMENTS		
Joint Liquidators' Remuneration		(49,340.50)
Agents' Valuation Costs		(9,243.00)
Agents' Commission and Expenses		(340.00)
Solicitors' Fees and Expenses		(7,412.50)
Debt Collection Fees and Expenses		(7,256.52)
Postage Charges		(35.88)
Printing Charges		(87.40)
Statutory Advertising		(382.50)
Bordereau Fee		(400.00)
IT Licence Fee		(87.00)
Other Professional Fees		(2,800.00)
Storage Charges		(11,413.74)
Sundry Expenses/Disbursements		(21.00)
Insurance		(450.28)
Payment to Origin Wines – Retained Stock		(10,943.88)
		<u>(100,214.20)</u>
DISTRIBUTIONS		
First and Final Distribution to Secondary Preferential Creditors		(1,879.12)
First Interim Distribution to Unsecured Creditors		(97,841.38)
		<u>(99,720.50)</u>
BALANCE IN HAND		<u>175,470.46</u>

Note: The balance in hand of £175,470.46 includes a provision for unsettled claims of £44,086.36. As such, the current available balance for distribution is £131,384.10.

SUMMARY OF JOINT LIQUIDATORS' TIME COSTS FROM 18 NOVEMBER 2021 TO 17 NOVEMBER 2022

	Director		Senior Manager		Manager 1		Administrator 1		Administrator 3		Administrator 4		Total		Average Hourly Rate £
	Units	Cost £	Units	Cost £	Units	Cost £	Units	Cost £	Units	Cost £	Units	Cost £	Units	Cost £	
Statutory & Review	31	1,705.00	14	651.00	-	-	1	29.50	55	1,347.50	3	52.50	104	3,785.50	363.99
Receipts & Payments	11	605.00	4	188.00	2	83.00	-	-	28	686.00	3	52.50	48	1,612.50	335.94
Insurance, Bonding and Pensions	-	-	-	-	-	-	-	-	4	96.00	-	-	4	96.00	245.00
Assets	61	3,355.00	256	11,904.00	-	-	-	-	176	4,312.00	-	-	493	19,571.00	396.98
Liabilities	56	3,080.00	146	6,789.00	-	-	-	-	284	6,958.00	2	35.00	488	18,862.00	345.53
Debenture Holder	-	-	-	-	-	-	-	-	10	245.00	-	-	10	245.00	245.00
General Administration	6	330.00	16	744.00	-	-	1	29.50	64	1,568.00	10	175.00	97	2,846.50	293.45
Appointment	4	220.00	-	-	-	-	-	-	50	1,225.00	-	-	54	1,445.00	267.59
Planning & Strategy	-	-	4	188.00	-	-	-	-	-	-	-	-	4	188.00	465.00
Post Appointment Creditor Reporting	-	-	-	-	-	-	-	-	160	3,920.00	-	-	160	3,920.00	245.00
Investigations	-	-	-	-	-	-	-	-	55	1,347.50	-	-	55	1,347.50	245.00

Total	169	9,295.00	440	20,460.00	2	83.00	2	59.00	886	21,707.00	18	315.00	1,517	51,919.00	
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Average Hourly Rate (£)		<u>550.00</u>		<u>465.00</u>		<u>415.00</u>		<u>295.00</u>		<u>245.00</u>		<u>175.00</u>		<u>342.25</u>	
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All Units are 6 minutes

**DETAILED NARRATIVE OF WORK PERFORMED BY THE JOINT LIQUIDATORS AND THEIR STAFF IN THE
PERIOD 18 NOVEMBER 2021 TO 17 NOVEMBER 2022**

Statutory and Review

This category of activity encompasses work undertaken for both statutory and case-management purposes. Whilst this work will not directly result in any monetary value for creditors, it will ensure that the case is managed efficiently and resourced appropriately, which will be of benefit to all creditors. The work to be carried out under this category will comprise the following:

- Case-management reviews. These will be carried out periodically throughout the life of the case. A month one review is undertaken by the firm's compliance team to ensure that all statutory and best practice matters have been dealt with appropriately. As the case progresses, further six monthly reviews are undertaken to ensure that the case is progressing as planned.
- Allocation of staff, management of staff, case resourcing and budgeting.
- Review of time costs data to ensure accurate posting of time and to ensure compliance with Statement of Insolvency Practice 9.
- Review of work carried out by more junior members of staff to ensure quality of work and adherence to standards, legislation and best practice.
- The team is required under the Company Directors Disqualification Act 1986 to review the Company's records and consider information provided by creditors on the conduct of all directors involved with the Company during the three years leading up to the insolvency. This will result in the preparation and submission of statutory returns or reports on all directors to the Insolvency Service. Evidence of unfit conduct can result in directors being disqualified for periods of up to 15 years.
- Review of directors' statement of affairs and filing of document at Companies House in accordance with statutory requirements.
- Completion of closing procedures at the end of the case.

The following tasks have been carried out under this category during the reporting period:

- Case-management reviews.
- Allocation of staff, management of staff, case resourcing and budgeting.
- Review of time costs data to ensure accurate posting of time and to ensure compliance with Statement of Insolvency Practice 9.
- Review of work carried out by more junior members of staff to ensure quality of work and adherence to standards, legislation and best practice.
- The preparation and submission of statutory returns or reports on all directors to the Insolvency Service.
- Review of directors' statement of affairs and filing of document at Companies House in accordance with statutory requirements.

Receipts and Payments

This category of work will not result in a direct financial benefit for creditors; however, close monitoring of case bank accounts is essential to ensure that bank interest is maximised where possible, estate expenses are properly managed and kept to a minimum and amounts payable to creditors are identified and distributed promptly.

- Opening of case bank account.
- Management of case bank account to ensure compliance with relevant risk management procedures.
- Regular review of the accounts by senior member of staff to ensure that fixed and floating charge assets have been properly identified.
- Preparation of periodic receipts and payments accounts for inclusion in statutory reports.
- Timely completion of all post-appointment tax and VAT returns.

Hunwines Ltd – In Creditors' Voluntary Liquidation

- Managing estate expenses.

All of the above tasks have been carried out under this category during the reporting period.

Insurance, Bonding and Pensions

Insolvency Practitioners are obliged to comply with certain statutory requirements when conducting their cases. Some of these requirements are in place to protect Company assets (see insurance and bonding matters below), whilst requirements in respect of Company pension schemes are there to protect the pension funds of Company employees. Whilst there is no direct financial benefit to Company creditors in dealing with these, close control of case expenditure is crucial to delivering maximum returns to the appropriate class of creditor.

- Periodic review of insurance requirements over physical assets, to minimise costs to the estate.
- Calculation and request of Joint Liquidators' bond in accordance with the Insolvency Practitioners Regulations 2005. A bond is a legal requirement on all liquidations and is essentially an insurance policy to protect creditors against the fraud or dishonesty of the Insolvency Practitioner. The bond is calculated by reference to the value of assets which are estimated before costs, to be available to unsecured creditors.
- Periodic review of bonding requirements to ensure that creditors are appropriately protected. The bond is reviewed upon each large receipt of monies into the case and also at three month intervals in accordance with best practice.
- Conducting online checks to identify whether the Company operated a registered pension scheme.
- Review of financial records to identify whether any payments were made by the Company into a pension scheme.

All of the above tasks have been carried out under this category during the reporting period.

Assets

The work set out in this category may bring a financial benefit for creditors. This may be a distribution to secured creditors of the Company only (from which a Prescribed Part fund may be set aside for the benefit of unsecured creditors) or may, depending on realisations, costs and the extent of any 3rd party security, result in a distribution to the preferential and / or unsecured creditors.

- Agreeing strategy for realisation of Company assets – Axia were instructed to value and agree a sale of the Company's stock and time has been spent liaising with Axia in this regard. In addition, PDT Solicitors were instructed to draft the asset purchase agreement and liaise with the purchaser's solicitors.
- HCS were instructed to collect the Company's book debts and time has been spent liaising with HCS in this regard.
- Liaising with Company's bankers re pre-appointment bank accounts.

All of the above tasks have been undertaken under this category during the reporting period.

Liabilities

This category of time includes both statutory and non-statutory matters and will not necessarily bring any financial benefit to creditors generally. The more employees and creditors a company has, the more time and cost is involved in dealing with those claims.

Statutory

- Processing of claims from the Company's creditors – All claims received from the Company's creditors have been logged. During the course of the liquidation, there has been a first and final distribution to the secondary preferential creditor of the company, namely HMRC, and a first interim distribution to the unsecured creditors of the Company. One of the largest creditors' claims has not yet been formally agreed and discussions are currently ongoing in this regard. This creditor's claim has been reserved for accordingly when making the first interim distribution.
- Preparation and submission of periodic progress reports to creditors.

Non statutory

- Dealing with enquiries from the Company's creditors – This will include dealing with creditors general queries by post, telephone and email. Time will also be incurred providing updates to the secured creditors on the progress of the liquidation.

General Administration

This category of work does not result in a direct financial benefit for creditors; however it is necessary for these tasks to be completed in order to ensure the smooth and efficient progression of the liquidation:

- General planning matters.
- Setting up and maintaining the Joint Liquidators' records.
- Arranging collection and storage of Company records.
- Dealing with general correspondence and communicating with directors and shareholders.

All of the above tasks are ongoing.

Appointment

There are certain tasks which the Joint Liquidators have a statutory obligation to undertake during the liquidation process. Other tasks are completed in order to ensure the liquidation is progressed to the benefit of all creditors and stakeholders. Actions completed to date are:

- Statutory notifications to creditors and other interested parties following the Joint Liquidators' appointment.
- Preparation of case plan.

All of the above tasks have been completed and no further time costs are anticipated to be incurred under this category.

Post-Appointment Creditor Reporting

This category of activity encompasses work undertaken for statutory reasons. This work will not directly result in any financial benefit for creditors.

- Preparation of fees estimate and statement of expenses in accordance with Insolvency (Amendment) Rules 2015.
- Convening a decision of the creditors to agree fees estimate with appropriate body of creditors.
- Reporting on outcome of voting.

All of the above tasks have been completed during the reporting period.

Investigations

Some of the work Joint Liquidators are required to undertake is to comply with legislation such as the Company Directors' Disqualification Act 1986 ("CDDA") and Statement of Insolvency Practice 2 – Investigations by Office Holders in Administration and Insolvent Liquidations. It may not necessarily bring any financial benefit to creditors, unless these investigations reveal potential asset recoveries that the Joint Liquidators can pursue for the benefit of creditors.

- Collecting and reviewing the Company's records.
- Conducting initial investigations into the Company's affairs/records to identify the possibility of further realisations and enable the submission of returns due under the Company Directors Disqualification Act 1986.

All of the above tasks have been completed and no further time costs are anticipated to be incurred under this category.

APPENDIX C

SUMMARY OF JOINT LIQUIDATORS' TIME COSTS FOR THE PERIOD FROM 18 NOVEMBER 2021 TO 17 NOVEMBER 2022 INCORPORATING A COMPARISON OF THE JOINT LIQUIDATORS' REVISED FEES ESTIMATE

	REVISED FEES ESTIMATE			INCURRED TO 17 NOVEMBER 2022			VARIANCE
	Total			Total			
	Units	Cost	Average hourly rate	Units	Cost	Average hourly rate	Cost
	No	£	£	No	£	£	£
Statutory and Review	128	4,512.50	352.54	104	3,785.50	363.99	(727.00)
Receipts and Payments	47	1,405.50	299.04	48	1,612.50	335.94	207.00
Insurance, Bonding and Pensions	4	98.00	245.00	4	98.00	245.00	-
Assets	525	20,785.00	395.90	493	19,571.00	396.98	(1,214.00)
Liabilities	475	16,310.00	343.37	488	16,862.00	345.53	552.00
Debenture Holder	10	245.00	245.00	10	245.00	245.00	-
General Administration	113	3,354.50	296.86	97	2,846.50	293.45	(508.00)
Appointment	54	1,445.00	267.59	54	1,445.00	267.59	-
Planning and Strategy	4	186.00	465.00	4	186.00	465.00	-
Post Appointment Creditor Reporting	170	4,385.00	257.94	160	3,920.00	245.00	(465.00)
Investigations	55	1,347.50	245.00	55	1,347.50	245.00	-
	1,585	54,074.00	341.16	1,517	51,919.00	342.25	(2,155.00)

APPENDIX D

**SUMMARY OF JOINT LIQUIDATORS' EXPENSES FROM 18 NOVEMBER 2021 TO 17 NOVEMBER 2022
INCORPORATING A COMPARISON OF THE OF JOINT LIQUIDATORS' STATEMENT OF LIKELY
EXPENSES**

Standard Expenses

Type	Charged by	Description	Estimated Amount £	Total Amount Incurred to Date £	Amount Incurred in This Period £	Amount Paid £	Amount Unpaid £
AML Checks	Business Tax Centre	Electronic client verification	10.00	-	-	-	-
Bond Fee	AUA Insolvency Risk Services	Insurance bond	400.00	400.00	400.00	400.00	-
Document Hosting	Pelstar Limited	Hosting of documents for creditors *	42.00	28.00	28.00	21.00	7.00
Software Licence Fee	Pelstar Limited	Case management system licence fee *	87.00	87.00	87.00	87.00	-
Statutory Advertising	Courts Advertising	Advertising	286.20	382.50	382.50	382.50	-
Storage Costs	Total Data Management	Storage of books and records	100.00	-	-	-	-
		Total standard expenses	925.50	897.50	897.50	890.50	7.00

* Payment to Associate requiring specific creditor / committee approval from 1 April 2021

Case Specific Expenses

Type	Charged by	Description	Estimated Amount £	Total Amount Incurred to Date £	Amount Incurred in This Period £	Amount Paid £	Amount Unpaid £
Agents' Fees	Axia Valuation Services	Costs of valuing and realising assets	9,583.00	9,583.00	9,583.00	9,583.00	-
Consultancy Fees	John Hay Consultancy	Facilitation of asset sale, management of stock and other tasks	2,800.00	2,800.00	2,800.00	2,800.00	-
Storage Costs	Various	Tax advice regarding potential tax refund	8,088.70	11,413.74	11,413.74	11,413.74	-
Legal Fees	PDT Solicitors	Costs of appointed solicitors	6,000.00	7,412.50	7,412.50	7,412.50	-
Printing and Posting Charges	Leonard Curtis	Category 2 expense requiring specific creditor / committee approval	100.00	123.28	123.28	123.28	-
Debt Collection Fees	Husband Collection Services	Costs of appointed debt collectors	-	7,256.52	7,256.52	7,256.52	-
		Total case specific expenses	26,571.70	38,589.04	38,589.04	38,589.04	-

LEONARD CURTIS POLICY REGARDING FEES, EXPENSES AND DISBURSEMENTS

The following Leonard Curtis policy information is considered to be relevant to creditors:

Staff Allocation and Charge Out Rates

We take an objective and practical approach to each assignment which includes active director involvement from the outset. Other members of staff will be assigned on the basis of experience and specific skills to match the needs of the case. Time spent by secretarial and other support staff on specific case related matters, e.g. report despatching, is not charged.

Where it has been agreed by the appropriate body of creditors that the office holders' remuneration will be calculated by reference to the time properly given by the office holders and their staff in attending to matters as set out in a fees estimate, then such remuneration will be calculated in units of 6 minutes at the standard hourly rates given below. In cases of exceptional complexity or risk, the insolvency practitioner reserves the right to request and obtain authority from the appropriate body of creditors that their remuneration on such time shall be charged at the higher complex rates given below.

The following hourly charge out rates apply to all assignments undertaken by Leonard Curtis:

	6 Jan 2014 onwards		1 Aug 2019 onwards		1 March 2021 onwards	
	Standard	Complex	Standard	Complex	Standard	Complex
	£	£	£	£	£	£
Director	450	562	525	656	550	688
Senior Manager	410	512	445	556	465	581
Manager 1	365	456	395	494	415	518
Manager 2	320	400	345	431	365	456
Administrator 1	260	325	280	350	295	369
Administrator 2	230	287	250	313	265	331
Administrator 3	210	262	230	288	245	306
Administrator 4	150	187	165	206	175	219
Support	0	0	0	0	0	0

In respect of assignments pre-dating 1 March 2022, office holders' remuneration may include costs incurred by the firm's in-house legal team, which may be used for non-contentious matters pertaining to the insolvency appointment.

Use of Associates

We are required to disclose to those responsible for approving our remuneration whether any payments we intend to make from an insolvency estate are to Associates of Leonard Curtis (LC). The term "Associate" is defined in s435 of the Insolvency Act 1986, but we are also required to consider the substance or likely perception of any association between the appointed insolvency practitioner, their firm (LC) or an individual within the firm and the recipient of a payment. Payments to Associates are subject to the same level of approval as the office holder's fees and category 2 expenses (see table on the next page for further details).

Leonard Curtis Legal Limited (LC Legal) are part of the Leonard Curtis group; as such they are an "Associate" of LC. Where LC Legal are instructed to assist an office-holder in a particular matter from 1 March 2022 onwards, details of their proposed costs will be provided to creditors and specific approval for payment will be sought.

Additionally, Pelstar Limited (Pelstar) provides insolvency case management software and document hosting facilities to LC. Until 31 December 2022, LC employed an individual who is married to a director of Pelstar, and as such, whilst not meeting the legal definition of "Associate", we were aware that there was a perceived association between LC and Pelstar and specific approval of their costs were sought accordingly. As this individual is no longer employed by LC, this is no longer required and Pelstar costs invoiced with effect from 1 January 2023 will be paid without prior approval.

Use of Professional Advisors

Details of any professional advisor(s) used will be given in reports to creditors. Unless otherwise indicated the fee arrangement for each is based on hourly charge out rates, which are reviewed on a regular basis, together with the recovery of relevant disbursements.

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The choice of professional advisors is based around a number of factors including, but not restricted to, their expertise in a particular field, the complexity or otherwise of the assignment and their geographic location.

Use of Subcontractors

Where we subcontract out work that could otherwise be carried out by the office holder or his/her staff, this will be drawn to the attention of creditors in any report which incorporates a request for approval of the basis upon which remuneration may be charged. An explanation of why the work has been subcontracted out will also be provided.

Categorisation of Expenses

We are required to provide creditors with an estimate of the expenses we expect to be incurred in respect of an assignment and report back to them on actual expenses incurred and paid in our periodic progress reports. There are two broad categories of expenses: standard expenses and case specific expenses. These are explained in more detail below:

- a) Standard Expenses – this category includes expenses which are payable in order to comply with legal or regulatory requirements and therefore will generally be incurred on every case. They will include:

Type	Description	Amount																								
AML checks via Smartsearch	Electronic client verification in compliance with the Money Laundering, Terrorist Financing and Transfer of Funds (Information on the Payer) Regulations 2017	£5.00 plus VAT per search Note that with effect from 1 April 2021, these costs are no longer recovered from the estate.																								
Bond / Bordereau fee via AUA Insolvency Services	Insurance bond to protect the insolvent entity against any losses suffered as a result of the fraud or dishonesty of the IP	£10.00 to £1,200.00 dependent on value of assets within case																								
Company searches via Companies House	Extraction of company information from Companies House	£1.00 per document unless document can be accessed via the free service																								
Document hosting via Pelstar Limited	Hosting of documents via a secure portal for access by creditors/shareholders. Costs are charged per upload plus VAT and are generally dependent upon the number of creditors. The costs are commensurate with those charged by other providers of comparable services.	<table> <tr> <th>Type</th><th>First 100</th><th>Every addtl 10</th></tr> <tr> <td>ADM</td><td>£14.00</td><td>£1.40</td></tr> <tr> <td>CVL</td><td>£7.00</td><td>£0.70</td></tr> <tr> <td>MVL</td><td>£7.00</td><td>£0.70</td></tr> <tr> <td>CPL</td><td>£7.00</td><td>£0.70</td></tr> <tr> <td>CVA</td><td>£10.00</td><td>£1.00</td></tr> <tr> <td>BKY</td><td>£10.00</td><td>£1.00</td></tr> <tr> <td>IVA</td><td>£10 p.a. or £25 for life of case</td><td></td></tr> </table>	Type	First 100	Every addtl 10	ADM	£14.00	£1.40	CVL	£7.00	£0.70	MVL	£7.00	£0.70	CPL	£7.00	£0.70	CVA	£10.00	£1.00	BKY	£10.00	£1.00	IVA	£10 p.a. or £25 for life of case	
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BKY	£10.00	£1.00																								
IVA	£10 p.a. or £25 for life of case																									
Software Licence fee hosting via Pelstar Limited	Payable to software provider for use of case management system. The costs are commensurate with those charged by other providers of comparable services.	£87.00 plus VAT per case																								
Postage via Royal Mail or Postworks	Cost of posting documents which are directly attributable to a case to external recipients	Calculated in accordance with applicable supplier rates and dependent on the number of pages and whether the document is sent by international, first or second class post.																								
Post re-direction via Royal Mail	Redirection of post from Company's premises to office-holders' address	0-3 months £216.00 3-6 months £321.00 6-12 months £519.00																								
Statutory advertising via advertising agents	Advertising of appointment, notice of meetings etc. - London Gazette - Other	£91.80 - £102.00 plus VAT per advert Dependent upon advert and publication																								

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Storage costs	Costs of storage of case books and records	£5.07 plus VAT per box per annum plus handling charges
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- b) Case-specific expenses – this category includes expenses (other than office-holders' fees) which are likely to be payable on every case but which will vary depending upon the nature and complexity of the case and the assets to be realised. They will include but may not be restricted to:

Type	Description	Amount
Agents' fees	Costs of appointed agents in valuing and realising assets	Time costs plus disbursements plus VAT
Debt Collection fees	Costs of appointed debt collectors in realising debts	Generally agreed as a % of realisations plus disbursements plus VAT
Legal fees	Costs of appointed solicitors. Will generally comprise advice on validity of appointment, drafting of sale contracts, advice on retention of title issues and advice on any reviewable transactions. Where the solicitor appointed is LC Legal, any fee payable for work completed is classed as a payment to an associate and requires specific creditor / committee approval as detailed above.	Time costs plus disbursements plus VAT
Other expenses	See Category 1 and 2 expenses notes below	See Category 1 and 2 expenses notes below

Please note that expenses are generally categorised as Category 1 or Category 2:

- a) Category 1 expenses: These are payments to independent third parties providing the service to which the expense relate. These may include, for example, advertising, external room hire, storage costs, postage costs, telephone charges, travel expenses (excl. mileage), and equivalent costs reimbursed to the office holder or his or her staff. Category 1 expenses may be paid without prior approval.
- b) Category 2 expenses: These are costs that are directly referable to the appointment in question, but not paid to an independent third party. They may include costs which have an element of shared cost. The following items of expenditure are recharged on this basis and are charged at HMRC approved rates:

Business mileage

45p per mile

Payments to Associates (as defined above) are categorised by LC in the same way as Category 2 expenses. Category 2 expenses and payments to Associates may only be drawn if they have been approved in the same manner as an office holder's remuneration.

Proof of Debt – General Form

CREDITORS' VOLUNTARY LIQUIDATION

RELEVANT DATE FOR CLAIMS: 18 NOVEMBER 2021

Please e-mail completed form to:

recovery@leonardcurtis.co.uk quoting ref: HUN02/IK/PROOF

Name of Company in Liquidation:

HUNWINES LTD

Company registration number:

[Liquidation only]

12097240

1 Name of creditor

(If a company, provide the company registration number).

2 Correspondence address of creditor (including any email address)

3 Total amount of claim (£)
(include any Value Added Tax)

4 If amount in 3 above includes (£)
outstanding uncapitalised interest, state amount.

5 Details of how and when the debt was incurred.
(If you need more space, attach a continuation sheet to this form)

6 Details of any security held, the value of the security and the date it was given.

7 Details of any reservation of title claimed in respect of goods supplied to which the debt relates.

8 Details of any document by reference to which the debt can be substantiated

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9 Signature of creditor
(or person authorised to act on the creditor's behalf)

10 Date of signature

11 Address of person signing if different from 2 above

12 Name in BLOCK LETTERS:

13 Position with, or relation to, creditor

Admitted to vote for

Amount (£)

Date

Admitted for dividend for

Amount (£)

Date

Liquidator

Liquidator

Notes:

1. There is no need to attach them now but the office holder may ask you to produce any document or other evidence which is considered necessary to substantiate the whole or any part of the claim, as may the chairman or convenor of any qualifying decision procedure.

2. This form can be authenticated for submission by email by entering your name in block capitals and sending the form as an attachment from an email address which clearly identifies you or has been previously notified to the office holder. If completing on behalf of a company, please state your relationship to the company.

3. Please e-mail completed form to:

recovery@leonardcurtis.co.uk quoting ref: HUN02/IK/PROOF

**LEONARD CURTIS
PRIVACY NOTICE FOR CREDITORS**

Information we collect and hold about you

By requesting details of your claim in this insolvency, we may collect Personal Data from you, particularly if you are a consumer creditor, a sole trader or are lodging a claim in your personal capacity.

Personal Data is information relating to a living individual. Whenever Personal Data is processed, collected, recorded, stored or disposed of it must be done within the terms of the General Data Protection Regulation ("the GDPR"). Examples of Personal Data include but may not be limited to your name, address, telephone number and email contact details.

If you do not provide us with the information we require, this may adversely affect our ability to deal with your claim, but we would ask you not to submit more Personal Data than we request from you.

Legal justification for processing your Personal Data

The processing of your Personal Data by us is necessary to enable us to comply with legal obligations under the Insolvency Act 1986 and associated legislation which we are subject to as Insolvency Practitioners.

How we use your information

All information you supply to us is required to enable us to comply with our duties under the Insolvency Act 1986 and associated legislation. It will be used to enable us to assess the extent of the insolvent entity's liabilities, to allow you to vote on any decision procedures, to enable us to communicate with you, to process your claim and to pay any dividends which may be due to you from the insolvent estate.

Who we share your information with

We may be required to share some of your Personal Data with other creditors. The data which will be shared with other creditors will be limited to that specifically required to be disclosed under insolvency legislation.

We may share some of your information with our Data Processors. Data Processors include solicitors, accountants and employment law specialists who assist us with our duties where required. We will only share your information with our Data Processors if we require their specialist advice. All of our Data Processors are subject to written contracts with us to ensure that your Personal Data is processed only in accordance with the GDPR.

How long will we hold your Personal Data for?

We will need to hold your Personal Data for a period of time after the insolvency has been concluded. This is to enable us to deal with any queries which might arise. Our Records Management Policy requires us to destroy our physical files 6 years after closure of the case. Electronic data files will be removed from our Case Management System 6 years after conclusion of the case but may be held on our server for a longer period of time but with restricted access.

Your rights in respect of your Personal Data

You have the right to request access to your Personal Data and to require it to be corrected or erased. You also have the right to request a restriction in the way we process your Personal Data or to object to its processing. You should be aware however that we may not be able to comply with your request if this would affect our ability to comply with our legal obligations.

You have the right to Data Portability. This is a right to have the Personal Data we hold about you to be provided to you in a commonly used and machine-readable format so that you can transfer that Data to another organisation in a way that is not too onerous to upload the Data.

Your right to complain

You have the right to be confident that we are handling your Personal Data responsibly and in line with good practice. If you have a concern about the way we are handling your Personal Data you should contact our Privacy Manager in the first instance.

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If you are unable to resolve your concerns with us, you have the right to complain to the Information Commissioners' Office. The Information Commissioner can be contacted at Wycliffe House, Water Lane, Wilmslow, Cheshire SK6 5AF or on 0303 123 1113.

Contacting us

If you have any questions relating to the processing of your Personal Data, please write to our Privacy Manager at Leonard Curtis, 5th Floor, Grove House, 248A Marylebone Road, London NW1 6BB Alternatively our Privacy Manager can be contacted by telephone on 0207 535 7000 or by email: privacy@leonardcurtis.co.uk.

Data Controller: LEONARD CURTIS