

LIQ14

Notice of final account prior to dissolution in CVL



Companies House

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

1	Company details	
Company number	0 2 2 3 6 8 4 8	→ Filling in this form Please complete in typescript or in bold black capitals.
Company name in full	Michael David China Limited	
2	Liquidator's name	
Full forename(s)	Philip B	
Surname	Wood	
3	Liquidator's address	
Building name/number	570-572 Etruria Road	
Street	Newcastle	
Post town	Staffordshire	
County/Region		
Postcode	S T 5 0 S U	
Country		
4	Liquidator's name ①	
Full forename(s)		① Other liquidator Use this section to tell us about another liquidator.
Surname		
5	Liquidator's address ②	
Building name/number		② Other liquidator Use this section to tell us about another liquidator.
Street		
Post town		
County/Region		
Postcode		
Country		

LIQ14

Notice of final account prior to dissolution in CVL

6 Liquidator's release

☐ Tick if one or more creditors objected to liquidator's release.

:

7 Final account

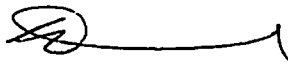
☒ I attach a copy of the final account.

8 Sign and date

Liquidator's signature

Signature

X



X

Signature date

^d0

^d2

^m0

^m8

^y2

^y0

^y2

^y3

LIQ14

Notice of final account prior to dissolution in CVL

**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

Company name **BCR Insolvency Ltd**

Address

570-572 Etruria Road**Newcastle**

Post town

Staffordshire

County/Region

Postcode

S	T	5			O	S	U
---	---	---	--	--	---	---	---

Country

DX

Telephone

0333 014 3454**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

Liquidator's Final Account to Creditors and Members

Michael David China Limited - in Liquidation

2 June 2023

MICHAEL DAVID CHINA LIMITED - IN LIQUIDATION

CONTENTS

- 1** Introduction
- 2** Receipts and Payments
- 3** Work undertaken by the Liquidator
- 4** Outcome for Creditors
- 5** Liquidator's Remuneration
- 6** Liquidator's Expenses
- 7** Conclusion

APPENDICES

- A** Receipts and Payments Account from 17 November 2022 to 17 May 2023 together with cumulative Receipts and Payments Account for the Period since the Liquidator's Appointment
- B** Time Analysis for the period 17 November 2022 to 2 June 2023
- C** Cumulative Time Analysis for the Period from 17 November 2021 to 17 May 2023
- D** Additional Information in Relation to the Liquidator's Fees, Expenses & the use of Subcontractors

MICHAEL DAVID CHINA LIMITED - IN LIQUIDATION

1 Introduction

- 1.1 I, Philip B Wood of BCR Insolvency Ltd, 570-572 Etruria Road, Newcastle, Staffordshire, ST5 0SU, was appointed as Liquidator of Michael David China Limited (the **Company**) on 17 November 2021. The affairs of the Company are now fully wound-up, and this is my final account of the liquidation, which covers the period since my last progress report] (the **Period**).
- 1.2 Information about the way that we will use, and store personal data on insolvency appointments can be found at www.bcr-insolvency.co.uk/privacy-policy. If you are unable to download this, please contact us and a hard copy will be provided to you.
- 1.3 The trading address of the Company was 51a Uttoxeter Road, Longton, Stoke-on-Trent, ST3 1NY.
- 1.4 The registered office of the Company was changed to 570-572 Etruria Road, Newcastle, Staffordshire, ST5 0SU and its registered number is 02236848.

2 Receipts and Payments

- 2.1 At Appendix A I have provided an account of my Receipts and Payments for the Period with a comparison to the directors' statement of affairs values, together with a cumulative account since my appointment, which provides details of the remuneration charged and expenses incurred and paid by the Liquidator.

3 Work undertaken by the Liquidator

- 3.1 This section of the report provides creditors with an overview of the work undertaken in the Period, together with information on the overall outcome of the liquidation.
- 3.2 During the period the following work has been carried out:

Administration & Planning

- Preparation and issuing of the Annual Progress Report to creditors.
- Case filing.
- Correspondence with HMRC re Corporation Tax
- Correspondence with Registrar of Companies
- Correspondence with the directors

Administration (including statutory compliance & reporting)

- 3.3 An office holder must comply with certain statutory obligations under the Insolvency Act 1986 and other related legislation. Details about the work I anticipated undertaking in this regard was outlined in my initial fees estimate/information which was previously agreed by creditors, and I confirm that in this Period, no matters that have affected the costs to any particular extent.
- 3.4 Where the costs of statutory compliance work or reporting to creditors exceeded 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 Liquidator.
- 3.5 This work has not necessarily brought any financial benefit to creditors but is work required on every case by statute.

Realisation of Assets

- 3.6 As noted in my previous report it has not been possible to realise any assets in this case.

Creditors (claims and distributions)

- 3.7 A Liquidator is not only required to deal with correspondence and claims from unsecured creditors 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.
- 3.8 Since 1 December 2020, claims from preferential creditors now fall into one of two categories, either ordinary (typically involving employee claims and payments made on behalf of the Company by the Redundancy Payments Service following dismissal, which rank equally among themselves), or secondary (which are claims by HMRC for VAT or other relevant tax deductions such as PAYE and employee NIC deductions, together with student loans and CIS deductions, which also rank equally among themselves). Ordinary preferential claims rank ahead of secondary preferential claims and all preferential creditors must be paid in full before any distribution can be made to the unsecured creditors of a company.
- 3.9 Work undertaken by a Liquidator in dealing with a company's creditors may only therefore bring a financial benefit to certain classes of creditor such as a secured creditor or the preferential creditors, however a Liquidator is 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 Liquidator in dealing with those claims.
- 3.10 More information on the outcome for all classes of creditor in this case can be found in Section 4 below.

Investigations

- 3.11 You may recall from my first progress report to creditors that some of the work the Liquidator is 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 Liquidator can pursue for the benefit of creditors.
- 3.12 My report on the conduct of the Directors of the Company to the Department for Business, Energy & Industrial Strategy under the CDDA 1986 was submitted during the first year of the liquidation and is confidential.
- 3.13 Since my last progress report, I would advise that no further asset realisations have come to light that may be pursued by me for the benefit of

4 Outcome for Creditors

Preferential Creditors

- 4.1 HMRC are listed as a preferential creditor although no claim has been received. No dividend is payable to preferential creditors.

Unsecured Creditors

- 4.2 The Company's statement of affairs indicated there were three creditors whose debts totalled £111,595.30. To date, I have received one claim totalling £18,315.99.
- 4.3 The Company did not grant any floating charges to a secured creditor. Accordingly, there was no requirement to create a fund out of the Company's net floating charge property for unsecured creditors (known as the **Prescribed Part**) which only applies to charges created after 15 September 2003.

MICHAEL DAVID CHINA LIMITED - IN LIQUIDATION

- 4.4 Overall, I can confirm that the realisations are insufficient to declare a dividend to the unsecured creditors.

5 Liquidator's Remuneration

- 5.1 Creditors have not been asked to approve the payment of any remuneration or expenses in this case due to the lack of availability of funds to meet such payments.
- 5.2 My time costs for the Period total £12.50, which represents 0.10 hours at an average rate of £125.00 per hour. Attached as Appendix B is a Time Analysis which provides details of the activity costs incurred by staff grade during the Period and a narrative explanation of the work undertaken by the Liquidator during the Period can be found at section 3 of this report.
- 5.3 Also attached as Appendix C is a cumulative Time Analysis for the period from 17 November 2021 to 17 May 2023 which provides details of my time costs since the commencement of the liquidation. These time costs total £3,150.00 which represents 18.20 hours at an average rate of £173.08 per hour.
- 5.4 Attached as Appendix D is Additional Information in Relation to the Liquidator's Fees, Expenses & the use of Subcontractors. This document reflects our new charge-out rates which were determined and implemented with effect from 1 October 2019.
- 5.5 A copy of 'A Creditors' Guide to Liquidators' Fees' is available on request or can be downloaded from www.bcr-insolvency.co.uk/downloads – appointments post 1 October 2015. .

6 Liquidator's Expenses

- 6.1 No expenses have been charged in this case

7 Conclusion

- 7.1 This final account will conclude my administration of this case. The Notice accompanying this account explains creditors rights on receipt of this information and when I will vacate office and obtain my release as Liquidator.

Philip B Wood
Liquidator

MICHAEL DAVID CHINA LIMITED - IN LIQUIDATION

Appendix A

Receipts and Payments Account from 17 November 2022 to 2 June 2023 together with cumulative Receipts and Payments Account for the Period since the Liquidator's Appointment

Michael David China Limited
(In Liquidation)
Liquidator's Summary of Receipts & Payments

Statement of Affairs £		From 17/11/2022 To 02/06/2023 £	From 17/11/2021 To 02/06/2023 £
	ASSET REALISATIONS		
49.36	Cash at Bank	NIL	NIL
568.31	VAT Refund	NIL	NIL
		NIL	NIL
	PREFERENTIAL CREDITORS		
(4,517.00)	HM Revenue & Customs - VAT & PAY	NIL	NIL
		NIL	NIL
	UNSECURED CREDITORS		
(18,000.00)	Banks/Institutions	NIL	NIL
(17,000.00)	Directors	NIL	NIL
(76,595.30)	Redundancy & PILON	NIL	NIL
		NIL	NIL
	DISTRIBUTIONS		
(2.00)	Ordinary Shareholders	NIL	NIL
		NIL	NIL
(115,496.63)		NIL	NIL
	REPRESENTED BY		
			NIL

MICHAEL DAVID CHINA LIMITED - IN LIQUIDATION

Appendix B

Time Analysis for the period 17 November 2022 to 2 June 2023

Time Entry - SIP9 Time & Cost Summary + Cumulative

B18481 - Michael David China Limited
All Post Appointment Project Codes
From: 17/11/2022 To: 02/06/2023

Classification of Work Function	Partner	Manager	Other Senior Professionals	Assistants & Support Staff	Senior Claimee Administrator	Total Hours	Time Cost (£)	Average Hourly Rate (£)	Total Hours Cum (POST Only)	Total Time Costs Cum (POST Only)
Admin & Planning	0.00	0.00	0.00	0.10	0.00	0.10	12.50	125.00	8.10	1,452.50
Creditors	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	3.40	545.00
Creditors Decision Procedure	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Investigations	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	6.70	1,152.50
Pre Appointment general	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Realisation of Assets	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
S of A	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Trading	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Total Hours / Costs	0.00	0.00	0.00	0.10	0.00	0.10	12.50	125.00	18.20	3,150.00
Total Fees Claimed	0.00									
Total Disbursements Claimed	0.00									

MICHAEL DAVID CHINA LIMITED - IN LIQUIDATION

Appendix C

Cumulative Time Analysis for the Period from 17 November 2021 to 2 June 2023

Time Entry - SIP9 Time & Cost Summary + Cumulative

B18481 - Michael David China Limited
All Post Appointment Project Codes
To: 02/06/2023

Classification of Work Function	Partner	Manager	Other Senior Professionals	Assistants & Support Staff	Senior Chairman Administrator	Total Hours	Time Cost (£)	Average Hourly Rate (£)	Total Hours Cum (POST Only)	Total Time Costs Cum (POST Only)
Admin & Planning	0.40	0.00	6.00	1.70	0.00	8.10	1,452.50	179.32	8.10	1,452.50
Creditors	0.00	0.00	2.40	1.00	0.00	3.40	545.00	160.29	3.40	545.00
Creditors Decision Procedure	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Investigations	0.30	0.00	4.20	2.20	0.00	6.70	1,152.50	172.01	6.70	1,152.50
Pre Appointment general	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Realisation of Assets	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
S of A	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Trading	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Total Hours / Costs	0.70	0.00	12.60	4.90	0.00	18.20	3,150.00	173.08	18.20	3,150.00
Total Fees Claimed							0.00			
Total Disbursements Claimed							0.00			

MICHAEL DAVID CHINA LIMITED - IN LIQUIDATION

Appendix D

Additional Information in Relation to the Liquidator's Fees, Expenses & the use of Subcontractors

BCR Insolvency Ltd
Additional Information in Relation to the Liquidator's Fees, Expenses & the use of
Subcontractors

Remuneration

If a resolution has or will be proposed which authorises remuneration to be drawn by the office holder on a time cost basis by reference to time properly spent on the case, the following rates will prevail. Time is charged to a case in actual hours and minutes, with time being recorded in 6-minute units. Periodically, this firm may increase its hourly rates, and should this occur during the administration of the case, creditors will be informed when the office holder next reports to them.

Charge out rates with effect from 1 May 2021 are as follows:

Director/Partner	£475 per hour
Manager	£295 per hour
Senior Administrator	£250 per hour
Case Administrator	£175 per hour
Trainee Administrator	£150 per hour

Staff Allocation and the use of Subcontractors

The general approach to resourcing our assignments is to allocate staff with the skills and experience to meet the specific requirements of the case.

The constitution of the case team will usually consist of a Partner, a Manager, and an Administrator and/or Trainee. 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.

Generally, we do not utilise the services of any subcontractors on cases. Where, exceptionally, subcontractors are used this will be identified separately in the body of the report or fees estimate/information provided to creditors.

Office-holder's Expenses

These are charged as follows:

Category 1 expenses

These expenses do not require prior approval by creditors. The type of expenses that may be charged to a case as a Category 1 expense generally comprise external supplies of incidental services specifically identifiable to the case, such as postage, case advertising, invoiced travel and external printing, external room hire and external storage costs. Also chargeable will be any properly reimbursed expenses incurred by personnel in connection with the case. These expenses may include disbursements which are payments first met by an office holder and then reimbursed from the estate.

Category 2 Expenses (approval required)

These expenses 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 therefore include payments to associates of the office holder or shared or allocated costs that can be allocated to the appointment on a proper and reasonable basis.

Examples include the following:

- Mileage/motor expenses are charged at the rate of 45p per mile.

Further Information

Should you require further clarification in respect of remuneration and expenses, then please contact Phil Wood or Chris Knott.

For copies of creditors guides to fees please refer to: www.bcr-insolvency.co.uk/downloads

BCR Insolvency Ltd
G14, Scope House, Weston Road, Crewe, Cheshire, CW1 6DD

Tel: 0333 014 3454

Website: www.bcr-insolvency.co.uk

Email: insol@bcr-insolvency.co.uk