

**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

✓
03130667

Name of Company

Matrix Solutions UK Limited ✓

I / We

Nigel Morrison, Hartwell House, 55-61 Victoria Street, Bristol, BS1 6FT

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 13/02/2015 to 12/02/2016

Signed

N Morrison

Date

28/3/16

Grant Thornton UK LLP
4 Hardman Square
Spinningfields
Manchester
M3 3EB

Ref M97005/NZM/PAM/BLA/JET

SATURDAY

*A53L1ZGB*
A19 26/03/2016 #56
COMPANIES HOUSE

Our Ref NZM/PAM/BLA/JET/M97005/
Your Ref

To the creditors and members

24 March 2016

Dear Sirs

Recovery and Reorganisation

Grant Thornton UK LLP
4 Hardman Square
Spinningfields
Manchester M3 3EB

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grantthornton.co.uk

Matrix Solutions UK Limited - In Liquidation (the Company)

1 Introduction

1.1 Following my appointment as liquidator of the above Company on 13 February 2015, in accordance with section 104A of the Insolvency Act 1986 I now report on the progress of the liquidation for the year ended 12 February 2016 and attach

- Appendix A, an account of my receipts and payments for the year ended 12 February 2016 and also for the whole liquidation to date
- Appendix B, a statement of the remuneration charged by the liquidator in the period 13 February 2015 to 12 February 2016 and a statement of expenses incurred in the period
- Appendix C, an analysis of time costs as required by Statement of Insolvency Practice 9
- Appendix D, an extract from the Insolvency Rules 1986 relating to creditors' rights to request additional information from the liquidator (rule 4.49E)
- Appendix E, an extract from the Insolvency Rules 1986 relating to creditors' rights to challenge the liquidator's remuneration or expenses if excessive (rule 4.131)

1.2 I am authorised by the Insolvency Practitioners Association to act as insolvency practitioner

2 Statutory information

2.1 The Company's statutory details are as follows

Registered number 03130667

Registered office Grant Thornton UK LLP,
4 Hardman Square, Spinningfields,
Manchester, M3 3EB

3 Progress report

Pre-appointment expenses

3.1 As previously advised, my staff and I incurred costs and expenses prior to my appointment totalling £28,016

3.2 On 13 February 2015 the secured and preferential creditors agreed that my pre-appointment costs be settled as an expense of the administration at a capped amount of £15,000 plus VAT. As shown in my receipts and payments account at Appendix A, these fees were drawn in the period

Chartered Accountants

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Assets

Funds from the administration

- 3 3 The only assets transferred from the administration are the surplus funds totalling £82,195

Debtors, WIP and retentions

- 3 4 As previously reported, I instructed Craigdam Services Ltd (Craigdam) to maximise book debts, work in progress (WIP) and retention realisations
- 3 5 To date realisations total £326,259 (net of VAT where applicable) Of this balance £4,564 is held in the Craigdam client account, £161,164 was received in the administration, and £160,531 has been received in the liquidation
- 3 6 Remedial costs paid to date in the liquidation total £15,794
- 3 7 Craigdam continues to pursue the remaining debtors, WIP and retentions, which are estimated to realise a further £10,000

Miscellaneous refunds

- 3 8 During the period £420 has been received in respect of miscellaneous refunds

Liabilities

Secured creditors

- 3 9 As previously advised, the Royal Bank of Scotland plc (the Bank) holds floating charges over the Company's assets dated 4 October 2002 and 15 August 2013, and was owed c£1 3 million upon appointment
- 3 10 No distributions have been paid to date, and it is anticipated that the Bank will suffer a significant shortfall on its lending

Preferential creditors

- 3 11 Preferential claims have been agreed totalling £41,044 and will be paid in full shortly

Unsecured creditors

- 3 12 As previously reported, I envisage that there may be a small distribution to the unsecured creditors by way of the prescribed part
- 3 13 To date I have received and agreed unsecured claims totalling £719,791
- 3 14 Creditors yet to submit a claim or receive confirmation that their claim has been agreed are requested to submit a claim using the enclosed claim form as soon as possible

4 Liquidator's remuneration and expenses

- 4 1 On 13 February 2015 the secured and preferential creditors resolved that the administrator's remuneration be fixed at £65,000 for the work completed by the administrator and his staff in attending to matters arising in the administration. It was also resolved that the remuneration for administering the distribution under a prescribed part carve out under Section 176A of the Insolvency Act 1986 be fixed in accordance with Rule 2.106(2)(b) of the Insolvency Rules 1986, that is "by reference to the time properly given by the administrator and his staff", be capped at the lower of 50% of the total available prescribed part carve out or the time properly given by the administrator and his staff
- 4 2 You will note from the SIP9 table attached at Appendix C that my time costs to date for the liquidation total £26,458, and from my receipts and payments account attached at Appendix A, that I have drawn the agreed fee of £65,000 in respect of time spent in the administration
- 4 3 Pursuant to rule 4.127(5A) of the Insolvency Rules 1986, this basis applies also in the liquidation
- 4 4 Time is charged in units of 6 minutes. Background information regarding the fees of liquidators can be found at https://www.r3.org.uk/media/documents/publications/professional/Guide_to_Liquidators_Fees_Oct_2015.pdf. Alternatively I will supply this information by post on request.

5 Other expenses incurred by the liquidator

- 5 1 As advised above, Craigdam was instructed to maximise book debts, WIP and retention realisations. During the liquidation to date Craigdam has been paid £26,576
- 5 2 Details of other costs incurred in the period are disclosed at Appendix B

6 Contact

- 6 1 Should you have any queries regarding this report, please contact Will Bowden on 0161 953 6392

Yours faithfully
for and on behalf of Matrix Solutions UK Limited



Nigel Morrison
Liquidator

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Matrix Solutions UK Limited - in liquidation
Liquidator's receipts and payments account
from 13 February 2015 to 12 February 2016

Receipts	Statement of Affairs (£)	Total (£)
Sales		154,862 60
Admin/Receivers Surplus		82,194 88
Book Debts		5,668 38
Misc Refunds		420 00
Vat on Sales		26,079 70
		<hr/>
		269,225 56
		<hr/>
Payments		
Purchases (1)		15,793 66
Quantity Surveyors Fees		26,576 05
Corporation Tax		17 80
Administrators Fees		65,000 00
Pre-Appointment Administrators Fees		15,000 00
Administrators Expenses		2,885 64
Hosting of Servers		75 00
Storage Costs		294 86
Statutory Advertising		84 60
Vat on Purchases		22,404 11
HMRC - VAT received/paid		4,261 63
		<hr/>
		152,393 35
Balance - 12 February 2016		<hr/>
		116,832 21
		<hr/>
Made up as follows		
Floating Current Account NIB		116,832 21
		<hr/>
		116,832 21
		<hr/>

B Remuneration charged and expenses incurred by the liquidator in the period

	Charged/incurred in period 13/02/2015 to 12/02/2016	Cumulative charged/incurred to 12/02/2016	Of which paid to 12/02/2016
	£	£	£
Liquidator's fees			
Time costs	26,458	26,458	-
Expenses	230	230	-
Quantity Surveyor's fees			
Craigdam	26,576	26,576	26,576

C SIP 9 information

Introduction

The following information is provided in connection with the liquidator's remuneration and disbursements in accordance with SIP 9

Explanation of Grant Thornton UK LLP charging and disbursement recovery policies

Time costs

All partners and staff are charged out at hourly rates appropriate to their grade, as shown on the attached schedule. Details of the hourly charge-out rates are made available to creditors or committees at the time of fixing the basis of our fees. Support staff (ie secretaries, cashiers and filing clerks) are charged to the case for the time they work on it.

	From 01/07/14 to date
	£
Partners up to	740
Managers up to	470
Administrators up to	345
Assistants and support staff up to	230

Disbursements

Out of pocket expenses are charged at cost and mileage is charged at standard rates. VAT is added to disbursement charges as necessary.

Matrix Solutions UK Limited - In Liquidation - M20597005 - SIP 9 TIME COST ANALYSIS

Transaction period All transactions

	Partner		Manager		Executive		Administrator		Total	
	Hrs	£	Hrs	£	Hrs	£	Hrs	£	Hrs	£
Administration and Planning (incl statutory reporting)			3 25	1 272 50	10 45	2 391 65	21 35	3 250 00	35 05	6 914 15
Chargeholders (incl bank reporting)			1 40	562 00	4 75	1 140 00			6 15	1 702 00
Corporation Tax			1 10	507 00	6 80	1 904 00	2 65	361 00	10 55	2 772 00
Hiatus period									00	
Investigations and reports on directors			40	132 00			2 50	400 00	2 90	532 00
Legal									00	
PAYE and VAT			6 15	2 554 50	1 20	288 00	4 25	600 00	11 60	3 442 50
Pensions							20	31 00	20	31 00
Preferential creditors			10	50 00	4 63	987 35	75	120 00	5 48	1 167 35
Realisation of Assets Debtors			5 35	2 115 50	50	120 00	75	120 00	6 60	2 355 50
Realisation of Assets Other assets									00	
Realisation of Assets Property plant vehicles etc (incl HP leasing and third party)					50	120 00	2 25	360 00	2 75	480 00
Realisation of Assets Stock and WIP (incl ROT)									00	
Sale of business									00	
Trading									00	
Unsecured creditors			2 50	825 00	7 75	1 860 00	43 10	4 376 00	53 35	7 061 00
Total			20 25	8 018 50	36 58	8 821 00	77 80	9 518 00	134 63	26 457 50

Total fees billed to date (Time) . £

D An extract from the Insolvency Rules 1986 relating to creditors' rights to request additional information from the liquidator

Rule 4 49E edited for application to a progress report in a creditors' voluntary liquidation

- (1) If
 - (a) within the period mentioned in paragraph (2)
 - (i) a secured creditor, or
 - (ii) an unsecured creditor with the concurrence of at least 5% in value of the unsecured creditors (including the creditor in question), or
 - (b) with the permission of the court upon an application made within the period mentioned in paragraph (2), any unsecured creditor makes a request in writing to the liquidator for further information about remuneration or expenses set out in the progress report, the liquidator must, within 14 days of receipt of the request, comply with paragraph (3) except to the extent that the request is in respect of a matter which was previously included in a progress report
- (2) The period referred to in paragraph (1)(a) is 21 days of receipt of the progress report
- (3) The liquidator complies with this paragraph by either -
 - (a) providing all of the information asked for, or
 - (b) so far as the liquidator considers that
 - (i) the time or cost of preparation of the information would be excessive, or
 - (ii) disclosure of the information would be prejudicial to the conduct of the liquidation or might reasonably be expected to lead to violence against any person, or
 - (iii) the liquidator is subject to an obligation of confidentiality in respect of the information,
 giving reasons for not providing all of the information
- (4) Any creditor, who need not be the same as the creditor who requested further information, may apply to the court within 21 days of -
 - (a) the giving by the liquidator of reasons for not providing all of the information asked for, or
 - (b) the expiry of the 14 days provided for in paragraph (1),
 and the court may make such order as it thinks just
- (5) Without prejudice to the generality of paragraph (4), the order of the court under that paragraph may extend the period of 8 weeks provided for in Rule 4 131(1B) by such further period as the court thinks just

E An extract from the Insolvency Rules 1986 relating to creditors' rights to challenge the liquidator's remuneration or expenses if excessive

Rule 4 131

- (1) Any secured creditor, or any unsecured creditor with either the concurrence of at least 10% in value of the creditors (including that creditor) or the permission of the court, may apply to the court for one or more of the orders in paragraph (4)
- (1A) Application by a creditor may be made on the grounds that -
 - (a) the remuneration charged by the liquidator,
 - (b) the basis fixed for the liquidator's remuneration under Rule 4 127, or
 - (c) expenses incurred by the liquidator,
 is or are, in all the circumstances, excessive or, in the case of an application under sub-paragraph (b), inappropriate
- (1B) The application must, subject to any order of the court under Rule 4 49E(5), be made no later than 8 weeks (or in a case falling within Rule 4 108, 4 weeks) after receipt by the applicant of the progress report or the draft report under Rule 4 49D, which first reports the charging of the remuneration or the incurring of the expenses in question ("the relevant report")
- (2) The court may, if it thinks that no cause is shown for a reduction, dismiss the application, but it shall not do so unless the applicant has had an opportunity to attend the court for a hearing, of which he has been given at least 5 business days' notice, but which is without notice to any other party
If the application is not dismissed under this paragraph, the court shall fix a venue for it to be heard, and give notice to the applicant accordingly
- (3) The applicant shall, at least 14 days before the hearing, send to the liquidator a notice stating the venue and accompanied by a copy of the application, and of any evidence which the applicant intends to adduce in support of it
- (4) If the court considers the application to be well-founded, it must make one or more of the following orders -
 - (a) an order reducing the amount of remuneration which the liquidator was entitled to charge
 - (b) an order fixing the basis of remuneration at a reduced rate or amount
 - (c) an order changing the basis of remuneration
 - (d) an order that some or all of the remuneration or expenses in question be treated as not being expenses of the liquidation
 - (e) an order that the liquidator or the liquidator's personal representative pay to the company the amount of the excess of remuneration or expenses or such part of the excess as the court may specify
 and may make any other order that it thinks just, but an order under sub-paragraph (b) or (c) may be made only in respect of periods after the period covered by the relevant report
- (5) 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

Liquidator's ref NZM/PAM/BLA/JET/M97005/7
Claimant's ref

Matrix Solutions UK Limited - In Liquidation

Creditor's Claim Form

Name and address of creditor _____

Amount claimed in the liquidation £ _____

Particulars of any security held _____

Value of security £ _____

Signature _____

Name and position of signatory
(if not personally the creditor) _____

Telephone _____

E-mail _____

Date _____

Please provide appropriate documentation in support of your claim

If you are registered for VAT the amount claimed should include VAT even if VAT bad debt relief has been claimed under the Value Added Tax Act 1994

Please return this form when you have completed it to

Nigel Morrison
4 Hardman Square, Spinningfields, Manchester, M3 3EB

Headings in all the official languages of the Institutions of the European Union
(es, da, de, el, en, fr, it, nl, pt, fi, sw)

«Convocatoria para la presentación de créditos Plazos aplicables»
 «Opfordring til anmeldelse af fordringer Vær opmærksom på fristerne»
 „Aufforderung zur Anmeldung einer Forderung Etwaige Fristen beachten!“
 «Προ'σκληση για αναγγελι'α απαιτη'σεως Προσοχη' στις προθεσμι'ες»
 'Invitation to lodge a claim Time limits to be observed'
 «Invitation à produire une créance Delais à respecter»
 «Invito all'insinuazione di un credito Termine da osservare»
 „Oproep tot indiening van schuldvorderingen In acht te nemen termijnen”
 «Aviso de reclamação de créditos Prazos legais a observar»
 ”Kehotus saatavan ilmoittamuseen Noudatettavat maaraajat”
 ”Anmodan att anmala fordran Tidsfrister att iakta”

«Presentación de crédito»
 «Anmeldelse af fordring»
 „Anmeldung einer Forderung“
 «Αναγγελι'α απαιτη'σεως»
 'Lodgement of claim'
 «Production de créance»
 «Insinuazione di credito»
 „Indiening van een schuldvordering”
 «Reclamação de crédito»
 ”Saatavaa koskeva ilmoitus”
 ”Anmalan av fordran”