

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

05782448

Name of Company

Concentral Limited

I / ~~We~~

Martin Dominic Pickard, The Pinnacle, 160 Midsummer Boulevard, Milton Keynes, MK9 1FF

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 24/11/2014 to 23/11/2015

Signed

Date 21 JANUARY 2016

Mazars LLP
The Pinnacle
160 Midsummer Boulevard
Milton Keynes
MK9 1FF

Ref C91357/MDP/LMN/SAC/AZH/JZB

FRIDAY



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COMPANIES HOUSE

CONCENTRAL LIMITED - IN LIQUIDATION

Progress Report to Creditors & Members

This is the liquidator's annual progress report to all known creditors and members for the period 24 November 2014 to 23 November 2015

This report should be read in conjunction with earlier reports for the period 24 November 2011 to 23 November 2012, 24 November 2012 to 23 November 2013 and 24 November 2013 to 23 November 2014

1. Statutory information

- 1.1 I was appointed Liquidator of the company at a meeting of creditors held on 24 November 2011 following a conversion from Administration. My address is The Pinnacle, 160 Midsummer Boulevard, Milton Keynes, MK9 1FF.
- 1.2 I am authorised to act as an Insolvency Practitioner in the UK by the Institute of Chartered Accountants in England and Wales
- 1.3 The company formerly traded from Hartshill Wharf, Atherstone Road, Hartshill, Nuneaton, CV10 0TB
- 1.4 The registered office of the company is Mazars LLP, The Pinnacle, 160 Midsummer Boulevard, Milton Keynes, Buckinghamshire, MK9 1FF its registered number is 05782448

2. Details of progress

2.1. Contract Debts, Retentions and Work in Progress

- 2.1.1 You may recall that during the Administration, a former director of the company, Garth Smith, was retained to assist in the collection of debtor monies. Mr Smith is retained through GSM Advisory Ltd on a graduated commission basis which is wholly dependent on debtor realisations.
- 2.1.2 The company operated two ledgers. The first ledger comprises six accounts relating to completed work and application monies and totals £506,000. The second ledger comprises retention monies and amounts to £328,400. As is usual in the construction industry, the recoverability of contract debts has been affected by additional completion costs incurred by the debtors during the defect period.
- 2.1.3 Recoveries over both ledgers total £191,068 so far of which £46,341 has been received during the period of the liquidation. Unfortunately, no debtor monies were received during the period of this report.
- 2.1.4 Presently, there is one debtor outstanding totalling approximately £60,000. I had hoped that collections would have concluded by now but unfortunately, the remaining customer is still completing remedial works. I have recently entered into discussions with a

specialist insolvency quantity surveyor, Robert Pearce Associates, to ascertain whether they can assist in recovering the last debt. No formal instructions have been given.

2.2 Other Realisations

- 2.2.1 I have received bank interest of £169 on funds held in the company's liquidation bank account.

3. Receipts and payments Account

- 3.1. My Receipts and Payments Account covering the period from the 24 November 2014 to 23 November 2015 is attached at Appendix A. As can be seen, I had funds in hand of £3,733.83 with VAT receivable of a further £2,466.26.

4. Liabilities

4.1. Secured Creditors

- 4.1.1 During the course of the Administration the company's bankers, The National Westminster Bank plc, were paid in full from fixed charge realisations. The surplus funds on the fixed charge were made available for distribution to the preferential and unsecured creditors.

4.2. Preferential Creditors

- 4.2.1 The company's employees and some of the subcontractors had a preferential claim for unpaid holiday pay. A small amount of employees also had a claim for arrears of pension. I have agreed the claims of 27 preferential creditors totalling £19,234 and a dividend of 100p in the £ has been paid to creditors.

- 4.2.2 Three individuals did not bank their dividend cheque totalling £954 and the funds have been sent to the Unclaimed Dividend Account operated by the Insolvency Service.

4.3. Unsecured Creditors

- 4.3.1 In the director's Statement of Affairs, prepared during the Administration, it was estimated that unsecured creditors' claims totalled approximately £530,000.

- 4.3.2 Unsecured creditors' claims amounting to £1,858,168.94 have been received and agreed with two claims held over totalling £159.60 pending the submission of supporting documentation. A first dividend totalling £85,000 was declared and paid on 28 April 2015 which represented a dividend of 4.57 pence in the pound.

- 4.3.3 Unfortunately, I am unable to estimate the timing and quantum of a second dividend to creditors as dividend prospects are wholly dependent upon future debtor collections which are uncertain.

5. Prescribed Part

- 5.1 In accordance with Section 176A of the Insolvency Act 1986, a proportion of the Company's net assets are to be set aside for the benefit of the Company's unsecured creditors where the Company has granted a floating charge after 15 September 2003. This is calculated as being 50% of the first £10,000 of net property and 20% of net property thereafter subject to a maximum fund of £600,000. Net property is defined as being the realisations from assets subject to the floating charge after costs and after settlement of the preferential creditors' claims.
- 5.2 In this instance, the Bank was settled in full from fixed charge realisations and the Prescribed Part does not apply.

6. Costs of the Liquidation

Remuneration

- 6.1 You may recall that at the Meeting of Creditors held on 9 March 2011 a resolution was passed to enable the Liquidator to draw remuneration by reference to the time properly given by the Liquidator and his staff in attending to matters arising in the winding-up. During the period 24 November 2014 to 23 November 2015, time costs of £36,589.40 have been incurred. This represents 164.10 hours at an average hourly rate of £222.97. During this period, remuneration totalling £22,331.30 has been drawn and the total remuneration drawn by the liquidator as at 23 November 2015 is £64,974.60.
- 6.2 Charge out rates are reviewed annually on 1 September and in common with other professional firms, may increase over the period of the administration of the case. The rates are appropriate to the skills and experience of the team member and the work that they perform. All staff that work on the case, including cashiers, support and any secretarial staff charge their time directly to the assignment. Time is recorded in 6 minute units with supporting narrative to explain the work undertaken.

Details of the charge out rates of the team members employed on the assignment during the period covered by this report are provided below. Specialist departments within our firm, such as Receivables, Tax and VAT may charge a number of hours if and when their expert advice is required. The rate ranges provided below incorporate these different rates.

Grade of Staff	Current charge out rate range per hour, effective from 1 September 2014	Previous charge out rate range per hour, effective from 1 September 2015
Partner	390	390
Director	355	355
Senior Manager	310	310
Manager	185	204
Assistant Manager	220	220
Senior Administrator	190	190
Administrator	64 – 155	88 – 155
Cashier	95	95
Trainee Administrator/Support	95	95

6.3. I attach a summary of time spent during the period covered by this report in accordance with Statement of Insolvency Practice 9 as Appendix B. I also attach a summary of time spent for the period 24 November 2011 to 23 November 2015 as Appendix C.

6.4 Disbursements

6.5 No disbursements have been incurred during the period of this report

6.6. Expenses

6.7. Professional advisors

6.8 The professional advisors used on this assignment are as follows

Name	Nature of Work	Basis of fee Arrangement
GSM Advisory Ltd	Debtor Collections	Graduated Commission

6.9. Mr Smith has been retained to assist with debtor collections and is being paid on a graduation commission. No fee has been incurred during the period of this report.

6.10. The Liquidator's choice was based on their perception of the advisors' experience and ability to perform this type of work, the complexity and nature of the assignment and the basis of the fee arrangement with them

6.11 The liquidator has reviewed the fees incurred to date and is satisfied that they are reasonable in the circumstances of the case

6.12 Other expenses

6.13. The sum of £22,34 was paid in respect of Corporation Tax and £76 plus VAT in respect of statutory advertising.

6.14. I would advise you that pursuant to rule 4.49E of the Insolvency Rules 1986, a secured creditor or an unsecured creditor with concurrence of at least 5% in value of the unsecured creditors or an unsecured creditor with permission of the court, may, within 21 days of receipt of this progress report, ask the liquidator for further information about the remuneration and expenses set out in this progress report.

6.15. Additionally, pursuant to rule 4.131 of the Insolvency Rules 1986, a secured creditor or an unsecured creditor with concurrence of at least 10% in value of the unsecured creditors or an unsecured creditor with the permission of the court may, within 8 weeks of the receipt of this progress report, apply to the court on one or more of the following grounds:

- the remuneration charged by the liquidator, or
- the basis fixed for the liquidator's remuneration, or
- expenses incurred by the liquidator

is or are in all of the circumstances, excessive or inappropriate.

6.16. In accordance with SIP 9, a guide entitled "A creditors' guide to Liquidators' fees" is available to download from the website www.icaew.com/en/technical/insolvency/creditors-guides or alternatively will be provided free of charge upon written request to this office.

7. Investigations

7.1. An initial investigation into the company's affairs was first undertaken by the Administrator and then again by the Liquidator in accordance with Statement of Insolvency Practice 2. The purpose of these investigations is to establish whether there are any potential asset recoveries or conduct which requires further investigation.

7.2. Creditors are reminded that the Liquidator also has a statutory obligation to report on the conduct of any individuals who have been directors of the Company in the 3 years prior to the winding up to the Department for Business Innovation & Skills. The Liquidator can confirm that this obligation has been complied with.



M D Pickard
Liquidator

Dated 21 January 2016

Authorised to act as an insolvency practitioner in the UK by the Institute of Chartered Accountants in England and Wales

Concentral Limited
(In Liquidation)

LIQUIDATOR'S RECEIPTS AND PAYMENTS ACCOUNT

	Statement of affairs £	From 24/11/2014 To 23/11/2015 £	From 05/01/2011 To 23/11/2015 £
RECEIPTS			
Utility Refund		0 00	0 26
Office Furniture & Equipment		0 00	39 63
Book Debts	321,400 00	0 00	46,341 00
VAT Refund from Administration		0 00	738 92
Funds Concentral Plant - Pension Divi		0 00	1,085 00
Bank Interest Gross		169 14	433 80
Transfer from administration		0 00	135,082 66
Water Services Refund		0 00	61 43
CIS Refund		0 00	2,141 21
Vat Control Account float		2,466 26	2,466 26
		<u>2,635 40</u>	<u>188,390 17</u>
PAYMENTS			
Transfer to Concentral Plant Ltd		0.00	275 68
Transfer to Concentral Developments Ltd		0 00	457 56
Insurance of Property		0 00	437.26
IPT Tax		0 00	26 24
DTI Fee - Unclaimed Dividends		0 00	26 15
Liquidator's Fee		22,331 30	64,974 60
Administrator's Disbursements		0.00	4 00
Administrator's Fees		0.00	5,597.00
Legal Fees & Expenses Debtor Collection		0 00	305 00
Council Tax re 2 Lodge Farm Cottage		0 00	41 26
Corporation Tax		22.34	62 27
Services - GSM Advisory Ltd		0 00	1,323 22
Statutory Advertising		76 00	145 75
CIS Deductions		0 00	4,280 00
Redundancy Payment Service 100p in £		0.00	9,158 01
Employee Wage Arrears/Hol Pay 100p in £	(15,000 00)	0.00	9,121 52
Trade & Expense Creditors		85,000 00	85,000 00
Unclaimed Dividends		0 00	954 56
		<u>107,429 64</u>	<u>182,190 08</u>
Net Receipts/(Payments)		<u>(104,794 24)</u>	<u>6,200 09</u>

MADE UP AS FOLLOWS

Floating Charge Current Int Bearing	(105,762 64)	3,733 83
VAT Receivable / (Payable)	968 40	2,466 26
	<u>(104,794.24)</u>	<u>6,200 09</u>

CONCENTRAL LIMITED -IN LIQUIDATION

Analysis of Liquidator's time costs for the period 24 November 2014 to 23 November 2015

Classification of Work Function	Hours					Total Hours	Time Cost £	Av hourly Rate £
	Partner	Director	Manager	Administrator	Support			
2 Admin & Planning								
ADPL- 01-Strategy planning				0 60		0 60	114 00	190 00
ADPL- 02 Filing				6 90	0 90	7 80	1,236 50	158 53
Tot 2 Admin & Planning				7 50	0 90	8 40	1,350 50	160 77
3 Taxation								
TAXA- 01-VAT			0 10	4 60	0 10	4 80	918 00	191 25
TAXA- 02 Corporation tax	0 20		0 10	1 30		1 60	298 40	186 50
Tot 3 Taxation	0 20		0 20	5 90	0 10	6 40	1,216 40	190 06
5 Realisation of Assets								
ROAS- 02 Property related matters				1 00		1 00	95 00	95 00
ROAS- 03-Debt collection	0 20		2 50			2 70	814 50	301 67
ROAS- 04-Dealing with chattel assets			1 10			1 10	280 50	255 00
ROAS- 05-Dealing with other assets	0 20		2 60			2 80	884 00	315 71
Tot 5 Realisation of Assets	0 40		6 20	1 00		7 60	2,074 00	272 89
7 Employees								
EMPL- 01-ERA matters				0 20		0 20	38 00	190 00
Tot 7 Employees				0 20		0 20	38 00	190 00
8 Creditors								
CRED- 03-Unsecured creditors	0 30		25 40	49 70		75 40	16,953 50	224 85
Tot 8 Creditors	0 30		25 40	49 70		75 40	16,953 50	224 85
9 Reporting								
REPO- 01-Statutory reporting			3 30			3 30	1,023 00	310 00
REPO- 04 Reporting to creditors	0 60		0 20	1 90		2 70	476 50	176 48
REPO- 09 Director/debtor reporting			0 30			0 30	93 00	310 00
Tot 9 Reporting	0 60		3 80	1 90		6 30	1,592 50	252 78
10 Distributions								
DIST- 01-Distributions	0 40		15 50	15 90	0 30	32 10	8,021 00	249 88
Tot 10 Distributions	0 40		15 50	15 90	0 30	32 10	8,021 00	249 88
11 Cashiering								
CASH- 01 Cheque banking & posting					0 60	0 60	59 00	98 33
CASH- 02 Cheque issuing and posting					0 50	1 40	181 50	95 53
CASH- 03 Bank Reconciliations		0 30	0 40	0 30	1 40	2 40	397 50	165 62
CASH- 04 Bank Account Management					1 10	1 10	104 50	95 00
CASH- 05 Sundry Cashiering				9 80	1 40	11 20	2,002 00	178 75
Tot 11 Cashiering		0 30	0 40	10 60	5 90	17 20	2,744 50	159 56
12 Statutory & Compliance								
STCO- 01-Case review	0 20		4 70	1 60		6 50	1,839 00	282 92
STCO- 02-Statutory documentation				3 80		3 80	722 00	190 00
STCO- 04 Statutory R & Ps				0 20		0 20	38 00	190 00
Tot 12 Statutory & Compliance	0 20		4 70	5 60		10 50	2,599 00	247 52
Total Hours	2 10	0 30	56 20	98 30	7 20	164 10		
Total Time Costs (£)	819 00	106 50	17,251 00	17,697 90	715 00		36,589 40	
Av Hourly Rate	390 00	355 00	306 96	180 04	99 31			222 97

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Analysis of Liquidator's time costs for the period 24 November 2011 to 23 November 2015

Classification of Work Function	Hours					Total Hours	Time Cost £	Av hourly Rate £
	Partner	Director	Manager	Administrator	Support			
2 Admin & Planning								
ADPL- 01-Strategy planning	0 50		0 80	5 20		6 50	633 50	97.46
ADPL- 02 Filing			0 80	34 90	1 40	37 10	5,911 20	159 33
Tot 2 Admin & Planning	0 50		1 60	40 80	1 40	43 60	6,544 70	150 11
3 Taxation								
TAXA- 01-VAT	0 60		0 10	11 30	0 10	12 10	2,306 50	190 62
TAXA- 02-Corporation tax	0 60		1 70	4 30		6 60	1,351 40	204 76
Tot 3 Taxation	1 20		1 80	15 60	0 10	18 70	3,657 90	195 61
4 Investigations								
INVE- 02-Directors/Conduct reports	0 50			0 60		1 10	290 50	264 09
Tot 4 Investigations	0 50			0 60		1 10	290 50	264 09
5 Realisation of Assets								
ROAS- 02 Property related matters	2 70			1 00		3 70	1,099 50	297 16
ROAS- 03-Debt collection	2 10		16 10	6 60		24 80	6,597 50	266 03
ROAS- 04-Dealing with chattel assets			1 60			1 60	428 00	267 50
ROAS- 05-Dealing with other assets	0 90		3 20	1 20		5 30	1,518 50	286 51
ROAS- 10-Insurance matters	0 20			0 60		0 80	181 00	226 25
Tot 5 Realisation of Assets	5 90		20 90	9 40		36 20	9,824 50	271 40
7 Employees								
EMPL- 01-ERA matters				1 60		1 60	290 00	181 25
Tot 7 Employees				1 60		1 60	290 00	181 25
8 Creditors								
CRED- 02-Preferential creditors	0 30		5 30	15 70		21 30	4,343 00	203 90
CRED- 03-Unsecured creditors	3 10		26 50	58 30		87 90	19,868 00	226 03
CRED- 04-Shareholders			0 50			0 50	155 00	310 00
Tot 8 Creditors	3 40		32 30	74 00		109 70	24,366 00	222 11
9 Reporting								
REPO- 01-Statutory reporting			17 60			17 60	5,391 50	306 34
REPO- 04-Reporting to creditors	3 00		2 20	9 80		15 00	2,735 00	182 33
REPO- 07-SIP9 report			1 00	0 50		1 50	400 00	266 67
REPO- 09-Director/debtor reporting			2 40	1 00		3 40	924 00	271 76
Tot 9 Reporting	3 00		23 20	11 30		37 50	9,450 50	252 01
10 Distributions								
DIST- 01-Distributions	0 40		15 50	21 00	0 30	37 20	8,939 00	240 30
Tot 10 Distributions	0 40		15 50	21 00	0 30	37 20	8,939 00	240 30
11 Cashiering								
CASH- 01 Cheque banking & posting			3 00	0 90	1 00	4 90	521 50	106 43
CASH- 02 Cheque issuing and posting			3 70	1 10	4 10	8 90	886 00	99 55
CASH- 03 Bank Reconciliations	0 80	0 30	2 00	1 30	1 90	6 30	1,060 50	168 33
CASH- 04 Bank Account Management					1 20	1 20	114 00	95 00
CASH- 05 Sundry Cashiering			2 80	33 20	2 80	38 80	6,507 00	167 71
Tot 11 Cashiering	0 80	0 30	11 50	36 50	11 00	60 10	9,089 00	151 23
12 Statutory & Compliance								
STCO- 01-Case review	3 50		8 30	6 20		18 00	4,877 50	270 97
STCO- 02-Statutory documentation	0 50		5 50	5 40		11 40	2,640 40	231 61
STCO- 03 Bonding				0 10		0 10	18 00	180 00
STCO- 04 Statutory R & Ps				0 40		0 40	74 00	185 00
Tot 12 Statutory & Compliance	4 00		13 80	12 10		29 90	7,609 90	254 51
Total Hours	19 70	0 30	120 60	222 20	12 80	375 60		
Total Time Costs (£)	7,351 00	106 50	33,399 90	37,957 60	1,247 00		80,062 00	
Av Hourly Rate	373 15	355 00	276 95	170 83	97 42			213 16