

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

07578278

Name of Company

Puma Source UK Limited

I / We

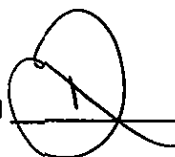
Gemma Louise Roberts, The Manor House, 260 Ecclesall Road South, Sheffield, S11 9PS

Lisa Jane Hogg, The Manor House, 260 Ecclesall Road South, Sheffield, S11 9PS

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 15/02/2016 to 14/02/2017

Signed



Date

05/04/17

Wilson Field Limited
The Manor House
260 Ecclesall Road South
Sheffield
S11 9PS

Ref: PUMA02C/GLR/LJH/PS/AC

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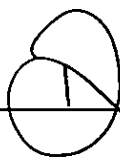
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#47

COMPANIES HOUSE

Puma Source UK Limited
(In Liquidation)
Joint Liquidators' Abstract of Receipts & Payments

Statement of Affairs	From 15/02/2016 To 14/02/2017	From 15/02/2013 To 14/02/2017
ASSET REALISATIONS		
Bank Interest Gross	0.04	0.04
Bank Interest Net of Tax	0.04	1.18
Monies from Administration	NIL	2,343.62
	<u>0.08</u>	<u>2,344.84</u>
COST OF REALISATIONS		
Liquidators fees	NIL	1,950.00
Turnkey License Fee	60.57	136.67
Legal Fees (1)	NIL	20.00
Postage, stationery, photocopying	NIL	130.00
Search Fees	NIL	80.00
	<u>(60.57)</u>	<u>(2,316.67)</u>
	<u>(60.49)</u>	<u>28.17</u>
REPRESENTED BY		
Vat Receivable		28.13
Bank 1 Current		0.04
		<u>28.17</u>



 Gemma Louise Roberts
 Joint Liquidator

Joint Liquidators' Annual Progress Report to Creditors & Members

**Puma Source UK Limited
- In Liquidation ("the Company")**

5 April 2017

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- 2** Progress of the Liquidation
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APPENDICES

- A** Receipts and payments account ("R&P") for the period 15 February 2016 to 14 February 2017 ("the Period") including a cumulative R&P for the entire period following the Joint Liquidators' appointment.
- B** Time analysis for the Period
- C** Cumulative time analysis for the entire period following the Joint Liquidators' appointment
- D** Additional information in relation to Joint Liquidators' fees, expenses & disbursements

1 Introduction and statutory information

- 1.1 I, Gemma Louise Roberts, together with my colleague Lisa Jane Hogg, of Wilson Field Limited ("Wilson Field"), The Manor House, 260 Ecclesall Road South, Sheffield, S11 9PS, was appointed as Joint Liquidator of Puma Source UK Limited ("the Company") on 15 February 2013. This progress report covers the Period and should be read in conjunction with any previous progress reports which have been issued.
- 1.2 The principal trading address of the Company was The Lodge, Portobello Docks, 551 Harrow Road, London, W10 4RH.
- 1.3 The registered office of the Company has been changed to The Manor House, 260 Ecclesall Road South, Sheffield, S11 9PS and its registered number is 07578278.

2 Progress of the Liquidation

- 2.1 This section of the report provides creditors with an update on the progress made in the Liquidation during the Period.
- 2.2 At appendix A is my R&P for the Period, which also provides a cumulative R&P for the period from the date of my appointment as Joint Liquidator to the end of the Period.
- 2.3 A detailed narrative of work carried out during the Period is provided below.
- 2.4 Attached at appendix B is a time analysis outlining the time spent by the Joint Liquidators and their staff during the Period, together with a cumulative time analysis covering the period since my appointment as Joint Liquidator at appendix C.
- 2.5 Further information about the basis of remuneration agreed in this case and the Joint Liquidators' fees can be found in section 5 of this report.

Administration

- 2.1 The Joint Liquidators must comply with certain statutory obligations under the Insolvency Act 1986 ("the Act") and other related legislation. This work includes dealing with the Company's creditors and employees together with administrative tasks associated with the appointment, such as agreeing the strategy for the Liquidation, filing notices of appointment, statutory advertising, opening and maintaining the estate cash book and bank accounts and reporting periodically to creditors, HMRC and the Registrar of Companies.
- 2.2 Creditors should note that this work will not necessarily bring any financial benefit to creditors, but is required on every case by statute.

Realisation of assets

- 2.3 No tangible recoveries have been made during the Period, creditors are advised to review section 2.7 to 2.13 for details of my investigations during the Period.
- 2.4 It is anticipated that the work the Joint Liquidators and their staff have undertaken to date may bring a financial benefit to creditors. This may be a distribution to secured creditors of the Company only (from which a Prescribed Part fund may be derived for the benefit of unsecured creditors) or may, depending on realisations and the extent of any 3rd party security, result in a distribution to unsecured creditors of the Company.

Creditors (claims and distributions)

- 2.5 Further information on the anticipated outcome for creditors in this case can be found at section 3 of this report. The Joint Liquidators are not only required to deal with correspondence and claims from unsecured creditors but also those of the secured creditor of the Company. This may involve separate reporting to the secured creditor and dealing with distributions from asset realisations caught under their security, most typically a debenture.
- 2.6 The above work will not necessarily bring any financial benefit to creditors generally, however the Joint Liquidators are required by statute to undertake this work. Similarly, if a distribution is to be paid to any class of creditor, work will be required to agree those claims and process the dividend payments to each relevant class of creditor. The more creditors a company has, the more time and cost will be involved by the Joint Liquidators in dealing with those claims.

Investigations

- 2.7 You may recall from my previous progress reports to creditors that some of the work the Liquidators are required to undertake is to comply with legislation such as the Company Directors' Disqualification Act 1986 ("CDDA 1986") and Statement of Insolvency Practice 2 – Investigations by Office Holders in Administration and Insolvent Liquidations and may not necessarily bring any financial benefit to creditors, unless these investigations reveal potential asset recoveries that the Joint Liquidators can pursue for the benefit of creditors.
- 2.8 My report on the conduct of the directors of the Company to the Department for Business Innovation & Skills under the CDDA 1986 was submitted during the first year of the Liquidation and is confidential, however I can confirm that as a result of my investigations, Mr Mohit Joshi accepted an undertaking, disqualifying him from acting as a director of a Company for a period of 8 years.
- 2.10 My investigations revealed a number of matters concerning transactions made by the Company prior to the preceding Administration. It was considered that these transactions resulted in Company funds being redirected out of the reach of the Company's creditors and as a result, impacted on the levels of any potential distribution made in either the Administration or the subsequent Liquidation.
- 2.11 Creditors may recall that investigations into these transactions were concluded and that I had instructed Solicitors, MD Law of 8-10 Broomhill Road, Sheffield S10 2DR to prepare an application to Court for the repayment of the identified transactions by the directors.
- 2.12 The application was heard at the High Court of Justice, Chancery Division, Leeds District Registry on 4 January 2017. Judgment was awarded by District Judge Goldberg and an order was made for Mr Brian Tatham and Mr Joshi to pay £307,698 plus interest on a joint and several basis ("the Order").
- 2.13 MD Law subsequently issued notice of the Order to Messrs Tatham and Joshi on 10 January 2017, to which no response has been received. The Joint Liquidators are currently considering their options with regard to enforcing the Order and would invite creditors to advise of any known addresses of the directors or assets that may be available.

3 Creditors

Secured creditors

- 3.1 Factor 21 PLC ("Factor 21") hold a fixed and floating charge debenture over the Company's assets which was created on 27 April 2011 and registered on 3 May 2011 in respect of the factoring agreement operated between the Company and Factor 21.

- 3.2 Factor 21 have advised that they consider that all collectable book debts pursuant to the agreement have been remitted to them, however they have suffered a shortfall in respect of their fees which has resulted in no funds being available to the Company from the agreement.

Preferential creditors

- 3.3 There have been no preferential claims received to date and none are expected.

Unsecured creditors

- 3.4 I have received claims totalling £394,653 from three creditors. I have yet to receive claims from eight creditors whose debts total £66,663 as per the directors' statement of affairs.
- 3.5 As noted, the Company granted a floating charge to Factor 21 on 27 April 2011. Accordingly, I am required to create a fund out of the Company's net floating charge property for unsecured creditors, known as the Prescribed Part.
- 3.6 At present, it is uncertain if a Prescribed Part will be set aside for the benefit of unsecured creditors. This will be further considered upon the outcome of our investigations into the conduct of the Company's directors.
- 37 Should it become apparent that a distribution is to be made to the Company's unsecured creditors, the Joint Liquidators will issue notice of an intended dividend as a matter of course.

4 Joint Liquidators' remuneration

- 4.1 Where a company in Administration subsequently moves into Liquidation under paragraph 83 of schedule B1 to the Act and the Administrators become the Liquidators, the basis of fees fixed in the earlier Administration automatically transfers to the subsequent Liquidation.
- 4.2 My time costs for the Period are £5,180. This represents 17.4 hours at an average rate of £298 per hour. Attached as Appendix B is a time analysis which provides details of the activity costs incurred by staff grade during the Period in respect of the costs fixed by reference to time properly spent by me in managing the liquidation. To date, no fees have been drawn on account of my time costs on the basis that there are insufficient funds to allow me to do so.
- 4.3 However, disbursements totalling £61 have been drawn during the Period.
- 4.4 Also attached as Appendix C is a cumulative time analysis for the period from 15 February 2013 to 14 February 2017 which provides details of my time costs since my appointment. The cumulative time costs incurred to date are £31,503. This represents 105 hours at an average rate of £301 per hour.
- 4.5 In considering the remaining work to be done in the Liquidation, I currently estimate that my time costs to complete the Liquidation will be approximately £15,000. However, this estimate is entirely dependent on the progression of the investigations. I will update creditors on this in my next progress report.
- 4.6 A copy of 'A Creditors' Guide to Liquidators' Fees' is available on request or can be downloaded from <https://www.r3.org.uk/what-we-do/publications/professional/fees>.
- 4.7 Attached as Appendix D is additional information in relation to the Joint Liquidators' fees, expenses and disbursements, including where relevant, information on the use of subcontractors and professional advisers.

5 Creditors' rights

- 5.1 Within 21 days of the receipt of this report, a secured creditor, or an unsecured creditor (with the concurrence of at least 5% in value of the unsecured creditors) may request in writing that the Joint Liquidators provide further information about their remuneration or expenses which have been itemised in this progress report.
- 5.2 Any secured creditor, or an unsecured creditor (with the concurrence of at least 10% in value of the unsecured creditors) may within 8 weeks of receipt of this progress report make an application to court on the grounds that, in all the circumstances, the basis fixed for the Joint Liquidators' remuneration is inappropriate and/or the remuneration charged or the expenses incurred by the Joint Liquidators, as set out in this progress report, are excessive.

6 Next report

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

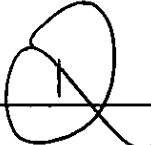
Yours faithfully

A handwritten signature in black ink, appearing to be 'G L Roberts', written over a circular stamp or seal.

G L Roberts
Joint Liquidator

Puma Source UK Limited
(In Liquidation)
Joint Liquidators' Summary of Receipts & Payments

Statement of Affairs £	From 15/02/2016 To 14/02/2017 £	From 15/02/2013 To 14/02/2017 £
ASSET REALISATIONS		
Bank Interest Gross	0.04	0.04
Bank Interest Net of Tax	0.04	1.18
Monies from Administration	NIL	2,343.62
	0.08	2,344.84
COST OF REALISATIONS		
Liquidators fees	NIL	1,950.00
Turnkey License Fee	60.57	136.67
Legal Fees (1)	NIL	20.00
Postage, stationary, photocopying	NIL	130.00
Search Fees	NIL	80.00
	(60.57)	(2,316.67)
	(60.49)	28.17
REPRESENTED BY		
Vat Receivable		28.13
Bank 1 Current		0.04
		28.17



 Gemma Roberts
 Joint Liquidator

Time Entry - Detailed SIP9 Time & Cost Summary

PUMA02C - Puma Source UK Limited
 From: 15/02/2016 To: 14/02/2017
 Project Code: POST

Classification of Work Function	Directors & IP's	Manager & Senior Administrator	Administrators	Assistants & Support Staff	Total Hours	Time Cost (£)	Average Hourly Rate (£)
ADCA : Cashiering	0.70	1.30	0.20	0.50	2.70	989.00	366.30
ADCR : Case Reviews	1.00	0.00	2.30	0.00	3.30	1,066.00	323.03
ADGA : File Maintenance	0.00	0.00	0.00	0.50	0.50	65.00	130.00
ADSC : Statutory and Compliance	0.40	0.00	3.60	0.00	4.00	1,064.00	266.00
Admin and Planning	2.10	1.30	6.10	1.00	10.50	3,184.00	303.24
CRCO : Communications with Creditors	0.00	0.00	0.10	0.00	0.10	26.00	260.00
Creditors	0.00	0.00	0.10	0.00	0.10	26.00	260.00
INAT : Antecedent Transactions	0.00	0.00	0.30	0.00	0.30	72.00	240.00
INRE : Investigation and Review	0.00	0.00	5.20	0.00	5.20	1,248.00	240.00
Investigations	0.00	0.00	5.50	0.00	5.50	1,320.00	240.00
REIS : Identifying, Securing and Insuring	1.30	0.00	0.00	0.00	1.30	650.00	500.00
Realisation of Assets	1.30	0.00	0.00	0.00	1.30	650.00	500.00
Total Hours	3.40	1.30	11.70	1.00	17.40	5,180.00	297.70

Time Entry - Detailed SIP9 Time & Cost Summary

PUMA02C - Puma Source UK Limited
From: 15/02/2013 To: 14/02/2017
Project Code: POST

Classification of Work Function	Directors & IP's	Senior Administrator	Administrators	Assistants & Support Staff	Total Hours	Time Cost (£)	Average Hourly Rate (£)
ADCA : Cashiering	2.90	2.30	0.50	3.77	9.47	2,888.17	305.09
ADCR : Case Reviews	3.90	1.20	13.00	0.00	18.10	5,518.50	304.89
ADGA : File Maintenance	0.20	0.00	0.40	2.10	2.70	452.00	167.41
ADSC : Statutory and Compliance	2.40	0.00	6.30	0.00	8.70	2,679.00	307.93
ADSO : Strategic Overview	0.00	0.60	0.00	0.00	0.60	182.00	270.00
Admin and Planning	9.40	4.10	20.20	5.87	39.57	11,899.87	295.69
CRLG : Creditors Claims	0.00	0.00	0.30	0.00	0.30	75.00	250.00
CRCO : Communications with Creditors	1.60	0.30	2.90	0.00	4.80	1,477.00	307.71
CRTV : Tax and VAT	0.30	0.00	0.50	0.10	0.90	308.50	342.78
Creditors	1.90	0.30	3.70	0.10	6.00	1,860.50	310.08
INAT : Antecedent Transactions	2.05	0.00	0.40	0.00	2.45	1,069.00	436.33
INDR : CDDA Report	0.00	0.00	0.20	0.00	0.20	50.00	250.00
INRE : Investigation and Review	10.20	4.70	34.50	0.00	49.40	13,812.00	279.60
Investigations	12.25	4.70	35.10	0.00	52.05	14,931.00	288.86
REDC : Debt Collection	0.00	0.00	0.00	0.20	0.20	36.00	180.00
REIS : Identifying, Securing and Insuring	5.90	0.00	0.00	0.00	5.90	2,760.00	467.80
REPB : Property, Business and Asset Sales	0.00	0.80	0.00	0.00	0.80	216.00	270.00
Realisation of Assets	5.90	0.80	0.00	0.20	6.90	3,012.00	438.52
Total Hours	29.45	9.80	59.00	6.17	104.52	31,503.17	301.42

Appendix D

Additional information in relation to the Joint Liquidators' fees, expenses & disbursements

1 Staff allocation and the use of sub-contractors

- 1.1 The general approach to resourcing our assignments is to allocate staff with the skills and experience to meet the specific requirements of the case.
- 1.2 The constitution of the case team will usually consist of an Insolvency Practitioner, a manager, and an administrator or assistant. The exact constitution of the case team will depend on the anticipated size and complexity of the assignment and the experience requirements of the assignment.
- 1.3 We are not proposing to utilise the services of any sub-contractors in this case.

2 Professional advisors

- 2.1 On this assignment we have used the professional advisors listed below. We have also indicated alongside, the basis of our fee arrangement with them, which is subject to review on a regular basis.

Name of Professional Advisor	Basis of Fee Arrangement
MD Law (legal advice)	A Conditional Fee Agreement has been entered into with MD Law, whereby they will be entitled to the entirety of their base costs and disbursements, or 20% of sums realised if settled before proceedings at Court are issued, whichever is higher. Or, the above plus a success fee of 100% of the base costs should realisations from any successful actions brought against the director's permit as a result of a Court Order being granted in favour of the Joint Liquidators
Marsh Limited (insurance)	Fixed fee

- 2.2 Our choice was based on our perception of their experience and ability to perform this type of work, the complexity and nature of the assignment and the basis of our fee arrangement with them.

3 Joint Liquidators' expenses & disbursements

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

	Paid in prior period £	Paid in the period covered by this report £	Incurred but not paid to date £	Total anticipated cost £
Category 1 disbursements				
Solicitors' costs	0.00	0.00	11,407.90	20,000.00
Specific penalty bond	0.00	0.00	24.00	24.00
Software Licence fee	76.10	60.57	30.29	197.25
Case transfer fee	20.00	0.00	0.00	20.00
Category 2 disbursements				
Postage, Stationary and Photocopying	130.00	0.00	650.00	780.00
External storage of books & records	0.00	0.00	720.00	864.00
Search fees	0.00	0.00	110.00	110.00

- 3.2 Category 1 disbursements do not require approval by creditors. The type of disbursements that may be charged as a Category 1 disbursement to a case generally comprise of external

supplies of incidental services specifically identifiable to the case, such as postage, case advertising, invoiced travel and external printing, room hire and document storage. Also chargeable will be any properly reimbursed expenses incurred by personnel in connection with the case. These disbursements are included in the tables of expenses above.

- 3.3 Category 2 disbursements do require approval from creditors. These are costs which are directly referable to the appointment in question but are not payments which are made to an independent third party and may include shared or allocated costs that can be allocated to the appointment on a proper and reasonable basis such as internal room hire, document storage or business mileage. Details of Category 2 disbursements charged by this firm (where appropriate) were provided at the time the Liquidators' fees were approved by creditors. Any Category 2 disbursements incurred are specifically highlighted in the tables of expenses above.

4 Charge-out rates

- 4.1 A schedule of Wilson Field's charge-out rates are detailed on the next page.

WILSON FIELD LIMITED CHARGE OUT RATES AND DISBURSEMENT POLICY

In accordance with SIP 9 covering fees and disbursements, we are required to disclose to you our policy for recovering non-specific disbursements, and the charge out rates for the various grades of staff who may be involved in this case.

Remuneration

The office holder(s) will seek approval from creditors to draw remuneration on a time cost basis, in accordance with the rates detailed below.

	Hourly charge out rate (£)	
Grade	01/02/2014 to 31/10/2014	01/11/2014 onwards
Director/Insolvency Practitioner	350-500	500
Manager	260-400	400
Assistant Manager	N/A	395
Team Leader	N/A	390
Senior Administrator	240	330
Administrator (1-5 years experience)	120-240	230-300
Secretarial & Support	100-130	130

All time is recorded in 6 minute units.

Category 1 Disbursements

In accordance with SIP 9, these do not require the approval of creditors and are costs where there is specific expenditure directly referable both to the appointment in question and a payment to an independent third party. These may include advertising, room hire, insurance, travel expenses etc.

Category 2 Disbursements

In accordance with SIP 9, these require the prior approval of creditors.

Category 2 disbursements are charged in accordance with the liquidator's prevailing recovery policy at the time the disbursement is incurred. The rates applicable from 1 August 2016 are detailed below:

Disbursement	Charge	
Search fees	£10 per document	On appointment
Document Upload Centre charge	£150	On appointment
Room Hire where held at a Wilson Field office	£100 per meeting	On appointment (where appropriate)
Mileage	45p per mile	On appointment (where appropriate)
Postage, stationery, photocopying etc	£10 per member and creditor per year	On appointment and annually
Insolvency software fee	£150 per year	On appointment and annually
Storage of books and records	£80 per box per year	Once records are logged and then annually
Document management fee	£150 per year	Annually on 1 st August

In common with all professional firms, our charge out and disbursements rates increase from time to time. We reserve the right to change the rates without prior notice to you. Any change will be reported in the next statutory report to creditors.