

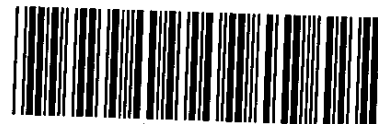
LIQ14

Notice of final account prior to dissolution in CVL



Companies House

SATURDAY



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30/11/2019

#159

COMPANIES HOUSE
COMPANIES HOUSE

1 Company details

Company number 1 0 4 8 4 5 2 5

Company name in full Friday Labs Europe Limited

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

2 Liquidator's name

Full forename(s) Peter

Surname Kubik

3 Liquidator's address

Building name/number Quadrant House

Street 4 Thomas More Square

Post town London

County/Region

Postcode E 1 W 1 Y W

Country

4 Liquidator's name ①

Full forename(s)

Surname

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

5 Liquidator's address ①

Building name/number

Street

Post town

County/Region

Postcode

Country

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

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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 *fami*

X

Signature date

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**FRIDAY LABS EUROPE LIMITED
IN CREDITORS' VOLUNTARY LIQUIDATION**

FINAL ACCOUNT

18 September 2019

Contents

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-

1. EXECUTIVE SUMMARY

- 1.1 This report details the progress of the Liquidation for the period 22 October 2018 to 18 September 2019 and should be read in conjunction with previous correspondence to creditors.
- 1.2 A summary of key information in this report is detailed below.

Assets

Asset	Estimated to realise per Statement of Affairs (£)	Total realisations (£)
Stock	15,000.00	15,000.00
Bank interest	Nil	0.25
Total	15,000.00	15,000.25

Expenses / disbursements

Expense / disbursement	Amount per fees and expenses estimates (£)	Total expense (£)
Statement of Affairs fee	7,500.00	7,500.00
Liquidator's fee	12,300.00	6,710.50
Agent's fee	-	1,125.00
Advertising	232.35	232.35
Bank charges	10.00	-
Bonding	150.00	40.00
Document storage	500.00	-
Creditor Gateway	56.00	-
VisionBlue	110.00	110.00
Category 2 disbursements	1,615.00	115.00
Total	22,473.35	15,832.85

Dividend prospects

Creditor class	Distribution / dividend paid to date (£)
Secured creditor	Not applicable
Preferential creditors	Not applicable
Unsecured creditors	Nil

Closure

- 1.3 All matters within the Liquidation have concluded.
-

2. ADMINISTRATION AND PLANNING

Statutory information

- 2.1 Statutory information may be found at appendix 1.
- 2.2 The Liquidator is required to meet a considerable number of statutory and regulatory obligations. Whilst many of these tasks do not have a direct benefit in enhancing realisations for the insolvent estate, they assist in the efficient and compliant progression of the administration of the case, which ensures that work is carried out to high professional standards. A detailed list of these tasks may be found in appendix 4.
- 2.3 The Liquidator has met his statutory and regulatory duties to report to creditors, as listed below. In consideration of the need for transparency and engagement with creditors, care has been taken to ensure that reports and other communications with creditors have provided useful details of the strategies pursued and the outcomes anticipated. During the Review Period, the key documents that have been issued include the report presented to creditors prior to the appointment of a Liquidator and this progress report.

Other administration tasks

- 2.4 During the Review Period, the material tasks in this category that were carried out was periodic case reviews.

3. ENQUIRIES AND INVESTIGATIONS

- 3.1 During the Review Period, the Liquidator carried out an initial review of the Company's affairs in the period prior to appointment. This included seeking information and explanations from the director by means of questionnaires; reviewing information received from creditors; and collecting and examining the Company's bank statements, accounts and other available records.
- 3.2 The director did not provide the books and records or a completed questionnaire.
- 3.3 The information gleaned from this reviewing the available information enabled the Liquidator to meet his statutory duty to submit a confidential report on the conduct of the director to the Insolvency Service.
- 3.4 This work was also carried out with the objective of making an initial assessment of whether there were any matters that may lead to any recoveries for the benefit of creditors. This would typically include any potential claims which may be brought against parties either connected to or who have past dealings with the Company.
-

- 3.5 This initial assessment has been completed and the Liquidator did not identify any further assets or actions which might lead to a recovery for creditors.

4. REALISATION OF ASSETS

- 4.1 Detailed below is key information about asset realisation and strategy, however, more details about the work undertaken may be found at appendix 4. The Liquidator formulated and worked through a realisation strategy that sought to maximise realisations net of costs. The financial benefit of those efforts is described further below.

Stock

- 4.2 The book value of the stock in the accounts was £33,519 and the estimated to realise value was £15,000. As the stock was situated in Lithuania, it was not considered cost effective to undertake a stock take and physical review, therefore, agents were instructed to complete a desk top valuation based on the information available in the Company's records.
- 4.3 Friday Labs Limited ('FLL'), the Company's shareholder, designed and developed the stock which the Company held. Following the Administration of FLL, a sale was completed for the business and the purchaser also bought the stock. The sum of £15,000.00 was received.
- 4.4 Please note that sale was to a connected party and in accordance with Statement of Insolvency Practice 13, please note:-
- The sale was completed on 12 November 2018;
 - The sale only included the stock owned by the Company;
 - The purchaser was Friday Home Aps ('FHA');
 - The directors and shareholders of the purchaser are similar to those of FLL, the Company's sole shareholder; and
 - Agents were instructed to market the assets, together with those of FLL and only one offer was received, being that of FHA.

Book debts

- 4.5 Further information was requested regarding the outstanding debtors, which had a book value of £30,236 and uncertain estimated to realise value. The Company's management team advised that the debtors were also owed money and, once set off, there would be no funds available. No information was provided to support this, however, it was not deemed commercially viable to continue to pursue this matter.
-

VAT refund

- 4.6 The Company's accounts reflected a potential VAT refund of £3,387. Following correspondence with HM Revenue and Customs, there was a significantly higher counter claim and, therefore, there are no realisations in this respect.

5. FEES AND EXPENSES

Agent's fee

- 5.1 Kumar and Co were instructed to provide a valuation of the stock and market the same for sale. Their costs were agreed on a time costs basis plus disbursements. Their fee amounted to £1,125.00 and this has been paid in full.

Statement of Affairs fee

- 5.2 On 22 October 2018 the creditors authorised a fixed fee of £7,500.00 for assisting the director with placing the Company into Liquidation and the preparation of the Statement of Affairs and report to creditors. This has been paid in full from asset realisations.

The Liquidator's fees

- 5.3 It is the firm's practice to ensure that work is conducted by the appropriate staff member at the appropriate level of experience. Junior members of staff deal with the day to day administration on cases and a manager or partner then oversees the work undertaken. Where the issues are complex and litigious, the work will be closely supervised or undertaken by a partner.
- 5.4 The basis of the Liquidator's fees was approved by creditors on 22 October 2018 in accordance with the following resolution:-
- That the basis of the Liquidator's fee be fixed by reference to the time properly given by the Liquidator and their staff in attending to matters arising in the winding-up, such time to be charged at the prevailing standard hourly charge out rates used by UHY Hacker Young LLP at the time when the work is performed, estimated to be £15,000.00 plus VAT.
- 5.5 The time costs for the period 22 October 2018 to 18 September 2019 (being the entirety of the Liquidation) total £6,710.50, representing 24.50 hours at an average hourly rate of £273.90. The sum of £6,225.25 has been drawn and the balance written off due to insufficient funds. The time costs for the period are detailed at appendix 3.
- 5.6 Having regard for the costs that are likely to be incurred in bringing this Liquidation to a close, the Liquidator considers that the original fee estimate shall not be exceeded.
-

Disbursements

- 5.7 Included in appendix 5 is a comparison of the expenses likely to be incurred in the Liquidation as a whole with the original expenses estimate, together with reasons where any expenses are likely to exceed that estimate.
- 5.8 The category 1 disbursements incurred for the period 22 October 2018 to 18 September 2019 total £150.00 and this has been paid in full. These are detailed at appendix 5 and represent the simple reimbursement of actual out of pocket payments made in relation to the assignment.
- 5.9 The category 2 disbursements incurred for the period 22 October 2018 to 18 September 2019 total £115.00 and these have been written off in full due to insufficient funds. These disbursements are charged in accordance with approval given by creditors on 22 October 2018 and the basis of calculation of this category of disbursement was disclosed to creditors prior to the resolution being passed and is also detailed at appendix 5..
- 5.10 Information about this insolvency process may be found on the R3 website at <http://www.creditorinsolvencyguide.co.uk/>. A copy of 'A Creditors' Guide to Fees' may be found at <https://www.uhy-uk.com/wp-content/uploads/Liquidations-Creditor-Fee-Guide-April-2017.pdf> and a hard copy is available upon request.

6. CREDITORS

- 6.1 Irrespective of whether sufficient realisations are achieved to pay a dividend to creditors, the Liquidator has had to carry out key tasks which are detailed in the list at appendix 4. The following sections explain the outcome to creditors.

Secured creditors

- 6.2 The Company had not granted any charges over its assets.

Preferential creditors

- 6.3 Preferential claims related to employees' arrears of wages and outstanding holiday pay. As the Company did not have any employees, there was no preferential claim in this matter.

Unsecured creditors

- 6.4 As per the Statement of Affairs, the unsecured creditors totalled £104,973. Claims amounting to £399,850.57 were received.

Dividend prospects

- 6.5 Where a floating charge is created after 15 September 2003 a prescribed part of the company's net property shall be made available to unsecured creditors.
-

- 6.6 The Company has not granted a floating charge to any creditor after 15 September 2003 and consequently there will be no prescribed part in this Liquidation.
- 6.7 In addition, due to insufficient funds being available, no dividend is available to the unsecured creditors.

7. CREDITORS' RIGHTS

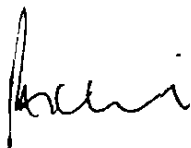
- 7.1 An unsecured creditor may, with the permission of the court or with the concurrence of 5% in value of the unsecured creditors (including the creditor in question) request further details of the Liquidator's remuneration and expenses, within 21 days of receipt of this report. Any secured creditor may request the same details in the same time limit.
- 7.2 An unsecured creditor may, with the permission of the court or with the concurrence of 10% in value of the creditors (including the creditor in question), apply to court to challenge the amount and/or basis of the Liquidator's fees and the amount of any proposed expenses or expenses already incurred, within 8 weeks of receipt of this report. Any secured creditor may make a similar application to court within the same time limit.

8. EU REGULATIONS

- 8.1 The Company's centre of main interest was in the UK and their registered office was 12-13 Henrietta Street, Covent Garden, London, WC2E 8LH and therefore it is considered that the EU Regulations apply. These proceedings are main proceedings as defined in Article 3 of the EU Regulations.

9. CONCLUSION

- 9.1 The administration of the case has concluded.
- 9.2 If you require any further information, please contact this office.



Peter Kubik
Liquidator

Appendix 1 - Statutory information

Company name	Friday Labs Europe Limited
Former trading name	Not applicable
Company number	10484525
Registered office	c/o UHY Hacker Young LLP, Quadrant House, 4 Thomas More Square, London, E1W 1YW
Former registered office	12-13 Henrietta Street, Covent Garden, London, WC2E 8LH
Officeholder	Peter Kubik
Officeholder's address	Quadrant House, 4 Thomas More Square, London, E1W 1YW
Date of appointment	22 October 2018

Appendix 2 - Receipts and payments account for the period 22 October 2018 to 18 September 2019

S of A £	£
RECEIPTS	
15,000 Stock	15,000.00
NIL Bank Interest Gross	0.25
15,000	15,000.25
PAYMENTS	
Pre Appointment Fee	(7,500.00)
Agent's Fees	(1,125.00)
Liquidators' Remuneration	(6,225.25)
Specific Bond	(40.00)
VisionBlue Fee	(110.00)
	(15,000.25)
BALANCE HELD IN NON INTEREST BEARING ACCOUNT	NIL

Average hourly cost (£)

Appendix 4 - Detailed list of work undertaken

General Description	Includes
Statutory and General Administration	
Statutory/advertising	Filing of documents to meet statutory requirements Corporation tax returns Quarterly VAT returns Advertising in accordance with statutory requirements Bonding the case for the value of the assets
Document maintenance/file review/checklist	Filing of documents Periodic file reviews documenting strategy Periodic reviews of the application of ethical, anti-money laundering and anti-bribery safeguards Maintenance of statutory and case progression task lists/diaries Updating checklists
Bank account administration	Preparing correspondence opening and closing accounts Requesting bank statements Bank account reconciliations Correspondence with bank regarding specific transfers Maintenance of the estate cash book Banking remittances and issuing cheques/BACS payments
Planning / Review	Discussions regarding strategies to be pursued Meetings with team members and independent advisers to consider practical, technical and legal aspects of the case
Reports	Circulating initial report to creditors upon appointment Circulating final report to creditors
Closure	Review case to ensure all matters have been finalised Draft final account Obtain clearance to close case from HMRC together with submitting final tax returns File documents with Registrar of Companies
Investigations	
SIP 2 Review	Requesting delivery/ collection of the books and records Correspondence to request information on the company's dealings, making further enquiries where applicable Reconstruction of financial affairs of the company Preparation of deficiency statement Review of specific transactions and liaising with directors regarding certain transactions
Statutory reporting	Preparing statutory investigation reports Submission of report with the Insolvency Service
Realisation of Assets	
Stocl	Instructing and liaising with agents

General Description	Includes
	Assessment and review of offers received Negotiating with intended purchaser
Debtors	Correspondence with director and management team for information Seeking back up documentation re debtor position Internal discussions re action to be taken
VAT refund	Correspondence with HMRC re tax position Review of records available to ascertain position Internal discussions re action to be taken
Creditors and Distributions	
Creditor Communication	Receive and follow up creditor enquiries via telephone Review and prepare correspondence to creditors and their representatives via facsimile, email and post
Dealing with proofs of debt	Receipting and filing POD when not related to a dividend
Processing proofs of debt	Preparation of correspondence to potential creditors inviting submission of POD Receipt of POD

Current Charge-out Rates for the firm

Time charging policy

Support staff do not charge their time to each case.

Support staff include cashier, secretarial and administration support.

The minimum unit of time recorded is 6 minutes.

Staff	Charge out rates £
Insolvency Practitioner/Partners	450-750
Directors	325-725
Senior Manager	300-400
Manager	280-350
Assistant Manager	200-300
Senior Administrator	150-250
Administrator	80-180
Junior Administrator	70-120
Secretarial/Administration support staff	-

Appendix 5 - Time costs and expenses summary for period, cumulative and comparison with estimate

Work category	Original fee estimate			Actual time costs incurred during the Review Period			Total time costs incurred to date		
	No of hours	Blended hourly rate £ per hour	Total fees £	No of hours	Average hourly rate £ per hour	Total time costs £	No of hours	Average hourly rate £ per hour	Total time costs £
Administration	15	300	4,500	17.90	274.44	4,912.50	17.90	274.44	4,912.50
Assets	10	300	3,000	1.00	335.00	335.00	1.00	335.00	335.00
Creditors	8	300	2,400	0.10	230.00	23.00	0.10	230.00	23.00
Investigations	8	300	2,400	5.50	261.82	1,440.00	5.50	261.82	1,440.00
Totals	41	300	12,300	24.50	273.90	6,710.50	24.50	273.90	6,710.50

Expenses / disbursements	Original expenses estimate £	Actual expenses incurred in the Review Period £	Actual expenses incurred to date £	Reason for any excess (if the expenses are likely to, or have, exceeded the original estimate)
Expenses and category 1 disbursements				
Advertising	232.35	232.35	232.35	
Bank charges	10.00	-	-	
Bonding	150.00	40.00	40.00	
Document storage	500.00	-	-	
Creditor Gateway	56.00	-	-	
Vision Blue fee	110.00	110.00	110.00	
Agents' fees	-	1,125.00	1,125.00	Omitted in error
Total	1,058.35	1,507.35	1,507.35	

Category 2 disbursements				
Accounting fees	1,500.00	-	-	
External storage of working papers	50.00	50.00	50.00	
Internal meeting room	65.00	65.00	65.00	
Total	1,615.00	115.00	115.00	

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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	Peter Kubik
Company name	UHY Hacker Young LLP
Address	Quadrant House 4 Thomas More Square
Post town	London
County/Region	
Postcode	E 1 W 1 Y W
Country	United Kingdom
DX	
Telephone	020 7216 4600



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

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