

The Insolvency Act 1986

Liquidator's Progress Report

S.192

Pursuant to Sections 92A and 104A of the Insolvency Act 1986

For Official Use

To the Registrar of Companies

Three empty rectangular boxes for official use.

Company Number

2860223

Name of Company

Kitchen Consultants Ltd

I/~~We~~
Shay Lettice
Salisbury House
Station Road
Cambridge CB1 2LA

the liquidator(s) of the company attach a copy of my/~~our~~ progress report under section 192 of the Insolvency Act 1986

Signed 

Date 27.4.12

Peters Elworthy & Moore
Salisbury House
Station Road
Cambridge CB1 2LA

Ref KC006/SL/KM/BD

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Liquidator's Annual Report to Creditors

**Kitchen Consultants Limited
- In Liquidation
26 April 2012**

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1 Introduction

1 1 This report provides an update on the progress in the liquidation for the year ended 7 March 2012. By way of reminder, I was appointed liquidator of the Company on 8 March 2012 following the move from Administration to Liquidation.

1 2 At Appendix A, I have provided an account of my Receipts and Payments for the year ended 7 March 2012.

2 Realisation of Assets

2 1 Attached at Appendix A is my Receipts and Payments Account for the period from 8 March 2011 to 7 March 2012.

Goodwill

2 2 As previously indicated goodwill attracts an "earnout" based on deferred income of 4% of turnover for the period from the date of sale to 31 December 2010 and 2.5% of turnover from 1 January 2011 for a period of 12 months, which is to be accounted for every three months. Having continued to pursue the first "earnout" payment I was advised that the purchaser had entered Liquidation. As a result I have been unable to recover any further sums, other than those collected and accounted for in the previous Administration.

2 3 Since being informed of the purchaser's Liquidation I have contacted the Liquidator and requested that he investigate the disposal of assets which were purchased from the Administration of Kitchen Consultants Limited prior to the purchaser entering Liquidation. I have been assured that all the appropriate transactions are being reviewed.

Book Debts and retentions

2 4 David Stewart continues to assist with book debt and retention collections. To date, a further £26,595 has been received from three debtors. Unfortunately a number of the larger retentions have been disputed and counter claims made. It is therefore estimated that a further £5,644 will be realised in respect of retentions.

2 5 In accordance with Statement of Insolvency Practice No 13 (SIP13), I would advise you that no assets were sold to a Director of the Company.

3 Investigations

- 3 1 In accordance with the Company Directors Disqualification Act 1986 I have submitted a report on the conduct of the Directors of the Company to the Department for Business Innovation & Skills (BIS) As this is a confidential report, I am not able to disclose the contents

4 Creditors

Secured Creditors

- 4 1 Royal Bank of Scotland plc holds a fixed and floating charge over the Company's assets At the date of the liquidation the indebtedness was estimated at £215,543 To date no distribution has been paid from the Liquidation, although a payment of £40,488 was paid in the preceding Administration in respect of fixed charge monies There is unlikely to be any further distributions to the secured creditor

Preferential Creditors

- 4 2 There are no preferential claims

Unsecured Creditors

- 4 3 I have received claims totalling £1,191,250 17 from 91 creditors I have yet to receive claims from 45 creditors whose debts total £163,575 72 as shown in the directors' statement of affairs Due to the reasons detailed above there is no prospect of a dividend to unsecured creditors

5 Liquidator's Remuneration

- 5 1 The basis of the Liquidator's remuneration was approved on a time costs basis at the first meeting of creditors in the preceding Administration
- 5 2 The Liquidator's time costs as at 7 March 2012 total £14,244 50, representing 107 10 hours at an average rate of £133 per hour To date, no fees have been drawn on account Attached as Appendix B is a Time Analysis which provides details of the activity costs incurred by staff grade during this period in respect of the costs fixed by reference to time properly spent by me in managing the Liquidation
- 5 3 Attached as Appendix C is additional information in relation to our policy on staffing, the use of subcontractors, disbursements and details of our current charge-out rates by staff grade A copy of 'A Creditors' Guide to Liquidators' Fees' is available on request or can be downloaded from <http://www.pem.co.uk/how-we-help/business/pem-recovery/insolvency-practitioners-guides>

5 4 Since the date of appointment the following Category 2 disbursements have been taken

- Photocopying – £100 32

6 Liquidator's Expenses

6 1 The following expenses have been incurred since my appointment as Liquidator

Nature of expense incurred	Amount incurred (£)	Paid to date (£)	Amount outstanding (£)
Companies House Search Fee	1 00	Nil	1 00
Photocopying	100 32	Nil	100 32
Postage	122 85	Nil	122 85

7. Creditors' rights

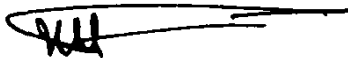
7 1 Within 21 days of the receipt of this report, a secured creditor, or an unsecured creditor (with the concurrence of at least 5% in value of the unsecured creditors) may request in writing that the Liquidator provide further information about his remuneration or expenses which have been itemised in this progress report

7 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 Liquidator's remuneration is inappropriate and/or the remuneration charged or the expenses incurred by the Liquidator, as set out in this progress report, are excessive

8. Next Report

8 1 I am required to provide a further report on the progress of the liquidation within three 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 report ahead of convening the final meeting of creditors

Yours faithfully



Shay Lettice
Liquidator

**Kitchen Consultants Ltd
(In Liquidation)****Liquidator's Abstract Of Receipts And Payments
To 07 March 2012**

RECEIPTS	Total (£)
Funds transferred from Administration	14,421 22
Book Debts	26,595 23
Bank Interest Gross	3 80
	<hr/>
	41,020 25
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PAYMENTS	
Former Administrators Fees	17,083 33
Collection Fee	5,305 66
Rents Payable	12,264 99
Vat Receivable	5,869 67
	<hr/>
	40,523 65
Balances in Hand	496 60
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	41,020 25
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Appendix B

**Kitchen Consultants Limited
(in Liquidation)**

**Summary of time costs for the period
8 March 2011 to 7 March 2012**

Staff grade	Administration & planning	Investigation	Asset realisation	Trading	Creditors	Total hours	Time Cost
Partner (£275 £ per hour)	1 90	0 20	3 40		0 40	5 90	1,622 50
Director/Senior Manager (£ per hour)	-	-	-	-	-	-	-
Manager/Ass't Manager (£200 per hour)	0 70	-	0 20	-	-	0 90	180 00
Administrator/ Trainee (£124 per hour)	23 30	0 40	34 70	-	41 90	100 30	12,442 00
Total	25 90	0 60	38 30	-	42 30	107 10	14,244 50

*The charge out rates shown are the average rates for each grade of staff The total average time cost is £133 00
Historical charge-out rates

As my firm's fees are based on time costs, Statement of Insolvency Practice 9 requires me to provide you with details of "any material changes in the rates charged for the various grades since the resolution was first passed" I therefore set out below a summary of charge-out rates You will note that charge-out rates are increased annually Hourly rates vary depending on market rates, qualifications and experience of various grades of staff

Period commencing	Partner Hourly rate £	Director Hourly rate £	Senior Manager Hourly rate £	Manager Hourly rate £	Assistant Manager Hourly rate £	Administrator (1) Hourly rate £	Administrator (2) Hourly rate £	Trainee Hourly rate £
January 2011	275 00	N/a	200 00	160 00	130 00	115 00	70 00	50 00

Appendix C

ADDITIONAL INFORMATION IN RELATION TO LIQUIDATOR'S FEES

PURSUANT TO STATEMENT OF INSOLVENCY PRACTICE 9 (SIP9)

1 Policy

Detailed below is Peters Elworthy & Moore policy in relation to

- Staff allocation and the use of subcontractors
- Professional advisors
- Disbursements

1.1 *Staff allocation and the use of subcontractors*

Our 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 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. The charge out rate schedule below provides details of all grades of staff and their experience level.

I have utilised the services of David Stewart to assist with book debt and retention collections in this case. A fee totalling 10% of the first £100,000 of book debt realisations, 15% of book debt realisations over £100,000 and 20% of realisations on all retention collections.

1.2 *Professional advisors*

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
Taylor Vinters (legal advice)	Hourly rate and disbursements
AUA Insolvency Risk Services (insurance)	Hourly rate and disbursements
Cheffins (valuation and disposal advice)	Hourly rate and disbursements

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

13 *Disbursements*

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.

Category 2 disbursements do require approval from creditors. These disbursements can include costs incurred by Peters Elworthy & Moore for the provision of services which include an element of recharged overhead, for example, room hire or document storage. On this case the costs have been detailed in the body of the report.

2. Charge-out Rates

A schedule of Peters Elworthy & Moore's current charge-out rates for this assignment are attached.