

In accordance with Rule 18.7 of the Insolvency (England & Wales) Rules 2016 and Sections 92A, 104A and 192 of the Insolvency Act 1986.

LIQ03

Notice of progress report in voluntary winding up



Companies House

WEDNESDAY



A27 *A6GDECXF* #95
04/10/2017
COMPANIES HOUSE

1 Company details

Company number 0 8 8 2 5 3 3 7

Company name in full S.H.S Inns Ltd

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

2 Liquidator's name

Full forename(s) Stephen

Surname Powell

3 Liquidator's address

Building name/number HJS Recovery

Street 12-14 Carlton Place

Post town Southampton

County/Region Hampshire

Postcode S O 1 5 2 E A

Country

4 Liquidator's name ①

Full forename(s) Gordon

Surname Johnston

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

5 Liquidator's address ②

Building name/number HJS Recovery

Street 12-14 Carlton Place

Post town Southampton

County/Region Hampshire

Postcode S O 1 5 2 E A

Country

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

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6 Period of progress report

From date	^d 0	^d 3	^m 0	^m 8	^y 2	^y 0	^y 1	^y 6
To date	^d 0	^d 2	^m 0	^m 8	^y 2	^y 0	^y 1	^y 7

7 Progress report

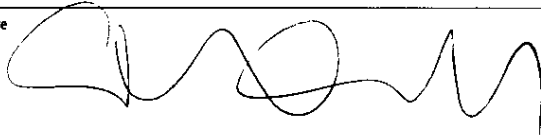
The progress report is attached

8 Sign and date

Liquidator's signature

Signature

X



X

Signature date

^d 0	^d 2	^m 1	^m 0	^y 2	^y 0	^y 1	^y 7
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Liquidators' Annual Progress Report to Creditors & Members

**S.H.S. Inns Ltd formerly t/a The White Bull
- In Liquidation**

2 October 2017

S.H.S. Inns Ltd formerly t/a The White Bull - IN LIQUIDATION

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S.H.S. Inns Ltd formerly t/a The White Bull - IN LIQUIDATION

1 Introduction and Statutory Information

- 1.1 I, Stephen Powell of HJS Recovery (UK) Ltd, was appointed as Joint Liquidator of S.H.S. Inns Ltd formerly t/a The White Bull (the **Company**) on 3 August 2016, together with my colleague Gordon Johnston. This progress report covers the period from 3 August 2016 to 2 August 2017 (**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 Main Street, Gisburn, Clitheroe, Lancashire, BB7 4HE. The business traded under the name The White Bull.
- 1.3 The registered office of the Company has been changed to HJS Recovery, 12-14 Carlton Place, Southampton, SO15 2EA and its registered number is 08825337.

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 and an explanation of the work done by the Liquidators and their staff.
- 2.2 At Appendix A is a Receipts and Payments Account for the Period.

Administration (including statutory compliance & reporting)

- 2.3 An office holder must comply with certain statutory obligations under the Insolvency Act 1986 and other related legislation. Details about the work we anticipated would need to be done in this area was outlined to creditors in our initial fees estimate/information.
- 2.4 Where the costs of statutory compliance work or reporting to creditors exceeds the initial estimate, it will usually be because the duration of the case has taken longer than anticipated, possibly due to protracted asset realisations, which have in turn placed a further statutory reporting requirement on the Liquidators.
- 2.5 As noted in our initial fees estimate/information, this work will not necessarily bring any financial benefit to creditors, but is required on every case by statute.

Realisation of Assets

Contribution to Costs

- 2.6 The director agreed to a contribution of £4,800 towards this firm's costs in dealing with the liquidation. I am happy to report that the full amount has been received and no further action is required.

Cash at Bank

- 2.7 The sum of £115.24 was recovered from the company's bank account for the benefit of the liquidation. No further funds are expected in this regard.

Bank Interest Gross

- 2.8 The sum of £0.10 has been generated from monies held in the liquidation bank account.
- 2.9 Based on the above and the ongoing investigations, I currently anticipate the total expenses that may be incurred in dealing with the remainder of the Company's asset realisations to be £1,500.

Creditors (claims and distributions)

- 2.10 Further information on the anticipated outcome for creditors in this case can be found at section 3 of this report. Liquidators are not only required to deal with correspondence and claims from unsecured creditors (which may include retention of title claims), but also those of any secured and preferential creditors of the Company. This may involve separate reporting to any secured creditor and dealing with distributions from asset realisations caught under their security, most typically a debenture.
- 2.11 Claims from preferential creditors typically involve employee claims and payments made on behalf of the Company by the Redundancy Payments Service following dismissal.
- 2.12 The above work will not necessarily bring any financial benefit to creditors generally, however 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 Liquidators in dealing with those claims.

Investigations

- 2.13 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 Liquidators can pursue for the benefit of creditors.
- 2.14 I can confirm that I have submitted a report on the conduct of the Directors of the Company to the Department for Business, Energy & Industrial Strategy under the CDDA 1986. As this is a confidential report, I am unable to disclose the contents.
- 2.15 Upon appointment our investigations uncovered various transactions that have required further investigation. This matter remains ongoing and creditors will be updated accordingly regarding this.

3 Creditors

Secured Creditors

- 3.1 There are no secured creditors in this matter.

Preferential Creditors

- 3.2 A summary of preferential claims is detailed below.

Preferential claim	Agreed Claim £	Statement of Affairs Claim £	Dividend paid p in the £1
Employee claims (Total number of claims = 3)	£2,953.83	£2,953.83	Nil

- 3.3 Due to insufficient funds there will be no payment to the preferential creditors.

Unsecured Creditors

- 3.4 We have received claims totalling £39,088.86 from 8 creditors. We have yet to receive claims from 11 creditors whose debts total £60,812.06 as per the Company's statement of affairs.
- 3.5 We would confirm that it is anticipated there will be insufficient funds realised after defraying the expenses of the liquidation to pay a dividend to unsecured creditors.

S.H.S. Inns Ltd formerly t/a The White Bull - IN LIQUIDATION

4 Liquidators' Remuneration

- 4.1 Approval of the basis of the liquidator's remuneration was not sought at the initial meeting of creditors as it was not anticipated that there would be sufficient realisations to allow for payment of any fees.
- 4.2 As the amount paid into the liquidation has exceeded the fees agreed in respect of placing the Company into liquidation I am now seeking approval from creditors for the basis creditors that the basis of the Liquidators' remuneration be set as a fixed fee of £2,000 which will only be paid should sufficient realisations be made following completion of investigations
- 4.3 A copy of 'A Creditors' Guide to Liquidators' Fees' is available on request or can be downloaded from <http://www.hjssolutions.co.uk/recovery/publications/>
- 4.4 Attached as Appendix B is additional information in relation to the 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 Liquidator provide further information about his 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 Liquidators' remuneration is inappropriate and/or the remuneration charged or the expenses incurred by the Liquidators, as set out in this progress report, are excessive.

6 Next Report

- 6.1 We are required to provide a further report on the progress of the liquidation within two months of the next anniversary of the liquidation, unless we have concluded matters prior to this, in which case I will write to all creditors with my final account.
- 6.2 If you have any queries in relation to the contents of this report, I can be contacted by telephone on 02380 234222 or by email at recovery@hjssolutions.co.uk



Stephen Powell FCCA MABRP
Joint Liquidator

**S.H.S. Inns Ltd formerly t/a The White Bull
(In Liquidation)
Joint Liquidators' Summary of Receipts & Payments**

Statement of Affairs £	From 03/08/2016 To 02/08/2017 £	From 03/08/2016 To 02/08/2017 £
	ASSET REALISATIONS	
	115.24	115.24
	4,800.00	4,800.00
	0.10	0.10
	<u>4,915.34</u>	<u>4,915.34</u>
	COST OF REALISATIONS	
	28.00	28.00
	4,000.00	4,000.00
	220.50	220.50
	<u>(4,248.50)</u>	<u>(4,248.50)</u>
	PREFERENTIAL CREDITORS	
(2,953.83)	NIL	NIL
	<u>NIL</u>	<u>NIL</u>
	UNSECURED CREDITORS	
(71,400.32)	NIL	NIL
(17,353.86)	NIL	NIL
(5,076.90)	NIL	NIL
(100,000.00)	NIL	NIL
(2,456.12)	NIL	NIL
(17,157.91)	NIL	NIL
	<u>NIL</u>	<u>NIL</u>
	DISTRIBUTIONS	
(3.00)	NIL	NIL
	<u>NIL</u>	<u>NIL</u>
<u>(216,401.94)</u>	<u>666.84</u>	<u>666.84</u>
	REPRESENTED BY	
		40.00
		626.84
		<u>666.84</u>

Appendix B

Additional Information in Relation to the Liquidator's Fees, Expenses & Disbursements

7 Staff Allocation and the Use of Sub-Contractors

- 7.1 The general approach to resourcing our assignments is to allocate staff with the skills and experience to meet the specific requirements of the case.
- 7.2 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.
- 7.3 We are not proposing to utilise the services of any sub-contractors in this case.

8 Professional Advisors

- 8.1 We are not proposing to utilise the services of any professional advisors in this case.

9 Liquidator's Expenses & Disbursements

Current position of Liquidators' expenses

- 9.2 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 the period covered by this report £	Incurred but not paid to date £	Total anticipated cost £
Statutory advertising	220.50	Nil	220.50
Specific penalty bond	28	Nil	28
Case related travel & subsistence	Nil	209.56	209.50

- 9.3 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.
- 9.4 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 Liquidator's fees were approved by creditors. Any Category 2 disbursements incurred are specifically highlighted in the tables of expenses above.

Appendix C

An indication of the tasks undertaken by the Joint Liquidators and their staff are detailed below:

1.1 Administration and Planning

- Statutory duties associated with the appointment including the filing of relevant notices;
- Notification of appointment to creditors, members, employees
- Reviewing available information to determine appropriate strategy;
- Setting up case files;
- Setting up and maintaining bank accounts;
- Progress reviews of the case;
- Statutory reporting to creditors;

Realisation of Assets

Please refer to section 2 of the report, but in summary the time spent includes

- Identifying, securing & insuring of assets;
- Debt collection;

Creditors

- Recording and maintaining the list of creditors;
- Dealing with employee related matters;
- Meetings with creditors;
- Recording creditor claims;
- Dealing with creditor queries;
- Reviewing and evaluating creditor claims and providing responses;

Investigations

- Corresponding with the former directors & management;
- Recovery and schedule of the company's books and statutory records;
- Conduct an analytical review of company records;
- Review of questionnaires and comments provide by interested parties;
- Questioning of directors and other key personnel;
- Completion of statutory report to the Department for Business, Innovation and Skills;

Tax Reviews

- Completion of post-appointment VAT returns and Corporation Tax returns;
- Review of post appointment tax matters;