

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

05740894

Name of Company

MDS Limited

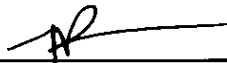
I / We

Jason Allan Grocock, Rutland House, 23-25 Friar Lane, Leicester, LE1 5QQ

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 20/03/2015 to 19/03/2016

Signed



Date

19/05/2016

G2 Insolvency Ltd
Rutland House
23-25 Friar Lane
Leicester
LE1 5QQ

Ref M2007/JG/SCFVE

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COMPANIES HOUSE

MDS Limited
(In Liquidation)
Liquidator's Abstract of Receipts & Payments

Statement of Affairs	From 20/03/2015 To 19/03/2016	From 20/03/2013 To 19/03/2016
SECURED ASSETS		
6,000 00 Plant, Equipment, Furniture & Vehicle	NIL	NIL
	NIL	NIL
SECURED CREDITORS		
(111,012 66) James Robinson Fibres Ltd	NIL	NIL
	NIL	NIL
ASSET REALISATIONS		
1,500 00 Book Debts	NIL	20 16
	NIL	20 16
COST OF REALISATIONS		
Storage Costs	11 52	15 72
	(11 52)	(15 72)
UNSECURED CREDITORS		
(48,768 30) Trade & Expense Creditors	NIL	NIL
(15,250 00) HM Revenue & Customs (PAYE/NIC)	NIL	NIL
(38,000 00) HM Revenue & Customs (VAT)	NIL	NIL
	NIL	NIL
DISTRIBUTIONS		
(10,000 00) Ordinary Shareholders	NIL	NIL
	NIL	NIL
(215,530.96)	(11.52)	4.44
REPRESENTED BY		
Vat Receivable		3 14
Floating Charge Account		1 30
		4 44


 Jason Allan Grocock
 Liquidator

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- B SIP9 Analysis, Addendum to Creditors' Guide, Schedule of Routine Work

1. INTRODUCTION

- 1 1 The purpose of this report is to detail the Liquidator's acts and dealings, together with the conduct of the Liquidation for the period 20 March 2015 to 19 March 2016 ("the reporting period")

2 PROGRESSION OF THE LIQUIDATION

- 2 1 I refer to the previous Progress Report, no further assets were identified by the Liquidator during the reporting period or have been identified since the end of the reporting period
- 2 2 There were no realisations during the reporting period or have been since the end of the reporting period. In addition, no further realisations are expected
- 2 3 Certain aspects of the case remain ongoing, as highlighted in Sections 3 and 5 of the report, below. Once completed, the Liquidation will proceed to a conclusion

3. INVESTIGATIONS

- 3 1 Initial investigations were made into the company's affairs to establish whether there were any conduct matters that required further investigation and/or any potential asset recoveries. When considering whether there were any matters that justified further investigation the Liquidator took into account public interest, potential recoveries, the availability of funding for the investigation and the associated costs of the investigation
- 3 2 There are a number of issues regarding payments from the company's bank account and transactions concerning a connected company with common director where investigations have not been concluded one way or the other and further information is being reviewed in order to confirm whether there are grounds for further investigation
- 3 3 Within six months of appointment, the Liquidator is required to submit a confidential report to the Secretary of State to include any matters that have come to their attention during the course of their work, which may indicate that the conduct of any past or present director would make him/her unfit to be concerned with the management of the company. I can confirm that the Liquidator's report has been submitted

4. RECEIPTS AND PAYMENTS ACCOUNT

- 4 1 A copy of the Liquidator's receipts and payments account for the reporting period is attached at Appendix A. Also attached is the Liquidator's Receipts and Payments Account for the whole of the liquidation, from its commencement on 20 March 2013 to the date of this report
- 4 2 There have been no significant changes to the receipts and payments account since the end of the reporting period
- 4 3 The company was previously registered for VAT. All receipts and payments are recorded net of VAT, with any amounts due to/from H M Revenue & Customs at the date of the Account are included separately



5. REALISATION OF ASSETS

Description	Statement of Affairs Estimate (£)	Realisations in period (£)	Write-offs in period (£)	Assets still to be realised (£)
Book Debts	1,500 00	Nil	1,479 84	Nil

5 1 Book Debts

As detailed in the previous Progress Report, the Statement of Affairs shows that at the date of liquidation the company's debtors had a Book Value of £19,000 00 and after consultation with the company's director a significant provision was made in respect of bad and doubtful debts

Attempts to make further recoveries in respect of the Book Debts had continued but had been hampered due to a lack of information and disputes apparent. As a result no further recoveries are now anticipated.

Other Receipts

5 2 No other funds were received either during the reporting period or after the end of the reporting period

6 CREDITORS

Secured creditors

6 1 A Debenture (a fixed and floating charge over all of the company's assets) in favour of James Robinson Fibres Limited ("JRF") was created in 15 July 2011 and registered at Companies House on 20 July 2011

6 2 The Statement of Affairs shows a balance of £111,012 66 due to JRF at the start of the Liquidation. A claim in the amount of £111,012 66 was received from JRF prior to the liquidation, but no further/amended claim has been received since

Preferential creditors

6 3 The Statement of Affairs does not list any preferential creditors, certain claims for former employees of the company were received and considered by the Redundancy Payments Office. An update of the position is being sought. At present, no preferential claims have been lodged

Crown creditors

6 4 The Statement of Affairs included a total of £53,250 00 due to HM Revenue & Customs ("HMRC") in respect of VAT, PAYE and NIC. The most recent claims received from HMRC total £82,489 29

6 5 As there is currently no prospect of a distribution to HMRC (see section 8 7, below) an analysis of the difference between the two amounts given above has not been made

Unsecured non-preferential creditors

- 6 6 The Director's Estimated Statement of Affairs indicated unsecured, non-preferential claims totalling £102,018 30, including a claim of £53,250 00 made by HM Revenue & Customs
- 6 7 To date, I have received claims totalling £257,137 16

7. DIVIDENDS

Secured (fixed charge) creditors

- 7 1 The only return to JRF would be on the disposal of the assets recovered To date no recoveries have been achieved

Prescribed Part

- 7 2 Where company assets are secured by a floating charge, the funds in the liquidation estate from realising those assets, after having paid the costs of the liquidation and settling the preferential creditors' claims, are available to distribute to the floating charge creditor(s)
- 7 3 If the charge(s) was created after 15 September 2003, a portion of those funds shall be made available to unsecured, non-preferential creditors This is called the Prescribed Part

In this case the Prescribed Part does not apply in this instance, as net property is nil

Floating charge creditors

- 7 4 There is currently no prospect of a dividend to floating charge creditors

Unsecured non-preferential creditors

- 7 5 There have been no distributions to this class of creditor, either under the Prescribed Part or outside of it, and there is no prospect of any future distribution

8. REMUNERATION AND DISBURSEMENTS

Pre-Appointment Remuneration

- 8 1 Authority was given at the meeting of creditors held on 20 March 2013 for the Liquidator to draw fees for assisting with the preparation of the Statement of Affairs and for convening the first meetings of members and creditors of £3,250 and £750 respectively
- 8 2 No fees, in respect of the above, were drawn during the reporting period No such fees have been drawn since the end of the reporting period

Liquidator's Remuneration

- 8 3 Authority was given at the meeting of creditors held on 20 March 2013 for the Liquidator's fees to be drawn on a time cost basis
- 8 4 Total post appointment time costs in the liquidation are £13,710 25 (subject to posting of all timesheets at the date of the report) which relates to 69 00 hours spent in dealing with the liquidation

19 May 2016

at an average hourly charge out rate of £198.70. Of these time costs, £1,867.25 was charged between the end of the reporting period and the date of this report.

- 8.5 During the reporting period the time costs incurred were £4,078.50 which relates to 20.90 hours spent in dealing with the liquidation at an average hourly charge out rate of £195.14.
- 8.6 No Liquidators fees were drawn either during the reporting period or since the end of the reporting period.
- 8.7 Current unbilled time costs amount to £13,710.25
- 8.8 The amounts are derived by reference to normal rates for time properly given by me and my staff in attending to matters arising in the liquidation. The 'Addendum to Creditors' Guide', attached at Appendix B, details the current charge out rates.
- 8.9 Also attached at Appendix B is an analysis of the time costs charged to date by work category, in accordance with Statement of Insolvency Practice 9 (SIP 9). Included with that analysis is a description of the routine work carried out within each of the work categories.
- 8.10 I am required, under SIP 9, to provide creditors with information relating to the Liquidator's fees. This information is contained within a document entitled "Guide to Liquidators Fees", which is available at <https://www.r3.org.uk/index.cfm?page=1591>. If you are unable to access or download the Guide, please contact this office and a copy will be provided to you free of charge.

Disbursements

- 8.11 The disbursements charged to the case comprise of external supplies of incidental services specifically identifiable to the case, such as insurances, case advertising, invoiced travel, external room-hire and document storage. Also chargeable will be any properly reimbursed expenses incurred by personnel in connection with the case. To date, the following external disbursements (Category 1) have been incurred:

	Previous reporting periods £	This reporting period £	Since the reporting period £
Specific Bond	60.00	-	-
Company Search	7.00	-	-
Copying (external) & Postage	68.87	21.85	-
External Storage	43.86	28.46	-
Meeting Room Hire (External)	-	-	-
Statutory Advertising	164.19	-	-
Total	343.92	50.31	-

- 8.12 I have also incurred disbursements relating to internal supplies or services specifically identifiable to the case, such as photocopying, postage, telephone and fax. These items are classified as Category 2 disbursements and are charged to the case on the recovery basis detailed in the addendum attached at Appendix B.

19 May 2016

- 8 13 Specific authority was obtained at the meeting of creditors held on 20 March 2013 for the Liquidator to draw internal (Category 2) disbursements, as defined by SIP 9, as and when incurred. To date, the following internal disbursements (Category 2) have been incurred

	Previous reporting periods £	This reporting period £	Since the reporting period £
Copying (internal)	10 70	4 10	-
Mileage	41 40	-	-
Total	52 10	4 10	-

Professional Advisors

- 8 14 The Liquidator has not instructed any professional advisors to date

9. STATEMENT OF CREDITORS' RIGHTS

- 9 1 An unsecured creditor may, with the permission of the Court or with the concurrence of 5% in value of 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 within the same time limit.
- 9 2 Any unsecured creditor may, with the permission of the Court or with 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 eight weeks of receipt of this report. Any secured creditor may make a similar application to Court within the same time limit.

10. CONCLUSION

- 10 1 The Liquidator will be continuing the liquidation of the company until the outstanding matters in Sections 2 & 3 have been concluded, it is estimated that this will take no longer than 6 months. Once these matters have been dealt with the liquidation will proceed to closure.
- 10 2 If you require any further information, please do not hesitate to contact me.


Jason Grocock
Liquidator



Insolvency
APPENDIX A

G2 Insolvency Limited
Rutland House
23-25 Friar Lane
Leicester
LE1 5QQ

Tel +44 (0)116 326 0320
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Email info@g2-i.co.uk
Website www.g2-i.co.uk

MDS Limited
(In Liquidation)
Liquidator's Abstract of Receipts & Payments
To 19/05/2016

S of A £		£	£
	SECURED ASSETS		
6,000 00	Plant, Equipment, Furniture & Vehicle	NIL	NIL
	SECURED CREDITORS		
(111,012 66)	James Robinson Fibres Ltd	NIL	NIL
	ASSET REALISATIONS		
1,500 00	Book Debts	20 16	20 16
	COST OF REALISATIONS		
	Storage Costs	15 72	(15 72)
	UNSECURED CREDITORS		
(48,768 30)	Trade & Expense Creditors	NIL	
(15,250 00)	HM Revenue & Customs (PAYE/NIC)	NIL	
(38,000 00)	HM Revenue & Customs (VAT)	NIL	NIL
	DISTRIBUTIONS		
(10,000 00)	Ordinary Shareholders	NIL	NIL
(215,530.96)			4.44
	REPRESENTED BY		
	Vat Receivable		3 14
	Floating Charge Account		1 30
			4.44

**MDS Limited
(In Liquidation)**

LIQUIDATOR'S RECEIPTS AND PAYMENTS ACCOUNT

	Statement of affairs £	From 20/03/2013 To 19/03/2016 £	From 20/03/2013 To 19/03/2016 £
RECEIPTS			
Plant, Equipment, Furniture & Vehicle	6,000 00	0 00	0 00
Book Debts	1,500 00	20 16	20 16
		20 16	20 16
PAYMENTS			
James Robinson Fibres Ltd	(111,012 66)	0 00	0 00
Storage Costs		15 72	15 72
Trade & Expense Creditors	(48,768 30)	0 00	0 00
HM Revenue & Customs (PAYE/NIC)	(15,250 00)	0 00	0 00
HM Revenue & Customs (VAT)	(38,000 00)	0 00	0 00
Ordinary Shareholders	(10,000 00)	0 00	0 00
		15 72	15 72
Net Receipts/(Payments)		4 44	4 44
 MADE UP AS FOLLOWS			
Floating Charge Account		1 30	1 30
VAT Receivable / (Payable)		3 14	3 14
		4 44	4 44



Insolvency
APPENDIX B

G2 Insolvency Limited
Rutland House
23-25 Friar Lane
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LE1 5QQ

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Email info@g2-i.co.uk
Website www.g2-i.co.uk

Time Entry - SIP9 Time & Cost Summary

M2007 - MDS Limited
 All Post Appointment Project Codes
 From 20/03/2013 To 19/05/2016

Classification of Work Function	Partner	Manager	Other Senior Professionals	Assistants & Support Staff	Total Hours	Time Cost (£)	Average Hourly Rate (£)
Admin & Planning	7.00	2.65	17.00	1.40	28.05	5,726.00	204.14
Case Specific Matters	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Creditors	6.70	0.10	6.40	0.40	13.60	3,082.50	226.65
Investigations	3.70	0.00	8.20	5.80	17.70	3,056.50	172.68
Realisation of Assets	0.60	0.40	8.65	0.00	9.65	1,845.25	191.22
Trading	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Total Hours	18.00	3.15	40.25	7.60	69.00	13,710.25	198.70
Total Fees Claimed						0.00	
Total Disbursements Claimed						0.00	

**ADDENDUM TO CREDITORS' GUIDE TO FEES
G2 INSOLVENCY LIMITED – FEES AND DISBURSEMENTS**

Chargeout Rates

Grade	Charge-out rate (£ per hour)	
Director/Appointment Taker	275	G2 Insolvency Limited Rutland House 23-25 Fnrar Lane Leicester LE1 5QQ Tel 0116 326 0320 Fax 0116 326 321 Email info@g2-i.co.uk
Manager	200	
Senior Administrator/Senior Cashier	185	
Administrator/Cashier	150	
Junior Administrator	125	
Support Staff	*90	
Time costs are calculated using 6 minute units		
*Time spent by support and secretarial staff for carrying out shorter tasks, such as typing or dealing with post, is not charged to cases but is carried as an overhead of the firm. Only where a significant amount of time is spent at one time on a case is a charge made for support staff		

Agent's Costs

Charged at cost based upon the charge made by the Agent instructed, the term Agent includes

- Statutory advertising,
- Solicitors/Legal Advisors
- Auctioneers/Valuers
- Accountants
- Quantity Surveyors
- Estate Agents
- Other Specialist Advisors

Disbursements

In accordance with Statement of Insolvency Practice 9 (SIP9) the basis of disbursement allocation in respect of disbursements incurred by the Office Holder in connection with the administration of the estate must be fully disclosed to creditors. Disbursements are categorised as either Category 1 or Category 2

Category 1 disbursements are specific expenditure directly referable to both the appointment in question and a payment to an independent third party. These disbursements are recoverable in full from the estate without the prior approval of creditors, either by a direct payment from the estate or, where the firm has made payment on behalf of the estate, by a recharge of the amount invoiced by the third party. Examples of category 1 disbursements are (but not limited to)

- Statutory advertising,
- Meeting room hire,
- Specific bond insurance,
- Company search fees,
- Postage,
- Travel expenses,
- Photocopying (where a third party is used), and
- External storage and archiving costs

Category 2 disbursements are costs that are directly referable to the appointment in question but not to payment made to a third party. These disbursements are recoverable in full from the estate, subject to the basis of the disbursement allocation being approved by creditors in advance

Category 2 disbursements are proposed to be recovered as follows

- Photocopying (internal) 10p per sheet
- Mileage 45p per mile

G2 INSOLVENCY LIMITED

SCHEDULE OF ROUTINE WORK CARRIED OUT CREDITORS' VOLUNTARY LIQUIDATION

Activity Definitions	Work involved
Administration & Planning	Case Planning Administrative Set-Up Appointment Notification Maintenance of Liquidation Records Statutory Reporting Liaising with solicitors and other advisors
Investigations	Collecting information for the purposes of the reporting requirements of the Company Directors Disqualification Act 1986 Investigating transactions arising prior to insolvency
Realisation of Assets	Identifying, securing, insuring and realising any assets Debt collections Sale of assets Dealing with any claims of Retention of Title
Creditors	Communication with creditors Adjudicating creditors' claims (including employees and other preferential creditors) Making distributions to creditors

The above list is not exhaustive