

**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

07062326

Name of Company

Mast Clothing Ltd t/a Crave Maternity

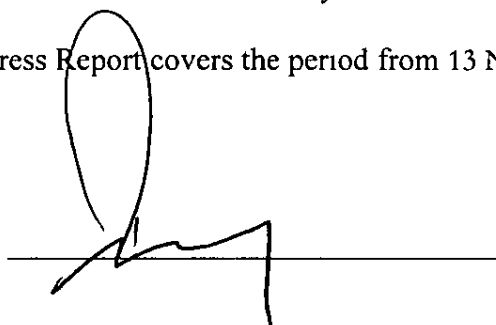
I / We

Mark Grahame Tailby
CBA
39 Castle Street
Leicester
LE1 5WN

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 13 November 2013 to 12 November 2014

Signed



Date 26 November 2014

CBA
39 Castle Street
Leicester
LE1 5WN

Ref MGT/NS/002173/5

FRIDAY



A31 "A3LLMPRD" #70
28/11/2014
COMPANIES HOUSE

Our Ref MGT/NS/002173/5
Contact Nathan Samani
Direct Dial 0116 2140 573

cba
Insolvency Practitioners

39 Castle Street,
Leicester LE1 5WN

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www.cba-insolvency.co.uk

To All Members and Creditors

26 November 2014

Mast Clothing Ltd t/a Crave Maternity - In Creditors' Voluntary Liquidation

I refer to my appointment as Liquidator of the above company. I am required to report to members and creditors on the progress of the Liquidation, and I make this report to you in discharge of that duty. This report covers the period 13 November 2013 to 12 November 2014.

Company Information

Company Name Mast Clothing Ltd t/a Crave Maternity
Registered Number 07062326
Registered Office C/o CBA 39 Castle Street Leicester LE1 5WN

Liquidator

The Liquidator of the company was appointed on 13 November 2013 and is

Mark Grahame Tailby
CBA
39 Castle Street
Leicester
LE1 5WN

IP Number 9115

Liquidator's Actions Since Appointment

Mark Grahame Tailby was appointed as Liquidator of the Company on 13 November 2013 and sought to take control of the assets of the Company. A review of the Company's books and records was undertaken, as were discussions with the director and the accountant, in order to compile a full schedule of the Company's assets and a basis and strategy for realising the same for the benefit of creditors generally. The assets comprised plant, machinery, stock, book debts and a corporation tax refund.



Britten & Co Ltd, consultant valuers and auctioneers, were instructed to value the physical assets on a going concern basis and a forced sale basis, and to subsequently sell the assets at the highest price achievable

Contact was made with HM Revenue and Customs regarding the corporation tax refund and recovery action was taken in respect of the Company's book debts. At the same time, agents Britten & Co were instructed to act in the recovery and disposal of the Company's physical assets

Statutory investigations were commenced and completed and the necessary report was submitted to the Insolvency Service as required

Receipts and Payments Account

A Receipts and Payments Account for the period 13 November 2013 to 12 November 2014 is attached at Appendix A and includes a cumulative account for the period from commencement of the Liquidation

Asset Realisations

Asset realisations to date are as follows

Description	Statement of Affairs Estimate (£)	Realisation in period (£)	Cumulative Realisations (£)	Anticipated Future Realisations (£)	Note
Plant & Machinery	200 00	Nil	-	Nil	A)
Stock	9,000 00	4,500 00	-	Nil	B)
Book Debts	7,050 00	171 71	-	Nil	C)
Corporation Tax Refund	6,223 80	Nil	-	Nil	D)

Notes

- A) The Company's plant and machinery consisted of office furniture and equipment, such as tables and chairs. No realisation has been made in respect of this category of asset due to the age and condition of the furniture
- B) The stock was appraised at an estimated value of £9,000 by consultant auctioneers and valuers, Britten & Co. The sale of stock to a connected party fell through and so the Company's stock was sold on a forced sale basis to a third party
- C) Various disputes were received from debtors, which hampered realisations. A decision was taken to abandon recovery action with regards to certain debts, as the time-costs involved would have outweighed any benefit to creditors as a whole
- D) HM Revenue & Customs confirmed that the Corporation Tax refund due would be off-set against both the PAYE/NIC and VAT debts, therefore no realisation can be made in respect of the Corporation Tax refund

Creditors Claims, Dividend Prospects and the Prescribed Part

Secured Creditors

HSBC Bank plc holds a fixed and floating charge over the Company which was created on 24 November 2011 and registered on 28 November 2011. The amount estimated to be owing to HSBC in the Statement of Affairs was £9,698 54, however a claim of £2,519 32 has been received.

Barclays Bank PLC also hold a fixed and floating charge, which was created on 8 July 2013 and registered on 12 July 2013. The estimated sum owing to Barclays was recorded at £42,498 79 in the Statement of Affairs. No formal claim has been received to date.

Formal claims will not be requested, nor will the charges be verified, as there are currently insufficient funds available within the estate to make a distribution to any class of creditor.

Preferential Creditors

Crown preference in relation to VAT and PAYE was abolished in 2003 and consequently in the majority of cases preferential creditors relate to certain liabilities in respect of wages, holiday pay and pension contributions due.

Preferential creditors were estimated at £2,664 64 within the Director's Estimated Statement of Affairs. The preferential claim has not yet been received from the Redundancy Payments Office, however this will not be requested as there is unlikely to be any prospect of a dividend to any class of creditor in this matter.

Unsecured Non-Preferential Creditors

Unsecured creditor claims were recorded at £123,825 32 in the Director's Estimated Statement of Affairs. Claims of the same nature received to date total £63,116 14.

Not all creditors have submitted formal claims to date, however no formal request for claims will be made at this time, due to a lack of funds available to distribute. Dividend prospects to unsecured creditors in this matter are unlikely in this matter.

Prescribed Part

The 'Prescribed Part' provisions of Section 176A of the Insolvency Act apply to this case. This section provides that a proportion of the net assets which would otherwise be paid to the floating charge holder are set aside for the benefit of the unsecured creditors.

The Company gave a floating charge to HSBC Bank plc on 24 November 2011 such that the prescribed part provisions will apply. In addition, the Company also provided Barclays Bank PLC with a floating charge on 8 July 2013. Where the Company's net property, that is realisations made less the costs of the Liquidation, is less than £10,000, the insolvency legislation does not require me to distribute the prescribed part of the net property to creditors if I think that the costs of distributing the prescribed part would be disproportionate to the benefit to creditors. In addition, where the company's net property is greater than £10,000, then if I consider that the costs of distributing would be

disproportionate to the benefit to creditors I can apply to Court for an Order agreeing that I do not have to make a distribution of the prescribed part. I will make a final decision on the application of the prescribed part provisions in due course once all assets realisations and expenses of the liquidation are known. However as the estimated net property in this case is below the prescribed minimum and the costs of a distribution are likely to be disproportionate to the benefits, prescribed part provisions will not apply in accordance with Section 176A(3). A final decision of the application of the prescribed part provisions will be made by the Liquidator in due course once all asset realisations are known.

Investigations into the Affairs of the Company

Within six months of my appointment as Liquidator, I am required to submit a confidential report to the Secretary of State to include any matters which have come to my attention during the course of my work which may indicate that the conduct of any past or present director would make him unfit to be concerned with the management of the Company. I would confirm that my report has been submitted.

I undertook an initial investigation into the Company's affairs to establish whether there were any potential asset recoveries or conduct matters that justified further investigation, taking account of the public interest, potential recoveries, the funds likely to be available to fund an investigation and the costs involved.

I found no matters that justified further investigation in the circumstances of this appointment.

Liquidation Expenses

An unsecured creditor with the concurrence of at least 5% in value of the unsecured creditors, or any unsecured creditor with the permission of the Court, may make a request in writing to the liquidator for further information about remuneration or expenses set out in this progress report. Any such request must be made within 21 days of receipt of this report.

In addition, 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.

Expenses paid to date are as detailed on the attached receipts and payments account, with any further sums incurred detailed below, and comprise the following:

Specific Bond

Every insolvency practitioner in every case is required by law to take out a specific bond which will reimburse the estate in the event of fraudulent activity by the office holder. Bonds are renewed on an annual basis, and we are bonded for the sum of £25,000.

Statement of Affairs Fee

You will recall that the statement of affairs fee of £5,000 plus VAT was agreed at the initial meeting of creditors.

Liquidator's Remuneration

Creditors originally resolved that the Liquidators be remunerated in accordance with the time properly spent by them and their staff in attending to matters arising from the Liquidation, and that they be entitled to draw their remuneration on account

A detailed analysis of the time spent in dealing with this case is attached at Appendix 2, which includes analysis of time spent during the reporting period and also a cumulative account from the commencement of the Liquidation

Agents/Valuers Fees

Business Assets Solutions ('BAS'), consultant valuers & auctioneers, have been retained value and dispose of the company's tangible assets. A set fee of £750 plus VAT has been charged for the stock appraisal report, whereas stock was disposed of on a percentage basis, being 20% of realisations, and during the period of this report £900 plus VAT has been incurred, of which the full amount has been paid, leaving no balance outstanding

In addition 'BAS' were also retained to clear the business premises and to collect stock from the warehouse of Next and House of Fraser, on a time costs basis. Time costs to date are £2,850 plus VAT and it is not anticipated that any further costs will be incurred to finalise the position. The fees charged by the agents have been reviewed and I am satisfied that they are reasonable in the circumstances of this case

The choice of agents used was based on my perception of their experience and ability to perform this type of work, the complexity and nature of the assignment and the basis of my fee arrangement with them

Company Search

Insolvency Practitioners carry out searches on the Companies House website for statutory information before they accept the instruction to act as liquidators

Storage Costs

The Company's books and records have been collected as required but are not stored at CBA's offices due to space limitations. They are held by external storage agents and the costs attributed to the service are reflected. The initial cost paid also takes into account the required storage period once the liquidation is concluded and the costs of secure destruction of the records at the appropriate time

Statutory Advertising

Statutory advertisements have been placed in the London Gazette as required

Room Hire

A meeting room was hired to hold the initial meeting of creditors on 13 November 2013

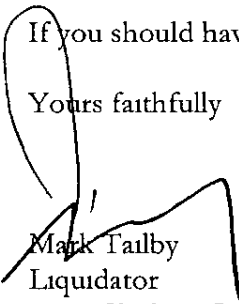
Statutory Investigations and Reporting

I am required by law to report on the conduct of the directors to the Insolvency Service. The content of my report is confidential and may not be disclosed but I can confirm that the report has been submitted as required.

I have also conducted my statutory investigations into the company's affairs. My investigations have not revealed any non-disclosed assets or challengeable antecedent transactions.

If you should have any queries please contact Nathan Saman at this office.

Yours faithfully



Mark Tailby
Liquidator
Mast Clothing Ltd t/a Crave Maternity

**Mast Clothing Ltd t/a Crave Maternity
(In Liquidation)
Liquidator's Abstract of Receipts & Payments**

Statement of Affairs	From 13/11/2013 To 12/11/2014	From 13/11/2013 To 12/11/2014
ASSET REALISATIONS		
200 00	NIL	NIL
9,000 00	4,500 00	4,500 00
7,050 00	171 71	171 71
6,223 80	NIL	NIL
	<u>4,671 71</u>	<u>4,671 71</u>
COST OF REALISATIONS		
	4,500 00	4,500 00
	30 48	30 48
	<u>(4,530 48)</u>	<u>(4,530 48)</u>
PREFERENTIAL CREDITORS		
(2,523 97)	NIL	NIL
(140 67)	NIL	NIL
	<u>NIL</u>	<u>NIL</u>
FLOATING CHARGE CREDITORS		
(9,698 54)	NIL	NIL
(42,498 79)	NIL	NIL
	<u>NIL</u>	<u>NIL</u>
UNSECURED CREDITORS		
(33,839 94)	NIL	NIL
(327 39)	NIL	NIL
(4,051 98)	NIL	NIL
(38,360 00)	NIL	NIL
(6,701 78)	NIL	NIL
(8,156 06)	NIL	NIL
	<u>NIL</u>	<u>NIL</u>
DISTRIBUTIONS		
(200 00)	NIL	NIL
	<u>NIL</u>	<u>NIL</u>
<u>(124,025 32)</u>	<u><u>141.23</u></u>	<u><u>141 23</u></u>
REPRESENTED BY		
		900 00
		141 23
		(900 00)
		<u>141.23</u>

Mark Grahame Tailby
Liquidator

Time Entry - SIP9 Time & Cost Summary

002173 - Mast Clothing Ltd v/a Crave Maternity
 Project Code POST
 From 13/11/2013 To 12/11/2014

Classification of Work Function	Partner	Manager	Other Senior Professionals	Assistants & Support Staff	Total Hours	Time Cost (£)	Average Hourly Rate (£)
Administration & Planning	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Case Progression	0.00	1.80	13.00	0.60	15.40	2,517.00	163.44
Case Specific Matters	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Creditors investigations	2.80	0.00	28.40	0.00	31.20	5,181.00	166.06
Realisation of Assets	0.00	0.00	2.70	0.00	2.70	456.00	168.89
Statutory	1.00	0.30	18.70	0.00	24.70	4,716.00	190.93
Trading	0.00	0.00	2.40	0.90	4.60	832.50	180.98
	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Total Hours	9.80	2.10	65.20	1.50	78.60	13,702.50	174.33
Total Fees Claimed						0.00	
Total Disbursements Claimed						0.00	

Time Entry - SIP9 Time & Cost Summary Category 2 Disbursements

002173 - Mast Clothing Ltd t/a Crave Maternity
Project Code POST
From 13/11/2013 To 12/11/2014

Other amounts paid or payable to the office holders firm or to party in which the office holder or his firm or any associate has an interest

Transaction Date	Type and Purpose	Amount
25/11/2013	Trip to premises via Nathan Smaant house for keys, via Fulhurst road due to traffic and back. Traffic assessed due to being sat in it from journey to the office on the way into work	13 50
06/01/2014	MT Exes 08 11 13	9 00
06/01/2014	MT Exes 12 11 13	9 00
06/01/2014	MT Exes 25 11 13	9 00
Total		40 50

Office Holder's Remuneration

I have not drawn any remuneration to date

My unpaid remuneration of £13,702.50 will be paid out of the assets of the Company in the Liquidation, and in priority to the costs and expenses of the Liquidation, where funds allow it to be

All staff, including support staff, are charged directly to cases for the time spent on that case at the hourly rates detailed below. Charge out rates and staff grades are reviewed periodically and may change during the course of the administration. Time is charged in 6 minute units.

Grade of Staff	Charge Out Rate per Hour (£)
Licensed Insolvency Practitioner	315
Senior Manager	255
Manager	210
Senior Administrator	180
Administrator	150
Support Staff	90

You are advised that a guide to Liquidators fees is available for download, without charge, from <http://www.insolvency-practitioners.org.uk/regulation-and-guidance/guides-to-fees>. If you require a paper copy of this guide please contact this office and a copy will be sent to you.

Office Holder's Expenses and Disbursements

Statement of Insolvency Practice 9 ("SIP9"), requires that the office holder provide a statement of the office-holder's policy in relation to recharges of disbursements. SIP9 defines disbursements as either Category 1 or Category 2 disbursements.

Category 1 disbursements will generally comprise external supplies of incidental services specifically identifiable to the case, typically for items such as postage, case advertising, invoiced travel and properly reimbursed expenses incurred by personnel in connection with the case. Also included will be services specific to the case where these cannot practically be provided internally such as printing, room hire and document storage.

Category 2 disbursements will generally comprise costs which, whilst being in the nature of expenses or disbursements, include elements of shared or allocated costs. Category 2 disbursements are costs which are directly referable to the case but not a payment to an independent third party. They may include shared or allocated costs that

can be allocated to the appointment on a proper and reasonable basis, for example, business mileage

Category 2 disbursements may be drawn if they have been approved in the same manner as an office holder's remuneration. It is the policy of CBA to recover Category 2 disbursements once approval to do so has been obtained and when funds permit. Creditors have previously authorised that business mileage should be recharged to the case at the rate of 45 pence per mile.

The only Category 2 disbursement recovered by CBA is business mileage, which is charged to the case at 45 pence per mile. A total of 90 miles have been travelled in relation to the case, incurring disbursement costs of £40.50 of which £0.00 has been reimbursed to CBA.

Category 1 disbursements are recoverable without approval, and it is the policy of CBA to recover Category 1 disbursements when they are incurred and when funds permit.

The Category 1 disbursements incurred by and reimbursed to CBA are detailed below.

	Incurred by CBA £	Reimbursed to CBA £
Advertising	201.00	0.00
Company Search	8.00	0.00
Room hire	150.00	0.00
Postage expenses	281.80	0.00
Total	640.80	0.00

A total of 78.60 hours have been spent at an average hourly rate of £174.33 per hour. A summary of work undertaken in this case is as follows:

Case Progression

- File Reviews
- Correspondence with the director
- Cashing

Creditors

- Employee claims, correspondence and telephone calls
- Creditor correspondence and telephone calls
- Review of creditor claims
- Creditor updates on computer system

Investigations

Investigations into the affairs of the Company and submission of a director's
conduct report
Completion of CDDA checklists

Assets

Correspondence with regards to realisation of assets
Review valuations
Correspondence with agents with regards to asset realisations and valuations
Correspondence with Bank

Statutory

Statutory meetings
Bonding
Post appointment formalities and submission of forms