

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

03039069

Name of Company

Quality Systems International (UK) Limited


✓ We

Rob Keyes, c/o KRE Corporate Recovery LLP, 1st Floor, Hedrich House, 14-16 Cross Street, Reading, RG1 1SN

Gareth Roberts, c/o KRE Corporate Recovery LLP, 1st Floor, Hedrich House, 14-16 Cross Street, Reading, RG1 1SN

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 23/03/2016 to 22/03/2017

Signed  Date 27.3.17

KRE Corporate Recovery LLP
1st Floor
Hedrich House
14-16 Cross Street
Reading
RG1 1SN

Ref: QUALI/RCK/GWR/VC



Quality Systems International (UK) Limited
(In Liquidation)
Joint Liquidators' Abstract of Receipts & Payments

Statement of Affairs	From 23/03/2016 To 22/03/2017
(75,274.00)	SECURED CREDITORS
	Natwest Bank Plc
	NIL
	NIL
	ASSET REALISATIONS
Uncertain	Cash at Bank
	20,805.25
	Directors Loan Account
	9,000.00
	Bank Interest Net of Tax
	10.56
	<u>29,815.81</u>
	COST OF REALISATIONS
	Specific Bond
	40.00
	Preparation of S. of A.
	5,000.00
	Office Holders Fees
	5,000.00
	<u>(10,040.00)</u>
(11,500.00)	PREFERENTIAL CREDITORS
	Employee Arrears/Hol Pay
	NIL
	NIL
(29,036.00)	UNSECURED CREDITORS
Uncertain	Trade & Expense Creditors
(70,791.00)	Employees
(61,734.00)	HM Revenue & Customs
	Connected company
	NIL
	NIL
	<u>NIL</u>
	NIL
(100.00)	DISTRIBUTIONS
	Ordinary Shareholders
	NIL
	NIL
<u>(248,435.00)</u>	<u>19,775.81</u>
	REPRESENTED BY
	Vat Receivable
	1,500.00
	Bank 1 Current
	18,275.81
	<u>19,775.81</u>



Rob Keyes
Joint Liquidator



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To all known members and creditors

QUALI/RCK/GWR/VC

27 March 2017

Dear Sirs

Quality Systems International (UK) Limited ("the Company") – In Creditors' Voluntary Liquidation

This is my report to members and creditors following the 1st anniversary of my appointment as Liquidator.

FURTHER INFORMATION

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 Joint Liquidators' remuneration and expenses within 21 days of receipt of this report. Any secured creditor may request the same details in the same time limit.

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 Joint Liquidators' 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.

If members or creditors have any queries regarding this report or the conduct of the Liquidation in general, they should contact Vikki Claridge on the above telephone number.

Yours faithfully

Rob Keyes
Joint Liquidator

Encs

**Quality Systems International (UK) Limited – In Creditors' Voluntary Liquidation
Formerly**

JOINT LIQUIDATORS' PROGRESS REPORT TO CREDITORS AND MEMBERS

For the year ending 22 March 2017

STATUTORY INFORMATION

Company name: Quality Systems International (UK) Limited

Registered office: c/o KRE Corporate Recovery LLP
1st Floor
Hedrich House
14-16 Cross Street
Reading
RG1 1SN

Former registered office: Dodwell House
Chilton Business Centre
Aylesbury
Buckinghamshire
HP18 9LS

Registered number: 03039069

Joint Liquidators' names: Rob Keyes and Gareth Roberts

Joint Liquidators' address: 1st Floor
Hedrich House
14-16 Cross Street
Reading
RG1 1SN

Joint Liquidators' date of appointment: 23 March 2016

JOINT LIQUIDATORS' ACTIONS SINCE APPOINTMENT

Immediately following my appointment, notification of the liquidation was filed at Companies House, advertised in the London Gazette and issued to the members and creditors of the company.

The claims of former employees were dealt with and submitted to the Redundancy Payments Service for processing and the balance held in the KRE Corporate Recovery LLP's client account was transferred to the liquidation bank account.

The director was also pursued for recovery of the outstanding director's loan account.

There is certain work that I am required by the insolvency legislation to undertake work in connection with the liquidation that provides no financial benefit for the creditors. A description of the routine work undertaken since my appointment as Liquidator is as follows:

1. Administration

- Case planning - devising an appropriate strategy for dealing with the case and giving instructions to the staff to undertake the work on the case.
- Setting up electronic case files
- Setting up the case on the practice's electronic case management system and entering data.
- Issuing the statutory notifications to creditors and other required on appointment as office holder, including gazetting the office holder's appointment.
- Obtaining a specific penalty bond.
- Convening and holding general meetings of creditors and members (as applicable).
- Dealing with all routine correspondence and emails relating to the case.
- Opening, maintaining and managing the office holder's estate bank account.
- Creating, maintaining and managing the office holder's cashbook.
- Undertaking regular bank reconciliations of the bank account containing estate funds.
- Reviewing the adequacy of the specific penalty bond on a quarterly basis.
- Undertaking periodic reviews of the progress of the case.
- Overseeing and controlling the work done on the case by case administrators.
- Preparing, reviewing and issuing annual progress reports to creditors and members.
- Filing returns at Companies House.
- Preparing and filing VAT returns.
- Preparing and filing Corporation Tax returns.

2. Creditors

- Obtaining information from the case records about employee claims.
- Completing documentation for submission to the Redundancy Payments Office.
- Corresponding with employees regarding their claims.
- Liaising with the Redundancy Payments Office regarding employee claims.
- Dealing with creditor correspondence, emails and telephone conversations regarding their claims.
- Maintaining up to date creditor information on the case management system.

3. Investigations

- Preparing a report or return on the conduct of the directors as required by the Company Directors Disqualification Act.

RECEIPTS AND PAYMENTS

My Receipts & Payments Account for the period from 23 March 2016 to 22 March 2017 is attached at Appendix 1.

The balance of funds are held in an interest bearing estate bank account.

ASSETS

Cash at bank

The sum of £20,805.25 has been received from the bank by way of cash held in the client account and a refund payable following a Enterprise Finance guarantee Review.

Directors Loan Account

The sum of £9,000 has been received from the director in respect of an overdrawn director's loan account.

LIABILITIES

Secured Creditors

An examination of the Company's mortgage register held by the Registrar of Companies, showed that the Company granted a fixed and floating charge to Natwest Bank Plc on 17 December 2004.

The legislation requires that if the Company has created a floating charge after 15 September 2003, a prescribed part of the Company's net property (i.e. the money that would otherwise be available to the charge holder) should be ring-fenced for distribution to unsecured creditors. In this case the charge was registered after 15 September 2003, however the net property is expected to be less than £10,000 and the prescribed part provisions will not therefore apply.

Preferential Creditors

The company has preferential creditors in respect of sums due to employees in respect of outstanding wages and holiday pay.

Crown Creditors

The statement of affairs included £70,791 owed to HMRC. HMRC's final claim of £112,986 has been received.

Non-preferential unsecured Creditors

The statement of affairs included 6 non-preferential unsecured creditors with an estimated total liability of £29,036.04. I have received claims from 5 creditors at a total of £29,203.32. I have not received claims from 2 creditors with original estimated claims in the statement of affairs of £103.66.

DIVIDEND PROSPECTS

On present information, it appears that a small dividend may be available to the preferential creditors.

As previously advised, the Company gave a floating charge to NatWest Bank Plc on on 17 December 2004 and the prescribed part provisions will apply.

Since the Company's net property will be 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 benefits to creditors. I am of the view that the costs of distribution would be disproportionate and so will not be making a distribution of the prescribed part of the net property to non-preferential unsecured creditors.

INVESTIGATION INTO THE AFFAIRS OF THE COMPANY

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.

There were no matters that justified further investigation in the circumstances of this appointment.

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 them unfit to be concerned with the management of the Company. I would confirm that my report has been submitted.

PRE-APPOINTMENT REMUNERATION

The creditors previously authorised the payment of a fee of £5,000 for my assistance with preparing the statement of affairs and convening and holding the meeting of creditors at a meeting held on 23 March 2016. The fee for preparing the statement of affairs and convening and holding the meeting of creditors was paid from first realisations on appointment and is shown in the enclosed receipts and payments account.

JOINT LIQUIDATORS' REMUNERATION

My remuneration was previously authorised by the creditors at a meeting held on 23 March 2016. My remuneration was authorised on a time cost basis based on a fees estimate of £14,112. The fees estimate acts as a cap and I cannot draw remuneration in excess of that estimate without first seeking approval from the creditors. My total time costs to 22 March 2017 amount to £6,390, representing 20.50 of hours work at an average charge out rate of £311.71 per hour..

I have drawn £5,000 to 22 March 2017. A detailed schedule of my time costs incurred to date is attached as Appendix 2.

As at 22 March 2017, I do not anticipate that the total time costs I will incur in this matter in respect of the categories of work for which I am being remunerated on a time cost basis will exceed the total estimated remuneration I set out in my fees estimate when my remuneration was authorised by the creditors.

Further information about creditors' rights can be obtained by visiting the creditors' information micro-site published by the Association of Business Recovery Professionals (R3) at <http://www.creditorinsolvencyguide.co.uk/>. A copy of 'A Creditors Guide to Liquidators' Fees' also published by R3, together with an explanatory note which shows KRE Corporate Recovery LLP's fee policy are available at the link <http://kreocr.co.uk/creditors/>.

JOINT LIQUIDATORS' EXPENSES

I have incurred expenses to 22 March 2017 of £344.56. I have drawn £40.00 to date.

I have incurred the following expenses in the period since my appointment as Liquidator

Type of expense	Amount incurred/ accrued in the reporting period
Statutory Advertising	£304.56
Specific Bond	£40.00

FURTHER INFORMATION

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 Joint Liquidators' remuneration and expenses within 21 days of receipt of this report. Any secured creditor may request the same details in the same time limit.

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 Joint Liquidators' 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.

To comply with the Provision of Services Regulations, some general information about KRE Corporate Recovery LLP can be found in the attached summary sheet.

SUMMARY

The Liquidation will remain open until the preferential claims have been reviewed and a dividend paid. I estimate that this will take approximately 6 months and once resolved the Liquidation will be finalised and our files will be closed.

If creditors have any queries regarding the conduct of the Liquidation, or if they want hard copies of any of the documents made available on-line, they should contact Vikki Claridge on the above telephone number, or by email at Vikki.claridge@kreocr.co.uk.



Rob Keyes
Joint Liquidator

**Quality Systems International (UK) Limited
(In Liquidation)**

**Joint Liquidators' Summary of Receipts and Payments
To 22 March 2017**

RECEIPTS	Statement of Affairs (£)	Total (£)
Cash at Bank		20,805.25
Directors Loan Account	Uncertain	9,000.00
Bank Interest Net of Tax		10.56
Employees	Uncertain	0.00
		<hr/> 29,815.81 <hr/>
PAYMENTS		
Natwest Bank Plc	(75,274.00)	0.00
Specific Bond		40.00
Preparation of S. of A.		5,000.00
Office Holders Fees		5,000.00
Employee Arrears/Hol Pay	(11,500.00)	0.00
Trade & Expense Creditors	(29,036.00)	0.00
HM Revenue & Customs	(70,791.00)	0.00
Connected company	(61,734.00)	0.00
Ordinary Shareholders	(100.00)	0.00
		<hr/> 10,040.00 <hr/>
Net Receipts/(Payments)		<hr/> 19,775.81 <hr/>

MADE UP AS FOLLOWS

Bank 1 Current	18,275.81
VAT Receivable / (Payable)	1,500.00
	<hr/> 19,775.81 <hr/>


Rob Keyes
Joint Liquidator

Time Entry - SIP9 Time & Cost Summary

QUALI - Quality Systems International (UK) Limited
 Project Code: POST
 From: 23/03/2016 To: 22/03/2017

Classification of Work Function	Partner	Manager	Other Senior Professionals	Assistants & Support Staff	Total Hours	Time Cost (£)	Average Hourly Rate (£)
Admin & Planning	1.50	7.50	0.00	0.00	9.00	2,670.00	296.67
Case Specific Matters	1.00	4.50	0.00	0.00	5.50	1,640.00	298.18
Creditors	0.00	1.00	0.00	0.00	1.00	280.00	280.00
Investigations	4.00	0.00	0.00	0.00	4.00	1,520.00	380.00
Marketing	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Non Chargeable	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Realisation of Assets	0.00	1.00	0.00	0.00	1.00	280.00	280.00
Trading	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Total Hours	6.50	14.00	0.00	0.00	20.50	6,390.00	311.71
Total Fees Claimed						6,000.00	
Total Disbursements Claimed						0.00	