

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

06030758

Name of Company

AC Software Solutions Limited

I / We
Alisdair J Findlay
Saxon House
Saxon Way
Cheltenham
GL52 6QX

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 22/05/2013 to 21/05/2014

Signed



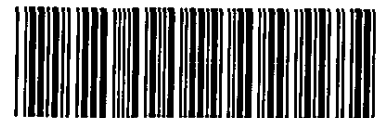
Date

26-05-2014

Findlay James
Saxon House
Saxon Way
Cheltenham
GL52 6QX

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COMPANIES HOUSE

AC SOFTWARE SOLUTIONS LIMITED – IN LIQUIDATION (“THE COMPANY”)

**LIQUIDATOR’S PROGRESS REPORT TO CREDITORS
PURSUANT TO SECTION 104A OF THE INSOLVENCY ACT 1986
AND RULE 4.49C OF THE INSOLVENCY RULES 1986
FOR THE PERIOD 22 MAY 2013 TO 21 MAY 2014**

26 MAY 2014

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1 INTRODUCTION

The statutory meetings of members’ and creditors’ of the Company were held on 22 May 2013 at which I, Alisdair J Findlay of Findlay James (Insolvency Practitioners) Limited, Saxon House, Saxon Way, Cheltenham, GL52 6QX was appointed Liquidator of the Company

The purpose of this progress report is to provide details relating to the conduct of the Liquidation as well as my acts and dealings as Liquidator of the Company for the period to which the report relates

The main cause of failure cited by the Company director(s) was the economic downturn which resulted in reduced turnover. The adverse effect on turnover translated through into cash flow difficulties culminating in an inability of the Company to pay its creditors

2 STATUTORY INFORMATION

Company Name	AC Software Solutions Limited	
Company Number	06030758	
Incorporation date	15 December 2006	
Company's principal Activity	Software and Hardware Consultancy	
Registered office	c/o Saxon House, Saxon Way, Cheltenham, GL52 6QX Formerly Rumwell Hall, Rumwell, Taunton, Somerset, TA4 1EL	
Trading address	Unit 3 Ashfield Business Park, Crowcombe, Taunton, Somerset, TA4 4AW	
Liquidator	Alisdair J Findlay of Findlay James (Insolvency Practitioners) Limited, Saxon House, Saxon Way, Cheltenham, Gloucestershire, GL52 6QX	
Date of appointment of Liquidator	22 May 2013	
Company directors at the date of Liquidation	<u>Name</u>	<u>Date Appointed</u>
	Richard Clarke	15/12/2006
	Sarah Adams	15/12/2006
Company secretary at the date of Liquidation	<u>Name</u>	<u>Date Appointed</u>
	Sarah Adams	15/12/2006
Shareholders	Sarah Adams	50 ordinary shares
	Richard Clarke	50 ordinary shares
Share capital	100 ordinary shares at £1 00	
Registered charges	N/A	
Company's Bankers	Lloyds Bank plc	
Company's Accountants	BJ Dixon Walsh	

3 ASSET REALISATIONS

The Liquidator has realised the following assets and made the following recoveries during the period of the liquidation

NATURE OF ASSET(S)	STATEMENT OF AFFAIRS ESTIMATE TO REALISE FIGURE £	AMOUNT REALISED £
Office Furniture & Equipment	1,300 00	1,300 00
Book Debts	7,461 00	5,328 00
Bank Interest	Not stipulated	0 33

The director(s) agreed to pay £2,440 00 towards the costs of the liquidation. This figure is shown in the receipts and payments account as deposit for costs (Appendix 1)

Matters to be Resolved

Book Debts

I have now instructed agents to recover the remaining book debts due and owing to the Company. The majority of the book debts are disputed and are considered unrecoverable. The likely recovery figure in respect of the outstanding book debts is unknown at this stage.

4 INVESTIGATION

In accordance with the Company Directors Disqualification Act 1986 / Insolvent Companies (Reports on Conduct of Directors) Rules 1996 a report on the conduct of the director(s) of the Company has been submitted to the Insolvency Service. As this is a confidential report, I am unable to disclose its contents.

This is a statutory obligation under insolvency law on every appointment accepted by a liquidator. The submission of the report does not necessarily indicate any wrongdoing on the part of the officers of the Company.

I confirm that I have not undertaken any investigation outside the scope of that ordinarily required during Liquidation proceedings.

5 CREDITOR CLAIMS

Secured Creditors

The Company has no secured creditors.

Preferential Creditors

Preferential creditor claims relate to accrued employee holiday pay and arrears of wages within the meaning of Section 386 and Schedule 6 of the Insolvency Act 1986. Claims have been received and have been duly submitted to the Redundancy Payments Office ("RPO") for Adjudication. Preferential claims of £1,678 85 have been received to date.

Unsecured Creditors

In accordance with Section 176A of the Insolvency Act 1986 and the Insolvency Act 1986 (Prescribed Part) Order 2003, where a floating charge is created on or after 15 September 2003, part of the Company's net property ('The Prescribed Part'), shall be made available to unsecured creditors. The Prescribed Part is calculated as a percentage of net property as follows:

- (a) where the Company's net property does not exceed £10,000 in value, 50% of that property,
- (b) where the Company's net property exceeds £10,000 in value, the sum of-
 - (i) 50% of the first £10,000 in value, and
 - (ii) 20% of that part of the Company's net property which exceeds £10,000 in value

The value of the prescribed part of the Company's net property to be made available for the satisfaction of unsecured debts of the Company pursuant to section 176A shall not exceed £600,000.

The net property of the Company has been estimated at £6,628 33. As a floating charge has not been created on or after 15 September 2003, the Prescribed Part Rules will not apply in this matter.

Trade and Expense Creditors

The director's estimated statement of affairs at the outset of the liquidation provided the level of unsecured trade and expense creditor claims to be £43,174 04

RPO Payment in Lieu of Notice / Redundancy Employees Payment in Lieu of Notice / Redundancy

The former employees of the Company are entitled to make claims for sums due to them in respect of outstanding wages, holiday pay, notice pay and redundancy pay. A certain proportion of employee claims are preferential (as outlined above) and will be met by the Government through the Redundancy Payments Office, subject to certain statutory limits. Notice and redundancy pay are classed as unsecured claims only. Claims totalling £653 24 have been received to date.

HM Revenue and Customs (PAYE/NIC and VAT)

I have received final claims from HM Revenue and Customs of £27,016 43 in respect of PAYE/NIC, VAT and CT arrears.

In order to minimise the costs associated with any insolvency procedure, it is the policy of Findlay James to only agree the claims of the unsecured creditors in the event that a distribution is declared. Accordingly, I confirm that I have not yet agreed any of the claims of the unsecured creditors.

6 DIVIDEND PROSPECTS

Based on present information, it is unlikely that there will be sufficient funds available to enable me to declare a dividend to any class of creditor in this matter.

7 COSTS AND EXPENSES

Preparation of Statement of Affairs

At the original meeting of the board of director(s) held on 3 May 2013 and general meeting of the Company held on 22 May 2013, it was resolved that Findlay James fee for assisting the director(s) with the formalities associated with placing the Company into Creditors' Voluntary Liquidation, including the convening of the associated statutory meetings would be £3,000 00 plus VAT and disbursements.

This was subsequently ratified at the statutory meeting of creditors held on 22 May 2013 and the figure shown represents sums drawn against this amount.

Liquidator's Remuneration

At the meeting of creditors' held on 22 May 2013, the creditors agreed that my remuneration would be fixed by reference to the time properly given by myself acting as Liquidator of the Company and my staff in attending to matters arising in the Liquidation, and that I may withdraw my fees as and when funds are available.

My time costs for the period covered by this report total £5,934 76, of which represents 28 75 hours at an average hourly rate of £206 43. To date remuneration of £1,015 61 has been drawn against these time costs.

My time costs are further analysed at Appendix 2 by reference to the grade of staff involved with the case and the tasks in which they have been involved.

Disbursements and expenses incurred for the period covered by this report are as follows -

Specific Bond	£120 00
Statutory Advertising	£253 80

Agents Fees

£3,099 60

The figure shown for statutory advertising represents costs incurred for advertising the statutory meetings of members and creditors, together with the advertisement of the appointment of the liquidator as required by insolvency legislation

You should have already received details of Findlay James current policy regarding charge out rates and disbursements. Should you require a further copy then please do not hesitate to contact me

Please go to <http://findlayjames.co.uk/liquidatorsfees.pdf> if you require further information relating to Liquidators' remuneration. This guide also gives important information about creditors' rights. Alternatively a copy is available free of charge upon request

Creditors' Right of Challenge

In accordance with Rule 4.49E of the Insolvency Rules 1986 (as amended), a creditor may request the liquidator to provide them with further information about his remuneration and / or expenses set out in a report. A request of this nature must be made in writing by

- A secured creditor
- An unsecured creditor with the concurrence of at least 5% in value of the creditors (including that creditor) or the permission of the court

The liquidator must provide the requested information within 14 days, unless he considers that

- The time costs involved in preparing the information would be excessive, or
- Disclosure would be prejudicial to the conduct of the liquidation or might reasonably be expected to lead to violence against any person, or
- The liquidator is subject to an obligation of confidentiality in respect of the information

in which case he must give the reasons for not providing the information

Any creditor may apply to the court within 21 days of the liquidator's refusal to provide the requested information, or the expiry of 14 days for the provision of the information

Creditors have a right to challenge my remuneration and / or expenses if they believe they are excessive pursuant to Rule 4.131 of the Insolvency Rules 1986 (as amended). Application may be made to the court by any secured creditor or any unsecured creditor with either the concurrence of at least 10% in value of the creditors (including that creditor) or the permission of the court. An application must be made within 8 weeks of the applicant receiving a progress report

Attached is a full breakdown of my time costs for the period covered by this report and details of the tasks to which myself and my staff have undertaken

8 CONCLUSION OF THE LIQUIDATION

The Liquidation cannot yet be brought to a close as I am continuing to recover funds due to the Company. A further report will be sent to all known creditors at the second anniversary of my appointments, or after all asset realisations are complete, whichever is sooner

Should you have any query with regard to any aspect of this report, please do not hesitate to contact me

AC Software Solutions Limited
(In Liquidation)
Liquidator's Abstract of Receipts & Payments
To 21/05/2014

S of A £		£	£
	ASSET REALISATIONS		
1 300 00	Office Furniture & Equipment	1 300 00	
7 461 00	Book Debts	5 328 00	
	Bank Interest Net of Tax	0 33	
	Deposit for Costs	2 440 00	
			9 068 33
	COST OF REALISATIONS		
	Specific Bond	120 00	
	Preparation of S of A	3 895 57	
	Liquidator's Fees	1 015 61	
	Agent's/Valuer's Fees (1)	3,099 60	
	Statutory Advertising	253 80	
			(8,384 58)
	PREFERENTIAL CREDITORS		
(1 661 37)	Employee Arrears/Hol Pay	NIL	NIL
	UNSECURED CREDITORS		
(43,174 04)	Trade & Expense Creditors	NIL	
(2,694 48)	Employees	NIL	
(6,000 00)	Directors	NIL	
(17,726 31)	Lloyds TSB Bank Plc	NIL	
(3 233 92)	HMRC - PAYE/NIC	NIL	
(8 915 14)	HMRC - Corporation Tax	NIL	
(14 499 95)	HMRC - VAT	NIL	
			NIL
	DISTRIBUTIONS		
(100 00)	Ordinary Shareholders	NIL	NIL
(89,244 21)			683 75
	REPRESENTED BY		
	Vat Receivable		683 75
			683 75

Alisdair J Findlay
Liquidator

SIP 9 - Time & Cost Summary

Period 22/05/13 21/05/14

Time Summary

Classification of work function	HOURS				Total Hours	Time Cos (£)	Average hourly rate (£)
	Partner	Manager	Other Senior Professionals	Assistants & Support Staff			
Administration & planning	2.17	12.50	1.00	3.87	19.54	4,074.84	210.73
Investigations	0.00	5.00	0.00	0.00	5.00	1,049.95	210.00
Realisations of assets	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Trading	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Creditors	0.00	0.00	0.00	1.83	1.83	234.99	128.18
Case specific matters	0.00	0.00	2.08	0.50	2.58	574.98	222.58
Pre Jan 2013 Time	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Total hours	2.17	12.50	3.08	4.37	22.12	5,929.76	268.07
Total fees charged						5,929.76	