

2.24B

The Insolvency Act 1986

Administrator's progress report

Name of Company
Concurrent Thinking Limited

Company number
07053109

In the High Court of Justice, Chancery Division, Birmingham District Registry (full name of court)

Court case number 8358 of 2015

(a) Insert full
name(s) andI/We (a)
Scott Christian Bevan

Simon David Chandler

address(es)
administrator(s)

of Mazars LLP, 45 Church Street, Birmingham, B3 2RT

administrator(s) of the above company attach a progress report for the period

(b) Insert date

From
(b) 22 September 2015

To
(b) 16 March 2016

Signed


Joint / Administrator(s)

Dated

18/3/2016

MONDAY

A17 *A5388H8H* 21/03/2016 #25
COMPANIES HOUSE

Concurrent Thinking Limited - In Administration

Administrators' final progress report covering the period 22 September 2015 to 16 March 2016.

To all known creditors

1. Statutory Information

- 1 1 I was appointed Joint Administrator of the company together with Simon David Chandler on 22 September 2015 in the High Court of Justice, Chancery Division, Birmingham District Registry under Court reference 8358 of 2015 My address is 45 Church Street, Birmingham, B3 2RT The application for the appointment of an Administrator was made by the directors
- 1 2 We are both authorised to act as Insolvency Practitioners in the UK by the Insolvency Practitioners Association
- 1 3 The trading address of the company was 2 Devon Way, Birmingham, Birmingham, B31 2TS The business trades under the name Concurrent Thinking Limited
- 1 4 The registered office of the company is c/o Mazars LLP, 45 Church Street, Birmingham, B3 2RT Its registered number is 07053109
- 1 5 All acts required to be done by the joint administrators, may be done by either or both, acting jointly or alone

2. Steps Taken During The Administration & Outcome

- 2 1 This report should be read in conjunction with the proposals which were approved by creditors on 22 September 2015
- 2 2 **Sale of Assets**

As per the proposals issued to creditors previously, a sale of the company's assets occurred on 22 October 2015 to DCIM Ltd in the sum of £28,158 The sale included the waiving of a creditor claim of £24,960 The sale consideration was received in full on 27 October 2015
- 2 3 **Cash at Bank**

The sum of £158,708 88 received is in respect of the credit balance on the company's current account with HSBC Bank plc
- 2 4 **Bank Interest Gross**

Total bank interest gross received during the Administration totals £92 19
- 2 5 **Stock**

The stock of the company had an estimated to realise value of £1,000 as per the Directors' Statement of Affairs The stock was included in the Sale of Assets to DCIM Ltd as detailed in 2 1

2.6 Computer Equipment

The computer equipment had an estimated to realise value of £3,000 as per the Directors' Statement of Affairs. The computer equipment was included in the Sale of Assets to DCIM Ltd as detailed in 2.1.

2.7 Office Equipment

An agreement was reached with the Landlord that the October Rent and utility charge would be paid to be allow occupation of the premises up to 31 October 2015 during which time we would take steps to exit from the site. In addition, it was agreed that the Office Furniture would be left in situ for the waiver of any dilapidations charges on exit from the premises and the two other months service charges. £4,222.08 plus VAT has been paid to the landlord in this regard.

2.8 VAT Refund Pre Appointment

A VAT refund was shown on the Directors Statement of Affairs in the sum of £3,126. As HM Revenue & Customs are owed more than £3,126 the amount was subject to crown set off and therefore no realisations were received in respect of this.

2.8 Surplus funds to Liquidator

The surplus funds from the Administration of £96,821.42 will be transferred to the Liquidation estate. In addition, there will be a VAT refund of £4,009.53 due from HM Revenue & Customs for the Administration period.

3. Joint Administrators' Receipts and Payments

3.1 I have now completed my administration of the company. A summary of receipts and payments covering the period from 22 September 2015 to 16 March 2016 is attached at Appendix A.

4. Liabilities

4.1 Secured Creditors

There are no secured creditors.

4.2 Preferential Creditors

A first and final dividend was paid to preferential creditors on 3 March 2016 in the sum of £2,881.68 representing a payment of 100p in the £.

4.3 Unsecured Creditors

Unsecured creditors were included in the proposals document at £171,353.

The estimated outcome statement at Appendix D of the proposals, forecasted that the potential dividend to unsecured creditors will be in the region of 64p in the £.

The actual outcome to this class of creditor will depend on the final funds available for distribution, and the quantum of creditor claims admitted for dividend purposes.

Unsecured creditor claims will be finalised in the Creditors' Voluntary Liquidation.

Prescribed Part

In accordance with Section 176A of the Insolvency Act 1986, a proportion of the Company's net assets are to be set aside for the benefit of the Company's unsecured creditors where the Company has granted a floating charge after 15 September 2003. This is calculated as being 50% of the first £10,000 of net property and 20% of net property thereafter subject to a maximum fund of £600,000. Net property is defined as being the realisations from assets subject to the floating charge after costs and after settlement of the preferential creditors' claims.

In this case there is no floating charge and therefore no prescribed part.

5. Investigations

- 5.1 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 public interest, potential recoveries, the funds likely to be available to fund an investigation and the costs involved.
- 5.2 There were no matters that justified further investigation in the circumstances of this appointment.
- 5.3 I can confirm that the Joint Administrators have reviewed the affairs of the company for the period prior to Administration for the purpose of discharging their duties under the Companies Directors' Disqualification Act 1986.
- 5.4 Creditors are reminded that the Administrators have a statutory obligation to consider the directors' conduct and to submit a return / report to the Department for Business, Innovation & Skills' Disqualification Unit. The Administrators can confirm that they have complied with this requirement.

6. Pre-Administration Costs

- 6.1 As previously reported, the pre-administration costs to Mazars LLP totalling £3,365.56 plus VAT were approved at a meeting of creditors held on 22 September 2015 and have been paid £3,283.50 plus VAT related to the preparation of the Statement of Affairs and £82.06 plus VAT were disbursements.

7. Administrators' Remuneration

- 7.1 Joint Administrators' remuneration has been agreed on a time costs basis, following the approval of the proposals at a creditors meeting held on 22 September 2015.
- 7.2 As at 16 March 2016, the Joint Administrators and their staff have incurred time costs of £35,699.20. This represents 166.10 hours at an average hourly rate of £214.93. The sum of £32,000.00 has been drawn in relation to these time costs. The remainder of £3,699.20 will be written off.

7.3 Charge out rates are reviewed annually on 1 September and in common with other professional firms, may increase over the period of the administration of the case. The rates are appropriate to the skills and experience of the team member and the work that they perform. All staff that work on the case, including cashiers, support and any secretarial staff charge their time directly to the assignment. Time is recorded in 6 minute units with supporting narrative to explain the work undertaken.

7.4 Details of the charge out rates of the team members employed on the assignment during the period covered by this report are below

Grade of personnel	Current charge out rate per hour, effective from 1 September 2014
Partner	440.00
Director	390.00
Manager	215.00 – 260.00
Administrator	90.00 – 175.00
Cashier	100.00 – 130.00

7.5 I attach a summary of time spent since my last report in accordance with SIP9 at Appendix B

7.6 I would advise you that pursuant to rule 2.48A of the Insolvency Rules 1986, a secured creditor or an unsecured creditor with concurrence of at least 5% in value of the unsecured creditors or an unsecured creditor with permission of the court, may, within 21 days of receipt of this report, ask the administrator for further information about the remuneration and expenses set out in this progress report.

7.7 Additionally, pursuant to rule 2.109 of the Insolvency rules 1986, a secured creditor or an unsecured creditor with concurrence of at least 10% in value of the unsecured creditors or an unsecured creditor with the permission of the court may, within 8 weeks of the receipt of this report, apply to the court on one or more of the following grounds:

- the remuneration charged by the administrators, or
- the basis fixed for the administrators' remuneration, or
- expenses incurred by the administrators

is or are in all of the circumstances, excessive or inappropriate

7.8 A copy of the publication "A creditors guide to Administrators' Fees" which details the basis on which an Administrator's fees should be calculated is available to download from the website <http://www.insolvency-practitioners.org.uk/page.aspx?pageID=104> or alternatively will be provided free of charge upon written request to this office.

7 9 Disbursements and expenses incurred and paid during the Administration are below

Category	Amount incurred to date (£)	Agreed and Paid
Retained employees including PAYE/NI and pension contributions	£33,217 72	Yes
Landlord	£4,222 08 plus VAT	Yes
Insurance of assets and necessary liability cover	£397 50	Yes
Storage costs – collection and inventory of company records	Category 1 disbursement of £186 00 plus VAT	Yes
Statutory Advertising	Category 1 disbursement of £149 00 plus VAT	Yes
Employee expenses for assisting Administrator	£39 99 plus VAT	Yes
Mileage	Category 2 disbursement of £37 04 plus VAT	Yes
Statutory Bordereau	Category 1 disbursement of £202 50 plus VAT	Yes

8. Professional Advisors

8 1 The professional advisors used on this assignment are as follows

Name	Nature of Work	Basis of fee Arrangement
Martin Simovic - Neston S R O	IT support to maintain infrastructure Assistance with extraction of sensitive data	Time cost basis amounting to £1,405 55 These fees have been agreed and paid
Martin Hall	Assistance with the Statement of Affairs preparation and accountancy / employee matters	Time cost basis amounting to £2,558 50 plus VAT including expenses of £58 50 £1,500 plus VAT relates to the preparation of the Statement of Affairs and £1,000 relates to accountancy and employee assistance These fees have been agreed and paid
Kumar and Company	Independent agents and Corporate Recovery specialists insolvency Kumar & Company Limited were instructed to value the Company's assets	Fixed fee of £750 00 plus VAT These fees have been agreed and paid

Thursfields Solicitors

Specialist insolvency
Solicitors, Thursfields
were instructed to assist
with the sale agreement

Time cost basis amounting to
£4,965 plus VAT These fees
have been agreed and paid

- 8 2 The Administrators' choice was based on their perception of the advisors' experience and ability to perform this type of work, the complexity and nature of the assignment and the basis of the fee arrangement with them
- 8 3 The Administrators' have reviewed the fees incurred to date and are satisfied that they are reasonable in the circumstances of the case

9. Summary

- 9 1 The administration is now complete
- 9 2 As sufficient funds are available to enable a distribution to be made to unsecured creditors, the Company has been placed into Creditors' Voluntary Liquidation in accordance with paragraph 83 of schedule B1 of the Insolvency Act 1986
- 9 3 Since no alternative nominations to appoint a Liquidator have been received, Scott Christian Bevan and Simon David Chandler of Mazars LLP, will be the Joint Liquidators of the Company
- 9 4 Pursuant to Paragraph 83 of Schedule B1 to the Insolvency Act 1986, the Liquidators' appointment will be effective from the date of the registration of the notice to move from Administration to Liquidation (Form 2 34B) at Companies House which was 16 March 2016
- 9 5 In accordance with previous resolutions, the Joint Administrators will be discharged from liability 14 days after the date of this report

Should you have any queries regarding this matter, please do not hesitate to contact Emma Harper at this office



S C Bevan
Joint Administrator

Dated 18 March 2016

*Authorised to act as an insolvency practitioner in the UK by the Insolvency Practitioners Association
and bound by the Insolvency Code of Ethics*

*The affairs, business and property of the Company are being managed by the Joint Administrators
The Joint Administrators act as agents of the Company and without personal liability*

Concurrent Thinking Limited
(In Administration)
Joint Administrators' Abstract of Receipts & Payments
To 16/03/2016

S of A £		£	£
	ASSET REALISATIONS		
NIL	Prepayments	NIL	
1,000 00	Stock	NIL	
3,000 00	Computer Equipment	NIL	
1,600 00	Office Equipment	NIL	
NIL	Leasehold Improvements	NIL	
3,126 00	VAT Refund Pre Appointment	NIL	
	Sale of assets	28,158 00	
157,889 00	Cash at Bank	158,708 88	
	Bank Interest Gross	92 19	
			186,959 07
	COST OF REALISATIONS		
	Preparation of S of A	4,783 50	
	Administrator's Fees	32,000 00	
	Administrator's Disbursements	321 60	
	Assistance to Administrator	2,464 05	
	Agents/Valuers Fees (1)	750 00	
	Legal Fees (1)	4,695 00	
	Pension Contributions	2,082 07	
	Storage Costs	186 00	
	Statutory Advertising	149 00	
	Rents Payable	4,222 08	
	Insurance of Assets	397 50	
	Wages & Salaries	22,049 02	
	PAYE & NI	9,086 63	
	Bank Charges	20 00	
	Surplus funds to Liquidator	100,870 94	
			(184,077 39)
	PREFERENTIAL CREDITORS		
(6,400 00)	Employees	2,881 68	
			(2,881 68)
	UNSECURED CREDITORS		
(40,448 00)	Trade & Expense Creditors	NIL	
(85,718 00)	Employees	NIL	
(45,187 00)	HMRC re PAYE	NIL	
			NIL
	DISTRIBUTIONS		
(64,248 70)	Ordinary Shareholders	NIL	
			NIL
(75,386.70)			0 00
	REPRESENTED BY		
			NIL

CONCURRENT THINKING LIMITED - CONC114315**Matter: IABIR15 - Administration****Analysis of Administrators' time costs for the period 22/09/2015 to 16/03/2016**

Classification of Work Function	Hours					Total Hours	Time Cost £	Av hourly Rate £
	Partner	Director	Manager	Administrator	Support			
Admin & Planning	0 00	6 60	8 70	8 50	0 10	23 40	5,219 50	223 06
Taxation	0 70	0 00	2 10	9 40	0 00	12 20	1,610 70	132 02
Investigations	0 00	0 00	2 40	0 40	0 00	2 80	552 00	197 14
Realisation of Assets	0 00	24 30	17 10	0 70	0 00	42 10	13,216 50	313 93
Employees	0 00	2 70	7 20	9 10	0 00	19 00	3,420 00	180 00
Creditors	0 00	3 90	6 90	4 00	0 00	14 80	3,364 50	227 33
Reporting	0 00	1 70	3 30	7 20	0 00	12 20	2,020 50	165 61
Distributions	0 00	0 00	0 00	0 90	0 00	0 90	93 00	103 33
Cashiering	0 00	0 00	0 80	5 40	4 30	10 50	1,196 00	113 90
Statutory & Compliance	0 00	2 00	14 90	10 70	0 60	28 20	5,006 50	177 54
Total Hours	0 70	41.20	63.40	56 30	5 00	166 10	35,699 20	
Total Time Costs (£)	245 00	16,068.00	13,648.90	5,237 30	500.00			
Av Hourly Rate	350 00	390 00	215.28	93 02	100 00			214 93