

LIQ03

Notice of progress report in voluntary winding up



Companies House

SATURDAY



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21/09/2019

#75

COMPANIES HOUSE

1 Company details

Company number 0 7 8 5 4 8 6 4

Company name in full Inche Limited

→ Filling in this form

Please complete in typescript or in
bold black capitals.

2 Liquidator's name

Full forename(s) Rishi

Surname Karia

3 Liquidator's address

Building name/number 5th Floor, The Union Building

Street 51-59 Rose Lane

Post town Norwich

County/Region Norfolk

Postcode N R 1 1 B Y

Country ENG

4 Liquidator's name

Full forename(s)

Surname

Other liquidator

Use this section to tell us about
another liquidator.

5 Liquidator's address

Building name/number

Street

Post town

County/Region

Postcode

Country

Other liquidator

Use this section to tell us about
another liquidator.

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Presenter information

You do not have to give any contact information, but if you do it will help Companies House if there is a query on the form. The contact information you give will be visible to searchers of the public record.

Rishi Karia

Parker Andrews Ltd

5th Floor, The Union Building

51-59 Rose Lane

Norwich

Norfolk

Postcode

N

R

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1

B

Y

ENG

dx

01603 284 284



Checklist

We may return forms completed incorrectly or with information missing.

Please make sure you have remembered the following:

- ☐ The company name and number match the information held on the public Register.
- ☐ You have attached the required documents.
- ☐ You have signed the form.



Important information

All information on this form will appear on the public record.



Where to send

You may return this form to any Companies House address, however for expediency we advise you to return it to the address below:

The Registrar of Companies, Companies House,
Crown Way, Cardiff, Wales, CF14 3UZ.
DX 33050 Cardiff.



Further information

For further information please see the guidance notes on the website at www.gov.uk/companieshouse or email enquiries@companieshouse.gov.uk

This form is available in an alternative format. Please visit the forms page on the website at www.gov.uk/companieshouse

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6 Period of progress report

From date	2	3	0	7	2	0	1	8
To date	2	2	0	7	2	0	1	9


7 Progress report

☒ The progress report is attached

8 Sign and date

Liquidator's signature

Signature

X 

X

Signature date

^d1^d8 ^m0^m9 ^y2^y0^y1^y9

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- Enquires and Investigations
- Realisation of Assets
- Creditors
- Fees and Expenses
- Creditors' Rights
- EC Regulations
- Conclusion

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- Appendix II – Receipts and Payments account for the period 23 July 2018 to 22 July 2019 and a cumulative account from 23 July 2015 to 22 July 2019
- Appendix III - Detailed list of work undertaken in the period
- Appendix IV - Time cost information for period 23 July 2018 to 22 July 2019 cumulative & comparison with estimate

EXECUTIVE SUMMARY

A summary of key information in this report is detailed below.

Assets

Asset	Estimated to realise per Statement of Affairs	Realisations to date	Anticipated future realisations	Total anticipated realisations
Directors Loans	Uncertain	5,000.00	Uncertain	Uncertain
Total	Uncertain	5,000.00	Uncertain	Uncertain

Expenses

Expense	Expense incurred in the review period	Expense incurred to date	Anticipated further expense to closure	Total anticipated expense
Liquidator's fees	7,116.00	18,361.91	Uncertain	Uncertain
Solicitors' fees	1,467.00	1,467.00	Uncertain	Uncertain
Statement of Affairs Fee	0.00	5,000.00	0.00	5,000.00
Advertising	0.00	36.15	0.00	36.15
Bonding	0.00	540.00	0.00	540.00
Software Costs	0.00	120.00	0.00	120.00

Dividend prospects

Creditor class	Distribution / dividend paid to date	Anticipated distribution / dividend, based upon the above
Secured creditor	N/A	N/A
Preferential creditors	N/A	N/A
Unsecured creditors	N/A	Uncertain

Summary of key issues outstanding

- There is an outstanding overdrawn director's loan account.

Closure

Due to the outstanding issue detailed above, it is difficult to estimate the timing of the closure of the liquidation.

ADMINISTRATION AND PLANNING

Statutory information

Statutory information may be found at Appendix I.

The Liquidator is required to meet a considerable number of statutory and regulatory obligations. Whilst many of these tasks do not have a direct benefit in enhancing realisations for the insolvent estate, they assist in the efficient and compliant progressing of the administration of the case, which ensures that work is carried out to high professional standards. A detailed list of these tasks may be found in Appendix III.

Reporting

The Liquidator has met his statutory and regulatory duties to report to creditors, as listed below. In consideration of the need for transparency and engagement with creditors, care has been taken to ensure that reports and other communications with creditors have provided useful details of the strategies pursued and the outcomes anticipated. During the Review Period, the following key documents have been issued:

- This progress report;

Other administration tasks

During the Review Period, the following material tasks in this category were carried out:

- Consulting with and instructing staff and independent advisers as regards practical, technical and legal aspects of the case to ensure efficient progress;
- Maintaining case files, which must include records to show and explain the administration and any decisions made by the Liquidator that materially affect the administration;
- Monitoring and maintaining an adequate statutory bond;
- Conducting periodic case reviews to ensure that the liquidation is progressing efficiently, effectively and in line with the statutory requirements;
- Issuing an annual progress report to creditors and members;
- Maintaining and updating the estate cash book and bank accounts, including regular bank reconciliations and processing receipts and payments.

ENQUIRES AND INVESTIGATIONS

As required by the Insolvency Legislation, the former Liquidator, Mr Rose, carried out an initial review of the Company's affairs for the period prior to his appointment. Save for matters attaining to the director's overdrawn loan account, the review did not indicate any matters that required any further investigation. The former Liquidator has submitted his report on the conduct of the director to the Secretary of State.

This included seeking information and explanations from the director by means of questionnaires and interviews; making enquiries of the Company's accountants; reviewing information received from creditors; and collecting and examining the Company's bank statements, accounts and other records. The directors provided the books and records and a completed questionnaire as well as a Statement of Affairs.

The information gleaned from this process enabled the Liquidator to meet his statutory duty to submit a confidential report on the conduct of the directors (past and present) to the Insolvency Service.

Although this work did not generate any immediate financial benefit to creditors, it was necessary to meet the statutory duties as well as conduct appropriate enquiries and investigations into potential rights of actions to enhance realisations. This process has also helped to ensure that there is a valid claim that can be pursued in respect of the overdrawn loan account.

REALISATION OF ASSETS

Director's Loan

The only potential recovery relates to advances made to the director by the Company. Whilst the terms of a settlement were initially discussed between the former Liquidator and the director regarding repayment of monies, no formal agreement had been reached and the director only paid the sum of £5,000. Since my appointment, I have attempted to come to a formal agreement with the director, however, no offer for settlement has been received and I have had no option but to instruct a solicitor to assist in pursuing the matter further. With no offer forthcoming, I have served a statutory demand on the director and await a response from the director. If the director is unable to make a satisfactory proposal, I will have no option but to present a bankruptcy petition against him.

CREDITORS

Irrespective of whether sufficient realisations are achieved to pay a dividend to creditors, the Liquidator has had to carry out key tasks which are detailed in the list at Appendix IV. The following sections explain the anticipated outcomes to creditors and any distributions paid.

Secured creditors

An examination of the Company's mortgage register held by the Registrar of Companies, show that the company has no current charges over its assets.

Preferential creditors

The Statement of Affairs indicated no preferential claims. No preferential claims have been received in the liquidation.

Unsecured creditors

The former Liquidator has received 3 claims from creditors totalling £134,727.95.

HM Revenue and Customs ("HMRC") was shown to be owed £12,567 as per the statement of affairs. A claim of £42,647.79 has been received.

The remaining trade and expense creditors as per the statement of affairs totalled £89,441. Claims of £92,080.16 were received. Please be advised that proofs of debt are still being received and therefore the total value of unsecured claims is not known at present.

Dividend prospects

Based on current information, a dividend is anticipated to unsecured creditors, but the quantum and timing are uncertain.

Where a floating charge is created after 15 September 2003 a prescribed part of the company's net property shall be made available to unsecured creditors. The Company has not granted a floating charge to any creditor after 15 September 2003 and consequently there will be no prescribed part in this Liquidation.

FEES AND EXPENSES

Pre-Appointment fee

The creditors authorised a fee of £5,000 plus VAT for assisting the director in calling the relevant meetings and preparing the Statement of Affairs on 23 July 2015. This fee was drawn post-appointment by Elliot, Woolfe & Rose from asset realisations made in the liquidation.

The Liquidator's fees

It is the firm's practice to ensure that work is conducted by the appropriate staff member at the appropriate level of experience. Junior members of staff deal with the day to day administration on cases and a manager and director then oversees the work undertaken. Where the issues are complex and litigious, the work will be closely supervised or undertaken by a manager or director.

The basis of the Liquidator fees was approved by creditors on 23 July 2015 on a time cost basis.

The former Liquidator's total time costs for the period 23 July 2015 to 7 March 2017 totals £8,794, representing 33.4 hours at an average hourly rate of £263.29. No post-appointment remuneration has been drawn by the former Liquidator.

My total time costs from 8 March 2017 to 22 July 2019 amount to £9,567.91 representing 57.99 hours at an average hourly rate of £164.99. My time costs during the reporting period 23 July 2018 to 22 July 2019 amount to £7,116, representing 42.40 hours at an average hourly rate of £167.83.

I have not drawn my remuneration to date.

The former Liquidator's time costs together with my time costs are detailed in appendix IV.

Disbursements

The disbursements that have been incurred and not yet paid during the period are detailed in the expenses section of the executive summary at the beginning of this report. Also detailed are the likely expenses to be incurred to the conclusion of the liquidation. Anticipated legal fees are uncertain as they will depend on whether an agreement is reached, whilst the liquidator's future time costs will depend on the length of the liquidation and also what action is required in order to realise the loan account.

The Category 1 disbursements which have been incurred are detailed below, however, please note that none of these disbursements were incurred in the period under review:

Statutory Advertising

The sum of £36.15 relates to my statutory obligation to advertise in the London Gazette that I had replaced Mr Rose as the Liquidator of the Company. The sum of £164.18 was incurred by the former liquidator in respect of statutory notices in respect of the liquidation and his appointment.

Statutory bond

It is necessary for the liquidator to bond for all assets of which he is responsible for. The premium payable in this case for my bond was £540. The former liquidator's bond cost was £250.

Software Costs

A charge of £120 plus VAT was incurred in relation to software which is required in order to administer the liquidation.

Court Fee

A fee of £21.54 was paid to the High Court in respect of making an application to Court for me to replace Mr Rose as the Liquidator.

I have not incurred any category 2 disbursements during the reporting period.

Information about this insolvency process may be found on the R3 website at <http://www.creditorinsolvencyguide.co.uk/>. "A Creditors' Guide to Liquidators' Fees" is available for download at: <http://thecompliancealliance.co.uk/cgflq.pdf>. My previous firm Arc Insolvency's charge-out

rates and disbursement policy may be found at arcinsolvency.co.uk. My current firm Parker Andrews' charge-out rates and disbursement policy are enclosed.

Should you require a paper copies, please send your request in writing to the Liquidator at the address on the front of this report and this will be provided to you at no cost.

Other professional costs

Solicitors

The sum of £65.39 plus VAT was paid to Saul Marine & Co, solicitors, in respect of assistance in the application to Court to change the Liquidator from Melvyn Rose to Rishi Karia.

Lincoln & Rowe Solicitors have been instructed to assist with recovery action in respect of the overdrawn director's loan account. Their fees have been agreed on the basis of the time properly incurred by them plus VAT and disbursements. Their outstanding time costs to date are £1,467.

CREDITORS' RIGHTS

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 Liquidator's 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 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.

EC REGULATIONS (WHETHER PROCEEDINGS ARE MAIN PROCEEDINGS OR TERRITORIAL)

The Company's centre of main interest was at 88 Edgware Way, Edgware, Middlesex, HA8 8JS and therefore it is considered that the EC Regulations will apply. These proceedings are main proceedings as defined in Article 3 of the EC Regulation.

CONCLUSION

The administration of the case will be continuing until the overdrawn director's loan account has been repaid. At this stage the timing of finalising this matter is uncertain.

If you require any further information, please contact Rhys Calder at this office.



Rishi Karia
Liquidator

Appendix I

Statutory Information

Company Name	Inche Limited
Former Trading Name	Hob Man
Company Number	07854864
Registered Office	5th Floor The Union Building, 51-59 Rose Lane, Norwich, Norfolk, NR1 1BY
Former Registered Offices	C/O Arc Insolvency, Wenta Business Centre, 1 Electric Avenue, Enfield, EN3 7XU C/O Platinum R,s 1st Floor, Venture House, 6 Silver Court, Watchmead, Welwyn Garden City, Hertfordshire, AL7 1TS C/O Messrs Elliot Woolfe & Rose, 1st Floor, Equity House, 128-136 High Street, Edgware, Middlesex, HA8 7TT 88 Edgware Way, Edgware, Middlesex, HA8 8JS
Officeholder	Rishi Karia of Parker Andrews
Officeholder address	5th Floor, The Union Building, 51-59 Rose Lane, Norwich, Norfolk, NR1 1BY
Date of appointment	8 March 2017
Change in Office Holder	Melvyn Rose was initially appointed Liquidator of the Company on 23 July 2015. Mr Rose was removed from office by an order of the Court dated 8 March 2017 and Rishi Karia was appointed Liquidator of the Company in his place on the same date by the same order. Please note that Rishi Karia moved to Parker Andrews Limited in June 2019 but remains the Liquidator of the Company.

Appendix II

Receipts and Payments account for the period 23 July 2018 to 22 July 2019 and a cumulative account for the period from 23 July 2015 to 22 July 2019

**Inche Limited - In Creditors Voluntary Liquidation
Liquidator's Abstract of Receipts & Payments**

From 23 July 2018 To 22 July 2019

S of A £	From 23/07/18	From 23/07/15
	To 22/07/19	To 22/07/19
ASSET REALISATIONS		
Bank Interest Gross	1.02	1.02
Rates Refund	2,770.24	2,770.24
Directors Loans	NIL	5,000.00
NIL	2,771.26	7,771.26
COST OF REALISATIONS		
() Statement of Affairs Fee	NIL	(5,000.00)
NIL	NIL	(5,000.00)
(0.00)	2,771.26	2,771.26

REPRESENTED BY

Inche Ltd

2,771.26

2,771.26



**Rishi Karia
Liquidator**

Appendix III

Detailed list of work undertaken for Inche Limited in Creditors' Voluntary Liquidation for the review period 23 July 2018 to 22 July 2019

Below is detailed information about the tasks undertaken by the Liquidator.

General Description	Includes
Statutory and General Administration	
Statutory/advertising	Filing of documents to meet statutory requirements including annual receipts and payments accounts Bonding the case for the value of the assets
Document maintenance/file review/checklist	Filing of documents Periodic file reviews documenting strategy Periodic reviews of the application of ethical, anti-money laundering and anti-bribery safeguards Maintenance of statutory and case progression task lists/diaries Updating checklists
Bank account administration	Bank account reconciliations Maintenance of the estate cash book
Planning / Review	Discussions regarding strategies to be pursued, including with instructed solicitors Meetings with team members to consider practical, technical and legal aspects of the case
Books and records / storage	Dealing with records in storage Sending job files to storage
Reports	Preparing annual progress report to creditors
Investigations	
Director loan account	Review of bank statement, prior liquidator's files and other records
Realisation of Assets	
Director loan account	Review of matters relating to the overdrawn director's loan account Correspondence, telephone calls and meeting with the director in relation to the loan account Enquiries with third parties Correspondence with instructed solicitors
Rates Refund	Correspondence with council in respect of refund

Current Charge-out Rates for the firm

Time charging policy

A copy of this firm's time cost and disbursement policy is enclosed.

Appendix IV

Liquidator's Time Costs for the review period 23 July 2018 to 22 July 2019

Liquidator's Remuneration Schedule
Inche Limited
Between 08 March 2017 and 22 July 2019

Classification of work function	Partner/ Director	Manager	Other Senior Professionals	Assistants & Support Staff	Total Hours	Time Cost	Average Hourly Rate
Administration & Planning	2.60	0.00	9.30	15.19	27.09	3,669.41	135.44
Investigations	0.00	0.00	9.80	9.60	19.40	2,824.00	145.57
Realisation of Assets	6.90	0.30	2.10	0.00	9.30	2,722.50	292.74
Creditors	0.00	0.00	1.00	0.80	1.80	272.00	151.11
Case Review	0.00	0.40	0.00	0.00	0.40	80.00	200.00
Total hours	9.50	0.70	22.20	25.59	57.99		
Time costs	3,087.50	140.00	4,051.50	2,288.91		9,567.91	
Average hourly rate	325.00	200.00	182.50	89.44			164.99

Summary of Fees

Time spent in administering the Assignment	Hours	57.99
Total value of time spent to 22 July 2019	£	9,567.91
Total Liquidator's fees charged to 22 July 2019	£	0.00

Liquidator's Remuneration Schedule
Inche Limited
Between 23 July 2018 and 22 July 2019

Classification of work function	Partner/Director	Manager	Other Senior Professionals	Assistants & Support Staff	Total Hours	Time Cost	Average Hourly Rate
Administration & Planning	2.00	0.00	0.60	10.90	13.50	1,755.00	130.00
Investigations	0.00	0.00	9.80	9.60	19.40	2,824.00	145.57
Realisation of Assets	5.80	0.00	1.90	0.00	7.70	2,265.00	294.16
Creditors	0.00	0.00	1.00	0.80	1.80	272.00	151.11
Total hours	7.80	0.00	13.30	21.30	42.40		
Time costs	2,535.00	0.00	2,661.50	1,919.50		7,116.00	
Average hourly rate	325.00	0.00	200.11	90.12			167.83

Summary of Fees

Time spent in administering the Assignment	Hours	42.40
Total value of time spent to 22 July 2019	£	7,116.00
Total Liquidator's fees charged to 22 July 2019	£	0.00

Case**Time Costs**

Hours	Insolvency Partner	Insolvency Managers	Assistants	Managers	Total	Average Rate
Administration						
Case Planning/Administration, Initial Statutory Formalities/Documentation, Case Set-up, Periodic Review & Compliance, Record Maintenance, Cashiering and General Case Administration	4.900	6.600	0.900	-	12.400	£266.33
Creditors & Reporting						
Claim agreement (including Employees as appropriate), Reporting to Creditors, Dividends (as appropriate) and general communications with Creditors	6.500	5.300	3.600	-	15.400	£255.23
Investigation						
Review and consideration of Records and Trading, meetings with Directors/Debtor, consideration of antecedent transactions, compilation and submission of statutory Reports	0.200	2.900	-	-	3.100	£111.29
Assets						
Asset matters relating to review, quantification, negotiations and realisation	2.200	0.300	-	-	2.500	£62.40
Case Specific						
Details (if any)	-	-	-	-	-	-
	13.800	15.100	4.500	-	33.400	£263.29
Value						
Administration	1,899.00	1,327.00	76.50	-	£3,302.50	
Creditors & Reporting	2,523.00	1,109.00	298.50	-	£3,930.50	
Investigation	75.00	580.00	-	-	£655.00	
Assets	843.00	63.00	-	-	£906.00	
Case Specific	-	-	-	-	£0.00	
	£5,340.00	£3,079.00	£375.00	£0.00	£8,794.00	
Average Rate	£386.96	£203.91	£83.33	-	£263.29	