

Section 106

Return of Final Meeting in a Creditors' Voluntary Winding Up

Pursuant to Section 106 of the Insolvency Act 1986

To the Registrar of Companies

S.106

Company Number

01864176

Name of Company

Newnorth Limited

I/We Robert David Adamson  
Mazars House  
Gelderd Road  
Gildersome  
Leeds  
LS27 7JN

Tim Alan Askham  
Mazars House  
Gelderd Road  
Gildersome  
Leeds  
LS27 7JN

a The copy account must be authenticated by the written signature(s) of the Liquidator(s)

1 give notice that a general meeting of the company was duly held on 30 March 2016 pursuant to section 106 of the Insolvency Act 1986, for the purpose of having an account (of which a copy is attached) laid before it showing how the winding up of the company has been disposed of, and that the same was done accordingly

2 give notice that a meeting of the creditors of the company was duly held on 30 March 2016 pursuant to Section 106 of the Insolvency Act 1986, for the purpose of having the said account laid before it showing how the winding up the company has been conducted and the property of the company has been disposed of and that the same was done accordingly

The meeting was held at Mazars House, Gelderd Road, Gildersome, Leeds, LS27 7JN

The report covers the period from 12/06/2012 (commencement of winding up) to 30/03/2016 (close of winding up)

The outcome of the meeting (including any resolutions passed at the meeting) was as follows

That the Joint Liquidators may be granted their release

Signed

*[Handwritten signature]*

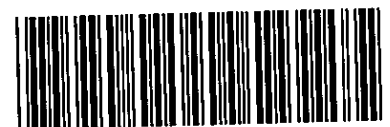
Date

31 March 2016

Mazars LLP  
Mazars House  
Gelderd Road  
Gildersome  
Leeds  
LS27 7JN

Ref NEWN94437/RDA/TAA/SJP/JZM/AZH/JZB

SATURDAY



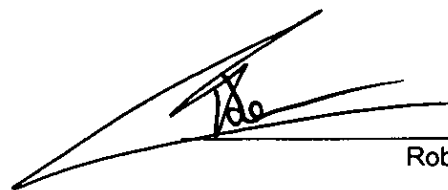
A06 \*A542VGBS\* 02/04/2016 #190  
COMPANIES HOUSE

**Newnorth Limited**  
**(In Liquidation)**  
**Joint Liquidators' Abstract of Receipts & Payments**  
**From 12 June 2012 To 30 March 2016**

S of A £	£	£
<b>ASSET REALISATIONS</b>		
	469 82	
13,789 67	13,789 67	
		14,259 49
<b>COST OF REALISATIONS</b>		
	2,548 19	
	7,500 00	
	3,435 00	
	35 00	
	79 00	
	84 60	
	577 70	
		(14,259 49)
<b>PREFERENTIAL CREDITORS</b>		
(7,809 21)	NIL	
		NIL
<b>UNSECURED CREDITORS</b>		
(405,860 67)	NIL	
(1,037 35)	NIL	
(92,361 66)	NIL	
(311,637 19)	NIL	
(474,299 36)	NIL	
		NIL
(1,279,215.77)		(0 00)

REPRESENTED BY

NIL



Robert David Adamson  
Joint Liquidator

## NEWNORTH LIMITED - IN LIQUIDATION

### Final Progress Report to Creditors & Members

This is the liquidator's final progress report to all known creditors and members

#### 1. Statutory information

- 1 1 I was appointed Joint Liquidator of the Company together with Mr Timothy Askham following its conversion from an Administration pursuant to paragraph 83 of Schedule B1 of the Insolvency Act 1986 on 12 June 2012 My address is Mazars House, Gelderd Road, Gildersome, Leeds, LS27 7JN
- 1 2 I am authorised to act as an Insolvency Practitioner in the UK by the Insolvency Practitioners Association and Mr Timothy Askham is authorised in the UK by the Institute of Chartered Accountants in England and Wales
- 1 3 The Company formerly traded from The Grange Business Centre, Belasis Avenue, Billingham, Cleveland, TS23 1LG The business traded under the name Newnorth Limited
- 1 4 The registered office of the Company is Mazars House, Gelderd Road, Gildersome, Leeds, LS27 7JN and was formally 6 Cambridge Road, Middlesborough, Cleveland, TS5 5NQ its registered number is 01864176

#### 2. Details of asset realisations

##### 2 1 Work in Progress/Retentions

- 2 2 Creditors may recall that at the date of Administration, being 6 September 2011 the director estimated realisations of £280,308, in relation to monies due to the Company with regard the outstanding WIP and retentions Realisations during the Administration totalled £39,407
- 2 3 Upon being appointed as Liquidator of the Company, I instructed Solicitors to assist with the collection of these monies due to the Company However, due to their internal risk analysis they declined the engagement Unfortunately, documents that had been passed over for review were misplaced
- 2 4 I subsequently instructed Irwin Mitchell solicitors, to review the ledger and provide me with a report on the collectability This report concluded that one debtor had entered into liquidation, a counter claim had been received in respect of two other debts They advised that the prospect of recovering the remaining ledger was unlikely without supporting documents to confirm the amount due on the final accounts
- 2 5 As we have been unable to establish the amounts due under these contacts or whether final accounts were ever agreed I have been unable to collect these outstanding debts

**2.6 Surplus from Administration**

Surplus funds of £13,789.67 were received from the Administration

**2.7 Cash at Bank**

The Company's bank account had a credit balance of £469.82. These funds were received in full.

**3 Connected party transactions**

3.1 There were no connected party transactions.

**4 Receipts and payments account**

4.1 A summary of receipts and payments covering the period from the 12 June 2012 to 30 March 2016 is attached at Appendix A.

**5 Liabilities**

**5.1 Secured Creditors**

5.2 HSBC Bank Plc ("HSBC") hold a debenture creating fixed and floating charges over the assets of the Company, however, the liability was repaid to HSBC prior to the Company entering into Administration.

**5.3 Preferential creditors**

5.4 Preferential claims in the sum of £7,165.78 have been received. Preferential claims relate to arrears of wages and holiday pay that the Redundancy Payment Office paid to the employees of the Company.

5.5 There were insufficient funds available to pay a dividend to the preferential creditors of the Company.

**5.6 Unsecured creditors**

5.7 According to the records of the Company at the date of Administration the Company had unsecured creditors totalling £1,293,005. To date, unsecured claims in the sum of £1,009,120 have been received.

5.8 There were insufficient funds to enable a dividend to be paid to the unsecured creditors of the Company.

## **6 Prescribed part**

6.1 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.

6.2 In this instance the secured creditor was repaid in full prior to the Company entering Administration, therefore, the prescribed part calculation is not applicable.

## **7 Remuneration**

7.1 In accordance with Rule 4.127 my remuneration was approved in the former Administration of the Company at a meeting of creditors held on 7 November 2011, to be drawn on a time cost basis.

7.2 Total time costs since the date of my appointment as Joint Liquidator are in the sum of £16,170.50 plus VAT which is made up of 138.4 hours at an average hourly rate of £116.84.

7.3 Fees totalling £2,548.19 have been drawn during the period of the liquidation in respect of these time costs and the balance of my time costs will be written off.

7.4 In addition I have drawn £7,500 plus VAT in respect of my outstanding costs in this matter as former Administrator of the Company.

7.5 Attached at Appendix B is a breakdown of my time costs in accordance with SIP 9.

7.6 Costs met by and reimbursed to the Joint Liquidators' in connection with the Liquidation will fall into two categories as follows:

- Category 1 disbursements – these are costs where there is specific expenditure directly referable to both to the Liquidation and a payment to an independent third party. These may include, for example, advertising, room hire, storage, postage, telephone charges, travel expenses, and equivalent costs reimbursed to the Liquidator or his or her staff.
- Category 2 disbursements - these are costs that are directly referable to the Liquidator but not to a payment to an independent third party. They may include shared or allocated costs that can be allocated to the administration on a proper and reasonable basis, for example, business mileage. These are referred to as "allocated disbursements" in our reports and appendices.

7.7 Category 1 disbursements can be drawn without prior approval. Category 2 disbursements are to be drawn subject to approval in the same manner as the Joint Liquidators' remuneration. The drawing of disbursements was also agreed at the meeting of creditors on 7 November 2011 in the former Administration. There have been no disbursements during the period of the liquidation.

7.9 I would advise you that pursuant to rule 4.49E 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 progress report, ask the Joint Liquidators' for further information about the remuneration and expenses set out in this final progress report

7 10 Additionally, pursuant to rule 4 131 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 progress report, apply to the court on one or more of the following grounds

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

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

7 11 In accordance with SIP9, a guide entitled "A creditors' guide to Liquidators' fees" is available to download from the website [http //www insolvency-practitioners org uk/page.aspx?pageID=104](http://www.insolvency-practitioners.org.uk/page.aspx?pageID=104) or alternatively will be provided free of charge upon written request to this office

## **8. Other costs**

8 1 Courts Advertising has been paid £84 60 plus VAT in relation to advertising our appointment Storage costs of £79 have been paid in relation to the storage of the Company's books and records

8 2 In addition, costs incurred during the Administration period but invoiced after the Administration had ceased have been paid These costs are Court fee in the sum of £35 and the costs of insuring the assets of the Company in the sum of £577 70

## **9. Professional advisors**

9 1 The professional advisors used on this assignment are as follows

<b>Name</b>	<b>Nature of Work</b>	<b>Basis of fee Arrangement</b>
Irwin Mitchell Solicitors	Debt Collection	Time costs
Stripes Solicitors	Debt Collection	Time Costs

9 2 Irwin Mitchell were instructed to review the debtors' ledger and if necessary pursue the recovery of debts Irwin Mitchell has been paid a fee of £3,435

9 3 Stripes Solicitors were instructed to undertake a collection of the debtors' ledger However, as stated above they decline the engagement and have not submitted an invoice in this regard

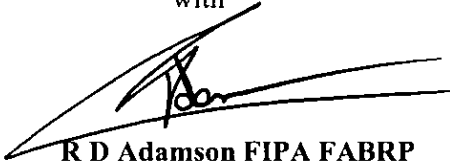
9 4 The Liquidators' choice was based on their perception of the advisors' experience and ability to perform this type of work, the complexity and nature of the assignment and the basis of the fee arrangement with them

9 5 The joint liquidators have reviewed these costs and consider that they are reasonable

## **10 Investigations**

10 1 The Liquidator has reviewed the affairs of the company prior to the liquidation in discharging his duties under the Company Directors' Disqualification Act 1986

10 2 Creditors are reminded that the liquidator has a statutory obligation to consider the directors' conduct and to submit a return / report to the Department for Business Innovation & Skills' Disqualification Unit. The liquidator can confirm that this obligation has been complied with



**R D Adamson FIPA FABRP**  
Joint Liquidator

*Authorised to act as an insolvency practitioner in the UK by the Insolvency Practitioners Association*

**Newnorth Limited**  
**(In Liquidation)**  
**Joint Liquidators' Abstract of Receipts & Payments**

Statement of Affairs	From 12/06/2012 To 30/03/2016	From 12/06/2012 To 30/03/2016
<b>ASSET REALISATIONS</b>		
	469 82	469 82
13,789 67	13,789 67	13,789 67
	<u>14,259 49</u>	<u>14,259 49</u>
<b>COST OF REALISATIONS</b>		
	2,548 19	2,548 19
	7,500 00	7,500 00
	3,435 00	3,435 00
	35 00	35 00
	79 00	79 00
	84 60	84 60
	577 70	577 70
	<u>(14,259 49)</u>	<u>(14,259 49)</u>
<b>PREFERENTIAL CREDITORS</b>		
(7,809 21)	NIL	NIL
	<u>NIL</u>	<u>NIL</u>
<b>UNSECURED CREDITORS</b>		
(405,860 67)	NIL	NIL
(1,037 35)	NIL	NIL
(92,361 66)	NIL	NIL
(311,637 19)	NIL	NIL
(474,299 36)	NIL	NIL
	<u>NIL</u>	<u>NIL</u>
<u>(1,279,215.77)</u>	<u>(0.00)</u>	<u>(0.00)</u>
<b>REPRESENTED BY</b>		
		<u>NIL</u>

## Appendix B

## NEWNORTH LIMITED - In Liquidation

Analysis of Liquidators' time costs for the period 29/08/2012 to 30/03/2016

Classification of Work Function	Hours					Total Hours	Time Cost £	Av hourly Rate £
	Partner	Director	Manager	Administrator	Support			
<b>3 Taxation</b>								
TAXA- 01-VAT					0 60	0 60	60 00	100 00
TAXA- 02-Corporation tax			0 90	1 20	0 20	2 30	217 10	94 39
<b>Tot 3 Taxation</b>			<b>0 90</b>	<b>1 20</b>	<b>0 80</b>	<b>2 90</b>	<b>277 10</b>	<b>95 55</b>
<b>4 Investigations</b>								
INVE- 01-Investigations				0 80		0 80	92 80	116 00
<b>Tot 4 Investigations</b>				<b>0 80</b>		<b>0 80</b>	<b>92 80</b>	<b>116 00</b>
<b>5 Realisation of Assets</b>								
ROAS- 03-Debt collection			0 20	11 90	1 70	13 80	1,506 50	109 17
ROAS- 05-Dealing with other assets				2 00		2 00	254 00	127 00
ROAS- 10-Insurance matters				0 30		0 30	30 00	100 00
<b>Tot 5 Realisation of Assets</b>			<b>0 20</b>	<b>14 20</b>	<b>1 70</b>	<b>16 10</b>	<b>1,790 50</b>	<b>111 21</b>
<b>8 Creditors</b>								
CRED- 03-Unsecured creditors			0 50	6 50		7 00	898 00	128 29
<b>Tot 8 Creditors</b>			<b>0 50</b>	<b>6 50</b>		<b>7 00</b>	<b>898 00</b>	<b>128 29</b>
<b>9 Reporting</b>								
REPO- 01-Statutory reporting			1 70	2 30		4 00	741 00	185 25
REPO- 04-Reporting to creditors				5 00		5 00	594 50	118 90
REPO- 06-Closure reporting			0 50	20 50		21 00	2,709 00	129 00
<b>Tot 9 Reporting</b>			<b>2 20</b>	<b>27 80</b>		<b>30 00</b>	<b>4,044 50</b>	<b>134 82</b>
<b>11 Cashiering</b>								
CASH- 01 Cheque banking & posting					0 60	0 60	60 00	100 00
CASH- 02 Cheque issueing and posting				0 40	1 70	2 10	210 00	100 00
CASH- 03 Bank Reconciliations			0 10	1 20	9 70	11 00	1,127 00	102 45
CASH- 04 Bank Account Management					0 20	0 20	20 00	100 00
CASH- 05 Sundry Cashiering				3 20	32 20	35 40	3,540 00	100 00
<b>Tot 11 Cashiering</b>			<b>0 10</b>	<b>4 80</b>	<b>44 40</b>	<b>49 30</b>	<b>4,957 00</b>	<b>100 55</b>
<b>12 Statutory &amp; Compliance</b>								
STCO- 01-Case review			3 00	24 50	1 00	28 50	3,654 80	128 24
STCO- 02-Statutory documentation			0 10	3 60		3 70	443 10	119 76
STCO- 03 Bonding				0 10		0 10	12 70	127 00
<b>Tot 12 Statutory &amp; Compliance</b>			<b>3 10</b>	<b>28 20</b>	<b>1 00</b>	<b>32 30</b>	<b>4 110 60</b>	<b>127 26</b>
<b>Total Hours</b>			<b>7 00</b>	<b>83 50</b>	<b>47 90</b>	<b>138 40</b>		
<b>Total Time Costs (£)</b>			<b>1,534 10</b>	<b>9,768 10</b>	<b>4,868 30</b>		<b>16,170 50</b>	
<b>Av Hourly Rate</b>	<b>0 00</b>	<b>0 00</b>	<b>219 16</b>	<b>116 98</b>	<b>101 63</b>			<b>116 84</b>