

# LIQ03

## Notice of progress report in voluntary winding up



Companies House

For further information, please  
refer to our guidance at  
[www.gov.uk/companieshouse](http://www.gov.uk/companieshouse)

<b>1</b>		<b>Company details</b>	
Company number	0	2	3 5 6 9 7 2
Company name in full	Feltech Electronics Limited		
<p>→ Filling in this form Please complete in typescript or in bold black capitals.</p>			
<b>2</b>		<b>Liquidator's name</b>	
Full forename(s)	Bijal		
Surname	Shah		
<b>3</b>		<b>Liquidator's address</b>	
Building name/number	27 Church Street		
Street			
Post town	Rickmansworth		
County/Region	Hertfordshire		
Postcode	W	D	3 1 D E
Country			
<b>4</b>		<b>Liquidator's name</b>	
Full forename(s)	Robert		
Surname	Cundy		
<p>• Other liquidator Use this section to tell us about another liquidator.</p>			
<b>5</b>		<b>Liquidator's address</b>	
Building name/number	5/7 Ravensbourne Road		
Street			
Post town	Bromley		
County/Region	Kent		
Postcode	B	R	1 1 H N
Country			
<p>• Other liquidator Use this section to tell us about another liquidator.</p>			

# LIQ03

## Notice of progress report in voluntary winding up

### 6 Period of progress report

From date	2	1	0	7	2	0	2	0
To date	2	0	0	7	2	0	2	1

### 7 Progress report

☒ The progress report is attached

### 8 Sign and date

Liquidator's signature

Signature

X



X

Signature date

<sup>d</sup>1<sup>d</sup>6<sup>m</sup>0<sup>m</sup>9<sup>y</sup>2<sup>y</sup>0<sup>y</sup>2<sup>y</sup>1

# LIQ03

## Notice of progress report in voluntary winding up



### 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.

Bijal Shah

Edge Recovery Limited

27 Church Street

Rickmansworth

Hertfordshire

Postcode

W

D

3

1

D

E

DX

+44 (0)1923 776 223



### 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](http://www.gov.uk/companieshouse) or email [enquiries@companieshouse.gov.uk](mailto: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](http://www.gov.uk/companieshouse)

# Continuation page

Name and address of insolvency practitioner

✓ **What this form is for**  
Use this continuation page to tell us about another insolvency practitioner where more than 2 are already jointly appointed. Attach this to the relevant form.\*  
Use extra copies to tell us of additional insolvency practitioners.

✗ **What this form is NOT for**  
You can't use this continuation page to tell us about an appointment, resignation, removal or vacation of office.

→ **Filling in this form**  
Please complete in typescript or in bold black capitals.

All fields are mandatory unless specified or indicated by \*

## 1 Appointment type

Tick to show the nature of the appointment:

- ☐ Administrator
- ☐ Administrative receiver
- ☐ Receiver
- ☐ Manager
- ☐ Nominee
- ☐ Supervisor
- ☐ Liquidator
- ☐ Provisional liquidator

③ You can use this continuation page with the following forms:

- VAM1, VAM2, VAM3, VAM4, VAM6, VAM7
- CVA1, CVA3, CVA4
- AM02, AM03, AM04, AM05, AM06, AM07, AM08, AM09, AM10, AM12, AM13, AM14, AM19, AM20, AM21, AM22, AM23, AM24, AM25
- REC1, REC2, REC3
- LIQ02, LIQ03, LIQ05, LIQ13, LIQ14,
- WU07, WU15
- COM1, COM2, COM3, COM4
- NDISC

## 2 Insolvency practitioner's name

Full forename(s)

Surname

## 3 Insolvency practitioner's address

Building name/number

Street

Post town

County/Region

Postcode

Country

**Annual Progress Report**  
**FELTECH ELECTRONICS LIMITED IN CREDITORS' VOLUNTARY LIQUIDATION**

**16 September 2021**

**Content**

- Company Information
- Receipts and Payments
- Liquidators Actions since appointment
- Creditors' Claims & Dividend Prospects
- Enquiries and Investigations
- Fees and Expenses
- Creditors' Rights
- EC Regulations
- What remains to be done

**Appendices**

1. Receipts and Payments Account for the period 21 July 2020 to 20 July 2021
2. Narrative detail of work undertaken

**COMPANY INFORMATION****REGISTERED NAME, ADDRESS AND NUMBER****Feltech Electronics Limited (In Liquidation), ("the Company")**

**Company Number:** 02356972

**Date of Incorporation:** 08/03/1989

**Nature of Business:** Manufacture of communication equipment

**Registered Office:** Formerly:  
5 Homewood Road, St Albans, Hertfordshire, AL1 4BE  
  
Changed to:  
c/o Edge Recovery Limited, 5-7 Ravensbourne Road,  
Bromley, Kent, BR1 1HN

**Trading address:** 7 Long Spring, St Albans, Herts, AL3 6PE

**Date of Liquidation** 21 July 2020

**Liquidators** Bijal Shah of Edge Recovery Limited  
Robert Cundy of Edge Recovery Limited

**Addresses** 27 Church Street, Rickmansworth, Hertfordshire, WD3 1DE  
5-7 Ravensbourne Road, Bromley, Kent, BR1 1HN

**IP Numbers** 8717,9495

**Directors in the last 3 years:**

	<b>Appointed</b>	<b>Resigned</b>
Jacqueline Fell	01/11/2002	To Date
Peter Fell	08/03/1992	To Date
Nevil Bounds	13/10/2014	30/06/2019
Marc Coleman	01/12/2014	17/05/2019
James Fell	08/03/1992	30/06/2019
Gregory Moores	01/11/2002	30/06/2019

**RECEIPTS AND PAYMENTS**

My Receipts & Payments Account for the period from 21 July 2020 to 20 July 2021 is attached at Appendix 1. The balance of funds are held in an estate bank account.

**LIQUIDATORS' ACTIONS SINCE APPOINTMENT**

As you are aware the Company was placed into Administration on 12 August 2019. The Company was then placed into Liquidation on 21 July 2020.

**Assets****Book debts**

During the liquidation, we have continued to pursue debtors and have collected a further £62,179.61 in the reporting period. This makes a total of £124,935.24 collected from debtors to date. Currently, there are 6 debtors we are continuing to pursue, through solicitors, with claims totalling £101,334.10.

**Cash at Bank**

The sum of £313,101.72 was transferred from the Administration into the Liquidation estate.

**Sundry refund**

We have received a utility refund from Eon totalling £703.57 in relation to overpayments made pre Administration.

### **Refund of Overpayment of Dividend in Administration**

The redundancy payments office ("RPO") were notified of the TUPE transfers at the start of the case but these employees were still paid holiday and redundancy, where claims were submitted by the employee directly to the RPO. The RPO has acknowledged its error and reduced their claim taking this into account. A refund of part of preferential dividend paid in the administration of £10,606.19 was received from the RPO.

### **Reimbursement of preferential claims**

As per the sale agreement Powerhouse Systems Limited were obliged to pay the dividend amounts due to certain preferential creditors, employees taken over under TUPE, of 100p in the £. We initially advised Powerhouse that it owed the company £36,211.18 in respect of the preferential element of the employees that were transferred under TUPE. The dividend due to Powerhouse for £7,855.51 was retained to be offset against this amount. However, based on the new claim from the RPO and the reduced dividend paid to them of £25,659.89 preferential and £168.35 unsecured, less the retained amount of £7,855.51, this leaves £17,972.73 due from Powerhouse Systems Limited. This amount has been requested.

### **Rates refund**

I have been liaising with Vacant Space Management and Devillers Surveyors regarding a potential rates' refund due to the Company. They have advised that the current tenants trading from the property would need to claim for the rates reduction, including for the period when the Company was in occupation. The current occupier has not yet formally instructed Devillers. Once this happens we will be able to identify whether a refund will be due back to the Company and, if so, how much.

## **CREDITORS' CLAIMS & DIVIDEND PROSPECTS**

### **Secured Creditors**

An examination of the Company's mortgage register held by the Registrar of Companies, showed that the Company has granted the following charges:

- Barclays Bank Plc, Fixed and Floating charges created 3 February 1994 and 2 May 2013
- Aldermore Bank plc, Fixed and Floating charge created 31 October 201

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 we have been advised that:

- The money due to Aldermore Bank plc has been fully repaid by the Company. As a result we will not have to pay any money under their floating charge and the prescribed part provisions will not apply.
- The debt due to Barclays Bank plc has been repaid in full, and no payment is therefore due under the floating charge and the prescribed part provisions will not apply.
- The fixed and floating charge to Barclays Bank given on 3 February 1994 were given before 15 September 2003 and therefore the prescribed part provisions will not apply.

### **Preferential Creditors**

During the reporting period, a preferential dividend was paid to NEST pensions totaling £34,364.74, which was 100p in the £. Of this £19,684.98 related to employee contributions and £14,679.76 related to employer contributions.

### **Crown Creditors**

The Statement of Affairs included £265,632.65 owed to HMRC. A final claim of £434,588.84 has been received from HMRC.

### **Non-Preferential Unsecured Creditors**

The Statement of Affairs included 221 non-preferential unsecured creditors with an estimated total liability of £2,855,460. We have received claims from 114 creditors at a total of £3,445,537.16. We have not received claims from 137 creditors with original estimated claims in the Statement of Affairs of £786,164.79.

We have adjudicated on creditors' claims and a dividend of 7.42p in the £ was paid to creditors on 3 March 2021, totalling £244,598.69.

### **Dividends**

A final dividend will be paid to unsecured creditors once all realisations have been received. If you have not yet submitted a claim, please submit this now.

### **ENQUIRES AND INVESTIGATIONS**

During the Review Period, the Liquidator carried out a further review of the Company's affairs in the period prior to the Administration. This work was carried out with the objective of making an initial assessment of whether there were any matters that may lead to any recoveries for the benefit of creditors. This would typically include any potential claims which may be brought against parties either connected to or who have past dealings with the Company.

The assessment showed details of actions that could potentially be taken against the director. However, after seeking advice from solicitors and counsel, we were advised that the prospects of a successful action were low. We are also aware that the director is in an Individual Voluntary Arrangement and the prospects of recovery for the benefit of creditors was poor.

Although this work did not generate any 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.

### **FEES AND EXPENSES**

#### **Liquidator's Remuneration**

The basis of fees approved in the Administration was a combination of a fixed fee and % of realisations and % of distributions. Under Insolvency law the fee basis agreed in the Administration applies in the Liquidation.

The fixed fee agreed was for £10,000 and has been drawn in full.

We were also authorised to draw 10% of realisations for our work in respect of the realisation of debtor amounts. Based on realisations we have achieved to date, we are entitled to further remuneration of £6,217.96, of which we have drawn £1,991.88 to 20 July 2021. The remaining remuneration has not yet been drawn and is expected to increase when the recoveries from debtors are finalised and will be 10% thereof.

Finally, we were also authorised to draw a % of distributions made for our work in agreeing creditors' claims and making the distributions to creditors. This was based on 25% of the first £20,000, 10% of the next £80,000 and 6% of over £100,000. Based on the distributions we have made to creditors to date we are entitled to remuneration of £23,101.43. We have drawn £21,700 to 20 July 2021 in respect of the work done for which our fees were approved as a % of distributions made. The remaining remuneration has not yet been drawn and is expected to increase when the final dividend is paid and will be 25% thereof.

#### **Expenses**

We have incurred expenses during the period 21 July 2020 to 20 July 2021 of £1,140.51. These represent the simple reimbursement of actual out of pocket payments made on behalf of the assignment. This is made up as follows:

Bank Charges	£10
Statutory Advertising	£237
Bordereau	£550
Case Management Fee	£110
Storage Costs	£233.51

We have drawn £1,038.43 in respect of our expenses to date. The remaining expenses have not yet been drawn. We anticipate that a further expense of £472.08 in relation to storage costs will be incurred. Expenses do not have to be approved but when reporting to any committee and the



creditors during the Liquidation the actual expenses incurred will be compared with original estimate provided and we will explain any material differences.

The expenses for the Administration and Liquidation were estimated at £603. We anticipate that the total expenses we will incur in this matter will exceed the total expenses we estimated we would incur when our remuneration was authorised by the creditors. The reason the expenses have exceeded the estimate are that the bordereau was higher, due to further asset realisations. Also, the storage costs and bank charges were not factored into the original estimate and the storage costs will continue to accrue.

Information about this insolvency process may be found on the R3 website at <http://www.creditorinsolvencyguide.co.uk/>. A copy of 'A Creditors' Guide to Fees' may be found at <http://www.edgerecovery.com/links-and-downloads/document-downloads/>. The firm's charge-out rate and disbursement policy may be found at <http://www.edgerecovery.com/links-and-downloads/document-downloads/>. A hard copy of both the Creditors' Guide and the firm's charge-out rate and disbursement policy may be obtained on request.

#### **Other professional costs**

##### **Solicitors**

DBP Law Solicitors were instructed as legal advisors in relation to considering claims against the director. Their costs have been agreed on the basis of their standard hourly charge out rates, plus disbursements and VAT. The solicitors' fees for the period 21 July 2020 to 20 July 2021 amount to £2,850 plus VAT and disbursements. Their fees have been paid in full.

Judge & Priestly LLP have been instructed to assist in collection of the company's outstanding debts. Their fees have been agreed at 15% plus VAT of all book debts collected. Their fees for the period 21 July 2020 to 20 July 2021 amount to £9,326.93. Their fees from the date of appointment have been paid in full.

#### **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.

We would inform you that when carrying out all professional work relating to an insolvency appointment, Insolvency Practitioners are bound by the Insolvency Code of Ethics. To comply with the Provision of Services Regulations, some general information about Edge Recovery Limited can be found at <http://www.edgerecovery.com/links-and-downloads/document-downloads/>. A copy of this document can be sent to you upon request.

Edge Recovery Limited uses personal information in order to fulfil the legal obligations of our Insolvency Practitioners under the Insolvency Act and other relevant legislation, and also to fulfil the legitimate interests of keeping creditors and others informed about the insolvency proceedings. You can find more information on how Edge Recovery Limited uses your personal information on our website at <http://www.edgerecovery.com/links-and-downloads/document-downloads/external-privacy-statement>. A copy of this document can be sent to you upon request.

#### **EC REGULATIONS (WHETHER PROCEEDINGS ARE MAIN PROCEEDINGS OR TERRITORIAL)**

The Company's centre of main interest was in the United Kingdom 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.

**WHAT REMAINS TO BE DONE**

The administration of the case will be continuing to finalise the following outstanding matters that are preventing this case from being closed:

**Possible Rates refund**

**Outstanding debtors**

**Repayment by Powerhouse**

If you require any further information, please contact Chloe Fortucci on 0208 315 7430. We will report again in approximately twelve months' time or at the conclusion of the liquidation, whichever is the sooner.



**Bijal Shah**  
**Joint Liquidator**

16 September 2021

**Appendix 1**  
**Feltech Electronics Limited - In Creditors Voluntary Liquidation**  
**Joint Liquidators' Abstract of Receipts & Payments**

From 21 July 2020 to 20 July 2021

S of A £	£
<b>RECEIPTS</b>	
Book Debts	
Cash at Bank	62,179.61
Refund of Overpayment of Dividend in Admin	313,101.72
Sundry Refund	10,606.19
Reimbursement of preferential claims	703.57
Vat Receivable	7,855.51
	<u>12,969.06</u>
	<u>407,415.66</u>
<b>PAYMENTS</b>	
Office Holders Fees	(33,691.88)
Office Holders Expenses	(897.00)
Legal Fees	(12,479.43)
Storage Costs	(141.43)
Bank Charges	(10.00)
Unsecured Creditors	(244,598.69)
Preferential Creditors	(34,364.74)
Income Tax	(25.74)
National Insurance	(15.43)
	<u>(326,224.34)</u>
<b>CASH IN HAND</b>	<u>81,191.32</u>

## Appendix 2

### Detailed list of work undertaken for Feltech Electronics Limited in Creditors' Voluntary Liquidation for the review period 21 July 2020 to 20 July 2021

General Description	Includes
Administration and planning	<i>This represents the work that is involved in the routine administrative functions of the case by the office holder and his staff, together with the control and supervision of the work done on the case by the office holder and his managers. It does not give direct financial benefit to the creditors, but has to be undertaken by the office holder to meet their requirements under the insolvency legislation and the Statements of Insolvency Practice, which set out required practice that office holders must follow.</i>
Statutory/advertising	Filing of documents to meet statutory requirements Advertising in accordance with statutory requirements Bonding the case for the value of the assets
Document maintenance/file review/checklist	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	Preparing correspondence opening accounts Requesting bank statements Bank account reconciliations Maintenance of the estate cash book Banking remittances and issuing cheques/BACS payments
Planning / Review	Discussions regarding strategies to be pursued Meetings with team members and independent advisers to consider practical and legal aspects of the case
Reporting	<i>Statutory reporting is a requirement under the insolvency legislation.</i>
	Circulating initial report to creditors upon appointment Preparing annual progress report, investigation, meeting and general reports to creditors Disclosure of sales to connected parties Circulating final report to creditors
Realisation of Assets	<i>This is the work that needs to be undertaken to protect and then realise the known assets in the case.</i>
Debtors	Correspondence with debtors Reviewing and assessing debtors' ledgers Liaising with solicitors
Other assets: Cash at bank, sundry refund	Transferring funds Liaising with utility company
Reimbursement of pre claims/refund of overpaid dividend	Liaising with RPO
Repayment of dividend amounts	Liaising with Powerhouse Systems
Creditors and Distributions	<i>Claims of creditors - the office holder needs to maintain up to date records of the names and addresses of creditors, together with the amounts of their claims as part of the management of the case, and to ensure that notices and reports can be issued to the creditors. The office holder will also have to deal with correspondence and queries received from creditors regarding their claims and dividend prospects as they are received. The office holder is required to undertake this work as part of his statutory functions.</i> <i>Dividends - the office holder has to undertake certain statutory formalities in order to enable him to pay a dividend to creditors. This include writing to all creditors who have not lodged proofs of debt and reviewing the claims and supporting documentation lodged by creditors in order to formally agree their claims, which may involve requesting additional information and documentation from the creditors.</i>
Creditor Communication	Receive and follow up creditor enquiries via telephone Review and prepare correspondence to creditors and their representatives via email and post
Processing proofs of debt	Preparation of correspondence to potential creditors inviting submission of POD Receipt of POD Adjudicating POD Request further information from claimants regarding POD
Dividend procedures	Preparation of correspondence to creditors advising of intention to declare distribution Advertisement of notice of proposed distribution Preparation of distribution calculation Preparation of correspondence to creditors announcing declaration of distribution Preparation of cheques/BACS to pay distribution Preparation of correspondence to creditors enclosing payment of distribution Seeking unique tax reference from HMRC, submitting information on PAYE/NEW deductions from employee distributions and paying over to HMRC
Investigations	<i>The insolvency legislation gives the office holder powers to take recovery action in respect of what</i>

General Description	Includes
	<i>are known as antecedent transactions, where assets have been disposed of prior to the commencement of the insolvency procedure and also in respect of matters such as misfeasance and wrongful trading. The office holder is required by the Statements of Insolvency Practice to undertake an initial investigation in all cases to determine whether there are potential recovery actions for the benefit of creditors. If potential recoveries or matters for further investigation are identified then the office holder will need to incur additional time to investigate them in detail and to bring recovery actions where necessary, and further information will be provided to creditors and approval for an increase in fees will be made as necessary. Such recovery actions will be for the benefit of the creditors and the office holder will provide an estimate of that benefit if an increase in fees is necessary.</i>
Potential actions	<ul style="list-style-type: none"> <li>Reviewing documents</li> <li>Liaising with solicitors</li> <li>Liaising with director</li> </ul>