

LIQ03

Notice of progress report in voluntary winding up



Companies House

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COMPANIES HOUSE

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1 Company details

Company number 0 5 4 5 6 5 7 1

Company name in full Sonnauto (UK) Limited

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

2 Liquidator's name

Full forename(s) Kris Anthony

Surname Wigfield

3 Liquidator's address

Building name/number 3rd Floor

Street Westfield House

Post town 60 Charter Row

County/Region Sheffield

Postcode S 1 3 F Z

Country

4 Liquidator's name

Full forename(s) Claire Elizabeth

Surname Dowson

① Other liquidator
Use this section to tell us about
another liquidator.

5 Liquidator's address

Building name/number 3rd Floor

Street Westfield House

Post town 60 Charter Row

County/Region Sheffield

Postcode S 1 3 F Z

Country

② Other liquidator
Use this section to tell us about
another liquidator.

LIQ03

Notice of progress report in voluntary winding up

6 Period of progress report

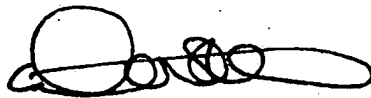
From date	^d 0	^d 8	^m 0	^m 8	^y 2	^y 0	^y 1	^y 9
To date	^d 0	^d 7	^m 0	^m 8	^y 2	^y 0	^y 2	^y 0

7 Progress report☒ The progress report is attached**8** Sign and date

Liquidator's signature

Signature

X



X

Signature date

^d 0	^d 9	^m 0	^m 9	^y 2	^y 0	^y 2	^y 0
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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.

Contact name **Phil Nunney**

Company name **Begbies Traynor (SY) LLP**

Address
3rd Floor, Westfield House
60 Charter Row

Post town **Sheffield**

County/Region

Postcode **S 1 3 F Z**

Country

DX

Telephone **0114 2755033**



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

Sonnavto (UK) Limited t/a Buyanewcaronline.co.uk
(In Liquidation)
Joint Liquidators' Summary of Receipts & Payments

Statement of Affairs £	From 08/08/2019 To 07/08/2020 £	From 08/08/2019 To 07/08/2020 £
	ASSET REALISATIONS	
	Bank Interest Gross	1.57
1,800.00	Book Debts	NIL
10,000.00	Cash at Bank	10,000.00
NIL	Fixtures, Fittings & Equipment	NIL
2,050.00	Motor Vehicles	NIL
6,250.00	Plant & Machinery	NIL
	<u>10,001.57</u>	<u>10,001.57</u>
	COST OF REALISATIONS	
	Bank Charges	3.50
	Disbursements	
	Postage	17.69
	Storage	14.18
	Liquidators' Fees	3,800.00
	Specific Bond	30.00
	Statement of Affairs Fee	5,000.00
	Statutory Advertising	
	Advertising	225.00
	<u>(9,090.37)</u>	<u>(9,090.37)</u>
	PREFERENTIAL CREDITORS	
(800.90)	Employees re Arrears/Hol Pay	NIL
	<u>NIL</u>	<u>NIL</u>
	UNSECURED CREDITORS	
(146,856.00)	Consumer Creditors	NIL
(20,000.00)	Director - Stephen Wakefield	NIL
(28,722.76)	Employees	NIL
(19,180.50)	HMRC (PAYE)	NIL
Uncertain	HMRC (VAT)	NIL
(27,307.06)	RPO	NIL
(188,631.76)	Trade Creditors	NIL
	<u>NIL</u>	<u>NIL</u>
	DISTRIBUTIONS	
(100.00)	Ordinary Shareholders	NIL
	<u>NIL</u>	<u>NIL</u>
(411,498.98)	911.20	911.20
	REPRESENTED BY	
	Bank 1 Current	138.83
	Vat Receivable	772.37
		<u>911.20</u>



**Sonnauto (UK) Limited t/a
Buyanewcaronline.co.uk
(in Creditors' Voluntary Liquidation)**

Progress report

Period: 8 August 2019 to 7 August 2020

Important Notice

This progress report has been produced solely to comply with our statutory duty to report to creditors and members of the Company on the progress of the liquidation. The report is private and confidential and may not be relied upon, referred to, reproduced or quoted from, in whole or in part, by creditors and members for any purpose other than this report to them, or by any other person for any purpose whatsoever.

Contents

- ☐ Interpretation
- ☐ Company information
- ☐ Details of appointment of liquidators
- ☐ Progress during the period
- ☐ Estimated outcome for creditors
- ☐ Remuneration and disbursements
- ☐ Liquidators' expenses
- ☐ Assets that remain to be realised and work that remains to be done
- ☐ Other relevant information
- ☐ Creditors' rights
- ☐ Conclusion
- ☐ Appendices
 - 1. Liquidators' account of receipts and payments
 - 2. Liquidators' time costs and disbursements
 - 3. Statement of liquidators' expenses

1. INTERPRETATION

<u>Expression</u>	<u>Meaning</u>
"the Company"	Sonnauto (UK) Limited t/a Buyanewcaronline.co.uk (in Creditors' Voluntary Liquidation)
"the liquidation"	The appointment of liquidators on 8 August 2019
"the liquidators", "we", "our" and "us"	Kris Anthony Wigfield of Begbies Traynor (SY) LLP, 3rd Floor, Westfield House, 60 Charter Row, Sheffield S1 3FZ and Claire Elizabeth Dowson of Begbies Traynor (SY) LLP, 3rd Floor, Westfield House, 60 Charter Row, Sheffield S1 3FZ
"the Act"	The Insolvency Act 1986 (as amended)
"the Rules"	The Insolvency (England and Wales) Rules 2016
"secured creditor" and "unsecured creditor"	Secured creditor, in relation to a company, means a creditor of the company who holds in respect of his debt a security over property of the company, and "unsecured creditor" is to be read accordingly (Section 248(1)(a) of the Act)
"security"	(i) In relation to England and Wales, any mortgage, charge, lien or other security (Section 248(1)(b)(i) of the Act); and (ii) In relation to Scotland, any security (whether heritable or moveable), any floating charge and any right of lien or preference and any right of retention (other than a right of compensation or set off) (Section 248(1)(b)(ii) of the Act)
"preferential creditor"	Any creditor of the Company whose claim is preferential within Sections 386, 387 and Schedule 6 to the Act

2. COMPANY INFORMATION

Trading name:	Buyanewcaronline.co.uk
Company registered number:	05456571
Company registered office:	38 Borough Close, Kings Stanley, Gloucestershire GL10 3LJ
Former trading address:	The Old Brickworks, Ebley Road, Stonehouse, Gloucestershire GL10 2LW

3. DETAILS OF APPOINTMENT OF LIQUIDATORS

Date winding up commenced:	8 August 2019
Date of liquidators' appointment:	8 August 2019
Changes in liquidator:	None

4. PROGRESS DURING THE PERIOD

Receipts and Payments

Attached at Appendix 1 is our abstract of receipts and payments for the period from 8 August 2019 to 7 August 2020.

Receipts

Cash at Bank

Funds in the sum of £10,000.00 were transferred into the estate from the Company's former bank account held with Barclays Bank Plc ("Barclays"), upon the joint liquidators' appointment. This represents the funds available from the closure of the account.

Bank Interest Gross

The funds held in the estate bank account have earned £1.57 gross interest during the period covered by this report.

Payments

Specific Bond

The joint liquidators have obtained a statutory bond to cover all realisations into the estate. The sum of £30.00 plus VAT has been paid in this regard.

Statement of Affairs Fee

The joint liquidators have drawn £5,000.00 plus VAT in relation to the costs of the preparation of the Company's Statement of Affairs, in accordance with the necessary approval obtained.

Liquidators' Fees

The joint liquidators have drawn remuneration in the sum of £3,800.00 plus VAT against their post appointment time costs in accordance with the resolutions obtained shortly after their appointment.

Disbursements – Postage

Postage charges in the sum of £17.69 plus VAT have been incurred and discharged in relation to the costs of issuing the joint liquidators initial report to creditors upon their appointment.

Disbursements – Storage

The sum of £14.18 plus VAT has been drawn in relation to the costs of storing the Company's books and records during the period covered by this report.

Statutory Advertising

EPE Reynell Advertising Limited have been paid £225.00 plus VAT in relation to the notification of the winding up of the business and advertisement of the joint liquidators' appointment being placed in the London Gazette.

Bank Charges

Santander Bank plc have been paid £3.50 in relation to the opening of and maintenance charges incurred on the estate bank account during the period covered by this report.

What work has been done in the period of this report, why was that work necessary and what has been the financial benefit (if any) to creditors?

Details of the types of work that generally fall into the headings mentioned below are available on our firm's website - <http://www.begbies-traynorsgroup.com/work-details>. Under the following headings we have explained the specific work that has been undertaken on this case. Not every piece of work has been described, but we have sought to give a proportionate overview which provides sufficient detail to allow creditors to understand what has been done, why it was necessary and what financial benefit (if any) the work has provided to creditors.

The costs incurred in relation to each heading are set out in the Time Costs Analysis which is attached at Appendix 2.

General case administration and planning

Since the joint liquidators appointment, we have spent time on general case administration and planning where a partner, director and different levels of administrations staff have prepared and updated a case strategy document to ensure all works to be undertaken during the liquidation were planned for efficiency. Periodic case reviews have been completed to ensure that the case has progressed as appropriate and that all statutory duties have been completed.

In addition, a case specific diary has been set up, monitored and updated regularly to ensure that all statutory deadlines have been met.

The above has not resulted in a better financial return to the Company's creditors, however it has ensured that the case has progressed as efficiently as possible.

Compliance with the Insolvency Act, Rules and best practice

Subsequent to their appointment, the joint liquidators issued statutory notices of their appointment to the Registrar of Companies and to the Company's creditors. An advertisement of their appointment was also placed in the London Gazette as required by the Insolvency Act.

A report was made available to the Company's creditors detailing the anticipated costs of the liquidation including resolutions for creditors approval.

The estate bank account has been regularly monitored and reconciled against our internal system to ensure that all receipts and payments have been accounted for.

A statutory bond has been obtained by the joint liquidators to cover all possible realisations into the case. Regular reviews of the level of bond have been undertaken to ensure that this remains at an appropriate level.

This work has not provided a financial benefit to the Company's creditors, however the joint liquidators have a duty to undertake this work therefore the costs of undertaking the same cannot be avoided.

Investigations

The joint liquidators had an obligation to prepare and submit a report on the conduct of the Company's directors to the Department for Business, Energy and Industrial Strategy. The joint liquidators have undertaken the necessary investigations to assist them in completing and submitting the required report. This includes a review of the Company's books and records and bank statements for any illegal dividends or transfers which may have occurred prior to the joint liquidators appointment.

The Company's director has also completed a questionnaire which the joint liquidators have reviewed to ensure that all relevant information on our file is correct.

The joint liquidators have also spent time corresponding with a creditor of the Company in relation to a fraud allegation raised by them.

These works have been of no financial benefit to the Company's creditors as a whole, however such works were required by statute therefore could not be avoided.

Realisation of assets

Time has been spent reviewing the position of the Company's one outstanding book debt due from Banco Fleet ("Banco"). During the period covered by this report, Banco have entered into Compulsory Liquidation and a dividend is not anticipated to be available within those proceedings therefore, the funds due in this regard will be written off as irrecoverable in due course.

The joint liquidators have spent time corresponding with Eddisons Commercial Limited ("Eddisons") in relation to updates on the valuation and collection of the funds from the sale of the Company's assets. Time has also been spent liaising with Eddisons Insurance Services Limited ("EIS") in relation to placing insurance cover over the assets.

Whilst this work will maximise realisations into the estate once such funds have been received, the same has not yet resulted in a financial benefit to the Company's creditors. The joint liquidators have a duty to undertake such work therefore the associated costs could not be avoided.

Trading

The Company has not traded whilst in liquidation therefore no time has been incurred in this regard.

Dealing with all creditors' claims (including employees), correspondence and distributions

The joint liquidators have spent time corresponding with the Company's creditors by way of verbal and written communications in relation to their claims and queries regarding the same.

The joint liquidators have spent time corresponding with the Company's former employees with regards to their rights after the insolvency of the Company as well as liaising with the Redundancy Payments Office in order to ensure employee claims for redundancy were dealt with as proficiently as possible.

This work has not provided a financial benefit to the Company's creditors, however it has assisted creditors with any queries which have been raised during the period covered by this report.

Other matters which includes seeking decisions from creditors (via Deemed Consent Procedure and/or Decision Procedures, tax, litigation, pensions and travel

Time has been spent seeking decisions from the Company's creditors with regards to the approval of the joint liquidators' remuneration, shortly after their appointment.

Time has also been spent corresponding with H M Revenue and Customs in relation to the submission of VAT and Corporation Tax returns as and when these have fallen due.

A review for Corporation Tax terminal loss relief has also been undertaken to determine whether any claim could be made which would benefit the estate, however it was concluded that it was not viable to proceed with such a claim.

This work has not provided a financial benefit to the Company's creditors, however it was required by statute and the costs of the same therefore cannot be avoided.

5. ESTIMATED OUTCOME FOR CREDITORS

Details of the sums owed to each class of the Company's creditors were provided in the director's Statement of Affairs. On the basis of realisations to date and estimated future realisations we estimate an outcome for each class of the Company's creditors as follows:

Secured creditors

There are no known secured creditors to consider in this matter.

Preferential creditors

Based upon realisations to date and estimated future realisations, it is anticipated that there will be insufficient funds available to enable a dividend to be paid to the preferential creditors.

Prescribed Part for unsecured creditors pursuant to Section 176A of the Act

Section 176A of the Act provides that, where the company has created a floating charge on or after 15 September 2003, the liquidator must make a prescribed part of the Company's net property available for the unsecured creditors and not distribute it to the floating charge holder except in so far as it exceeds the amount required for the satisfaction of unsecured debts. Net property means the amount which would, were it not for this provision, be available to floating charge holders out of floating charge assets (i.e. after accounting for preferential debts and the costs of realising the floating charge assets). The prescribed part of the Company's net property is calculated by reference to a sliding scale as follows:

- ☐ 50% of the first £10,000 of net property;
- ☐ 20% of net property thereafter;
- ☐ Up to a maximum amount to be made available of £600,000

A liquidator will not be required to set aside the prescribed part of net property if:

- ☐ the net property is less than £10,000 and the liquidator thinks that the cost of distributing the prescribed part would be disproportionate to the benefit; (Section 176A(3)) or
- ☐ the liquidator applies to the court for an order on the grounds that the cost of distributing the prescribed part would be disproportionate to the benefit and the court orders that the provision shall not apply (Section 176A(5)).

To the best of our knowledge and belief, there are no unsatisfied floating charges created or registered on or after 15 September 2003 and, consequently, there is no net property as defined in Section 176A(6) of the Act and, therefore, no prescribed part of net property is available for distribution to the unsecured creditors.

Unsecured creditors

Based upon realisations to date and estimated future realisations it is anticipated there will be insufficient funds available to enable a dividend to be paid to the unsecured creditors.

6. REMUNERATION & DISBURSEMENTS

Remuneration

Our remuneration has been fixed by a decision of the creditors on 19 September 2019 obtained via a Decision Procedure by way of correspondence by reference to the time properly given by us (as liquidators) and the various grades of our staff calculated at the prevailing hourly charge out rates of Begbies Traynor (SY) LLP in attending to matters arising in the winding up as set out in the fees estimate dated 30 August 2019 in the sum of £42,723.00 and we are authorised to draw disbursements for services provided by our firm and/or entities within the Begbies Traynor group, in accordance with our firm's policy, which is attached at Appendix 2 of this report.

Our time costs for the period from 8 August 2019 to 7 August 2020 amount to £17,902.50 which represents 86.8 hours at an average rate of £206.25 per hour.

The following further information in relation to our time costs and disbursements is set out at Appendix 2:

- ☐ Begbies Traynor (SY) LLP's charging policy; and
- ☐ Time Costs Analysis for the period 8 August 2019 to 7 August 2020.

To 7 August 2020, we have drawn the total sum of £3,800.00 on account of our remuneration, against total time costs of £17,902.50 incurred since the date of our appointment.

Time Costs Analysis

The Time Costs Analysis for the period of this report attached at Appendix 2 shows the time spent by each grade of staff on the different types of work involved in the case, and gives the total costs and average hourly rate charged for each work type.

Please note that the analysis provides details of the work undertaken by us and our staff following our appointment only.

As can be seen from the information above, and the Time Costs Analysis, our fees estimate has not been exceeded. We are pleased to report that we do not anticipate that it is likely to be exceeded if matters progress to conclusion as envisaged.

Work undertaken prior to appointment

In addition to the post appointment time costs detailed in the Time Costs Analysis, the costs relating to work undertaken prior to our appointment in assisting with the preparation of the statement of affairs and seeking the decisions of creditors on the nomination of liquidators were approved by the creditors on 8 August 2019.

Disbursements

To 7 August 2020, we have also drawn disbursements in the sum of £61.87.

Why have subcontractors been used?

Eddisons Commercial Limited were instructed to assist with the valuation and sale of the Company's assets. The joint liquidators' choice of agents was based on their knowledge of the professional advisors experience and known ability to undertake the task in hand as well as taking the basis of their fee arrangement into consideration.

Eddisons Insurance Service Limited were instructed to place insurance cover over the Company's assets based on the joint liquidators' knowledge of their ability to undertake the task in hand in an efficient manner as well as taking their fee basis into consideration.

Category 2 Disbursements

In accordance with the resolution obtained in relation to disbursements, the following Category 2 disbursements have been charged to the case since the date of our appointment:

Other amounts paid or payable to the office holder's firm	
Type and purpose	Amount £
Postage	17.69
Storage	14.18
Specific Bond	30.00
TOTAL	61.87

The above contains funds in relation to statutory bond payments. Whilst such funds have been paid to a third party, such funds were first paid by Begbies Traynor and subsequently recovered from the estate when funds allowed.

A copy of 'A Creditors' Guide to Liquidators Fees (E&W) 2017' which provides guidance on creditors' rights on how to approve and monitor a Liquidator's remuneration and on how the remuneration is set can be obtained online at www.begbies-traynor.com/creditorsguides. Alternatively, if you require a hard copy of the Guide, please contact our office and we will arrange to send you a copy.

7. LIQUIDATORS' EXPENSES

A statement of the expenses incurred during the period of this progress report is attached at Appendix 3.

Expenses actually incurred compared to those that were anticipated

Creditors will recall that we estimated that the expenses of the liquidation would total £612.16. That estimate has not been exceeded and we do not expect it to be exceeded if matters progress to conclusion as envisaged.

8. ASSETS THAT REMAIN TO BE REALISED AND WORK THAT REMAINS TO BE DONE

Assets that remain to be realised

Provided in Section 9 of this report are the details of the sale of the Company's assets to a third party. You will note that the payment terms included deferred monthly payments which provided for payment in full by the end of December 2019. After several delays, the full consideration has now been paid and the joint liquidators are currently liaising with Eddisons to ensure the funds are remitted to the liquidation estate bank account as soon as possible. Eddisons will receive funds totalling 10% plus VAT of the realisations achieved in this regard.

What work remains to be done, why is this necessary and what financial benefit (if any) will it provide to creditors?

General case administration and planning

The joint liquidators will continue to undertake periodic case reviews to ensure that the case is progressing as required and all statutory duties are being completed. The case specific diary will also continue to be monitored and updated to ensure all statutory due dates are being met.

These works will not result in a financial benefit to the Company's creditors however, it will ensure that the case progresses efficiently up to closure.

Compliance with the Insolvency Act, Rules and best practice

The joint liquidators will continue to prepare and issue their annual progress reports to the Company's creditors and to the Registrar of Companies accompanied by the necessary notices.

When all matters have been completed, a closure review will be complied to ensure that all works within the liquidation have been finalised. A final report will then be prepared and issued to all relevant parties with the receipts and payments account and the necessary notices.

The estate bank account will be regularly monitored and reconciled against our internal system to ensure that all receipts and payments are being accounted for.

The joint liquidators' statutory bond will be reviewed on a regular basis to ensure that the level of bond remains appropriate throughout the liquidation.

This work will not result in a financial benefit to the Company's creditors however, they are of a statutory duty and are of best practice, therefore cannot be avoided.

Investigations

It is not anticipated that any further investigations will be undertaken during the remaining term of the liquidation.

Realisation of assets

As already mentioned, the joint liquidators will continue to correspond with Eddisons in relation to the payment of funds from the sale of the Company's assets which were sold to Money Saving Cars Limited in October 2019. The total consideration payable was £10,000.00 plus VAT. It is anticipated that the monies will be paid into the liquidation estate shortly after taking into consideration the agents fees and expenses.

The joint liquidators will continue to liaise with the joint liquidators of Banco Fleet Limited to elicit confirmation of the dividend position for the unsecured creditors of that company.

The expected funds are not anticipated to provide a financial benefit to the Company's creditors, however the joint liquidators are required by statute to undertake the same therefore the costs and any associated expenses cannot be avoided.

Trading

The Company has not and will not trade whilst in liquidation therefore no time will be incurred in this regard.

Dealing with all creditors' claims (including employees), correspondence and distributions

The joint liquidators will continue to correspond with the Company's creditors with regards to their claims and any queries they may have throughout the liquidation.

This work will not have a direct financial benefit to the Company's creditors, however it will enable them to keep up to date with the liquidation proceedings.

Other matters which includes seeking decisions from creditors (via Deemed Consent Procedure and/or Decision Procedure, tax, litigation, pensions and travel)

The joint liquidators will continue to prepare and submit VAT and Corporation Tax returns to HMRC as and when these fall due, to ensure that any funds due to the Company are reclaimed for the benefit of the estate.

This work will not have a direct financial benefit to the Company's creditors, however the joint liquidators have a duty to undertake the same therefore the costs incurred cannot be avoided.

How much will this further work cost?

It is anticipated that the work will not exceed £24,802.50, as per our agreed fees estimate issued on 30 August 2019.

Expenses

Details of the expenses that we expect to incur in connection with the work that remains to be done referred to above are as set out in the estimate of anticipated expenses sent to creditors on 30 August 2019 which included all of the expenses that we anticipate that we will incur throughout the liquidation.

9. OTHER RELEVANT INFORMATION

Investigations and reporting on directors' conduct

You may be aware that a liquidator has a duty to enquire into the affairs of an insolvent company to determine its property and liabilities and to identify any actions which could lead to the recovery of funds. In addition, a liquidator is also required to consider the conduct of the Company's directors and to make an appropriate submission to the Department for Business Energy and Industrial Strategy. We can confirm that we have discharged our duties in these respects.

Connected party transactions

In accordance with Statement of Insolvency Practice 13, we are obliged to inform creditors of any sale of the Company's business or assets which involves a party connected to the Company.

We confirm that the following assets were sold:

Date of sale	Asset sold and nature of transaction	Consideration paid and date	Name of Purchaser	Relationship with the Company
4 October 2019	Motor vehicle, garage plant, website, goodwill of the business	£3,000 upfront + two monthly instalments of £2,333.33 + one monthly instalment of £2,33.34	Money Saving Cars Limited (CRN: 11869852)	Common director – Stephen Peter Wakefield

Eddisons have confirmed that the full consideration has been received and are in the process of accounting to the joint liquidators for the same. A further update will be provided at the next appropriate opportunity.

Use of personal information

Please note that in the course of discharging our statutory duties as liquidators, we may need to access and use personal data, being information from which a living person can be identified. Where this is necessary, we are required to comply with data protection legislation. If you are an individual and you would like further information about your rights in relation to our use of your personal data, you can access the same at <https://www.begbies-traynorgroup.com/privacy-notice>. If you require a hard copy of the information, please do not hesitate to contact us.

10. CREDITORS' RIGHTS

Right to request further information

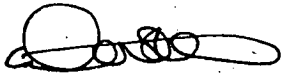
Pursuant to Rule 18.9 of the Rules, within 21 days of the receipt of this report a secured creditor, or an unsecured creditor with the concurrence of at least 5% in value of the unsecured creditors, including that creditor, (or an unsecured creditor with less than 5% in value of the unsecured creditors, but with the permission of the Court) may request in writing that we provide further information about our remuneration or expenses which have been incurred during the period of this progress report.

Right to make an application to Court

Pursuant to Rule 18.34 of the Rules, any secured creditor or any unsecured creditor with the concurrence of at least 10% in value of the unsecured creditors including that creditor, (or any unsecured creditors with less than 10% in value of the unsecured creditors, but with the permission of the Court) may, within 8 weeks of receipt of this progress report, make an application to Court on the grounds that the remuneration charged or the expenses incurred during the period of this progress report are excessive or, the basis fixed for our remuneration is inappropriate.

11. CONCLUSION

We will report again in approximately twelve months' time or at the conclusion of the liquidation, whichever is the sooner.



Claire Elizabeth Dowson
Joint Liquidator

Date: 09 September 2020

ACCOUNT OF RECEIPTS AND PAYMENTS

Period: 8 August 2019 to 7 August 2020

Sonnauto (UK) Limited t/a Buyanewcaronline.co.uk
(In Liquidation)
Joint Liquidators' Summary of Receipts & Payments
To 07/08/2020

S of A £		£	£
	ASSET REALISATIONS		
6,250.00	Plant & Machinery	NIL	
NIL	Fixtures, Fittings & Equipment	NIL	
2,050.00	Motor Vehicles	NIL	
1,800.00	Book Debts	NIL	
10,000.00	Cash at Bank	10,000.00	
	Bank Interest Gross	1.57	
			10,001.57
	COST OF REALISATIONS		
	Specific Bond	30.00	
	Statement of Affairs Fee	5,000.00	
	Liquidators' Fees	3,800.00	
	Disbursements		
	Postage	17.69	
	Storage	14.18	
	Statutory Advertising		
	Advertising	225.00	
	Bank Charges	3.50	
			(9,090.37)
	PREFERENTIAL CREDITORS		
(800.90)	Employees re Arrears/Hol Pay	NIL	
			NIL
	UNSECURED CREDITORS		
(188,631.76)	Trade Creditors	NIL	
(28,722.76)	Employees	NIL	
(27,307.06)	RPO	NIL	
(20,000.00)	Director - Stephen Wakefield	NIL	
(19,180.50)	HMRC (PAYE)	NIL	
Uncertain	HMRC (VAT)	NIL	
(146,856.00)	Consumer Creditors	NIL	
			NIL
	DISTRIBUTIONS		
(100.00)	Ordinary Shareholders	NIL	
			NIL
(411,498.98)			911.20
	REPRESENTED BY		
	Vat Receivable		772.37
	Bank 1 Current		138.83
			911.20

Note:

TIME COSTS AND DISBURSEMENTS

- a. Begbies Traynor (SY) LLP's charging policy; and
- b. Time Costs Analysis for the period from 8 August 2019 to 7 August 2020.

BEGBIES TRAYNOR CHARGING POLICY

INTRODUCTION

This note applies where a licensed insolvency practitioner in the firm is acting as an office holder of an insolvent estate and seeks creditor approval to draw remuneration on the basis of the time properly spent in dealing with the case. It also applies where further information is to be provided to creditors regarding the office holder's fees following the passing of a resolution for the office holder to be remunerated on a time cost basis. Best practice guidance¹ requires that such information should be disclosed to those who are responsible for approving remuneration.

In addition, this note applies where creditor approval is sought to make a separate charge by way of expenses or disbursements to recover the cost of facilities provided by the firm. It also applies where payments are to be made to parties other than the firm, but in relation to which the office holder, the firm or any associate has an interest. Best practice guidance² indicates that such charges should be disclosed to those who are responsible for approving the office holder's remuneration, together with an explanation of how those charges are calculated.

OFFICE HOLDER'S FEES IN RESPECT OF THE ADMINISTRATION OF INSOLVENT ESTATES

The office holder has overall responsibility for the administration of the estate. He/she will delegate tasks to members of staff. Such delegation assists the office holder as it allows him/her to deal with the more complex aspects of the case and ensures that work is being carried out at the appropriate level. There are various levels of staff that are employed by the office holder and these appear below.

The firm operates a time recording system which allows staff working on the case along with the office holder to allocate their time to the case. The time is recorded at the individual's hourly rate in force at that time which is detailed below.

EXPENSES INCURRED BY OFFICE HOLDERS IN RESPECT OF THE ADMINISTRATION OF INSOLVENT ESTATES

Best practice guidance classifies expenses into two broad categories:

- *Category 1 disbursements (approval not required)* - specific expenditure that is directly related to the case and referable to an independent external supplier's invoice. All such items are charged to the case as they are incurred.
- *Category 2 disbursements (approval required)* - items of expenditure that are directly related to the case which include an element of shared or allocated cost and are based on a reasonable method of calculation, but which are not payable to an independent third party.

(A) The following items of expenditure are charged to the case (subject to approval):

- Internal meeting room usage for the purpose of statutory meetings of creditors is charged at the rate of £100 (per meeting);
- Car mileage is charged at the rate of 45 pence per mile;
- Storage of books and records (when not chargeable as a *Category 1 disbursement*) is charged on the basis that the number of standard archive boxes held in storage for a particular case bears to the total of all archive boxes for all cases in respect of the period for which the storage charge relates
- Postage charges incurred in circulating statutory documents to the Company's creditors and other interested parties.

¹ Statement of Insolvency Practice 9 (SIP 9) – Remuneration of insolvency office holders in England & Wales

² Ibid 1

Expenses which should be treated as Category 2 disbursements (approval required) – in addition to the two categories referred to above, best practice guidance indicates that where payments are to be made to outside parties in which the office holder or his firm or any associate has an interest, these should be treated as Category 2 disbursements.

Services provided by other entities within the Begbies Traynor group

The following items of expenditure which relate to services provided by entities within the Begbies Traynor group, of which the office holder's firm is a member, are also to be charged to the case (subject to approval):

Instruction of Eddisons Commercial Limited to provide assistance with selling the Company's assets. Their charges will be equivalent to 10% of realisations.

In addition to the services detailed above, it may become necessary to instruct Eddisons Commercial Limited to provide additional services, not currently anticipated, during the course of the case. In such circumstances and to avoid the costs associated with seeking further approval, the charges for such services will be calculated on a time costs basis at the prevailing hourly rates for their various grades of staff which are currently as follows:

Grade of staff	Charge-out rate (£ per hour)
Director	£275
Associate	£180
Surveyor	£120
Graduate	£100
Administration	£80
Porters	£35

Instruction of Eddisons Insurance Services Limited ("EIS") to provide insurance broking services and specifically open cover insurance for the insurable risks relating to the case. The cost of open cover insurance will vary during the course of the case depending upon the value of the assets and liability risks. The forecasted cost of insurance for the 3 month period immediately following appointment is £150 plus Insurance Premium Tax. The costs of insurance cover for subsequent quarter periods will be dependent upon prevailing insurance market conditions and the ongoing insurable risks on the case.

In accordance with standard insurance industry practice, EIS will receive payment of commission for the services it provides from the insurer. The commission is calculated as a percentage of the insurance premiums payable and such percentage will depend upon the class or classes of assets being insured.

EIS will invoice the insolvent estate for the premium(s) due on the insurer's behalf and receive payment from the estate. EIS will in turn, account to the insurer for the premium(s) payable after deducting any commission payable by the insurer.

- (B) The following items of expenditure will normally be treated as general office overheads and will not be charged to the case although a charge may be made where the precise cost to the case can be determined because the item satisfies the test of a *Category 1 disbursement*:

- Telephone and facsimile
- Printing and photocopying
- Stationery

Additional payments received by Eddisons Commercial Limited from purchasers where assets are disposed of by way of auction

In addition to the charges of Eddisons Commercial Limited detailed above for providing the services to the office holder, where any machinery and business assets (other than freehold/leasehold property) are disposed of by way of auction, Eddisons Commercial Limited will also receive a payment from the purchaser, known as a buyer's premium, equivalent to 15% of the successful bid. Where any freehold/leasehold property is disposed of by way of auction, Eddisons Commercial Limited will also receive a payment from the purchaser, known as a buyer's administration fee, in the sum of £600. It is standard auction industry practice for a buyer's premium and buyer's administration fee to be charged. The buyer's premium and buyer's administration fee is paid by the purchaser of the assets and is not paid by the office holder from the assets of the estate.

BEGBIES TRAYNOR CHARGE-OUT RATES

Begbies Traynor is a national firm. The rates charged by the various grades of staff that may work on a case are set nationally, but vary to suit local market conditions. The rates applying to the Sheffield office as at the date of this report are as follows:

Grade of staff	Charge-out rate (£ per hour)
	1 December 2018 – until further notice
Partner	495
Director	445
Senior Manager	395
Manager	345
Assistant Manager	250
Senior Administrator	225
Administrator	175
Junior Administrator	140
Support	140

Time spent by support staff such as secretarial, administrative and cashiering staff is charged directly to cases. It is not carried as an overhead.

Time is recorded in 6 minute units.

SIP9 Sonnauto (UK) Limited - Creditors Voluntary Liquidation - 91SO207 CVL5 Time Costs Analysis From 08/08/2019 To 07/08/2020

Staff Grade	Consultant/Partner	Director	Sr Mgr	Mgr	Asst Mgr	Sr Adm	Adm	Jr Adm	Support	Total Hours	Time Cost £	Average hourly rate £
General Case Administration and Planning	Case planning		0.5	1.8			3.8	8.0		13.9	2,583.50	193.06
	Administration	0.8	1.8	0.2		4.1	7.7		7.0	21.6	4,528.00	209.54
	Total for General Case Administration and Planning:	0.8	3.3	2.0		4.1	11.5	8.0	7.0	35.5	7,298.50	203.60
Compliance with the Insolvency Act, Rules and best practice	Appointment								0.2	0.2	28.00	140.00
	Banking and Bonding	0.5	0.3		0.2		0.3		5.3	6.8	1,244.50	183.55
	Case Closure											0.00
	Statutory reporting and statement of affairs		0.7	0.5			8.5		0.3	10.0	2,058.50	205.85
	Total for Compliance with the Insolvency Act, Rules and best practice:	0.5	1.0	0.5	0.2		8.8		5.8	18.0	3,331.00	187.88
Investigations	COA and Investigations	1.1		1.5		7.1	4.6	4.9		19.2	4,225.50	220.08
	Total for Investigations:	1.1		1.5		7.1	4.6	4.9		19.2	4,225.50	220.08
Realisation of assets	Debt collection			0.3		0.2				0.5	153.50	327.00
	Property, business and asset sales		0.4	0.5		0.2	1.5			2.6	853.00	292.00
	Retention of Title/Third party assets											0.00
	Total for Realisation of assets:		0.4	0.5		0.4	1.5			3.1	946.50	273.66
Trading	Trading											0.00
	Total for Trading:											0.00
Dealing with all creditors' claims (including employees), correspondence and distributions	Secured											0.00
	Others			0.8		1.1	7.2	1.3		10.4	2,005.50	192.84
	Creditors committee											0.00
	Total for Dealing with all creditors' claims (including employees), correspondence and distributions:			0.8		1.1	7.2	1.3		10.4	2,005.50	192.84
Other matters which includes meeting decisions of creditors, meetings, tax, litigation, pensions and travel	Seeking decisions of creditors						0.2			0.2	35.00	175.00
	Meetings											0.00
	Other						1.0			1.0	175.00	175.00
	Tax						0.3		0.3	0.6	94.50	157.50
	Litigation											0.00
	Total for Other matters:						1.5		0.3	1.8	294.50	168.17
Total hours by staff grade:		2.4	5.7	2.5	0.2		12.7	14.2	13.1	60.8		
Total time cost by staff grade:		1,163.00	1,646.50	3,112.00	68.00		2,837.50	6,107.50	1,858.00	1,834.00	17,802.50	
Average hourly rate £:		483.00	445.00	283.00	345.00	0.00	225.00	176.00	140.00	140.00		298.33
Total fees drawn to date £:											3,850.00	

STATEMENT OF EXPENSES

Type of expense	Name of party with whom expense incurred	Amount incurred £	Amount discharged £	Balance (to be discharged) £
Expenses incurred with entities not within the Begbies Traynor Group				
Specific Bond	Aon Limited	30.00	30.00	Nil
Postage costs	Royal Mail	17.69	17.69	Nil
Storage costs	Restore Document Management	14.18	14.18	Nil
Statutory Advertising	EPE Reynell Advertising Limited	225.00	225.00	Nil
Bank charges	Santander Bank plc	3.50	3.50	Nil