

RE: J&E SOFTWARE CONSULTANCY LIMITED (“THE COMPANY”)

PROPOSED CREDITORS’ VOLUNTARY LIQUIDATION (“CVL”)

REGISTERED NUMBER: 08785262

COMPANY ADDRESS: 61 WOLSEY DRIVE, KINGSTON UPON THAMES KT2 5DP

SIP 6 REPORT & STATEMENT OF AFFAIRS

1 STATEMENT OF AFFAIRS

The Statement of the Affairs of the Company as at 13 August 2019, being a date not more than 14 days before the date of the resolution for winding up has been posted to creditors under a separate cover.

2 SIP 6 INFORMATION

John Paul Bell and Toyah Marie Poole of Clarke Bell Limited were instructed on 15 July 2019 to assist in the deemed consent decision procedure in order to be appointed Joint Liquidators of the Company by its director, Paul Royer.

A total fee of £1,662.50 was paid by the Company in respect of the above instructions to Clarke Bell Limited.

There has been no prior involvement with the Company or its directors that could reasonably be perceived as presenting a threat to John Paul Bell and Toyah Marie Poole’s objectivity.

I understand there have been no material transactions conducted by the Company in the preceding 12 months other than in the ordinary course of business

3 TRADING PREMISES

J&E Software Consultancy Limited traded from premises at 61 Wolsey Drive, Kingston Upon Thames KT2 5DP under an informal rental agreement.

4 BUSINESS FINANCE

The company was financed by its creditors.

5 TRADING HISTORY

J&E Software Consultancy Limited was incorporated on 21 November 2013 and commenced trade in business and domestic software development with immediate effect.

Paul Rayer was responsible for the day to day running of the business.

The company originally employed 2 members of staff, including the director.

J&E Software Consultancy Limited initially traded well and for its first period of trade to 30 November 2014, the company recorded a net profit of £58,711.

With the company becoming established within the industry, the company grew from strength to strength and the company continued to record profits year on year.

Unfortunately, in the early part of 2018 the director's father began to suffer with ill-health, and as a result in June 2018 the director withdrew £26,000 from the business in order to pay for his father's treatment. Given the company's previous trading history the director was confident that he would soon be able to repay these funds back to the business.

Regrettably, on 5 July 2019 the company's current contract suddenly came to an end. This left the company with no income being received and as a result the director was unable to earn any money to repay his overdrawn director's loan account.

With creditor pressure already mounting and no new contracts in sight, the director made the decision to dismiss the company's employees and seek professional advice.

On 12 July 2019 the company therefore ceased to trade and all employees were made redundant. At this time the company employed two members of staff.

Following this, on 15 July 2019, Clarke Bell Limited were approached for independent financial advice and it was recommended that the company be wound up for the benefit of all creditors.

A formal meeting of the company's Board was held on 13 August 2019.

The director attributes the cause of failure to the following:

- (i) Loss of contract; and
- (ii) Cash flow difficulties;

6 FINANCIAL INFORMATION

Extracts from the Company's most recent accounting information can be summarised as follows:

Year Ended	Turnover (£)	Gross Profit (£)	Profit/(Loss) After Tax (£)	Reserves (£)	Dividends (£)	Type of Accounts
30/11/2017	112,289	61,608	69,250	7,344	-	Unaudited

The financial statements referred to above, detail the director(s) have drawn the following remuneration during this period;

Director Name	Dividends (£)	Salary (£)	Benefits (£)	Other (£)
Paul Royer	33,892	10,353	-	-

7 STATEMENT OF AFFAIRS

Except where specifically detailed, all information has been provided by the director as follows:

ASSETS

(a) Cash at Bank

According to the company's director, there is a credit amount shown in the bank account.

I would advise you that the balance may be subject to a deduction of fees and charges prior to funds being transferred to the Joint Liquidator.

(b) Director's Loan Account

It is understood that there are monies due from the director in the form of an overdrawn loan account.

As yet, I have been unable to clarify whether this amount is correct as at the date of winding up and as such, I shall investigate the true balance of the loan account, once the appointment as Joint Liquidator has been ratified.

LIABILITIES

Secured Creditors

There are no known secured creditors.

Consequently, there is no known floating charge and as such, I am not required to calculate a prescribed part amount due to creditors under section 176a of the Insolvency Act 1986 on the company's net estate.

Preferential Creditors

There are no known preferential creditors.

Unsecured Creditors

(a) Taxation

The liability due to the HM Revenue and Customs in respect of corporation tax has accrued in respect of the accounting periods 30 November 2016 and 30 November 2017 and is shown in the Statement of Affairs.

(a) Trade and Expense Creditors

The amount shown in respect of trade and expense creditors is taken from the company's accounting records.

Neither the existence of each creditor nor their respective amounts has been validated. This will not prejudice the rights of any creditor to prove in the estate for a different amount.

8 DEFICIENCY ACCOUNT

Estimated total Deficiency per Statement of Affairs 20,794

<u>Assets Written Down in the Statement of Affairs:</u>	<u>Book Value</u>	<u>Estimated to Realise</u>	
Overdrawn Director's Loan Account	33,547	Unknown	(33,547)

Fixed Assets Written Down From Balance Sheet Not Included in the Statement of Affairs

Property, Plant & Equipment	(1,825)
<u>Extraordinary Items;</u> Change in Share Capital	(800)
Surplus Brought Forward at 30 November 2017	<u>6,676</u>
Estimated net surplus apparently attributable to trading profits for the period 1 December 2017 to 13 August 2019	<u>8,702</u>

9 STATUTORY INFORMATION

Registered Number	08785262
Registered Name	The company's registered name is J&E Software Consultancy Limited.
Incorporation Date	The company was incorporated on 21 November 2013.
Commencement of Trade	The company commenced trade on 21 November 2013.
Nature of Trade	The company's primary business was that of business and domestic software development.
Registered Office	The company's current registered office is Flat 1042a Albany Park Road, Kingston Upon Thames KT2 5SY.
Shareholdings	The company's shareholding is 1,000 ordinary shares of which all was issued and fully paid up as follows: Paul Royer - 499 Ordinary shares Kavya Devaiah – 501 Ordinary shares
Group Structure	The company was not part of a group.
Current Director(s)	Current Directorship details are as follows: Paul Royer Appointed: 21 November 2013
Company's Accountants	The company's accountants are K&B Accountancy Group.
Company's Bankers	The company's bankers are Santander.
Previous Insolvencies	The company and its director have not been involved in any previous insolvency.