

FEDERAL-MOGUL EUROFRICTION LIMITED
COMPANY VOLUNTARY ARRANGEMENT (CVA)

Notice of Completion of the Voluntary Arrangement, Form 1.4

Appendix C

Form 1.4

Rule 1.29

The Insolvency Act 1986
Notice of Completion of
Voluntary Arrangement
Pursuant to Rule 1.29 of the
Insolvency Act 1986

R.1.29

To the Registrar of Companies

For Official Use

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Company Number

1131161

Insert full name of
company

Name of Company

Federal-Mogul Eurofriction Limited

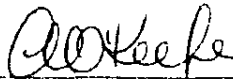
Insert full name and
address

I, Anne Clare O'Keefe
Of Zolfo Cooper
The Observatory
Chapel Walks
Manchester M2 1HL

Insert date

the supervisor of a voluntary arrangement approved on 11 October 2006 enclose a copy
of my notice to the creditors and members of the above-named company that the
voluntary arrangement has been completed together with a report of my receipts and
payments.

Signed



Date

31 December 2008

Presenter's name,
address and reference
(if any)

Anne O'Keefe c/o Zolfo Cooper
The Observatory, Chapel Walks
Manchester M2 1HL

For Official Use

Liquidation Section

Post Room

FRIDAY



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23/01/2009

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COMPANIES HOUSE

Software Supplied by Turnkey Computer Technology Limited, Glasgow

22 January 2009

Our Ref: AOK/EMM/FM08ASM/CVA1216/2403
Your Ref:

The Observer,
Chapel House,
Manchester, M12 1HT
t +44 (0)161 838 4521
f +44 (0)161 838 4521
www.zolfocooper.com

TO ALL KNOWN CREDITORS

When telephoning please ask for:
Melissa Doherty

Direct Line:
0161 838 4521

Dear Sirs

**Federal-Mogul Eurofriction Limited
Company Voluntary Arrangement (CVA)**

Further to my appointment as Supervisor of the CVA on 11 October 2006 I confirm that all matters are now finalised and enclose a Notice of Completion together with a copy of my final report and receipts and payments account.

Yours faithfully



Catherine Williamson
For J J Gleave
Joint Supervisor

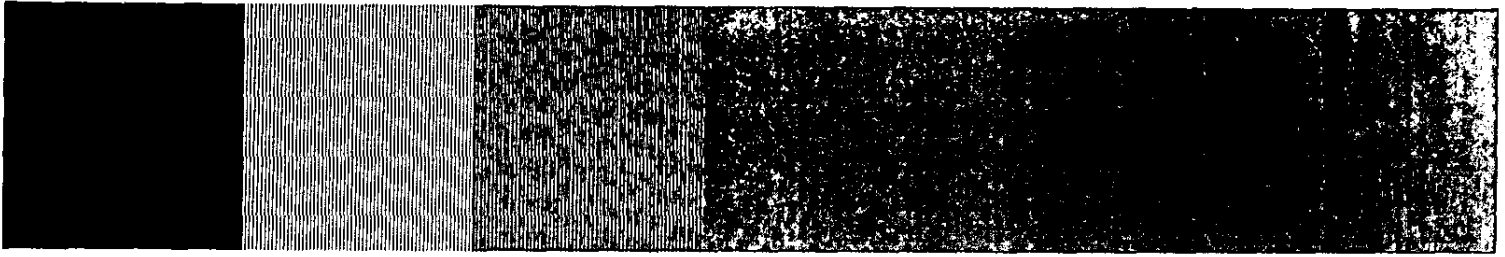
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COMPANIES HOUSE

**Joint Supervisors'
Final Report to Creditors**

**Federal-Mogul Eurofriction
Limited - Company Voluntary
Arrangement (CVA)**

22 January 2009



ZC ZOLFO COOPER

**FEDERAL-MOGUL EUROFRICTION LIMITED
COMPANY VOLUNTARY ARRANGEMENT (CVA)**

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Appendix A

Cumulative Time Analysis for the Period from 11 October 2006 to 31 December 2008

Appendix B

Notice of Completion of the Voluntary Arrangement, Form 1.4

Appendix C

1 Introduction

- 1.1 I refer to my annual report dated 28 November 2008 and am pleased to advise that this report constitutes my final report on the CVA in accordance with Rules 1.26 and 1.29 of the Insolvency Rules 1986.
- 1.2 Please note that with effect from 1 January 2009, Anne O'Keefe, James Gleave and Stuart Mackellar are now licensed by the Insolvency Practitioners Association.
- 1.3 I should also advise that following the recent completion of a Management Buy-Out (MBO) by the partner group of Kroll's UK Corporate Advisory and Business Recovery practice from Kroll Inc, we will be operating under the Zolfo Cooper brand name going forward. Zolfo Cooper Europe will continue to be headquartered at 10 Fleet Place, London EC4M 7RB with our existing network of UK offices remaining in their current location.

2 Overview of the CVA

- 2.1 As detailed in my recent report, the only matter that was outstanding at that time was the transfer of the final surplus of CVA funds to T&N Limited, in accordance with the terms of the CVA. I am pleased to advise that this transfer has now been completed and as such, I attach a copy of my Receipts and Payments Account for the period 11 October 2008 to 31 December 2008, together with a cumulative account since my appointment. Since my last report, the only movements have been the transfer of the surplus funds and receipt of accrued bank interest.

3 Creditors' Claims

Preferential Creditors

- 3.1 As advised in my previous report, preferential claims have been paid in full.

Unsecured Creditors

- 3.2 Unsecured creditors in this matter have been paid 100 pence in the pound, based on their agreed claims.

4 Supervisors' Remuneration

- 4.1 The terms of the CVA provided that my remuneration would be based upon the time costs of the Supervisors and their staff in executing the CVA.
- 4.2 Attached at Appendix B is a summary of the Joint Supervisors' time costs for the duration of the CVA. This represents 249.90 hours at an average rate of £212 per hour. To date, £52,962.50 plus VAT has been drawn on account from a separate remuneration reserve.
- 4.3 In order to keep costs to a minimum, I have not enclosed a further copy of the additional information relating to our policy on staffing, the use of subcontractors and the re-charging of disbursements as this has not changed from my recent report. However, should you wish to be sent a copy, I will be happy to provide a copy upon request.

5 Closure of the CVA

- 5.1 Finally, at Appendix C I attach a Notice of Completion of the Voluntary Arrangement, Form 1.4.

Should you require further information at any time, please do not hesitate to contact Melissa Doherty on the number provided above.

Yours faithfully



Anne O'Keefe
Joint Supervisor

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FEDERAL-MOGUL EUROFRICTION LIMITED
COMPANY VOLUNTARY ARRANGEMENT (CVA)

Receipts and Payments Account for the Period from 11 October 2008
to 31 December 2008 and a Cumulative Account for the Period from
11 October 2006 to 31 December 2008

Appendix A

	From 11/10/2008 To 31/12/2008	From 11/10/2006 To 31/12/2008
FLOATING REALISATIONS		
Surplus from Administration	NIL	930,000.00
Bank Interest Gross	7,284.27	84,699.03
	<u>7,284.27</u>	<u>1,014,699.03</u>
FLOATING COSTS		
Bank Charges	NIL	40.00
	<u>NIL</u>	<u>(40.00)</u>
PREFERENTIAL CREDITORS		
HMRC - VAT	NIL	22,644.85
HMRC - PAYE/NI	NIL	16,178.57
	<u>NIL</u>	<u>(38,823.42)</u>
UNSECURED CREDITORS		
Trade & Expense	NIL	255,587.40
S75 Pension Dividend	NIL	20.00
	<u>NIL</u>	<u>(255,607.40)</u>
DISTRIBUTIONS		
Surplus funds to T&N Limited	(720,228.21)	(720,228.21)
	<u>(712,943.94)</u>	<u>0.00</u>
REPRESENTED BY		<u>NIL</u>

In accordance with the requirements of Statement of Insolvency Practice 7, I should advise that the Supervisors' fees have been paid from a separate Remuneration Reserve.
Fees drawn to date total £52,962.50, plus disbursements of £549.40 and VAT

FEDERAL-MOGUL EUROFRICTION LIMITED
COMPANY VOLUNTARY ARRANGEMENT (CVA)

Cumulative Time Analysis for the Period from 11 October 2006 to 31 December 2008

Appendix B

	Employee Grade					(£'s)	
	(Hours)					Total Cost	Average
	<u>Partner/</u> <u>Director</u>	<u>Senior</u> <u>Associate</u>	<u>Associate /</u> <u>Analyst</u>	<u>Jnr Analyst/</u> <u>Support</u>	<u>Total Hours</u>		<u>Rate p/h</u>
Administration and Planning							
Strategy and Control	2.5	4.7	32.9	4.7	44.8	10,910.0	244
Bank and Creditor Reporting	0.2	2.9	8.0	0.8	11.9	3,045.0	256
Creditors Committee	-	0.3	-	-	0.3	97.5	325
Statutory Duties	-	0.2	0.2	0.7	1.1	227.0	206
Job Administration	0.3	8.9	0.6	19.9	29.7	5,087.5	171
Cash Accounting and Time Records	0.3	2.0	10.3	12.5	25.1	5,578.0	222
Travel and Waiting Time	-	-	-	-	-	-	-
Case Closure	-	-	-	0.1	0.1	18.5	185
Internal Documentation and IT	0.2	0.5	0.4	0.7	1.8	431.0	239
Investigations							
D Reports	-	-	-	-	-	-	-
Other Investigations	-	-	-	-	-	-	-
Internal Documentation	-	-	-	-	-	-	-
Realisation of Assets - Fixed Charge							
Initial Actions and Valuations	-	-	-	-	-	-	-
Sale of Assets	-	-	-	-	-	-	-
Insurance	-	-	-	-	-	-	-
Litigation	-	-	-	-	-	-	-
Internal and External Documentation	-	-	-	-	-	-	-
Realisation of Assets - Debtors							
Debt Collection	-	-	-	0.2	0.2	15.0	75
Debtors Litigation	-	-	-	-	-	-	-
Crown Debtors	-	-	-	-	-	-	-
Internal and External Documentation	-	-	-	-	-	-	-
Realisation of Assets - Floating Charge							
Initial Actions and Valuations	-	-	-	-	-	-	-
Sale of Assets	0.5	-	-	-	0.5	212.5	425
Insurance	-	-	-	-	-	-	-
Retention of Title	-	-	-	-	-	-	-
Hire Purchase / Leased Assets	-	-	-	-	-	-	-
Litigation	-	-	-	-	-	-	-
Internal and External Communications	0.2	-	-	-	0.2	85.0	425
Trading							
Initial Actions	-	-	-	-	-	-	-
Cash Accounting	-	-	-	-	-	-	-
Ongoing Trading Activities	-	-	-	-	-	-	-
Internal and External Communications	-	-	-	-	-	-	-
Creditors							
Creditor Dealings	-	-	0.5	15.7	16.2	1,869.5	115
Creditor claims	1.1	40.9	31.8	41.7	115.5	24,868.5	215
Litigation	-	-	-	-	-	-	-
Shareholders / Bankrupts	-	-	-	-	-	-	-
Internal Documentation	-	-	2.5	-	2.5	517.5	207
Employees	-	-	-	-	-	-	-
Employee Communications	-	-	-	-	-	-	-
Totals	5.3	60.4	87.2	97.0	249.9	52,962.5	212