

**Liquidator's Progress
Report****S.192****Pursuant to Sections 92A and 104A and 192
of the Insolvency Act 1986**

To the Registrar of Companies

Company Number

03866727

Name of Company

Airborn Limited

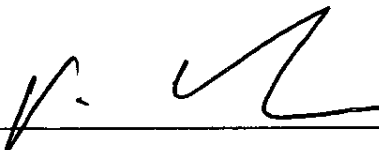
I / We
Philip James Watkins
10 Furnival Street
London
EC4A 1YH

Philip Lewis Armstrong
10 Furnival Street
London
EC4A 1YH

the liquidator(s) of the company attach a copy of my/our Progress Report
under section 192 of the Insolvency Act 1986

The Progress Report covers the period from 16/11/2011 to 15/11/2012

Signed



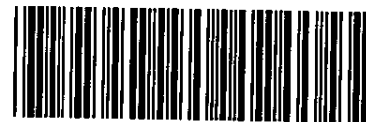
Date

8/1/2013

FRP Advisory LLP
10 Furnival Street
London
EC4A 1YH

Ref A1195LON/PJW/PLA/SB/MDK/MJM/J

WEDNESDAY



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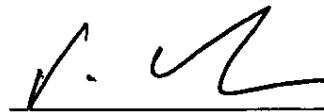
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COMPANIES HOUSE

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

Statement of Affairs		From 16/11/2011 To 15/11/2012
	SECURED ASSETS	
NIL	Goodwill	NIL
124,000 00	Barclays Merchant Services	NIL
NIL	Investment - Lawnworks Limited	NIL
		<u>NIL</u>
	SECURED CREDITORS	
(532,190 00)	Barclays Commercial Bank	NIL
(337,000 00)	Barclays Commercial Bank - Guarante	NIL
		<u>NIL</u>
	ASSET REALISATIONS	
	Rates Refund	1,270 29
1,500 00	Furniture & Equipment	1,500 00
Uncertain	Book Debts	NIL
	Advance from Debenture Holder	15,000 00
	CAA Refund	16,523 01
	Bank Interest Gross	27 19
		<u>34,320 49</u>
	COST OF REALISATIONS	
	Section 98 Fee	7,680 00
	Joint Liquidators' Remuneration	7,500 00
	Agents/Valuers Fees	812 50
		<u>(15,992 50)</u>
	PREFERENTIAL CREDITORS	
(20,901 81)	Employee Arrears/Hol Pay	NIL
		<u>NIL</u>
	UNSECURED CREDITORS	
(675,222 39)	Trade & Expense Creditors	NIL
(90,080 71)	Employees	NIL
(245,213 55)	HM Revenue & Customs - PAYE & NI	NIL
(655,443 00)	Intercompany loan	NIL
		<u>NIL</u>
	DISTRIBUTIONS	
(2,813,890 00)	Ordinary Shareholders	NIL
		<u>NIL</u>
<u>(5,244,441 46)</u>		<u><u>18,327.99</u></u>
	REPRESENTED BY	
	Vat Receivable - Floating	3,198 60
	IB Current Floating	15,429 39
	Vat Payable - Floating	(300 00)
		<u>18,327.99</u>



Philip James Watkins
Joint Liquidator



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**TO SHAREHOLDERS AND ALL KNOWN
CREDITORS**

your ref

our ref A1195LON/CVL 51a/J

date 8 January 2013

please ask for Matt Kesek

Dear Sirs

AIRBORN LIMITED (IN LIQUIDATION)

Further to my appointment as Joint Liquidator on 16 November 2011, I report on the progress of the liquidation for the period 16 November 2011 to 15 November 2012 ("the period") in accordance with Rule 4 49(C) of the Insolvency Rules 1986

I attach.

- Appendix A - Statutory information
- Appendix B - Receipts and payments account
- Appendix C - Details of my firm's time costs and disbursements including charge out rates
- Appendix D - Statement of expenses

1. Receipts and Payments

I attach at Appendix B my receipts and payments account detailing both transactions for the period, and also since my appointment as Liquidator

2. Work undertaken by the Liquidator during the period

The Company traded as a travel agent and a significant number of customers had transacted using credit cards. At the date of the liquidation, Barclays Merchant Services ("BMS") were holding £124k of credit card receipts. These funds were retained due to possible chargebacks that could be made against the BMS facility in respect to customer bookings not being honoured. After the settlements of the chargebacks, a final sum of £66k was released by BMS and repaid to the guarantor, Jeffrey Fowler, as a secured subrogated creditor. He had previously settled the Company's total indebtedness to Barclays of £214k

The only asset realised in the liquidation has been the sum of £16k received from the Civil Aviation Authority ("CAA"). These monies were due to the Company after the failure of Goldtrail Travel Limited. A rates refund of £1.2k and £1.5k from the sale of a small quantity of office equipment has also been realised

3. Investigations

Part of my statutory duties include carrying out proportionate investigations into what assets the company has, including any potential claims against directors or other parties, and what recoveries could be made. I have reviewed the available accounting information, requested further information from the directors, and invited creditors to provide information on any concerns they have concerning the way in which the Company's business has been conducted

I have completed my statutory duty to investigate and report on the conduct of the Directors to the Insolvency Service, although the contents of this report are confidential.

4. Dividend to Creditors

There are insufficient funds available to make a distribution to preferential creditors in this case.

I have received claims totalling £2,021,049 from unsecured creditors who have proved their debts in these proceedings. It is unlikely there will be sufficient funds available to enable a distribution to be made to unsecured creditors.

5. Prescribed Part

In accordance with the Enterprise Act 2002, the prescribed part is an element of net realisations due to the floating charge holder which is made available for unsecured creditors (subject to the floating charge post-dating 15 September 2003).

In this circumstance, as the floating charge realisations will be fully utilised in meeting the costs of realising the assets and making a distribution to preferential creditors, there will be insufficient funds to make a prescribed part distribution to unsecured creditors.

6. Liquidator's Remuneration, Disbursements and Expenses

Turning to my own costs in this matter, my remuneration as Liquidator is based on computerised records of all time spent on the administration of this case. Matters dealt with during the assignment are dealt with by different members of staff depending on the level of complexity and experience required. Time is charged to the case in maximum of 6 minute units. Charge-out rates are based on individual expertise, qualification and grade. The costs of the firm's support staff are not directly charged to the estate unless dealing with directly identifiable case specific matters. Charge out rates are reviewed at least annually, details of FRP Advisory LLP ("FRP") charge out rates together with a breakdown of the time costs and disbursements incurred during the period of this report and cumulatively, in accordance with Statement of Insolvency Practice 9 are attached at appendix C.

At the creditors meeting held on 15 November 2011, I was authorised to draw fees on a time cost basis. I have drawn fees to date of £7,500 exclusive of VAT. These were in fact paid by Barclays (as shown in the attached Receipts and Payments account).

Authority to draw further fees in this matter has been received from Mr Fowler, the subrogated secured creditor, although it was given after the period of this report.

The Liquidators' disbursements are a recharge of actual costs incurred by the Liquidators on behalf of the Company. Mileage payments made for expenses relating to the use of private vehicles for business travel, which is directly attributable to the insolvency estate, are paid by FRP at the HMRC approved mileage rate prevailing at the time the mileage was incurred. Details of disbursements incurred during the period of this report are attached at appendix C.

I attach at appendix D a statement of expenses that have been incurred during the period

Creditors have a right to request further information from the Liquidator under Rule 4.49E of the Insolvency Rules 1986 and further have a right to challenge the Liquidator's remuneration and other expenses which are first disclosed in this report, under Rule 4.131 of the Insolvency Rules 1986. (For ease of reference these are the expenses incurred in the reporting period as set out in Appendix D only). Further details of these rights can be found in the Creditors' Guide to Fees which you can access using the following link <http://www.frapadvisory.com/fees-guide.html> and selecting the one for liquidations. Alternatively a hard copy of the relevant guide will be sent to you on request. Please note there is a time limit for requesting information being 21 days following the receipt of this progress report. There is a time limit of 8 weeks following the receipt of this report for a Court application that the remuneration or expenses are excessive.

If you have any queries about this report of the progress of the liquidation, please do not hesitate to contact Matt Kesek at this office.

Yours faithfully



Philip Watkins
Joint Liquidator

Licensed in the United Kingdom by the Insolvency Practitioners Association

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Appendix A

Airborn Limited

Statutory Information

COMPANY DETAILS:

Other trading names:	Airborn Direct, AirbornEvents, AirbornFlights4Less, AirbornHolidays4Less, AirbornSki, AirbornSport, AirbornTravel4Less, AirbornWorldwide, dialacruise.com, Holiday Hero, Seaborn, Seabourne, Telebreaks, Teleflights, and Teleholidays
Date of incorporation:	27 October 1999
Company number:	03866727
Registered office:	10 Furnival Street London EC4A 1YH
Previous registered office:	12a Bridge Close Romford RM7 0AU
Business address	12a Bridge Close Romford RM7 0AU.

LIQUIDATOR DETAILS:

Liquidator:	Philip James Watkins Philip Lewis Armstrong
Address of Liquidator	FRP Advisory LLP 10 Furnival Street London EC4A 1YH
Date of appointment of Liquidator.	16 November 2011

**Airborn Limited
(In Liquidation)**

**Joint Liquidators' Abstract Of Receipts And Payments
From 16 November 2011 To 15 November 2012**

Statement of Affairs	RECEIPTS	Total (£)
	Rates Refund	1,270 29
1,500 00	Furniture & Equipment	1,500 00
	Advance from Debenture Holder	15,000 00
	CAA Refund	16,523 01
	Bank Interest Gross	27 19
	Vat Payable - Floating	300 00
		34,620.49
	PAYMENTS	
	Section 98 Fee	7,680 00
	Joint Liquidators' Remuneration	7,500 00
	Agents/Valuers Fees	812 50
	Vat Receivable - Floating	3,198 60
		19,191.10
	Balances in Hand	15,429.39
		36,120.99



Airborn Limited (In Liquidation)

Time charged for the period 16 November 2011 to 15 November 2012

Activity	Partner	Manager	Other Professional	Support	Total Hours	Total Cost £	Average Htly Rate £
Administration and Planning	2 00	6 95	19 25	8 57	36 77	9,145 30	248 72
Case Control and Review			0 50		0 50	110 00	220 00
Case Accounting - General			0 30	8 57	8 87	1,700 30	191 69
General Administration	2 00	6 95	16 25		25 20	6,851 00	271 87
Insurance			0 90		0 90	198 00	220 00
Fee and WIP			1 30		1 30	286 00	220 00
Asset Realisation	12 00	2 45	7 55		22 00	8,434 00	383 36
Asset Realisation	12 00	2 25	4 25		18 50	7,640 00	412 97
Freehold/Leasehold Property			1 90		1 90	418 00	220 00
Debt Collection			1 40		1 40	308 00	220 00
Legal-asset Realisation		0 20			0 20	68 00	340 00
Creditors	3 50	0 90	14 00	4 00	22 40	5,818 50	259 75
Unsecured Creditors		0 55	11 05		11 60	2,678 00	230 86
Secured Creditors	3 50	0 35	0 50		4 35	1,961 50	450 92
Employees			2 20	4 00	6 20	1,124 00	181 29
Unsecured Creditors - TAX/VAT			0 25		0 25	55 00	220 00
Investigation	2 50	1 55	15 00		19 05	5,252 50	275 72
Investigatory work - Other		1 30	14 10		15 40	3,732 00	242 34
CDDA Enquiries	2 50	0 25	0 90		3 65	1,520 50	416 58
Statutory Compliance		1 00	6 75		7 75	1,688 00	217 81
Statutory Compliance - General			4 50		4 50	873 00	194 00
Statutory Reporting/ Meetings			1 55		1 55	341 00	220 00
Appointment Formalities		1 00	0 70		1 70	474 00	278 82
Total Hours	20 00	12 85	62 55	12 57	107 97	30,338 30	280 99

Disbursements for the period
16 November 2011 to 15 November 2012

	Value £
Advertising	306 00
Company Search	1 00
Postage	84 60
Sundries/General	620 00
Grand Total	1,011 60

Mileage is charged at the HMRC rate
prevailing at the time the cost was incurred

FRP Charge out rates	At	1 st November 2011	31 st July 2012
Grade			
Partner		300-500	275-495
Manager		150-350	200-362
Other Professional		85-250	85-250
Support		60-250	70-320

AIRBORN LIMITED (IN LIQUIDATION)

Appendix D

STATEMENT OF EXPENSES FOR THE 12 MONTH PERIOD ENDED 15 NOVEMBER 2012

Expenses	Total paid to date of progress report period per R and P £	Costs committed not yet paid at reporting date £	Total Expenses for the 12 months ended 15 November 2012 £
Section 98 Fee	7,681	0	7,681
Joint Liquidators' Remuneration	7,500	22,838	30,338
Agents/Valuers Fees	813	0	813
Legal Fees	0	10,050	10,050
	15,993	32,888	48,881

