

# 2.24B

The Insolvency Act 1986

## Administrator's progress report

Name of Company Flow System Technologies Limited	Company number 4628099
In the High Court of Justice, Chancery Division Birmingham District Registry (full name of court)	Court case number 4918 of 2007

(a) Insert full name(s) and address(es) of administrator(s)

I/We (a)  
M T Coyne  
Poppleton & Appleby  
35 Ludgate Hill  
Birmingham  
B3 1EH

M D Hardy  
Poppleton & Appleby  
35 Ludgate Hill  
Birmingham  
B3 1EH

administrator(s) of the above company attach a progress report for the period

(b) Insert date	From (b) 15 July 2008	To (b) 27 November 2008
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Signed

M. D. Hardy  
Joint Administrator

Dated

27<sup>th</sup> November 2008

### Contact Details:

You do not have to give any contact information in the box opposite but if you do, it will help Companies House to contact you if there is a query on the form.

The contact information that you give will be visible to searchers of the

Siann Huntley, Poppleton & Appleby, 35 Ludgate Hill, Birmingham B3 1EH

DX Number

DX Exchange



A76

\*AFQCY6ID\*

14/01/2009

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COMPANIES HOUSE

When you have completed and signed this form, please send it to the Registrar of Companies at:-  
Companies House, Crown Way, Cardiff CF14 3UZ DX 33050 Cardiff

**TO ALL KNOWN CREDITORS  
FINAL PROGRESS REPORT**

Our Ref: GJB/F3C  
28 November 2008

Dear Sirs

**Flow System Technologies Limited ("the Company")  
In Administration**

I refer to my appointment as Joint Administrator of the Company with M T Coyne on 1<sup>st</sup> August 2007, following an application by the Company Directors.

In accordance with Rule 2.47(4) of the Insolvency Rules 1986, I attach to form 2.24B, the Administrators Progress Report for the period from 15 July 2008 to 27 November 2008. This should be read in conjunction with my earlier reports of 24 September 2007, 26 February 2008 and 15 July 2008.

Statutory Information

I attach to this report, statutory information required under Rule 2.47(1) of the Insolvency Rules 1986. In accordance with Paragraph 100(2) of Schedule B1 to the Insolvency Act 1986, I am required to confirm that the Administrators act on a joint and several basis, although the day to day conduct of the Administration rests with M D Hardy.

Joint Administrators' Receipts and Payments Account

I would inform you that no realisations have been made during the course of the Administration to date.

Current Position

The following liabilities remain outstanding in this matter:

	<u>£</u>
Northvale Korting Limited:	526,234
Chris Moore:	1,118,741
Wordsworth Holdings Plc:	140,000

As set out in my report dated 14 July 2008, it was proposed that Northvale Korting Limited (a subsidiary of the Company) were to take an assignment of the Wordsworth Holdings Plc debt, and that both Northvale Korting and Chris Moore were to waive their in the Administration. This would have resulted in the Administration Order being discharged, and control of the Company being returned to the Shareholders and Directors.

I understand that agreement to this proposed course of action is now unlikely and therefore I intend to proceed in recovering the remaining Company assets and bringing the Administration to a conclusion.

Assets to be recovered include a dividend from YCM Realisations Limited (formerly Young and Cunningham Limited) in Liquidation, which is due imminently.

In addition, I am actively seeking to dispose of the Joint Administrators interest in the Shareholding in Cunningham and Shearer (Holdings) Limited, who in turn hold the Shareholdings in the trading entities, Young and Cunningham Canada Inc. and Young and Cunningham America Inc.

#### Creditors Claims and Dividend Prospects

There are no Preferential or Secured Creditor claims in this matter.

The availability of a distribution to Unsecured Creditors is dependant on the level of asset realisations as set out above, although based on current information it is envisaged that a distribution will be available to this rank of Creditor.

#### Conclusion of the Administration

Creditors will recall from my report dated 15 July 2008, that permission was requested to extend the Administration for a period of six months to 31 January 2009 in accordance with Paragraph 76(2)(b) of the Insolvency Act 1986. This resolution was approved by Creditors on 30 July 2008.

In light of the current position, I feel that it is appropriate to place the Company into Creditors Voluntary Liquidation in order to deal with the outstanding issues and to make a distribution to Unsecured Creditors if and when this is available.

I would take this opportunity to request the Creditors' authority to exit the Administration by placing the Company into Creditors Voluntary Liquidation in accordance with Paragraph 83 (1) of Schedule B1 to the Insolvency Act 1986, if and when it appears to the Administrators that it is appropriate to do so.

Furthermore, if the Company proceeds into Creditors Voluntary Liquidation, then it is proposed that M D Hardy of Poppleton & Appleby, 35 Ludgate Hill, Birmingham, B3 1EH should act as the sole Liquidator of the Company for the purposes of the Creditors Voluntary Winding Up.

I attach form 2.25b which sets out the resolutions I require from the Creditors. In order to save Creditors the time and expense of attending a Creditors meeting, it is my intention to seek Creditors approval to my proposals by post. The enclosed form 2.25b being notice of conduct of business by correspondence, incorporating a voting form should be completed and returned to me no later than 12 noon on 17 December 2008.

#### Joint Administrators' Remuneration

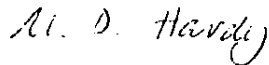
On 30 July 2008, Creditors resolved that the Joint Administrators' remuneration be defrayed in accordance with time properly spent by them and their staff in attending to matters arising from the Administration. No fees or disbursements have been drawn to date as there have been insufficient funds available to do so.

My total time costs to date are £18,024 and relate to 92.40 hours at an average hourly charge of £195.06.

In accordance with Statement of Insolvency Practice 9 (SIP 9), I attach a detailed analysis of time spent since my appointment on 1 August 2007 to 27 November 2008. I also attach a summary of Category 2 disbursements covering the same period of the Administration.

If you require any additional information concerning this report or the Administration, please contact me or my Case Administrator Siann Huntley.

Yours faithfully  
For and on behalf of  
Flow System Technologies Limited



M D Hardy  
Joint Administrator

Please note that the Joint Administrators are agents of the Company and act without personal liability.

## Administrators' Progress Report

### Statutory Information

Company	Flow System Technologies Limited
Company Number	4628099
Court	High Court of Justice, Chancery Division, Birmingham District Registry
Court Number	4918 of 2007
Principle Activity	Manufacture of Taps & Valves
Trading Address	Non trading
Registered Office	c/o Poppleton & Appleby, 35 Ludgate Hill, Birmingham. B3 1EH
Joint Administrators	Matthew Douglas Hardy and Martin Thomas Coyne, Licensed Insolvency Practitioners
Administrators' Office	Poppleton & Appleby, 35 Ludgate Hill, Birmingham. B3 1EH
Functions	The Administrators act on a joint and several basis, although the day to day conduct of the Administration rests with Matthew Hardy
Date of Appointment	1 August 2007
Appointor	The Company itself
Directors	Ian Johnson, Sarah Jane Moore and Stephen Wright
Report and Proposals	24 September 2007
Meeting of Creditors	09 October 2007
Progress Reports	26 February 2008 15 July 2008

## Rule 2.48

## Notice of conduct of business by correspondence

Name of Company  
Flow System Technologies Limited

Company number  
4628099

In the High Court of Justice, Chancery  
Division, Birmingham District Registry  
(full name of court)

Court case number  
4918 of 2007

(a) Insert full name(s)  
and address(es) of  
administrator(s)

Notice is hereby given by (a)  
M T Coyne  
Poppleton & Appleby  
35 Ludgate Hill  
Birmingham, B3 1EH

M D Hardy  
Poppleton & Appleby  
35 Ludgate Hill  
Birmingham, B3 1EH

(b) Insert full name and  
address of registered  
office of the company

to the creditors of (b) Flow System Technologies Limited  
C/o 35 Ludgate Hill, Birmingham, B3 1EH

(c) Insert number of  
resolutions enclosed

that, pursuant to paragraph 58 of Schedule B1 to the Insolvency Act 1986, enclosed are two  
resolutions for your consideration. Please indicate below whether you are in favour or  
against each resolution.

(d) Insert address to  
which form is to be  
delivered

This form must be received at (d)  
Poppleton & Appleby  
35 Ludgate Hill  
Birmingham  
B3 1EH

(e) Insert closing date

by 12.00 hours on 17 December 2008 in order to be  
counted. It must be accompanied by details in writing of your claim. Failure to do so  
will lead to your vote(s) being disregarded.

Repeat as necessary for  
the number of resolutions  
attached.  
\*Delete as appropriate

Resolution (1) That the exit route of the Administration be by way  
of placing the Company into Creditors Voluntary Liquidation in  
accordance with Paragraph 83 (1) of Schedule B1 to the  
Insolvency Act 1986 if and when it appears to the Administrators  
that it is appropriate to do so.

I am \*in Favour / Against

Resolution (2) That M D Hardy of Poppleton & Appleby should  
act as the sole liquidator of the Company for the purposes of the  
Creditors Voluntary Winding Up.

I am \*in Favour / Against

## TO BE COMPLETED BY CREDITOR WHEN RETURNING FORM:

Name of creditor

Signature of creditor  
(If signing on behalf of creditor, state capacity e.g. director/solicitor)

If you require any further details or clarification prior to returning your votes, please  
contact me/us at the address above.

Signed

M. D. Hardy  
Joint Administrator

Dated

28<sup>th</sup> November 2008

## Flow System Technologies Limited - In Administration

### Summary of 2.25B forms received

Forms 2.25B were issued to all unsecured creditors requesting their voting instructions for the resolutions. Completed forms received prior to 12 noon on 17 December 2008 were admissible and the following is a summary those that have been lodged (actual forms attached):

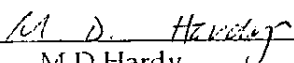
<u>Creditor</u>	<u>Type</u>	<u>Resolution 1</u>	<u>Resolution 2</u>
Northvale Korting	Unsecured	Agree	Agree
Chris Moore	Unsecured	Agree	Agree

The following resolutions were approved:

That the exit route of the Administration be by way of placing the Company into Creditors Voluntary Liquidation in accordance with Paragraph 83 (1) of Schedule B1 to the Insolvency Act 1986 if and when it appears to the Administrators that it is appropriate to do so.

That M D Hardy of Poppleton & Appleby should act as the sole liquidator of the Company for the purposes of the Creditors Voluntary Winding Up.

17 December 2008

  
\_\_\_\_\_  
M D Hardy  
Joint Administrator



COMPANIES HOUSE

**SIP 9 - Time & Cost Summary**

Period: 01/08/07..27/11/08

## Time Summary

Classification of work function	Hours					Time Cost (£)	Average hourly rate (£)
	Partner	Manager	Other Senior Professionals	Assistants & Support Staff	Total Hours		
Administration & planning	3.10	13.30	21.30	0.80	38.50	6,249.00	162.31
Investigations	0.90	4.10	0.90	0.50	6.40	1,153.50	180.23
Realisations of assets	23.30	16.80	0.00	0.00	40.10	9,652.50	240.71
Trading	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Creditors	0.50	0.70	5.00	1.20	7.40	969.00	130.95
Case specific matters	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Total Hours	27.80	34.90	27.20	2.50	92.40	18,024.00	195.06
Total Fees Claimed						0.00	



**SIP 9 - Time & Cost Summary**

Period: 01/08/07..27/11/08

## Category 2 Disbursements

Other amounts paid or payable to the office holder's firm or to party in which the office holder or his firm or any associate has an interest.

Transaction Date	Type And Purpose	Amount
07/09/07	Technology Charge	42.00
07/09/07	Stationery & Postage	175.00
07/09/07	Company Search	45.00
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	Total	262.00