

**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

05855740

Name of Company

Force Air Distribution Limited

I / We  
Paul Weber BSc FCCA  
Brentmead House  
Britannia Road  
London  
N12 9RU

M H Linton FCA FABRP  
Brentmead House  
Britannia Road  
London  
N12 9RU

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 30/06/2011 to 29/06/2012

Signed



Date

31/7/12

Leigh Adams LLP  
Brentmead House  
Britannia Road  
London  
N12 9RU

Ref F1707/PAW/MHL/DC/DCQ

THURSDAY



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02/08/2012

#52

COMPANIES HOUSE

**Force Air Distribution Limited**  
**(In Liquidation)**  
**Joint Liquidators' Abstract of Receipts & Payments**

Statement of Affairs		From 30/06/2011 To 29/06/2012
	<b>ASSET REALISATIONS</b>	
NIL	Office Equipment	NIL
NIL	Trade Debtors	NIL
NIL	VAT Refund	NIL
	Cash at Bank	178 60
NIL	Rent Deposit	NIL
		<u>178 60</u>
	<b>UNSECURED CREDITORS</b>	
(177,405 00)	Trade & Expense Creditors	NIL
(2,000 00)	HSBC Bank plc	NIL
(9,144 00)	H M Revenue & Customs - Corporatio	NIL
(2,840 00)	H M Revenue & Customs - PAYE/NI	NIL
(403,949 00)	Loans	NIL
		<u>NIL</u>
	<b>DISTRIBUTIONS</b>	
(2 00)	Ordinary Shareholders	NIL
		<u>NIL</u>
<b>(595,340.00)</b>		<u><b>178.60</b></u>
	<b>REPRESENTED BY</b>	
	Bank 1 - Current	178 60
		<u><b>178 60</b></u>



Paul Weber BSc FCCA  
Joint Liquidator

**Force Air Distribution Limited**  
**(In Liquidation)**  
**Supplementary Information**

**Registered Office / Home Address**

Leigh Adams LLP  
Brentmead House  
Britannia Road  
London N12 9RU

**Registered Number**

05855740

**Appointment Details**

First Partner - Paul Weber BSc FCCA

Brentmead House

Britannia Road

London

N12 9RU

Appointment Date - 30/06/2011

Second Partner - M H Linton FCA FABRP

Brentmead House

Britannia Road

London

N12 9RU

Appointment Date - 30/06/2011

**Changes to Office Holders**

None

**Additional Information**

**Dividends / Distributions / Consigned Funds**

Dividend Type	Date	Admitted	Paid	p in £
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No Dividends Paid

**Unrealisable Assets**

**Details of Basis of Remuneration**

**Statement of Remuneration / Expenses**

**For period 30/06/2011 to 29/06/2012**

Account	Incurred In Period	Accrued In Period For Last Period	Accrued In Period	Total In Period
	0 00	0 00	0 00	0 00



**LEIGH ADAMS LLP**  
CHARTERED ACCOUNTANTS &  
LICENSED INSOLVENCY PRACTITIONERS

2nd Floor Brentmead House Britannia Road  
North Finchley London N12 9RU  
T 020 8446 6767 F 020 8446 6864  
E [mail@leighadams.co.uk](mailto:mail@leighadams.co.uk) W [www.leighadams.co.uk](http://www.leighadams.co.uk)

**To the Members and all Known Creditors**

Our Ref PAW/dq/F1707/s

31<sup>st</sup> July 2012

Dear Sir/Madam,

**Force Air Distribution Limited - In Voluntary Liquidation**

This is our report to members and creditors following the end of the first year of the liquidation

**FURTHER INFORMATION**

An unsecured creditor may, with the permission of the court or with the concurrence of 5% in value of the unsecured creditors (including the creditor in question) request further details of the Joint Liquidators' remuneration and expenses, within 21 days of receipt of this report. Any secured creditor may request the same details in the same time limit.

An unsecured creditor may, with the permission of the court or with the concurrence of 10% in value of the creditors (including the creditor in question), apply to court to challenge the amount and/or basis of the Joint Liquidators' fees and the amount of any proposed expenses or expenses already incurred, within 8 weeks of receipt of this report. Any secured creditor may make a similar application to court within the same time limit.

If members or creditors have any queries regarding this report or the conduct of the liquidation in general, they should contact Des Quelch on 020 8446 6767 or by email [des@leighadams.co.uk](mailto:des@leighadams.co.uk)

Yours faithfully,

**Paul Adam Weber ACA FCCA MABRP**  
Joint Liquidator

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Leigh Adams LLP is a limited liability partnership registered in England and Wales (Company No. OC332559) and is regulated by the Institute of Chartered Accountants in England and Wales.



The Principals of this practice are licensed as Insolvency Practitioners by the Institute of Chartered Accountants in England & Wales.



Members  
Martin H Linton FCA FABRP MIPA  
Paul Weber BSc ACA FCCA MABRP

**Force Air Distribution Limited – In Voluntary Liquidation**  
**Joint Liquidators' Annual Report to Members and Creditors pursuant to Section 104A (1) (a) of the**  
**Insolvency Act 1986**  
**For the year ending 29<sup>th</sup> June 2012**

**STATUTORY INFORMATION**

Company Name	Force Air Distribution Limited
Registered Office	Brentmead House, Britannia Road, London N12 9RU
Former Registered Office	Turnberry House, 1404-1410 High Road, Whetstone, London N20 9BH
Company Registered Number	05855740
Joint Liquidators' Names	Paul Adam Weber ACA FCCA MABRP and Martin Henry Linton FCA FABRP
Joint Liquidators' Address	Brentmead House, Britannia Road, London N12 9RU
Joint Liquidators' Date of Appointment	30 <sup>th</sup> June 2011

**RECEIPTS AND PAYMENTS ACCOUNT**

An abstract of Receipts & Payments Account for the period from 30<sup>th</sup> June 2011 to 29<sup>th</sup> June 2012 is enclosed with this report

**ASSETS**

Office Equipment

The company's Office Equipment as shown in the Statement of Affairs, was comprised of various equipment which based upon the information provided by the director, was of no value due to its age and condition. For this reason we did not feel that a formal independent valuation of the equipment was required and the costs associated with its removal and disposal exceeded any potential sale value and for this reason the items were left as abandoned in situ.

Trade Debtors

The trade debtors shown in the company's accounting records as £279,870 had been written-off as bad debts prior to our appointment.

VAT Refund

As you may recall in the estimated Statement of Affairs it was not anticipated that the VAT refund of £178,043 as shown in the company's accounting records would be realizable. However, since my appointment I have been liaising with HMRC Specialist Investigations in respect of the claim. I can confirm that their enquiries are continuing and therefore this matter is still ongoing. I will advise creditors of the outcome in this matter in future progress reports.

Cash at Bank

The sum of £178.60 was received from The Royal Bank of Scotland plc representing the closing credit of the company's account.

Rent Deposit

Following our appointment solicitors were instructed to ascertain the status of the lease and whether the

rent deposit of £4,700 would prove to be recoverable. Ultimately, as a proposed assignment of the lease failed to take place, we were advised that the only option was to formally disclaim the lease which meant that any remaining rent deposit was irrecoverable.

## **LIABILITIES**

A Creditors' Claims Summary showing the amounts in the Statement of Affairs and the claims received to date is enclosed.

### **Secured Liabilities**

An examination of the company's mortgage register held by the Registrar of Companies showed that the company had granted an all assets debenture to RBS Invoice Finance Limited dated 18<sup>th</sup> June 2010.

### **Preferential Creditors**

The Statement of Affairs did not anticipate that the company had any preferential creditors and no claims have been received during the period of this report and no claims are anticipated.

### **Crown Creditors**

The Statement of Affairs included £11,984 owed to HMRC. HMRC's final claim of £16,935.53 has been received. The higher amount is attributable to an additional claim in the sum of £3,879.42 in respect of PAYE/NI for the year ended 5<sup>th</sup> April 2011 and £1,104.44 for the period from 6<sup>th</sup> April 2011 to 30<sup>th</sup> June 2011.

### **Unsecured Creditors**

The Statement of Affairs included seventeen unsecured creditors with an estimated total liability of £583,353.32. Claims have been received from five creditors at a total of £334,470.94. To date claims have not been received from eleven creditors with original estimated claims in the Statement of Affairs of £245,320.94.

## **INVESTIGATION INTO THE AFFAIRS OF THE COMPANY**

An initial investigation into the company's affairs was undertaken to establish whether there were any potential asset recoveries or conduct matters that justified further investigation, taking account of the public interest, potential recoveries the funds likely to be available to fund an investigation and the costs involved. There were no matters that justified further investigation in the circumstances of this appointment.

Within six months of our appointment as Joint Liquidators we are required to submit a confidential report to the Secretary of State to include any matters which have come to my attention during the course of our work which may indicate that the conduct of any past or present director would make him unfit to be concerned with the management of the company. I would confirm that our report has been submitted.

## **PRE-APPOINTMENT REMUNERATION**

The board previously authorised the payment of a fee of £4,000 plus VAT for assistance with preparing the Statement of Affairs, producing and circulating the notices for the meetings of members and creditors prior to our appointment at a meeting held on 13<sup>th</sup> June 2011. Of this £750 plus VAT was to be paid to Howard Frank Limited, the company's former accountants for their assistance with preparing accounts in connection with the Statement of Affairs. The fee for the Statement of Affairs and meetings was paid by Peasy Toys Limited on 14<sup>th</sup> June 2011, a company of which the former director Mr Segal was a director.

## **JOINT LIQUIDATORS' REMUNERATION**

Our remuneration was previously authorised by creditors at a meeting held on 30<sup>th</sup> June 2011 to be

drawn on a time cost basis. Our total time costs to 29th June 2012 amount to £4,078.00 representing 17.30 hours which have been charged at an average hourly charge-out rate of £235.72. No remuneration has been drawn towards these costs as no funds have been realized in this matter. A schedule of our time costs incurred to date is attached as Appendix 1.

A description of the routine work undertaken in the liquidation to date is as follows -

- 1 Administration and Planning
  - Preparing the documentation and dealing with the formalities of appointment
  - Statutory notifications and advertising
  - Preparing documentation required
  - Dealing with all routine correspondence
  - Maintaining physical case files and electronic case details on IPS
  - Review and storage
  - Case bordereau
  - Case planning and administration
  - Preparing reports to members and creditors
  - Convening and holding meetings of members and creditors
- 2 Cashiering
  - Maintaining and managing the Joint Liquidators' cashbook and bank account
  - Ensuring statutory lodgements and tax lodgement obligations are met
- 3 Creditors
  - Dealing with creditor correspondence and telephone conversations
  - Preparing reports to creditors
  - Maintaining creditor information on IPS
  - Reviewing and adjudicating on proofs of debt received from creditors
- 4 Investigations
  - Review and storage of books and records
  - Prepare a return pursuant to the Company Directors' Disqualification Act
  - Conduct investigations into suspicious transactions
  - Review books and records to identify any transactions or actions a Joint Liquidator may take against a third party in order to recover funds for the benefit of creditors
- 5 Realisation of Assets
  - Corresponding with solicitors in the matter of the rent deposit
  - Liaising with the company's bank regarding the closure of the account
  - Liaising with HMRC in respect of the potential VAT refund

A copy of 'A Creditors Guide to Liquidators' Fees published by the Association of Business Recovery Professionals and 'A Statement of Insolvency Practice 9 (Revised)' together with an explanatory note which shows Leigh Adams LLP's fee policy are available at the link from our office on request. Please note that there are different versions for cases that commenced before or after 6 April 2010 and in this case you should refer to the post-April 2010 version.

## JOINT LIQUIDATORS' EXPENSES

Our expenses to 29<sup>th</sup> June 2012 amount to £116.56 plus VAT. No expenses have been drawn in this matter as no funds have been realised.

The following expenses have been incurred but have not yet been paid -

Type of expense	Amount of expense incurred/accrued to date	Amount still to be paid
Statutory Advertising	£96.56	£96.56
Bordereau	£20.00	£20.00

The following professional advisor has been utilised in this matter -

Professional Advisor	Nature of Work	Fee Arrangement
Hunt Morgan Rostron	Solicitors	Time costs

The choice of professional was based on our perception of their experience and ability to perform this type of work, the complexity and nature of the assignment and the basis of my fee arrangement with them. No fees have been charged in this matter as no funds have been realised.

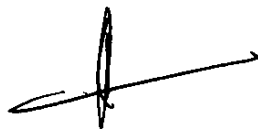
#### **DIVIDEND PROSPECTS**

On present information there is little prospect of any dividend being declared to unsecured creditors who have proved a debt in this matter as no funds have been realised. However, should any funds be realised in respect of the potential VAT refund, creditors will be advised of any revised dividend prospects in due course.

As previously advised, the Company gave a floating charge to RBS Invoice Finance Limited on 18<sup>th</sup> June 2010. However, as the charge has subsequently been released and no claim has been received the prescribed part provisions will not apply in this matter.

#### **SUMMARY**

The liquidation will remain open until the matter of the potential VAT refund has been completed. Once this issue has been dealt with the liquidation will be finalised and our files will be closed.



**Paul Adam Weber ACA FCCA MABRP**  
**Joint Liquidator**



**Force Air Distribution Limited**  
**(In Liquidation)**  
**Joint Liquidators' Abstract of Receipts & Payments**

Statement of Affairs		From 30/06/2011 To 29/06/2012	From 30/06/2011 To 29/06/2012
	<b>ASSET REALISATIONS</b>		
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NIL	Trade Debtors	NIL	NIL
NIL	VAT Refund	NIL	NIL
	Cash at Bank	178 60	178 60
NIL	Rent Deposit	NIL	NIL
		<u>178 60</u>	<u>178 60</u>
	<b>UNSECURED CREDITORS</b>		
(177,405 00)	Trade & Expense Creditors	NIL	NIL
(2,000 00)	HSBC Bank plc	NIL	NIL
(9,144 00)	H M Revenue & Customs - Corporatio	NIL	NIL
(2,840 00)	H M Revenue & Customs - PAYE/NI	NIL	NIL
(403,949 00)	Loans	NIL	NIL
		<u>NIL</u>	<u>NIL</u>
	<b>DISTRIBUTIONS</b>		
(2 00)	Ordinary Shareholders	NIL	NIL
		<u>NIL</u>	<u>NIL</u>
<u>(595,340.00)</u>		<u><b>178.60</b></u>	<u><b>178.60</b></u>
	<b>REPRESENTED BY</b>		
	Bank 1 - Current		178 60
			<u><b>178.60</b></u>

**Leigh Adams LLP**  
**Force Air Distribution Limited**  
**Creditor Claims Summary Report**

Key	Name	Rep. By	S of A £	Claim £	Agreed Claim £
CC00	Creditsafe Business Solutions Ltd		2,144 02	0 00	0 00
CC01	Close Premium Finance Ltd		2,139 33	0 00	0 00
CD00	David Landsberg		30,000 00	0 00	0 00
CE00	Electronics - On Line (Ltd)		6,533 74	0 00	0 00
CE01	E ON UK Ltd		150 37	0 00	0 00
CH00	HM Revenue & Customs		0 00	0 00	0 00
CH03	HM Revenue & Customs - Corp Tax		9,144 49	9,111 69	9,111 69
CH05	HM Revenue & Customs - PAYE/NI		2,839 98	6,719 40	6,719 40
CH06	HSBC Bank plc		2,000 00	0 00	0 00
CH07	HM Revenue & Customs		0 00	0 00	0 00
CH08	Howard Frank Limited/Howard Frank Services Lt		2,895 31	2,426 00	2,426 00
CI00	Inland Revenue		0 00	0 00	0 00
CL00	Aura Security Group Ltd t/a Lock & Key Centre		2,467 50	0 00	0 00
CM00	Mark Segal		48,655 64	0 00	0 00
CM01	Matrix Fire & Security Ltd		2,232 27	2,232 27	2,232 27
CM02	Micrologic Computer Supplies Ltd		3,611 94	3,611 94	3,611 94
CM03	Micom International Ltd		131,335 63	0 00	0 00
CP00	Planet Products Ltd (FAO Dounia Kaabeche)		15,812 46	0 00	0 00
CP01	Parcel Network Ltd		4,000 00	0 00	0 00
CT00	The Royal Bank of Scotland plc		0 00	0 00	0 00
CU00	United Energy London Limited		325,292 86	325,292 86	325,292 86
CW00	Wantdontwant com Ltd		82 25	0 00	0 00
CW01	Watford Borough Council		4,000 00	907 87	907 87
<b>23 Entries Totalling</b>			<b>595,337.79</b>	<b>350,302.03</b>	<b>350,302.03</b>

**Force Air Distribution Limited – In Voluntary Liquidation**

**28.07 12**

**APPENDIX 1**

**TIME CHARGE OUT SUMMARY**

**HOURS**

<b>Classification of work function</b>	<b>Partner</b>	<b>Manager</b>	<b>Investigator</b>	<b>Administrator</b>	<b>Support</b>	<b>Total Hours</b>	<b>Time Costs £</b>	<b>Average Hourly Rate £</b>
Admin and Planning	6.30	6.00	0 00	0 00	1.90	14.20	3,408.00	240.00
Investigations	0.50	0.20	0.00	0.00	0.00	0.70	190.00	271.42
Realisation of Assets	0.80	0.00	0 00	0.00	0.00	0.80	240.00	300.00
Creditors	0.00	0.60	0.00	0 00	1.00	1.60	240.00	150.00
Trading	0.00	0.00	0.00	0.00	0.00	0.00	0 00	0.00
Support	0 00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
<b>Total Hours</b>	<b>7.60</b>	<b>6.80</b>	<b>0.00</b>	<b>0 00</b>	<b>2.90</b>	<b>17.30</b>		
<b>Total Costs</b>	<b>2,370.00</b>	<b>1,360.00</b>	<b>0.00</b>	<b>0.00</b>	<b>348.00</b>		<b>4,078 00</b>	
<b>Total Fees Claimed (£)</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>		<b>0.00</b>	

**CURRENT CHARGE OUT RATE OF INSOLVENCY TEAM MEMBERS**

**£**

<b>Partner</b>	<b>120 - 400</b>
<b>Manager</b>	<b>200</b>
<b>Support</b>	<b>120</b>

There may be a number of promotions through the various grades during the period of the administration.

It is the policy of the firm to account for secretarial staff as an overhead cost  
Overhead costs are reflected in the charge out rates detailed