

Section 106

Return of Final Meeting in a
Creditors' Voluntary Winding UpPursuant to Section 106 of the
Insolvency Act 1986

To the Registrar of Companies

S.106

Company Number

01549005

Name of Company

Erdington Welded Fabrications Limited

I / We

Richard Toone, CVR Global LLP, New Fetter Place West, 55 Fetter Lane, London, EC4 1AA

David Oprey, CVR Global LLP, 1st Floor, 16/17 Boundary Road, Hove, East Sussex, BN3 4AN

Note The copy account must be
authenticated by the written
signature(s) of the Liquidator(s)

1 give notice that a general meeting of the company was summoned for 30 November 2015 (adjourned to 7 December 2015) pursuant to Section 106 of the Insolvency Act 1986, for the purpose of having an account (of which a copy is attached) laid before it showing how the winding up of the company has been conducted, and the property of the company has been disposed of, and that the same was done accordingly The meeting was inquorate,

2 give notice that a meeting of the creditors of the company was summoned for 30 November 2015 (adjourned to 7 December 2015) pursuant to Section 106 of the Insolvency Act 1986, for the purpose of having the said account laid before it showing how the winding up the company has been conducted and the property of the company has been disposed of and that the same was done accordingly The meeting was inquorate

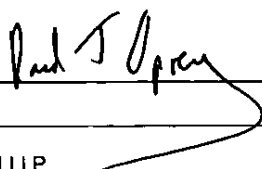
The meeting was held at First Floor, 16/17 Boundary Road, HOVE, BN3 4AN

The winding up covers the period from 29 November 2010 (opening of winding up) to the final meeting (close of winding up)

The outcome of any meeting (including any resolutions passed) was as follows

There was no quorum present at the meeting

Signed



Date 08 December 2015

CVR Global LLP
First Floor
16/17 Boundary Road
Hove
East Sussex
BN3 4AN

Ref ER0010L/RHT/EP/CH

WEDNESDAY



A18

A4LVL1VL

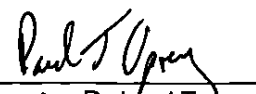
09/12/2015

COMPANIES HOUSE

#233

Erdington Welded Fabrications Limited
(In Liquidation)
Joint Liquidators' Abstract of Receipts & Payments
From 29 November 2010 To 7 December 2015

S of A £		£	£
	ASSET REALISATIONS		
1,200 00	Plant & Machinery	83 33	
4,700 00	Motor Vehicles	2,450 00	
14,954 36	Debtors (Pre-Appointment)	NIL	
2,410 27	Cash at Bank	2,410 27	
	Bank Interest Gross	18 19	
	Funds from CVA	0 09	
	Third Party Funds	4,000 00	
	Paymex Refund	1,990 74	
			10,952 62
	COST OF REALISATIONS		
	Specific Bond	54 00	
	Pre-appointment/S o A Fee	4,051 06	
	Liquidators' Fees	2,500 82	
	Liquidators' Disbursements	476 39	
	Court Fee	604 00	
	Legal Fees (1)	1,837 40	
	Corporation Tax	1 49	
	Statutory Advertising	202 10	
	Insurance of Assets	1,225 36	
			(10,952 62)
	UNSECURED CREDITORS		
(319,969 23)	Trade and Expense Creditors	NIL	
			NIL
(296,704.60)			0.00
	REPRESENTED BY		
	Vat Receivable		816 00
	Vat Payable		(816 00)
			NIL


 Richard Teone
 Joint Liquidator

IN THE MATTER OF
ERDINGTON WELDED FABRICATIONS LIMITED – IN CREDITORS’ VOLUNTARY LIQUIDATION
(“THE COMPANY”)

COMPANY NO: 01549005

FINAL REPORT OF THE JOINT LIQUIDATORS
PURSUANT TO RULE 4.49D
OF THE INSOLVENCY RULES 1986 (AS AMENDED)

CVR Global LLP

First Floor
16/17 Boundary Road
Hove
East Sussex
BN3 4AN
Telephone Number: 01273 421200
Fax Number: 01273 417330

E Mail: Chopkins@cvr.global
Website: www.cvr.global

ERDINGTON WELDED FABRICATIONS LIMITED – IN CREDITORS’ VOLUNTARY LIQUIDATION

TABLE OF CONTENTS

	Page
Introduction	1
Background	1
Receipts and Payments Account	2
Asset Realisations	2
Creditors	4
Dividend Prospects	4
Costs of Realisation	4
Joint Liquidators’ Remuneration and Disbursements	5
Charge Out Rates	6
Right to Request Further Information	6
Investigations	6
Conclusion	6

APPENDICES

Appendix 1	Receipts & Payments Account
Appendix 2	Summary of Liquidators’ Timecosts & Disbursements
Appendix 3	CVR Global LLP Chargeout Rates & Disbursements Recovery Policy

ERDINGTON WELDED FABRICATIONS LIMITED – IN CREDITORS' VOLUNTARY LIQUIDATION

REPORT OF THE JOINT LIQUIDATORS

7 DECEMBER 2015

INTRODUCTION

I, David Oprey of CVR Global LLP, 1st Floor, 16/17 Boundary Road, Hove, East Sussex, BN3 4AN, together with my partner, Richard Toone, was appointed Joint Liquidator of the above Company on 29 November 2010

In accordance with Rule 4 126(1E) and Rule 4 126A(4) of the Insolvency Rules 1986, as amended by the Insolvency Amendment Rules 2010, I am pleased to present my final report. This report relates to the period from 29 November 2010 to 7 December 2015.

BACKGROUND

The Company was incorporated on 5 March 1981 as manufacturers and suppliers of fabricated steel products primarily to the residential building industry. It traded from premises at Merlin Way, Quarry Hill Industrial Park, Ilkeston, Derbyshire, DE7 4RA

The Company's sole director is Mr Lakhbir Singh

During 2008, turnover fell by 50% on the previous year, with three large developers suspending their projects and orders with the Company. In addition, three major customers entered into a formal insolvency process resulting in losses to the Company of £65,000

With the Company finding itself unable to meet its financial obligations, the director, sought advice from its financial advisers and, at their recommendation, Chantrey Vellacott DFK (now CVR Global LLP) were approached for assistance in respect of the options available to the Company. A number of options including Administration were considered. After consultation with the Company's secured creditors, the director recommended that a proposal for a Company Voluntary Arrangement ("CVA" / "the Arrangement") be put to creditors on the basis that it would result in a greater return to creditors than would be the case if the Company were either placed into Administration or wound up.

At a meeting of creditors on 5 June 2009, over 75% of creditors voted to accept the Company's proposals for a CVA without modifications. Regrettably, the Company was unable to achieve the level of turnover that was anticipated at the outset of the CVA and fell into arrears with the required contributions. In line with the Arrangement, the Joint Supervisors consulted creditors for their wishes on whether to issue a Certificate of Default against the Company, and therefore fail the Arrangement, or otherwise allow the Company two months in which to bring the arrears up to date.

Over 75% of voting creditors passed a Resolution to issue a Certificate of Default and fail the CVA. The default resulted from both the above vote, as well as the Company's failure to keep up to date with its post-Arrangement taxes, which was in contravention to the agreed CVA Terms.

The director considered that the extent of the Company's liabilities presented no prospect of the Company returning to profitability in the short term. As a result, the director initiated proceedings to place the Company into Creditors' Voluntary Liquidation ("CVL"). It was considered that placing the Company into CVL, rather than requiring the Joint Supervisors to petition for the Company to be wound up, would result in the minimising of costs.

The Company went into Liquidation on 29 November 2010.

RECEIPTS AND PAYMENTS ACCOUNT

A copy of the Liquidators' Receipts and Payments account to date is enclosed (Appendix 1).

ASSET REALISATIONS

To date, the following assets have been realised, compared with the director's estimated Statement of Affairs -

	Estimated To Realise	Realised To Date
	£	£
Cash at Bank	2,410	2,410
Debtors	14,954	-
Motor Vehicles	4,700	2,450
Plant and Machinery	1,200	83
Funds from CVA	-	0.09
Bank Interest Gross	-	18
Paymex Refund	-	1,991
Third Party Funds	-	4,000
Total	<u>23,264</u>	<u>10,952</u>

Details of asset recoveries to date, together with any assets still to be realised, are set out below.

Cash at Bank

At the date of our appointment, the Company had a bank account held with Lloyds TSB Bank plc ("Lloyds"). The sum of £2,410.27 was remitted to the Liquidation estate on 20 December 2010.

Debtors

No book debts have been realised due to the director failing to provide the Company's books and records relating to the debts.

Motor Vehicles

According to the Statement of Affairs, the Company's four motor vehicles were estimated to realise the following

Ford Transit T280 Van	£1,250 00
Iveco Ford 75e17 Truck	£2,000 00
LDV Pilot Panel Van	£550 00
Ford Mondeo 1 8TDci LX	<u>£900 00</u>
	<u>£4,700.00</u>

The first two vehicles were sold for £500 and £1,500 plus VAT respectively. The remaining two vehicles were sold for scrap due to their age and poor condition. Total realisations of £2,450 have been received and no further recoveries are expected from this source.

Plant and Machinery

£83.33 was received for two saws. This is less than anticipated as one of them was sold for scrap and the other was in need of repair. It was not considered cost effective to have it repaired.

Funds from the CVA

There was a small balance of funds remaining in the CVA account and these were transferred to the Liquidation.

Paymex Refund

As previously advised, a VAT refund of £1,990.74 relating to the period when the Company was subject to a Voluntary Arrangement has been received. No further recoveries are expected from this source.

Third Party Funds

You may recall that a Bankruptcy Order was made against Mr Singh on 19 September 2013 in respect of the outstanding funds owed under the terms of a personal guarantee he had provided to the Company. I can confirm that the sum of £4,000 has been received by a third party towards his personal guarantee.

The Trustees of his Bankruptcy estate have recently confirmed that there are insufficient funds in the Bankruptcy estate to allow for a distribution to any class of creditor. Consequently, no further recoveries are expected under the personal guarantee.

Bank Interest Gross

Finally I have received £18.19 of bank interest from the bank account into which Liquidation funds were held. Apart from final post-appointment VAT to reclaim, no further recoveries are anticipated.

CREDITORS**Secured Creditors**

At the date of Liquidation, there were two outstanding charges registered against the Company

The first is in favour of Lloyds and is in the form of a debenture comprising fixed and floating charges. The charge was created on 6 March 2007 and registered on 17 March 2007.

The second is in favour of Lloyds TSB Commercial Finance Limited and is in the form of an all assets debenture comprising fixed and floating charges. The charge was created on 20 August 2008 and registered on 29 August 2008.

Preferential Creditors

There are no preferential creditors in this matter.

Prescribed Part

Pursuant to Section 176A of The Insolvency Act 1986 (as amended), a Prescribed Part of the Company's net assets should be set aside for the benefit of unsecured creditors. This reduces the funds that would otherwise be made available to any secured creditor under Floating Charges created after 15 September 2003.

The net property of the Company is less than the prescribed minimum and the Joint Liquidators consider that the cost of making a distribution to unsecured creditors would be disproportionate to the benefits.

Accordingly, under the provisions of Section 176A(3), no Prescribed Part has been set aside for unsecured creditors.

Unsecured Creditors

Unsecured creditor claims totalling £115,355.77 have been received.

DIVIDEND PROSPECTS

Asset realisations were insufficient to enable a dividend to be paid to any class of creditor. Funds realised have already been used or allocated for defraying the costs and expenses of the Liquidation.

A Notice of No Dividend has already been issued.

COSTS OF REALISATION

A number of disbursements have been paid from the Liquidation estate. They include statutory insurance (specific bond) of £54, costs of £1,225.36 for insurance cover on the assets of the Company, statutory advertising costs of £202.10 plus VAT, Court and legal fees of £604 to issue

a Statutory Demand and serve a Bankruptcy Petition on the director and post-Liquidation corporation tax of £1 49

Other Costs

Fortis Law Limited, a firm of solicitors based in Brighton, East Sussex, were retained as legal advisors in acting on my behalf to pursue the Director under the terms of his PG. Their costs of £1,837 plus VAT have been paid.

JOINT LIQUIDATORS' REMUNERATION AND DISBURSEMENTS

At the Meeting of Creditors held on 29 November 2010 creditors agreed that Chantrey Vellacott DFK LLP (now CVR Global LLP) be paid £7,000, plus VAT and disbursements, for assistance in preparing the director's Statement of Affairs and convening the creditors' meeting, of which £4,051 06 plus VAT has been paid.

At the same meeting, the creditors also passed a resolution enabling the Joint Liquidators to draw their remuneration based on their firm's time costs, and to draw Category 2 disbursements.

A summary of the Liquidators' time costs, covering the period since my appointment and the period covered by this report, analysed by grade of staff, is attached at Appendix 2.

In accordance with the Statement of Insolvency Practice 9 issued by the Association of Business Recovery Professionals and adopted by my professional licensing body, I advise that the overall time spent during the period of the Liquidation (from 29 November 2010 to date) and charge out value of that time is 103 8 hours and £20,937 respectively. This equates to an average hourly charge out rate of £202. These figures do not include VAT.

In relation to the period covered since my draft final report to members and creditors dated 18 September 2015, I advise that the time spent and charge out value of that time is 7 4 hours and £1,460 respectively.

To date, the Joint Liquidators have drawn fees and disbursements in the sum of £2,500 82 plus VAT and £476 39 plus VAT respectively, of which 82p of fees and all of the disbursements were drawn since our last report to members and creditors.

The work undertaken as Liquidators is derived from the responsibilities placed upon us by the underlying legal and regulatory framework for work of this nature. We have been assisted by the assignment manager and administrator, together with secretarial staff and cashiers. All personnel were charged directly to the assignment for all of the time relating to the case.

I believe this case to be of average complexity and no exceptional responsibility has fallen upon us as Liquidators. However, it should be noted that substantial time costs have been incurred in pursuing payment for the assets and chasing the director for information regarding the retentions.

Disbursements represent the reimbursement of expenses incurred on behalf of the assignment. These are outlined in the attached summary of Liquidators' remuneration and disbursements.

CHARGE OUT RATES

In common with other professional firms, our charge out rates increase from time to time over the period of the administration of the case. I enclose an explanation of office holders charging and disbursement recovery policies for your reference as Appendix 3.

A Creditors' Guide to Liquidators' Fees, which provides information for creditors in relation to the remuneration of the Liquidators, can be accessed at the website of the Association of Business Recovery Professionals at <http://www.r3.org.uk/index.cfm?page=1210>. Alternatively, I can provide you with a copy on written request to my office.

RIGHT TO REQUEST FURTHER INFORMATION

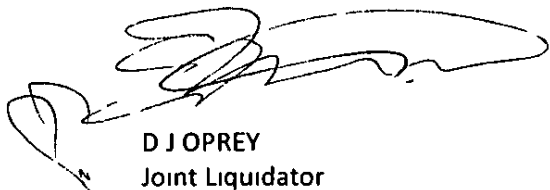
Creditors were informed of their right to request further information or to challenge the Liquidators' remuneration under Rule 4.49E and Rule 4.131 of the Insolvency Rules 1986 (as amended). No challenges were received within the relevant timeframes.

INVESTIGATIONS

I confirm that the Liquidators have complied with our statutory duty in relation to the director's conduct report which has been submitted to the Department for Business, Innovation and Skills, in accordance with the Company Directors Disqualification Act 1986.

CONCLUSION

This is the final report presented to members and creditors at the adjourned final meetings held on 7 December 2015.



D J OPREY

Joint Liquidator

Licensed to act as an Insolvency Practitioner in the UK by the Institute of Chartered Accountants in England and Wales

Enc

**Erdington Welded Fabrications Limited
(In Liquidation)**

Summary of Receipts & Payments

RECEIPTS	Statement of Affairs (£)	From 29/11/2010 To 19/09/2015 (£)	From 20/09/2015 To 07/12/2015 (£)	Total (£)
Book Debts	14,954 00	0 00	0 00	0 00
Plant & Machinery	1,200 00	83 33	0 00	83 33
Motor Vehicles	4,700 00	2,450 00	0 00	2,450 00
Cash at Bank	2,410 27	2,410 27	0 00	2,410 27
Bank Interest Gross	-	18 19	0 00	18 19
Funds from CVA	-	0 09	0 00	0 09
Third Party Funds		4,000 00	0 00	4,000 00
Paymex Refund		1,990 74	0 00	1,990 74
	23,264.27	10,952 62	0 00	10,952 62

PAYMENTS

Specific Bond	54 00	0 00	54 00
Pre-appointment/S o A Fee	4,051 06	0 00	4,051 06
Liquidators' Fees	2,500 00	0 82	2,500 82
Liquidators' Disbursements	0 00	476 39	476 39
Court Fee	604 00	0 00	604 00
Legal Fees (1)	1,837 40	0 00	1,837 40
Corporation Tax	1 49	0 00	1 49
Statutory Advertising	129 60	72 50	202 10
Insurance of Assets	1,225 36	0 00	1,225 36
	10,402 91	549.71	10,952.62
Net Receipts/(Payments)	549 71	(549 71)	0 00

MADE UP AS FOLLOWS

Vat Receivable	1,216 00	0 00	1,216.00
Vat Payable	(36 67)	0 00	(36 67)
VAT Inputs (Outputs)	(1,179 33)	0 00	(1,179 33)
	0 00	0 00	0 00

ERDINGTON WELDED FABRICATIONS LIMITED - IN LIQUIDATION
Appendix 2

Time and Chargeout Summary for the period 29/11/2010 to 19/09/2015							
	Hours						
Classification of work function	Partner / Director	Manager	Other Senior Professionals	Assistants & Support Staff	Total Hours	Time Cost £	Average hourly rate £
Administration & Planning	4 10	5 50	22 20	11 30	43 10	8,417 50	195 30
Investigations	0 90	0 00	6 50	0 00	7 40	1,273 50	172 09
Realisation of Assets	2 10	0 80	11 60	0 40	14 90	2,982 50	200.17
Creditors	3 60	0 20	16 90	4 30	25 00	5,475 50	219.02
Case Specific Matters	0 00	0 10	5 90	0 00	6 00	1,328 50	221 42
Total Hours	10.70	6 60	63.10	16 00	96 40	19,477 50	202 05
Total fees Claimed	3,383 50	1,703 00	12,392 50	1,998.50	19,477 50		

Time and Chargeout Summary for the period 20/09/2015 to 07/12/2015							
	Hours						
Classification of work function	Partner / Director	Manager	Other Senior Professionals	Assistants & Support Staff	Total Hours	Time Cost £	Average hourly rate £
Administration & Planning	0 30	0 00	1 20	1 00	2 50	482 50	193 00
Realisation of Assets	0 00	0 00	0 70	0 00	0 70	133 00	190 00
Creditors	0 50	0 00	3 30	0 40	4 20	844 00	200 95
Total Hours	0 80	0 00	5 20	1 40	7 40	1,459 50	197 23
Total fees Claimed	287 00	0 00	988 00	184.50	1,459 50		

Time and Chargeout Summary for the period 29/11/2010 to 07/12/2015							
	Hours						
Classification of work function	Partner / Director	Manager	Other Senior Professionals	Assistants & Support Staff	Total Hours	Time Cost £	Average hourly rate £
Administration & Planning	4 40	5 50	23 40	12 30	45 60	8,900 00	195 18
Investigations	0 90	0 00	6 50	0 00	7 40	1,273 50	172 09
Realisation of Assets	2 10	0 80	12 30	0 40	15 60	3,115 50	199.71
Creditors	4 10	0 20	20 20	4 70	29 20	6,319 50	216 42
Case Specific Matters	0 00	0 10	5 90	0 00	6 00	1,328 50	221 42
Total Hours	11.50	6 60	68 30	17.40	103 80	20,937 00	201 71
Total fees Claimed	3,670 50	1,703 00	13,380 50	2,183 00	20,937 00		

Disbursements	
Other amounts paid or payable to the office holder's firm or to any party in which the office holder or his firm or any associate has an interest	
Type and Purpose	£
Court Fees	316 00
Printing, photocopying & postage	148 39
Document repository fee	12 00

CHARGEOUT RATES AND DISBURSEMENT RECOVERY POLICIES**Chargeout Rates**

In accordance with the provisions of Statement of Insolvency Practice 9 ("SIP 9"), the firm's chargeout rates applicable to this appointment, exclusive of VAT, are as follows

	From 1 January 2015 £ per hour	From 1 August 2013 £ per hour	From 1 August 2011 £ per hour	From 1 August 2010 £ per hour
Partners / Office Holders	370 - 475	350 - 450	350 - 450	350 - 430
Consultants	370 - 475	350 - 450	350 - 450	350 - 450
Directors	340 - 370	325 - 350	325 - 340	320 - 330
Senior Manager	315 - 340	300 - 325	300 - 315	270 - 310
Managers	295 - 315	280 - 295	280 - 295	250 - 280
Assistant Managers	275 - 295	260 - 280	260 - 275	230 - 260
Senior Executive / Analyst	230 - 265	220 - 250	220 - 250	175 - 250
Executive	150 - 190	135 - 180	125 - 175	100 - 170
Cashier	130 - 175	125 - 165	120 - 160	115 - 180
Secretaries / Support / Junior Analyst	85 - 120	80 - 115	80 - 110	70 - 110

Chargeout rates are normally reviewed annually on 1 July when rates are adjusted to reflect such matters as inflation, increases in direct wage costs, and changes to indirect costs such as Professional Indemnity Insurance. It is the firm's policy for the cashier's time spent on an assignment to be charged to the case. However, secretarial and office admin support time is charged only in respect of identifiable blocks of time devoted to the case where we consider it to be viable to do so. All time is recorded in 6 minute units.

Direct expenses ("Category 1 Disbursements")

Category 1 disbursements as defined by SIP 9, which can be specifically identified as relating to the administration of the case will be charged to the estate at cost, with no uplift. These include but are not limited to such items as case advertising, storage, online reporting facilities, bonding and other insurance premiums and properly reimbursed expenses incurred by personnel in connection with the case.

Indirect expenses ("Category 2 Disbursements")

It is our normal practice to also charge the following indirect disbursements ("Category 2 Disbursements as defined by SIP 9) to the case, where appropriate:

Circulars to creditors

Plain/headed paper including photocopying	12p per side
Envelopes	12p each
Postage	Actual cost

Room Hire

For the convenience of creditors and to save the cost of booking an outside hotel room, meetings of creditors are occasionally held internally at our offices. Where meetings of creditors are held in one of our internal meeting rooms, a charge of £100 plus VAT is levied to cover the cost of booking the room.

Travel

Mileage incurred as a result of any necessary travelling is charged to the estate at the H M Revenue & Customs approved rate, currently 40p per mile.

All of the above costs are subject to amendment by the firm at any time and if amended will be notified to creditors with the next circular sent to all creditors.

Company Searches & Electronic Verification of Identity

Included in expense and/or disbursements, Company Searches and electronic Verification of Identity include an element of shared costs. Such expenses are of an incidental nature but are generally incurred on each case. In line with the cost of the external provision of such services, a charge of £15 plus VAT is levied to cover the cost of these searches.

CVR Global LLP

Updated 1 May 2015

CVR GLOBAL is a limited liability partnership registered in England and Wales (NoOC398681) whose registered office is at New Fetter Place West, 55 Fetter Lane, London, EC4A 1AA. The term "partner" denotes a member of a limited liability partnership. A list of members of CVR Global LLP is available at our registered office.