

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

To the Registrar of Companies

Company Number

02578071

Name of Company

(a) Insert full name of
company

(a) Manchester Valve & Fitting Co

Limited

(b) Insert full name(s)
and address(es)

I/We (b) Andrew David Rosler
Ideal Corporate Solutions Ltd
Lakeside House
Waterside Business Park
Smiths Road
Bolton
BL3-2PJ

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 19 March 2012
to 18 March 2013

Signed



Date

21.4.13

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

Andrew David Rosler
Ideal Corporate Solutions Ltd
Lakeside House
Waterside Business Park
Smiths Road
Bolton
BL3-2PJ

THURSDAY



A2711GZV

A18

25/04/2013

#138

COMPANIES HOUSE

When calling please contact **Lindsay Pilkington**
Direct dial. **01204 663007**
Direct fax **01204 663027**
E-mail **lindsay.pilkington@idealcs.co.uk**

Our ref: ADR/NI/LJP/M5794/006

TO ALL KNOWN MEMBERS

- Business Recovery
- Insolvency Specialists
- CVAs, Liquidations
- Administrations
- Business Re-Finance
- Business Services

17 April 2013

Dear Sirs

MANCHESTER VALVE & FITTING CO LIMITED – IN LIQUIDATION

LIQUIDATOR'S PROGRESS REPORT

I have pleasure in enclosing my third progress report to members pursuant to Section 92A of the Insolvency Act 1986 and Rule 4.49c of the Insolvency Rules 1986. This report covers the period 19 March 2012 to 18 March 2013

COMPANY INFORMATION

Trading Name: Manchester Valve & Fitting Co Limited

Company Registered Number 02578071

Registered Office. Science Park North, Birchwood, Warrington, Cheshire, WA3 7WF

Trading Address Science Park North, Birchwood, Warrington, Cheshire, WA3 7WF

BACKGROUND

On 19 March 2010 the Company's shareholders passed a special resolution placing the Company into Members Voluntary Liquidation and nominating A D Rosler as Liquidator

ASSETS REALISATIONS TO DATE AND PROGRESS OF LIQUIDATION

Further to my last report dated 14 June 2012 I can confirm that no further realisations have been made

■ Lakeside House,
Waterside Business Park,
Smiths Road, Bolton, BL3 2QJ

■ Tel 01204 663000
■ Fax 01204 663030

■ Email help@idealcs.co.uk
■ Web www.idealcs.co.uk

In my last report I advised that correspondence had been received from HM Revenue and Customs ("HMRC") in relation to the Montpellier BBT scheme that the Company participated in. HMRC advised that there was an ongoing enquiry into the scheme, which in turn has resulted in a potential contingent claim within the Liquidation estate.

As a result I sought advice from my solicitor in respect of a possible conversion to a Creditors Voluntary Liquidation ("CVL") My solicitor advised that a conversion to a CVL would only be appropriate if the Liquidator was of the opinion that the Company will be unable to pay its debts in full within the twelve month period. Due to the complex nature of HMRC's contingent claim my solicitor confirmed that it would not currently be appropriate to convert to a CVL. I can confirm that regular updates are being sought from HMRC regarding the outcome of their enquiry and any potential claim

I am not aware of any previously undisclosed assets

RECEIPTS AND PAYMENTS TO DATE

A summary of the Liquidator's receipts and payments account for the period 19 March 2012 to 18 March 2013 is attached at Appendix 1

LIQUIDATOR'S REMUNERATION

Under the terms of the revised Statement of Insolvency Practice 9, which came into force on 06 April 2010, I am required to provide an analysis on how the time has been spent in a prescribed manner A summary of my time costs incurred for the period of 19 March 2012 to 18 March 2013 is enclosed at Appendix 2

My hourly charge out rates, and that of my staff assigned to the case are as follows

	With effect from 01 April 09 £
Director/Office Holder	300
Senior Manager	250
Manager	175
Assistant Manager	150
Senior Administrator	125
Administrator	100
Trainee Administrator	75
Cashier	75

Ideal Corporate Solutions Limited or any successor firm reserves the right to change the scale rates and grade structure of staff as and when appropriate.

The resolution was passed on 19 March 2010 at the meeting of shareholders that the Liquidator be authorised to pay the sum of £2,000 plus VAT in respect of Ideal Corporate

Solutions Limited's fees for preparing the Declaration of Solvency and convening the meetings of shareholders This liability has been settled in full

Furthermore, a resolution was passed confirming that the Liquidator's remuneration be based on time costs properly incurred by the Liquidator and his staff in administering the Liquidation and that he be authorised to draw fees in respect of those time costs from time to time together with all category one disbursements. As at 18 March 2013 the sum of £2,900 plus VAT has been drawn in this respect.

LIQUIDATOR'S DISBURSEMENTS

Category 1 disbursements are expenses that are directly related to a particular insolvency case, where the cost of the expense incurred is referable against an independent external supplier's invoice or published tariff of charges. Approval is not required for these disbursements

Category 2 disbursements are expenses that are of an incidental nature and cannot, or cannot easily, be directly related to a particular insolvency case because there is an element of shared or allocated cost. Where the cost of the expense incurred is an estimated, unitised cost, the charging policy will be based on external costs or opportunity costs.

The following disbursements have been incurred to date –

Category 1	£
Specific Bond	2,300 00
Postage	8 65
Company Searches	<u>1 00</u>
Total	<u>2,309.65</u>

To date the sum of £2,304 65 has been drawn in this respect.

Category 2	£
File Set Up	45.00
Photocopying	73 05
Total	<u>118 05</u>

To date the sum of £114.30 has been drawn in this respect.

LIQUIDATOR'S EXPENSES

Pursuant to R4 49C(5) and R4 49b(1)(f) the Liquidator is required to provide within this progress report, a statement of expenses incurred by him during the period of this report, irrespective of whether the payment was made in respect of such expenses during the

period. The statement will include details of all expenses and it will not always be possible to provide a precise figure for an expense that has been incurred. In such circumstances it will be necessary to provide a 'best estimate'. A full breakdown of the Liquidator's expenses is attached at Appendix 3.

MEMBER'S RIGHTS

I should advise you that members have the right to request that the Liquidator provides further information about his remuneration and expenses incurred during the administration of the Liquidation. Pursuant to Rule 4.49E of the Insolvency Rules 1986, this request must be made in writing, within 21 days of receipt of this report and can be made by any member with the concurrence of at least 5% of the total voting rights of all members having the right to vote at general meetings of the Company.

Pursuant to Rule 4.131 of the Insolvency Rules 1986, any member with the concurrence of at least 10% of the total voting rights of all members having the right to vote at general meetings of the Company, have the right to challenge the Liquidator's remuneration and expenses by application to the Court within 8 weeks of receiving the progress report.

DIVIDEND PROSPECTS

I can confirm that a dividend of 66.67p/£ was made to unsecured creditors on 23 March 2010 totalling £120,000. A further dividend of 33.3p/£ was made to unsecured creditors on 18 October 2012 totalling £60,000.

A distribution of £842,875,000 was declared and made to the Company's shareholders on 23 March 2010, representing a dividend of £8,428.75 per share.

I can confirm that due to the ongoing enquiry being conducted by HMRC and their potential contingent claim, a further distribution cannot be made until a conclusion in respect of their enquiry is reached.

I can advise that an indemnity for any shortfall in the distribution or any previously undisclosed liabilities was secured from the shareholders and will be called upon if deemed necessary.

Section 176A of the Insolvency Act 1986 provides that, where the Company has a floating charge created on or after 15 September 2003, the Liquidator must make a prescribed part of the Company's net property available for the unsecured creditors. Net property refers to the amount which would, were it not for this provision, be available for the floating charge creditor out of realisations achieved from floating charge assets.

I can advise that the Company has no unsatisfied floating charges created on or after 15 September 2003 and therefore the provisions of Section 176A of the Insolvency Act 1986 do not apply.

Please do not hesitate to contact Lindsay Pilkington on the above number should there be any further matters you wish to discuss

Yours faithfully

A handwritten signature in black ink, consisting of a stylized 'A' followed by a horizontal line that curves upwards at the end.

A D Rosler
Liquidator

Receipts and Payments Abstract: M5794 - Manchester Valve & Fitting Co Limited In Liquidation
 Bank, Cash and Cash Investment Accounts: From 19/03/2012 To 18/03/2013

SOA Value £	19/03/2012 to 18/03/2013		Total to 18/03/2013	
	£	£	£	£
ASSET REALISATIONS				
0 00	Bank Interest Net	3 38	10 02	
1,025,000 00	Cash at Bank	0 00	1,025,000 00	
0 00	Deposit for costs	13,000 00	13,000 00	
3,750 00	Investment in Subsidiary	0 00	0 00	
		13,003 38		1,038,010 02
COST OF REALISATIONS				
0 00	Accounting Fees	0 00	(3,423 50)	
0 00	Legal Fees	0 00	(1,162 50)	
0 00	Liquidator's Cat 1 Disbs	0 00	(2,304 65)	
0 00	Liquidators Cat 2 Disbs	0 00	(114 30)	
0 00	Liquidator's Fees	0 00	(2,900 00)	
0 00	Statement of Affairs Fees	0 00	(2,000 00)	
0 00	Statutory Advertising	0 00	(123 77)	
	VAT Irrecoverable	0 00	(2,203 01)	
		0 00		(14,231 73)
UNSECURED CREDITORS				
(180,000 00)	Associated Creditors	(60,000 00)	(180,000 00)	
		(60,000 00)		(180,000 00)
EQUITY				
(100 00)	Ordinary	0 00	(842,875 00)	
		0 00		(842,875 00)
848,650 00		(46,996 62)		903 29
REPRESENTED BY				
	Bank 1 Current		903 29	
				903 29
				903 29

REMUNERATION AND POLICY ON DISBURSEMENTS INCURRED BY OFFICE HOLDERS IN RESPECT OF THE ADMINISTRATION OF INSOLVENT ESTATES

INTRODUCTION

This policy applies where a licensed insolvency practitioner in this firm is seeking appointment, or is currently acting, as an office holder of an insolvent estate and a resolution will be proposed or has been approved authorising fees to be drawn on a time cost basis and category 2 expenses (defined below) to be paid as outlined below

REMUNERATION

Time is charged in 6 minute units Charge out rates per hour are as follows

	With effect from 01 April 09 £
Director/Office Holder	300
Senior Manager	250
Manager	175
Senior Administrator	150
Administrator	100
Trainee Administrator	75
Cashier	75

DISBURSEMENTS

Category 1 disbursements are expenses that are directly related to a particular insolvency case, where the cost of the expense incurred is referable against an independent external supplier's invoice or published tariff of charges Approval is not required for these disbursements

Category 2 disbursements are expenses that are of an incidental nature and cannot, or cannot easily, be directly related to a particular insolvency case because there is an element of shared or allocated cost Where the cost of the expense incurred is an estimated, unitised cost, the charging policy will be based on external costs or opportunity cost. They are charged as follows:

- Car mileage is re-charged at the rate of 50 pence per mile;
- Storage of books and records (when not rechargeable as a *Category 1 expense*) is recharged on the basis that the number of standard archive boxes held in storage for a particular case bears to the total of all archive boxes for all cases in respect of the period for which the storage charge relates;
- Printing and photocopying at 15p per copy,
- File set up at £45.00 per file

Please note that charge out rates and disbursements are reviewed annually on 1 May and are subject to change

APPENDIX 3

STATEMENT OF LIQUIDATOR'S EXPENSES FOR 19 MARCH 2012 TO 18
MARCH 2013

Expense	Third Party	Incurred (£)	Discharged (£)
Accounting Fees	Bennett Brooks	3,423.50	3,423 50
Legal Fees	Walker Morris	1,162.50	1,162 50

Ideal Corporate Solutions

TIME & CHARGEOUT SUMMARIES

Manchester Valve & Fitting Company Limited

To 18 Mar 2013

HOURS							
Classification Of work Function	Director	Manager	Other Senior Professional	Assistants & Support Staff	Total Hours	Time Cost £	Average Hourly Rate £
Administration & Planning	19 20	34 20	0 00	16 62	70 02	12,581 50	179 68
Realisation of Assets	0 00	2 70	0 00	0 00	2 70	337 50	125 00
Creditors	3 30	9 50	0 00	0 00	12 80	2,325 00	181 64
Investigations	0 00	0 00	0 00	0 00	0 00	0 00	0 00
Trading	0 00	0 00	0 00	0 00	0 00	0 00	0 00
Total Fees Claimed £	6,750 00	7,202 50	0 00	1,291 50		15,244 00	
Total Hours	22 50	46 40	0 00	16 62	85 52		
Average Rate	300 00	155 23	0 00	77 71			

CATEGORY 2 DISBURSEMENTS

Type & Purpose			Amount £
30/06/2010	Bank Charges	Bank chgs Apr-June 10	6 00
30/09/2010	Bank Charges	Bank chgs July - Sept 10	6 00
31/03/2010	File Set-Up	File setup fee March 10	2,300 00
31/03/2010	File Set-Up	Correction	(2,300 00)
31/03/2010	File Set-Up	File setup fee March 10	18 00
31/03/2010	File Set-Up	File setup fee increase March 10	27 00
31/03/2010	Photocopies	Photocopies Feb & March 10	38 85
30/04/2010	Photocopies	Photocopying April 10	0 45
30/06/2010	Photocopies	Photocopies May & June 10	0 30
31/07/2010	Photocopies	Photocopies July 10	0 15
30/11/2010	Photocopies	Photocopies for November 2010	0 90
31/01/2011	Photocopies	Copies Jan 11	0 15
28/02/2011	Photocopies	Photocopies Feb 11	1 05
31/03/2011	Photocopies	Photocopies March 2011	3 15
30/04/2011	Photocopies	Photocopies April 10	0 30
31/05/2011	Photocopies	Photocopies May 2011	1 65
30/06/2011	Photocopies	Photocopies June 2011	3 30
31/07/2011	Photocopies	Photocopies July 11	6 60
30/09/2011	Photocopies	Photocopies Sept 2011	2 70
30/11/2011	Photocopies	Photocopies for November 2011	0 60
09/02/2012	Photocopies	Photocopying 9/12/11 - 9/2/12	0 15

To 18 Mar 2013

HOURS							
Classification Of work Function	Director	Manager	Other Senior Professional	Assistants & Support Staff	Total Hours	Time Cost £	Average Hourly Rate £
31/03/2012	Photocopies		Photocopies March 12				2 25
31/07/2012	Photocopies		Photocopying July 2012				0 15
31/05/2012	Photocopies		Photocopies May 2012				0 15
30/06/2012	Photocopies		Photocopies June 2012				6 90
30/09/2012	Photocopies		Photocopying Sept 12				2 10
31/10/2012	Photocopies		Photocopy's Oct 12				1 20
							130 05