

**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

02822576

Name of Company

CFS Realisations Limited formerly t/a CFS Aeroproducts Limited

I / ~~Me~~
A Turpin
35 Ludgate Hill
Birmingham
B3 1EH

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 20/12/2011 to 19/12/2012

Signed



Date

29.1.13

Poppleton & Appleby
35 Ludgate Hill
Birmingham
B3 1EH

Ref C9U/AT/GJB/SRH/JS



A219ILBK

A06

01/02/2013

#143

COMPANIES HOUSE

CFS Realisations Limited formerly t/a CFS Aeroproducts Limited
(In Liquidation)
Liquidator's Abstract of Receipts & Payments

Statement of Affairs		From 20/12/2011 To 19/12/2012
	H P ASSETS	
10,300 00	Citroen Relay LWB Dropside Van	NIL
(13,470 00)	Settlement	NIL
		NIL
	ASSETS NOT PLEDGED	
NIL	Leasehold Improvements	NIL
21,868 00	Cash in Hand	21,869 34
2,643 00	Bank Current Account - Jersey	4,404 79
7,000 00	Plant & Machinery	18,850 00
NIL	Office Furniture & Equipment	2,000 00
710 00	Motor Vehicles	760 00
5,000 00	Stock in Trade	10,000 00
Uncertain	Work in Progress	19,390 00
114,636 00	Book Debts	32,530 34
	Interest Gross	80 31
	Life Assurance Premium Refund	949 81
		110,834 59
	COST OF REALISATIONS	
	Auctioneers Charges	2,582 30
	Solicitors Fees	8,000 00
	Statutory Advertising	209 25
	Statement of Affairs Fee	7,125 00
	Stationery, Printing & Carriage	122 84
	Specific Bond	135 00
	Bank Charges & Interest	10 00
	Accountancy Fees	1,850 00
	Storage Costs	721 50
	Motor Expenses	144 00
	Liquidators Fees	33,000 00
		(53,899 89)
	PREFERENTIAL CREDITORS	
(3,904 00)	Employees Wages & Holiday Pay	NIL
		NIL
	FLOATING CHARGE CREDITORS	
(94,350 00)	National Westminster Bank Plc	NIL
		NIL
	UNSECURED CREDITORS	
(127,357 00)	Trade & Expense Creditors	NIL
(206,892 00)	PAYE	NIL
(77,626 00)	VAT	NIL
(6,051 00)	Pension Fund	NIL
(67,958 00)	Employees Redundancy & Notice	NIL
(6,933 00)	M Slater Loan a/c	NIL
(29,787 00)	P Broadway Loan a/c	NIL
(340,000 00)	Associated Companies	NIL
		NIL
	DISTRIBUTIONS	
(500,000 00)	Ordinary Shareholders	NIL

CFS Realisations Limited formerly t/a CFS Aeroproducts Limited
(In Liquidation)
Liquidator's Abstract of Receipts & Payments

Statement of Affairs	From 20/12/2011 To 19/12/2012
	NIL
(1,312,171.00)	56,934.70
REPRESENTED BY	
Bank	47,820 87
Vat Control Account	9,113 83
	56,934.70


A Turpin
Liquidator



01/02/2013
COMPANIES HOUSE #144

poppleton & appleby

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**TO ALL MEMBERS, CREDITORS AND
THE REGISTRAR OF COMPANIES**

Our Ref AT/GJB/SRH/JS/C9U/CVLL259
28 January 2013

Dear Sirs

**CFS Realisations Limited formerly t/a CFS Aeroproducts Limited
In Creditors' Voluntary Liquidation ("the Company")
Company Number 02822576**

In accordance with Section 104A of the Insolvency Act 1986 and Rule 4.49C of the Insolvency Rules 1986, I enclose a copy of my Progress Report to Creditors. I would remind Creditors that I was appointed as Liquidator of the Company on 20 December 2011 and now report following the end of a year since my appointment.

Receipts and Payments Account

I attach a copy of my Receipts and Payments Account from 20 December 2011 to 19 December 2012.

Fixed Charge Assets

HP Assets

The retained Citroen Relay Dropside van subject to a Lease Purchase Agreement with Lombard. Based on the market value of the vehicle it was clear that no equity was available after taking into account the settlement figure due to Lombard. Consequently the vehicle was returned to the finance company following my appointment.

Assets Subject to Floating Charge

Cash in Hand

The balance of £21,869 relates to debtor payments received in the hiatus period following this firm's instruction to assist in placing the Company into liquidation, and prior to my formal appointment as Liquidator.

Bank Current Account

The Company banked with Natwest Bank Plc. Funds of £4,405 were received from the Bank following my appointment, representing the credit balance held in the Company's current account.

Physical Assets

At the date of my appointment the Company was in possession of certain physical assets comprising Plant and Machinery, Motor Vehicles and Stock in Trade. In addition the Company held work in progress, that is a number of part completed items and projects.

Continued

A number of parties came forward expressing an interest in the Company assets, independent Agents GoIndustry DoveBid were instructed to liaise with those interested parties and co-ordinate the respective bids for those assets

A sale of the assets including rights to intellectual property and goodwill was agreed with Jet Shop Limited on recommendation from my Agents for consideration totalling £51,000, the breakdown of values attributable to each category of assets is set out in the attached Receipts and Payments Account

Book Debts

At the date of my appointment the Company's debtor ledger totalled £182,743, a provision had been set against the ledger to account for a number of known bad and disputed debts when estimating the realisable value of £114,636 for the purposes of the Statement of Affairs Realisations to date total £32,530

I believe that the Directors were optimistic in their assessment of the Debtor recoveries disclosed in the Statement of Affairs

A large proportion of Debtors have raised disputes ranging from work which had not been completed and in other instances appropriate paperwork could not be supplied to support the works being carried out in accordance with the terms of the Company's CAA and FAA licenses In view of the specialist nature of the works undertaken there was no prospect of passing the claims through legal proceedings where appropriate paperwork was not available

Assets Remaining Unsold

I can confirm that there are no assets which remain unrealised at this time with the exception of those ongoing matters referred to above

Costs of Liquidation

Professional Fees

Agents, Solicitors and Accountants were instructed during the course of the liquidation The scope of their engagement as well as the fees paid can be summarised as follows

Firm	Scope	Agreed fee structure	Original Budgeted Costs (£)	Professional Fees paid	Further Fees Expected (£)	Revised budget (£)
Neil Davies & Partners LLP - Solicitors	Dealing with the sale of the business assets and goodwill	Time Costs & Disbursements	10,000	8,000	0	8,000
GoIndustry DoveBid - Agents	Conducting a valuation of the Company's physical assets, reporting and overseeing asset sales	Time Costs & Disbursements	2,500	2,582	0	2,500
Primary Numbers - Accountants	Payroll Processing	Time Costs & Disbursements	200	200	0	200
Total			12,700	10,782	0	10,700

Continued

Liquidator's Remuneration

The costs of the liquidation paid to 19 December 2012 are detailed on the attached Receipts and Payments Account

To 19 December 2012 I have drawn fees of £33,000 against this firm's time costs of £35,274. The time costs incurred by this firm in this matter equate to 244 hours at an average charge out rate of £144 per hour.

The basis for drawing my fees and expenses were approved by Creditors at the initial Creditors' meeting and details of the date and content of the resolution passed has been circulated previously.

I can also confirm that the Statement of Affairs fee of £7,125 has been settled. The drawing of this fee and the basis of charge was approved at the initial meeting of Creditors.

Creditors also approved a resolution authorising payment in the sum of £1,650 to the Company Accountants, Primary Numbers, for their assistance with the preparation of the Statement of Affairs. I would confirm that this fee has been settled in full.

I believe that the other costs of the procedure are self explanatory. However, if any further explanation is required I would be only too happy to provide it upon request.

I have attached as Appendix A, a schedule of the routine work undertaken by me as Liquidator to date.

Outcome for Creditors

Preferential Creditor Claims

The position as regards Preferential Creditors can be summarised best as follows -

Number of Preferential Creditor Claims Received to Date	Estimated Statement of Affairs Value of Preferential Claims	Value of Preferential Creditor Claims Received to Date
3	£3,904	£4,788

I would confirm that a dividend of 100p in the £ was paid to agreed Preferential Creditors on 9 January 2013. As the dividend was declared outside the current reporting period it is not reflected in the attached Receipts and Payments Account.

Secured Creditor – National Westminster Bank Plc ("the Bank")

The Company granted a Debenture to National Westminster Bank Plc dated 22 January 2009, comprising fixed and floating charges over the assets of the Company. At the date of my appointment, the Bank was owed approximately £94,350.

As the Bank's security was created after the Enterprise Act 2003, the Prescribed Part rules apply to any floating charge realisations, that is a section of funds ring-fenced for the benefit of Unsecured Creditors.

Continued

Unsecured Creditors

The position as regards Unsecured Creditors can be summarised best as follows -

Number of Unsecured Creditor Claims Received to Date	Estimated Statement of Affairs Value of Unsecured Claims	Value of Unsecured Creditor Claims Received to Date
48	£578,086	£536,302

Based on current information it is likely that funds will be available for distribution to Unsecured Creditors in accordance with the Prescribed Part Regulations as referred to above

Crown Creditors

I can confirm that the position as regards the claims from Crown Creditors was confirmed as follows -

Number of Crown Creditor Claims Received to Date	Estimated Statement of Affairs Value of Crown Creditor Claims	Value of Crown Creditor Claims Received to Date
2	£284,518	£243,229

The Prescribed Part

The outcome as regards the Prescribed Part has been dealt with above under the heading 'Secured Creditor'

Conclusion

There remain certain areas as detailed within this report which require further time to fully resolve. I will continue with my functions to progress this case to closure once those various matters have been resolved.

I have attached as Appendix B, a statement of Creditors rights in relation to these proceedings.

If you should require any further information concerning this liquidation then please do not hesitate to contact either myself or Siann Huntley at this office.

Yours faithfully

For and on behalf of

CFS Realisations Limited formerly t/a CFS Aeroproducts Limited


A Turpin
Liquidator

CFS Realisations Limited formerly t/a CFS Aeroproducts Limited
(In Liquidation)
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To 19/12/2012

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		56,934 70
		A Turpin Liquidator

Time Entry - SIP9 Time & Cost Summary

C9U - CFS Realisations Limited formerly U/a CFS Aeroproducts Limited
Project Code POST
From 20/12/2011 To 19/12/2012

Classification of Work Function	Partner	Manager	Other Senior Professionals	Assistants & Support Staff	Total Hours	Time Cost (£)	Average Hourly Rate (£)
Administration & Planning	10.30	5.10	32.20	0.10	17.70	7,978.00	167.25
Case specific matters	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Creditors	1.10	10.10	41.60	0.90	53.70	7,521.00	140.06
Investigations	1.30	5.20	6.10	1.80	14.40	2,219.50	154.13
Realisations of Assets	2.60	23.00	96.80	3.60	126.00	17,048.00	135.30
Trading	0.00	2.60	0.00	0.00	2.60	507.00	195.00
Total Hours	15.30	46.00	176.70	6.40	244.40	35,273.50	144.33
Total Fees Claimed						33,000.00	
Total Disbursements Claimed						832.85	

Time Entry - SIP9 Time & Cost Summary

Category 2 Disbursements

C9U - CFS Realisations Limited formerley I/a CFS Aeroproducts Limited
 Project Code POST
 From 20/12/2011 To 19/12/2012

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

Transaction Date	Type and Purpose	Amount
26/02/2012	Milage 08 12 11	89 25
26/02/2012	Milage 29 11 11	54 75
26/03/2012	Storage	60 00
31/07/2012	Storage July 2012	60 00
30/03/2012	Storage Charges to 31 03 12	60 00
30/06/2012	Storage June 2012	60 00
31/08/2012	August Storage	60 00
26/09/2012	Sept Storage	60 00
31/10/2012	Storage Oct 12	60 00
28/11/2012	Nov Storage	60 00
09/06/2012	Storage Charges for May 2012	60 00
Total		584 00

APPENDIX A

ROUTINE WORK ORDINARILY UNDERTAKEN IN MEMBERS AND CREDITORS VOLUNTARY LIQUIDATIONS

1. Administration & Planning

- Preparing the documentation and dealing with the formalities of appointment
- Statutory notifications and advertising
- Preparing documentation required
- Dealing with all routine correspondence, e mails and telephone calls
- Maintaining physical case files and electronic case details in our computerised systems
- Review and storage
- Case bordereau reviews and maintenance.
- Case planning and administration
- Case reviews
- Preparing reports to interested parties
- Convening and holding meetings of members and creditors and, where appropriate, the Committee

2 Cashiering

- Maintaining and managing the Liquidator's cashbook and bank account(s)
- Ensuring statutory lodgements and taxation affair obligations are met

3 Creditors

- Dealing with creditor correspondence, e mails and telephone calls
- Preparing reports to Creditors and other interested parties
- Maintaining Creditor information within our computerised systems
- Reviewing and adjudicating upon proofs of debt received from Creditors

4 Investigations

- Review and storage of books and records
- Preparing a report pursuant to the Company Directors Disqualification Act (Not in a Members Voluntary Liquidation)
- Conduct investigations into suspicious transactions
- Reviewing books and records to identify any transactions or actions a Liquidator may take against a third party in order to recover funds for the benefit of Creditors

5. Realisation of Assets

- Corresponding with debtors (where appropriate) and attempting to collect outstanding book debts
- Liaising with the Company's bank regarding the closure of the accounts(s)
- Employment of Agents and Solicitors where appropriate to assist in dealing with the above

APPENDIX B

STATUTORY DISCLOSURE REQUIREMENTS

Legislative requirements state that when an Insolvency Practitioner reports to Creditors, there are certain statutory statements he must make. In order to fully comply with these conditions, we have set out below the statements which apply in these proceedings in this Appendix, rather than in the report itself, with the intention of keeping the report informative for Creditors whom are more likely to be interested in the practical points arising in the insolvency.

The statements which form part of this statutory report which also need to be considered along with it are as follows:-

- Please note that no funds have been held with the Insolvency Services Account at any time during the liquidation, therefore, it has been neither possible nor necessary to reconcile this account with the Secretary of State.
- I can confirm that there have been no unrealised assets in this matter.

Comments as Regards Liquidator's Remuneration -

- I attach details of this firm's fee and disbursement recovery policy, which includes details of our current charge out rates.
- Creditors/Members should note that a request for further information regarding my fees and expenses should be made within 21 days of receipt of this report, pursuant to Rule 4.49E of the Insolvency Rules 1986, details of which can be found on our website at www.poppletonandappleby.co.uk and selecting Creditors Login, Creditors Guidance Notes, Creditor/Members Rights and Rule 4.49E. A hard copy can be provided upon written request.
- Furthermore, I am obliged to advise Creditors/Members of their right to appeal the level of my remuneration and expenses, pursuant to Rule 4.131 of the Insolvency Rules 1986, a copy of which can be found on our website at www.poppletonandappleby.co.uk and selecting Creditors Login, Creditors Guidance Notes, Creditor/Members Rights and Rule 4.131. This allows Unsecured Creditors/Members, with the permission of the Court or with the concurrence of 5% or more of the Unsecured Creditors/Members (including the Creditor/Member instigating this process) to request further details as regards remuneration and expenses within the period of 21 days from receipt of this report. Secured Creditors have identical rights.
- Unsecured Creditors/Members, with either the permission of the Court or the concurrence of at least 10% of Creditors/Members may apply to Court to challenge the amount and/or basis of the Liquidator's fees and the amount of any proposed expenses or expenses already incurred, within 8 weeks of the receipt of this report. Secured Creditors have identical rights.