

# 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

03146937

Name of Company

Trade Supplies (Air Conditioning) Ltd

I / We

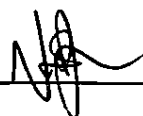
Nathan Jones, Castle Acres, Everard Way, Narborough, Leicester, LE19 1BY

Christopher John Stirland, Castle Acres, Everard Way, Narborough, Leicester, LE19 1BY

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 10/10/2015 to 09/10/2016

Signed



Date

4/11/16

FRP Advisory LLP  
Jupiter House  
Warley Hill Business Park  
The Drive  
Brentwood  
Essex  
CM13 3BE  
Ref T0660LEI/NMJ/CJS/EBB/SST/BC

SATURDAY  
TUESDAY



A05 29/11/2016 #140  
COMPANIES HOUSE  
\*A5J4V340\*  
A11 05/11/2016 #345  
COMPANIES HOUSE

**Trade Supplies (Air Conditioning) Ltd**  
**(In Liquidation)**  
**Joint Liquidators' Abstract of Receipts & Payments**

Statement of Affairs		From 10/10/2015 To 09/10/2016	From 10/10/2012 To 09/10/2016
	<b>SECURED ASSETS</b>		
	Goodwill	NIL	500 00
314,244 00	Book Debts	NIL	49,751 22
		NIL	50,251 22
	<b>COSTS OF REALISATION</b>		
	Factoring Charges	NIL	41,545 99
		NIL	(41,545 99)
	<b>SECURED CREDITORS</b>		
(260,643 00)	Bibby Financial Services Limited	NIL	NIL
		NIL	NIL
	<b>ASSET REALISATIONS</b>		
13,500 00	Plant & Machinery	NIL	4,620 00
	Furniture & Equipment	NIL	1,500 00
9,500 00	Motor Vehicles	NIL	6,930 00
40,000 00	Stock	NIL	30,000 00
	Book Debts	15 01	1,603 22
	Cash at Bank	75 79	487 79
	Bank Interest Gross	0 56	20 36
	Dividend payment	NIL	99 26
		91 36	45,260 63
	<b>COST OF REALISATIONS</b>		
	Preparation of S of A and Disburseme	NIL	20,350 95
	Liquidators' Remuneration	NIL	18,500 00
	Liquidators' Disbursements	NIL	1,185 59
	Security	NIL	1,024 84
	Accountancy Fees	NIL	304 50
	Agents/Valuers Fees (1)	NIL	7,076 25
	Legal Fees (1)	NIL	3,127 00
	Corporation Tax	NIL	2 23
	Statutory Advertising	NIL	76 50
	Insurance of Assets	NIL	676 81
		NIL	(52,324 67)
	<b>PREFERENTIAL CREDITORS</b>		
(3,266 00)	Employee Arrears/Hol Pay	NIL	NIL
		NIL	NIL
	<b>UNSECURED CREDITORS</b>		
(701,499 00)	Trade & Expense Creditors	NIL	NIL
(98,713 00)	Employees - Redundancy/Pay in Lieu	NIL	NIL
(388,000 00)	Directors Loan Account	NIL	NIL
(57,380 00)	HM Revenue & Customs - VAT	NIL	NIL
(50,000 00)	HM Revenue & Customs - PAYE	NIL	NIL
		NIL	NIL
	<b>DISTRIBUTIONS</b>		
(2 00)	Ordinary Shareholders	NIL	NIL
		NIL	NIL

(1,182,259 00)

91.36

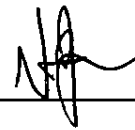
1,641 19

REPRESENTED BY

Vat Recoverable - Floating  
Bank 2 Current A/c

1,037 12  
604 07

1,641.19



Nathan Jones  
Joint Liquidator



**FRP Advisory LLP**  
Castle Acres  
Everard Way  
Narborough  
Leicester LE19 1BY  
Tel +44 (0)116 303 3333  
Fax +44 (0)116 303 3334  
www.frpadvisory.com

**TO SHAREHOLDERS AND ALL KNOWN  
CREDITORS**

your ref

our ref T0660LEI/CVL 51a/J

date 4 November 2016

please ask for Emily Ball

Dear Sirs

**TRADE SUPPLIES (AIR CONDITIONING) LTD - IN LIQUIDATION ("THE COMPANY")**

Further to my appointment as Joint Liquidator on 10 October 2012 I report on the progress of the liquidation for the period 10 October 2015 to 9 October 2016 ("the Period") in accordance with Rule 4 49(C) of the Insolvency Rules 1986

I attach:

- Appendix A – Statutory Information
- Appendix B – Receipts and payments account
- Appendix C – Details of my firm's time costs and disbursements including charge out rates
- Appendix D – Statement of expenses

**1. Receipts and Payments**

I attach at Appendix B my receipts and payments account detailing both transactions for the Period, and also since my appointment as Liquidator

**2. Work Undertaken by the Liquidator During the Period**

As previously reported, all of the Company's tangible assets were realised in the previous reporting periods and have been fully disclosed

During the Period we have met and liaised with the Solicitors appointed to pursue the claim in relation to the matters outlined below. We have made further investigations to document the chronology of events to support the claims.

**3. Investigations**

Part of my duties include carrying out proportionate investigations into what assets the Company has, including any potential claims against directors or other parties, and what recoveries could be made. I have reviewed the Company's books and records and accounting information, requested further information from the directors, and invited creditors to provide information on any concerns they have concerning the way in which the Company's business has been conducted. Having considered the information received I have been investigating the following matters.

- The extent to which the stock values were overstated in the Company's accounts,
- Allegations of cash transactions that were not put through the Company,
- Allegations that Company funds were used by a connected party to settle its own liabilities

In relation to the stock position we have determined that the stock value was overstated. Investigations into this matter are still ongoing.

Evidence in our possession has revealed cash transactions taking place and we have instructed solicitors to pursue this matter. It is not yet clear what level of recovery is likely to be achieved. The solicitors are working on a conditional fee agreement and will therefore only be paid out of recoveries in relation to this action.

In relation to the allegations that Company monies were used to settle connected party liabilities, we have been unable to gain sufficient evidence to pursue this matter. I therefore do not propose to take any further action unless further evidence is forthcoming.

#### **4. Dividend to Creditors**

The following preferential creditors' claims have been received:

	<b>£</b>
Employees	185 27
The Redundancy Payments Service	4,014 19

I have received claims totalling £403,357 97 from unsecured creditors who have proved their debts in these proceedings.

Pursuant to rule 11.7 of the Insolvency Rules 1986 it is not currently anticipated that a dividend will be declared to preferential and unsecured creditors as the funds realised during the liquidation are expected to be distributed, used or allocated for defraying the expenses of the administration.

#### **5. Prescribed Part**

In accordance with the Enterprise Act 2002, the prescribed part is an element of net realisations due to the floating charge holder which is made available for unsecured creditors (subject to the floating charge post-dating 15 September 2003).

In this circumstance it is currently anticipated that the floating charge realisations will be fully utilised in meeting the costs of realising the assets, there will be insufficient funds to make a prescribed part distribution to unsecured creditors.

#### **6. Liquidator's Remuneration, Disbursements and Expenses**

My remuneration as Liquidator is based on computerised records of all time spent on the administration of this case. Matters dealt with during the assignment are dealt with by different members of staff depending on the level of complexity and experience required. Time is charged to the case in maximum of 6 minute units. Charge-out rates are based on individual expertise, qualification and grade. The costs of the firm's support staff are not directly charged to the estate unless dealing with directly identifiable case specific matters. Charge out rates are reviewed at least annually, details of FRP Advisory LLP charge out rates together with a breakdown of the time costs and disbursements incurred during the period of this report and cumulatively, in accordance with Statement of Insolvency Practice 9 are attached at appendix C.

At the creditors meeting held on 10 October 2012 I was authorised to draw fees on a time cost basis. I have drawn fees to date of £18,500 exclusive of VAT.

The Liquidators' disbursements are a recharge of actual costs incurred by the Liquidators on behalf of the Company. Mileage payments made for expenses relating to the use of private vehicles for business travel,

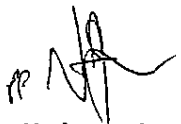
which is directly attributable to the insolvency estate, are paid by FRP Advisory at the HMRC approved mileage rate prevailing at the time the mileage was incurred. Details of disbursements incurred during the period of this report are attached at appendix C.

I attach at appendix D a statement of expenses that have been incurred during the period.

Creditors have a right to request further information from the Liquidator under Rule 4.49E of the Insolvency Rules 1986 and further have a right to challenge the Liquidator's remuneration and other expenses which are first disclosed in this report, under Rule 4.131 of the Insolvency Rules 1986. (For ease of reference these are the expenses incurred in the reporting period as set out in Appendix D only). Further details of these rights can be found in the Creditors' Guide to Fees which you can access using the following link <http://creditors.frp.advisory.com/feesguide.htm> and selecting the one for liquidations. Alternatively a hard copy of the relevant guide will be sent to you on request. Please note there is a time limit for requesting information being 21 days following the receipt of this progress report. There is a time limit of 8 weeks following the receipt of this report for a Court application that the remuneration or expenses are excessive.

If you have any queries about this report or the progress of the liquidation, please do not hesitate to contact Emily Ball of this office.

Yours faithfully



**Chris Stirland**  
**Joint Liquidator**

Licensed in the United Kingdom by the Insolvency Practitioners Association

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**Trade Supplies (Air Conditioning) Ltd**

**STATUTORY INFORMATION**

**Company Details:**

Other trading names	Unknown
Date of incorporation	16 January 1996
Company number	03146937
Registered office	c/o FRP Advisory LLP Castle Acres Everard Way Narborough Leicester LE19 1BY
Previous registered office	550 Valley Road Basford Nottingham NG5 1JJ
Business address	7 Claymill Road Troon Industrial Area Thurmaston Leicester LE4 9JJ

**Liquidator Details:**

Liquidators	Christopher John Stirland & Nathan Jones
Address of Liquidators	FRP Advisory LLP Castle Acres Everard Way Narborough Leicester LE19 1BY
Date of appointment of Liquidators	10 October 2012

**Trade Supplies (Air Conditioning) Ltd**  
**(In Liquidation)**  
**Joint Liquidators' Summary of Receipts & Payments**

Statement of Affairs £		From 10/10/2015 To 09/10/2016 £	From 10/10/2012 To 09/10/2016 £
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		NIL	50,251 22
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		NIL	(41,545 99)
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(260,643 00)	Bibby Financial Services Limited	NIL	NIL
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40,000 00	Stock	NIL	30,000 00
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(50,000.00)	HM Revenue & Customs - PAYE	NIL	NIL
		NIL	NIL
	<b>DISTRIBUTIONS</b>		
(2 00)	Ordinary Shareholders	NIL	NIL
		NIL	NIL



(1,182,259.00)

91 36

1,641.19

REPRESENTED BY  
Vaf Recoverable - Floating  
Bank 2 Current A/c

1,037.12

604 07

1,641.19

Christopher John Stirland  
Joint Liquidator



## Trade Supplies (Air Conditioning) Ltd (In Liquidation)

Time charged for the period 10 October 2015 to 09 October 2016

	Appointments Taken / Periods	Managers / Directors	Other Professionals	Junior Professional & Support	Total Hours	Total Cost	Managers / Directors
Administration and Planning	0.10	0.10	0.40	10.50	11.00	3,719.00	196.77
Case Accounting	0.30	0.30			0.30	102.00	340.00
Travel	0.60	0.60			0.60	204.00	340.00
Case Control and Review	2.20	2.20	0.95		3.15	985.25	312.78
Case Accounting - General			1.30		1.30	237.50	182.69
General Administration	0.10	0.50	2.35	10.50	13.45	2,150.75	159.91
Fee and WIP	0.10	0.10			0.10	39.50	395.00
Asset Realisation	0.20	0.20			0.20	68.00	340.00
Legal-asset Realisation	0.20	0.20			0.20	68.00	340.00
Creditors	2.20	2.20			2.20	230.00	104.55
Unsecured Creditors	2.00	2.00			2.00	200.00	100.00
Employees	0.80	0.80			0.80	30.00	150.00
Investigation	0.80	4.60	0.50	0.10	5.90	2,066.50	359.18
Investigatory Work	0.20	4.00	0.10		4.90	1,760.00	340.00
CDDA Enquiries	0.30	0.30			0.30	237.50	296.88
Legal - Investigations	0.40	0.40	0.50		0.90	973.00	286.15
Statutory Compliance	0.15	0.15			0.15	41.25	275.00
Post Appt TAX/VAT	0.10	0.10			0.10	17.50	175.00
Statutory Compliance - General	2.75	2.75			3.15	914.25	290.24
Statutory Reporting/ Meetings	8.10	8.10			8.10	7,055.50	230.57
Total Hours	445.50	3,007.00	2,097.50	1,505.50	11,055.50		
Total Cost £	495.00	3,417.00	258.95	117.62			
Average Hrlly Rate £							

## FRP Charge out rates

Grade	From	1st July 2012	1st July 2013
Appointment taker / Partner	275-495	275-495	275-495
Managers / Directors	225-455	225-455	225-455
Other Professionals	85-275	85-275	85-275
Junior Professional & Support	70-320	70-320	70-320

## Disbursements for the period

10 October 2015 to 09 October 2016

Category 1	Value £
Postage	140.80
Storage	83.92
Category 2	
Car/Mileage Recharge	3.60
Grand Total	228.32

Mileage is charged at the HMRC rate  
prevailing at the time the cost was incurred



# Trade Supplies (Air Conditioning) Ltd (In Liquidation)

Time charged for the period 10 October 2015 to 09 October 2016

	Total Hours	Total Cost £	Average Hourly Rate £
Administration and Planning	18.90	3,719.00	196.77
Asset Realisation	0.20	68.00	340.00
Creditors	2.20	230.00	104.55
Investigation	5.90	2,085.50	350.08
Statutory Compliance	3.40	973.00	286.18
<b>Grand Total</b>	<b>30.60</b>	<b>7,055.50</b>	<b>230.57</b>

## Disbursements for the period 10 October 2015 to 09 October 2016

	Value £
<b>Category 1</b>	
Postage	140.80
Storage	83.92
<b>Category 2</b>	
Car/Mileage Recharge	3.60
<b>Grand Total</b>	<b>228.32</b>

Mileage is charged at the HMRC rate prevailing at the time the cost was incurred

## FRP Charge out rates

Grade	1st July 2012	1st July 2013
Appointment taker / Partner	275-495	275-495
Managers / Directors	225-455	225-455
Other Professional	85-275	85-275
Junior Professional & Support	70-320	70-320

Time charged from the start of the case to 09 October 2016

	Total Hours	Total Cost £	Average Hourly Rate £
Administration and Planning	99.32	16,817.65	169.33
Asset Realisation	44.40	8,913.00	200.74
Creditors	32.48	4,607.70	141.86
Investigation	50.05	12,564.25	251.03
Statutory Compliance	17.10	3,923.50	229.44
Trading	0.30	40.50	135.00
Pre-Appointment	5.10	1,408.50	276.18
<b>Grand Total</b>	<b>248.75</b>	<b>48,275.10</b>	<b>194.07</b>

Appendix D

TRADE SUPPLIES (AIR CONDITIONING) LIMITED (IN LIQUIDATION)  
STATEMENT OF EXPENSES FOR THE 12 MONTH PERIOD ENDED 9 OCTOBER 2016

Expenses	Expenses for the 12 month period ended 09/10/16
Preparation of Statement of Affairs	0
Joint Liquidators' Fees	7,056
Joint Liquidators Disbursements	228
Security	0
Legal Fees	0
Agents Fees	0
Statutory Advertising	0
Accounting Fees	0
Insurance of Assets	0
Corporation Tax	0
	7,284