

**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

05774787

Name of Company

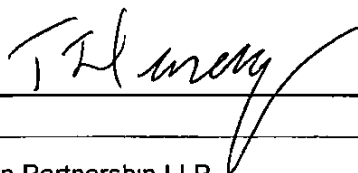
Proppa Cars Limited

I / We
Timothy James Heaselgrave
Redfern House
29 Jury Street
Warwick
CV34 4EH

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 02/08/2011 to 02/08/2012

Signed



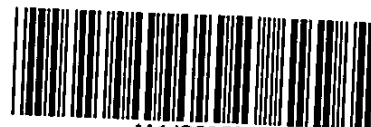
Date

16.08.12

The Redfern Partnership LLP
Redfern House
29 Jury Street
Warwick
CV34 4EH

Ref 115038/TJH/PN/IRW

THURSDAY



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18/10/2012

#59

COMPANIES HOUSE

Proppa Cars Limited
(In Liquidation)
Liquidator's Abstract of Receipts & Payments

Statement of Affairs		From 02/08/2011 To 02/08/2012
52,500 00	SECURED ASSETS Book Debts	NIL NIL
(45,000 00)	SECURED CREDITORS HSBC Invoice Finance Limited	NIL NIL
29,300 00	HIRE PURCHASE Motor Vehicles	NIL
(34,298 00)	Finance Company	NIL
750 00	Plant & Machinery	NIL
(7,602 00)	Close Business Finance	NIL NIL
2,000 00	ASSET REALISATIONS Fixtures & Fittings	NIL
1,200 00	Motor Vehicles	NIL
60,000 00	Stock	16,000 00
	Book Debts	859 18
	VAT Refund	1,068 67
68,447 00	Cash at Bank	NIL
NIL	Computer Equipment	NIL
4,177 00	Paypal Account	NIL
	Bank Interest Gross	6 12
	Surplus From Factoring Co	429 63
NIL	Goodwill	NIL
NIL	Rent Deposit	NIL
	Domain Names	1,300 00
	Sundry Receipt	40 00
		19,703 60
	COST OF REALISATIONS	
	Specific Bond	330 00
	Preparation of S of A	6,000 00
	Office Holders Fees	5,000 00
	Agents/Valuers Fees	2,565 50
	VAT	1,412 92
	Accountancy Fees P45s & P35 for 20	120 00
	Storage Costs	287 26
	Statutory Advertising	306 00
	Insurance of Assets	439 90
		(16,461 58)
(24,811 00)	PREFERENTIAL CREDITORS Employee Arrears/Hol Pay	NIL NIL
(166,667 00)	FLOATING CHARGE CREDITORS HSBC Bank Plc	NIL NIL
(142,811 00)	UNSECURED CREDITORS Trade & Expense Creditors	NIL

Proppa Cars Limited
(In Liquidation)
Liquidator's Abstract of Receipts & Payments

Statement of Affairs		From 02/08/2011 To 02/08/2012
(28,022 00)	Employees	NIL
(62,012 00)	Inland Revenue	NIL
(44,664 00)	Customs & Excise	NIL
(30,000 00)	Landlord	NIL
		<hr/> NIL
	DISTRIBUTIONS	
(100 00)	Ordinary Shareholders	NIL
		<hr/> NIL
<hr/> (367,613.00)		<hr/> 3,242.02 <hr/>
	REPRESENTED BY	
	Vat Receivable	2,855 75
	Bank Current	3,586 27
	Vat Payable	(3,200 00)
		<hr/> 3,242 02 <hr/>



Timothy James Heaselgrave
Liquidator

The Redfern Partnership

Financial Recovery Specialists

Redfern House

29 July Street, Warwick, CV34 4EH

Tel: 01926 497722 Fax: 01926 497733

TO ALL MEMBERS AND CREDITORS

Our Ref: 115038/TJH/PN/M

6 September 2012

Dear Sirs

Proppa Cars Limited - In Liquidation ("The Company")

I refer to my appointment as Liquidator of the above Company on 2 August 2011

Pursuant to Section 104A of the Insolvency Act 1986 (as amended), I am required to issue members and creditors with an annual progress report relating to the period from 2 August 2011 to 1 August 2012.

RECEIPTS

Attached is the receipts and payments account from the commencement of the liquidation to the anniversary on 1 August 2012.

Fixtures & fittings, motor vehicles and stock

The directors statement of affairs showed fixtures & fittings with a book value of £14,445, estimated to realise £2,000, motor vehicles with a nil book value and an estimated to realise value of £1,200 and stock with a book value of £100,000 and an estimated to realise value of £60,000.

My valuation agents were instructed to realise these assets and a total of £16,000 was received. Stock proved to be difficult to realise as a large amount of stock was subject to reservation of title claims and had to be returned to the suppliers concerned. In addition, fixture and fittings were also subject to reservation of title claims.

Secured Book Debts

The director failed to provide sales invoices for the ten months prior to the Liquidation. The debtors were subject to a factoring agreement with HSBC Invoice Finance Limited ("HSBCIF"). After having several discussions with HSBCIF it became apparent that they did not have the relevant invoices either. Eventually HSBCIF were fully repaid from debtors they were able to collect. The remaining debtors were not collectable as no invoices were available. A surplus of £429 was sent to me by HSBCIF after they concluded their collection efforts.

Cash at Bank

The directors statement of affairs showed cash at bank with a book value of £68,447 and was estimated to be realisable in full.

As the bank was owed over £166,000, the bank applied the amount in the bank account against its outstanding balance under the terms of its facility with the Company. There were no realisations from cash at bank.

Computer Equipment

In the directors statement of affairs computer equipment had a book value of £853 with an estimated to realise nil

No realisation has been made from computer equipment

Paypal Account

A Paypal account was used by the Company to receive funds from internet sales. According to the directors there was a balance on the account of £4,177. As the Company did not supply a number of items to customers who had paid for goods in advance counterclaims against this account have meant that there are now no funds available.

Goodwill

As detailed in the directors statement of affairs there was goodwill with a book value of £7,500 with an estimated to realise figure of nil.

This has not been realisable.

Rent Deposit

As detailed in the directors statement of affairs there was a rent deposit with a book value of £5,000 with an estimated to realise figure of nil. The landlord applied this rent deposit against his outstanding account.

Domain Names

Following my appointment as Liquidator interest was raised by a number of third parties in relation to the domain names owned by the Company.

I have received £1,300 from a third party in respect of domain names purchased

Sundry Receipt

A sundry receipt of £40 has been received from Adrian Flux Insurance Group.

VAT Refund

A VAT Refund of £1,068.67 has been received.

Bank Interest Gross

During the liquidation, all realisations have been banked in an interest bearing account and the total sum of £6.12 has been received to date.

PAYMENTS

All payments shown on the receipts and payments account are self explanatory.

You will note from the enclosed receipts and payments account, I have invoiced the sum of £6,000. This payment was received in respect of assisting the directors in the preparation of the statement of affairs of the Company.

CREDITORS

Preferential Creditors

The director's statement of affairs estimated preferential creditors to be £24,811 although these have not yet been formally agreed.

Floating Charge Creditors

HSBC Bank Plc hold a debenture giving a floating charge over the assets of the Company. At the date of liquidation the Bank was owed £166,667.

Prescribed Part

There is a floating charge secured creditor, the Bank, which has a debenture over the assets of the Company dated 24 September 2008. Where there is a floating charge created after 25 September 2003, a percentage of the assets realised subject to the charge is ring fenced for unsecured creditors. This is called the prescribed part of the Company's net property available for the satisfaction of unsecured debts.

According to the statement of affairs, the amount of the prescribed part, before costs was estimated at £26,702.60. Unfortunately there will be no funds available to creditors as the assets values as stated in the statement of affairs have not proved to be realisable.

Unsecured Creditors

The director's statement of affairs estimated unsecured creditor claims to be £319,359. To date, I have received ninety seven claims from unsecured creditors totalling £497,429.82. A number of these claims relate to payments made by customers for goods that were not received.

Dividend

Based upon present information there will not be a dividend declared to the preferential or unsecured creditors in this liquidation.

INVESTIGATIONS

As part of the Liquidator's statutory duties, an investigation into the conduct of the Company Directors was completed. A confidential report was submitted to The Insolvency Service on 1 February 2012. Investigations are still ongoing.

LIQUIDATOR'S REMUNERATION

As no liquidation committee was formed, the creditors agreed to the liquidator drawing fees from time to time on the normal time costs of his firm.

In accordance with guidelines set out in Statement of Insolvency Practice 9, I am required to provide details of the amount of remuneration drawn under the resolution authorising the Liquidator to draw remuneration on a time costs basis, which was passed at a meeting of creditors held on 02 August 2011

Accordingly, as at the anniversary of my appointment to 24 August 2012, my firm's time costs were £43,617 representing 206.40 hours, which equates to an hourly rate of £211.32. You will note from the enclosed receipts and payments account that I have received £5,000 in respect of these costs. The work has been categorised into the following task headings and sub-categories.

- **Administration and Planning:** includes case planning and set-up, appointment notification, statutory reporting, compliance, cashiering, accounting and administrative functions.
- **Investigations:** includes reporting on the Director's conduct, investigating antecedent transactions and other investigations that may be deemed appropriate.
- **Realisation of Assets:** includes identifying and securing assets, sale of business, property issues, activities in relation to other fixed assets, stock, debtors, investments and related legal issues
- **Creditors:** includes creditor set up, communications and meetings, reviewing and agreeing preferential and unsecured claims, retention of title issues and recording and progressing employee related claims

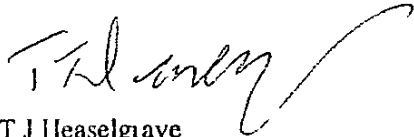
The range of charge out rates for the separate categories of staff is based on the Liquidator's normal charge out rates. These rates are summarised below:

Grade	Rate £ per hour
Partner	£225 - £345
Manager	£175 - £260
Administrators	£75 - £135
Employment Rights Act Department	£85 - £130
Cashier	£85 - £130
Secretarial	£65-£80

The Liquidator's time costs for the administration of the case from 2 August 2011 to 24 August 2012 can be seen on the attached sheet entitled SIP9 – Time & Costs Summary.

The Creditor's Guide to Liquidator's Fees is available online from www.redfernpartnership.co.uk or a hard copy can be obtained upon request. Further information is also available on the website to creditors in respect of Creditors' Rights to Request information Pursuant to Rule 4.49E of the Insolvency Rules 1986 and The Rights to Challenge the Liquidator's Remuneration and Expenses pursuant to Rule 4.131.

Yours faithfully


T J Heaselgrave
Liquidator
Proppa Cars Limited - In Liquidation

Encl.

Proppa Cars Limited
(In Liquidation)
Liquidator's Abstract of Receipts & Payments

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	SECURED ASSETS		
52,500 00	Book Debts	<u>NIL</u>	<u>NIL</u>
		NIL	NIL
	SECURED CREDITORS		
(45,000 00)	HSBC Invoice Finance Limited	<u>NIL</u>	<u>NIL</u>
		NIL	NIL
	HIRE PURCHASE		
29,300 00	Motor Vehicles	NIL	NIL
(34,298 00)	Finance Company	NIL	NIL
750 00	Plant & Machinery	NIL	NIL
(7,602 00)	Close Business Finance	<u>NIL</u>	<u>NIL</u>
		NIL	NIL
	ASSET REALISATIONS		
2,000 00	Fixtures & Fittings	NIL	NIL
1,200 00	Motor Vehicles	NIL	NIL
60,000 00	Stock	16,000 00	16,000 00
	Book Debts	859 18	859 18
	VAT Refund	1,068 67	1,068.67
68,447 00	Cash at Bank	NIL	NIL
NIL	Computer Equipment	NIL	NIL
4,177 00	Paypal Account	NIL	NIL
	Bank Interest Gross	6 12	6 12
	Surplus From Factoring Co	429 63	429 63
NIL	Goodwill	NIL	NIL
NIL	Rent Deposit	NIL	NIL
	Domain Names	1,300.00	1,300.00
	Sundry Receipt	<u>40 00</u>	<u>40 00</u>
		19,703 60	19,703 60
	COST OF REALISATIONS		
	Specific Bond	330 00	330 00
	Preperation of S. of A.	6,000 00	6,000 00
	Office Holders Fees	5,000.00	5,000 00
	Agents/Valuers Fees	2,565 50	2,565.50
	VAT	1,412.92	1,412.92
	Accountancy Fees' P45s & P35 for 20	120 00	120 00
	Storage Costs	287 26	287 26
	Statutory Advertising	306 00	306 00
	Insurance of Assets	<u>439 90</u>	<u>439 90</u>
		(16,461 58)	(16,461 58)
	PREFERENTIAL CREDITORS		
(24,811 00)	Employee Arrears/Hol Pay	<u>NIL</u>	<u>NIL</u>
		NIL	NIL
	FLOATING CHARGE CREDITORS		
(166,667 00)	HSBC Bank Plc	<u>NIL</u>	<u>NIL</u>
		NIL	NIL
	UNSECURED CREDITORS		
(142,811 00)	Trade & Expense Creditors	NIL	NIL

**Proppa Cars Limited
(In Liquidation)
Liquidator's Abstract of Receipts & Payments**

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(62,012 00)	Inland Revenue	NIL	NIL
(44,664 00)	Customs & Excise	NIL	NIL
(30,000 00)	Landlord	NIL	NIL
		<u>NIL</u>	<u>NIL</u>
	DISTRIBUTIONS		
(100 00)	Ordinary Shareholders	NIL	NIL
		<u>NIL</u>	<u>NIL</u>
<u>(367,613.00)</u>		<u>3,242.02</u>	<u>3,242.02</u>
	REPRESENTED BY		
	Vat Receivable		2,855 75
	Bank Current		3,586 27
	Vat Payable		(3,200.00)
			<u>3,242.02</u>



Timothy James Heaselgrave
Liquidator

115038 Proppa Cars Limited

SIP 9 - Time & Cost Summary

Period: 02/08/11 24/08/12

Time Summary

Hours						Time Cost (£)	Average hourly rate (£)
Classification of work function	Partner	Manager	Other Senior Professionals	Assistants & Support Staff	Total Hours		
Administration & planning	0 00	20 00	0 00	28 40	48 40	8,417 00	173 90
Investigations	0 00	13 50	0 00	1 25	14 75	3,872 50	248 98
Realisations of assets	0 00	21 50	0 00	13 75	35 25	7,377 50	209 29
Trading	0 00	0 00	0 00	0 00	0 00	0 00	0 00
Creditors	6 00	68 25	0 00	33 75	108 00	24,150 00	223 61
Total Hours	6 00	123 25	0 00	77 15	206 40	43,617 00	211 32
Total Fees Claimed						0 00	

Ian Wallace

From: Ian Wallace
Sent: 22 August 2012 09 09
To: pnicolson
Subject: Proppla Cars Ltd - In Liquidation
Phil

I have the completed and signed Form 4 68

Can you let me have a copy of the progress report when completed and I will file both at Companies House

Thanks



Ian Wallace
The Redfern Partnership LLP

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