

**2.24B**

The Insolvency Act 1986

**Administrator's progress report**

Name of Company
Absolute Freight Solutions Limited

Company number
06877219

In the Norwich County Court
(full name of court)

Court case number
716 of 2011

(a) Insert full name(s) and address(es) of administrator(s)

I (a)  
 Jamie Playford  
 Parker Andrews Limited  
 2-4 Queen Street  
 Norwich  
 Norfolk  
 NR2 4SQ

Administrator of the above company attach a progress report for the period

(b) Insert date

From
(b) 23 November 2012

To
(b) 24 April 2013

Signed

  
 Administrator

Dated

24/4/13

**Contact Details**

You do not have to give any contact information in the box opposite but if you do, it will help Companies House to contact you if there is a query on the form

The contact information that you give will be visible to searchers of the public record

Jamie Playford  
 Parker Andrews Limited  
 2-4 Queen Street  
 Norwich  
 Norfolk  
 NR2 4SQ

DX Number

01603 284284  
 DX Exchange

When you have completed and signed this form, please send it to the Registrar of Companies at -  
**Companies House, Crown Way, Cardiff CF14 3UZ DX 33050 Cardiff**

THURSDAY



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25/04/2013

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COMPANIES HOUSE

**Absolute Freight Solutions Limited**

**Administrator's Final Report**

**pursuant to Rules 2.47 & 2.110 of the Insolvency Rules 1986**

**For the period**

**23 November 2012 to 24 April 2013**

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## **1 Introduction**

As you will be aware from my proposals sent to creditors on 16 January 2012, I was appointed Administrator of Absolute Freight Solutions Limited ("the Company") on 23 November 2011 by the Directors of the Company

This report is prepared pursuant to Insolvency Rule 2.110 and is the Administrator's final progress report on the Administration. I do not intend to duplicate the detailed background information provided in my proposals and previous reports sent to creditors, although if you require further copies, please contact this office. Please find the Statutory Information at Appendix 1

The purpose of this report is to provide creditors of the Company an update on the completion of the Administration prior to its dissolution.

## **2 Purpose and Conclusion of Administration**

In my proposals I detailed my intention to perform my functions in relation to the Company with the objective set out in Paragraph 3(1)(c) "to realise property in order to make a distribution to one or more secured or preferential creditors"

As you will recall from my previous progress reports, the Company did not trade in Administration as it did not have a large enough order book to sustain cash flow for a period of trading during an Administration whilst a purchaser was sought. Therefore, trading and the first purpose of Administration were not possible. The book debts were financed by Factor 21 Plc ("F21") and it was considered that these may be more collectable in Administration than Liquidation due to continuity of service by a connected company, which meant the factoring company's debt would be more easily paid. It was not certain that there would be funds for unsecured creditors and so I did not state the second purpose of Administration was achievable. I therefore considered that the third purpose of the Administration could be met.

As stated in my proposals and my previous report, I sold the goodwill, fixtures, fittings and office equipment to Absolute Logistics Limited ("Logistics") which has directors and shareholders in common with the Company. This was disclosed in the last progress report. These assets were valued by an independent valuer, Cuthbert and Kingsley, a member of the National Association of Valuers and Auctioneers. This independent valuation showed that the in-situ valuation for office equipment was £630 and plant and machinery was £100. The monies for these assets have been received in full. There are no further assets to realise.

To enable Logistics to continue to trade and remain in a position to complete the payment for the sale of the business and assets, I issued a License to Occupy to Logistics in respect of

the Company's trading premises at Lower Street, Baylham This license has now lapsed and the Company and Logistics handed the keys back to the landlord when they took possession There are no further issues to conclude

A Statement of Affairs was signed by the directors and filed at Companies House on 14 March 2012 This was also circulated to creditors in my previous progress report which was sent to creditors on 21 December 2012

### **3 Administrator's Receipts and Payments**

Attached at Appendix 2 is the Receipts and Payments account for the period 23 November 2012 to 24 April 2013 and since the date of my appointment

A total of £994 70 has been received in respect of the VAT refund from F21's termination charges

Furthermore, a payment of £580 has been made in respect of legal fees incurred in helping terminate the lease and dealings with the landlord

There are no further assets to realise.

### **4 Administrator's Remuneration**

At the initial meeting of creditors held on 1 February 2012, creditors resolved that

- a) the Administrator be authorised to draw his fees of £15,000 and disbursements that relate to the period prior to his appointment,
- b) that the basis of the Administrator's remuneration be fixed by reference to the time properly spent by me and my staff in managing the Administration

To date I have drawn £2,000 of my pre appointment fees.

Attached at Appendices 3 and 4 are Statement of Insolvency Practice 9 time and cost summaries which provide details of the activity costs incurred by staff grade during this period and for the period of my appointment My time costs for the period 23 November 2012 to 24 April 2013 are £3,485 representing 27 10 hours at an average of £128.60 per hour My total time costs since my appointment to 24 April 2013 total £25,120, representing 180 hours at an average of £139 56 per hour I have drawn £3,235 52 of these costs, the remainder are irrecoverable

I have further incurred expenses in performing my duties to date of £1,704 70, of which £1,679 18 has been drawn. These relate to external report printing and copying costs,

Companies House searches, agent's fees for a valuation of the Company's lease and the collection of the Company's books and records, statutory advertising costs and statutory insurance bond. The remainder is irrecoverable.

In accordance with Rule 2.48A, a secured creditor or an unsecured creditor with the concurrence of at least 5% in value of unsecured creditors may make a request in writing to the Administrator's office for further information regarding remuneration or expenses.

## **5 Estimated Outcome for Creditors**

In my proposals I anticipated that there may be funds available for unsecured creditors should there be a surplus available from the collection of the book debts. As you will recall from my previous report, the book debts are secured by an assignment and charge held by F21, who have been collecting the book debts. After discussions with F21 the recoverable funds are insufficient to repay F21 in full. During my investigations into the Company's affairs, I have found no further assets that may be realised for the benefit of creditors. Due to the level of costs incurred after the date of Administration, there are no funds available for a distribution to any class of creditors.

## **6 Ending the Administration**

Under the Enterprise Act 2002, all Administrations automatically come to an end after one year, unless an extension is granted by Court or with the consent of creditors. As you will recall from my report to creditors dated 14 November 2012 an extension of 6 months was approved by the secured and unsecured creditors of the Company.

As the Company holds no further assets and there are insufficient funds in the Administration available for unsecured creditors, I have filed Form 2.35B "Notice of Move from Administration to Dissolution", together with this final report, with the Registrar of Companies. The Administration and my appointment will end on the day that Form 2.35B is registered by the Registrar of Companies.

At the initial creditors' meeting in which my proposals were approved, creditors approved the resolution that I as Administrator, be discharged from liability under Paragraph 98 of Schedule B1 to the Act immediately upon my appointment of Administrator ceasing to have effect.

This is the final report you will receive on the Administration.

If you have any queries please do not hesitate to contact Anne-Marie Harding at this office.

A handwritten signature in black ink, appearing to be 'JP', with a long horizontal flourish extending to the right.

**Jamie Playford MABRP, MIPA**

**Administrator**

**24 April 2013**

Jamie Playford MABRP, MIPA is an Insolvency Practitioner authorised and licensed by the Insolvency Practitioners Association and, when acting as Administrator or Receiver, acts as agent of the company and contracts without personal liability

## Appendix 1

### Statutory Information

Company name	Absolute Freight Solutions Limited		
Company number	06877219		
Date of incorporation	15 April 2009		
Other trading names	None		
Previous names	None		
Trading activities	Freight transport		
Trading address	Mill Lane, Baylham, Ipswich, IP6 8JP		
Registered office	2-4 Queen Street, Norwich, NR2 4SQ		
Previous registered office	34-40 King Street, Norwich, NR1 1PD		
	18 South Street, Chesterfield, Derbyshire, S40 1QX		
Date of appointment	23 November 2011		
Appointor's name and addresses	The Directors, David Foxton of 155 Cemetary Road, Ipswich, IP4 2HL		
	Aiden Simmen of 17 Lowe Road, Felixstowe, Suffolk, IP11 9QB		
	Peter Ramsey of 300 Long Lane, Grays, Essex, RTM16 2QD		
Name of Administrator	Jamie Playford		
Court name	Norwich County Court		
Court reference	716 of 2011		
Name of Administrator's firm	Parker Andrews Ltd		
Administrator's address	2-4 Queen Street, Norwich, NR2 4SQ		
IP number	9735		
IP authorising body	Insolvency Practitioners Association		
EC Regulations	The Regulations apply and these are the main proceedings		
Directors	<u>Name</u>	<u>Appointed</u>	<u>Resigned</u>
	David Foxton	28/04/2009	Still in office
	Aidan Simmen	31/12/2009	Still in office
	Peter Ramsey	15/04/2009	30/04/2010
Members	<u>Name</u>	<u>Shares</u>	<u>Voting percentage</u>
	David Foxton	30 ordinary	30%
	Aidan Simmen	30 ordinary	30%

Carrie Cullen	15 ordinary	15%
Mark Havers	15 ordinary	15%
Michael Frost	10 ordinary	10%


**Charges**

<u>Holder</u>	<u>Type</u>	<u>Date Created</u>
Factor 21 Plc	Debenture	7/11/2011
Absolute Invoice Finance Ltd	Debenture	14/01/2010
Close Invoice Finance Limited	Debenture	26/11/2010
Innovation Finance Limited	Debenture	05/08/2011



**Absolute Freight Solutions Limited**  
**(In Administration)**  
**Administrator's Abstract of Receipts & Payments**

Statement of Affairs		From 23/11/2012 To 24/04/2013	From 23/11/2011 To 24/04/2013
	<b>HIRE PURCHASE</b>		
15,000 00	Motor Vehicles	NIL	NIL
(19,500 00)	Finance on Motor Vehicle	NIL	NIL
157,889.00	Book Debts	NIL	NIL
(128,000 00)	Factoring Company	NIL	NIL
		<u>NIL</u>	<u>NIL</u>
	<b>ASSET REALISATIONS</b>		
NIL	Plant & Machinery	NIL	NIL
1,500.00	Furniture & Office Equipment	NIL	1,500 00
NIL	Motor Vehicles	NIL	NIL
5,000.00	Goodwill	NIL	5,000 00
	VAT Refund	994 70	994 70
		<u>994 70</u>	<u>7,494.70</u>
	<b>COST OF REALISATIONS</b>		
	Pre-Appointment Fees	NIL	2,000 00
	Office Holders Fees	3,235 52	3,235.52
	Office Holders Expenses	1,679 18	1,679.18
	Legal Fees (1)	580.00	580 00
		<u>(5,494 70)</u>	<u>(7,494.70)</u>
	<b>UNSECURED CREDITORS</b>		
(10,000.00)	HM Revenue & Customs - PAYE/NIC	NIL	NIL
(13,000.00)	HM Revenue & Customs - VAT	NIL	NIL
(25,000.00)	HM Revenue & Customs - CT	NIL	NIL
(374,240 88)	Trade Creditors	NIL	NIL
		<u>NIL</u>	<u>NIL</u>
	<b>DISTRIBUTIONS</b>		
(100 00)	Ordinary Shareholders	NIL	NIL
		<u>NIL</u>	<u>NIL</u>
<u>(390,451.88)</u>		<u>(4,500.00)</u>	<u>(0.00)</u>
	<b>REPRESENTED BY</b>		<u><u>NIL</u></u>



Jamie Playford  
Administrator

# Time Entry - SIP9 Time & Cost Summary

A0012 - Absolute Freight Solutions Limited  
Project Code POST  
From 23/11/2012 To 24/04/2013

Classification of Work Function	Partner	Manager	Other Senior Professionals	Assistants & Support Staff	Total Hours	Time Cost (£)	Average Hourly Rate (£)
Administration & Planning	2.40	0.00	6.80	1.10	10.30	1,490.00	144.68
Case Specific Matters	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Creditors	0.70	0.00	8.20	2.70	9.60	1,130.00	117.71
Investigations	0.00	0.00	0.60	0.30	0.90	75.00	83.33
Realisation of Assets	1.70	0.00	2.70	1.90	6.30	780.00	125.40
Trading	0.00	0.00	0.00	0.00	0.00	0.00	0.00
<b>Total Hours</b>	<b>4.80</b>	<b>0.00</b>	<b>16.30</b>	<b>6.00</b>	<b>27.10</b>	<b>3,485.00</b>	<b>128.60</b>
<b>Total Fees Claimed</b>						<b>3,235.52</b>	
<b>Total Disbursements Claimed</b>						<b>1,679.18</b>	

# Time Entry - SIP9 Time & Cost Summary

A0012 - Absolute Freight Solutions Limited  
Project Code POST  
From 22/11/2011 To 24/04/2013

Classification of Work Function	Partner	Manager	Other Senior Professionals	Assistants & Support Staff	Total Hours	Time Cost (£)	Average Hourly Rate (£)
Administration & Planning	10.70	8.70	35.50	9.00	63.90	6,625.00	134.98
Case Specific Matters	0.00	0.60	0.00	2.50	3.10	245.00	78.03
Creditor	1.80	14.60	20.40	10.80	47.60	6,230.00	130.88
Investigations	1.30	10.70	28.80	1.40	40.20	5,720.00	142.29
Realisation of Assets	7.40	7.90	6.40	3.50	25.20	4,300.00	170.63
Trading	0.00	0.00	0.00	0.00	0.00	0.00	0.00
<b>Total Hours</b>	<b>21.20</b>	<b>42.50</b>	<b>89.10</b>	<b>27.20</b>	<b>180.00</b>	<b>25,120.00</b>	<b>139.56</b>
<b>Total Fees Claimed</b>							
<b>Total Disbursements Claimed</b>						<b>3,235.52</b>	<b>1,679.18</b>