

# 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

07180359

Name of Company

AB Supply & Fabrication Limited

I / We

Ninos Koumettou, 1 Kings Avenue, Winchmore Hill, London N21 3NA

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 11/10/2013 to 10/10/2014

Signed



Date

5/11/14

Alexander Lawson Jacobs  
1 Kings Avenue  
Winchmore Hill  
London N21 3NA

Ref AB31105/NK/AG/SK/LI

FRIDAY



A20

\*A3K698RK\*

07/11/2014

#69

COMPANIES HOUSE

**AB Supply & Fabrication Limited**  
Liquidator's Progress Report to Members and Creditors  
For the year ending 10th October 2014

**STATUTORY INFORMATION**

Company name	AB Supply & Fabrication Limited
Registered office	1 Kings Avenue Winchmore Hill London N21 3NA
Former registered office	40 Park Road North Ashford Kent TN24 8LY
Registered number	07180359
Liquidator's name	Ninos Koumettou FCA, FCCA, FABRP
Liquidator's address	1 Kings Avenue Winchmore Hill London N21 3NA
Liquidator's date of appointment	11 October 2013

**LIQUIDATOR'S ACTIONS SINCE APPOINTMENT**

I carried out all the work necessary in order to progress the case and to realise the company's assets. I carried out investigations into the company's records and verification and correspondence relating to creditors claims as reported below. A description of all routine work carried out is shown in detail in the Remuneration section.

**RECEIPTS AND PAYMENTS ACCOUNT**

My Receipts & Payments Account for the period from 11 October 2013 to 10 October 2014 is attached.

**ASSETS**

As you may recall from the directors Statement of Affairs at the date of Liquidation, the company had the following realisable assets -

***Factored Book Debts***

The company's book debts were factored by HSBC Invoice Finance ("HSBCIF") and at the time the company was placed into Liquidation the book debts which still remained outstanding, amounted to £59,657.15. HSBCIF's outstanding ledger balance at this date amounted to £46,375.43.

I would advise creditors that HSBCIF have been providing me with monthly reports in respect of their collections and as can be seen from the attached receipts and

payments account, to date the sum of £17,942 04 has been collected and retained by them under their security. I note from the reports provided by HSBCIF that they don't seem to have made any recoveries for several months. I have therefore requested that they provide me with further details in this respect, in particular as to whether they consider that any further realisations are likely.

The director, Mr Anthony Brooks, has provided a personal guarantee to HSBCIF and I believe payments have been made by him in order to reduce HSBCIF's outstanding liability. Further details in this respect have also been requested.

Although the statement of affairs showed a potential surplus, in the light of collections to date, I do not anticipate it likely that there will be a surplus available to the company. Creditors will be provided with an update in this matter in my next report.

#### ***Imperial Partnering Contractors Ltd ("Imperial")***

Creditors will recall from the statement of affairs previously provided, that Imperial, who are currently in Liquidation were indebted to the company in the sum of £2,011 as at the time of Liquidation and it was anticipated that this would not be realised.

The Liquidator of Imperial has advised that a claim in the sum of £2,358 was submitted by the company prior to Liquidation and that there is no likelihood of a dividend being declared.

#### ***Director's Injection***

The director injected the sum of £2,000 in order to contribute towards the costs of Liquidation.

#### ***CIS Refund***

As at the time the company was placed into Liquidation, a CIS refund in the sum of £300 was estimated to be due to the company. In view of the small amount involved and the fact that any recovery would have been liable to Crown set-off in respect of the outstanding CT/VAT liabilities, it was not deemed cost effective to pursue this matter.

#### ***Cash Held by Liquidator***

Creditors will recall from the statement of affairs previously provided, that the company sold its plant & machinery, prior to Liquidation, to third parties in order to meet part of the cost of Liquidation. Payments of £1,000 + VAT from Consumer Solutions Ltd and £2,500 + VAT from Trojan Sheet Metal Ltd were held by the Liquidator in this respect at the time of Liquidation and are reflected on the attached receipts and payments account. I considered that the amounts realised in respect of these assets was reasonable in the circumstances.

#### ***Adam Butler – Loan***

As creditors were previously advised at the time the company was placed into Liquidation, the director considered that Mr Butler, a former employee, was indebted to the company in the sum of £25,996 18.

I wrote to Mr Butler in this respect and he has stated that he does not consider himself to be indebted to the company. I have sought the director's assistance to resolve this.

matter and further information on the outcome will be provided to creditors in my next report

### ***Tempered Steels and Alloys – Debtor***

In addition to the above mentioned plant and machinery and as previously advised, various other assets owned by the company were sold to this debtor, prior to Liquidation, for £2,160 including VAT in order to fund part of the costs of Liquidation

The purchaser advised that there was a problem loading the machinery on removal from the company's premises, which resulted in damage. The director confirmed that this was the case and the sale price for these assets was therefore reduced by £460 and the remaining balance of £1,700 was received

Again I considered that the amounts realised in respect of this asset was reasonable in the circumstances

### **OTHER ASSETS**

#### ***Rates Refund***

As shown in the attached receipts and payments account, a rates refund in the sum of £161 17 has been received

#### ***Motor Vehicle***

It was established that the company had one vehicle, which was subject to a hire purchase agreement with Black Horse Ltd. My enquiries concluded that there was no equity in this vehicle and arrangements were made for its collection by Black Horse Ltd

### **LIABILITIES**

Details of the creditors included in the Statement of Affairs and the amount of their claims in the liquidation are attached

#### ***Secured Liabilities***

An examination of the company's mortgage register held by the Registrar of Companies, showed that the company has no current charges over its assets

The legislation requires that, if the Company has created a floating charge after 15 September 2003, a Prescribed Part of the Company's net property (i.e. the money that would otherwise be available to the charge holder) should be ring-fenced for distribution to unsecured creditors. In this case there were no creditors secured by a floating charge and the Prescribed Part provisions do not apply

### ***Preferential Creditors***

The statement of affairs anticipated £688 00 in preferential creditors. I believe that a claim will be made by the Redundancy Payments Office in this respect however this has not been received to date.

### ***Crown Creditors***

The statement of affairs included £6,866 27 owed to HMRC in respect of VAT and £4,305 02 in respect of Corporation Tax. HMRC's final claims of £8,277 77 and £4,571 11 respectively, have been received.

### ***Non-preferential unsecured Creditors***

In addition to the Crown Creditors as mentioned above, the statement of affairs included a further 45 unsecured creditors with an estimated total liability of £143,792.89. I have received claims from 22 creditors at a total of £111,190 88. To date I have not received claims from 23 creditors with original estimated claims in the statement of affairs of £26,683 67.

### **DIVIDEND PROSPECTS**

I do not anticipate there will be a dividend to any class of creditor, unless a recovery is possible in respect of the disputed debt of Mr Butler. If no recovery is possible in that respect, creditors will note that the funds realised to date have been used to make payments to meet the expenses of the liquidation.

### **INVESTIGATION INTO THE AFFAIRS OF THE COMPANY**

I undertook an initial investigation into the Company's affairs to establish whether there were any potential asset recoveries or conduct matters that justified further investigation, taking account of the public interest, potential recoveries, the funds likely to be available to fund an investigation, and the costs involved.

There were no matters that justified further investigation in the circumstances of this appointment.

Within six months of my appointment as Liquidator, I am required to submit a confidential report to the Secretary of State to include any matters which have come to my attention during the course of my work which may indicate that the conduct of any past or present Director would make him unfit to be concerned with the management of the Company. I would confirm that my report has been submitted.

### **PRE-APPOINTMENT REMUNERATION**

At a meeting held on the 13 September 2013 the board of directors authorised the payment of a fee of £6,000 + VAT for assistance with the statement of affairs and producing and circulating the notices for the meetings of members and creditors. This fee was to be paid from first realisations on appointment and is shown in the enclosed receipts and payments account.

## LIQUIDATOR'S REMUNERATION

My remuneration was previously authorised by creditors at a meeting held on 11 October 2013 to be drawn on a time cost basis. My total time costs to 10<sup>th</sup> October 2014 amount to £2653 50, representing 21 6 hours of work at an average charge out rate of £122 85 per hour.

I can advise creditors that I have drawn £1,700 to date and a schedule of my time costs incurred to date is attached.

A description of the routine work undertaken in the liquidation to date is as follows:

### 1 Administration and Planning

- Preparing the documentation and dealing with the formalities of appointment
- Statutory notifications and advertising
- Preparing documentation required
- Dealing with all routine correspondence
- Maintaining physical case files and electronic case details on IPS.
- Review and storage
- Case bordereau
- Case planning and administration
- Preparing reports to members and creditors
- Convening and holding meetings of members and creditors

### 1 Cashiering

- Maintaining and managing the liquidator's cashbook and bank account
- Ensuring statutory lodgements and tax lodgement obligations are met

### 2 Creditors

- Dealing with creditor correspondence and telephone conversations
- Preparing reports to creditors
- Maintaining creditor information on IPS
- Reviewing and adjudicating on proofs of debt received from creditors
- Employee claims / Liaising with the Redundancy Payments Office

### 3 Investigations

- Review and storage of books and records
- Prepare a return pursuant to the Company Directors Disqualification Act
- Conduct investigations into suspicious transactions
- Review 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

### 4 Realisation of Assets

- Corresponding with debtors and attempting to collect outstanding book debts

A copy of 'A Creditors Guide to Liquidators' Fees' published by the Association of Business Recovery Professionals together with an explanatory note which shows Alexander Lawson Jacobs' fee policy are available from our website [www.aljuk.com](http://www.aljuk.com) by accessing the downloads section. A hard copy can be obtained upon request.

## LIQUIDATOR'S EXPENSES

My expenses to date amount to £354 37 and I have not been able to draw any expenses in this matter

The following expenses were incurred but have not been paid -

Type of category 1 disbursement	Amount incurred but not paid £
Indemnity Bond	30 00
Company Search	8 00
Statutory Advertising	225 00
Postage	48 41
Type of category 2 disbursement	Amount incurred but not paid £
Photocopying	42 96

## FURTHER INFORMATION

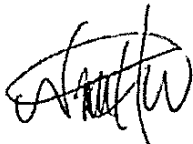
An unsecured creditor may, with the permission of the court or with the concurrence of 5% in value of the unsecured creditors (including the creditor in question) request further details of the Liquidator's remuneration and expenses, within 21 days of receipt of this report. Any secured creditor may request the same details in the same time limit.

An unsecured creditor may, with the permission of the court or with the concurrence of 10% in value of the creditors (including the creditor in question), 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 receipt of this report. Any secured creditor may make a similar application to court within the same time limit.

## SUMMARY


The Liquidation will remain open until the matter of Mr Butlers loan account and the outstanding factored book debts have been fully resolved. I estimate that this will take approximately 9 months and, once resolved, the Liquidation will be finalised and our files will be closed.

Should you have any queries regarding this report, or the Liquidation in general, please contact the case administrator.



Ninos Koumeltou FCA, FCCA, FABRP  
Liquidator

**AB Supply & Fabrication Limited**  
**(In Liquidation)**  
**Liquidator's Abstract of Receipts & Payments**

Statement of Affairs		From 11/10/2013 To 10/10/2014
	<b>SECURED ASSETS</b>	
47,725 72	Factored Book Debts	17,942 04
		<u>17,942 04</u>
	<b>SECURED CREDITORS</b>	
(46,375 43)	HSBC Invoice Finance Ltd	17,942 04
		<u>(17,942 04)</u>
	<b>ASSET REALISATIONS</b>	
NIL	Imperial Partnering Contractors Ltd	NIL
2,000 00	Director's Injection	2,000 00
	Rates Refund	161 17
Uncertain	CIS Refund	NIL
4,200 00	Cash Held by Liquidator	4,200 00
Uncertain	A Butler - Loan	NIL
2,160 00	Tempered Steels and Alloys - Debtor	1,700 00
	Bank Interest Gross	0 43
		<u>8,061 60</u>
	<b>COST OF REALISATIONS</b>	
	Section 98 Meeting Fees	6,000 00
	Office Holder's Remuneration	1,700 00
		<u>(7,700 00)</u>
	<b>PREFERENTIAL CREDITORS</b>	
(688 00)	Employee - Arrears/Hol Pay	NIL
		<u>NIL</u>
	<b>UNSECURED CREDITORS</b>	
(52,445 46)	Trade & Expense Creditors	NIL
(1,821 60)	Employees Red'y PIL	NIL
(5,500 00)	Victoria Brooks - Loan	NIL
(71,609 49)	Anthony Brooks - Loan	NIL
(1,883 47)	HSBC Bank Plc	NIL
(9,844 87)	Barclays Bank Plc	NIL
(6,866 27)	HM Revenue & Customs - VAT	NIL
(4,305 02)	HM Revenue & Customs - CT	NIL
		<u>NIL</u>
	<b>DISTRIBUTIONS</b>	
(10 00)	Ordinary Shareholders	NIL
		<u>NIL</u>
<u>(145,263 89)</u>		<u>361 60</u>
	<b>REPRESENTED BY</b>	
	Bank 1 Current	361 60
	 NINOS KOUNETIOS LIQUIDATOR	<u>361 60</u>

**Note**

All sums shown are net of any VAT Any VAT payable, recoverable or suffered is disclosed separately

# Time Entry - SIP9 Time & Cost Summary

AB31105 - AB Supply & Fabrication Limited  
Project Code POSTAPPT  
From 11/10/2013 To 10/10/2014

Classification of Work Function	Partner	Manager	Other Senior Professionals	Assistants & Support Staff	Total Hours	Time Cost (£)	Average Hourly Rate (£)
Admin & Planning	0.00	0.00	0.20	7.20	7.40	693.50	93.72
Case Specific	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Creditors	0.00	0.00	0.00	3.40	3.40	425.00	125.00
Investigations	0.00	0.30	0.00	5.70	6.00	787.50	131.25
Realisation of Assets	0.00	1.30	0.20	3.30	4.80	747.50	155.73
Trading	0.00	0.00	0.00	0.00	0.00	0.00	0.00
<b>Total Hours</b>	<b>0.00</b>	<b>1.60</b>	<b>0.40</b>	<b>19.60</b>	<b>21.60</b>	<b>2 653.50</b>	<b>122.85</b>
<b>Total Fees Claimed</b>						<b>1,700.00</b>	
<b>Total Disbursements Claimed</b>						<b>0.00</b>	

**AlexanderLawsonJacobs**  
**AB Supply & Fabrication Limited**  
**Creditor Claims Summary Report**

Key	Name	Rep. By	S of A £	Claim £	Agreed Claim £
CA01	AB Accounting (Kent) Ltd		883 60	850 00	0 00
CA02	SV Finance Services Ltd		84 00	108 00	0 00
CA03	Ashford Borough Council		282 00	0 00	0 00
CB00	British Telecom Business		250 00	303 60	0 00
CB01	BE Fuel Cards		340 81	88 22	0 00
CB02	BOC		81 71	81 71	81 71
CB03	Barclays Bank Plc (Business Insolvency)		9,844 87	0 00	0 00
CB04	Barclaycard Business		6,700 00	6,422 34	0 00
CB05	Victoria Brooks		5,500 00	0 00	0 00
CC00	Calor Gas		106 92	133.46	0 00
CC01	Cashmores Metals Ltd		16,749 63	10,981 20	0 00
CC02	Colourite Metal Treatments		1,882 80	1,882 80	1,882 80
CC03	Connect Plus (M25) Ltd		18 00	0 00	0 00
CC04	Consumable Solutions Kent		140 34	0 00	0 00
CD00	Derwood and Abel		99 00	0 00	0 00
CE00	Eurostainless		624 00	0 00	0 00
CE01	EDF Energy SME, B2B, ESCS		200 00	449 90	449 90
CF00	FH Brundle		4,583 32	4,583.32	4,583 32
CF01	Fixings Warehouse		94 24	0 00	0 00
CH01	HMRC - National Insolvency Unit - [VAT]		6,866 27	8,277 77	0 00
CH02	HSBC Bank Plc - Customer Credit Services		1,883 47	2,143 99	0 00
CH03	HMRC - CT		4,305 02	4,571 11	4,571 11
CH04	HSBC Invoice Finance		46,375 43	0 00	0 00
CI00	HMRC - Insolvency (ICHU) (PAYE/NIC)		0 00	0 00	0 00
CI01	Impact Metal Services Ltd		2,679 67	2,679 67	2,679 67
CI02	Indexo Industrial Supplies		576 41	0 00	0 00
CI03	IS & G Steel Stockholders Ltd		2,696 34	2,696 34	2,696 34
CI04	Interlink Express Parcels Ltd		120 87	189 45	0 00
CM00	MAP Estates		924 00	0 00	0 00
CM01	MBE Fasteners		23 35	0 00	0 00
CM02	Mevaco		2,311 20	2,599 20	0 00
CM03	MSC/J&L Industrial Supply		50 94	50 94	50 94
CM04	Morlings Solicitors		508 00	950 80	0 00
CM05	Musselbrook Machine Maintenance Ltd		563 04	0 00	0 00
CO00	Oswald Cox		55 00	0 00	0 00
CP00	Punches, Dies and Blades Ltd		165 60	165 60	165 60
CR00	Ravenace		728 88	0 00	0 00
CR01	Ray-Dor		126 00	0 00	0 00
CR02	RMR Engineering Ltd		2,333 94	2,333 94	2,333 94
CS00	Shropshire Stainless & Aluminium Ltd		1,943 84	0 00	0 00
CS01	SAPA Profiles		1,393 28	0 00	0 00
CS02	Spro-Turn		108 00	0 00	0 00
CS03	Stewart Fraser		229 82	0 00	0 00
CT00	T Chitic		900 00	0 00	0 00
CV00	VJ Technology		886 91	886 91	886 91
EB00	Miss Linda Joy Borton		1,584 00	0 00	0 00
EH00	Mrs Michelle Holmwood		925 60	0 00	0 00
RB00	Mr Anthony Brooks		71,609 49	70,609 49	0 00
<b>48 Entries Totalling</b>			<b>201,339 61</b>	<b>124,039 76</b>	<b>20,382 24</b>