

**In the Matter of Arrow Fracht Dienstleistung Limited
And in the Matter of the Insolvency Act and Rules 1986**

Company Number: 06921831
Trading As: Arrow Fracht Dienstleistung Limited
Formerly: None Known
Registered Office: C12 Marquis Court, Marquisway, Team Valley, Gateshead, NE11 0RU
Trading Address: 6 Maxwell Close, Woodley, Berkshire, RG5 4LS

In accordance with Rule 4.106, we, Eric Walls and Wayne Harrison of KSA Group Limited, C12 Marquis Court, Marquis Way, Team Valley, Gateshead, NE11 0RU, give notice that on 17 February 2011 we were appointed joint liquidators of Arrow Fracht Dienstleistung Limited by resolutions of members and creditors.

Notice is hereby given that the creditors of the above named company, which is being voluntarily wound up, are required, on or before 31 May 2011 to send in their full forenames and surnames, their addresses and descriptions, full particulars of their debts or claims, and the names and addresses of their Solicitors (if any), to the undersigned E Walls (IP No. 9113) and W Harrison (IP No. 9703) of KSA Group Limited, C12 Marquis Court, Marquis Way, Team Valley, Gateshead, NE11 0RU, Alternative Contact: E Walls, insolvency@ksagroup.co.uk, 0191 482 3343, the joint liquidators of the said company, and, if so required by notice in writing from the said joint liquidators, are, personally or by their Solicitors, to come in and prove their debts or claims at such time and place as shall be specified in such notice, or in default thereof they will be excluded from the benefit of any distribution.

Dated: 21 February 2011

E Walls
Joint Liquidator of Arrow Fracht Dienstleistung Ltd

Arrow Fracht Dienstleistung Limited – In Liquidation



GROUP

**Report To a Meeting Of Creditors Held Pursuant To Section 98 Of The Insolvency Act 1986
At the offices of KSA Group Ltd, Level 7, Tower 42, 25 Old Broad Street, London, EC2N 1HN
On 17 February 2011 At 2.15 pm**

1. Statutory Information

1.1 Detailed below is information extracted either from the statutory books of the company or from records held by the Registrar of Companies.

Previous Names: None Known

Company Number: 06921831

Date of Incorporation: 02/06/2009

Registered Office: was Berkeley Business Centre, Hubbard Way, Ipswich, IP1 2QA but recently changed to C12 Marquis Court, Marquis Way, Team Valley, Gateshead, NE11 0RU

Shareholding: 20,000 Ordinary Shares of £1 each, 20,000 of which have been fully issued and paid

Shareholders:	£1 Ordinary Shares
Euro Wide Agencies LTD	10,000
Florian Pickworth	10,000

Directors: Ellen Walker
Florian Pickworth
Brian William Ellis (Resigned)

Company Secretary: Eurowide Agencies

Nature of Business: Freight Transportation

Trading Address: 6 Maxwell Close, Woodley, Berkshire, RG5 4LS

2. History of the Company

2.1 The company was incorporated on 2 June 2009 and began trading in January 2004. The company took up a niche in the market supplying 3rd party haulage services to customers ranging from small freight forwarders through to blue chip multinationals on routes between the UK and Germany.

2.2 The business plan laid out required the company's already well established sister company, 'Arrowlink Express Limited', to provide support for the company, gradually reducing over time until the business became fully established as a profitable operation in its own right.

2.3 The company initially developed in line with the plan set out, however the effects of the recession on the road freight sector had an immediate impact on the company with vehicle supply becoming harder to find and secure. The lack of custom combined with similar experiences faced by the company's sister company led to a failure to make any further progress from spring 2010 onwards, by autumn 2010 the director states the company was in an insolvent position.

2.4 The company approached KSA Group Ltd and took advice as to the interests of the creditors and the company's future, it was advised it would have been irresponsible to continue to trade as there was no realistic prospect of turnaround in the short to medium term. The best solution for the creditors was to transfer them to new supply contracts with the company's sister company. Due to higher kilometre rates offered by the sister company it was believe the creditors would effectively be able to recover outstanding sums over time, despite not been included in the sister company's CVA proposal.

2.5 Unfortunately, due to the loss of large clients the CVA for the company's sister company 'Arrowlink Express Limited' became unworkable. With this in mind a meeting was arranged with representatives of KSA Group Ltd. Based on financial information provided by the directors it was evident that the company was insolvent. Having been so advised the director's felt they had no option but to call the meetings of shareholders and members necessary to place the company into voluntary liquidation.

2. The director(s) consider that the main reasons for the company's failure were as follows:

1. Economic downturn led to drop in available supply of vehicles and more competition for vehicles;
2. Failure to become a self reliant company in its own right.

3. Meetings of Members and Creditors

3.1 At a meeting of the board of directors held on 21 January 2011 it was agreed that meetings of members and creditors should be summoned for the purposes of placing the company into Creditors Voluntary Liquidation. Notices were signed summoning the meetings for 17 February 2011. The notices were issued to shareholders and creditors on 25 January 2011.

3.2 Accordingly, on 17 January 2011 at a meeting of the shareholders, duly convened at the offices of KSA Group Ltd, Level 7, Tower 42, 25 Old Broad Street, London, EC2N 1HN resolutions were passed placing the company into Voluntary Liquidation and appointing E Walls, who is licensed to act as an insolvency practitioner by the Insolvency Practitioners Association, liquidator.

3.3 Prior to being asked to advise the director(s) on the affairs of the company the partners and staff of KSA Group Limited had had no material professional relationship with either the company, its directors or shareholders.

4. Transactions with Associated Companies or Trading Organisations

4.1 The company was supported by its sister company 'Arrowlink Express Limited' and shared the same directors and members. 'Arrowlink Express Limited' provided the staff and resources for the company. The directors believe that the "trading" transactions between the companies were for normal commercial value.

5. Extracts from Accounts and other Financial Information

5.1 A summary of the company's recent financial history is attached at Appendix 1 to this report.

6. Statement of Affairs

6.1 The statement of affairs of the company as at 17 February 2011, has been prepared by the directors and is included with this report. The original affidavit accompanying the statement of affairs was sworn by Ellen Walker. A summary of the statement of affairs is attached to

this report, along with accompanying notes, and an estimated deficiency account in respect of the final period of trading.

- 6.2** As a result of The Enterprise Act 2002 the preferential creditor status of HM Revenue and Customs in respect of PAYE, NIC and VAT, was abolished. This change in legislation also introduced provisions for the liquidator to set aside a certain proportion of the company's net property to deal with the claims of unsecured creditors in advance of the claims of the holder of a floating charge. This is known as the Prescribed Part. **These provisions only apply if a floating charge was created after implementation of The Enterprise Act on 15 September 2003.** In the case of this company no floating charge was created before The Enterprise Act was implemented.
- 6.3** The statement of affairs takes no account of the cost and expenses of the liquidation or of realising the company's assets.

7. Business conducted at the meeting

7.1 No creditors attended the meeting and no proxies had been received.

7.2 The chairman opened the meeting and W Harrison of KSA Group Ltd, who had been appointed joint liquidator of the company by the shareholders of Arrow Fracht Dienstleistung Limited, presented a brief report to the meeting and reviewed the statement of affairs of the company which had been drawn up to the date of liquidation on his behalf.

7.3 There being no further issues raised by the creditors the chairman moved to the formal business of the meeting. Accordingly, creditors approved the following resolutions:

- the appointment of E Walls and W Harrison of KSA Group Ltd, C12 Marquis Court, Marquis Way, Team Valley, Gateshead, NE11 0RU, was confirmed.
- a creditors' committee was not established.

In the absence of a creditors committee:

- The meeting was informed that an agreed fee of £4,000 plus VAT plus disbursements will be paid to KSA Group Limited in respect of the costs of assisting the director in preparing the statement of affairs and summoning and holding the meetings of members and creditors. The meeting was also informed that KSA Group Ltd had received funds of £1,590 made up from third party funds.
- it was agreed that liquidators' remuneration would be calculated by reference to time costs incurred by the liquidators and their staff and authorisation was given for the liquidators to draw remuneration on account of those time costs when they felt it was appropriate.
- The liquidator informed the meeting that the current charge out rates for staff likely to deal with matters pertaining to this liquidation were as follows:

	£ per hour
Administrators	40 – 100
Managers	100 – 175
Partners	175 – 300

- It was agreed that all disbursements incurred by the liquidators' firm should be reimbursed at direct cost save in the case of postage, stationery and telephone for which a charge of £7.50 per creditor would be levied, and motor travel where a charge of 50p per mile would be made.
- it was agreed that the level of the liquidators' specific performance bond should be set at £10,000

Insolvency Act 1986

Arrow Fracht Dienstleistung Ltd
Estimated Statement Of Affairs as at 17 February 2011



	Book Value £	Estimated to Realise £
ASSETS		
Furniture & Equipment	1,000.00	100.00
Book Debts	22,642.34	2,500.00
		<u>2,600.00</u>
LIABILITIES		
PREFERENTIAL CREDITORS:-		
		NIL
		<u>2,600.00</u>
DEBTS SECURED BY FLOATING CHARGE PRE 15 SEPTEMBER 2003 OTHER PRE 15 SEPTEMBER 2003 FLOATING CHARGE CREDITORS		
		NIL
		<u>2,600.00</u>
Estimated prescribed part of net property where applicable (to carry forward)		
		NIL
		<u>2,600.00</u>
DEBTS SECURED BY FLOATING CHARGE POST 15 SEPTEMBER 2003		
		NIL
		<u>2,600.00</u>
Estimated prescribed part of net property where applicable (brought down)		
		NIL
		<u>2,600.00</u>
Unsecured non-preferential claims (excluding any shortfall to floating charge holders)		
Trade & Expense Creditors		44,145.19
		<u>44,145.19</u>
Estimated deficiency/surplus as regards non-preferential creditors (excluding any shortfall in respect of F.C's post 14 September 2003)		
		(41,545.19)
		<u>(41,545.19)</u>
Issued and called up capital		
Ordinary Shareholders		20,000.00
		<u>20,000.00</u>
TOTAL SURPLUS/(DEFICIENCY)		<u><u>(61,545.19)</u></u>

Arrow Fracht Dienstleistung Limited – In Liquidation

Notes to the Estimated Statement of Affairs

1. Trade and Expense Creditors

- 1.1 Details of amounts due to creditors have been taken from the books and records of the company. Inclusion in the statement of affairs of the company does not constitute agreement that these amounts are, or were at any time, owed by the company and does not entitle a creditor to participate in any future distribution.

2. Costs and Expenses of Liquidation and Asset Realisation

- 2.1 The statement of affairs takes no account of the costs and expenses of the liquidation or realising the assets of the company.

3. Book Debts

- 3.1 The book value figure for debtors has been taken from the books and records of the company as at the date of liquidation. In assessing the amounts estimated to realise the directors have:

- Written off those debts which are known, or are thought to be, irrecoverable.
- Applied a further general provision in respect of book debts of 20%.

- 3.2 The directors have valued the book debts on this basis in order to present a prudent view of the affairs of the company. Following liquidation the liquidator will endeavour to collect all amounts due to the company.

Arrowlink Fracht Dienstleistung Limited

Summary of Recent Financial History



Accounting Information

The following information has been extracted from the Company's unaudited accounts for the year ended 31 March, 2010

	Management Accounts 31 March 2010 £
Profit and Loss Account	
Turnover	73,939
Gross Profit	9,226
Gross Profit Percentage	12.5%
Directors Remuneration	16,667
Net Loss After Taxation & Dividends	(18,490)
	<hr/>
Balance Sheet	
Fixed Assets	Nil
Current Assets	22,978
Liabilities	(41,468)
Total Assets Less Liabilities	<hr/> <u>(18,490)</u>
Issued Share Capital	1
Reserves	(18,491)
Shareholders Reserves	<hr/> <u>(18,490)</u>

KSA Group Ltd
Arrow Fracht Dienstleistung Ltd
B - Company Creditors

Unsecured Creditors		
Name	Address	£
AM Transport	PL 05-300 Minsk Mazowiecki UL, Jana Huberta 13, Poland	150.00
AS Olbtar	Tehnika Tee 6, Torvandi Alevik, Ulenurme Vald, 61715 Tartumaa	40.00
Atruck Logistic	Vaclavovicka 1538, 739 34 Senov	360.00
Arrowlink Express	Berkeley Business Centre, Hubbard Way, Ipswich, IP1 2QA	15,407.19
Brunel Freight	AMC House, 12 Cumberland Avenue Park Royal, London, NW10 7QL	4,084.69
Babik Transport	UL Towarowa 3, 05-530 Gora Kalwaria, Poland	100.00
Brunel Freight Forwarding Ltd	AMC House, 12 Cumberland Ave Park Royal, London, NW10 7QL	528.75
BTG Internationale	Franz-Stickan - STR 2, D-2 8197 Bremen, Germany	1,445.00
Cargo 2000	Michael Drewsens VEJ 14-16, 8270 Hojbjerg, Denmark	1,125.00
Deroo Transports	25 Rue Du Pont D'Ardennes, B.P. 94007 Wizernes, 62503 St Omer, Cedex, France	40.12
Danny Crangle	84 Castleward Road, Downpatrik, Down, BT30 7JU	117.50
Duarig Transports	Z.A Les Blaches, N 98 38270 Jarcieu, France	150.00
Deroo Transport	Deroo Transports, 25 Rue Du Pont D'ardennes, B.P 94007 Wizernes, 62503 St Omer, Cedex, France	200.00
Eurogoods	Revolunci 739, Kostelec Nad C.I, 28163, Czech Republic	42.81
Ekofrut Ltd	East Industrial Zone, Vasil Kančov Blvd, 300 Vratsa, Bulgaria	320.00
Florian Pickworth		95.42
Hussar Gruppa	Spolka Z Ograniczona, Ul. Dembowkiego 4/60, 02-784 Warszawa, Poland	2,554.84
Heinloth	An Der Lande 4, D-911554 Roth B., Germany	3,820.00
HM Revenue and Customs	Insolvency Operations, Queens Dock, Liverpool, L74 4AF	27.48
ITLF	4 Rue Des 7 Voies Romaines 62650, Zoteux, France	40.00
Jatrans	Letaliska Cesta 32, 1000 Ljubljana, Slovenia	40.00
JC Fiolet Transport	22 Avenue Leon Blum, BP 90034, 62507 Arques Cedex, France	980.00
Jelen Transport		1,616.06
Kirsmar Volume	Melkerijstraat 4, B-8850 Ardoonie, Belgium	200.00
KFM Trading	Kamerlingh Onnesstraat 16, 9351 VD Leek, Netherland	1,400.00

KSA Group Ltd
Arrow Fracht Dienstleistung Ltd
B - Company Creditors

Unsecured Creditors		
Name	Address	£
L.H.S Horecka	Lechowicz GBR, Berliner Str 22, 02826 Borlitz, Germany	180.00
MD Invest SRL	32 GV Bibescu Street, 400365 CLIJ NAPOCA, CLUJ, ROMANIA	42.53
Mcardle Transport	Callanberg Inniskeen, Dundalk, Co Louth	1,150.00
Mestrans Stanislav Bundersek	Lunackova 8, 8233 Mirna, P.E.C Andreja Bitenca 68, 1000 Ljubljana	40.00
Mihevc Transport	TRZaska Cesta 164, 1370 Logatec, Slovenija	200.00
Neufra Spedition	Heinrich Lanz Allee 2-4, 60437 Frankfurt, Germany	281.73
Neufra Spedition	Heinrich Lanz Allee 2-4, 60437 Frankfurt, Germany	40.00
Norman E. Webb Ltd	Unit A4, Bumpers Farm Industrial Estate, Chippenham, Wiltshire, SN14 6LH	352.50
Nosta Gruppe	Buchenbrink 1, 49086 Osnabruck, Germany	570.00
Osman Kurt Transporte	Europaische Verkehrsdidenste, Robert Bosch Str 24, D-73079, Suben	297.69
Osman Kurt Transporte	Europaische, Verkehrsdienste, Robert Bosch Str 24, D-73079, Suben	600.00
Fercam France	38 Marcal Dassault, 93148 Bondy Cedex, France	1,000.00
Petr Prosek Pepro	Sladkoova 3470/40, 430 03 Chomutov, Czech Republic	85.34
PHU " LEW" GRZEGORZ	84-103 LEBCZ, Strzelno, Ul. Baltycka 20, Poland	200.00
Romona - Trans	OS. Oswiecenia 82/6, 61 - 211 Poznan, Poland	694.75
Slauko Egga	PE Maribor, Jadranska 25, 2000 Maribor, Slovenija	149.85
Sambular	Hrbovicka 437/64, 400 01 Ustinad Labem, Maltezske nam 537/4, Praha, Czech Republi	80.00
Siege Social GBE	2 Rue Youri Gagarine, 33187 Le Haillan, France	170.00
ST Stupar	Ankaranska Cesta 5, Slo-6000 Koper, Slovenia	2,120.00
Stuz Dooel Uvoz-IZvoz	Oktomvriska Revolucija, 41/DP7, 1300 Kumanovo, Macedonia	30.00
Spedycja EWA		206.57
Terratrans Internationale	Postfach 10 11 26, Bremen, Germany	599.37
TIF Transportes Isotermo Flores, SI	Poligono Industrial El Lomo, C/ Gladiolo 7, 28970 Humanes De madrid (Madrid), Spain	60.00
Uslugi Transportowe	Korne 9, 83-407 Lubiana	40.00
Valatrans	Liptal 483, 756 31 Liptal, Czech Republic	70.00
Total		44,145.19

Arrow Frachet Dienstleistung Limited

Estimated Deficiency Account For the period from 1 April 2010 to 17 February 2011.

	£	£
Reserves Balance at 31 March 2009		(18,491)
Amounts written off for the purposes of the statement		
Furniture and Equipment	1,000	
Book Debts	20,142	
	<hr/>	<hr/> (21,142)
		(39,633)
Extraordinary Items		
		<hr/> NIL
		(19,491)
ASSUMED TRADING PROFIT/(LOSS) FOR THE PERIOD		<hr/> (22,054)
CREDITORS DEFICIENCY PER STATEMENT OF AFFAIRS		<hr/> (41,545)