

**In the Matter of Spedycja EWA Limited
And in the Matter of the Insolvency Act and Rules 1986**

Company Number: 06818796
Trading As: Spedycja EWA Limited
Formerly: None Known
Registered Office: C12 Marquis Court, Marquisway, Team Valley, Gateshead, NE11 0RU
Trading Address: Bridge House, Riverside North, Bewdley, DY12 1AB

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 Spedycja EWA 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 Spedycja EWA Ltd

Spedycja EWA Limited – In Liquidation

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 12.15pm



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: 06818796

Date of Incorporation: 13/02/2009

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: Euro Wide Agencies LTD £1 Ordinary Shares 20,000

Directors: Ellen Walker
Brian William Ellis

Company Secretary: Euro Wide Agencies

Nature of Business: Freight Transportation

Trading Address: Bridge House, Riverside North, Bewdley, DY12 1AB

2. History of the Company

- 2.1 The company was incorporated on 13 February 2009 and began trading shortly thereafter. The company took advantage of a niche in the market supplying 3rd party Polish haulage services. Clients ranged from small freight forwards through to blue chip multinationals on routes between the UK and France.
- 2.2 The business plan put in place for the company required that its already well established sister company, 'Arrowlink Express Limited', would provide support to the company. This would gradually reduce over time until the company became fully established as a profitable operation in its own right.
- 2.3 The company initially developed in lines with the plan set out. However the effects of the recession impacted on the road freight industry as whole resulting in a diminished pool of haulage supply. This combined with the problems these effects were having on its sister company led to a failure to make any progress from spring 2010 onwards. By autumn 2010 the company was in an insolvent position.
- 2.4 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 with no prospect of a turnaround. 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.

- 2.5** The director(s) consider that the main reasons for the company's failure were as follows:
1. Economic downturn led to reduction in available supply of vehicles and more competition for vehicles;
 2. Failure to secure any new contracts and progress the company as a self sufficient operation after spring 2010.

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 24 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 directors 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.

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 one proxy had been received in favour of the chairman.

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 Spedyca EWA 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 £4,700 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
 Spedycja EWA 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	5,767.92	5,709.18
Amount due to factoring company under cr	(5,709.18)	(5,709.18)
		100.00
LIABILITIES		
PREFERENTIAL CREDITORS:-		
		NIL
		100.00
DEBTS SECURED BY FLOATING CHARGE PRE 15 SEPTEMBER 2003 OTHER PRE 15 SEPTEMBER 2003 FLOATING CHARGE CREDITORS		
		NIL
		100.00
Estimated prescribed part of net property where applicable (to carry forward)		
		NIL
		100.00
DEBTS SECURED BY FLOATING CHARGE POST 15 SEPTEMBER 2003		
		NIL
		100.00
Estimated prescribed part of net property where applicable (brought down)		
		NIL
		100.00
Unsecured non-preferential claims (excluding any shortfall to floating charge holders)		
Trade & Expense Creditors	95,712.91	95,712.91
Estimated deficiency/surplus as regards non-preferential creditors (excluding any shortfall in respect of F.C's post 14 September 2003)		(95,612.91)
		(95,612.91)
Issued and called up capital		
Ordinary Shareholders	20,000.00	20,000.00
		20,000.00
TOTAL SURPLUS/(DEFICIENCY)		(115,612.91)

Spedycja EWA Limited – In Liquidation
Notes to the Estimated Statement of Affairs



1. Book Debts

- 2.1 The book value figure for debtors has been taken from the information provided by Bibby Financial services who act as a factoring company for Spedycja EWA Limited.
- 2.2 Bibby Financial services holds a cross corporate guarantee with 'Arrowlink Express Limited', the company's sister company. Therefore the expected £5767.92 due in from book debts will be applied to the shortfall on the sister company and will not benefit the company's estate.

3. Trade and Expense Creditors

- 3.1 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.

4. Costs and Expenses of Liquidation and Asset Realisation

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

Spedycja EWA 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	640,654
Gross Profit	65,596
Net Profit/Loss After Taxation & Dividends	(67,212)
	<hr/>
Balance Sheet	
Fixed Assets	1,045
Current Assets	145,885
Liabilities	(209,997)
Total Assets Less Liabilities	<hr/> <u>(63,067)</u>
Issued Share Capital	4,145
Reserves	(67,212)
Shareholders Reserves	<hr/> <u>(63,067)</u>

KSA Group Ltd
Spedycja EWA Ltd
B - Company Creditors

Unsecured Creditors		
Name	Address	£
Arrowlink Express Ltd	Berkely Business Centre, 159 Princess Street, Ipswich, Suffolk, IP1 1QH	13,073.44
Barjrak Firma Transportowo	Kolacz Mirosław, Ul regera 11, 37700 Prezemysyl, POLAND	59,993.21
Eagles Company SRL	Via Pedemontana, 66020 Paglieta CH, ITALY	1,027.49
HM Revenue and Customs	Insolvency Operations, Queens Dock, Liverpool, L74 4AF	590.88
Patitrans - Usługi Transportowe	Krzysztof Starosciak, Borow 94, 22-315 Gorzkow, POLAND	8,675.60
Rivera De Vigo	Transportes Unipessoal LDA, 11 Rua Mendez Nunez, 1 Derecha, 36202 Vigo Pontevedra, POLAND	1,125.30
StepehnsScown Solicitors	Ospery House, Malpas Road, Truro, Cornwall, TR1 1UT	1,068.52
Temperi Jan Kusiek	Returned envelope	5,421.29
TSA FRANCE	Z.I DU Fond Squin, B.P 50169, 62503 Saint - Omer Cedex, FRANCE	780
Teeside Insurance	Eggleston Court, Riverside Park,, Middlesborough, TS2 1RU	400.03
Westfield Transpoty (Cornwall	Kerley Paddock, hacewater, Truro, Cornwall, TR4 8JY	1,089.65
Whittle & Co	Century House South, North Station Road, Colchester, Essex, CO1 1RE	2,467.50
	Total	95,712.91

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

	£	£
Reserves Balance at 31 March 2010		(67,212)
Amounts written off for the purposes of the statement		
Furniture & Equipment	900	
	<hr/>	<hr/>
		(900)
		(68,112)
Extraordinary Items		
		<hr/>
		NIL
		(68,112)
ASSUMED TRADING PROFIT/(LOSS) FOR THE PERIOD		<hr/>
		(27,501)
CREDITORS DEFICIENCY PER STATEMENT OF AFFAIRS		<hr/>
		(95,613)