

**In the Matter of Emergency Cooling Limited
And in the Matter of the Insolvency Act and Rules 1986**

Company Number: 05422544
Trading As: Emergency Cooling Limited
Formerly: None known
Registered Office: C12 Marquis Court, Marquisway, Team Valley, Gateshead, NE11 0RU
Trading Address: 127 Cavendish Drive, Leyton Stone, E11 1DJ

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 2 March 2011 we were appointed joint liquidators of Emergency Cooling 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: 3 March 2011

E Walls
Joint Liquidator of Emergency Cooling Ltd

**Report To a Meeting Of Creditors Held Pursuant To Section 98 Of The Insolvency Act 1986
At the offices of KSA Group Ltd, Tower 42, 25 Old Broad Street, London, EC2N 1HN
On 2 March 2011 at 12.45 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: 05422544

Date of Incorporation: 12 April 2005

Registered Office: was 38 Tudor Crescent, Otford, Sevenoaks, TN14 5QT but recently changed to C12 Marquis Court, Marquis Way, Team Valley, Gateshead, NE11 0RU

Shareholdings: 2 Ordinary Shares of £1, both of which have been issued and fully paid.

		£1 Ordinary Share
Shareholders:	Timothy Clement Stephens	1
	Lee Anne Stephens	1

Directors in the last 3 years: Timothy Clement Stephens
Lee Anne Stephens

Company Secretary: Timothy Clement Stephens

Nature of Business: Supplier of emergency cooling systems

Trading Address: 127 Cavendish Drive, Leyton Stone, E11 1DJ

2. History of the Company

2.1 The company was incorporated on 12 April 2005 and began trading shortly thereafter. The company provided emergency cooling systems to a range of customers.

2.2 The company traded reasonably well since incorporation and had a good level of work.

2.3 As with other businesses operating in the building industry the company experienced a significant reduction in turnover from 2009 onwards. The company found it extremely difficult to gain new work.

2.4 Due to the reduction in the level of work the business began experiencing cash flow problems and when work was undertaken the company struggled to make the work profitable and cover the cost of running the company.

2.5 It was at this point that the company began to struggle to meet its liabilities. The director believed that the company was due a repayment from HM Revenue and Customs however, due to a financial reporting error the company ended up owing HM Revenue and Customs a significant sum which the company could not afford to repay.

2.6 The director attempted to source further work but was unsuccessful. With no immediate finance or income stream to ensure the company could service its liabilities, the director took the decision to cease trading and sought advice from KSA Group Ltd.

2.7 A meeting was arranged with representatives of KSA Group Ltd. Based on financial information provided by the director it was evident that the company was insolvent. After

consulting further with representatives of KSA Group Ltd the director felt he had no option but to call the meetings of shareholders and members necessary to place the company into voluntary liquidation.

2.8 The director considers that the main reasons for the company's failure were as follows:

1. A decline in the level of work due to the economic climate; and
2. A lack of work going forward.

3. Meetings of Members and Creditors

3.1 At a meeting of the board of directors held on 14 February 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 2 March 2011. The notices were issued to shareholders and creditors on 14 February 2011.

3.2 Accordingly, on 2 March 2011 at a meeting of the shareholders, duly convened at the offices of KSA Group Ltd, Tower 42, 25 Old Broad Street, London, EC2N 1HN resolutions were passed placing the company into Voluntary Liquidation and appointing E Walls and W Harrison, who are both licensed in the UK to act as insolvency practitioners by the Insolvency Practitioners Association, joint liquidators.

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 the company, its directors or shareholders.

4. Transactions with Associated Companies or Trading Organisations

4.1 There are no known associated companies or trading organisations.

5. Extracts from Accounts and other Financial Information

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

6. Statement of Affairs

6.1 A statement of affairs of the company as at 2 March 2011 has been prepared by the directors. 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 period of trading.

6.2 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 other than the director and no proxy votes had been received prior to the meeting.

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 Emergency Cooling 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 £3,500 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 £4,200 made up from third party funds.
- it was agreed that liquidators' remuneration would be calculated by reference to time costs incurred by the liquidator and his staff and authorisation was given for the liquidator to draw remuneration on account of those time costs when he 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 40p per mile would be made.
- it was agreed that the level of the liquidator's specific performance bond should be set at £10,000

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Insolvency Act 1986
 Emergency Cooling Limited
 Estimated Statement Of Affairs as at 2 March 2011



	Book Value £	Estimated to Realise £	£
ASSETS			
Office Equipment	559.00		
Overdrawn Director's Loan Account	15,174.00		5,000.00
			5,000.00
LIABILITIES			
PREFERENTIAL CREDITORS:-			
Employees - Holiday Pay		383.33	
			383.33
			4,616.67
DEBTS SECURED BY FLOATING CHARGE PRE 15 SEPTEMBER 2003 OTHER PRE 15 SEPTEMBER 2003 FLOATING CHARGE CREDITORS			
			NIL
			4,616.67
Estimated prescribed part of net property where applicable (to carry forward)			NIL
			4,616.67
DEBTS SECURED BY FLOATING CHARGE POST 15 SEPTEMBER 2003			
			NIL
			4,616.67
Estimated prescribed part of net property where applicable (brought down)			NIL
			4,616.67
Unsecured non-preferential claims (excluding any shortfall to floating charge holders)			
Trade & Expense Creditors		11,419.83	
			11,419.83
Estimated deficiency/surplus as regards non-preferential creditors (excluding any shortfall in respect of F.C's post 14 September 2003)			(6,803.16)
			(6,803.16)
Issued and called up capital			
Ordinary Shareholders		2.00	
			2.00
TOTAL SURPLUS/(DEFICIENCY)			(6,805.16)

Emergency Cooling Limited – In Liquidation

Notes to the Estimated Statement of Affairs



1. Office Equipment

- 1.1 The chattel assets of the company consist of a small amount of office equipment. Book values attributed to these assets in the statement of affairs have been taken from the most recent set of annual account for the year ended 30 April 2009. The estimated to realise value has been provided by the directors.

2. Director's Loan Account

- 2.1 The book value figure for the overdrawn director's loan account has been taken from the most recent set of annual account for the year ended 30 April 2009.

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. Amounts Due to Employees

- 4.1 In some instances it has been necessary to estimate the amounts due to employees in respect of arrears of wages, holiday pay, pay in lieu of notice and redundancy.

5. Costs and Expenses of Liquidation and Asset Realisation

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

Emergency Cooling Limited

Summary of Recent Financial History

Accounting Information

The following information has been extracted from the Company's annual accounts for the period 30 April 2008 and for the period 30 April 2009.

	Annual Accounts 30 April 2009 £	Annual Accounts 30 April 2008 £
Profit and Loss Account		
Turnover	133,938	125,632
Gross Profit	52,880	62,242
Director's Remuneration	9,000	6,000
Dividends	16,800	30,000
Net profit/ (Loss) After Taxation & Dividends	12,775	22,881
	<hr style="border-top: 3px double black;"/>	<hr style="border-top: 3px double black;"/>
Balance Sheet		
Fixed Assets	10,247	6,642
Current Assets	26,795	40,797
Liabilities	(36,967)	(43,339)
Total Assets Less Liabilities	<hr style="border-top: 3px double black;"/> 75 <hr style="border-top: 3px double black;"/>	<hr style="border-top: 3px double black;"/> 4,100 <hr style="border-top: 3px double black;"/>
Capital and reserves	1	1
Profit and loss account	74	4,099
Shareholders Reserves	<hr style="border-top: 3px double black;"/> 75 <hr style="border-top: 3px double black;"/>	<hr style="border-top: 3px double black;"/> 4,100 <hr style="border-top: 3px double black;"/>

B - List of Creditors

Unsecured Creditors

Name	Address	£
HM Revenue & Customs	Insolvecny Operations, Queens Dock, Liverpool, L74 4AP	4,348.64
HSBC Bank Plc	Card Services, Chartwel Square, Southend-on-Sea, Essex, SS9 2UU	2,558.28
R.E. Jones & Co	132 Burnt Ash Road, Lee, London, SE12 8PU	4,512.91
	Total	<u>11,419.83</u>

Signature _____ Date _____

Emergency Cooling Limited

Estimated Deficiency Account For the period from 1 May 2009 to 2 March 2011.

	£	£
Reserves Balance at 30 April 2009		74
Amounts written off for the purposes of the statement		
Office Equipment	559	
Director's Loan Account	10,174	
	<hr/>	<hr/>
		(10,733)
		(10,659)
Extraordinary Items		
	<hr/>	<hr/>
		NIL
		(10,659)
ASSUMED TRADING PROFIT/(LOSS) FOR THE PERIOD		<hr/>
		3,856
CREDITORS DEFICIENCY PER STATEMENT OF AFFAIRS		<hr/>
		(6,803)