

**In the Matter of MVS Automotive Limited
And in the Matter of the Insolvency Act and Rules 1986**

Company Number: 07416348
Trading As: MVS Automotive Limited
Formerly: No previous names.
Registered Office: 40 Billingsley Road, Sheldon, Birmingham, B26 2ED
Trading Address: Unit 4, Cullwick Street, Wolverhampton, West Midlands, WV1 2UL

In accordance with Rule 4.106, I, Eric Walls of KSA Group Limited, C12 Marquis Court, Marquisway, Team Valley, Gateshead, NE11 0RU, give notice that on 1 March 2012 I was appointed liquidator of MVS Automotive 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 July 2012 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) of KSA Group Limited, C12 Marquis Court, Marquisway, Team Valley, Gateshead, NE11 0RU, Alternative Contact: E Walls, insolvency@ksagroup.co.uk, 0191 482 3343, the liquidator of the said company, and, if so required by notice in writing from the said liquidator, 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: 2 March 2012

E Walls
Liquidator of MVS Automotive Ltd

Insolvency Act 1986
MVS Automotive Limited
Estimated Statement Of Affairs as at 1 March 2012



	Book Value £	Estimated to Realise £
ASSETS		
Book Debts	2,058.35	2,058.35
		<u>2,058.35</u>
LIABILITIES		
PREFERENTIAL CREDITORS:-		
Employee claims - Arrears / Holiday Pay		2,082.19
		<u>2,082.19</u>
		(23.84)
DEBTS SECURED BY FLOATING CHARGE PRE 15 SEPTEMBER 2003 OTHER PRE 15 SEPTEMBER 2003 FLOATING CHARGE CREDITORS		
		<u>NIL</u>
		(23.84)
Estimated prescribed part of net property where applicable (to carry forward)		<u>NIL</u>
		(23.84)
DEBTS SECURED BY FLOATING CHARGE POST 15 SEPTEMBER 2003		
		<u>NIL</u>
		(23.84)
Estimated prescribed part of net property where applicable (brought down)		<u>NIL</u>
		(23.84)
Unsecured non-preferential claims (excluding any shortfall to floating charge holders)		
Trade & Expense Creditors	101,134.30	
Employees Claims	1,366.66	
Director's loan account	100,000.00	
		<u>202,500.96</u>
Estimated deficiency/surplus as regards non-preferential creditors (excluding any shortfall in respect of F.C's post 14 September 2003)		<u>(202,524.80)</u>
		(202,524.80)
Issued and called up capital Ordinary Shareholders		1.00
		<u>1.00</u>
TOTAL SURPLUS/(DEFICIENCY)		<u><u>(202,525.80)</u></u>

MVS Automotive Limited – In Liquidation
Notes to the Estimated Statement of Affairs

1. Tangible Assets

1.1 The company holds no chattel assets.

2. Book Debts

2.1 The book values figure for debtors has been provided by the director as at the date of liquidation. In assessing the amounts estimated to realise the director is of the opinion that the amounts due from debtors will be fully recoverable. Following liquidation the liquidator will endeavour to collect all amounts due to the company.

3. Prescribed Part

3.1 In certain circumstances the liquidator is required to make a prescribed part of the company's net property available to the unsecured creditors. In this case the prescribed part does not apply as there is no floating chargeholder.

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 and holiday pay.

5. Trade and Expense Creditors

5.1 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.

6. Costs and Expenses of Liquidation and Asset Realisation

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

MVS Automotive Limited – In Liquidation

Report To a Meeting Of Creditors Held Pursuant To Section 98 Of The Insolvency Act 1986
At The Westmead Hotel, Redditch Road, Hopwood, Birmingham, B48 7AL
On 1 March 2012 at 12.00 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:	07416348
Date of Incorporation:	22 October 2010
Registered Office:	Was 40 Billingsley Road, Sheldon, Birmingham, B26 2ED but recently changed to C12 Marquis Court, Marquisway, Team Valley, Gateshead, NE11 0RU
Shareholdings:	1 Ordinary Share of £1, which has been issued and fully paid.
Shareholders:	John Anthony Clarke £1 Ordinary Share 1
Directors in the last 3 years:	John Anthony Clarke
Company Secretary:	Jonathan Matthew Findlay
Nature of Business:	Motor vehicle servicing
Trading Addresses:	Unit 4, Cullwick Street, Wolverhampton, West Midlands, WV1 2UL

2. History of the Company

- 2.1 The company was incorporated on 22 October 2010 but did not commence trading until 1 March 2011. The company provided motor vehicle servicing, MOT testing and repairs.
- 2.2 The director has previous experience of working in the motor industry and had worked for various dealerships throughout his career. In 2009, the director decided to start his own company and set up the company to offer servicing, MOT testing and repairs.
- 2.3 The funding for the company was provided by the director. The company's main customers were fleet users and customers in the retail industry. Initially business was slow but soon began to pick up. A business development manager was employed to attempt to secure more customers. It later became clear that this strategy had been ineffective and the level of work began to slow once more. As a result, the company began to experience cash flow difficulties.
- 2.4 The director was then confronted by a combination of the deepening recession, and the effects of poor financial reporting. These issues negatively impacted the company's ability to secure new customers and meet its ongoing liabilities.
- 2.5 The above difficulties combined to leave the company in a much poorer financial position than had been anticipated and liabilities had built up. With little prospect of finding additional customers, and no option to secure additional finance, the director decided to cease trading in December 2011 and seek advice on the company's financial position.

2.6 Accordingly, 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.

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

1. A decline in the level of work; and
2. Inability to secure new customers going forward.

3. Meetings of Members and Creditors

3.1 At a meeting of the board of directors held on 6 February 2012 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 1 March 2012. The notices were issued to shareholders and creditors on 9 February 2012.

3.2 Accordingly, on 1 March 2012 at a meeting of the shareholders, duly convened at The Westmead Hotel, Redditch Road, Hopwood, Birmingham, B48 7AL resolutions were passed placing the company into Voluntary Liquidation and appointing E Walls, who is licensed in the UK 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 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 (appendix 1).

6. Statement of Affairs

6.1 A statement of affairs of the company as at 1 March 2012 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. A number of proxies were received in favour of the chairman.

7.2 The chairman opened the meeting and E Walls of KSA Group Ltd, who had been appointed liquidator of the company by the shareholders of MVS Automotive 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 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 creditors agreed a fee of £4,000 plus VAT plus disbursements will be paid to KSA Group Limited in respect of the costs of assisting the directors 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 third party funds of £4,800.
- It was agreed that liquidator's 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 liquidator's 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 45p per mile would be made.
- It was agreed that the level of the liquidator's specific performance bond should be set at £10,000

MVS Automotive Limited
Summary of Recent Financial History

Accounting Information

The following information has been extracted from the company's management profit and loss account for the year ended 31 December 2011.

	Management Accounts 31 December 2011 £
Profit and Loss Account	
Turnover	117,552
Gross Profit	56,786
Gross Profit Percentage	48.3%
Director's Remuneration	1,800
Dividends	Nil
Net loss before Taxation & Dividends	(68,861)

B - List of Creditors

Unsecured Creditors

Name	Address	£
1PM	15 St James Parade, Bath, BA1 1UL	6,689.76
Air Liquide	Station Road, Birmingham, BA6 1JY	43.32
Andrew Page	Apson House, Leeds, LS1 59JL	429.71
BT Group	Correspondence Centre, Durham, DH98 1BT	2,661.98
Car Spares	Unit 4, Cooper Street, Wolverhampton, WV2 2JL	704.68
Close Business Finance	Bridge House, Hessle, HU13 0PB	18,498.60
EPYX Ltd	Heath Farm, Hampton Lane, Meriden, Coventry, CV7 7LL	900.00
Euro Car Parts	Fulton Road, Wembley, HA9 0TF	3,001.04
Finesse	Phoenix Works, Richards Street, Darlaston, WS10 8BZ	1,275.60
Forte Lubricants Ltd	4 Pabrook Close, Coventry, CV4 9XY	447.72
GSF Car Parts Ltd	Unit 21 - 27, The Fort Industrial Park, Birmingham, B35 7AR	1,210.18
HM Revenue and Customs	Insolvency Operations, Queens Dock, Liverpool, L74 4AF	6,123.95
HM Revenue and Customs	Durrington Bridge Hse, Barrington Road, Worthing, W Sussex, BN12 4SE	4,661.88
Investec	Salisbury House, 31 Finsbury Circus, London, EC2M 5SQ	11,904.39
Lyreco	Deer Park Court, Telford, TF2 7NB	62.28
Royal Bank of Scotland	Credit Card Services, PO Box 5747, SS1 9AJ	848.50
Royal Bank of Scotland	Loan Maintenance Team, PO Box 4153, RM12 4BR	23,041.70
Royal Bank of Scotland	57 Calthorpe Road, Edgbaston, B15 1TT	896.00
RMI	2nd Floor Chestnut Field House, Rugby, CV21 2PA	267.50
RSJ Motor Factors Ltd	Unit 2, Astra Industrial Estate, Wolverhampton, WV2 2HX	23.13
Transcom	PO Box 338, LS14 9FD	541.98
Unipart	2100 The Crescent, Birmingham, B37 7YE	968.06
Willenhall Engines	Loxdale Street, WV14 0PR	7,838.24
Wolverhampton City Council	PO Box 250, Wolverhampton, WV2 1AX	8,094.10
Total		101,134.30

Signature _____ Date _____

MVS Automotive Limited

Estimated Deficiency Account For the period from 1 January 2012 to 1 March 2012.

	£	£
Reserves Balance at 31 December 2011		NIL
Amounts written off for the purposes of the statement		<u>NIL</u>
Extraordinary Items		
Employees Claims - Unsecured		<u>(1,367)</u>
		(1,367)
ASSUMED TRADING PROFIT/(LOSS) FOR THE PERIOD		<u>(201,158)</u>
CREDITORS DEFICIENCY PER STATEMENT OF AFFAIRS		<u>(202,525)</u>