

**REPORT OF THE DIRECTORS OF**  
**[REDACTED] LIMITED**  
(hereinafter referred to as the "Company")

The directors have provided the following information as to the history of the Company.

**1. PRIOR INVOLVEMENT OF THE LIQUIDATOR**

[REDACTED] Associates Limited nor any of their staff have had any involvement with the Company prior to being approached by its directors seeking advice concerning the financial position. [REDACTED] and [REDACTED] Associates Limited are licensed Insolvency Practitioners authorised by the Insolvency Practitioners Association.

**2. TRADING HISTORY**

The Company was incorporated on 25 March 1998 and its principle business was that of sales promotions.

The trading address was at [REDACTED]

The Company was formed by [REDACTED] who had over 20 years' experience in the sales promotions industry and who was, up until earlier this year the key promotions man in this Company.

Ian had been working hard to keep this Company prosperous until his health started to deteriorate rapidly in the first quarter of this year, to the point where he was told he had to have a heart by-pass operation.

With the illness of Ian being more severe than at first anticipated and the fact that he had to have 5 by-passes in one operation which he only just survived, the [REDACTED] family and the other shareholders came to the quick conclusion that Ian would not be back to work for the foreseeable future, if ever.

As Ian was the only person that could operate the business (as he was "Mr Sales Promotion") it was decided that the Company should be urgently closed for business.

The directors concluded that the Company could not continue. The company ceased to trade on 13 April 2012 instructed [REDACTED] Limited with a view to appointing liquidators.

**3. FINANCIAL INFORMATION**

Unaudited Financial Statement shows the following results:

Year ended	Turnover	Gross Profit	Net Profit/(Loss) after tax	B Shares dividends	Profit & Loss Account
	£	£	£	£	£
31 December 2010	343,378	252,981	9,420		12,131
31 December 2009	505,843	395,212	34,103	60,000	2,711
31 December 2008	612,059	487,886	83,055	60,000	28,608

The Company has not produced any management accounts for the period since the last unaudited financial statements shown above.

#### 4. STATEMENT OF AFFAIRS

The Statement of Affairs has been signed by [redacted] as being to the best of his knowledge a complete and true statement of the Company's financial position as 14 May 2012. A summary is attached at Appendix I.

##### 4.1 Assets

The Company has no debtors. The chattel assets comprise office equipment purchased mainly between 1998 and 2007. The directors consider the costs of removal, storage and realisation to be more than the value of these items. No professional valuation has been obtained.

##### 4.2 Prescribed Part

Under the provisions of Section 176A of the Insolvency Act 1986 the liquidator must estimate the amount of funds available to unsecured creditors in respect of the prescribed part. This provision only applies where the Company has granted a floating charge to a creditor after 15 September 2003. The Company granted a debenture to [redacted] Limited dated 14 March 2005. There is no amount owing to [redacted] Limited and consequently prescribed part calculation is not made.

##### 4.3 Liabilities

A list of the creditors is attached as Appendix II

Year ended	31 December 2011	31 December 2010	31 December 2009	31 December 2008	31 December 2007
Revenue	177,117	177,117	177,117	177,117	177,117
Expenses	(177,117)	(177,117)	(177,117)	(177,117)	(177,117)
Profit/(Loss)	0	0	0	0	0

LIMITED

**SUMMARY OF DIRECTORS' STATEMENT OF AFFAIRS OF THE COMPANY  
AS AT 14 MAY 2012**

	Net Book Value £	Estimated to Realise £
<b>ASSETS</b>		
Uncharged Assets:		
Goodwill	195,000	Nil
Office equipment	2,665	Nil
Deposit with Insolvency Practitioners	10,781	10,781
Estimated assets available to creditors		<u>10,781</u>
<b>LIABILITIES</b>		
Preferential claims		(1,789)
Estimated assets available to non-preferential creditors		<u>5,992</u>
Non-preferential claims		
Trade & Expense	151,781	43% of turnover
HMRC - CT	7,072	
HMRC - VAT	9,838	
HMRC - PAYE/NI	4,273	
National Westminster Bank plc	11,733	
Leasing company	tba	
Employees	17,527	
Director	4,236	
		<u>(206,469)</u>
Estimated deficiency as regards creditors		<u>(200,477)</u>
Issued and called up capital		
200 shares of £1 each		(200)
10 B shares of £1 each		<u>(10)</u>
Estimated total deficiency as regards members		<u>(200,687)</u>

**NOTES:**

- Subject to costs of the liquidation.
- Subject to realisation of assets and agreement of claims.

1611 20% Profit

2130% of Profit

60% of turnover

**[REDACTED] LIMITED**  
**LIST OF CREDITORS**

CREDITOR	AMOUNT £
[REDACTED] Limited	99.18
[REDACTED] Stationers	45.21
[REDACTED] T	1,249.06
[REDACTED] Telecommunications plc	1,240.05
Clear Prospects Ltd	6,804.00
[REDACTED] Communications Ltd	187.78
[REDACTED] Envelopes & Print Ltd	322.92
[REDACTED] Sheet Fed	5,649.00
[REDACTED] Leasing Ltd	tba
HM Revenue & Customs – PAYE/NI	4,272.68
HM Revenue & Customs – CT	7,071.57
HM Revenue & Customs - VAT	9,838.38
[REDACTED]	4,235.67
[REDACTED] Property Co Ltd <i>cont?</i>	17,000.00
[REDACTED] Publishing (North)	600.00
[REDACTED] Small Solicitors LLP	1,050.00
[REDACTED] Print Ltd - <b>DISPUTED</b>	2,025.00
[REDACTED] Physio	195.00
[REDACTED] Bank plc	11,732.68
[REDACTED] Ltd	150.06
Royal Mail	5,333.24
[REDACTED] Marketing Limited	103,934.56
[REDACTED] Merchant Services	99.54
[REDACTED] Marketing Communications Limited (In Liquidation) !!	4,500.00
[REDACTED]	1,296.00
Employees	22,317.11

STAFF !!!

*cars?*