

The Insolvency Act 1986

Administrator's progress report

Name of Company Taylor & Sons Limited	Company number 00067032
In the High Court of Justice, Chancery Division, Cardiff District Registry (full name of court)	Court case number 277 of 2009

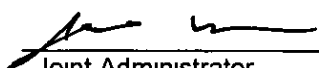
(a) Insert full
name(s) andaddress(es) of
administrator(s)

I/We (a)
Alistair Gareth Wardell and Nigel Morrison of Grant Thornton UK LLP, 11/13 Penhill
Road, Cardiff CF11 9UP

administrator(s) of the above company attach a progress report for the period

(b) Insert date	From (b) 9 April 2009	To (b) 19 August 2011
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Signed


Joint Administrator

Dated

23/8/11

Contact Details:

You do not have to give any contact information in the box opposite but if you do, it will help Companies House to contact you if there is a query on the form

The contact information that you give will be visible to searchers of the public record

C/O Grant Thornton UK LLP, 11/13 Penhill Road, Cardiff, CF11 9UP

DX Number

Tel/Fax
DX Exchange

When you have completed and signed this form, please send it to the Registrar of Companies at -
Companies House, Crown Way, Cardiff CF14 3UZ DX 33050 Cardiff





Grant Thornton

Our Ref AGW/SJH/ALW/T00183/7

To the Creditors

Recovery and Reorganisation

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19 August 2011

Dear Sirs

Taylor & Sons Limited - In Administration (the Company)
High Court of Justice, Chancery Division, Cardiff District Registry Number
277 of 2009

1 INTRODUCTION

- 1 1 Following the appointment of Nigel Morrison and myself as joint administrators of the Company by directors on 9 April 2009, I now report on the progress of the administration since my report dated 17 May 2011 to date
- 1 2 In order to allow time for the Company's property and other assets to be realised, the administrators' terms of office have been extended twice as follows
 - Firstly, secured and preferential creditors consented to an extension for six months to 8 October 2010, in accordance with paragraph 76(2)(b) of Schedule B1 to the Insolvency Act 1986
 - Secondly, a Court Order was obtained extending the period of the administration for a further 12 months to 8 October 2011 in accordance with paragraph 76(2)(a) of Schedule B1 to the Insolvency Act 1986
- 1 3 I have now instructed my solicitors, Bond Pearce LLP (Bond Pearce) to apply to Court again in accordance with paragraph 76(2)(a) of Schedule B1 to the Insolvency Act 1986 to seek a further extension of 12 months in order to allow time for the Company's remaining assets (referred to in paragraphs 3 3 and 3 6) to be realised
- 1 4 I enclose with this report Form 2 24B together with an account of my receipts and payments for the period ended 19 August 2011 (Appendix I) in accordance with Rule 2 47 of the Insolvency Rules 1986
- 1 5 In accordance with paragraph 100(2) of Schedule B1 to the Insolvency Act 1986 the functions of the administrators are to be exercised by any or all of them

Chartered Accountants
Member firm within Grant Thornton International Ltd
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A list of members is available from our registered office

Grant Thornton UK LLP is authorised and regulated by the Financial Services Authority for investment business.

A list of personnel permitted by Grant Thornton to accept appointments as insolvency practitioners and of their respective authorising bodies may be inspected at the above address.

2 STATUTORY INFORMATION

2 1 The Company's statutory details are as follows

registered number	67032
registered office	c/o Grant Thornton UK LLP 11-13 Penhill Road Cardiff CF11 9UP
former trading addresses	Regent Street Britton Ferry Neath SA11 2JA 5/6 Curran Road Cardiff CF10 5DF Canal Parade Cardiff CF10 5HJ

3 PROGRESS REPORT

3 1 The strategy for the realisation of the Company's assets was detailed in my proposals to creditors dated 2 June 2009

3 2 Receipts and payments since my last report are detailed in the attached receipts and payments account, Appendix I

Book debts

3 3 Since my previous report, I have realised £32,489 There remains one debt of £16,400 to realise

Claim against Companies House

3 4 In my report of 3 November 2010, I advised creditors in detail of a potential claim that the Company has against Companies House and my proposed assignment of this claim to a third party

3 5 This claim has now been assigned, which if successful may allow some future recovery for the secured creditor It is unlikely that it will generate any funds for unsecured creditors in view

of the estimated shortfall due to Lloyds TSB Plc (the Bank) of £3.7million

Miscellaneous debts

- 3.6 Following the sale of the property in Briton Ferry, there remains a balance of rent due from the tenant. The balance is subject to a reconciliation of debt collection due to the tenant which will be agreed shortly.

4 LIABILITIES AND OUTCOME FOR CREDITORS

Secured creditors

- 4.1 Total distributions to secured creditors are as follows

	£
The Bank	1,966,165
Lloyds TSB Commercial Finance Limited (LTSBCF)	612,227
Duncan & Barbara Taylor	0
	<hr/> 2,578,392 <hr/>

- 4.2 LTSBCF has been repaid in full. The other secured creditors, including the Bank, will incur substantial shortfalls on their loans.

Preferential creditors

- 4.3 Preferential claims have now been paid in full.

Prescribed part

- 4.4 As one of the Bank's debentures pre-dates 15 September 2003, there is no prescribed part of floating charge assets to be set aside for the benefit of unsecured creditors under Section 176A of the Insolvency Act 1986.

Unsecured creditors

- 4.5 There will be no funds available for a distribution to unsecured creditors.

5 ADMINISTRATORS' REMUNERATION

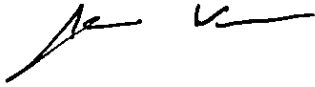
- 5.1 As there will be no funds available for unsecured creditors and preferential creditors have been paid in full, Rule 2.106(5A) to the Insolvency Rules provides that the joint administrators' remuneration is to be approved by secured creditors. The joint administrators' remuneration to date has been approved by the secured creditors.
- 5.2 In accordance with Statement of Insolvency Practice 9 (SIP 9), I attach as Appendix II a summary of my time costs to 8 August 2011 by grade of staff and type of work. Total time costs amount to £616,382 representing 2,493 hours at an average of £247 per hour. Disbursements to 8 August 2011 amount to £7,059. Remuneration of £405,000 and disbursements of £7,059 have been drawn to date.

- 5 3 Details of any matters which have had a significant impact on the time costs are included in the appendix, together with disbursements charged during the period under review

6 END OF THE ADMINISTRATION

- 6 1 Subject to the realisation of the book and miscellaneous debts due to the Company, I shall distribute remaining funds to the Bank I shall then file Form 2 35B with the Registrar of Companies in order to move the Company from administration to dissolution

Yours faithfully
for and on behalf of Taylor & Sons Limited



Alistair Wardell
Joint Administrator

The affairs, business and property of Taylor & Sons Limited are being managed by Alistair Wardell and Nigel Morrison, appointed joint administrators on 9 April 2009

Taylor & Sons Limited
(In Administration)

Receipts and payments account for the period
from 9 April 2009 to 19 August 2011

Appendix I

	Statement of affairs	9 4.2009 to 8 10.2010	9 10 2010 to 8 4.2011	9 4 2011 to 19 8 2011	Total
	£	£	£	£	£
RECEIPTS					
Freehold land and property	5,500,000 00	440 000 00	1,230 000 00	0 00	1 670 000 00
Stock and work in progress	600 000 00	60,194 00	0 00	0 00	60 194 00
Contracts	0 00	1 00	0 00	0 00	1 00
Goodwill	0 00	3 00	0 00	0 00	3 00
Plant and machinery	750 000 00	308 691 75	0 00	0 00	308 691 75
Book debts	1,300 000 00	1,387,372 52	0 00	32 488 78	1 419 861 30
Wages recharged to Cyrus	0 00	1 135 86	0 00	0 00	1,135 86
Rent received from Cyrus	0 00	51 000 00	30 000 00	0 00	81 000 00
VAT bad debt relief claim	0 00	71 831 31	0 00	0 00	71 831 31
Hire purchase surplus	0 00	3,978 70	0 00	0 00	3 978 70
Miscellaneous refunds	0 00	1,268 03	5,605 72	98 94	6,972 69
Sales	0 00	100 132 04	0 00	0 00	100 132 04
Fixed charge VAT payable	0 00	66 000 00	215,250 00	0 00	281,250 00
Floating charge VAT payable	0 00	40 442 20	0 00	0 00	40,442 20
	8,150,000 00	2,532,050 41	1,480,855 72	32,587 72	4,045,493 85
PAYMENTS					
Direct expenses		797 89	0 00	0 00	797 89
Rates		3 361 01	0 00	0 00	3,361 01
Heat & light		22,061 26	2,359 39	0 00	24 420 65
Travel		781 91	0 00	0 00	781 91
Telephone		4 973 06	833 91	0 00	5 806 97
Professional fees		3,900 00	0 00	0 00	3 900 00
Repairs & Maintenance		8,328 98	0 00	0 00	8,328 98
Property Expenses		2 407 75	0 00	0 00	2 407 75
PAYE/NI		51,881 36	12,874 12	0 00	64,755 48
Net wages		139 512 51	9 501 65	0 00	149 014 16
Sundry trading expenses		4 082 82	0 00	0 00	4 082 82
Legal Fees		90 173 25	15,032 68	344 50	105,550 43
Agents fees		42 985 21	23,200 00	560 57	66 745 78
Insurance		22,456 04	0 00	0 00	22,456 04
Bank charges		1 855 24	384 80	122 51	2,362 55
Fixed charge holder		545 000 00	1 159 838 20	0 00	1 704 838 20
Factor's interest		104 97	0 00	0 00	104 97
Preparation of statement of affairs		19,421 57	0 00	0 00	19 421 57
Administrators' fees		305 000 00	0 00	100 000 00	405 000 00
Administrators' expenses		6 628 96	0 00	429 81	7 058 77
Printing and postage of creditor reports		1,072 36	0 00	1 021 75	2 094 11
Debt collection fees		13 928 81	0 00	14,566 54	28,495 35
Factoring termination fee		139,281 37	0 00	0 00	139,281 37
Stationery and postage		1 14	912 96	0 00	914 10
Statutory advertising		241 85	0 00	0 00	241 85
Preferential creditors - dividend of 100p in the £		159 921 21	1 757 14	0 00	161 678 35
Repayment of factors		472 946 08	0 00	0 00	472 946 08
Floating charge holder		261,327 08	0 00	0 00	261,327 08
Floating VAT receivable		78 619 12	1,696 19	0 00	80,315 31
Fixed Ch Vat Receivable		3,358 20	5 612 71	0 00	8 970 91
VAT control account		30,364 11	210,421 16	23 065 53	263 850 80
Trade creditors		10 568 45	0 00	0 00	10,568 45
		2,447,343 57	1,444,424 91	140,111 21	4,031,879 69
Balance in hand		84,706 84	36,430 81	-107,523 49	13,614 16
		2,532,050 41	1,480,855 72	32,587 72	4,045,493 85

SIP 9 TIME COST ANALYSIS

9 April 2009 to 8 August 2011

Standard	Partner			Manager			Executive			Administrator			Total		
	hrs	£	Avg Hourly Rate	hrs	£	Avg Hourly Rate	hrs	£	Avg Hourly Rate	hrs	£	Avg Hourly Rate	hrs	£	Avg Hourly Rate
Administration and Planning	35.76	13,626.60	381.06	211.61	63,106.35	298.22	331.07	68,075.15	205.25	184.12	27,361.03	148.6	763.16	172,169.15	225.6
Creditors	3.00	1,095.00	365.00	171.00	58,566.00	342.49	277.24	56,690.50	204.48	128.53	19,154.00	149.00	579.79	135,505.50	233.71
Holius period															
Investigations				1.00	315.00	315.00	3.90	799.50	205.00				4.90	1,114.50	227.45
Realisation of Assets	34.50	12,802.50	371.09	389.50	133,027.50	341.53	265.25	54,778.00	206.51	73.95	11,424.23	154.49	763.20	212,012.23	277.62
Trading	37.50	13,737.50	366.33	188.00	59,430.00	316.12	28.70	5,973.50	208.14	128.00	16,420.00	128.26	382.20	95,361.00	250.03
Total	110.76	41,261.60	372.53	961.11	314,444.85	327.17	906.76	186,316.65	203.48	514.62	74,359.30	144.49	2,493.25	616,382.40	247.22

Total fees billed to date (Time) £ 405,000

EXPLANATION OF GRANT THORNTON UK LLP CHARGING AND DISBURSEMENT RECOVERY POLICIES

Time costs

All partners and staff are charged out at hourly rates appropriate to their grade, as shown on the above schedule. Details of the hourly charge-out rates are made available to creditors or

The firm's hourly charge out rates for the year commencing 1/7/08, 1/7/09, 1/7/10 and 1/7/11 are as follows

Grade	£	1/7/08	£	1/7/09	£	1/7/10	£	1/7/11
Partner	390	410	425	445				
Director	365	385	405	425				
Associate Director	335	355	365	385				
Manager	260	275	285	300				
Assistant Manager	220	235	245	260				
Senior 2	195	205	210	220				
Senior 1	185	195	200	210				
Administrator 2	155	165	170	180				
Administrator 1	125	135	140	145				
Secretary	115	125	130	135				
Filing Clerk	115	125	130	135				
Treasury	135	145	150	160				

Disbursements

Out of pocket expenses are charged at cost. Mileage is charged at standard rates which comply with HM Revenue and Customs limits or AA recommended rates.

Total disbursements billed to date £ 7,058.77

Total disbursements fees incurred to date £ 7,058.77 (£nil incurred since previous report)