

The Insolvency Act 1986

Administrator's progress report

Form 2.24B(CH)

Name of Company Autofactors Limited	Company number 00283966
In the High Court of Justice, Chancery Division Manchester District Registry	Court case number 1984 of 2011

(a) Insert full name(s) and
address(es) of administrators

I/We (a) John Neville Whitfield and Matthew Ingram of Duff & Phelps Ltd , 35 Newhall Street,
Birmingham, B3 3PU

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

(b) Insert dates

from 26 April 2012	to 5 October 2012
-----------------------	----------------------

Signed

John Whitfield
Joint Administrator

Dated

5/10/12

Contact Details:

You do not have to give any
contact information in the box
opposite but if you do it will help

Duff & Phelps Ltd
35 Newhall Street
Birmingham
B3 3PU

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A05 20/10/2012 #301

COMPANIES HOUSE

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A18 09/10/2012 #231

COMPANIES HOUSE

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Companies House, Crown Way, Cardiff CF14 3UZ DX 33050 Cardiff

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Progress Report to Creditors

5 October 2012

Autofactors Limited (In Administration)

*Joint Administrators' Final Progress Report to Creditors
for the period from 26 October 2011 to 5 October 2012
pursuant to Rule 2.47(1) of the Insolvency Rules 1986 as amended*

Definitions

Word or Phrase	Definition
the Act	The Insolvency Act 1986 (as amended)
the Agents	GVA Grimley Limited independent agents who were instructed to value and sell the assets of the Company
the Appointment Date	26 October 2011 being the date of appointment of the Joint Administrators
Centric	Centric Commercial Finance the holder of a fixed and floating charge over the Company's assets
Category 2 Disbursements	The Joint Administrators' internal costs and expenses in dealing with the Administration
the Company	Autofactors Limited (In Administration) (Company Number 00283966)
DBIS	The Department for Business Innovation and Skills
the Directors	Mr Nigel Hecks and Mrs Adena Hecks the Directors of the Company
EC Regulation	EC Regulation on Insolvency Proceedings 2000
HMRC	HM Revenue and Customs
the Joint Administrators	John Neville Whitfield and Matthew Ingram of Duff & Phelps Ltd 35 Newhall Street, Birmingham, B3 3PU
Prescribed Part	Pursuant to Section 176A of the Act where a floating charge is created after 15 September 2003 a designated amount of the Company's net property (floating charge assets less costs of realisation) shall be made available to non-preferential unsecured creditors
RPS	Redundancy Payments Service
the Rules	The Insolvency Rules 1986 (as amended)
the Secured Creditor	The holder of a fixed and floating charge over the Company's assets
SIP 9	Statement of Insolvency Practice 9 – Industry best practice for Insolvency Practitioners in relation to disclosure of remuneration and disbursements
SOA	Statement of Affairs, documentation to be supplied by the Directors outlining the Company's financial position as at the Appointment Date
Duff & Phelps	Duff & Phelps Ltd

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Names of Joint Administrators: John Neville Whitfield
Matthew Ingram

Date of appointment: 26 October 2011

Date of report: 5 October 2012

Appointed by: Centric Commercial Limited
69 Park Lane
Croydon
Surrey
CR0 1D

Court reference: High Court of Justice
Chancery Division
Manchester District Registry
No 1984 of 2011

1. Introduction

- 1 1 John Neville Whitfield and Matthew Ingram of Duff and Phelps were appointed Joint Administrators of the Company on 26 October 2011 by Centric the holder of a qualifying floating charge under paragraph 14 of Schedule B1 to the Act
- 1 2 In accordance with Paragraph 100(2) of Schedule B1 to the Act the functions of the Joint Administrators are being exercised by any of the Administrators
- 1 3 The purpose of this report is to provide creditors with details of the progress of the Administration, in accordance with Rule 2 47(1) of the Rules for the six month period from 25 April 2012 to 5 October 2012

2. Joint Administrators' Report and Statement of Proposals

- 2 1 The Joint Administrators issued their Report to Creditors together with their Statement of Proposals on 12 December 2011
- 2 2 In accordance with Paragraph 52(1) of Schedule B1 to the Act, a creditors' meeting was not required to be held as there will be insufficient realisations to enable a distribution to non-preferential creditors other than the prescribed part. No meeting was convened and in accordance with R2 33(5) of the Rules, the Proposals were deemed to have been approved by creditors on 22 December 2011
- 2 3 As advised in the Proposals report, the Joint Administrators must perform their functions with the purpose of achieving one of the following objectives
- Rescuing the Company as a going concern, or
 - Achieving a better result for the Company's creditors as a whole than would be likely if the Company were wound up (without first being in Administration), or
 - Realising property in order to make a distribution to one or more secured or preferential creditors
- 2 4 As previously advised, the Joint Administrators anticipate that the second objective will be achieved as it is expected, subject to successful realisation of the book debts, that a better realisation of the Company's assets will be achieved than would have been possible in a winding up scenario. It is anticipated that Centric will receive a floating charge distribution and preferential creditors will be paid in full. A Prescribed Part dividend will be set aside for the benefit of the unsecured creditors from floating charge realisations

3. Progress of the Administration

- 3 1 The manner in which the affairs and business of the Company have been managed since the appointment of Joint Administrators and will continue to be managed and financed are set out below

Asset Realisations

Book debts

- 3 2 As previously reported the Company's books and records showed outstanding debts owed to the Company of £247,780 as at the date of appointment
- 3 3 Upon review of the book debt ledger, it was discovered there were a number of accounts which were no longer collectable due to the debtors having entered into insolvency proceedings themselves
- 3 4 The value of bad debts totals £51,785, however, this figure includes debtor discounts for early payments and clearance of account balances
- 3 5 Book debt collections to date total £115,369 The remaining debtor balance is currently £80,599, which comprises of three debtors This balance is subject to a number of disputes, and the Joint Administrators have now passed the details to our Solicitors to pursue

Stock and Chattel Assets

- 3 6 As previously reported the Company had no stock as at the date of appointment of the Joint Administrators

Motor Vehicles

- 3 7 The Company had one motor vehicle at the Joint Administrators' appointment date
- 3 8 The vehicle was sold by the Agents for the sum of £1,400 at auction This amount has now been received in full into the Joint Administrators estate account

Cash at bank

- 3 9 The sum of £2,185 90 was received from Yorkshire Bank being cash at bank as at the date of appointment

Fuel Refund

- 3 10 The Joint Administrators received a fuel refund totalling £6,500, this related to a deposit placed in respect of a fuel card account for the Company

Sundry refunds

- 3 11 The Joint Administrators have received a further £2,299 27 in relation to a rates refund
- 3 12 Bank interest to date totals £25 27

4. Investigations

- 4 1 The Joint Administrators have a statutory obligation to file a report with DBIS concerning the conduct of all directors of the Company that served in the three years prior to the Joint Administrators appointment The content of this report is confidential and has been submitted to the Insolvency Practitioners Compliance Unit on 24 April 2012

5. Dividend Prospects / Prescribed Part

Secured Creditors

- 5 1 As at the date of appointment Hex's indebtedness to Centric was approximately £1 621m subject to accruing interest and charges. Despite ongoing returns to Centric in the Administration of Hex and a £60,000 distribution from this Company, it is expected that there will be a shortfall to Centric.

Preferential Creditors

- 5 2 Pursuant to the Directors' SOA, the estimated preferential claims are £342 86
- 5 3 The preferential creditors have now been paid in full

Prescribed Part

- 5 4 As previously advised, pursuant to section 176A of the Act where a floating charge is created after 15 September 2003 a Prescribed Part of the Company's net property shall be made available to unsecured creditors
- 5 5 The Joint Administrators are of the opinion, based on current information there is to be a distribution to non preferential creditors from the Prescribed Part
- 5 6 The final figure is dependent on the costs of the Administration and the quantum of creditor claims, once adjudicated. I anticipate making a distribution of the Prescribed Part to non-preferential creditors within 6 months

Non-Preferential Creditors

- 5 7 According to the Directors' SOA, non-preferential creditors total £464,624
- 5 8 As advised in the Progress Report there is no prospect of any dividend to non-preferential creditors, other than by virtue of the Prescribed Part

6. Joint Administrators' Receipts and Payments Account

- 6 1 A detailed receipts and payments account, for the period 26 October 2011 to 5 October 2012 is shown in Appendix 2

7. Pre-Administration Costs

- 7 1 The Joint Administrators incurred no pre-administration costs

8. Joint Administrators' Costs and Expenses

- 8 1 The Joint Administrators' basis of remuneration and disbursements was approved on the basis of time properly charged by the Secured Creditor
- 8 2 The time costs charged in the period 26 October 2011 to 5 October 2012 by Duff & Phelps are as analysed at Appendix 3
- 8 3 Remuneration of £23,000 has been paid to date. Details of payments are shown on the receipts and payments account at Appendix 3

8 4 Information regarding the fees of administrators called a "Creditors' guide to Administrators' fees" can be found on the Duff & Phelps' website at www.duffandphelps.com/uk-restructuring/creditor-guides Should you require a copy, please contact this office

8 5 The Joint Administrators have incurred the following expenses in the period of this report in dealing with the Administration of the Company,

Company	Fee Basis	Role	Amount Incurred £	Paid £
GVA Grimley	Percentage of Realisations	Sale of the Company Vehicle	70 00	70 00
Bermans LLP	Time Cost	Assisting with placing the Company into Administration and other ad hoc legal matters	1,290 00	1,290 00
Shoosmiths LLP	Percentage of Realisations	Assisting with the collection of the book debts	1,107 65	1,107 65
G Waters	Fixed Fee	Professional fees in relation to VAT/ Tax returns and employee payroll	225 00	225 00

8 6 The Joint Administrators' choice of Agents and Solicitors instructed was based on their perception of the ability and experience to perform this type of work, the complexity and nature of the assignment and the basis of the Joint Administrators' fee arrangement with them

8 7 In accordance with Rule 2 48A of the Rules, secured creditors and unsecured creditors (with the concurrence of at least 5% in value of total unsecured claims) may make a request in writing to the Joint Administrators for further information about the remuneration or expenses set out in this progress report This should be done within 21 days receipt of this report, after which the Joint Administrators have 14 days to respond

8 8 In addition to the above, any Secured Creditor, or any unsecured creditor (with the support of at least 10% in value of the unsecured creditors) or the permission of the court, may apply to the court on the grounds that the remuneration or basis fixed for the Administrators' remuneration or the expenses incurred by the Joint Administrators are considered to be excessive In accordance with Rule 2 109 of the Rules, this application must be made no later than 8 weeks after receipt of the Progress Report, where the charging of the remuneration or the incurring of expenses in question occurs

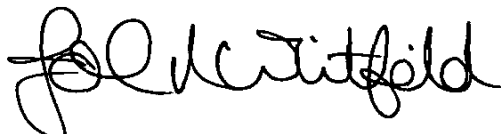
9. EC Regulation

9 1 It is the Joint Administrators' opinion that the EC Regulation applies and these proceedings are main proceedings, as defined in Article 3 of the EC Regulation The centre of main interest of the Company is in England

10. Conclusion and Ending the Administration

10 1 The Joint Administrators' Proposals advised that the Administration automatically comes to an end after one year, unless an extension is granted by the Court or with the creditors' consent

- 10.2 The Joint Administrators are now taking the appropriate steps to place the Company into CVL, to enable a distribution to be made to the non preferential creditors from the Prescribed Part
- 10.3 In addition to the above the Joint Liquidators, once appointed, will continue to collect the remaining book debts of the Company
- 10.4 Upon the filing of the necessary statutory forms with the Registrar of Companies, Matthew Ingram and I will be appointed as Joint Liquidators of the Company and the Administration will come to an end
- 11. Further Information**
- 11.1 If you have any queries or require any further assistance, please do not hesitate to contact my colleague Georgina Wendon-Smith of this office



John Neville Whitfield
Joint Administrator

The affairs business and property of the Company are being managed by the Joint Administrators, John Neville Whitfield and Matthew Ingram, who act as agents for the Company and without personal liability. Both are licensed by the Insolvency Practitioners Association.

Appendix 1

Statutory Information

Statutory Information

Date of Incorporation	23 January 1934
Registered Number	00283966
Company Director(s)	Mr Nigel Adrian Hecks Mrs Adena Jenny Hecks
Company Secretary	Mrs Adena Jenny Hecks
Shareholders	Hex Holdings Limited – 24,999 Ordinary Shares Mr Nigel Adrian Hecks – 1 Ordinary Share
Trading Address	Unit 1 Great Central Road Loughborough
Registered Office	Current: 35 Newhall Street Birmingham B3 3PU Formerly: Unit 1 Great Central Road Loughborough
Any Other Trading Names	No previous name change

Appendix 2

Joint Administrators' Receipts and Payments Account

**Autofactors Limited
(In Administration)
Joint Administrators' Abstract of Receipts & Payments**

Statement of Affairs	From 26/04/2012 To 05/10/2012	From 26/10/2011 To 05/10/2012
	ASSET REALISATIONS	
	Motor Vehicles	1,400.00
160,000.00	Pre Appointment Debtors	5,538.25
2,000.00	Cash at Bank	NIL
6,000.00	Fuel Refund	NIL
	Rates Refund	NIL
	Bank Interest Gross	8.49
	Sundry Refund	NIL
		6,946.74
		128,045.29
	COST OF REALISATIONS	
	Employee Expenses	NIL
	Joint administrators' remuneration	23,000.00
	Agents/Valuers Fees	70.00
	Legal Fees	1,107.65
	Legal Disbursements	NIL
	Fuel Expenses	NIL
	Professional Fees	NIL
	Re-Direction of Mail	NIL
	Statutory Advertising	NIL
	Utility Costs	NIL
	Insurance of Assets	141.91
	Wages & Salaries	NIL
	PAYE & NI	NIL
	Bank Charges	3.38
		(24,322.94)
		(29,519.34)
	PREFERENTIAL CREDITORS	
	DE Arrears & Holiday Pay	342.86
(1,000.00)	Employee Arrears/Hol Pay	NIL
		(342.86)
	FLOATING CHARGE CREDITORS	
(1,621,000.00)	Distribution to Centric	NIL
		NIL
	UNSECURED CREDITORS	
(465,000.00)	Trade & Expense Creditors	NIL
		NIL
(1,919,000.00)		(17,719.06)
	REPRESENTED BY	
	VAT Receivable	221.53
	Floating/main current account	37,695.99
	General VAT control account	265.57
		38,183.09

Appendix 3

Analysis of Time Charged and Expenses Incurred

Autofactors Limited (In Administration)
Final Progress Report to Creditors
5 October 2012

38491 AUTOFACTORS LIMITED - AU0015

ANALYSIS OF TIME COSTS FOR THE PERIOD 28/10/2011 to 24/09/2012

ADM-Admin - Post Appt.

Classification of Work Function	Hours					Total Hours	Time Cost	Avg Hourly Rate
	Partner	Manager	Senior	Assistant	Support			
Administration and Planning								
Case review and Case Diary management	0 00	7 70	1 50	11 50	0 00	20 70	4 951 50	239 20
Cashiering & accounting	0 30	2 70	5 60	17 20	0 30	26 10	5 225 50	200 21
Dealings with Directors and Management	0 00	0 10	0 60	2 40	0 00	3 10	449 00	144 84
IPS set up & maintenance	0 00	0 30	0 10	1 90	0 00	2 30	345 50	150 22
Insurance	0 00	0 00	0 00	1 00	0 00	1 00	105 00	105 00
Statement of affairs	0 00	0 00	0 50	0 00	0 00	0 50	132 50	265 00
Statutory matters (Meetings & Reports & Notices)	0 00	3 50	7 70	32 90	0 00	44 10	7 378 50	167 31
Strategy planning & control	4 00	1 90	0 00	7 30	0 00	13 20	3 475 50	263 30
Tax Compliance/Planning	0 00	0 00	0 00	1 90	0 00	1 90	252 50	132 89
Creditors								
Communications with Creditors/Employees	0 00	0 00	0 20	4 80	0 00	5 00	635 00	127 00
Non Pref Creditors/Employee claims handling	0 00	0 00	0 00	5 40	0 00	5 40	635 00	117 59
Secured Creditors	3 00	2 10	0 80	0 00	0 00	5 90	2 292 50	388 56
Investigations								
CDDA & reports & Communication	0 00	1 30	0 00	7 90	0 00	9 20	1 872 00	203 48
Financial review and investigations (S238/239 etc)	0 00	0 00	0 00	2 30	0 00	2 30	284 00	123 48
Realisation of Assets								
Book debts	10 50	1 20	0 30	29 80	0 40	42 20	9 974 00	236 35
Freehold and Leasehold Property	0 00	0 00	0 20	0 50	0 00	0 70	105 50	150 71
Other Tangible Assets	0 00	0 00	0 00	0 20	0 00	0 20	21 00	105 00
Plant & Machinery & Fixtures & Motor Vehicles	0 00	0 00	0 00	0 10	0 00	0 10	16 00	160 00
Stock and Work in Progress	0 00	0 00	0 00	1 90	0 00	1 90	208 00	109 47
Trading								
Trading - Operations	0 00	0 00	0 00	0 50	0 00	0 50	52 50	105 00
Trading - Retention of Title & Claims handling	0 00	0 00	0 00	0 50	0 00	0 50	52 50	105 00
Total Hours	17 80	20 80	17 50	130 00	0 70	186 80		295 91
Total Fees Claimed	8 563.50	6 965.50	4,708.00	18,204.50	21.00		38,463.50	

Appendix 4

Form 2.34B - Notice to move from Administration to Creditors Voluntary Liquidation

Rule 2.117A

Form 2.34B

The Insolvency Act 1986

Notice of move from administration to creditors'
voluntary liquidation

2.34B

Name of Company Autofactors Limited	Company number 00283966
In the High Court of Justice Chancery Division Manchester District Registry (full name of court)	For court use only 1984 of 2011

(a) Insert full name(s) and
address(es) of administrators

We John Neville Whitfield and Matthew Ingram of Duff & Phelps Ltd, 35 Newhall Street,
Birmingham, B3 3PU

(b) Insert name and address of
the registered office of company

having been appointed Joint Administrator(s) of Autofactors Limited
35 Newhall Street, Birmingham, B3 3PU,

(c) Insert date of appointment

On 26 October 2011 by Centric Commercial Limited

(d) Insert name of appointor

hereby give notice that:

(e) Insert name(s) and
address(es) of liquidator(s)

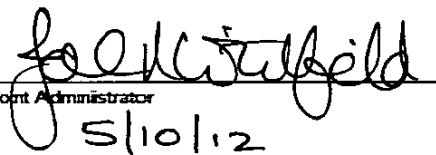
the provisions of paragraph 83(1) of Schedule B1 to the Insolvency Act 1986 apply, and
it is proposed that John Neville Whitfield and Matthew Ingram of Duff & Phelps Ltd, 35
Newhall Street, Birmingham, B3 3PU.

will be the liquidator(s) of the company (IP No(s) 9131 and 10790)

Signed

Joint Administrator

Dated


5/10/12

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.

Duff & Phelps Ltd.
35 Newhall Street
Birmingham

Tel 0121 214 1120

When completed and signed this form please send it to the Registrar of Companies at:

House, Crown Way, Cardiff CF14 3UZ

DX 33050 Cardiff

A18

09/10/2012
COMPANIES HOUSE

#444

DUFF & PHELPS