

The Insolvency Act 1986

**Administrator's progress report**

Name of Company Hampson Industries plc	Company number 00631731
In the High Court of Justice, Chancery Division (Company Insolvency)  [full name of court]	Court case number 8816 of 2012

(a) Insert full name(s)  
and address(es) of  
administrator(s)I / We (a) Chad Griffin and Simon Ian Kirkhope ofFTI Consulting LLP 322 High Holborn, London WC1V 7PB

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

from

to

(b) Insert date

(b) 19 November 2012(b) 18 May 2013

Signed



Joint / Administrator(s)

Dated

13 June 2013**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

Peter Nower	
FTI Consulting LLP 322 High Holborn, London WC1V 7PB	
	Tel 020 3077 0561
DX Number	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



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## **Joint Administrators' Report for the Period 19 November 2012 to 18 May 2013**

**Hampson Industries Plc - in Administration ("HPLC")**

**Company Number: 00631731**

**Hampson Aerospace Services Limited – in Administration ("HASL")**

**Company Number: 06773366**

**Hampson Global Investments Limited – in Administration ("HGIL")**

**Company Number: 06570208**

**(Collectively "The Companies")**

**13 June 2013**

The affairs, business and property of the Companies are being managed by the Joint Administrators. The Joint Administrators act as agents of the Companies and without personal liability.

Chad Griffin and Simon Kirkhope are licensed to act as insolvency practitioners by the Institute of Chartered Accountants in England and Wales, under section 390(2)(a) of the Insolvency Act 1986.

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## **1 Introduction**

- 1 1 Simon Kirkhope and Chad Griffin ("the Administrators") of FTI Consulting LLP ("FTI") were appointed as Joint Administrators of HPLC, HASL and HGIL (collectively "the Companies") on 19 November 2012
- 1 2 The Administrators were appointed following an application to the High Court of Justice, Chancery Division, Companies Court ("the Court"), by the directors of the Companies in accordance with Paragraph 22, Schedule B1 of the Insolvency Act 1986, as amended ("the Act")
- 1 3 Simon Kirkhope and Chad Griffin are licensed by the Institute of Chartered Accountants of England and Wales to act as Insolvency Practitioners. The Administrators act jointly and severally so that all functions may be exercised by each and either of them
- 1 4 This Report ("the Report") is prepared pursuant to Rule 2.47 of the Insolvency Rules 1986 (as amended), the purpose of which is to provide creditors with an update as to the progress of the Administrations in the six months to 18 May 2013 and on the future strategy of the Administrations
- 1 5 No extensions of the period of the Administration have been requested or given
- 1 6 Statutory information pertaining to the Companies and as required by the Rules is set out in Appendix A

## **2 Progress of the Administrations**

- 2 1 A full summary of the Companies' background and the events leading up to the Administrations was provided in the letter dated 19 November 2012 in accordance with Statement of Insolvency Practice 16 ("the SIP16 Letter"), and in our subsequent Statement of Proposals dated 9 January 2013. Any creditor wishing to receive further copies of these documents should email [peter.nower@fticonsulting.com](mailto:peter.nower@fticonsulting.com) or request a copy in writing at FTI Consulting LLP, 322 High Holborn, London WC1V 7PB
- 2 2 As previously detailed, following our appointment we concluded the sale of HGIL's US assets to American Industrial Partners ("AIP") for £28m. Prior to the date of our appointment HASL's shareholding in a subsidiary company, BHW (Components) Limited ("BHW"), was sold to Berwick Industrial Holdings Group Limited (formerly LNB (UK) Limited) ("LNB") by Fixed Charge Receivers appointed over the shares in BHW for £2.215m
- 2 3 Following the sales of the businesses described above, based on the estimates provided by the directors of the Companies in their statement of affairs together with the terms of the sales discussed above, the Companies' remaining assets (both contingent and non-contingent) comprised of the following
- HGIL - Consideration of £2m held in an escrow account (included as part of the overall £28m sale consideration), receipt of which was contingent on the result of accounting and stocktaking adjustments to be made to the accounts of the US operating companies acquired by AIP in accordance with the terms of sale agreement dated 19 November 2013
  - HPLC – c 5m ordinary shares in Hampson Industries Private Limited ("India"), an Indian trading subsidiary valued at between £0.6m and £1.5m by the directors of the Company, and VAT debts receivable of £410k
  - HASL – One nominal share in India with no value attributed by the directors of the Company and deferred consideration of £150k receivable in respect of the shares sold in BHW
- 2 4 As noted in our previous report, the Companies (together with other subsidiary companies of HPLC, collectively "the Group") were financed by c £56m of bank debt and c £18.7m of secured loan notes ("the Secured Creditors"). The Secured Creditors hold security over all of the Companies' remaining assets. The Secured Creditors hold a fixed charge over all of the assets detailed above

except the VAT refund. This means the Secured Creditors are entitled to receive all proceeds realised from these assets, net of the costs of realising these assets. The VAT refund represents a floating charge asset, with realisations in respect of this asset used to defray the costs of carrying out the administration of HPLC.

- 2.5 A full summary of receipts and payments to the administration estates of the Companies is provided at Appendix B. The main receipts and payments, and the workstreams underlying these items are detailed below.

#### **Sale of India**

- 2.6 Following our appointment as administrators we engaged with a number of interested parties to pursue a sale of the shares, including supporting local management in their discussions with interested parties.
- 2.7 As stated in our previous report, we had entered into a period of exclusivity to pursue the sale of shares with one interested party. That period of exclusivity ended with no transaction being completed, primarily due to the interested party requesting additional time to undertake further due diligence of the business. Consequently, the sale process was re-opened, which resulted in a further bid being received from an alternative purchaser.
- 2.8 The new offer was for £1m in respect of HASL and HPLC's shareholdings in India, which, following discussions with the Secured Creditors, was accepted on the basis that it was the highest offer available which was capable of completion.
- 2.9 On 7 February 2013 we completed the sale of HPLC and HASL's holdings in India to WB Aerospace and Engineering for £1m.

#### **US Sales - Transitional Services Agreement**

- 2.10 As part of the sale of the US businesses to AIP a transitional services agreement ("TSA") was agreed between HPLC and AIP in order to transition certain accounting, HR and IT systems and corporate knowledge to AIP.
- 2.11 AIP provided total funding of c.£500k to HPLC to meet the trading costs incurred in undertaking the transitional services to 17 February 2013, including retention costs agreed directly between AIP and critical staff retained by HPLC.
- 2.12 It should be noted that the funding provided by AIP under the terms of the TSA does not form part of the administration estate. Any surplus funding, to the extent that there is any, will be returned to AIP at the end of the TSA period, following the settlement of all costs associated with the TSA period.
- 2.13 The TSA implementation plan has now been completed and all HPLC operations have now been concluded, although certain transition costs remain to be settled following receipt of supplier invoices. In addition, HPLC retains the right to certain domain names which we expect to be transferred to AIP by September 2013.
- 2.14 All records and information required by AIP under the terms of the sale agreement have been transferred to AIP. A back up and archive of other relevant IT and hard copy records has been completed and the head office function has been fully wound down.

#### **US Sales - Consideration Held In Escrow**

- 2.15 The US sale transaction included a working capital adjustment mechanism, such that if net working capital was lower than the target working capital (set at the transaction date) the difference would be payable to the purchaser (from the £2m of deferred consideration held in escrow), up to a maximum of £2m. Any increase in net working capital over the target amount would have been payable to HPLC. AIP subsequently submitted a claim for the full £2m of escrow monies.

- 2 16 We engaged the Company's former auditors, KPMG, to assist us with a review of certain working capital adjustments ("the WC Adjustments") which were made by AIP, in order to determine whether the Companies were able to claim any of the £2m of deferred consideration that was held in escrow following the sale of the US entities to AIP
- 2 17 A series of counter-adjustments to the WC Adjustments were proposed, but following negotiations with AIP and further diligence work by KPMG, it became apparent that any potential adjustments in favour of the Companies were insufficient to give rise to a claim by HPLC against the escrow funds
- 2 18 Consequently, the WC Adjustments were accepted and the administrators consent to the release of the escrow funds in AIP's favour was given. Therefore, there will be no further realisations in this matter

#### **BHW Deferred Consideration**

- 2 19 As noted above, under the terms of the share sale agreement for BHW agreed by the fixed charge receivers prior to our appointment, a further £150k of consideration is due to HPLC from LNB. Subsequent to the sale of BHW to LNB, BHW was placed into administration
- 2 20 We have undertaken a series of discussions with the directors of LNB in relation to the remittance of the deferred consideration to HPLC. The director of LNB offered certain funds received by HPLC in error (that were due to BHW) as settlement for the outstanding amount. However, following the administration of BHW, the administrator of BHW confirmed that the director of LNB did not have authority to offer these funds as part of a settlement. These were therefore considered to be an asset of the administration estate of BHW, so were returned to the administrators of BHW
- 2 21 We continue to liaise with the legal advisors of LNB in respect of the unpaid consideration and consider that the debt remains due, though the recoverability remains uncertain as LNB continues to dispute whether this consideration is due and payable

#### **Other Realisations**

- 2 22 There have been no other realisations into the administration estates of HGIL and HASL
- 2 23 Pursuant to inter-company funding arrangements between HPLC and certain US entities, HPLC has received funds totalling c \$399k from a bank account held with Comerica in the US, which was excluded from the sale of the US businesses. In our previous report, we stated that these funds were utilised to repay part of the Administration funding. However, under the terms of the Secured Creditors' security, as c \$300k (£188k) of these funds were received directly into pre-administration bank accounts these were swept directly by the Secured Creditors to reduce HPLC's debt. Consequently, these funds did not form part of the administration estate as a floating charge realisation. The subsequent \$99k receipt has been treated as a floating charge realisation
- 2 24 An adjustment has been made to our account of receipts and payments to reflect the change in treatment discussed above
- 2 25 HPLC also received a VAT refund in respect of pre-appointment VAT of c £212k, although further amounts considered due by the directors have been offset against pre-appointment debts owed by HPLC to HMRC and therefore are not considered recoverable. In addition, we have realised £22k in respect of book debts, prepayments and supplier retentions. These receipts constitute floating charge realisations and have been utilised to defray the costs of the administration of HPLC
- 2 26 There are not expected to be any additional realisations into the administration estates of the Companies

#### **Funding**

- 2 27 The Secured Creditors advanced a total of £901k to HPLC, HGIL and HASL from the proceeds of fixed charge realisations in HGIL to fund the administration process. The administration funding is repayable as an expense of the Administration, and to the extent that this funding is not required,

it will be repayable to the Secured Creditors under the terms of the funding agreement between the Companies and the Secured Lenders

#### **Payments**

- 2 28 A full breakdown of costs incurred to date of £291k is included in the receipts and payments accounts for the period at Appendix B. A breakdown of our fees to date and the amounts drawn is included in section
- 2 29 In addition, the receipts and payments account also includes an analysis of the costs paid out of the TSA funding to date. As noted above, the trading costs were fully funded by AIP under the terms of the TSA and any excess funding will be returned to AIP. The TSA funding across the whole period net of costs will therefore be neutral.

#### **Property**

- 2 30 HPLC was the lessee of a leasehold property. Following the conclusion of operations at the property the landlord accepted a surrender of this lease, in exchange for certain chattel assets left on site.

#### **Employee and Pensions**

- 2 31 As discussed above, certain transitional services were provided to AIP by HPLC. In order to provide these services, certain staff members of HPLC were retained during the course of the administration.
- 2 32 All retained staff have now been made redundant.
- 2 33 We have worked with the former employer benefits advisors to the Company to ensure an orderly transition of the Company's legacy pension scheme to a new trustee. This process remains ongoing but is expected to be concluded in the near future.

#### **Statutory Investigations**

- 2 34 We have completed our initial investigations work to comply with our statutory duties pursuant to the Company Directors Disqualification Act 1986. Our report in this matter was submitted to the Department for Business, Innovation and Skills. The content of our reports in relation to this matter are confidential.

#### **Tax**

- 2 35 We have undertaken corporation tax and VAT reviews of the Companies, and considered the tax impact of the disposals that have been undertaken and the TSA. We have prepared the necessary tax returns to finalise the pre-appointment tax and VAT positions for the Companies. We have liaised with HMRC in respect of queries raised in respect of US taxation matters affecting HGIL.
- 2 36 As no further realisations are expected we intend to submit appropriate corporation tax and VAT returns for the period of the Administrations and to seek tax clearance to close the administrations. All VAT incurred to date by HASL and HPLC is expected to be recoverable, whilst HGIL is not registered for VAT.

#### **Unsecured Creditors**

- 2 37 As Administrators, we have a statutory duty to advertise for creditor claims. Any creditor who believes they may have a claim should submit their claim to us as soon as possible, using the statement of claim form attached at Appendix F, unless they have already done so.

### **3 Estimated Outcome**

- 3 1 Based on the realisations to date, and our expectations of further costs in respect of the administration process, the positions of each of the categories of creditor are

- **Secured Creditors** – The Secured Creditors received distributions of £23,689,275 from the sale of shares undertaken by HGIL (net of costs and escrow amounts) A further distribution of £765,469 was made from the proceeds of the sale of India Of this distribution, £123,601 was used on the instruction of the Security Trustee to defray costs incurred by the Secured Creditors Any further realisations in respect of the BHW deferred consideration discussed above will constitute a fixed charge realisation and therefore will be payable to the Secured Creditors, but, as noted, realisation remains uncertain

In accordance with the terms of the funding agreement between the Administrators and the Secured Creditors any costs incurred during the course of the Administration will be defrayed using floating charge realisation proceeds in the first instance, with any additional costs being met out of the administration funding provided out of fixed charge realisations In the event that there is a surplus of floating charge realisations after Administration costs have been met, a dividend will be payable to preferential creditors There is expected to be a significant shortfall to Secured Creditors as total secured debt at the date of our appointment was c £74.8m

- **Preferential creditors** – We do not anticipate that there will be sufficient assets to permit a dividend to preferential creditors of HPLC, as accrued costs are expected to exceed the level of floating charge realisations We are not aware of any preferential creditor claims against HASL or HGIL
- **Prescribed Part** – Under Section 176A of the Act where after 15 September 2003 the Company has granted a creditor a floating charge, a proportion of the net property of the company achieved from Floating Charge asset realisations must be made available for the unsecured creditors

The Prescribed Part applies where there are net floating charge realisations (i.e. after costs of realisation) available to unsecured creditors, and is calculated as follows

- 50% of net property up to £10k,
- Plus 20% of net property in excess of £10k
- Subject to a maximum of £600k

It is estimated that a Prescribed Part dividend will not be available in any of the Companies as the costs of the administration will exceed the floating charge realisations to date

#### **Unsecured Creditors**

- Based on the information available and total unsecured claims we are currently aware of, we estimate that there will no funds available to distribute to unsecured creditors

## **4 Administrators' Remuneration and Disbursements**

### **Post-administration fees**

- 4.1 Following the deemed approval of the Administrators' proposals, pursuant to Rule 2.106 of the Rules, the remuneration of the Administrators were fixed with reference to the time spent by the Administrators and their staff in carrying out the Administrations
- 4.2 Pursuant to Rule 2.47 of the Rules, since our last report to creditors we have drawn fees of £225,689, £17,045 and £35,661 (plus VAT) in respect of time costs incurred in carrying out the administrations of HPLC, HASL and HGIL respectively The nature of the work completed is disclosed in the body of this report and we have attached at Appendix C a Time Analysis in accordance with the provisions of SIP9, which provides details of the activity costs incurred by staff grade to 22 May 2013 Our total time costs to date are £274,806, £32,067 and £52,206 in respect of work in relation to HPLC, HASL and HGIL respectively



- 4 3 In addition the Administrators have drawn Category 1 (out-of-pocket) expenses of £1,171 40 in respect of HPLC only
- 4 4 The Administrators have utilised the services of other teams within FTI Consulting LLP to assist with the administration process. The fees of our tax team have been included in our overall SIP9 analysis of our time costs
- 4 5 Further costs of £3,600 (plus VAT) and £7,493 50 (plus VAT), in relation to strategic communication advice and forensic data recovery, storage and analysis, respectively, have been incurred by separate teams within FTI Consulting LLP and are included in the time costs and category 1 expenses shown in the SIP9 analysis for HPLC included in Appendix C to this report
- 4 6 We consider that the rates chargeable for these services are in line with general market practice and that the service is comparable to similar firms of professional advisors. In addition, by working closely with our internal teams, we believe a more coordinated and cost-effective approach to the administration work streams has been possible
- 4 7 Information relation in relation to our pre-appointment costs was provided to creditors in our Statement of Proposals
- 4 8 Attached as Appendix E is additional information in relation to our policy on staffing, the use of sub contractors, disbursements and details of our current charge out rates by staff grade. Note that the minimum time periods utilised are six minutes

#### **Fee Approval**

- 4 9 All administration fees drawn to date have been approved by the Secured Creditors of the Companies on 23 April 2013 in accordance with Rule 2 106(5A) of the Insolvency Rules 1986. These rules are outlined as follows
- 4 10 Where the Administrators have made a statement under Paragraph 52(1)(b) of Schedule B1 of the Act that no funds will be available for unsecured creditors other than funds potentially available from the Prescribed Part, the basis of the Administrators' remuneration may be fixed by approval of
- Each secured creditor, or
  - If the Administrators intend to make a distribution to preferential creditors, with the approval of each secured creditor and 50% of the preferential creditors who respond to an invitation to consider approval
- 4 11 As we do not consider that a preferential creditor dividend will be payable, no approval to draw our fees was sought from preferential creditors
- 4 12 In line with Paragraph 52(1)(b) of Schedule B1 of the Act outlined above there is no requirement for unsecured creditors to pass a resolution in respect of Administrators' remuneration
- 4 13 A copy of the 'Creditors' Guide to Administrators' Fees' is available at [http://www.r3.org.uk/media/documents/publications/professional/Guide\\_to\\_Administrators\\_Fees\\_Nov2011.pdf](http://www.r3.org.uk/media/documents/publications/professional/Guide_to_Administrators_Fees_Nov2011.pdf)
- Creditors can alternatively request a copy from us and we will provide a paper copy by post.
- 4 14 Creditors attention is drawn to Appendix E of this report which shows extracts from the Rules detailing creditors ability to request further information in relation to the Administrators' fees or to challenge the Administrators' remuneration

## **5 Further Questions and Next Report**

- 5.1 Our next report will be sent when the administrations are concluded. We expect this to occur before the anniversary of the administrations, once outstanding matters discussed above are completed. We expect the administrations of the Companies to be concluded by exiting straight to dissolution as no dividends are considered payable from any of the Companies.
- 5.2 Should you have any queries in the meantime, please do not hesitate to contact this office or email [peter.nower@fticonsulting.com](mailto:peter.nower@fticonsulting.com)

For and on behalf of the Companies



**Simon Kirkhope**  
Joint Administrator

The affairs, business and property of the Companies are being managed by the Joint Administrators. The Joint Administrators act as agents of the Companies and without personal liability.

Chad Griffin and Simon Kirkhope are licensed to act as insolvency practitioners by the Institute of Chartered Accountants in England and Wales, under section 390(2)(a) of the Insolvency Act 1986.

Company	Hampson Industries Plc	Hampson Aerospace Services Limited	Hampson Global Industries Limited
Court details	High Court of Justice, Chancery Division, Companies Court Case No 8816 of 2012	High Court of Justice, Chancery Division, Companies Court Case No 8813 of 2012	High Court of Justice, Chancery Division, Companies Court Case No 8815 of 2012
Registered number	00631731	06773366	06570208
Registered office address	C/O FTI Consulting LLP 322 High Holborn London WC1V 7PB	C/O FTI Consulting LLP 322 High Holborn London WC1V 7PB	C/O FTI Consulting LLP 322 High Holborn London WC1V 7PB
Company directors	Mr John William Poulter Mr Norman Daniel Jordan Mr Paul Arthur Gismondi Mr Peter George Barlow Mr Ram Swamy	Mr Mark Antony Abbey Mr Ram Swamy	Mr Malcolm George Dolan Mr Ram Swamy
Company Secretary	Mr Malcolm George Dolan	Mr Malcolm George Dolan	Mr Malcolm George Dolan
Date of Administration appointment	19 November 2012	19 November 2012	19 November 2012
Shareholding held by directors and secretary	Peter Barlow – 166,237 £1 Ordinary Shares Paul Gismondi – 555,744 £1 Ordinary Shares Norman Jordan – 326,714 £1 Ordinary Shares Ram Swamy – 125,000 £1 Ordinary Shares John Poulter – 340,000 £1 Ordinary Shares	N/A	N/A

Receipts and Payments Accounts for the Period 19 November 2012 to  
23 May 2013

Appendix B

Hampson Global Investments Limited (in administration) Joint Administrators' Receipts and Payments Account				
	Statement of Affairs Expected to Realise £	19 November 2012 to 9 January 2013 £	10 January 2013 to 23 May 2013 £	Total £
<b>Fixed Charge Receipts</b>				
Investments <sup>1</sup>	26,590,475	28,000,000	-	28,000,000
	<u>26,590,475</u>	<u>28,000,000</u>	<u>-</u>	<u>28,000,000</u>
<b>Fixed Charge Payments</b>				
Professional Fees for Sales Process	Nil	(1,409,525)		(1,409,525)
Funds Held in Escrow	Nil	(2,000,000)		(2,000,000)
Administration Funding Provided From Fixed Charge Realisations	Nil	(901,200)		(901,200)
		<u>(4,310,725)</u>	<u>-</u>	<u>(4,310,725)</u>
<b>Surplus/(deficit) paid to Secured Creditors<sup>1</sup></b>		<u>23,689,275</u>		<u>23,689,275</u>
<b>Floating Charge Receipts</b>				
Inter-Company Debtors	Nil			
Cash	Nil			
Bank Interest	Nil	2	69	71
Secured Creditor Funding <sup>2</sup>	Nil	277,700		277,700
<b>Total</b>	<u>Nil</u>	<u>277,702</u>	<u>69</u>	<u>277,771</u>
<b>Floating Charge Payments</b>				
Statutory Bonding		(20)		(20)
Administrators' Fees			(35,661)	(35,661)
Statutory Advertising		(70)		(70)
Insurance		(106)	-	(106)
Irrecoverable VAT		(14)	(7,132)	(7,146)
Repayment of Secured Creditor Funding			(34,067)	(34,067)
<b>Total</b>		<u>(210)</u>	<u>(76,860)</u>	<u>(77,070)</u>
<b>Surplus/(deficit) funding available for Secured Creditor<sup>2</sup></b>		<u>277,492</u>	<u>(76,791)</u>	<u>200,701</u>
<b>Represented by</b>				
Administration Funding Account		277,492	(76,791)	200,701
<b>Total</b>		<u>277,492</u>	<u>(76,791)</u>	<u>200,701</u>

1 Note that the proceeds of the sale of investments of £23,689,275 were paid directly to the secured lenders in accordance with the terms of the Sale and Purchase Agreement between HGIL and AIP. Further information on this sale is included in the body of this report.

2 The Secured Creditors advanced a total of £278k to HGIL, from the proceeds of fixed charge realisations in HGIL to fund the administration process. The administration funding is repayable as an expense of the Administration. To the extent that this funding is not required, it will be repayable to the Secured Creditors under the terms of the funding agreement between the Companies and the Secured Lenders.

Receipts and Payments Accounts for the Period 19 November 2012 to  
23 May 2013

Appendix B

Hampson Aerospace Services Limited (in administration) Joint Administrators' Receipts and Payments Account				
	Statement of Affairs Expected to Realise	19 November 2012 to 9 January 2013	10 January 2013 to 23 May 2013	Total
	£	£	£	£
<b>Receipts</b>				
Tangible Fixed Assets	Nil	-	-	-
Investments	Nil	-	-	-
Inter Company Debtors	Nil	-	-	-
Cash	Nil	-	-	-
Bank Interest	Nil	0	8	8
Secured Creditor Funding <sup>1</sup>	Nil	63,500	-	63,500
<b>Total</b>	<b>Nil</b>	<b>63,500</b>	<b>8</b>	<b>63,508</b>
<b>Payments</b>				
Statutory Advertising		(70)	-	(70)
Statutory Bonding		(20)	-	(20)
Administrators' Fees		-	(17,045)	(17,045)
Repayment of Secured Creditor Funding		-	(12,134)	(12,134)
<b>Total</b>		<b>(90)</b>	<b>(29,179)</b>	<b>(29,269)</b>
<b>Surplus/(deficit) funding available for Secured Creditor<sup>2</sup></b>		<b>63,411</b>	<b>(29,171)</b>	<b>34,240</b>
<b>Represented by</b>				
Administration Funding Account		63,397	(32,566)	30,831
VAT Receivable		14	3,395	3,409
<b>Total</b>		<b>63,411</b>	<b>(29,171)</b>	<b>34,240</b>

1 The Secured Creditors advanced a total of £84k to HASL from the proceeds of fixed charge realisations in HGIL to fund the administration process. The administration funding is repayable as an expense of the Administration. To the extent that this funding is not required, it will be repayable to the Secured Creditors under the terms of the funding agreement between the Companies and the Secured Lenders.

Receipts and Payments Accounts for the Period 19 November 2012 to  
23 May 2013

Appendix B

Hampson Industries Plc (In administration) Joint Administrators' Receipts and Payments Account				
	Statement of Affairs Expected to Realise £	19 November 2012 to 9 January 2013 £	10 January 2013 to 30 May 2013 £	19 November 2012 to 30 May 2013 £
<b>Transitional Services Trading - Receipts</b>				
Bank interest	-	-	17	17
Third Party TSA Funding <sup>1</sup>	-	340,978	161,979	502,957
<b>Total</b>	-	<b>340,978</b>	<b>161,996</b>	<b>502,974</b>
<b>Transitional Services Trading - Payments</b>				
Agents Fees	-	-	(6 000)	(6 000)
Bank Charges	(120)	(120)	(45)	(185)
Cleaning	(322)	(322)	(496)	(817)
Council Tax	(1 062)	(1 062)	(465)	(1 527)
Electricity	-	-	(2 011)	(2 011)
Employee Benefits	-	-	(881)	(881)
Employee Pension Costs	(3 776)	(3 776)	(3 893)	(7 669)
Employee Retention Costs Agreed by AIP	(46 862)	(46 862)	(72 938)	(119 798)
Finance Controller Expenses	(292)	(292)	-	(292)
Finance Controller Fees	(21 540)	(21 540)	(14 940)	(36 480)
IT Costs/Support	(5 513)	(5 513)	(8,728)	(14 241)
Landlines	(299)	(299)	(434)	(733)
Lease/HP Payments	(262)	(262)	(504)	(766)
Mobile Phones	(443)	(443)	(848)	(1 291)
Net Wages	(52 533)	(52 533)	(14 049)	(66 581)
Office Supplies	(37)	(37)	-	(37)
PAYE/NIC on staff costs	(15 122)	(15 122)	(163 306)	(178 428)
Rent	(5 740)	(5 740)	-	(5 740)
Service Charges	(1 435)	(1 435)	-	(1 435)
Staff Expenses	(143)	(143)	(331)	(474)
Storage Costs	(590)	(590)	(197)	(787)
Water	-	-	(111)	(111)
<b>Total</b>	<b>(158,092)</b>	<b>(158,092)</b>	<b>(290 173)</b>	<b>(448,285)</b>
<b>Surplus/(deficit) available for Third Party TSA Funder<sup>1</sup></b>	<b>-</b>	<b>184,886</b>	<b>(128,177)</b>	<b>56,709</b>
<b>Represented by</b>				
TSA Funding Account	-	178 721	(123 194)	55 527
VAT Receivable	-	6 165	(4 984)	1 181
<b>Total</b>	-	<b>184,886</b>	<b>(128 177)</b>	<b>56 709</b>
<b>Fixed Charge Receipts</b>				
Investments	600 000 to 1 500 000	-	993,953	993,953
<b>Total</b>	-	-	<b>993,953</b>	<b>993,953</b>
<b>Fixed Charge Payments</b>				
Administrators Fees (Fixed Charge)	-	-	(106 153)	(106 153)
Fixed Charge Distribution	-	-	(841 888)	(841 888)
Legal Fees	-	-	(122 331)	(122 331)
Trustee Costs Paid Out of Distribution	-	-	(123,601)	(123,601)
<b>Total</b>	-	-	<b>(993,953)</b>	<b>(993,953)</b>
<b>Surplus/(Deficit) Available For Fixed Charge Holder<sup>1</sup></b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Secured Creditor Funding</b>				
Bank Interest	Nil	37	181	218
Funding for Services Paid on Behalf of BHW <sup>2</sup>	Nil	990	-	990
Intangible Fixed Assets	Nil	-	-	-
Inter-Company Debtors	Nil	247 670	(188 081)	59 589
Petty Cash	Nil	-	159	159
Prepayments and Other Debtors	Nil	9 279	12 886	22 165
Tangible Fixed Assets	Nil	-	150	150
Secured Creditor Funding <sup>3</sup>	Nil	371 979	188 081	560 060
VAT Debtor	410,256	212,033	-	212,033
<b>Total</b>	<b>1,010,256 to 1,910,256</b>	<b>841,868</b>	<b>13,376</b>	<b>855,364</b>
<b>Payments</b>				
Administrators Expenses (Floating Charge)	-	-	(1 163)	(1 163)
Administrators Fees (Floating Charge)	-	-	(123 136)	(123 136)
Agents Fees	(131)	(131)	(3 056)	(3 186)
Bank Charges	-	-	(15)	(15)
Hampson India Costs	-	-	(1 610)	(1 610)
Insurance	-	-	(432)	(432)
IT Back Up and Storage Costs	-	-	(7 935)	(7 935)
Legal Fees	(15 442)	(15 442)	(40 005)	(55 447)
Other Property Expenses	-	-	(50)	(50)
Petty Cash	(200)	(200)	200	-
Professional Advisory Fees	-	-	(95 730)	(95 730)
Services Paid on Behalf of BHW <sup>2</sup>	(990)	(990)	-	(990)
Statutory Advertising	(423)	(423)	(75)	(498)
Statutory Bonding	(528)	(528)	-	(528)
TSA Costs to be Repaid by TSA Funder	(4 990)	(4 990)	4 990	-
<b>Total</b>	<b>(22,703)</b>	<b>(22,703)</b>	<b>(268,017)</b>	<b>(290 720)</b>
<b>Surplus/(Deficit)</b>	<b>-</b>	<b>819 285</b>	<b>(254,641)</b>	<b>564,644</b>
<b>Less Amounts Returned To Secured Creditor Funder</b>	<b>-</b>	<b>-</b>	<b>(405,687)</b>	<b>(405,687)</b>
<b>Surplus/(Deficit) Funding Available For Secured Creditor<sup>3</sup></b>	<b>-</b>	<b>819,285</b>	<b>(660,328)</b>	<b>158 957</b>
<b>Represented by</b>				
Administration Funding Account	-	817 055	(743 352)	73 703
VAT Receivable (Costs Paid out of Admin Account)	-	2 230	88 542	88 772
VAT Control (Potential Payable to Third Party)	-	-	(3 519)	(3 519)
<b>Total</b>	-	<b>819,285</b>	<b>(660,328)</b>	<b>158,957</b>

1 + 3 The Secured Creditors advanced a total of £580k to HPLC from the proceeds of fixed charge realisations in HGIL to fund the administration process. The administration funding is repayable as an expense of the Administration. To the extent that this funding is not required, it will be repayable to the Secured Creditors under the terms of the funding agreement between the Companies and the Secured Lenders.

2 Note that HPLC received funding from BHW (a former subsidiary) to meet the cost of certain services provided to BHW but invoiced directly to HPLC by the service provider under a contract with HPLC.

Hampson Global Investments Limited  
Analysis of Administrators' Time Costs in Accordance with SIP9 for the period 19 November 2012 to 22 May 2013

Task		Senior Managing Director	Managing Director / Director	Senior Consultant / Consultant	Associate	Total Time	Total Cost	Average Cost
<b>Administration and Planning</b>								
Strategy and planning	A1			0.3	0.5	0.8	199	248
Initial actions	A2			0.9		0.9	333	370
Appointment and related formalities	A3		1.5	1.5		3.0	1,418	473
Checklist and reviews	A5			1.3	1.0	2.3	673	293
Cashiering and reconciliations	A6			0.4		0.4	94	235
Bonding and IPS maintenance	A7	-		0.5		0.5	193	385
Subtotal			1.5	4.9	1.5	7.9	2,908	
<b>Investigations</b>								
Directors questionnaire/checklists	B2	-		1.9	0.3	2.2	834	379
Statement of affairs	B3	-			0.6	0.6	105	175
Books and records	B5	-		4.1	0.6	4.7	1,643	350
Subtotal			-	6.0	1.5	7.5	2,582	
<b>Realisation of assets</b>								
Sale of business	C2	-		1.1		1.1	424	385
Post-completion obligations	C3	-	6.5	1.6		8.1	4,454	550
Subtotal			6.5	2.7	-	9.2	4,877	
<b>Trading</b>								
	D4	-		0.7		0.7	151	215
Subtotal		-		0.7	-	0.7	151	
<b>Creditors (correspondence and claims)</b>								
Unsecured creditors	E1			0.3		0.3	111	370
Secured creditors	E2			0.4		0.4	154	385
				0.7		0.7	265	
<b>Tax</b>								
Pre-appointment CT	F2	3.8	37.5	42.9	-	84.2	29,456	350
Post appointment CT	F4		3.1	1.5		4.6	1,677	365
Tax advice on transactions	F6		2.5	1.0		3.5	1,818	519
		3.8	43.1	45.4	-	92.3	32,950	
<b>Reporting</b>								
SIP16	G1			1.1		1.1	407	370
Proposals	G2	1.0	4.0	8.9		13.9	6,419	462
Other statutory reports/meetings	G3			0.6	2.0	2.6	572	220
Secured creditor reports	G4		0.5			0.5	288	575
		1.0	4.5	10.6	2.0	18.1	7,685	
<b>Other</b>								
Other	H1			0.6	3.9	4.5	788	175
		-		0.6	3.9	4.5	788	175
Total Time by Grade		4.8	55.6	71.6	8.9	140.9		
Total Cost by Grade		3,430	29,200	18,014	1,563	52,208		
Average by Grade		714.6	525.2	251.6	175.6	370.5		

	Time Costs	Category 1	Category 2	Total
Total Costs to Date	52,208	-	-	52,208
Amount Billed	(35,661)	-	-	(35,661)
Written Off	(8,422)	-	-	(8,422)
WIP	8,122	-	-	8,122

# Analysis of Administrators' Time Costs in Accordance with SIP9

## Appendix C

Hampson Aerospace Services Limited  
Analysis of Administrators' Time Costs in Accordance with SIP9 for the period 19 November 2012 to 22 May 2013

Task		Senior Managing Director	Managing Director / Director	Senior Consultant / Consultant	Associate	Total Time	Total Cost	Average Cost
<b>Administration and Planning</b>								
Strategy and planning	A1			0.3	0.5	0.8	199	248
Initial actions	A2			0.9		0.9	333	370
Appointment and related formalities	A3		1.5	1.5		3.0	1,418	473
Checklist and reviews	A5			1.3	1.1	2.4	691	288
Cashiering and reconciliations	A6			0.4	0.4	0.8	164	205
Bonding and IPS maintenance	A7			0.5		0.5	193	385
Subtotal		-	1.5	4.9	2.0	8.4	2,997	
<b>Investigations</b>								
Directors questionnaire/checklists	B2			1.9	0.3	2.2	834	379
Statement of affairs	B3			-	0.8	0.8	140	175
Books and records	B5			4.1	0.5	4.6	1,626	353
Subtotal		-	-	6.0	1.6	7.6	2,600	
<b>Realisation of assets</b>								
Post completion obligations	C3		1.5	0.5		2.0	1,055	528
Subtotal		-	1.5	0.5		2.0	1,055	
<b>Trading</b>								
	D4			0.7		0.7	151	215
Subtotal		-	-	0.7		0.7	151	
<b>Creditors (correspondence and claims)</b>								
Unsecured creditors	E1			0.3		0.3	111	370
Secured creditors	E2			0.4		0.4	154	385
				0.7		0.7	265	
<b>Tax</b>								
Pre-appointment CT	F2	1.4	19.4	33.7		54.5	16,709	307
Post appointment CT	F4		1.9			1.9	938	493
Post appointment VAT	F5			0.2	0.7	0.9	197	218
Tax advice on transactions	F6		0.6			0.6	344	573
Other post appointment tax	F7		1.1			1.1	512	465
		1.4	23.0	33.9	0.7	59.0	18,698	
<b>Reporting</b>								
SIP16	G1			1.1		1.1	407	370
Proposals	G2	1.0		8.9		9.9	4,039	408
Other statutory reports/meetings	G3			0.6	2.1	2.7	590	218
Secured creditor reports	G4		0.5			0.5	288	575
		1.0	0.5	10.6	2.1	14.2	5,323	
<b>Other</b>								
Other	H1			0.6	5.0	5.6	980	175
		-	-	0.6	5.0	5.6	980	175
Total Time by Grade		2.4	26.5	57.9	11.4	98.2		
Total Cost by Grade		1,890	13,417	14,960	2,001	32,087		
Average by Grade		704.2	506.3	258.4	175.5	326.5		

	Time Costs	Category 1	Category 2	Total
Total Costs to Date	32,067			32,067
Amount Billed	(17,045)			(17,045)
Written Off	(9,682)			(9,682)
WIP	5,340			5,340



# Analysis of Administrators' Time Costs in Accordance with SIP9

# Appendix C

## Hampson Industries Plc Analysis of Administrators' Time Costs in Accordance with SIP9 for the period 19 November 2012 to 22 May 2013

Task		Senior Managing Director	Managing Director / Director	Senior Consultant / Consultant	Associate	Total Time	Total Cost	Average Cost
<b>Administration and Planning</b>								
Strategy and planning	A1	7.0	19.7	3.3	2.3	32.3	17,304	536
Initial actions	A2		9.0	3.2		12.2	4,784	392
Appointment and related formalities	A3			2.0		2.0	740	370
Receipts and payments accounts	A4				47.9	47.9	8,470	177
Checklist and reviews	A5		2.2	1.1	13.1	16.4	4,052	247
Cashiering and reconciliations	A6			17.7	17.1	34.8	9,153	263
Bonding and IPS maintenance	A7			0.5	15.0	15.5	2,847	184
<b>Subtotal</b>		<b>7.0</b>	<b>30.9</b>	<b>27.8</b>	<b>95.4</b>	<b>161.1</b>	<b>47,348</b>	
<b>Investigations</b>								
Correspondence with directors	B1			1.2		1.2	444	370
Directors questionnaire/checklists	B2			1.9	3.3	5.2	1,370	263
Statement of affairs	B3				0.5	0.5	89	178
Books and records	B5	-		8.8	17.0	25.8	6,312	245
Electronic records	B6	-	1.4	41.5	9.2	52.1	9,116	175
<b>Subtotal</b>			<b>1.4</b>	<b>53.4</b>	<b>30.0</b>	<b>84.8</b>	<b>17,331</b>	
<b>Realisation of assets</b>								
Cash and investments	C1			1.6		1.6	592	370
Sale of business	C2	1.5	78.6	40.1		120.2	61,117	508
Post completion obligations	C3		15.0	70.8		85.8	34,311	400
Book debts	C4			0.7		0.7	259	370
Property, plant and vehicles	C6			0.7	0.6	1.3	367	282
Other assets	C7		3.6	1.1		4.7	2,549	542
Health & Safety/Insurance	C8			1.2	6.3	7.5	1,620	216
<b>Subtotal</b>		<b>1.5</b>	<b>97.2</b>	<b>116.2</b>	<b>6.9</b>	<b>221.8</b>	<b>100,815</b>	
<b>Trading</b>								
Initial control of operations	D1		2.3	-		2.3	1,323	575
Ongoing trading / monitoring	D2	2.0	21.5	21.4		44.9	21,741	484
Closure of trading	D3			7.6		7.6	2,926	385
Ongoing VAT & tax issues	D4		3.7	0.7		4.4	2,382	541
<b>Subtotal</b>		<b>2.0</b>	<b>27.5</b>	<b>29.7</b>	<b>-</b>	<b>59.2</b>	<b>28,371</b>	
<b>Creditors (correspondence and claims)</b>								
Unsecured creditors	E1	2.0		3.5	13.9	19.4	5,123	264
Secured creditors	E2		-	6.0	8.1	14.1	3,747	266
Pensions	E3			0.8		0.8	296	370
Employees	E4		4.0	14.7	2.9	21.6	8,239	381
Shareholders	E6			3.7	10.4	14.1	3,206	227
Lease creditors	E7			0.5		0.5	185	370
		<b>2.0</b>	<b>4.0</b>	<b>29.2</b>	<b>35.3</b>	<b>70.5</b>	<b>20,795</b>	
<b>Tax</b>								
Pre-appointment CT	F2	2.0	40.9	49.1		92.0	30,229	329
Pre-appointment VAT	F3		6.5	4.9		11.4	4,916	431
Post appointment CT	F4		7.6			7.6	4,214	554
Post appointment VAT	F5	-	14.8	9.0	0.8	24.6	9,361	381
Tax advice on transactions	F6	2.5	20.1	1.2		23.8	12,950	544
Other post appointment tax	F7	-	3.7	0.3		4.0	1,853	463
		<b>4.5</b>	<b>93.6</b>	<b>65.0</b>	<b>0.8</b>	<b>163.9</b>	<b>63,707</b>	
<b>Reporting</b>								
SIP16	G1			1.1		1.1	407	370
Proposals	G2			9.4	0.6	10.0	3,657	366
Other statutory reports/meetings	G3		1.5	0.5	2.1	4.1	1,445	352
Secured creditor reports	G4		2.0			2.0	1,150	575
		<b>-</b>	<b>3.5</b>	<b>11.0</b>	<b>2.7</b>	<b>17.2</b>	<b>6,659</b>	
<b>Other</b>								
Other	H1		-	0.6	4.4	5.0	875	175
			<b>-</b>	<b>0.6</b>	<b>4.4</b>	<b>5.0</b>	<b>875</b>	
<b>Total Time by Grade</b>		<b>17.0</b>	<b>258.1</b>	<b>332.9</b>	<b>175.5</b>	<b>783.5</b>		
<b>Total Cost by Grade</b>		<b>11,705</b>	<b>138,657</b>	<b>104,445</b>	<b>31,093</b>	<b>285,899</b>		
<b>Average by Grade</b>		<b>688.5</b>	<b>537.2</b>	<b>313.7</b>	<b>177.2</b>	<b>364.9</b>		

	Time Costs	Category 1 Expenses	Total
Total Costs to Date	285,899	1,613.2	287,512
Amount Billed	(236,782)	(1,613.2)	(238,395)
Amount Written Off	(24,196)	-	(24,196)
WIP	24,921	-	24,921

## Additional Information in Relation to Administrators' Fees Pursuant to Statement of Insolvency Practice 9

Detailed below is FTI's policy in relation to

- staff allocation and the use of sub-contractors,
- professional advisors, and
- disbursements

### 1.1 Staff Allocation and the use of Sub-contractors

Our general approach to resourcing our assignments is to allocate staff with the skills and experience to meet the specific requirements of the case

The constitution of the case team will usually consist of a Senior Managing Director, Managing Director, Director, Senior Consultant and Consultant. The exact constitution of the case team will depend on the anticipated size and complexity of the assignment and on larger, more complex cases, several Senior Consultants/Consultants may be allocated to meet the demands of the case

With regard to support staff, we would advise that time spent by cashiers in relation to specific tasks on an assignment is charged. Only if there is a large block of time incurred by a member of the secretarial team, eg, report compilation and distribution, do we seek to charge and recover our time in this regard

### 1.2 Professional Advisors

On this assignment we have used the professional advisors listed below. We have also indicated alongside, the basis of our fee arrangement with them, which is subject to review on a regular basis

Name of Professional Advisor	Basis of Fee Arrangement	Fees to date
Bingham McCutchen (US legal advice)	Hourly rate and disbursements	£20,647
Hogan Lovells LLP (legal advice) - Joint Administrators' lawyers	Hourly rate and disbursements	£157,131
Capa - Business rates recoveries	Percentage of realisations	£0
KMPG Audit - WC Adjustments adjudication	Hourly rate and disbursements	£95,730
Payco - Employee claims specialists	Hourly rate and disbursements	£178

Our choice was based on our view of their experience and ability to perform this type of work, the complexity and nature of the assignment and the basis of our fee arrangement with them

### 1.3 Disbursements

Category 1 disbursements do not require approval by creditors. The type of disbursements that may be charged as a Category 1 disbursement to a case generally comprise of external supplies of

## Additional Information in Relation to Administrators' Fees Pursuant to Statement of Insolvency Practice 9

incidental services specifically identifiable to the case, such as postage, case advertising, invoiced travel and external printing, room hire and document storage. Also chargeable will be any properly reimbursed expenses incurred by personnel in connection with the case.

Category 2 disbursements do require approval from creditors. These disbursements can include costs incurred which relate to payments due to associated companies for the provision of services to the office holder. On this case no costs of this nature have been incurred.

### 1.4 Charge-out Rates

A schedule of FTI's charge-out rates for this assignment is as follows. Please note that our minimum unit of time charged is six minutes and our fee rates have changed since the date of our appointment to those shown in the column "Applicable from 1 January 2013".

	Applicable to 31 December 2012 (Per hour) £	Applicable from 1 January 2013
<b>Directors:</b>		
Senior Managing Director	£675	£695
Managing Director	£575	£595
Strategic Communications Managing Director	£400	n/a <sup>1</sup>
Forensic Technology Managing Director	n/a <sup>2</sup>	£250
Tax Director	£595	£615
Director	£515	£535
<b>Manager</b>		
Senior Consultants	£425	£440
Forensic Technology Senior Consultant	n/a <sup>2</sup>	£107.50 - £215
<b>Other Senior Professionals</b>		
Consultants	£370	£385
Forensic Technology Consultants	n/a <sup>2</sup>	£92.50 - £185
Associates	£120 - £225	£125 - £235

<sup>1</sup> Strategic communications advice was all undertaken prior to 1 January 2013

<sup>2</sup> Forensic technology advice was all undertaken post 1 January 2013

**1.1 Rule 2 48A - Creditors' request for further information**

- (1) If –
- (a) Within 21 days of receipt of a progress report under Rule 2 47 –
    - (i) a secured creditor, or
    - (ii) an unsecured creditor with the concurrence of at least 5% in value of the unsecured creditors (including the creditor in question) or
  - (b) with the permission of the court upon an application made within that period of 21 days, any unsecured creditor,
- makes a request in writing to the administrator for further information about remuneration or expenses (other than pre-administration costs) set out in a statement required by Rule 2 47(1)(db) or (dc), the administrator must, within 14 days of receipt of the request, comply with paragraph (2)
- (2) The administrator complies with this paragraph by either—
- (a) providing all of the information asked for, or
  - (b) so far as the administrator considers that—
    - (i) the time or cost of preparation of the information would be excessive, or
    - (ii) disclosure of the information would be prejudicial to the conduct of the administration or might reasonably be expected to lead to violence against any person, or
    - (iii) the administrator is subject to an obligation of confidentiality in respect of the information,
- giving reasons for not providing all of the information
- (3) Any creditor, who need not be the same as the creditor who requested further information under paragraph (1), may apply to the court within 21 days of—
- (c) the giving by the administrator of reasons for not providing all of the information asked for, or
  - (d) the expiry of the 14 days provided for in paragraph (1),
- and the court may make such order as it thinks just
- (4) Without prejudice to the generality of paragraph (3), the order of the court under that paragraph may extend the period of 8 weeks provided for in Rule 2 109(1B) by such further period as the court thinks just

**1.2 Rule 2.109 - Creditors' claim that remuneration is [or other expenses are] excessive**

- (1) Any secured creditor, or any unsecured creditor with either the concurrence of at least 10% in value of the unsecured creditors (including that creditor) or the permission of the court, may apply to the court for one or more of the orders in paragraph (4)
- (1A) An application may be made on the grounds that—
- (a) the remuneration charged by the administrator,
  - (b) the basis fixed for the administrator's remuneration under Rule 2 106,
  - (c) expenses incurred by the administrator,
- is or are in all the circumstances, excessive, or in the case of an application under sub-paragraph (b), inappropriate
- (1B) The application must, subject to any order of the court under Rule 2 48A(4), be made no later than 8 weeks after receipt by the applicant of the progress report which first reports the charging of the remuneration or the incurring of the expenses in question ("the relevant report")

- (2) The court may, if it thinks that no sufficient cause is shown for a reduction, dismiss it without a hearing but it shall not do so without giving the applicant at least 5 business days' notice, upon receipt of which the applicant may require the court to list the application for a without notice hearing. If the application is not dismissed, the court shall fix a venue for it to be heard, and give notice to the applicant accordingly.
- (3) The applicant shall, at least 14 days before the hearing, send to the administrator a notice stating the venue and accompanied by a copy of the application, and of any evidence which the applicant intends to adduce in support of it.
- (4) If the court considers the application to be well-founded, it must make one or more of the following orders—
- (a) an order reducing the amount of remuneration which the administrator was entitled to charge,
  - (b) an order fixing the basis of remuneration at a reduced rate or amount,
  - (c) an order changing the basis of remuneration,
  - (d) an order that some or all of the remuneration or expenses in question be treated as not being expenses of the administration,
  - (e) an order that the administrator or the administrator's personal representative pay to the company the amount of the excess of remuneration or expenses or such part of the excess as the court may specify,
- and may make any other order that it thinks just, but an order under sub-paragraph (b) or (c) may be made only in respect of periods after the period covered by the relevant report.
- (5) Unless the court orders otherwise, the costs of the application shall be paid by the applicant, and are not payable as an expense of the administration.

Hampson Industries Plc - in Administration

☐

Hampson Aerospace Services Limited - in Administration

☐

Hampson Global Investments Limited - in Administration

☐*(tick the box for the company against which you are making a claim)*

Date of Administration 19 November 2012

Name and address of creditor

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Amount claimed in the Administration

(Including VAT)

£ 

---

Signature of creditor

---

Name of creditor

---

Telephone

---

Fax

---

E-mail

---

Date

---

/ 

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**Please provide appropriate documentation in support of your claim**

If you are registered for VAT the amount claimed should include VAT even if VAT bad debt relief has been claimed under the Value Added Tax Act 1994

Please return this form when you have completed it to Peter Nower at FTI Consulting Limited, Midtown, 322 High Holborn, London WC1V 7PB or email it to [peter.nower@fticonsulting.com](mailto:peter.nower@fticonsulting.com).

Creditors registered for VAT may be able to claim VAT bad debt relief in accordance with Section 36 Value Added Tax Act 1994. In broad terms relief is available when the debt is six months old and "written off" by the creditor entering it on his VAT refunds-for-bad-debts-account

Claims lodged in the Administration should be gross, including any VAT element. If/when dividends are paid, creditors who have claimed VAT bad debt relief must apportion the dividend between VAT and the net element of their claim and account to HM Customs and Excise for the VAT element through their VAT return

Insolvency Practitioners have no role in administering VAT bad debt relief under the Value Added Tax Act 1994. Creditors who are uncertain how to claim should contact their VAT office or take professional advice