

The Insolvency Act 1986

Administrator's progress report

2.24B

Name of Company Resad Polymers Limited	Company number 00753903
In the High Court of Justice (full name of court)	For court use only 2676 of 2007

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

We (a) Keith Aleric Stevens and Stephen Paul Grant of Wilkins Kennedy, Gladstone House, 77-79 High Street, Egham, Surrey, TW20 9HY

Joint Administrators of the above company attach a progress report for the period

(b) Insert date

From (b) 22 February 2008	To (b) 19 April 2009
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Signed

Joint Administrators

Dated

1/6/07

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 searches of the public record

Wilkins Kennedy
Gladstone House
77-79 High Street
Egham
Surrey
TW20 9HY

094 435561

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

s House, Crown Way, Cardiff CF14 3UZ

DX 33050 Cardiff



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03/06/2009

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COMPANIES HOUSE

WEDNESDAY

**RESAD POLYMERS LIMITED
(IN ADMINISTRATION)**

**FINAL PROGRESS REPORT TO CREDITORS IN ACCORDANCE WITH R2.47 AND R2.110
INSOLVENCY ACT 1986**

A) COURT DETAILS

An Administration Order was granted on 20 April 2007 in the High Court of Justice No. 2676 of 2007.

B) REGISTERED NAME, ADDRESS AND NUMBER

Resad Polymers Limited (In Administration), ("the company")

Registered office: Gladstone House, 77-79 High Street, Egham, Surrey, TW20 9HY

Registered Number: 00753903

C) ADMINISTRATION APPOINTMENT DETAILS

Stephen Paul Grant and I, of Gladstone House, 77-79 High Street, Egham, Surrey, TW20 9HY were appointed Joint Administrators of Resad Polymers Limited on the 20 April 2007 by Anthony Chasemore of 6 Alderside Walk, Englefield Green, Egham, Surrey and Robert Stringer of No. 6 Bryn Coed, Penmaenmawr, Conway, LL34 6YJ acting as the directors of the company pursuant to Paragraph 22 of Schedule B1 to the Insolvency Act 1986.

In accordance with Paragraph 100(2) of Schedule B1 of the Insolvency Act 1986 the functions of the Joint Administrators are to be exercised by any or all of the Administrators.

D) DETAILS OF ANY EXTENSIONS

Subject to Paragraph 76 of Schedule B1 to the Insolvency Act 1986, the appointment of the Joint Administrators ceased to have effect on 19 April 2008. At the time, this provision was not noted by my office and as such, my administration has lapsed prior to all outstanding issues being dealt with. Stephen Paul Grant and I have subsequently taken legal advice on the position and it was determined that the most appropriate action would be to make applications to Court, firstly for directions on how our release from the original administration should be dealt with and secondly, for an further Administration order to be granted, with myself and Stephen Grant being appointed as Joint Administrators in order to finalise all outstanding issues. Having discussed the matter with West Bromwich Commercial being the only secured creditor, we have therefore instructed solicitors to commence these proceedings on our behalf.

E) DETAILS OF PROGRESS OF THE ADMINISTRATION

This report details our acts and dealings, together with the conduct of the administration since the report to creditors issued on 22 February 2008.

As detailed in our previous report, the only outstanding matters were:

- (i) the collection of the remaining debtors that had been reassigned to the company by Barclays Bank Plc who had recovered sufficient funds to discharge the sums due to them under their invoice discounting agreement in full.
- (ii) the completion of a sale of the company's leasehold property by the Law of Property Act ("LPA") Receivers appointed by the mortgagee (West Bromwich Commercial Limited).

An up to date receipts and payments account is enclosed at Appendix 1 for your ease of reference.

Since our last report, final balances have been received from the agents acting in this matter in respect of plant and machinery and stock realisations. No further funds are expected in respect of the chattel assets.

In addition, the sum of £17,077.15 has been received in respect of book debts due to the company.

The Joint Administrator's have also contributed the sum of £14,857.14 to the administration in order to discharge trading liabilities incurred (primarily the VAT liability) as insufficient funds were available from trading results and asset realisations.

I have been advised by the LPA Receivers dealing with the property in this matter that a sale has now been agreed and is due to be completed shortly. Whilst a final completion statement has not been prepared due to the current climate and difficulties experienced in sourcing a purchaser, the property is to be realised for substantially less than originally envisaged resulting in a significant shortfall to West Bromwich Commercial limited.

CREDITORS CLAIMS

Secured creditors

At the date of our initial appointment, the only outstanding charges registered were a debenture to Barclays Bank Plc relating to their invoice discounting agreement in respect of the company's sales ledger, together with various debentures / legal charges held by West Bromwich Commercial Limited in respect of the leasehold property and other assets.

Whilst a first fixed charge was still noted as being held by Alex Lawrie Receivables Financing Limited, this related to a previous invoice discounting agreement operated by the company that Barclays Bank Plc had taken over from. Confirmation has subsequently been received from Lloyds TSB Commercial Finance (formerly Alex Lawrie Receivables Financing Limited) that notice of satisfaction can be issued in respect of their charge.

As previously noted, Barclays Bank Plc have now collected sufficient funds to discharge the sums due to them in full. The remaining debtor ledger (totalling £115,502.85) has therefore been reassigned to the company.

A sale of the leasehold property is in the process of being completed and it is estimated that there will be a shortfall in excess of £700,000 to West Bromwich Commercial Limited following completion. Subject to the terms of debentures registered against the company, West Bromwich Commercial Limited holds a floating charge over the company's assets and as such, any funds realised from the outstanding debtor ledger will be due to them.

Preferential creditors

Following our appointment as Joint Administrators, the company continued to trade in order to achieve a sale of the business as a going concern. When it became apparent that this was not achievable, the employees were made redundant. All wage arrears and holiday pay due was discharged up to their termination dates and as such, we are not aware of any preferential claims in this matter.

Non preferential

According to the statement of affairs sworn by Anthony Chasemore on 9 July 2007, unsecured creditors were estimated to total £1,591,901.69. As the charges held by West Bromwich Commercial Limited and Barclays Bank Plc were created prior to 15 September 2003, there is no provision for a prescribed part to be set aside for the benefit of unsecured creditors pursuant to Section 176A of the Insolvency Act 1986. As such, no dividend is expected to be declared to unsecured creditors in this matter.

COSTS AND EXPENSES

Joint Administrators Remuneration and Disbursements

The Joint Administrators approved proposals as detailed in my letter to creditors dated 22 June 2007, included a provision that our remuneration be fixed on a time cost basis.

To date, my firm has incurred time costs and disbursements of £81,522 and £17,228.13 respectively. Details of these costs are summarised at Appendix 2. As detailed on the receipts and payments account provided no fees have been drawn and only sundry expenses of £18 have been reclaimed from funds available.

Professional Fees

This represents the costs incurred by the company's accountants in completing the outstanding tax returns and payroll records due both prior to our appointment and for the period during which we traded the company.

Legal Fees

This represents the costs incurred by solicitors instructed on our behalf to assist with issues arising as a result of our appointment including reaching an agreement with the mortgagee of the leasehold premises with regard to the appointment of LPA Receivers and the vacation of the property.

Agents' fees

This represents the costs incurred by agents instructed on our behalf to deal with the valuation, marketing and realisation of the company's assets.

F) DETAILS OF ANY ASSETS THAT REMAIN TO BE REALISED

As detailed above, the only outstanding issues in this matter are the collection of the remaining debtor ledger and completion of the leasehold property sale by the LPA Receivers. Assuming the court grants the order(s) as per our intended applications (set out in Section 'D' above), these outstanding issues will be finalised in the new administration.

G) SUMMARY OF THE ADMINISTRATORS PROPOSALS

Detailed below are the approved proposals that were agreed at a meeting of creditors held on 10 July 2007.

- (i) That the Joint Administrators continue to conduct the affairs of the company with a view to achieving the purpose of the Administration as set out in Section 3 of Schedule 31 of the Insolvency Act 1986.
- (ii) When the Joint Administrators think that a distribution will be made to unsecured creditors, then the company will proceed to creditors' voluntary liquidation in accordance with Section 83 of Schedule B1 of the Insolvency Act 1986.
- (iii) That Keith Aleric Stevens and Stephen Paul Grant of Wilkins Kennedy, Gladstone House, 77-79 High Street, Egham, Surrey, TW20 9HY be appointed Joint Liquidators of the company for the purposes of the winding up.
- (iv) That the Joint Administrators remuneration be fixed on a time cost basis.

H) SUMMARY OF ANY MAJOR AMENDMENTS OR DEVIATIONS FROM THE PROPOSALS


As highlighted above, our appointment as Joint Administrators came to and end on the anniversary of our appointment before the matter could be converted to a creditors' voluntary liquidation.

I) STEPS TAKEN DURING THE ADMINISTRATION AND OUTCOME OF THE ADMINISTRATION

As noted in previous reports, following our appointment it was agreed that the company would continue trading in order to achieve a sale as a going concern. Despite initial interest being received, a sale as a going concern was not achieved and trading ceased on 11 May 2007. The agents instructed to assist us in this matter then proceeded to realise the company's assets on a break up basis. No solid offers were received for the leasehold property and as such, the mortgagee appointed LPA Receivers to realise the property on their behalf. We therefore handed the property to the LPA Receivers after agreeing vacation terms with them.

As a sale of the business as a going concern was not achieved and the fact that the leasehold property is due to realise substantially less than originally anticipated, there will insufficient funds to provide a dividend to unsecured creditors with a shortfall expected to West Bromwich Commercial Limited.

Due to the automatic end of the administration on 19 April 2008, the Joint Administrators intend to submit applications to court to rectify the position and enable the remaining outstanding issues to be dealt with.



Keith Aleric Stevens
Joint Administrator

Dated: _____

8/5/07

Resad Polymers Limited
Administrator's Abstract of Receipts & Payments

For the period of commencement on 20 April 2007 to 1 May 2009

S of A £		£
RECEIPTS		
NIL	Sales	137,456.76
720,224	Book Debts	NIL
77,000	Plant & Machinery	68,129.50
18,750	Motor Vehicles	NIL
20,000	Stock	3,151.24
NIL	Book Debts	17,077.15
NIL	Insurance Refund	5,134.45
NIL	Officeholders Contributions	14,857.14
NIL	Bank Interest Gross	1,269.25
NIL	Sales (2)	41,682.41
1,250,000	Leasehold Land and Property	NIL
20,000	Computer Equipment	NIL
13,000	Vehicles on Finance agreement	NIL
<u>2,118,974</u>		<u>288,757.90</u>
PAYMENTS		
	Rents	33,431.25
	Heat & Light	3,807.08
	Professional Fees	785.00
	Bank Charges	336.00
	Repairs & Maintenance	2,329.48
	Sundry Expenses	18.00
	Agents/Valuers Fees (1)	42,593.36
	Legal Fees (1)	4,982.50
	Corporation Tax	364.97
	Insurance of Assets	9,543.15
	PAYE & NI	2,594.91
	Bank Charges	126.00
	Purchases (1)	24,808.00
	Purchases (2)	2,008.20
	Transport costs	12,590.63
	Indirect Labour	78,380.06
	Waste disposal	46,610.86
	PAYE/NIC	22,620.21
		<u>287,929.66</u>
CASH IN HAND		<u>828.24</u>

WILKINS KENNEDY

Schedule of Joint Administrators' Remuneration and Disbursements

For Resad Polymers Limited – In Administration

as at

30 April 2009

FEES

Classification Of work function	HOURS					Time Cost £	Average hourly rate £
	Partner	Manager	Other senior Professionals	Assistants & support staff	Total Hours		
Administration & planning	2.55	32.20	33.90	165.70	234.35	18,317.25	78.16
Realisation of assets	1.60	80.33	-	1.60	83.53	19,824.25	237.33
Creditors	2.60	24.30	1.70	15.50	44.10	7,749.50	175.73
Trading	5.20	81.60	-	-	86.80	20,833.50	240.02
Statutory	4.40	36.20	0.80	0.50	41.90	10,460.50	249.65
Employees	3.30	7.90	2.00	15.20	28.40	4,337.00	152.71
Total hours	19.65	262.53	38.40	198.50	519.08	81,522.00	157.05
Total fees claimed (£)						0.00	

CURRENT CHARGE OUT RATES

2007/2008

£

Partners/Directors
Senior Manager/Manager
Administrator
Junior Administrator
Cashier/Secretaries

325.00 – 380.00
210.00 – 275.00
100.00 – 175.00
50.00 – 70.00
Nil – 50.00

2008/2009

£

Partners/Directors
Director
Senior Manager/Manager
Administrator
Junior Administrator
Cashier/Secretaries

345.00 – 400.00
345.00
190.00 - 300.00
75.00 - 175.00
65.00 - 85.00
Nil – 75.00

DISBURSEMENTS

Courier	34.00
Travel Expenses	725.48
Postage & Stationery	555.39
Swearing Fee	10.00
Bonding Fee	800.00
Statutory Advertising	246.42
Travel Expenditure	14,856.84
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