

The Insolvency Act 1986

Administrator's progress report

Name of Company W L REALISATIONS (2006) LIMITED	Company number 00874649
In the Birmingham District Registry [full name of court]	Court case number 5015 of 2006

(a) Insert full name(s) and
address(es) of
administrator(s)We, Gerald Smith and John Neville Whitfield of Grant Thornton UK LLP, Centre City Tower, 7 Hill
Street, Birmingham, B5 4UU

administrators of the above company attach a progress report for the period

from

to

(b) Insert dates

(b) 29 August 2007

(b) 18 March 2008

Signed

Joint Administrator

Dated

3 April 2008

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.

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

TUESDAY



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08/04/2008
COMPANIES HOUSE

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Grant Thornton

Our Ref GCS/MRH/AXB/CSR/WYKES

To the Creditors

4 April 2008

Recovery and Reorganisation

Grant Thornton UK LLP
30 Finsbury Square
London EC2P 2YU

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Dear Sirs

WL Realisations (2006) Limited - In Administration
Birmingham District Registry No. 5015 of 2006

1 INTRODUCTION

- 1.1 Following the appointment of myself and my partner John Neville Whitfield as joint administrators by the directors of the above company on 18 September 2006, I now report on the progress of the administration to 17 March 2008
- 1.2 I enclose Form 2 24B together with an account of my receipts and payments for the period ended 17 March 2008 in accordance with Rule 2 47 of the Insolvency Rules 1986
- 1.3 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
- 1.4 I enclose the following appendices

Appendix I	Form 2 24B, notice of administrators' progress report,
Appendix II	Joint administrators' receipts and payments account for the period 29 August 2007 to 17 March 2008,
Appendix III	Joint administrators' trading account (finalised)
Appendix IV	Joint administrators' SIP9 table of time costs incurred
Appendix V	Form 2 31B, notice of extension of the administration

Chartered Accountants

Member firm of Grant Thornton International Ltd
Grant Thornton UK LLP is a limited liability partnership registered in England and Wales No OC307742 Registered office Grant Thornton House Melton Street, Euston Square London NW1 2EP
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	00874649
Registered office	Centre City Tower, 7 Hill Street, Birmingham, B5 4UU
Former trading address	Barkby Road, Leicester, LE4 9LD

3 PROGRESS REPORT

Trading

3 1 As previously reported, the administrators' traded the company from the date of appointment to 28 November 2006

3 2 I have now finalised the trading account for this period, which is attached at Appendix III
You will note a trading surplus of £179,875 was achieved

Legal Fees

3 3 Further legal fees of £479 were paid to my solicitors Eversheds

Corporation Tax

3 4 I have received written confirmation from HM Revenue & Customs that no corporation tax is due for the administration up to 30 September 2007

Secured Creditors

3 5 The first ranking charge holder, National Westminster Bank PLC, has received £1,729,434 in full and final settlement of its indebtedness from the company

3 6 Nottcor 114 Limited, the second charge holder has been paid a further £250,000 during the period. Distributions to Nottcor under its floating charge total £1,650,000. I expect to make a final distribution of c£35,000 to Nottcor shortly

Preferential Creditors

3 7 I received preferential claims totalling £16,094 17. A first and final dividend of 100p in the £ was paid in July 2007

Unsecured Creditors

- 3 8 As detailed in our previous progress report, the company has potential claims against its co-guarantors in respect of payments made to the secured creditors under certain cross guarantees
- 3 9 The co-guarantors have agreed to make a contribution in respect of these claims for the benefit of unsecured creditors. Accordingly, the joint administrators will shortly propose a company voluntary arrangement (CVA) to the creditors, in order that payments may be made to the unsecured creditors
- 3 10 I am currently negotiating the quantum of the contribution with the co-guarantors. However, please note the single largest unsecured creditor in the administration is the pension protection fund who have a claim in the region of £7.5m. Therefore any distribution from the voluntary arrangement is unlikely to exceed 0.5p in the pound

Extension of the Administration

- 3 11 Pursuant to my previous report, the period of the administration was extended with the consent of creditors for a further six months to 17 March 2008
- 3 12 I am yet to finalise all matters in the administration, primarily agreeing the contribution from the co-guarantors and circulating the CVA proposals to creditors. I requested permission of the court to extend the administration for a further six months. My application was granted on 14 March 2008 per Form 2.31B at Appendix V. The administration will now end on 18 September 2008, or earlier
- 3 13 Should the creditors accept the proposed CVA, I anticipate being able to complete my duties as joint administrator whilst the CVA is being concluded

Administrators' Remuneration

- 3 14 At a meeting of creditors held on 24 November 2006, the creditors resolved that the joint administrators' remuneration be based on the time properly incurred by themselves and their staff in carrying out their functions as administrators
- 3 15 In accordance with Statement of Insolvency Practice (SIP 9), I attach as Appendix IV a summary of my time costs to 29 February 2008 by grade of staff and type of work. This shows total time costs of £352,733, representing 2,232 hours at an average of £158 per hour. In accordance with the above resolution and secured creditor approval, I have drawn fees of £327,000
- 3 16 As previously reported, I engaged the tax department of my firm to prepare the corporation tax submissions for the administrations. Fees of £2,000 have been paid in respect to this work. Approval for these costs will be sought from the secured creditor in due course

Other Matters

3 17 My next report will be circulated to creditors at the end of the administration

Yours faithfully
for and on behalf of WL Realisations (2006) Limited

A handwritten signature in black ink, appearing to read 'G. C. Smith', with a long, sweeping horizontal stroke extending to the right.

Gerald Smith
Joint Administrator

The affairs, business and property of WL Realisations (2006) Limited are being managed by Gerald Smith and John Whitfield, appointed as joint administrators on 18 September 2006

Receipts and Payments Account from 18 September 2006 to 17 March 2008

	Fixed Charge £	Floating Charge £	Floating Charge \$	Floating Charge €
RECEIPTS				
Sales up to 3 November 2006		615,035 39	679,613 14	53,052 11
Sales up to 28 November 2006		159,110 79	232,980 56	6,001 24
Other Receipts		9,506 57	14,129 24	130 77
Freehold Land & Property	2,475,000 00			
Goodwill	4 00			
Intellectual Property	1 00			
Bank Interest	3,046 94			
Fixed Charge Surplus		720 000 00		
Trading contribution from purchaser		85,055 37		
Plant & Machinery		427,765 96		
Motor Vehicles		5,000 00		
Stock/WIP		99,995 00		
Book Debts		644,733 61	197,714 74	53,913 41
Cash at Bank		788 72		
Bank Interest Gross		23,297 11	2,439 48	337 01
Converted from Euro		36,628 32		
Converted from Dollar		551,356 44		
	<u>2,478,051 94</u>	<u>3,378,273 28</u>	<u>1,126,877 16</u>	<u>113,434 54</u>
PAYMENTS				
Opening Stock		29,790 48	2,353 20	
Purchases		492,992 30		57,882 90
Security Costs		6,073 20		
Direct Labour		363,239 83		
Direct Expenses		1,226 36	454 06	
Machinery		120,000 00		
Indirect Labour		228 55		
Rates		17,656 17		
Heat & Light		87,610 55		
Telephone		140 72		
Carriage		65,316 29		
Insurance		16,911 89		
Bank Charges		2,249 86	5,808 68	552 36
Lease/HP Payments		30,698 76		
Repairs & Maintenance		2,642 40		
Sundry Expenses		95 10		
Sales Commission		3,597 19	26,069 44	2,030 97
Vehicle Running Costs		1,132 55		
Stationery		130 60		
Legal Fees	10,000 00			
Brokers Commission	10,000 00			
Bank Charges	67 00			
Chargeholder 1	1,729,434 71			
Fixed charge surplus transferred to Floating	720,000 00			
Converted to Sterling			1,092,191 78	52 968 31
Specific Bond		1,440 00		
Professional Fees		6,500 00		
Administrators' Fees		327,000 00		
Administrators' Disbursements Category 1		8,070 01		
Tax Fees		2,000 00		
Agents/Valuers Fees		17,895 00		
Legal Fees		12,520 50		
Legal Expenses		9,169 57		
Pension Schemes		7,488 71		
Brokers Commission		14,497 50		
Creditors Meeting Costs		1,000 00		
Stationery & Postage		563 25		
Statutory Advertising		3,731 18		
Bank Charges		1,076 70		
Preferential Creditors		16,094 71		
Floating Charge Creditor		1,650,000 00		
	<u>2,469,501 71</u>	<u>3,320,779 93</u>	<u>1,126,877 16</u>	<u>113,434 54</u>
VAT Receivable		7,000 00		
Balances in Hand	<u>8,550 23</u>	<u>57,493 35</u>	<u>0 00</u>	<u>0 00</u>

**Joint administrators Trading Account from 18 September 2006 to 28
November 2006**

	Floating Charge £	Floating Charge \$	Floating Charge €
RECEIPTS			
Sales up to 3 November 2006	615,035 39	679,613 14	53,052 11
Sales up to 28 November 2006	159,110 79	232,980 56	6,001 24
Trading contribution from purchaser	85,055 37		
	<u>859,201 55</u>	<u>912,593 70</u>	<u>59,053 35</u>
PAYMENTS			
Opening Stock	29,790 48	2,353 20	
Purchases	492,992 30		57,882 90
Security Costs	6,073 20		
Direct Labour	363,239 83		
Direct Expenses	1,226 36	454 06	
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Bank Charges	2,249 86	5,808 68	552 36
Lease/HP Payments	30,698 76		
Repairs & Maintenance	2,642 40		
Sundry Expenses	95 10		
Sales Commission	3,597 19	26,069 44	2,030 97
Vehicle Running Costs	1,132 55		
Stationery	130 60		
	<u>1,121,732 80</u>	<u>34,685 38</u>	<u>60,466 23</u>
Currency Profit	<u>-262,531 25</u>	<u>877,908 32</u>	<u>-1,412 88</u>
Conversion to Sterling	442,406 87		
Total Profit	<u><u>179,875.62</u></u>		

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	Partners Hours	Directors Hours	Managers Hours	Other Senior Professionals	Assistants & Support Staff Hours	Total Hours	Time Cost	Average Hourly Rate
Administration and Planning	51.50	2.17	79.53	72.09	310.74	516.03	£73,403.39	£142.25
Investigations	0.00	0.00	0.17	0.00	5.50	5.67	£558.15	£98.44
Realisation of Assets	36.75	1.59	262.25	0.00	114.02	414.61	£75,942.77	£183.17
Trading	44.25	2.09	430.86	0.00	270.32	747.52	£122,242.43	£163.53
Creditors	31.50	23.91	118.37	0.75	337.45	511.98	£70,935.64	£138.55
Miscellaneous	0.00	0.00	55.09	0.00	0.00	55.09	£9,650.80	£175.18
Total Time Costs	154.00	29.76	940.27	71.59	1037.03	2232.65	£352,733.18	£157.99

Fees already drawn = £327,000.00

Total to be Claimed = £25,733.18

The Insolvency Act 1986

**Notice of extension of period
of administration****2.31B**

Name of Company
W L REALISATIONS (2006) LIMITED (formerly
Wykes Limited)

Company number
00874649

In the
Birmingham District Registry

Court case number
5015 of 2006

(a) Insert name(s) and
address(es) of
administrator(s)

We, Gerald Clifford Smith and John Neville Whitfield of Grant Thornton UK LLP, Centre City Tower,
7 Hill Street, Birmingham, B5 4UU,

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

having been appointed administrators of (b) W L Realisations (2006) Limited, Barkby Road, Leicester

(c) Insert date of appointment

("the company")

(d) Insert name of appointor /
applicant

on (c) 18 September 2006 by (d) the directors of the company

hereby give notice that the administration has been extended

*Delete as applicable

by order of the court

(e) Insert date

until 18 September 2008

Signed

Joint Administrators

Dated

3 April 2008

Contact Details:

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