



For further information, please
refer to our guidance at
www.gov.uk/companieshouse

1 Company details

Company number 0 0 9 5 8 1 3 9

Company name in full WRealisations Limited - in administration
(formerly Wipac Limited)

→ Filling in this form

Please complete in typescript or in
bold black capitals.

2 Administrator's name

Full forename(s) Rachael Maria

Surname Wilkinson

3 Administrator's address

Building name/number 3 Forbury Place

Street 23 Forbury Road

Post town Reading

County/Region

Postcode R G 1 3 J H

Country

4 Administrator's name ①

Full forename(s) Zelf

Surname Hussain

① Other administrator

Use this section to tell us about
another administrator.

5 Administrator's address ②

Building name/number 7 More London

Street Riverside

Post town London

County/Region

Postcode S E 1 2 R T

Country

② Other administrator

Use this section to tell us about
another administrator.

AM10

Notice of administrator's progress report

6 Period of progress report

From date	d	2	d	0	m	0	m	6	y	2	y	0	y	2	y	0
To date	d	1	d	9	m	1	m	2	y	2	y	0	y	2	y	0

7 Progress report

☒ I attach a copy of the progress report

8 Sign and date

Administrator's
signature

Signature

X  X

Signature date	d	1	d	5	m	0	m	1	y	2	y	0	y	2	y	1
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**Presenter information**

You do not have to give any contact information, but if you do it will help Companies House if there is a query on the form. The contact information you give will be visible to searchers of the public record.

Contact name **Madeline Finkill**

Company name **PricewaterhouseCoopers LLP**

Address **8th Floor**

Central Square

29 Wellington Street

Post town **Leeds**

County/Region

Postcode

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Country

DX

Telephone **0113 289 4075**

**Checklist**

We may return forms completed incorrectly or with information missing.

Please make sure you have remembered the following:

- ☐ The company name and number match the information held on the public Register.
- ☐ You have attached the required documents.
- ☐ You have signed the form.

**Important information**

All information on this form will appear on the public record.

**Where to send**

You may return this form to any Companies House address, however for expediency we advise you to return it to the address below:

The Registrar of Companies, Companies House,
Crown Way, Cardiff, Wales, CF14 3UZ.
DX 33050 Cardiff.

**Further information**

For further information please see the guidance notes on the website at www.gov.uk/companieshouse or email enquiries@companieshouse.gov.uk

This form is available in an alternative format. Please visit the forms page on the website at www.gov.uk/companieshouse

Joint administrators' progress report from 20 June 2020 to 19 December 2020

WRealisations Limited (formerly Wipac Limited)
(in administration)

High Court of Justice
Business and Property Courts of England and Wales
Insolvency and Companies List (CHD)

Case no. CR-2019-008576

15 January 2021

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The following table shows the abbreviations and insolvency terms that may be used in this report:

Administrators / we / us / our	Rachael Maria Wilkinson and Zelf Hussain
Bank	HSBC Bank Plc, a secured creditor
Company / Wipac	WRealisations Limited (formerly Wipac Limited) - in administration
Carclo	Carclo Technical Plastics Limited
Group	The Carclo group of companies
firm / PwC	PricewaterhouseCoopers LLP
HMRC	HM Revenue & Customs
IR16	Insolvency (England and Wales) Rules 2016
IA86	Insolvency Act 1986
preferential creditors	Claims for unpaid wages earned in the four months before the insolvency up to £800, holiday pay and unpaid pension contributions in certain circumstances
prescribed part	The amount set aside for unsecured creditors from floating charge funds in accordance with Section 176A IA86 and the Insolvency Act 1986 (Prescribed Part) Order 2003
proposals	Joint administrators' proposals for achieving the purpose of administration
Purchaser 1 / WTL	Wipac Technology Limited
Purchaser 2 / CTP	Carclo Technical Plastics Limited
ROT	Retention of title clause that allows the supplier to retain ownership over the goods supplied until such time as certain conditions are met
Sch.B1 IA86	Schedule B1 to the Insolvency Act 1986
secured creditors	Creditors with security in respect of their debt, in accordance with Section 248 IA86
SIP	Statement of Insolvency Practice. SIPs are issued to insolvency practitioners under procedures agreed between the insolvency regulatory authorities. SIPs set out principles and key compliance standards with which insolvency practitioners are required to comply.
SIP 13	Statement of Insolvency Practice 13: Disposal of assets to connected parties in an insolvency process
SIP 16	Statement of Insolvency Practice 16: Pre-packaged sales in administration

This report has been prepared by Rachael Maria Wilkinson and Zelf Hussain as Joint Administrators of the Company, solely to comply with their statutory duty to report to creditors under IR16 on the progress of the administration, and for no other purpose. It is not suitable to be relied upon by any other person, or for any other purpose, or in any other context.

This report has not been prepared in contemplation of it being used, and it is not suitable to be used, to inform any investment decision in relation to the debt of or any financial investment in the Company.

Any estimated outcomes for creditors included in this report are illustrative only and cannot be relied upon as guidance as to the actual outcome for creditors.

Any persons choosing to rely on this report for any purpose or in any context other than under IR16 do so at their own risk. To the fullest extent permitted by law, the Joint Administrators do not assume any liability in respect of this report to any such person.

Please note you should read this report in conjunction with the Joint Administrators' previous reports issued to the Company's creditors, which can be found at www.pwc.co.uk/wipac. Unless stated otherwise, all amounts in this report and appendices are stated net of VAT.

Rachael Maria Wilkinson and Zelf Hussain have been appointed as Joint Administrators of the Company to manage its affairs, business and property as its agents and act without personal liability. Both are licensed in the United Kingdom to act as insolvency practitioners by the Institute of Chartered Accountants in England and Wales. The Joint Administrators are bound by the Insolvency Code of Ethics which can be found at:
<https://www.gov.uk/government/publications/insolvency-practitioner-code-of-ethics>

The Joint Administrators may act as controllers of personal data as defined by UK data protection law depending upon the specific processing activities undertaken. PricewaterhouseCoopers LLP may act as a processor on the instructions of the Joint Administrators. Personal data will be kept secure and processed only for matters relating to the Joint Administrators' appointment. Further details are available in the privacy statement on the PwC.co.uk website or by contacting the Joint Administrators.

PricewaterhouseCoopers LLP is a limited liability partnership registered in England with registered number OC303525. The registered office of PricewaterhouseCoopers LLP is 1 Embankment Place, London WC2N 6RH. PricewaterhouseCoopers LLP is authorised and regulated by the Financial Conduct Authority for designated investment business.

Why we've sent you this report

We are writing to provide an update on the progress of the administration of the Company in the six-month period from 20 June 2020 to 19 December 2020.

You are able to view our earlier reports on our website at www.pwc.co.uk/wipac. Please contact Madeline Finkhill on 0113 289 4075 or at madeline.finkill@pwc.com if you require the password to access the reports.

How much creditors may receive

The following table summarises the possible outcome for creditors, based on what we currently know.

Secured creditors:		
HSBC Bank Plc	c.17	c.16
Carclo Group Pension Scheme	100 (paid)	100 (paid)
<hr/>		
Preferential creditors	N/A	N/A
<hr/>		
Unsecured creditors	up to 1	up to 1

As stated in our previous report, the Carclo Group Pension Scheme had a fixed charge over the freehold property, the sale of which was included in the pre-pack sale realising £7.2 million. The pension scheme was repaid its secured lending of £3.5 million in full.

HSBC will not be fully repaid its lending of £37.8 million out of its floating charge security over the Company's assets and will therefore suffer a shortfall in respect of its lending.

All employees transferred to either WTL or CTP (the purchasers of the business) under TUPE and consequently we do not anticipate there being any preferential creditor claims.

We anticipate the Company's unsecured creditors, which total £63,223,479 (per the directors' statement of affairs), will receive a dividend of approximately 1% from the prescribed part, based on current information. The amount available for unsecured creditors is the statutory maximum of £600,000, less the costs of agreeing creditor claims and making the distribution. The amount creditors will receive is also dependent on the final value of claims that are received and admitted.

We have requested details of outstanding claims from creditors so that these can be agreed for dividend purposes.

What you need to do

If you haven't already done so, please send your claim to us so that this can be agreed. A claim form can be downloaded from our website at www.pwc.co.uk/wipac or you can request one by telephoning Madeline Finkill on 0113 289 4075.

All creditors wishing to receive the anticipated dividend payment must submit a proof of debt.

This is our second progress report. You may wish to view our previous report at www.pwc.co.uk/wipac.

As explained in our first progress report and our proposals, the Company designed and manufactured headlamps, rear lamps and other exterior auxiliary lighting for the automotive industry. The Company employed 476 employees and operated from freehold and leasehold facilities in Buckinghamshire and Aylesbury.

The Company experienced a number of operational issues and struggled to meet contractual standards and specifications, which ultimately affected profits of the Company and the Group. Despite implementing a range of operational initiatives and progress being made in increasing production efficiency, by August 2019 it became clear that due to continuing losses, the Company could not continue to trade without additional funding. The Group was unable to provide the required funding and without any interest in a share sale, the directors concluded that a pre-packaged sale of the business and assets of the Company would provide the optimum outcome for creditors and stakeholders.

Following our appointment as joint administrators on 20 December 2019, two transactions for the sale of the Company's business and assets were completed to two separate parties. At £10.75 million, the sales represented the best offers received and so provided the best outcome for creditors in the circumstances.

The sales resulted in 453 employees transferring to Purchaser 1 and 23 to Purchaser 2 (with the associated reduction in preferential claims). In relation to the smaller of the two sales, CTP (Purchaser 2) committed to paying specified unsecured liabilities in the sum of c.£915,000 thereby reducing the level of unsecured creditor claims.

Additional realisations were expected from book debts which were not included within the sale of the business and assets of the Company. Our progress in collecting these debts since we last reported is detailed in the next section.

When we last reported, the key outstanding matters in the administration were as follows:

- Reviewing the final collection of book debts and agreeing and paying commission to CTP;
- Finalising the assignment of the final leasehold property to CTP;
- Reporting to the secured creditors on the outcome of the administration and paying distributions to them;
- Adjudication of unsecured creditor claims;
- Distributing the prescribed part fund to unsecured creditors;
- Fulfilling our statutory duties as administrators, including responsibility for the Company's VAT and tax affairs; and
- Winding down the Company's affairs generally, with a view to its dissolution.

In the next section we describe the recent progress in the administration. You will note that we remain in office in order principally to complete the agreement of creditor claims and distribute the prescribed part dividend to unsecured creditors.

Book debt realisations

The book debts in relation to the Company's Aylesbury business were excluded from the sale of the business and assets. CTP collected the book debts on behalf of the Company on a commission basis of 2.5% for the first 75% of the debtor book and 25% thereafter. The book value of the ledger on appointment was c.£950,000 and we have been working with CTP during the period of this report to reconcile the book debts received to agree and pay the final commission due to CTP. During the period we received c£20k in relation to book debts. We expect this to be finalised and commission will be paid in the coming weeks with the final position being confirmed in our next progress report.

Property

As reported previously, the Company traded from one freehold property and five leasehold properties in Buckingham and Aylesbury. The freehold property was sold as part of the sale of the business and assets of the Company and at the date of our previous report, we had facilitated the assignment of all but one of the leasehold properties to the Purchasers. In the period of this report, the licence fee we received from the purchaser was paid to the landlord as part of the final leasehold assignment. Therefore there is no further work to be undertaken in respect of the Company's properties.

Pensions

In the period of this report, we have been dealing with a number of ongoing issues in relation to the Company's pension scheme. These relate to the quantum of the pension scheme's claim and the issuing of the Section 75 Certificate, as well as the issue of the statutory failure notice. These matters have necessitated a number of in depth discussions between the pension scheme trustees, the PPF and the joint administrators. These discussions are still ongoing at the time of this report, but we expect a conclusion in the near future.

Adjudication of creditor claims

During the period we have continued to liaise with creditors and request more information where necessary in order to adjudicate all claims received to date. We are anticipating to deliver the Notice of Intended Dividend in the coming weeks providing creditors with a statutory deadline to submit their proof of debt.

Retention of title claims

A total of 34 claims were received from creditors who believed that they had retention of title over goods supplied to the Company. Some 28 completed retention of title questionnaires were received and reviewed and nine claims were subsequently rejected and a further three were withdrawn. The remaining claims that were deemed valid were either settled by the Purchasers under the terms of the SPA, or the creditor was able to collect their assets. All retention of title matters have now been concluded.

Connected party transactions

In accordance with SIP13, we are required to disclose any known connected party transactions, or proposed connected party transactions, that occur during the administration.

As explained in our Proposals, WTL was set up specifically for the purchase of the business and is owned by Wuhu Anrui Optoelectrics Co. Limited. At the Purchaser's request, Christopher Malley (a director of the Company), was appointed as director of WTL to meet the statutory requirement for a UK resident director. However, Mr Malley has no interest in the ownership of WTL or Wuhu Anrui Optoelectrics Co. Limited.

With regards to the sale of the Aylesbury business, Carclo Plc is the shareholder of CTP and the Company and Christopher Malley is director of both companies, albeit with limited involvement in the management of CTP. One of the Company's secured creditors (HSBC), is the secured lender to the Group.

No further connected party transactions are expected.

Investigations and actions

As previously advised, we are required to investigate the actions of the directors in the period leading up to the insolvency and submit an online return to the Insolvency Service within three months of our appointment. We confirm that this return was submitted to the Insolvency Service as required.

Nothing has come to our attention during the period under review to suggest that we need to do any more work in line with our duties under the Company Directors' Disqualification Act 1986 and Statement of Insolvency Practice No.2.

Our receipts and payments account

We set out in Appendix A an account of our receipts and payments in the administration from 20 June 2020 to 19 December 2020.

Our expenses

We set out in Appendix B a statement of the expenses we've incurred to the date covered by this report and an estimate of our future expenses.

Our fees

We set out in Appendix C an update on our remuneration which covers our fees, disbursements and other related matters in this case.

Creditors' rights

Creditors have the right to ask for more information within 21 days of receiving this report as set out in Rule 18.9 IR16. Any request must be in writing. Creditors can also challenge fees and expenses within eight weeks of receiving this report as set out in Rule 18.34. This information can also be found in the guide to fees at:

<https://www.icaew.com/-/media/corporate/files/technical/insolvency/creditors-guides/2017/administration-creditor-fee-guide-6-april-2017.ashx?la=en>

You can also get a copy free of charge by telephoning Madeline Finkhill on 0113 289 4075.

What we still need to do

In summary, our ongoing and future work will be focussed on the following areas, after which the administration will end:

- Pay a final distribution to the secured creditor;
- Adjudicate the unsecured creditor claims and distribute the prescribed part fund to unsecured creditors; and
- Wind down the Company's affairs generally, with a view to its dissolution.

Next steps

The administration was due to automatically end on 19 December 2020. However, we sought (and obtained) approval from the secured creditors to extend the period of the administration by 12 months, in order to provide the necessary further time to:

- conclude the Company's tax and VAT affairs, which must be finalised before making the final distributions to the secured and unsecured creditors; and
- finalise the adjudication of significant and complex creditor claims in order to declare and pay the prescribed part distribution to unsecured creditors.

We have recently received tax clearance from HMRC and will therefore be paying a distribution to the secured creditor (HSBC) in the coming weeks. We are currently in the process of adjudicating and agreeing unsecured creditor claims with a view distributing the prescribed part dividend as soon as possible.

We expect to send our next report to creditors at the end of the administration or in about six months, whichever is the sooner.

If you have any questions, please get in touch with Madeline Finkill, on 0113 289 4075.

Yours faithfully
For and on behalf of the Company

A handwritten signature in black ink, appearing to read 'Rachael Wikinson', with a stylized flourish at the end.

Rachael Maria Wikinson
Joint administrator

Wrealisations Limited (formerly Wipac Limited) - in administration
Receipts and Payments Account - GBP

Statement of Affairs		20 December 2019 - 19 June 2020	20 June 2020 - 19 December 2020	Total
	Fixed charge			
	<i>Receipts</i>	£	£	£
3,500,000	Freehold property	3,500,000.00	-	3,500,000.00
1	Intangibles (including goodwill) (WTL)	1.00	-	1.00
1	Intangibles (including goodwill) (Aylesbury)	1.00	-	1.00
3,500,002.00	Total fixed charge receipts	3,500,002.00	-	3,500,002.00
	<i>Payments</i>	-	-	-
	Total fixed charge payments	-	-	-
	Fixed charge distribution	3,500,000.00	-	3,500,000.00
	Net fixed charge realisations	2.00	-	2.00
	Floating charge			
	<i>Receipts</i>			
	WTL			
3,700,000	Freehold property	3,700,000.00	-	3,700,000.00
1,788,000	Plant and machinery	1,788,000.00	-	1,788,000.00
1,533,990	Inventories	1,533,990.00	-	1,533,990.00
9	Other (see notes)	11.00	-	11.00
	Aylesbury			
49,990	Plant and machinery	49,990.00	-	49,990.00
200,000	Inventories	200,000.00	-	200,000.00
9	Other (see notes)	10.00	-	10.00
	Loance fee	31,159.17	(31,159.17)	-
	Third party funds	-	-	-
1,000,000	Book debts	340,283.59	19,634.16	359,917.75
	Pre-appointment VAT refund	-	5,932.44	5,932.44
	Sundry refunds	-	60.00	60.00
	Bank interest	3,725.87	-	3,725.87
8,249,998.00	Total floating charge receipts	7,625,149.63	(5,582.57)	7,619,567.06
	<i>Payments</i>			
	Legal fees	24,385.71	11,149.50	35,535.21
	Administrators' fees	181,583.30	57,231.00	238,814.30
	Pre-appointment legal fees	177,903.00	-	177,903.00
	Pre-appointment Administrators' fees	130,626.00	-	130,626.00
	Pre-appointment agents fees	12,138.33	-	12,138.33
	Pre-appointment data room fees	2,507.75	-	2,507.75
	Professional fees	4,000.00	-	4,000.00
	Insurance	625.00	-	625.00
	Statutory advertising	77.00	-	77.00
	Bank charges	-	-	-
	Total floating charge payments	623,726.09	68,380.50	692,106.59
	Floating charge distribution	5,500,000.00	-	5,500,000.00
	VAT Control account	(117,876.84)	98,034.72	(19,842.12)
	Cash held in an interest bearing account	1,383,548.70	24,071.65	1,407,620.35

Wrealisations Limited (formerly Wipac Limited) - in administration
Receipts and Payments Account - Euro

	20 December 2019 - 19 June 2020	20 June 2020 - 19 December 2020	Total
Floating charge			
<i>Receipts</i>	(€)	(€)	(€)
Book debts	540,240.45	484.85	540,725.30
Funding from third parties/chargeholder	2,346.25	(2,341.52)	4.73
Bank interest	(99.73)	99.73	-
Total floating charge receipts	542,486.97	1,756.94	540,730.03
<i>Payments</i>	-	-	-
Total floating charge payments	-	-	-
Cash held in an interest bearing account	542,486.97	1,756.94	540,730.03

Wrealisations Limited (formerly Wipac Limited) - in administration
Receipts and Payments Account - USD

	20 December 2019 - 19 June 2020	20 June 2020 - 19 December 2020	Total
Floating charge			
<i>Receipts</i>	(\$)	(\$)	(\$)
Book debts	44,221.68	10,243.44	54,465.12
Bank interest	34.62	12.42	47.04
Total floating charge receipts	44,256.30	10,255.86	54,512.16
<i>Payments</i>			
Bank charges	15.60	7.69	23.29
Total floating charge payments	15.60	7.69	23.29
Cash held in an interest bearing account	44,240.70	10,248.17	54,488.87

Notes to the R&P

1. Amounts shown exclude VAT. Funds currently held may include monies due to (or exclude monies which will be received in due course from) HMRC.
2. As explained further in Appendix C, our fees are based on time costs basis. The receipts and payments account shows the amount(s) paid in the period and total to date.
3. Funds are held in interest bearing accounts.
4. Funds have been held in different currencies to reflect the Company's pre-appointment accounts and to receive funds from these accounts without incurring costs of exchange as we continued to erroneously receive funds due to the Purchasers. Funds held in the Euro and USD accounts will be converted and transferred to the GBP account in due course.

5. The sale of business also includes the sale of the below items which are summarised in the receipts and payment account as 'Other'.

WTL	
Work in progress	1.00
Contracts	1.00
Business information	1.00
Intellectual property	1.00
Third party claims	1.00
Domain names	1.00
Records	1.00
Book debts	1.00
Prepayments	1.00
Leasehold property	2.00
Total	11.00
Aylesbury	
Work in progress	1.00
Contracts	1.00
Business information	1.00
Intellectual property	1.00
Third party claims	1.00
Domain names	1.00
Records	1.00
Book debts	1.00
Prepayments	1.00
Leasehold property	1.00
Total	10.00

The following table provides details of our expenses. Expenses are amounts properly payable by us as administrators from the estate and include our fees, but exclude distributions to creditors. The table also excludes any potential tax liabilities that we may need to pay as an administration expense because amounts becoming due will depend on the position at the end of the tax accounting period.

The table should be read in conjunction with the receipts and payments account at Appendix A, which shows expenses actually paid during the period and the total paid to date.

Legal fees and expenses	34,366	11,150	95,516	2,000	98,516	69,762	(6,764)
Administrators' fees	351,696	130,725	492,721	61,000	553,721	460,180	(93,541)
Administrators' disbursements	1,236	445	1,681	300	1,981	1,557	(424)
Pre-administration costs	373,075	-	373,075	-	373,075	373,075	-
Professional fees	4,000	-	4,000	-	4,000	-	(4,000)
Statutory advertising	77	-	77	77	154	154	-
Bank charges	-	-	-	200	200	200	-
Insurance	625	-	625	-	625	500	(125)
Storage costs	-	-	-	500	500	500	-
Total expenses (£)	825,375	142,320	967,695	65,077	1,032,772	925,918	(106,854)
Bank charges	100	(100)	-	20	20	-	(20)
Total expenses (€)	100	(100)	-	20	20	-	(20)
Bank charges	16	6	24	20	44	-	(44)
Total expenses (\$)		8	24	20	44	-	(44)

Our expenses have exceeded the estimate provided to all creditors before the basis of our fees was fixed. This is because we required further legal and professional advice in relation to the adjudication of some of the large creditor claims we have received. We comment further in the next section on the estimate of our fees.

As summarised in the tables below, the time cost charges incurred in the period covered by this report are £130,725, bringing total costs to £492,556 as at 19 December 2020.

Our fees were approved on a time costs basis by the secured creditors. To 19 December 2020, we have drawn fees of £218,814.30 in line with the approval given, as shown on the enclosed receipts and payments account.

We have exceeded our initial fees estimate of £460,179.75, being the amount approved by the secured creditors as the fee approving body in this case. Taking into account the work we still need to do, should we feel it appropriate to seek further approval to draw fees in excess of our fees estimate, we will approach the secured creditors at the appropriate time. We originally expected to conclude the administration within the first year and our fees estimate was prepared on this basis. However, as explained earlier in this report, we sought a 12 month extension to the initial period of the administration. The principal reasons for seeking the extension are as follows:

- there has been additional work required in respect of the agreement of unsecured creditors claims. A number of the larger creditors had to seek legal direction in respect of the quantum of their claims. The outcome of this direction has a significant impact on the rest of the unsecured creditors and therefore our time has been spent liaising with these creditors to ensure these matters have been resolved and finalising the adjudication of their claims; and
- we have experienced delays in obtaining tax clearance from HMRC, which is required before the final distribution can be made to the secured creditor, and the prescribed part distribution can be made to the unsecured creditors

Our hours and average rates

From 20 June 2020 to 19 December 2020

Aspect of assignment	Partner (Hrs)	Director (Hrs)	Senior Manager (Hrs)	Manager (Hrs)	Senior Associate (Hrs)	Associate (Hrs)	Support (Hrs)	Total (Hrs)	Time cost £	Average hourly rate £
1 Accounting and treasury	-	-	0.20	2.85	12.70	8.60	-	24.35	8,281.25	340.09
2 Assets	-	-	-	-	2.25	-	-	2.25	517.50	230.00
3 Creditors	-	12.50	4.65	1.65	54.80	4.40	0.30	78.30	33,596.50	429.07
4 Employees and Pensions	-	21.20	3.80	-	1.75	1.40	-	28.15	32,836.25	1,166.47
5 Investigations	-	-	-	-	-	-	-	-	-	-
6 Sale of business	-	9.00	2.50	0.35	19.60	0.75	-	32.20	14,937.50	463.90
7 Secured creditors	-	1.75	-	-	10.55	-	-	12.30	5,374.50	436.95
8 Statutory and compliance	-	1.10	0.50	6.85	36.15	2.05	-	46.65	18,389.45	394.20
9 Strategy and planning	0.50	-	-	2.90	7.70	-	-	11.10	4,794.00	431.89
10 Tax and VAT	-	-	0.90	8.25	10.20	1.00	-	20.35	11,998.25	589.59
Total for the period	0.50	45.55	12.55	22.85	155.70	18.20	0.30	255.65	130,725.20	511.34
Brought forward at 19 June 2020								846.90	361,830.50	
Total from 20 December 2019 to 19 December 2020								1,102.55	492,555.70	446.74

Category of work	Hours	Fees estimate (£)	Average hourly rate (£/hour)	Hours incurred to 19 December 2020	Time costs incurred to 19 December 2020 (£)	Average hourly rate (£/hour)
Accounting and treasury	65	18,256	280	75	22,932	307
Assets	21	5,227	249	29	8,832	310
Creditors	283	98,771	349	291	115,725	398
Employees and pensions	43	20,931	487	78	86,390	1,113
Investigations	28	6,400	229	26	8,332	325
Sale of business	285	84,274	296	223	82,573	370
Secured creditors	35	11,350	324	37	14,999	405
Statutory and compliance	252	95,000	377	203	72,246	356
Strategy and planning	76	38,483	509	74	33,302	450
Tax and VAT	130	81,490	629	68	47,226	690
Total hours and fees estimate	1,217	460,180	378	1,103	492,556	447

Our time charging policy and hourly rates

We and our team charge our time for the work we need to do in the administration. We delegate tasks to suitable grades of staff, taking into account their experience and any specialist knowledge that is needed and we supervise them properly to maximise the cost effectiveness of the work done. Anything complex or important matters of exceptional responsibility are handled by our senior staff or us.

All of our staff who work on the administration (including our cashiers, support and secretarial staff) charge time directly to the case and are included in any analysis of time charged. Each grade of staff has an hourly charge out rate which is reviewed from time to time. Work carried out by our cashiers, support and secretarial staff is charged for separately and isn't included in the hourly rates charged by partners or other staff members. Time is charged in six minute units. The minimum time chargeable is three minutes (i.e. 0.05 hours). We don't charge general or overhead costs.

We set out below the maximum charge-out rates per hour for the grades of our staff who already or who are likely to work on the administration.

Partner	910	955
Director	595	720
Senior Manager	515	585
Manager	405	475
Senior Associate	310	390
Associate	210	245
Support Staff	120	125

We call on colleagues in our Tax, VAT, Real Estate and Pensions departments where we need their expert advice. Their specialist charge-out rates vary but the following are the maximum rates by grade per hour.

Partner	1,200	1,520	1,600
Director	1,395	1,465	1,465
Senior Manager	1,075	1,290	1,355
Manager	630	775	815
Senior Associate	500	575	605
Associate	275	285	325
Support Staff	140	170	230

In common with many professional firms, our scale rates may rise to cover annual inflationary cost increases.

Payments to associates

We have not made any payments to associates of PwC in the period covered by this report.

Our work in the period

Earlier in this section we included an analysis of the time spent by the various grades of staff. Whilst this is not an exhaustive list, in the following table we provide more detail on the key areas of work.

Accounting and treasury	<ul style="list-style-type: none"> • Arranging regular sweeps of funds from pre-appointment bank accounts; • Dealing with bank correspondence; • Processing payments and sanction screening/payment verification; • Processing receipts into the administration bank accounts; • Carrying out regular bank reconciliations; • Processing bank journals; and • Cheque logging. 	<ul style="list-style-type: none"> • To ensure all receipts and payments are appropriately accounted for; and • To ensure good stewardship of funds held on behalf of creditors. 	<ul style="list-style-type: none"> • Statutory requirements and ensures good stewardship of estate funds.
Assets	<ul style="list-style-type: none"> • Reviewing book debt position and liaising with CTP regarding ongoing collection of debts; • Corresponding with utility companies regarding amounts due to the Company; and • Dealing with ad hoc property related matters including insurance. 	<ul style="list-style-type: none"> • To maximise recoveries for the administration; and • To ensure the orderly return of property to the landlord. 	<ul style="list-style-type: none"> • This work was necessary to help realise financial value for the benefit of creditors.
Creditors	<ul style="list-style-type: none"> • Receiving and following up creditor enquiries via telephone, email and post; • Reviewing and preparing correspondence to creditors and their representatives; • Monitoring claims and dealing with proofs of debt for dividend purposes; • Assessing the validity of claims received and requesting further information from creditors; • Adjudicating creditor claims and seeking legal advice in respect of complex claims; • Liaising with creditors regarding their claims and providing updates in respect of dividends; and • Receiving proofs of debt and maintaining the register of claims. 	<ul style="list-style-type: none"> • To ensure creditors are provided with the relevant information regarding their claims; and • To properly adjudicate creditor claims prior to the distribution of the Prescribed Part. 	<ul style="list-style-type: none"> • The work was necessary for administrative purposes and/or complying with statutory requirements and it enables the return of funds to creditors. .
Employees and pensions	<ul style="list-style-type: none"> • Liaising with The Pensions Regulator (TPR) and the Pension Protection Fund (PPF) in respect of pension issues; • Liaising with various parties including the PPF, lawyers and Counsel in respect of the Carclo Group Pension Scheme; and • Following on from the above, carrying out work to determine whether the Scheme has a claim under Section 75 of Pensions Act 95. 	<ul style="list-style-type: none"> • To provide all parties with the relevant information 	<ul style="list-style-type: none"> • The work was necessary for administrative purposes and in order to determine the value of the Carclo Group Pension Scheme unsecured claim.

Sale of business	<ul style="list-style-type: none"> Review of further information provided by potential ROT creditors and liaising with the Purchaser regarding the validity of the claims; Corresponding with claimants regarding outcome of adjudication; Negotiating potential settlements and recording any settlement made by the Purchasers; and Assisting WTL and CTP with the assignment of the leasehold properties. 	<ul style="list-style-type: none"> To fulfil the purpose of the administration and execute the administration strategy. 	<ul style="list-style-type: none"> This work was necessary to help realise financial value for the benefit of creditors and for a distribution to creditors should sufficient funds become available.
Secured creditors	<ul style="list-style-type: none"> Completing and providing periodic reports and updates to the secured creditor; Responding to secured creditor's queries; Updating and maintaining a case estimated outcome statement to monitor the potential return to the secured creditor. 	<ul style="list-style-type: none"> To ensure the correct distribution of funds; and To inform the Secured Creditors of the estimated final outcome. 	<ul style="list-style-type: none"> The work was necessary for administrative purposes and/or complying with statutory requirements and enabled the return of funds to the secured creditor.
Statutory and compliance	<ul style="list-style-type: none"> Preparing progress report for creditors; Liaising with secured creditors to obtain approval for extension to the period of the administration; Preparing and filing necessary documents to obtain an extension to the period of the administration; Completing statutory/compliance matters; and Dealing with email and post correspondence 	<ul style="list-style-type: none"> To ensure statutory compliance and case progression; To comply with insolvency law and regulation; and To ensure that creditors are kept informed of the progress of the administration. 	<ul style="list-style-type: none"> The work was necessary for administrative purposes and/or complying with statutory requirements and it had no direct financial benefit to the estate.
Strategy and planning	<ul style="list-style-type: none"> Internal case progression meetings and discussions; and Monitoring of job costs. 	<ul style="list-style-type: none"> To plan for and execute the strategy to achieve the objective of the administration; and To understand and control job costs. 	<ul style="list-style-type: none"> The work was necessary for administrative purposes and/or complying with statutory requirements and enabled costs to be controlled and minimised.
Tax and VAT	<ul style="list-style-type: none"> Preparation and submission of corporation tax returns; Preparation and submission of the Company's post appointment VAT returns; and Liaising with HMRC in relation to the Company's VAT matters. 	<ul style="list-style-type: none"> This work ensured compliance with statutory tax obligations to HMRC. 	<ul style="list-style-type: none"> The work was necessary for administrative purposes and/or complying with statutory requirements and it had no direct financial benefit to the estate.

Our future work

We still need to do the following work to achieve the purpose of administration.

Accounting and treasury	<ul style="list-style-type: none"> Carrying out bank reconciliations and managing investment of funds; General management and eventual closure of GBP, EUR and USD accounts; and Raising cheques to unsecured creditors for payment of prescribed part dividend. 	<ul style="list-style-type: none"> £2,500 	<ul style="list-style-type: none"> Statutory requirement and ensures proper stewardship of estate funds.
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Creditors	<ul style="list-style-type: none"> • Preparing correspondence to potential creditors inviting lodgement of proof of debt; • Receiving proofs of debt and maintaining register of claims; • Adjudicating claims, including requesting further information from claimants; • Preparing correspondence to claimant advising of outcome of adjudication and notice of intention to declare dividend; • Advertising notice of intended dividend; • Calculating dividend rate and preparing dividend file; • Preparing correspondence to creditors announcing declaration of dividend; and • Preparing and paying distribution. 	• £30,000	• This work is necessary for administrative purposes and/or complying with statutory requirements.
Employees and Pensions	<ul style="list-style-type: none"> • Continued dealings with the Pension Scheme and the Pension Protection Fund, specifically in relation to the Section 75 certificate; and • Liaising with the Pension Scheme with regards to the submission of their unsecured claim. 	• £8,000	• This work is necessary for administrative purposes and/or complying with statutory requirements.
Secured creditors	<ul style="list-style-type: none"> • Preparing reports to the secured creditor; • Responding to secured creditor's queries; • Making distributions in accordance with security entitlements; and • Updating and maintaining a case estimated outcome statement to monitor the potential future return to the secured creditor. 	• £3,500	• This work is necessary for administrative purposes and/or complying with statutory requirements.
Statutory and compliance	<ul style="list-style-type: none"> • Preparing and issuing periodic reports to the creditors and the Registrar; • Dealing with records in storage; and • Preparing the final progress report and issuing, along with notice of move to dissolution. 	• £12,000	• This work is necessary for administrative purposes and/or complying with statutory requirements.
Strategy and planning	<ul style="list-style-type: none"> • Holding team meetings and discussions regarding the status of the administration; • Considering timings for key case milestones and key decisions; and • Closing down internal systems. 	• £2,000	• This work is necessary for administrative purposes, ongoing control of costs and/or complying with statutory requirements.
Tax and VAT	<ul style="list-style-type: none"> • Preparation and submission of post appointment VAT returns; and • Liaising with HMRC in relation to the Company's VAT matters. 	• £3,000	• This work is necessary for complying with statutory requirements.

Disbursements

We don't need to get approval to draw expenses or disbursements unless they are for shared or allocated services provided by our own firm, including room hire, document storage, photocopying, communication facilities. These types of expenses are called "Category 2" disbursements and they must be directly incurred on the case, subject to a reasonable method of calculation and allocation and approved by the same party who approves our fees.

Our expenses policy allows for all properly incurred expenses to be recharged to the administration and has been approved by the secured creditors where required.

The following disbursements arose in the period of this report.

1	Postage	445
Total		445

Our relationships

We have no business or personal relationships with the parties who approve our fees or who provide services to the administration where the relationship could give rise to a conflict of interest.

Details of subcontracted work

No work which we or our staff would normally do, has been subcontracted, nor do we anticipate there will be a requirement in the future.

Legal and other professional firms

We've instructed the following professionals on this case:

Legal advice, including advice regarding the sale of the business, assistance in the assignment of Company leases to the Purchasers and review of significant creditor claims	Womble Bond Dickinson LLP	Industry knowledge/insolvency expertise	Time costs and disbursements
Asset valuation agents, including pre-appointment valuation reports of the Company assets	Lambert Smith Hampton Group Limited	Industry knowledge	Fixed fee
Pre-appointment data room	Intralinks Inc	Specialist	Fixed fee

Court details for the administration:	High Court of Justice Business and Property Courts of England and Wales Insolvency & Companies List (ChD) Case No. CR-2019-008576
Company's registered name:	WRealisations Limited (formerly Wipac Limited)
Trading name:	Wipac
Registered number:	00958139
Registered address:	8th Floor, Central Square, 29 Wellington Street, Leeds, LS1 4DL
Date of the joint administrators' appointment:	20 December 2019
Joint administrators' names, addresses and contact details:	Rachael Maria Wilkinson of PricewaterhouseCoopers LLP 3 Forbury Place, 23 Forbury Road, Reading, RG1 3JH Zelf Hussain of PricewaterhouseCoopers LLP 7 More London Riverside, London, SE1 2RT Contact: madeline.finkill@pwc.com
Extension(s) to the initial period of appointment:	The period of the administration has been extended for a period of 12 months to 19 December 2021, by the consent of the secured creditors.