

The Insolvency Act 1986

**Administrator's progress report**

|                 |
|-----------------|
| Name of Company |
| Willjo Limited  |

|                |
|----------------|
| Company number |
| 01136976       |

|   |
|---|
| In the High Court of Justice<br>Manchester District Registry<br>Chancery Division<br>(full name of court) |
|---|

|                   |
|-------------------|
| Court case number |
| 3492 of 2013      |

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

I/We (a)  
William Kenneth Dawson  
Deloitte LLP  
PO Box 500  
2 Hardman Street  
Manchester  
M60 2AT

Daniel James Mark Smith  
Deloitte LLP  
PO Box 500  
2 Hardman Street  
Manchester  
M60 2AT

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

(b) Insert date

|                      |
|----------------------|
| From                 |
| (b) 30 November 2013 |

|                |
|----------------|
| To             |
| (b) 6 May 2014 |

Signed

  
Joint Administrator(s)

Dated

6/05/14**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

Jordan Moore  
Deloitte LLP  
PO Box 500  
2 Hardman Street  
Manchester  
M60 2AT

DX Number DX 14324 - Manchester 1  
Exchange

Tel 0161 832 3555  
DX Exchange

public record



A10 09/05/2014 #126  
COMPANIES HOUSE

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**

**WILLJO LIMITED  
(FORMALLY ABC AERIALS LIMITED)  
(IN ADMINISTRATION)  
("the Company")**

**Court No. 3492 of 2013**

**FINAL PROGRESS REPORT TO CREDITORS  
FOR THE PERIOD TO 6 MAY 2014  
PURSUANT TO RULE 2.110 OF THE INSOLVENCY RULES 1986 AND THE  
INSOLVENCY (AMENDMENT) RULES 2010**

**6 May 2014**

**This report has been prepared for the sole purpose of updating the Creditors for information purposes  
The report may not be relied upon, referred to, reproduced or quoted from, in whole or in part, by  
Creditors for any purpose other than updating them for information purposes, or by any other person for  
any purpose whatsoever**

**William Kenneth Dawson and Daniel James Mark Smith were appointed Joint Administrators of Willjo  
Limited on 31 May 2013. The affairs, business and property of the Company are managed by the Joint  
Administrators. The Joint Administrators act as agents of the Company and contract without personal  
liability.**

**All licensed Insolvency Practitioners of Deloitte LLP are licensed in the UK to act as Insolvency  
Practitioners**

**William Kenneth Dawson and Daniel James Mark Smith  
Deloitte LLP  
PO Box 500  
2 Hardman Street  
Manchester  
M60 2AT  
Tel 0161 455 6697  
Fax 0161 829 3806**

| <b>CONTENTS</b>  | <b>Page</b> |
|--|-------------|
| <b>1. INTRODUCTION</b>   | <b>3</b>    |
| <b>2. ADMINISTRATORS' PROPOSALS</b>  | <b>4</b>    |
| <b>3. STEPS TAKEN DURING THE ADMINISTRATION</b>  | <b>7</b>    |
| <b>4. ADMINISTRATORS' ESTIMATED FINAL RECEIPTS AND PAYMENTS ACCOUNT AND ADMINISTRATION OUTCOME</b> | <b>8</b>    |
| <b>5. DISTRIBUTIONS TO CREDITORS</b>   | <b>9</b>    |
| <b>6. OTHER MATTERS AND INFORMATION TO ASSIST CREDITORS</b>  | <b>10</b>   |
| <b>7. PRE-ADMINISTRATION COSTS</b>   | <b>11</b>   |
| <b>8. ADMINISTRATORS REMUNERATION AND EXPENSES</b>   | <b>12</b>   |

## **APPENDICES**

- 1. Statutory information**
- 2. Administrators' Estimated Receipts and Payments account from 30 November 2013 to 6 May 2014 and Administrators' Estimated Final Receipts and Payments account as at 6 May 2014**
- 3. Administrators' Final Outcome Statement as at 6 May 2014**
- 4. Administrators' time costs for the period 30 November 2013 to 6 May 2014 and Administrators' time costs for the cumulative period to 6 May 2014**

## ABBREVIATIONS

For the purpose of this report the following abbreviations shall be used

|                                |   |
|--------------------------------|---|
| "the Act"                      | Insolvency Act 1986 (as amended)  |
| "the Rules"                    | Insolvency Rules 1986 and the Insolvency (Amendment) Rules 2010   |
| "the Administrators"           | William Kenneth Dawson and Daniel James Mark Smith of Deloitte LLP  |
| "the Company"                  | Willjo Limited (in Administration)  |
| "Deloitte"                     | Deloitte LLP  |
| "the Court"                    | Manchester District Registry  |
| "EOS"                          | Estimated Outcome Statement   |
| "Floating Charge Realisations" | Monies realised from the sale/disposal of assets pledged to a secured creditor under a debenture secured by a floating charge   |
| <br>                           |   |
| "Leaco"                        | Leaco Limited (in Administration)   |
| "Net Property"                 | Net property is the amount remaining from net floating charge realisations after payment of preferential claims but before any distribution to the secured floating charge holder   |
| <br>                           |   |
| "NoI"                          | Notice of Intention to Appoint Administrators   |
| "Northside"                    | Northside Building Supplies Limited   |
| "PP"                           | This is a fund for unsecured creditors, to be set aside out of a Company's net property, known as the Prescribed Part of the Company's net property, and as provided for under section 176A of the Insolvency Act 1986 (as amended)   |
| <br>                           |   |
| "Preferential Creditor"        | A preferential creditor has a right to be paid in priority to unsecured creditors out of net floating charge realisations, before the PP and before payment to the secured floating charge holder. Such creditors are generally employees in relation to specific wage arrears, holiday pay and certain pension contributions   |
| <br>                           |   |
| "Purpose of an Administration" | The purpose of an Administration under The Enterprise Act 2002 is split into three parts<br><ol style="list-style-type: none"><li>1 To rescue a company as a going concern (in other words a restructuring which keeps the actual entity intact)</li><li>2 If the first purpose is not reasonably practicable (or the second purpose would clearly be better for the creditors as a whole), then the Administrators must perform their functions with the objective of achieving a better result for creditors as a whole than would be obtained through an immediate liquidation of the company. This would normally envisage a sale of the business and assets as a going concern (or a more orderly sales process than in liquidation)</li></ol> |

|                      |  |
|----------------------|--|
|                      | <p>3 If neither of the first two parts of the purpose are reasonably practicable, the Administrators must perform their functions with the objective of realising property in order to make a distribution to secured and/or preferential creditors as applicable</p> <p>Qualifying Floating Charge Holder</p> <p>Insolvency Rules 1986 and the Insolvency (Amendment) Rules 2010</p>  |
| QFCH                 |  |
| "the Rules"          |  |
| "Secured Creditor"   | <p>A secured creditor has fixed and/or floating charge debenture security across part/all of the Company and as such is entitled to be paid out of the net realisations in priority to other creditors</p> <p>However, where the security is by way of a floating charge, this priority is subject to payment of preferential creditors in full, and, should any funds still remain, a reserve for distribution to unsecured creditors (subject to a maximum fund of £600,000) must be set aside under the PP provisions before any return out of net realisations to a secured creditor under the floating charge</p> |
| "SIP2 (E&W)"         | Statement of Insolvency Practice 2 (England & Wales)   |
| "SIP7 (E&W)"         | Statement of Insolvency Practice 7 (England & Wales)   |
| "SIP9 (E&W)"         | Statement of Insolvency Practice 9 (England & Wales)   |
| "SIP13 (E&W)"        | Statement of Insolvency Practice 13 (England & Wales)  |
| "Unsecured Creditor" | <p>An unsecured creditor ranks behind secured and preferential creditors. An unsecured creditor is able to participate in any PP distribution and in the distribution of any surplus funds after payment of expenses and prior claims (secured and preferential)</p>   |

## **1. INTRODUCTION**

### **1.1 Introduction**

This report has been prepared in accordance with Rule 2.110 of the Rules to provide creditors with a summary of the Administration of the Company

In accordance with Paragraph 52(1)(b) of Schedule B1 of the Act, as no meeting of creditors was held, the Administrators' remuneration and expenses have been approved by the secured creditor

A schedule of statutory information in respect of the Company is attached at Appendix 1

### **1.2 Details of the appointment of the Administrators**

William Kenneth Dawson and Daniel James Mark Smith of Deloitte were appointed Joint Administrators of the Company by Barclays Bank PLC on 31 May 2013, following the filing of a Notice of Appointment of Administrators by the QFCH of the Company

The Court having conduct of the proceedings is the High Court of Justice, Manchester District Registry, Chancery Division (case number 3492 of 2013)

For the purposes of Paragraph 100(2) of Schedule B1 of the Act, the Administrators confirm that they have been authorised to carry out all functions, duties and powers by either of them jointly and severally

### **1.3 Electronic communication with creditors**

Due to the small number of creditors the Administrators have communicated with creditors via post rather than electronic communication

## **2. ADMINISTRATORS' PROPOSALS**

### **2.1 Introduction**

As previously reported to creditors, the Administrators concluded the Company had significant secured and unsecured creditor liabilities and therefore a restructuring of these creditors would have been required to meet the first objective. It was apparent that there was insufficient value placed on the Company's assets by third parties in order to effect a restructuring of the Company's considerable debt and the Administrators concluded that the first option was not possible to achieve.

Consequently, the Administrators have performed their functions in relation to the Company with the objective set out in Paragraph 3(1)(b) of Schedule B1 of the Act, which is to achieve a better result for creditors as a whole than would be obtained through an immediate liquidation of the Company. The purpose of the Administration has been achieved through a sale of the assets of the Company.

The Administrators' proposals in order to achieve this objective, which, as noted above, were deemed approved following the issue of a notice under Paragraph 52(1) of Schedule B1 of the Act on 12 July 2013 and the expiry of 8 business days thereafter are as follows:

- 1 the Administrators continue to manage the affairs and any remaining assets of the Company and the settlement of all Administration expenses,
- 2 the Administrators continue with their enquiries into the conduct of the Directors of the Company and continue to assist any regulatory authorities with their investigation into the affairs of the Company,
- 3 the Administrators be authorised to agree the claims of the secured, preferential and unsecured creditors against the Company unless the Administrators conclude, in their reasonable opinion, that the Company will have no assets available for distribution,
- 4 the Administrators be authorised to distribute funds to the secured and preferential creditors as and when claims are agreed and funds permit and, in relation to distributions to unsecured creditors, if the Court gives permission following an appropriate application,
- 5 that, in the event the creditors of the Company so determine, at meeting of creditors, a Creditors Committee be appointed in respect of the Company comprising of not more than five and not less than three creditors of that Company or Companies,
- 6 that, if a Creditors' Committee is not appointed, the secured creditor of the Company shall be asked to fix the basis of the Administrators' remuneration in accordance with Rule 106(5A)(a), to be fixed by reference to the time properly given by the Administrators' and their staff in attending to matters arising in the Administrations, calculated at the prevailing standard hourly charge out rates used by Deloitte at the time when the work is performed. In addition those creditors shall also be asked to agree the Administrators' expenses of which the Administrators' expenses for mileage be calculated by reference to mileage properly incurred by the Administrators and their staff in attending to matters arising in the Administrations, at the prevailing standard mileage rate used by Deloitte at the time when the mileage is incurred, plus VAT where applicable,
- 7 that, if a Creditors' Committee is not appointed, the Administrators' Pre Administration Costs as detailed in Appendix 7 of the Administrators' Proposals be approved, and that the Administrators be authorised to draw their Costs (pay the Costs of DLA Piper LLP) plus VAT, from the Administration estate,
- 8 that, following the realisation of assets and resolution of all matters in the Administrations, and as quickly and efficiently as is reasonably practicable, the Administrators implement the most cost effective steps to formally conclude the Administrations. This may include the distribution of funds to unsecured creditors (provided Court permission is obtained) and then the dissolution of the Companies or

alternatively, seeking to put each or any of the Companies into Creditors' Voluntary Liquidation ("CVL") or Compulsory Liquidation, depending on which option will result in a better realisation for creditors,

- 9 that, if the Company were to be placed into CVL, the Administrators propose to be appointed Liquidators and any Creditors' Committee appointed will become the Liquidation Committee pursuant to Rule 4 174A of the Rules and that the basis of the Liquidators' remuneration be fixed by reference to the time properly given by the Administrators' and their staff in attending to matters arising in the Administrations, calculated at the prevailing standard hourly charge out rates used by Deloitte at the time when the work is performed, plus VAT, and asked to agree the Administrators' expenses As per Paragraph 83(7) of Schedule B1 of the Act and Rule 2 117A(2)(b) of the Rules, the creditors may nominate a different person to be Liquidator(s) provided the nomination is made before the proposals are approved by creditors For the purposes of Section 231 of the Act the Liquidators will each be authorised to carry out all functions, duties and powers either jointly or severally, and
- 10 in the absence of Creditors' Committees, the secured creditor of the Company agrees that the Administrators be discharged from liability per Paragraph 98 of Schedule B1 of the Act immediately upon the Administrators' filing their final report to creditors and vacating office

## 2.2 Amendments to proposals

No amendments have been made to the proposals

## 2.3 Achievement of the approved proposals

We have summarised below the outcome in respect of each of the approved proposals

| Proposal | Current status  |
|----------|---|
| 1        | The Administrators have completed the management of the affairs of the Company, including the settlement of all Administration expenses   |
| 2        | The conduct of the Directors has been investigated and a confidential return was filed with the Insolvency Service on 5 November 2013   |
| 3-4      | An interim distribution of £400,000 was paid to the Secured Creditor prior to the final distribution of £68,759 There were no surplus floating charge realisations and therefore a distribution will not be made to the unsecured creditors   |
| 5        | No meeting of creditors was held and therefore no creditors' committee has been appointed   |
| 6        | The basis of remuneration was fixed by the Secured Creditor by reference to the time properly given by the Administrators and their staff in attending to matters arising in the Administration, along with the Administrators' resolutions for mileage disbursements and expenses  |
| 7        | As no creditors' committee was appointed, pre-administration cost approval was sought from the Secured Creditor Approval was granted  |
| 8-9      | The assets of the business have now been realised Having deducted the expenses of the Administration from the amounts realised under the floating charge, there are no funds available to make a payment to unsecured creditors As the Administrators consider that the purpose of the Administration has been achieved, the most cost effective method of formally concluding the Administration has been implemented This is to be achieved by moving the Company from Administration to dissolution The Administrators will notify the Registrar of Companies to that effect |



|    |  |
|----|--|
|    | <p>prior to the one year anniversary of the Administration, at which time the appointment of the Joint Administrators ceases to have effect</p> <p>Approximately three months following that date, the Company will be dissolved by the Registrar of Companies</p> |
| 10 | <p>The Secured Creditors have approved the resolution that the Administrators be discharged from liability under Paragraph 98 of Schedules B1 of the Act immediately on the filing of their final report to creditors</p>  |

Further information in respect of the final outcome of the Administration is contained in the following sections of this report

### **3. STEPS TAKEN DURING THE ADMINISTRATION**

#### **3.1 Sale of business and realisation of assets**

The principle realisation was from the sale of the freehold land and property at the Company's site in Wigan. As previously advised GVA Grimley, a firm of agents, were appointed to assist in the marketing and sale of the site. Several interested parties were identified and a final offer of £555,000 was accepted.

Licence fees of £9,390 per R&P have been received in the period from the purchaser of the Leaco business who was granted a licence to occupy the premises by the Joint Administrators.

Rent of £8,219 was collected during the Administration from Northside who occupied the remainder of the premises.

Bank interest of £290 has been received.

#### **3.2 Distributions to creditors**

Although there have been insufficient fixed charge realisations to pay the Secured Creditor in full, an interim dividend of £400k was made in October 2013 and a final dividend of £468,759 has been made. Further details are included in section 5.1 of this report.

There were no surplus floating charge realisations and therefore a distribution will not be made to the unsecured creditors under the PP or otherwise.

No preferential claims have been received as there were no employees in this business.

#### **3.3 Exit**

The Joint Administrators have now resolved the final matters of the Administration. The proposed exit route is pursuant to paragraph 84 of the Act which will see the Administrators file their final progress report with the Court and with the Registrar of Companies, with the Company being dissolved three months thereafter.

#### **3.4 Investigations**

As part of the Administrators' statutory duties, an investigation into the conduct of the Company's Directors was completed.

In this regard, a confidential report was submitted to The Insolvency Service on 5 November 2013.

#### **3.5 EU regulations**

As stated in the Administration Order in respect of the Company, Council Regulation (EC) No 1346/2000 applies and these are the main proceedings as defined in Article 3(1) of that regulation.

#### **4. ADMINISTRATORS' RECEIPTS AND PAYMENTS ACCOUNT AND ADMINISTRATION OUTCOME**

##### **4.1 Introduction**

Attached at Appendix 2 is an abstract Receipts and Payments account covering the period from 30 November 2013 to 6 May 2014, together with cumulative details of the transactions from the date of appointment, in accordance with SIP7 (E&W)

A Final Outcome Statement as at 6 May 2014 is attached at Appendix 3

In this section, we have summarised the main asset realisations during the period since our last progress report to creditors

##### **4.2 Asset realisations**

Since our last report bank interest of £80 has been received

##### **4.3 Unrealised assets**

The Company has no unrealised assets

##### **4.4 Outcome for creditors**

The objective of the Administration, a better result for creditors as a whole than would be obtained through an immediate liquidation of the Company, has been achieved. The outcome for each class of creditor is outlined in section 5

## **5. DISTRIBUTIONS TO CREDITORS**

### **5.1 Secured creditors**

The Company's secured debt at the date of the appointment of the Administrators can be summarised as follows

|                   | £              |
|-------------------|----------------|
| Loan Account 1    | 406,000        |
| Loan Account 2    | 360,404        |
| Interest on Loans | 2,394          |
| <b>TOTAL</b>      | <b>768,798</b> |

The secured debt sits in the Company but is cross guaranteed by Leaco

A distribution of £6,924 was made through Leaco and £468,759 through Willjo. Additionally the Bank retained £13,241 held in the Company's pre appointment bank account on appointment, therefore leaving a final shortfall of £279,874 to the Secured Creditor

### **5.2 Preferential creditors**

No preferential claims were received as there were no employees in the Company

### **5.3 Prescribed Part**

There are insufficient net floating charge realisations to enable a distribution via the PP

### **5.4 Unsecured creditors**

The unsecured creditors' position as at 31 March 2013 per the Directors' Statements of Affairs (excluding any shortfall to floating charge holders) is summarised in the table below

|                  | £                    |
|------------------|----------------------|
| Trade Creditors  | 42,400               |
| HMRC             | 11,000               |
| Unsecured Lender | 3,600                |
| Director Loan    | 10,000               |
| <b>TOTAL</b>     | <b><u>67,000</u></b> |

Unsecured creditor claims received to date total £26,780. After discharging the costs of the Administration, there will not be sufficient realisations from floating charge assets to fully repay the Bank.

Accordingly, there will be no funds available to pay a dividend to the unsecured creditors of the Company.

## **6. OTHER MATTERS AND INFORMATION TO ASSIST CREDITORS**

### **6.1 Extensions to original period of appointment**

An extension to the initial period of the appointment is not required as all matters have been finalised prior to the anniversary of the Administration on 31 May 2014

### **6.2 Administrators' discharge**

The Administrators will be discharged from liability immediately upon filing the final progress report at Companies House. This is in line with the resolutions passed by the Secured Creditor

### **6.3 SIP13 (E&W) – Transactions with connected parties**

In accordance with the guidance given in SIP13 (E&W), details of the Company's transactions with connected parties during the period of this report and the two years prior to our appointment are provided below

| <b>Date</b>      | <b>Company Name</b> | <b>Details of transaction</b> | <b>Sales / (Purchases) (£)</b>  | <b>Name of counterparty</b> | <b>Connection</b>  |
|------------------|---------------------|-------------------------------|---------------------------------|-----------------------------|--------------------|
| Pre-Appointment  | Willjo Ltd          | Property Letting              | £5k p/month                     | Leaco Ltd                   | Subsidiary         |
| Post-Appointment | Willjo Ltd          | Property Letting              | £3,800 p/month for part of site | Andrew Plastics Ltd         | Purchaser of Leaco |

We have reviewed the connected party transactions and are of the opinion that a fair and reasonable value was received/paid in each instance

## **7. PRE-ADMINISTRATION COSTS**

Included within the Administrators' Report and Proposals dated 12 July 2013 was a Statement of Pre-Administration Costs, in accordance with rule 2.33(2)(ka) of the Rules

Pre-appointment legal costs of £1,715 were approved by the Secured Creditor on 7 July 2013 and were subsequently paid on 16 September 2013

## 8. ADMINISTRATORS REMUNERATION AND EXPENSES

### 8.1 Administrators' Remuneration and Expenses

#### 8.1.1 Basis of Remuneration

The basis of the Administrators' remuneration was fixed on 7 July 2013 by the secured creditors as follows

- (i) By reference to the time properly given by the Administrators and their staff in attending to matters arising in the Administration calculated at the prevailing standard hourly charge out rates used by Deloitte at the time when the work is performed, plus VAT

#### 8.1.2 Remuneration

- **Administration and planning** includes case planning, case set-up, notification of appointment, maintenance of our case files and insolvency case record, statutory reporting, compliance, cashiering and accounting
- **Investigations** includes investigating the Company's affairs and in particular any antecedent transactions and also reporting on the conduct of its directors
- **Realisation of Assets** includes identifying, securing and insuring assets, sale of business, transition of contracts, property issues, disposal of stocks, collection of debts, realisation of other fixed assets and VAT and taxation matters
- **Trading** includes planning, identifying strategy, preparation of trading forecasts, monitoring of performance against the forecasts, managing operations, dealing with supplier and landlord issues to ensure continuity of operations, accounting and employees (including pensions and other staff benefits)
- **Creditors** includes set-up of creditor records, creditor communications, preferential claims, unsecured claims, secured and employee claims
- **Other matters** such as VAT and corporation tax issues

"A Creditors' Guide to Remuneration" is available for download at [www.deloitte.com/uk/sip-9-england-and-wales](http://www.deloitte.com/uk/sip-9-england-and-wales)

Should you require a paper copy, please send your request in writing to the Administrators at the address on the front of this report and this will be provided to you at no cost

#### 8.1.3 Expenses

During the period covered by this report the Administrators have incurred expenses of £172 which are summarised in the table below. A credit was received in relation to printing & postage as this was originally charged incorrectly.

| Nature of expenses | Total Incurred £ | Paid £   | Outstanding £ |
|--------------------|------------------|----------|---------------|
| Printing & Postage | (37 70)          | -        | (37 70)       |
| Insolvency Bond    | 210 00           | -        | 210 00        |
| <b>Total</b>       | <b>172 30</b>    | <b>-</b> | <b>172 30</b> |

## 8.2 Charge out rates

The range of charge out rates for the separate categories of staff is based on our 2013 charge out rates as summarised below. Manager rates include all grades of assistant manager.

| Grade                        | £ 2013     |
|------------------------------|------------|
| Partners/Directors           | 605 to 950 |
| Managers                     | 305 to 720 |
| Assistants and Support Staff | 155 to 305 |

The above bands are specific to the Restructuring Services department partners and staff. In certain circumstances the use of specialists from other Deloitte departments such as Tax/VAT, Corporate Finance or Deloitte Real Estate may be required on the case. These departments may charge rates that fall outside the Restructuring Services department bands quoted above so, where such specialists have performed work on the case, average rates may also fall outside the Restructuring Services department bands.

All partners and technical staff (including cashiers) assigned to the case recorded their time spent working on the case on a computerised time recording system. Time spent by secretarial staff working on the assignment has not been recorded or recovered. The appropriate staff have been assigned to work on each aspect of the case based upon their seniority and experience, having regard to the complexity of the relevant work, the financial value of the assets being realised and/or claims agreed.

## 8.3 Other professional costs

During the period covered by this report no other professional costs have been incurred.

## 8.4 Creditors' right to request information

Any secured creditor or, unsecured creditor with the support of at least 5% in value of the unsecured creditors or, with leave of the Court, may, in writing, request the Administrators to provide additional information regarding remuneration or expenses to that already supplied within this report. Such requests must be made within 21 days of receipt of this report, in accordance with Rule 2.47(1)(fa) and 2.48A of the Rules.

## 8.5 Creditors' right to challenge Remuneration and/or Expenses

Any secured creditor or, unsecured creditor with the support of at least 10% in value of the



unsecured creditors or, with leave of the Court, may apply to the Court for one or more orders (in accordance with Rule 2 109(4) of the Rules), reducing the amount or the basis of remuneration which the Administrators are entitled to charge or otherwise challenging some or all of the expenses incurred

Such applications must be made within 8 weeks of receipt by the applicant(s) of the progress report detailing the remuneration and/or expenses being complained of, in accordance with Rule 2 109 of the Rules

Please note that such challenges may not disturb remuneration or expenses approved or deemed to be approved under prior progress reports

**WILLJO LIMITED (IN ADMINISTRATION)**

**STATUTORY INFORMATION**

|                                  |   |
|----------------------------------|---|
| Company Name                     | Willjo Limited  |
| Previous Names                   | ABC Aerials Limited   |
| Proceedings                      | In Administration   |
| Court                            | Manchester District Registry  |
| Court Reference                  | 3492 of 2013  |
| Date of Appointment              | 31 May 2013   |
| Joint Administrators             | William Kenneth Dawson and Daniel James Mark Smith<br>Deloitte LLP<br>2 Hardman Street<br>Manchester<br>M60 2AT |
| Registered office Address        | c/o Deloitte LLP<br>2 Hardman Street<br>Manchester<br>M60 2AT   |
| Company Number                   | 01136976  |
| Incorporation Date               | 1 October 1973  |
| Company Secretary                | Beryl Harrison  |
| Bankers                          | Barclays Bank PLC   |
| Auditors                         | Not audited   |
| Appointment by                   | The QFCH – under paragraph 14 of Schedule B1 of the Insolvency Act 1986   |
| Directors at date of Appointment | Andrew Harrison & Beryl Harrison  |
| Directors' Shareholdings         | Beryl Harrison holds 30,000 x £1 Ordinary Shares  |

| Willjo Limited<br>(In Administration)                                  |  |  |                                    |   |                                       |   |
|--|--|--|------------------------------------|---|---------------------------------------|---|
| Joint Administrators Receipts and Payments account<br>as at 06/05/2014 |  |  |                                    |   |                                       |   |
|  | Statement of<br>Affairs<br>Estimated to<br>Realise (£) | Fixed Interim<br>Period<br>31/11/2013 to<br>06/05/2014 | Fixed<br>Cumulative<br>to date (£) | Floating Interim<br>Period<br>31/11/2013 to<br>06/05/2014 | Floating<br>Cumulative<br>to date (£) | Total for period<br>from 31/05/2013 to<br>6/05/2014 (£) |
| <b>RECEIPTS</b>  |  |  |                                    |   |                                       |   |
| Freehold Land and Property   | 650 000 00   | -  | 555,000 00                         | -   | -                                     | 555 000 00  |
| Bank Interest Gross  | -  | 76 76  | 284 54                             | 3 04  | 5 90                                  | 290 44  |
| Rent   | -  | -  | -                                  | -   | 8,219 49                              | 8 219 49  |
| Licence Fees   | -  | -  | -                                  | -   | 9 390 46                              | 9 390 46  |
|  |  | <u>76 76</u>   | <u>555 284 54</u>                  | <u>3 04</u>   | <u>17 615 85</u>                      | <u>572 900 39</u>                                       |
| <b>PAYMENTS</b>  |  |  |                                    |   |                                       |   |
| Administrators Fees & Disbursements                                    | -  | -  | 50 000 00                          | 1 073 12  | 1 073 12                              | 51 073 12   |
| Legal Fees & Disbursements   | -  | -  | 3 940 50                           | -   | 11 553 15                             | 15 493 65   |
| Agents/Valuers' Fees   | -  | -  | 14 221 12                          | -   | -                                     | 14 221 12   |
| Chargeholder   | -  | 68,758 95  | 468 758 95                         | -   | -                                     | 468 758 95  |
| Utilities  | -  | -  | -                                  | -   | 1 919 44                              | 1 919 44  |
| Postage & Redirection  | -  | -  | -                                  | -   | 390 00                                | 390 00  |
| Other Property Expenses  | -  | -  | 795 00                             | -   | -                                     | 795 00  |
| Bank Charges   | -  | -  | 25 00                              | 25 00   | 75 00                                 | 100 00  |
| Insurance of Assets  | -  | 3 752 65   | 3 752 65                           | -   | -                                     | 3 752 65  |
| Unrecoverable VAT  | -  | -  | 13 791 32                          | -   | 2 586 99                              | 16 378 31   |
| Corporation Tax  | -  | -  | -                                  | 18 15   | 18 15                                 | 18 15   |
|  |  | <u>72 511 60</u>                                       | <u>555 284 54</u>                  | <u>1 116 27</u>   | <u>17 615 85</u>                      | <u>572 900 39</u>                                       |
| Balance  |  | <u>(72,434 84)</u>                                     | <u>-</u>                           | <u>(1,113 23)</u>   | <u>-</u>                              | <u>-</u>  |
| <b>REPRESENTED BY</b>  |  |  |                                    |   |                                       |   |
| Bank Account   |  |  | 0 00                               |   | 0 00                                  |   |
| VAT  |  |  | 0 00                               |   | 0 00                                  |   |
|  |  |  | <u>0 00</u>                        |   | <u>0 00</u>                           |   |
| Source Deloitte Analysis   |  |  |                                    |   |                                       |   |

WILLJO LIMITED  
(IN ADMINISTRATION)

JOINT ADMINISTRATORS' ESTIMATED OUTCOME STATEMENT AS AT 6 MAY 2014

|  | NBV at 31<br>May 2013 | Notes      | Realised/Paid to Date |
|--|-----------------------|------------|-----------------------|
|  |                       |            | £'000                 |
| <b>Assets subject to a fixed charge</b>                                  |                       |            |                       |
| Freehold land and property   | 650 000 00            |            | 555 000 00            |
| Bank interest  |                       |            | 284 54                |
|  | <u>650 000 00</u>     |            | <u>555 284 54</u>     |
| Less   |                       |            |                       |
| Legal Fees & Disbursements   |                       |            | (3 940 50)            |
| Administrators' Fees & Disbursements                                     |                       |            | (50 000 00)           |
| Agents/Valuers' Fees   |                       |            | (14 221 12)           |
| Other Property Expenses  |                       |            | (795 00)              |
| Bank Charges   |                       |            | (25 00)               |
| Insurance of Assets  |                       |            | (3 540 24)            |
|  |                       |            | <u>(72 521 86)</u>    |
| Less   |                       |            |                       |
| Non Recoverable VAT  |                       |            | (14 003 73)           |
| Fixed charge funds in hand / estimated to be received                    |                       |            | <u>468 758 95</u>     |
| Indebtedness to fixed charge holder                                      |                       |            | <u>768 797 00</u>     |
| Estimated surplus / (deficit) as regards fixed charge holder             |                       |            | <u>(300,038 05)</u>   |
| <b>Assets subject to a floating charge</b>                               |                       |            |                       |
| Bank interest Gross  |                       |            | 5 90                  |
| Rent   |                       |            | 8 219 49              |
| Licence Fees   |                       |            | 9 390 46              |
|  |                       |            | <u>17 615 85</u>      |
| Less   |                       |            |                       |
| Legal Fees & Disbursements   |                       |            | (11 653 15)           |
| Administrators' Fees & Disbursements                                     |                       |            | (1 073 12)            |
| Utilities  |                       |            | (1 919 44)            |
| Postage & Redirection  |                       |            | (390 00)              |
| Corporation Tax  |                       |            | (18 15)               |
| Bank Charges   |                       |            | (75 00)               |
|  |                       |            | <u>(15 028 86)</u>    |
| Less   |                       |            |                       |
| Non Recoverable VAT  |                       |            | (2 586 99)            |
| Floating charge funds in hand / estimated to be received                 |                       |            |                       |
| Fixed charge surplus (from above)  |                       |            |                       |
| Estimated to be available to preferential creditors                      |                       |            |                       |
| Preferential creditors (employee claims) (agreed / not agreed)           |                       |            |                       |
| Net Property   |                       |            |                       |
| Estimated to be available to unsecured creditors via the Prescribed Part |                       |            |                       |
| 50% of initial £10 000 of Net Property                                   |                       |            |                       |
| 20% of balance of Net Property   |                       |            |                       |
| Total Prescribed Part available (maximum £600k)                          |                       |            |                       |
| Estimated to be available to Floating Charge creditors                   |                       |            |                       |
| Fixed charge deficit   |                       |            | <u>(300,038 05)</u>   |
| Estimated to be available to unsecured creditors                         |                       |            |                       |
| Add back Prescribed Part provision                                       |                       |            |                       |
| Estimated total to be available to unsecured creditors                   |                       |            |                       |
| Unsecured creditors  |                       |            |                       |
| Trade creditors  |                       |            | 5 968 65              |
| HMRC   |                       |            | 20 811 27             |
|  |                       |            | <u>26 779 92</u>      |
| Estimated surplus / (deficit) as regards unsecured creditors             |                       |            | <u>(26 779 92)</u>    |
| <b>Summary return to creditors</b>                                       |                       |            |                       |
| Estimated dividend to  |                       |            |                       |
| Fixed & floating charge holder   | 60 97                 | p in the £ |                       |
| Preferential creditors   |                       | p in the £ |                       |
| Unsecured creditors  |                       | p in the £ |                       |

Willjo Limited (Formerly ABC Aerials Limited)  
(In Administration)

Time costs for the period 30/11/2013 to 06/05/2014

|   | Partners & Directors |                 | Managers    |                 | Assistants & Support |                 | TOTAL        |                  | Average Hourly Rate |
|---|----------------------|-----------------|-------------|-----------------|----------------------|-----------------|--------------|------------------|---------------------|
|   | Hours                | Cost (£)        | Hours       | Cost (£)        | Hours                | Cost (£)        | Hours        | Cost (£)         |                     |
| Administration and Planning                 |                      |                 |             |                 |                      |                 |              |                  |                     |
| Cashiering and Statutory Filing             | 1.00                 | 710.00          | 2.50        | 1,061.50        | 1.70                 | 406.50          | 4.20         | 1,458.00         | 349.52              |
| Case Supervision, Management and Closure    | 1.50                 | 907.50          | 2.20        | 974.00          | 19.80                | 4,007.50        | 23.00        | 5,691.50         | 247.46              |
| General Reporting                           |                      |                 |             |                 | 23.00                | 4,600.00        | 24.50        | 5,507.50         | 224.80              |
| Liaison with Other Insolvency Practitioners |                      |                 |             |                 |                      |                 |              |                  |                     |
|   | 2.50                 | 1,617.50        | 4.70        | 2,035.50        | 44.50                | 9,014.00        | 51.70        | 12,667.00        | 245.01              |
| Other Matters Include                       |                      |                 |             |                 |                      |                 |              |                  |                     |
| Tax and VAT                                 | 0.50                 | 452.50          | 2.50        | 928.00          | 1.85                 | 545.75          | 4.85         | 1,926.25         | 397.16              |
|   | 0.50                 | 452.50          | 2.50        | 928.00          | 1.85                 | 545.75          | 4.85         | 1,926.25         | 397.16              |
| <b>TOTAL HOURS &amp; COST</b>               | <b>3.00</b>          | <b>2,070.00</b> | <b>7.20</b> | <b>2,963.50</b> | <b>46.35</b>         | <b>9,559.75</b> | <b>56.55</b> | <b>14,593.25</b> | <b>258.06</b>       |

Willjo Limited (Formerly ABC Aerials Limited)  
(In Administration)

Time costs for the period 31/05/2013 to 06/05/2014

|   | Partners & Directors |                  | Managers     |                  | Assistants & Support |                  | TOTAL         |                   | Average Hourly Rate |
|---|----------------------|------------------|--------------|------------------|----------------------|------------------|---------------|-------------------|---------------------|
|   | Hours                | Cost (£)         | Hours        | Cost (£)         | Hours                | Cost (£)         | Hours         | Cost (£)          |                     |
| Administration and Planning   |                      |                  |              |                  |                      |                  |               |                   |                     |
| Cashiering and Statutory Filing                                     | 0.20                 | 170.00           | 6.20         | 2,851.00         | 13.60                | 3,452.50         | 20.00         | 6,473.50          | 323.68              |
| Case Supervision, Management and Closure                            | 3.50                 | 2,485.00         | 9.70         | 4,467.50         | 56.30                | 11,556.00        | 69.50         | 18,508.50         | 266.31              |
| Initial Actions (e.g. Notification of Appointment, Securing Assets) | 0.10                 | 85.00            | 3.70         | 1,720.50         | 19.50                | 3,802.50         | 23.30         | 5,608.00          | 240.69              |
| General Reporting   | 4.50                 | 2,932.50         | 2.60         | 1,176.50         | 78.90                | 15,510.50        | 85.00         | 19,619.50         | 228.13              |
|   | 8.30                 | 5,672.50         | 22.20        | 10,215.50        | 168.30               | 34,321.50        | 198.80        | 50,209.50         | 252.56              |
| Investigations  |                      |                  |              |                  |                      |                  |               |                   |                     |
| Reports on Directors' Conduct                                       | 2.00                 | 1,420.00         | 3.50         | 1,627.50         | 10.50                | 2,152.50         | 16.00         | 5,200.00          | 325.00              |
|   | 2.00                 | 1,420.00         | 3.50         | 1,627.50         | 10.50                | 2,152.50         | 16.00         | 5,200.00          | 325.00              |
| Trading   |                      |                  |              |                  |                      |                  |               |                   |                     |
| Ongoing Trading   |                      |                  |              |                  | 1.60                 | 317.00           | 1.60          | 317.00            | 198.13              |
| Closure of Trade  |                      |                  |              |                  | 3.00                 | 612.50           | 3.00          | 612.50            | 204.17              |
|   |                      |                  |              |                  | 4.60                 | 929.50           | 4.60          | 929.50            | 202.07              |
| Realisation of Assets   |                      |                  |              |                  |                      |                  |               |                   |                     |
| Book Debts  |                      |                  | 1.00         | 465.00           | 1.50                 | 292.50           | 2.50          | 757.50            | 303.00              |
| Property - Freehold and Leasehold                                   | 24.00                | 14,677.50        | 31.60        | 14,694.00        | 0.60                 | 117.00           | 56.20         | 29,488.50         | 524.71              |
|   | 24.00                | 14,677.50        | 32.60        | 15,159.00        | 2.10                 | 409.50           | 58.70         | 30,246.00         | 515.26              |
| Creditors   |                      |                  |              |                  |                      |                  |               |                   |                     |
| Employees   |                      |                  | 1.10         | 346.50           |                      |                  | 1.10          | 346.50            | 315.00              |
| Secured   |                      |                  | 8.60         | 3,999.00         |                      |                  | 8.60          | 3,999.00          | 465.00              |
| Unsecured   |                      |                  |              |                  | 0.50                 | 97.50            | 0.50          | 97.50             | 195.00              |
|   |                      |                  | 9.70         | 4,345.50         | 0.50                 | 97.50            | 10.20         | 4,443.00          | 435.59              |
| Other Matters Include   |                      |                  |              |                  |                      |                  |               |                   |                     |
| Tax and VAT   | 2.60                 | 2,353.00         | 19.50        | 11,388.00        | 10.75                | 2,640.75         | 32.85         | 16,381.75         | 498.68              |
|   | 2.60                 | 2,353.00         | 19.50        | 11,388.00        | 10.75                | 2,640.75         | 32.85         | 16,381.75         | 498.68              |
| <b>TOTAL HOURS &amp; COST</b>                                       | <b>36.90</b>         | <b>24,123.00</b> | <b>87.50</b> | <b>42,735.50</b> | <b>196.75</b>        | <b>40,551.25</b> | <b>321.15</b> | <b>107,409.75</b> | <b>334.43</b>       |

TOTAL FEES DRAWN TO DATE

51,073.12