

The Insolvency Act 1986

**Administrator's progress report**

Name of Company Bedsons Limited	Company number 01386030
In the Reading County Court (full name of court)	Court case number 302 of 2013

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

I/We (a)  
 Alan Peter Whalley  
 James Cowper LLP  
 Latimer House  
 5 Cumberland Place  
 Southampton  
 SO15 2BH

Sandra Lillian Mundy  
 James Cowper LLP  
 Latimer House  
 5 Cumberland Place  
 Southampton  
 SO15 2BH

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

(b) Insert date

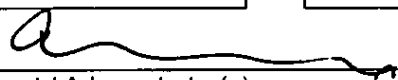
From

(b) 16 September 2013

To

(b) 5 February 2014

Signed

  
 Joint / Administrator(s)

Dated

6 Feb 2014

**Contact Details:**

You do not have to give any contact information in the box opposite but if you do, it will help Companies House to contact you if there is a query on the form

The contact information that you give will be visible to searchers of the public record

James Cowper LLP  
 Latimer House  
 5 Cumberland Place  
 Southampton  
 SO15 2BH

DX Number

023 8022 1222  
 DX Exchange

When you have completed and signed this form, please send it to the Registrar of Companies at -  
**Companies House, Crown Way, Cardiff CF14 3UZ DX 33050 Cardiff**

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COMPANIES HOUSE

**Bedsons Limited (In Administration)**

Administrators' progress report in accordance with  
Rule 2 47 of the Insolvency Rules 1986

For the period from 16 September 2013  
to 5 February 2014

Peter Whalley & Sandra Mundy  
James Cowper LLP  
Latimer House  
5 Cumberland Place  
Southampton  
SO15 2BH

**SUMMARY INFORMATION**

<b>Court</b>	Reading County Court Court No 302 of 2013
<b>The Company</b>	Bedsons Limited ("the Company")
<b>Registered Number</b>	01386030
<b>Registered Address</b>	Latimer House 5 Cumberland Place Southampton SO15 2BH
<b>Trading Address</b>	Unit 1A Abbey Industrial Estate Bodmin Road Coventry CV2 5DB
<b>Activity of the Company</b>	Design and manufacture of inspection lighting
<b>Date of the Administration</b>	16 September 2013
<b>Appointer Details</b>	The directors of the Company
<b>Purpose of Administration Order</b>	A more advantageous realisation of the Company's assets than would be likely in a winding up
<b>Administrator Details</b>	Peter Whalley & Sandra Mundy James Cowper LLP Latimer House 5 Cumberland Place Southampton SO15 2BH
<b>Changes to Office Holders</b>	There have been no changes to the office holders
<b>Date of Approval of Proposals</b>	29 October 2013
<b>Extensions to Administration period</b>	There have been no extensions to the administration period
<b>End of Administration period</b>	As a result of filing form 2 34B with the Registrar of Companies, the Company moved from administration to creditors voluntary liquidation (CVL) on 5 February 2014
<b>Functions of the Joint Administrators</b>	In accordance with Paragraph 100 (2) there are no functions, which must be exercised by both administrators acting jointly. All the administrators' functions may be exercised by either administrator acting alone, or by both administrators acting jointly.
<b>Dividend Prospect</b>	It is anticipated that a dividend will be paid to unsecured creditors in the liquidation.

## **Introduction**

This report has been prepared in accordance with Rule 2.47 of the Insolvency Rules 1986 to provide creditors with an update on the progress of the Administration of Bedsons Limited ("the Company") for the period from 16 September 2014 to 5 February 2014. It should be read in conjunction with the joint administrators' previous reports and correspondence to creditors.

The following attachments accompany this report:

Appendix A – Receipts and payments account for the period of this report

Appendix B – Statement of remuneration and expenses

## **Overall Strategy**

The joint administrators' proposals dated 29 October 2013 set out the following objectives:

- a Collect the deferred consideration from the purchaser
- b Monitor the collection of book debts being undertaken by the purchaser in accordance with the sale contract and assist the purchaser, if required, to expedite collection of any problematic balances
- c Investigate and, if appropriate, pursue any claims that the Company may have
- d All such other actions and general exercise of the administrators' powers as we consider in our discretion necessary to achieve the purpose of the administration

## **Assets**

### **Sale of business assets**

The joint administrators disclosed in their initial notice to creditors, and also in the proposal documents, that the business assets were sold to Elwis Lighting A/S ("Elwis") for £85,332. £32,832 was paid on completion, a further £26,250 was paid three months after completion in December 2013 and a final £26,250 is due to be paid six months after completion in March 2014.

### **Book debts**

Part of the sale agreement provided that Elwis would co-ordinate the collection of book debts. £82,099 of book debts were passed to Elwis for collection. To date £75,903 has been collected by Elwis and paid over to the joint administrators. Additionally, the joint administrators received £13,447 of book debts directly which brings debtor receipts to date to £89,350. Approximately £6,000 remains outstanding, some of which has been disputed.

### **Cash at bank and other assets**

£3,439 was received by the joint administrators from the Company's bank account. A VAT refund of £2,014 and bank interest of £36.72 have been received.

## **Administrator's Remuneration**

The meeting of creditors on 29 October 2013 approved the joint administrators' pre appointment costs of £37,746.30 and agreed that the joint administrators' post appointment remuneration be set on the basis provided by Rule 2.106(c) as a set amount of £14,753.70. These fees have been drawn.

Pre appointment expenses of £353.74 have also been drawn. Post appointment expenses which are currently £284.06 are still to be drawn.

The joint administrators have reviewed the work undertaken and reported here and consider this level of costs to be appropriate bearing in mind the value of the work done, the complexity of the case and the nature of the work undertaken

### **Charging Policy**

The firm's policy is to recharge the following

- a Cash disbursements such as company searches, legal notices, postage, external photocopying and subsistence where appropriate at cost
- b Mileage in relation to the assignment at rates comparable with those advised by motoring organisations for the vehicles used by firm and its staff
- c No charge is made for office overheads, the use of rooms in house, or for incidental expenses

### **Statutory Rights**

Rule 2 48A of the Insolvency Rules 1986 states that certain creditors can formally request further information in respect of the joint administrator's remuneration or expenses and that this request should be made in writing within 21 days of the receipt of this report

The request can be made by a secured creditor or any unsecured creditor with the concurrence of at least 5% in value of the unsecured creditors (including the creditor in question) or any unsecured creditor who has the permission of the court upon an application made within 21 days

Rule 2 109 of the Insolvency Rules 1986 states that certain creditors can apply to the court for an order on the basis that the remuneration charges by the joint administrators, the basis fixed for the joint administrators' remuneration or the expenses incurred by the joint administrators are excessive or inappropriate

The application can be made by a secured creditor or any unsecured creditor with the concurrence of at least 10% in value of the unsecured creditors (including the creditor in question) or the permission of the court

Creditors' statutory rights notwithstanding, the joint administrators would be happy to discuss any queries creditors may have

### **Creditors**

#### **Prescribed Part**

No funds are to be set aside under the provisions of Section 176A of the Insolvency Act 1986, as no charges have been registered after the relevant date

#### **Preferential creditors**

The Statement of Affairs indicated that there were no preferential claims. No preferential claims have been received. Employees were paid up to the date of the administration, however, in any event, any liability would transfer to the purchaser under TUPE

#### **Secured creditors**

There are no secured creditors

### **Unsecured creditors**

The Company moved to creditors voluntary liquidation on 5 February 2014 in order to allow a distribution to be made to unsecured creditors. Creditor claims totalling £927,523.40 from six creditors have been received to date. Creditor claims have yet to be agreed and as such, the joint administrators would request that creditors, if they have not already done so, submit a proof of debt form as soon as possible.

### **Dividends**

Based on current projections a dividend to unsecured creditors in the region of 12p/£ is anticipated to be paid shortly after the final deferred consideration is received.

### **Investigation**

We have complied with our statutory duty to report on the conduct of all directors who have held office in the 3 year period prior to the administration.

### **Conclusion of administration**

Should any creditor have any queries regarding this report, please do not hesitate to contact me.



**Peter Whalley**  
**Joint Administrator**

6 February 2014

**APPENDIX A**

**Receipts and Payments account**

<b>RECEIPTS</b>	<b>Estimated to Realise</b>	<b>From 16/09/2013 to 14/10/2013</b>	<b>From 14/10/2013 to 05/02/2014</b>	<b>Total to 05/02/2014</b>
	<b>(£)</b>	<b>(£)</b>	<b>(£)</b>	<b>(£)</b>
Furniture & Equipment	10,000	10,000 00	0 00	10,000 00
Stock	75,331	22,831 03	26,250 00	49,081 03
Book Debts	87,336	0 00	89,350 47	89,350 47
VAT Refund	-	0 00	2,014 33	2,014 33
Cash at Bank	3,439	0 00	3,439 14	3,439 14
Bank Interest Gross	-	0 00	1 91	1 91
Bank Interest Net of Tax	-	2 92	51 70	51 70
Goodwill	1	1 00	0 00	1 00
	<b>176,107</b>	<b>32,834.95</b>	<b>121,104 63</b>	<b>153,939 58</b>
<b>PAYMENTS</b>				
Pre-Administration Expenses		0 00	353 74	353 74
Specific Bond		0 00	185 50	185 50
Pre-Administration Fees		0 00	37,746 30	37,746 30
Administrators' Fees		0 00	14,753 70	14,753 70
Agents/Valuers Fees		0 00	793 20	793 20
Legal Fees Paris Smith		7,454 35	0 00	7,454 35
Stationery & Postage		0 00	14 00	14 00
Supplier Payments		0 00	442 57	422 57
Statutory Advertising		0 00	252 17	252 17
Bank Charges		0 00	286 95	286 95
		<b>7,454.35</b>	<b>54,828.13</b>	<b>62,282.48</b>
<b>Net Receipts/(Payments)</b>		<b>25,380.60</b>	<b>66,276.50</b>	<b>91,657.10</b>
<b>MADE UP AS FOLLOWS</b>				
Vat Receivable		1,489.20	0 00	0.00
Current Account		23,891.40	66,276 50	91,657.10
		<b>25,380 60</b>	<b>66,276.50</b>	<b>91,657 10</b>

**APPENDIX B**

**Bedsons Limited  
(In Administration)  
Statement of Remuneration / Expenses  
For period 16/09/2013 to 28/01/2014**

<b>Account</b>	<b>Incurred In Period</b>	<b>Accrued In Period</b>	<b>Total In Period</b>
Pre-Administration Expenses	353 74	-	353 74
Pre-Administration Fees	37,746 30	-	37,746 30
Administrators' Fees	14,753 70	-	14,753 70
Administrators' Expenses	-	284 06	284 06
Specific Bond	185 50	-	185 50
Agents/Valuers Fees (1)	793 20	-	793 20
Legal Fees Pans Smith	7,454 35	-	7,454 35
Stationery & Postage	14 00	-	14 00
Supplier payments	442 57	-	442 57
Statutory Advertising	252 17	-	252 17
Bank Charges	286 95	-	286 95
	<u>62,282 48</u>	<u>284 06</u>	<u>62,566 54</u>