

The Insolvency Act 1986

2.17B**Statement of administrators' proposals**

Name of Company Abbey Cakes Limited	Company number 01701477
In the High Court Birmingham District Registry [full name of court]	Court case number 8600 of 2009

We Richard James Philpott
KPMG LLP
1 Waterloo Way
Leicester
LE1 6LP
United Kingdom

Mark Jeremy Orton
2 Cornwall Street
Birmingham
B3 2DL

attach a copy of our proposals in respect of the administration of the above company.

A copy of these proposals was sent to all known creditors on 30 October 2009

Signed


Joint Administrator

Dated

30 October 2009

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 researchers of the public record

Natalie Ellerington
KPMG LLP
1 Waterloo Way
Leicester
LE1 6LP
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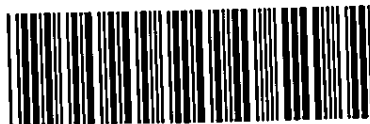
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DX Exchange

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

WEDNESDAY



A03

02/12/2009

249

COMPANIES HOUSE



**Abbey Cakes Limited
(in administration)**

Statement of Proposals

Pursuant to Paragraph 49 of Schedule B1 of the
Insolvency Act 1986 & Rule 2.33 Insolvency
Rules 1986 (both as amended)

30 October 2009

KPMG Restructuring

rjp/nje/nog Report to creditors

A03

02/12/2009
COMPANIES HOUSE

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1 Notice: About this report

This Proposal has been prepared by Richard James Philpott and Mark Jeremy Orton, the Joint Administrators of Abbey Cakes Limited, solely to comply with their statutory duty under paragraph 49, Schedule B1 of the Insolvency Act 1986 to lay before creditors a statement of their proposals for achieving the purposes of the administration order, 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 Proposal has not been prepared in contemplation of it being used, and is not suitable to be used, to inform any investment decision in relation to the debt of or any financial interest in Abbey Cakes Limited. Any estimated outcomes for creditors included in this Proposal are illustrative only and cannot be relied upon as guidance as to the actual outcomes for creditors. Any person that chooses to rely on this Proposal for any purpose or in any context other than under paragraph 49, Schedule B1 of the Insolvency Act 1986 does so at its own risk. To the fullest extent permitted by law, the Joint Administrators do not assume any responsibility and will not accept any liability in respect of this Proposal. Richard James Philpott is authorised to act as an insolvency practitioner by The Insolvency Practitioners Association. Mark Jeremy Orton is authorised to act as an insolvency practitioner by The Insolvency Practitioners Association. The Joint Administrators act as agents for Abbey Cakes Limited and contract without personal liability. The appointments of the Joint Administrators are personal to them and, to the fullest extent permitted by law, KPMG LLP does not assume any responsibility and will not accept any liability to any person in respect of this Proposal or the conduct of the administration.

2 Glossary

"Abbey"/"the Company"	Abbey Cakes Limited
"HFC"	The Handmade Flapjack Company Limited
"HBG"	The Handmade Bakery Group Limited
"The Group"	Abbey Cakes Limited, The Handmade Flapjack Company Limited and The Handmade Bakery Group Limited
"Joint Administrators"/ "administrators"	Richard James Philpott of KPMG LLP, 1 Waterloo Way, Leicester, LE1 6LP and Mark Jeremy Orton of KPMG LLP, 2 Cornwall Street, Birmingham, B3 2DL
"The Bank"	The Royal Bank Of Scotland Plc
"RBSIF"	Royal Bank Of Scotland Invoice Finance Limited
"The secured creditors"	The Bank and RBSIF



"The Act"	The Insolvency Act 1986
"The Rules"	The Insolvency (Amendment) Rules 2003

3 Executive summary

- Abbey Cakes Limited was incorporated in 1983 with the principal activity of manufacture and distribution of gingerbread, chocolate cakes and other confectionery items.
 - The Company has made marginal profits in the last two financial years, to 30 April 2007 and 30 April 2008 [see Appendix 1].
 - The business of the Company continued under the administrators' control for a period of four days while it was marketed for sale. There were four prospective purchasers and a sale was completed for certain assets and the business as a going concern on 29 September 2009 [see Section 6].
-
- The secured creditors are likely to suffer a significant shortfall against their indebtedness [see Section 7]. It is therefore unlikely that there will be any funds available for either preferential creditors or unsecured creditors.
 - The planned exit route from the administration is expected to be moving the Company direct to dissolution after distribution to the secured creditors. However, should realisations exceed expectation and the secured creditor is paid in full then the proposed exit will be via moving the Company into creditors' voluntary liquidation. In these circumstances it is proposed that the administrators will be appointed to act as the liquidators [see Section 10].
 - A creditors' meeting will not be convened unless requisitioned [see section 9 for details of the process required to request a meeting].
 - Full details of the Joint Administrators' Statement of Proposals are set out below with all the relevant statutory information included by way of Appendices

4 Background

The Company was incorporated in 1983 with the principal activity of manufacture and distribution of gingerbread, chocolate cakes and other confectionery items.

Abbey traded from leasehold premises in Milton Keynes, operating from only one location. At the time of the administrators' appointment, the Company employed a skilled workforce of 47.

Abbey is a wholly owned subsidiary of The Handmade Bakery Group Limited ("HBG"). The other wholly owned subsidiaries of HBG are; The Handmade Flapjack Company Limited ("HFC"), Danish Speciality Products Limited (dormant) and Pitta Pockets



Limited (dissolved on 24 February 2009). Richard Philpott and Mark Orton were appointed Joint Administrators of HBG, HFC and Abbey (collectively "The Group") on 25 September 2009.

Summary trading results in the three months to July 2009, according to Company management accounts, indicate that turnover was in the region of £433,000, generating a loss of approximately £87,000.

5 Events leading to the Administrators' appointment

A notice of intention to appoint an administrator was filed to protect the Group's creditors following HM Revenue and Customs attending HFC's premises, threatening enforcement action over arrears of PAYE for the Group totalling approximately £240,000 for the prior financial year and current year PAYE debt of approximately £40,000. In addition to this debt, a further £40,000 was due by 19 September 2009.

Following the notice of intention to appoint an administrator being filed, HM Revenue and Customs again attended site in an attempt to obtain walking possession of Group assets and to issue winding up orders against the Group. This was not possible due to an interim moratorium being in place, but it did prove that HM Revenue and Customs were unlikely to be amenable to any further payment plans over the outstanding £280,000 PAYE following the expiry of the interim moratorium period. Furthermore, the Company had an additional short term cash requirement of approximately £102,000 (£296,000 across the Group) for the Company to meet its critical payments.

Having considered all the options available to them, the directors concluded that they were not able to pay creditors when they fell due and consequently invited the Bank to seek the appointment of Richard James Philpott and Mark Jeremy Orton as Joint Administrators. The appointment was made on 25 September 2009.

6 Purpose and progress of the administration

6.1 Purpose of administration

In accordance with Paragraph 3(1) of Schedule B1 to the Act the purposes of the administration were:

- a) rescuing the Company as a going concern; or
- b) achieving a better result for the Company's creditors as a whole than would be likely if the Company were wound up (without first being in administration); or
- c) realising property in order to make a distribution to one or more secured or preferential creditors.

The initial purpose of the administration was to rescue the Company as a going concern pursuant to paragraph 3(1)(a) of Schedule B1 to the Insolvency Act 1986.



However, due to the level of Bank and other creditor indebtedness, together with the inability to trade longer than three to four days, it was concluded that it was not possible to achieve a sale of the Company as a going concern.

Therefore, the Joint Administrators decided to perform their functions with the paragraph 3(1)(b) objective of achieving a better result for the Company's creditors as a whole than would be likely if the Company were wound up. Our strategy for the administration has been to continue to trade the business in the short term whilst we attempt to achieve a going concern sale of the Company's business and assets.

6.2 Progress of the administration

6.2.1 Trading

Following our appointment, the Company continued to trade on a restricted basis under the control of the Joint Administrators whilst we explored the options to sell the business and assets as a going concern.

Maintaining ongoing supply to key customers was essential in order to accelerate and enhance realisations from book debts, the principal asset of the business. The conversion of work in progress and raw material stock would also enhance stock realisations over what would be achieved on a cessation of trade and wind up of the Company.

However, due to a lack of funding available and the losses forecast, trading was restricted and could not be sustained past three to four days. Employees were asked to remain on site for three to four days, on a voluntary basis, whilst we explored the opportunities to sell the Group's business and assets, on the basis that there were two known interested parties at that stage. The Joint Administrators were not in a position to undertake to pay for any purchases or employees' wages due to lack of funding.

Our current forecast indicates that we have generated a small trading loss of £14,000. This relates to the cost of wage arrears that were incurred as a condition of completion of the sale of the business. The arrears of wages had also been flagged as a significant issue for the other three interested parties, together with the other associated TUPE liabilities for the 143 employees across the Group. The cost of wages from the date of appointment to the date of the sale, have been picked up by the purchaser.

The benefit achieved by continuing to trade and completing a sale of the business and assets as a going concern exceed the small loss incurred, due to the continuation of supply to customers and protection of the Company's principal asset, the debtors ledger. Furthermore the sale has mitigated preferential creditor claims and the significant costs of a wind down.

6.2.2 Sale of business

Immediately on appointment we advertised the business for sale and we approached a number of contacts of the administrators and our firm, inviting interest in the business and assets. The directors were also asked for the contact details of parties that had been interested in the businesses prior to our appointment. This process resulted in four interested parties contacting the administrators between 25 September 2009 and 28 September 2009, three of which performed site visits.

It was imperative that a sale concluded extremely quickly as the Administrators were unable to fund a trading of the businesses. Offers were therefore invited by close of business on Monday 28 September 2009 with a view to complete on Tuesday 29 September 2009.

A sale of the business and assets was successfully concluded to Handmade Specialty Products Limited, a company set up by a third party, May and Raeburn Limited. The purchaser was only prepared to conclude a sale of both Abbey and HFC together, on the basis of Robert Pollard being employed going forward, due to his knowledge of the businesses. We are aware that Mr Pollard has secured a directorship and minority shareholding in the new company.

The consideration, as detailed below, was received in full on completion. It was the highest offer received and represented realisations in excess of our agent's, King Sturge Plant and Machinery Limited's independent valuation on an ex-situ basis, and mitigated the significant costs of wind down that would otherwise have been incurred.

Abbey Cakes Limited Asset	Consideration £
Plant and machinery	19,996
Stock and WIP	36,500
Goodwill	5,000
Customer Contracts	1
Intellectual Property	1
Marketing and Media Information	1
Sales Information	1
Abbey Cakes Limited Total	61,500
The Handmade Flapjack Company Limited Asset	
Plant and Machinery	32,996
Stock & WIP	50,000
Goodwill	5,000
Customer Contracts	1
Intellectual Property	1
Marketing and Media Information	1
Sales Information	1
The Handmade Flapjack Company Limited Total	88,000
Total	149,500

This sale also minimised the level of preferential claims that would crystallise on a shutdown of the business, with all 47 of the employees transferring to Handmade Speciality Products Limited on the completion of the sale.

The major creditor, the Bank, was consulted throughout this process.



6.2.3 Leasehold premises

A four month excluded lease has been granted to Handmade Speciality Products Limited for occupation of the Company's leasehold premises in Milton Keynes. Rent is being charged to the occupier on a monthly basis and will be paid to the landlord. The first month's rent was received in full on completion of the sale of the business. The funds are currently being held by our lawyers, Messrs Eversheds LLP, and will be paid over imminently.

Upon expiry of the excluded lease, or before, the Joint Administrators will look to assign or surrender the lease.

6.2.4 Pre-appointment book debts

All pre-appointment trade debtors are subject to an invoice discounting facility with RBSIF, which affords RBSIF fixed charge security, subject to validity advice from our lawyers. Realisations have been paid into the RBSIF pre-appointment trust bank account and are being monitored and collected by the Joint Administrators.

At the date of our appointment the gross book debt ledger stood at approximately £355,000 of which approximately £80,000 relates to HFC and so will not be collectable. A further £7,000 is known to be disputed, leaving a potentially collectable ledger of £268,000 against RBSIF's initial indebtedness of approximately £200,000, net of termination fees and other charges.

To date we have collected approximately £66,000 book debts and we are continuing to pursue the residual debtors.

7 Funds available to creditors

7.1 Secured creditors

The Bank hold a debenture (in the name of National Westminster Bank Plc), dated 17 January 2005, containing fixed and floating charges over all the assets of the Company. It is thought that a cross guarantee will be in place across the Group. The validity of the debenture and cross guarantee is currently being reviewed by the administrators' solicitors, Messrs Eversheds LLP.

At appointment we estimate that the Bank's total indebtedness stood at approximately £604,000 across the Group. This is made up of term loans of £146,000 in HBG and £420,000 in Abbey and the group overdraft facility of approximately £38,000. We expect the Bank to suffer a significant shortfall against its indebtedness and due to the Company's lack of floating charge assets, it is unlikely that a distribution will be made to the Bank under its security.

RBSIF also hold a fixed and floating charge debenture over the assets of the Company, dated 18 January 2005, together with an invoice discounting facility agreement in relation to the Company's book debts. RBSIF had a total indebtedness under its invoice discounting facility of approximately £200,000 on appointment prior to the application of

any termination fees and charges. The validity of the debenture and agreement is currently being reviewed by the administrators' solicitors, Messrs Eversheds LLP.

7.2 Preferential creditors

Preferential claims are made up of holiday pay, accrued wages and subrogated claims.

The sale of the business to Handmade Speciality Products Limited preserved employment for the 47 employees who transferred to the purchaser, thus minimising preferential claims. As all employees on appointment transferred, we currently estimate preferential claims to be nil, although this is subject to further investigation of any potential claims that may arise from employees that were not employed at the date of appointment.

7.3 Unsecured creditors

As the Bank's and RBSIF's charge were registered after the Enterprise Act 2003 took effect, there is a requirement for the administrators to make funds available under the prescribed part, in accordance with paragraph 176A of the Act. However, due to the lack of floating charge assets available, the Joint Administrators do not envisage there being sufficient funds available to set aside as a prescribed part.

At the date of the administrators' appointment, total unsecured trade creditors stood at approximately £195,000, according to the Company's records. Due to the level of expected asset realisations and the amount of secured debt owed by the Company, it is very unlikely that there will be any funds available to unsecured creditors.

8 Administrators' Time Costs and fee approval

KPMG LLP time costs to date are £28,926. We can confirm that the Joint Administrators have not drawn any fees to date and we do not anticipate a full recovery against our time costs to date.

A detailed analysis of this is attached at Appendix 2. The key areas in which the administrators' costs have been necessarily incurred are as follows:

- Taking control of the Company and assets during the administration and trading the business for a four day period;
- Assessment of validity of retention of title claims;
- Negotiation with interested parties in respect of the sale of business and conclusion of sale;
- Dealing with creditor queries;
- Monitoring and progressing book debt collections; and
- Attending to all statutory duties that are associated with this type of insolvency.

As there will not be any funds available to unsecured creditors, we will seek approval for fees from the secured and preferential creditors of the Company.



We can confirm that, in accordance, with Rule 2.106 of the Rules, we request that the Joint Administrators be authorised to draw fees on account from the assets of Abbey Cakes Limited from time to time, during the period of the administration, based on time properly spent at KPMG LLP charge out rates that reflect the complexity of this assignment.

A meeting of the secured creditors of the Company will be held by correspondence to vote on the Joint Administrators' fee proposal in accordance with Paragraph 58 of Schedule B1 to the Act and Rule 2.48 of the Rules.

A creditors' guide to fees can be found at the following website [http://www.r3.org.uk/uploads/sip/SIP9_v5_April_2007\(1\).pdf](http://www.r3.org.uk/uploads/sip/SIP9_v5_April_2007(1).pdf). However, if you are unable to access this guide and would like a copy please contact Daniel Halliday of my staff on 0116 256 6018.

9 Creditors' meeting

In accordance with Paragraph 52 (1) of Schedule B1 to the Act, the Joint Administrators may dispense with the requirement to summon an initial meeting of creditors under ~~Paragraph 51(b) of Schedule B1 where the Company has insufficient property to enable a~~ distribution to be made to unsecured creditors other than by virtue of section 176A(2)(a), the prescribed part. We do not therefore intend to call a creditors' meeting in this matter.

The administrators are duty bound to summon an initial creditors' meeting if it is requested by creditors of the Company whose debts amount to at least 10% of the total debts of the Company in the prescribed manner and within the prescribed period under Paragraph 52(2) of Schedule B1 of the Act. Under Rule 2.36 of the Rules, this request must be made using Form 2.21B and be made within 12 days of the date on which these proposals are sent out.

Should no meeting be requisitioned in accordance with the above, pursuant to Rule 2.33(5) of the Rules, the proposals will be deemed to have been approved by the creditors, other than the proposal with regard to administrators' remuneration which we will be seeking approval for from the secured creditors and the proposal with regard to the administrators' discharge of liability on filing their final receipts and payments account which we will also seek approval from the secured creditors for.

10 Exit from administration

We propose that following the distribution of available funds to the secured creditors we will take the necessary steps to move the Company straight into dissolution, pursuant to Paragraph 84 of Schedule B1 to the Act.

However, should it come to our attention that there are matters for further investigation regarding the conduct of the directors, or should there be unexpected realisations that would make funds available to unsecured creditors, we will consider moving the Company from administration to creditors' voluntary liquidation, pursuant to Paragraph 83 of Schedule B1 to the Act.

11 Directors' Statement of Affairs

As a statutory requirement of the administration, the directors of the company have a duty to prepare a statement of affairs of the company as at the date of our appointment on 25 September 2009. This has not been delivered to date, but we are aware that the directors are continuing to prepare these documents and expect them to be submitted shortly. This will then be made available to creditors.

The Joint Administrators have enclosed, at Appendix 1, an estimated financial position for the Company from books and records available to them. This balance sheet and profit and loss account has been taken directly from the Company records and reflects the estimated book values of assets and should not be taken as an estimated outcome from the administration. Whilst the information has been taken from management accounts we have been made aware of a number of misstatements and errors within the figures.

12 Other Matters

12.1 EC Regulations

EC regulations will apply and these proceedings will be the main proceedings as defined in Article 3 of the EC Regulations. The centre of main interest of the Company is in England within the EC.

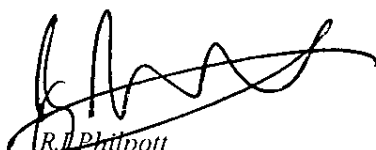
12.2 Administrators' liability

The Joint Administrators will seek approval from the secured creditors to be discharged from any liability whatsoever in accordance with Paragraph 98 of Schedule B1 of the Act, upon the filing of the final Receipts and Payments account and progress report in accordance with Rule 2.110 of the Rules.

This concludes the Joint Administrators' first report to creditors. A further update on the progress of the administration will follow after six months of the administration or upon the closure of the administration, whichever is the sooner.

Should you require any further information, please contact Daniel Halliday of my staff on 0116 256 6018.

Yours faithfully
For and on behalf of Abbey Cakes Limited



R.J. Philpott
Joint Administrator

The affairs, business and property of the company are being managed by the joint administrators.

Richard James Philpott and Mark Jeremy Orton are authorised to act as insolvency practitioners by the Insolvency Practitioners Association.



The Joint Administrators act strictly as agents of the Company and contract without personal liability.

Appendix 1

Statutory information

Company name & Trading style	Abbey Cakes Limited	
Administration Order	The Administration Order was granted in the Companies Court, Chancery Division, High Court of Justice. Ref: High Court No 8600 of 2009	
Date of appointment	25 September 2009	
Administrators details	Richard James Philpott is authorised to act as an insolvency practitioner by the Insolvency Practitioners Association Mark Jeremy Orton is authorised to act as an insolvency practitioner by the Insolvency Practitioners Association	
Functions	The functions of the Administrators are being exercised by any or one of them in accordance with Paragraph 100(2) of Schedule B1 of the Act.	
Application of EC regulations	EC regulations apply and these proceedings will be the Main Proceedings as defined in Article 3 of the EC regulations.	
Company Directors	Robert Pollard	From: 22 March 2005
(Source: Annual Returns)		
Company Secretary	Simon Cuthbertson	25 April 2008
(Source: Annual Returns)		
Shareholders	The Handmade Bakery Group Limited	
Date of incorporation	22 February 1983	
Company registration number	01701477	
Present registered office	c/o KPMG LLP 1 Waterloo Way, Leicester, LE1 6LP	
Previous registered office	67, Blackhorse Road, Longford, Coventry, CV6 6DP	
Trading address	Units 28, 29 and 38 Alston Drive, Bradwell Abbey, Milton Keynes, MK13 9HA	
Employees	47	



Details of the Company's trading results are shown below:

	<i>3 months to</i>	<i>Y/E</i>	<i>Y/E</i>	<i>Y/E</i>
	<i>31/07/2009</i>	<i>30/04/2009</i>	<i>30/04/2008</i>	<i>30/04/2007</i>
	<i>(draft</i>	<i>(draft</i>	<i>(audited)</i>	<i>(audited)</i>
	<i>unaudited)</i>	<i>unaudited)</i>		
	<i>£'000</i>	<i>£'000</i>	<i>£'000</i>	<i>£'000</i>
Turnover	433	2,137	2,807	2,617
Gross profit	26	412	615	617
Profit / (loss) after tax	(87)	(170)	53	57
Directors' emoluments	-	-	-	3
Dividends paid	-	-	0	0
Tangible fixed assets	126	133	157	193
Stocks	72	85	107	96
Debtors	315	441	1,333	1,073
Cash at bank and in hand	(444)	(379)	-	-
Creditors: amounts falling due within 1 year	(553)	(699)	(1,165)	(979)
Creditors: amounts falling due after 1 year	-	-	-	(5)
Provisions for liabilities	(21)	(21)	(21)	(22)
Shareholders' Funds	293	374	411	356
Source: Audited & Management accounts				
Note: Intercompany balances have been excluded from the 2009 figures on the basis that they are not recoverable				



Abbey Cakes Limited
(in administration)
Joint Administrators - Richard James Philpot and Mark Jeremy Orton
KPMG LLP
30 October 2009

Details of the Company's share capital and holdings

Authorised share capital	£685,000 (685,000 x ordinary £1 shares)
Issued share capital	£250,690 (250,690 x ordinary £1 shares)
(Source: Annual Returns)	£40,810 (40,810 x preference £1 shares)
Shareholders	The Handmade Bakery Group Limited
(Source: Annual Returns)	



Appendix 2

Administrators' time cost analysis from 25 September 2009 to 16 October 2009

	Partner / Director	Manager	Administrator / support	Total hours	Time cost	Average hourly rate
Trading						
Asset Realisation						
Pre-appointment tax & VAT refunds			0.50	0.50	£112.50	£225.00
Cashiering						
General (Cashiering)			1.00	1.00	£225.00	£225.00
Employees						
Correspondence		1.00	6.00	7.00	£1,550.00	£221.43
Pensions reviews			0.30	0.30	£67.50	£225.00
Tax						
Post appointment corporation tax			0.20	0.20	£33.00	£165.00
Post appointment VAT			0.70	0.70	£157.50	£225.00
Administration & planning						
Cashiering						
General (Cashiering)			4.60	4.60	£1,035.00	£225.00
Statutory and compliance						
Appointment and related formalities	0.30	1.00	27.89	29.19	£5,730.35	£196.31
Bonding and bordereau			0.60	0.60	£135.00	£225.00
Checklist & reviews		2.00	4.60	6.60	£1,520.00	£230.30
Reports to debenture holders		3.00		3.00	£1,215.00	£405.00
Statutory receipts and payments accounts	2.50			2.50	£1,287.50	£515.00
Strategy documents	1.20	4.00		5.20	£2,153.00	£414.04
Tax						
Initial reviews - CT and VAT			0.70	0.70	£157.50	£225.00
Post appointment corporation tax			0.65	0.65	£107.25	£165.00
Post appointment VAT			1.30	1.30	£292.50	£225.00
Creditors						
Creditors and claims						
General correspondence		1.50	7.50	9.00	£2,096.00	£232.89
Notification of appointment		0.30		0.30	£96.00	£320.00
ROT Claims			10.00	10.00	£2,250.00	£225.00
Employees						
Correspondence		1.90		1.90	£650.50	£342.37
Pensions reviews		0.20	0.50	0.70	£176.50	£252.14
Investigation						
Directors						
Directors' questionnaire / checklist		1.00		1.00	£405.00	£405.00
Realisation of assets						
Asset Realisation						
Debtors		5.70	2.70	8.40	£2,432.00	£289.52
Health & safety		0.30		0.30	£96.00	£320.00
Leasehold property		2.00	2.00	4.00	£1,140.00	£285.00
Sale of business	1.00	9.50		10.50	£3,640.00	£346.67
Stock and WIP			1.00	1.00	£165.00	£165.00
Total in period				111.14	£28,925.60	£260.26



Schedule of KPMG LLP charge out rates for Restructuring and other partners and staff who may be used in this case

Grade	2009/10
	£
<i>KPMG Restructuring Partners and Staff</i>	
Partner	515
Director	440
Senior Manager	405
Manager	320
Senior Administrator	225
Assistant Administrator	165
Support	105
<i>Other KPMG Professionals</i>	
Senior Manager – Corporation Tax	470
Consultant – Corporation Tax	220
Assistant – Corporation Tax	125-165
Manager – Indirect Tax	455
Assistant – Indirect Tax	185
Consultant – Pension Advice	305
Assistant Consultant – Pension Advice	80
Manager – Health & Safety	450



*Abbey Cakes Limited
(in administration)
Joint Administrators - Richard James Philpot and Mark Jeremy Orton
KPMG LLP
30 October 2009*

Appendix 3

Summary of receipts and payments from 25 September 2009 to 23 October 2009

Abbey Cakes Limited
(In Administration)
Administrators' Trading Account

Statement of Affairs	From 25/09/2009 To 23/10/2009	From 25/09/2009 To 23/10/2009
OTHER DIRECT COSTS		
Direct labour	13,403.45 <u>(13,403.45)</u>	13,403.45 <u>(13,403.45)</u>
TRADING SURPLUS/(DEFICIT)	<u>(13,403.45)</u>	<u>(13,403.45)</u>

Abbey Cakes Limited
(In Administration)
Administrators' Abstract of Receipts & Payments

Statement of Affairs	From 25/09/2009 To 23/10/2009	From 25/09/2009 To 23/10/2009
FIXED CHARGE ASSETS		
Sales Information	1.00	1.00
Marketing & Media Information	1.00	1.00
Intellectual Property	1.00	1.00
Customer Contracts	1.00	1.00
Business and Goodwill	5,000.00	5,000.00
	<u>5,004.00</u>	<u>5,004.00</u>
ASSET REALISATIONS		
Plant & machinery	19,996.00	19,996.00
Stock - work in progress	36,500.00	36,500.00
	<u>56,496.00</u>	<u>56,496.00</u>
OTHER REALISATIONS		
Trading Surplus/(Deficit)	(13,403.45)	(13,403.45)
	<u>(13,403.45)</u>	<u>(13,403.45)</u>
COST OF REALISATIONS		
Bank charges	392.00	392.00
	<u>(392.00)</u>	<u>(392.00)</u>
	<u>47,704.55</u>	<u>47,704.55</u>
REPRESENTED BY		
Floating charge current		50,701.60
PAYE/NIC		(2,983.64)
Other deductions		(13.41)
		<u>47,704.55</u>

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Richard James Philpott
Administrator

A9921F0151 - Abbey Cakes Limited
Trial Balance from 25 September 2009 to 23 October 2009 (R&P Basis)

Code	Account Name	Debit	Credit
<u>21</u>	Direct labour	13,403.45	
<u>51</u>	Sales Information		1.00
<u>52</u>	Marketing & Media Information		1.00
<u>53</u>	Intellectual Property		1.00
<u>54</u>	Customer Contracts		1.00
<u>55</u>	Business and Goodwill		5,000.00
<u>104</u>	Plant & machinery		19,996.00
<u>108</u>	Stock - work in progress		36,500.00
<u>168</u>	Bank charges	392.00	
<u>215</u>	Floating charge current	50,701.60	
<u>232</u>	PAYE/NIC		2,983.64
<u>237</u>	Other deductions		13.41
Totals		£64,497.05	£64,497.05