

2.23B

The Insolvency Act 1986

Notice of result of meeting of Creditors

Name of Company Dymag Racing U.K. Limited	Company number 02478707
In the Bristol County Court (full name of court)	Court case number 2788 of 2009

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

I/We (a)
Simon Ashley Rowe
Milsted Langdon LLP
One Redcliff Street
Bristol
BS1 6NP

Roger Anthony Stanford Isaacs
Milsted Langdon LLP
One Redcliff Street
Bristol
BS1 6NP

hereby report that a meeting of the creditors of the above company was held at

(b) Insert place of
meeting

(b) One Redcliff Street, Bristol, BS1 6NP

(c) Insert date of meeting

on (c) 24 December, 2009 at which:

*Delete as applicable

*1. ~~Proposals/revised proposals~~ were approved

*2. ~~Proposals/revised proposals were modified and approved~~

The modifications made to the proposals are as follows: -

(d) Give details of the
modifications (if any)

(d) No modifications

*3. ~~The proposals were rejected~~

(e) Insert time and date of
adjourned meeting

*4. ~~The meeting was adjourned to (e)~~

(f) Details of other
resolutions passed

*5. ~~Other resolutions (f)~~

A creditors' committee was not formed

Signed

Joint Administrator(s)

Dated

24/12/09

*Delete as applicable

A copy of the *original proposals / ~~modified proposals~~ / ~~revised proposals~~ are attached for those who did not receive such documents prior to the meeting.

WEDNESDAY



ARNY7G8H
30/12/2009
COMPANIES HOUSE

71

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

Simon Ashley Rowe
Milsted Langdon LLP
One Redcliff Street
Bristol
BS1 6NP

DX Number

0117 945 2500
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

30/12/2009 323
COMPANIES HOUSE

MILSTED LANGDON LLP
One Redcliff Street, Bristol, BS1 6NP

Telephone: 01179 452500 · Fax: 01179 452545
DX 7805 Bristol
e-mail: advice@milsted-langdon.co.uk
Website: www.milsted-langdon.co.uk



Our Ref: DYMA/SR/JG/100P

8 December 2009

**When calling please
ask for: Jenny Gwynne
or e-mail:
jgwynne@milsted-langdon.co.uk**

TO ALL CREDITORS AND SHAREHOLDERS

DYMAG RACING U.K. LIMITED - IN ADMINISTRATION

You will be aware from our letter dated 26 October 2009 of our appointment as administrators of the above company. In that letter we advised that we would be providing you with our proposals for the administration and we are now pleased to enclose these for your consideration.

You will note that we have summoned an initial meeting of creditors in case a dividend becomes payable, although the prospects of this remain uncertain. We should therefore be grateful if you would complete the enclosed statement of claim and proxy forms to enable us to progress the administration.

At the meeting you will be asked to consider:

- The Administrators' Proposals
- Whether or not to establish a creditors' committee
- The approval of the Administrators' remuneration
- Approving the automatic discharge from liability of the Administrators following the completion of the Administration

Also at TAUNTON and YEOVIL

Milsted Langdon is a trading name of Milsted Langdon LLP, a limited liability partnership registered in England with LLP number OC329479. The registered office of Milsted Langdon LLP is Winchester House, Deane Gate Avenue, Taunton, TA1 2UH. A list of the members of the LLP is available for inspection at the registered office. Mr T A Close, Mr R A Isaacs and Mr S A Rowe are licensed as insolvency practitioners by the Institute of Chartered Accountants in England and Wales. Where they are appointed as Administrator they act as agents of the company without personal liability, in such cases the affairs, business and property of the company are being managed by them as Administrators.

8 December 2009

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As you will see from the report, it is our intention to write again in approximately four months or at the conclusion of the administration, whichever is the earlier.

If you have any queries in relation to the contents of this letter or what is being proposed, please contact Jenny Gwynne on the above number.

Yours faithfully

A handwritten signature in black ink, appearing to be 'S. Rowe', with a stylized flourish at the end.

SIMON ROWE
Joint Administrator
Dymag Racing U.K. Limited

Enc Proposals and enclosures
 Statement of claim form

DYMAG RACING U.K. LIMITED - IN ADMINISTRATION

Report and Proposals of the Administrators under the provisions of Paragraph 49 of Schedule B1 to the Insolvency Act 1986

CONTENTS

1. Introduction
2. Company history and circumstances giving rise to the appointment of administrators
3. The administration period
4. Other matters
5. The administrators' proposals
6. Statement of affairs
7. Conclusion

APPENDICES

- I Statutory information and details of appointment of administrators
- II Directors' estimated statement of affairs
- III Administrators' account of receipts and payments, incorporating estimated outcome for creditors and trading account
- IV Information in support of administrators' remuneration
- V Administrators' time costs and expenses
Form 2.20B - Notice of Creditors' Meeting, along with an abstract of Rule 2.38 Insolvency Rule 1986 relating to voting rules.

Enclosures

- o Statement of Claim
- o Proxy Form

1. INTRODUCTION

- 1.1 Following our appointment as joint administrators on 16 October 2009 by the directors, we are submitting our proposals for achieving the purposes of the administration.

2. COMPANY HISTORY AND CIRCUMSTANCES GIVING RISE TO THE APPOINTMENT OF ADMINISTRATORS

- 2.1.1 Dymag Racing U.K. Limited ("the Company") commenced trading in 1990. Having purchased the trade and assets from another company.
- 2.1.2 The Company established a reputation as a leading designer and manufacturer of racing & performance road wheels for cars and motorcycles.
- 2.1.3 Throughout the Company's trading life it had been supported financially by its principal shareholder Yoshiyuki Takei. To this end the total amount advanced by him was in excess of £5million, most of which had been introduced as long term loans to the Company.
- 2.1.4 The Company invested large amounts of its capital in the development and design of carbon fibre wheels and rapidly saw itself as a market leader in this field. However, this research and development put a huge financial toll on an already cash-strapped business.
- 2.1.5 By the time of our appointment it had designed and developed a five and three spoke single piece carbon fibre bike wheel. It had also manufactured and patented a process for manufacturing a carbon fibre rim and mounting it to a metal centre for car wheels.
- 2.1.6 Through this period the Company continued to produce and sell its "traditional" magnesium alloy race wheels and design specialist wheels for customers such as Koenigsegg and Ariel.
- 2.1.7 With these contracts and a number of other key customers either already ordering or in the process of placing orders the Company appeared to be getting to a position where it was able to sustain itself. However, it was never able to achieve this, with further investment required of approximately \$800,000 in 2009.
- 2.1.8 With this in mind the management sought a partner or purchaser with which to take the business forward. Whilst these discussions were positive they failed, eventually, to come to fruition.
- 2.1.9 At the same time the Company received a claim from one of its customers. The customer had been supplied with wheels which were later found to be faulty. The Company recalled those wheels and replaced them with ones of a higher quality.
- 2.1.10 However, further recompense was requested for loss of reputation on the part of the customer. Whilst attempts were made to reach a settlement no agreement could be found.

- 2.1.11 My firm, Milsted Langdon of One Redcliff Street, Bristol, BS1 6NP, first met with one of the directors, Andrew Goswell, on 6 August 2009 with a view to providing advice on the Company's financial position to him. He was concerned as to what action should be taken if a deal could not be reached with the customer in light of the Company's poor cash position.
- 2.1.12 Prior to that consultation, neither we nor the firm, had any dealings or involvement with the Company, the directors, or its secretary.
- 2.1.13 We were approached again on 9 October 2009 and advised that the board were becoming increasingly concerned that a settlement with the customer was not achievable and a concern that a further injection of capital would be required. This view was strengthened by an investigation by HM Revenue & Customs which concluded that £100,000 may be required to deal with outstanding import/export duties.
- 2.1.14 Our conclusions and recommendations in respect of the financial position of the Company can be summarised as follows:
- i The Company was insolvent as it could not afford to pay its creditors as they fell due.
 - ii Due to the level of losses being made, the Company should not continue to trade, either with or without the protection of an administration, unless further funding could be obtained.
 - iii That a purchaser should be found for the business and that if there were concerns that a creditor may take enforcement action against the Company, this could take place through an administration.
- 2.1.15 Having considered all the options, the directors considered the best route for the Company was for it to be placed into administration and subsequently, on 16 October 2009, the shareholders made the direct appointment of an administrator in accordance with paragraph 14 of Schedule B1 to the Insolvency Act 1986.

3. THE ADMINISTRATION PERIOD

3.1 Trading

- 3.1.1 We were made aware that a number of parties had expressed an interest in purchasing the business prior to our instruction. However, in order to achieve a sale the Company needed to continue trading. Having carried out an initial review of the Company's cash requirement over a period of 10 weeks it appeared to need approximately £170,000 of funding.
- 3.1.2 The Company's bank HSBC Bank Plc were fully secured, against guarantee monies provided by Mr Y Takei and therefore were unwilling to advance further funds without further security being given. Consequently Mr Takei offered to provide the required funding to the administration, as a loan, to allow sufficient time to find a purchaser.
- 3.1.3 With sufficient funding in place we were able to re-engage suppliers in order to ensure continued supply to the Company's customers and for us to make the necessary payments for the supplies that were required.

- 3.1.4 Once trading started it became clear that the Company's cash requirement was likely to be higher than anticipated and therefore further action was required. It proved necessary to make 6 of the staff redundant and to reduce the expected trading period by half. In addition to this having reviewed the Company's costing methods and its pricing structure it proved necessary to increase the Company's trade and retail prices by up to 35%.
- 3.1.5 Unfortunately, in the period up to our appointment the Company had taken a number of deposits from customers for goods that had not yet been supplied or, in some cases, produced. As a consequence of the administration it was necessary to contact all of these customers and advise them that the wheels could not be provided without further payment being made. In some cases this was forthcoming and the wheels later supplied, in others the order was cancelled.
- 3.1.6 There were also a number of suppliers who claimed retention of title over goods supplied but not paid for. Where these claims were proven to be valid, agreements were entered into to pay for the supplies used or to return the goods if they were no longer required.
- 3.1.7 In addition to the Company's manufactured wheels it also provided wheels for one large customer. These wheels were produced in Taiwan and shipped to the UK and then passed direct to the customer. This appeared to be one of the Company's most prestigious and profitable contracts and to that end it was imperative that this supply chain was kept functioning. By liaising with the parties involved we were able to keep this contract going. (This contract was later sold.)
- 3.1.8 Unfortunately, as explained below it was not possible to attain a sale of the business as a going concern and therefore the trade ceased on 27 November 2009. All employees were made formally redundant and the factory closed. The majority of orders were able to be fulfilled before trade ceased although inevitably there were a small proportion that could not.

3.2 Sale of the business

- 3.2.1 As stated above there were a number of parties who had expressed an interest in the business in the lead-up to our appointment and further parties came forward once my appointment was announced.
- 3.2.2 I also advertised the business for sale on specialist mailing lists as well as advertising my appointment as administrator. Whilst this produced some interest the majority of the interest came from the racing community and word of mouth.
- 3.2.3 A basic sales memorandum was circulated to all interested parties and indicative offers were requested by 6 November 2009. During this period I provided any available information requested to interested parties and attended site visits to those that wished to view the facilities.
- 3.2.4 On 6 November 2009 I had 3 indicative offers to consider. The highest being for £2.7million with another just below. I proceeded with these two offers and requested proof of funding from both parties, before heads of terms were drawn up. Unfortunately, by 12 November 2009 no proof of funding was provided by either party. Consequently, I had to restart the negotiations with my third highest bidder Mr Takei.

- 3.2.5 Mr Takei had not made an offer for the whole of the business but only for the “carbon” wheel intellectual property and the outsourced work mentioned above at 3.1.7. Whilst discussions were had about extending this offer, it became apparent that it was not going to be achievable given the level of further capital injection any such business would need.
- 3.2.6 Proof of funding was provided and a sale agreement was completed on 23 November 2009. As part of this sale agreement we were permitted to continue manufacturing and selling carbon fibre wheels for a further week to complete existing orders.
- 3.2.7 The total consideration to be paid by Mr Takei under the sale agreement was £428,439 although a proportion of this was set off against the loan to the administration referred to above.
- 3.2.8 As this sale had been agreed and no parties had come forward to purchase the “metal” wheel business we instructed agents to put together a sale of the machinery the Company used. This was largely of an elderly nature, the two newer items were under a rental agreement which provided the Company with no financial interest. The auction closed on 8 December 2009 and there still remain a few items left to be sold. However, it is anticipated that this sale should realise approximately £25,000.
- 3.2.9 Whilst there was no interest in the “metal” wheel business there has been interest in the tooling and intellectual property relating to this part of the business. Whilst it is not anticipated that this will realise significant sums for the administration I have asked for best and final offers by close of business on 9 December 2009.

3.3 Receipts and payments

- 3.3.1 Appendix III comprises a summary of the administrators’ receipts and payments. This summary shows both receipts and payments to date together with an estimate of the outcome for creditors.

3.4 Secured creditors

- 3.4.1 HSBC Bank Plc held fixed and floating charges over the assets of the Company secured by a debenture created on 28 November 2002 and registered on 11 December 2002. The Bank’s lending at the date of the administration amounted to some £124,349. This has been repaid as part of the sale to Mr Takei.
- 3.4.2 Legal advice was provided by my solicitor to the validity of the debenture prior to a distribution being made. Since the debenture pre-dates 15 September 2003 when the Enterprise Act 2002 came into force, the provisions contained within that legislation as regards making funds available to unsecured creditors from floating charge realisations will not apply.
- 3.4.3 As the Bank’s liability was extinguished by the sale of fixed charge assets (intellectual property and patents) any surplus and realisations from other assets can be made available to other creditors in the order of priorities.

4. OTHER MATTERS

4.1 Report on the Directors' conduct

- 4.1.1 I am obliged to submit a report on the conduct of all directors who have acted in the three years prior to the insolvency to the Department for Business Innovation and Skills. The report will remain confidential between myself and the Secretary of State, since to disclose its content may prejudice any action which the Secretary of State may bring under the Company Directors Disqualification Act 1986.
- 4.1.2 I would ask that any creditor with information that may be relevant to the submission of the report provide this to me as soon as possible.

4.2 Preferential creditors

- 4.2.1 Under the terms of the Enterprise Act 2002, the Crown's preferential status in respect of VAT and PAYE debts has now been abolished.
- 4.2.2 I estimate that some of the employees who were made redundant following my appointment have preferential claims in respect of outstanding wages and holiday pay of approximately £15,000. Some of these claims have been paid by the Redundancy Payments Service which stands in the shoes of employees in respect of preferential elements of their claims. The employees who were made redundant were given the appropriate forms to claim compensation from the Redundancy Payments Service.

4.3 Unsecured creditors

- 4.3.1 Due to the realisations made from the sale of the business we think it is likely that there will be a distribution to unsecured creditors in this case. Unfortunately, as can be seen from the statements in appendix II, the quantum of these will depend on funds due to be received from trading receipts and therefore cannot be certain at this time.
- 4.3.2 It is, however, important to note that the level of unsecured debt is high (in excess of £5million) and therefore the percentage return for individual creditors may be relatively low. A list of creditors is enclosed at Appendix III, along with the directors' estimated statement of affairs as at 23 November 2009. No work has been undertaken in respect of verification of these claims and this work will only be undertaken once we are in a position to ascertain the value of the distribution.

5. THE ADMINISTRATORS' PROPOSALS

5.1 Purpose of the administration

- 5.1.1 We are required to set out our proposals for achieving the purpose of the administration which, in this context, means one of the objectives specified in paragraph 3 of Schedule B1 to the Act, as set out at Appendix I of this report.
- 5.1.2 For the reasons set out in this report, we presently consider that it is not reasonably practicable to achieve the objective specified in sub-paragraph 3(1)(a) (see Appendix I), and consequently the most appropriate objective to pursue in this case is that specified in sub-paragraph 3(1)(b), namely 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).
- 5.1.3 It is proposed that we remain in office for the time being to deal with the realisation of the Company's remaining assets, to deal with the agreement and payment of preferential creditors, to distribute any other surplus funds appropriately, and to complete certain statutory duties.

5.2 Exit from administration

- 5.2.1 It is proposed that the administration will end by the Company going into Creditors Voluntary Liquidation. If the Company is placed into Creditors Voluntary Liquidation it is proposed that Simon Ashley Rowe will be appointed Liquidator. However, creditors may nominate a different liquidator providing nomination to that effect is received before the approval of these proposals.

5.3 Section 176A - Fund for Unsecured Creditors

- 5.3.1 Section 176A of the Insolvency Act 1986 provides that, where the Company has created a floating charge after 15 September 2003, the administrator must make part of the Company's net property available for the unsecured creditors.
- 5.3.2 The charge held by the Bank was created prior to 15 September 2003 and Section 176A will not apply.

5.4 Administrators' remuneration

- 5.4.1 It is proposed that the remuneration of the administrators shall be fixed by reference to time properly spent by them and their staff in attending to matters arising from the administration and that they be authorised to draw remuneration as and when funds are available on account of their time costs.
- 5.4.2 It is proposed that the administrators' disbursements shall be payable on the basis of the firm's published tariff, details of which have been disclosed to creditors. Details of time incurred and disbursements drawn will be reported to creditors in accordance with *Statement of Insolvency Practice 9*.

- 5.4.3 The time costs at 8 December 2009 are £80,263.24. This represents 723.94 hours at an average rate of £110.87 per hour. Attached is a time analysis which provides details of the activity costs incurred by staff grade during this period. To date no costs have been drawn.
- 5.4.4 Also attached is additional information in relation to our policy on staffing, the use of sub-contractors, disbursements and details of current charge-out rates by staff grade. Further information, including a guide to fees, is available on our website at www.milsted-langdon.co.uk.
- 5.4.5 Our firm was paid £7,000 plus VAT for work carried out prior to my appointment in advising the directors and considering the appointment as administrators, including the preparation of initial cashflows and investigations.
- 5.4.7 Approval of the proposals should be indicated by voting for the resolution set out on the attached proxy form which should be completed and returned to this office. This will constitute approval for the basis of my remuneration and proposed exit route detailed above.

5.5 Creditors' meeting

- 5.5.1 An initial meeting of the Company's creditors to consider the proposals has been convened in accordance with paragraph 52(1) of Schedule B1 to the Act, as it appears likely that there will be sufficient funds to declare a dividend to non-preferential creditors.
- 5.5.2 This meeting has been called for 24 December 2009. We apologise for the proximity to the festive period. However, we are under a duty to hold the meeting within strict time periods and there are a shortage of available business days. Creditors are entitled to vote at the meeting by proxy and a form for this purpose is attached.
- 5.5.3 If any creditors wish to discuss the report with us in advance of this date please contact me.

5.6 Administrators' discharge

- 5.6.1 It is further proposed that the Administrators be granted their discharge under paragraph 98(1) on the filing by the Registrar of Companies of the notice bringing the Administration to an end.

6. STATEMENT OF AFFAIRS

- 6.1 The directors' estimated statement of affairs as at 23 November 2009 is attached at Appendix II. It makes no provision for the costs of the administration or any subsequent liquidation. The statement of affairs has been prepared by the directors. This document will be filed at Companies House.

7. CONCLUSION

- 7.1 As stated above, I presently consider that the Company has sufficient assets to enable a distribution to be made to non-preferential unsecured creditors.
- 7.2 I will report on progress again approximately six months after the commencement of the administration, or at its conclusion, whichever is the sooner.
- 7.3 If you have any queries regarding this report or any aspects of the administration, then please do not hesitate to contact me or my colleague Jenny Gwynne on 0117 9452500.



SIMON ROWE
Joint Administrator

Date: 8/12/09

DYMAG RACING U.K. LIMITED - IN ADMINISTRATION

**STATUTORY INFORMATION AND DETAILS OF APPOINTMENT
OF ADMINISTRATORS**

DYMAG RACING U.K. LIMITED - IN ADMINISTRATION

DETAILS OF APPOINTMENT OF ADMINISTRATORS

Name of administrators:	Simon Ashley Rowe Roger Anthony Stanford Isaacs
Date of administrators' appointment:	16 October 2009
Court and reference:	Bristol High Court 2788 of 2009
Person making appointment/ application:	Yoshiyuki Takei Shimo-Maruko 4-26-3-2301 Ohtaku Tokyo Japan 146-0092
Acts of the administrators:	The Administrators act as officer of the Court and as agent of the Company without personal liability. Any act required or authorised under any enactment to be done by an Administrator may be done by any one or more persons holding the office of Administrator from time to time
EC Regulation on Insolvency:	The EC Regulation on Insolvency Proceedings (Council Regulation [EC] No. 1346/2000) applies to these proceedings which are main proceedings within the meaning of Article 3 of the Regulation

DYMAG RACING U.K. LIMITED - IN ADMINISTRATION

DETAILS OF APPOINTMENT OF ADMINISTRATORS

Paragraph 3 of Schedule B1 to the Act provides as follows:

1. "The Administrator of a company must perform his functions with the objective of :
 - 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.
2. Subject to sub-paragraph 4, the Administrator of a company must perform his functions in the interests of the company's creditors as a whole.
3. The Administrator must perform his functions with the objective specified in sub-paragraph 1(a) unless he thinks either:
 - a) that it is not reasonably practicable to achieve that objective, or
 - b) that the objective specified in sub-paragraph 1(b) would achieve a better result for the company's creditors as a whole.
4. The Administrator may perform his functions with the objective specified in sub-paragraph 1(c) only if:
 - a) he thinks that it is not reasonably practicable to achieve either of the objectives specified in sub-paragraph 1(a) and (b), and
 - b) he does not unnecessarily harm the interests of the creditors of the company as a whole."

DYMAG RACING U.K. LIMITED - IN ADMINISTRATION

STATUTORY INFORMATION

NAME OF COMPANY:	Dymag Racing U.K. Limited
REGISTERED NUMBER:	02478707
VAT NUMBER:	639 7526 95
DATE OF INCORPORATION:	8 March 1990
PRINCIPAL OBJECTS:	Manufacture and sale of specialist wheels
REGISTERED OFFICE:	One Redcliff Street Bristol BS1 6NP
PREVIOUS REGISTERED OFFICE & TRADING ADDRESS	Unit 2, Bumpers Way Bumpers Farm Industrial Estate Bristol Road Chippenham Wiltshire SN14 6LH
DIRECTORS:	Andrew Patrick Goswell Appointed on 5 October 1995 Yoshiyuli Takei Appointed on 22 June 2009
COMPANY SECRETARY:	Paul Anthony Rawlings Appointed on 24 November 2006
AUTHORISED SHARE CAPITAL:	£214,576 - £1 Ordinary Shares
ISSUED SHARE CAPITAL:	100 - £1 Ordinary Shares
SHAREHOLDERS:	Andrew Patrick Goswell Shares - 10 Yoshiyuki Takei Shares - 90
BANKERS:	HSBC Bank Plc 46 Fore Street Trowbridge Wiltshire BA14 8EL
CHARGES:	Fixed and Floating Charge held by HSBC Bank Plc created on 28 November 2002 and registered on 11 December 2002, supported by the personal guarantee of the director.
PRESCRIBED PART:	Does not apply

DYMAG RACING U.K. LIMITED - IN ADMINISTRATION

FINANCIAL INFORMATION

Detailed below are extracts from the filed accounts for the years ended 31 December 2006 to 31 December 2008.

	Year ending 31/12/2008 £'000	Year ending 31/12/2007 £'000	Year ending 31/12/2006 £'000
Turnover	1,729.5	1,208.6	1,070.3
Cost of sales	(1,221.6)	(1,149.8)	(998.2)
Gross profit	507.9	58.8	72.1
Administrative expenses	(655.6)	(706.6)	(628.1)
Net profit/(loss)	(147.7)	(647.8)	(556)

Balance sheet as at 31 December 2008

	£	£
Fixed assets		841,074
Current assets:		
Stock	428,646	
Debtors	429,042	
Cash balances	<u>3,539</u>	
	861,227	
Current liabilities:		
Creditors < 1 year	<u>(483,250)</u>	
Net current assets/(liabilities)		<u>377,977</u>
Total assets less current liabilities		1,219,051
Creditors > 1 year		<u>(4,561,006)</u>
Total net assets/(liabilities)		(3,341,955)
Capital		
Share capital		100
Retained profits/(losses)		<u>(3,342,055)</u>
		<u>(3,341,955)</u>

DYMAG RACING U.K. LIMITED - IN ADMINISTRATION

DIRECTORS' ESTIMATED STATEMENT OF AFFAIRS

A - Summary of Assets Dymag Racing U.K. Limited

Assets

Assets subject to fixed charge:

Goodwill

PATENT / IPR

BANK (HSBC)

Assets subject to floating charge:

Plant & Machinery

Carbon Fibre Moulds

DIE TOOLING

MOTOR VEHICLE

OFFICE & COMPUTER

STOCK

WIP

DEBTORS

Uncharged assets:

N/A.

Book Value £	Estimated to realise £
2.00	0.00
23,426.85	194,000.00
(134,000.00)	(134,000.00)
222,309.64	100,000.00
214,563.77	200,000.00
399,150.23	50,000.00
1,582.00	500.00
18,691.87	3,000.00
110,927.37	100,000.00
62,894.39	50,000.00
47,424.94	30,000.00
—	—
£ 966,973.06	593,500.00

Estimated total assets available for preferential creditors

Signature

A. Russell

Date

23-11-09

A1 – Summary of Liabilities Dymag Racing U.K. Limited

		Estimated to realise £
	B/Forward	593,500.00
Liabilities	£	
Preferential creditors:		7,000.00
Estimated deficiency/surplus as regards preferential creditors		586,500.00
Estimated prescribed part of net property where applicable (to carry forward)	N/A.	
Estimated total assets available for floating chargeholders		586,500.00
Debts secured by floating charges	0	
Estimated deficiency/surplus of assets after floating charges		586,500.00
Estimated prescribed part of net property where applicable (brought down)	N/A.	
Total assets available to unsecured creditors		586,500.00
Unsecured non-preferential claims (excluding any shortfall to floating chargeholders)	(5,380,000)	
Estimated deficiency/surplus as regards non-preferential creditors (excluding any shortfall to floating chargeholders)		(4,793,500.00)
Shortfall to floating chargeholders (brought down)	N/A.	
Estimated deficiency/surplus as regards creditors		(4,793,500.00)
Issued and called up capital	(100.00)	
Estimated total deficiency/surplus as regards members	£	(4,793,600.00)

Signature

AD Russell

Date

23-11-09

Milsted Langdon LLP
Dymag Racing U.K. Limited
B - Company Creditors

Key	Name	Address	£
CC01	3D Computer Systems Limited	11 New Road, Chippenham, Wiltshire, SN14 6LH	224.25
CA0D	A.T.A. Grinding Processes	37 Dalsetter Avenue, Glasgow, G15 8TE	476.27
CA00	AB Seals Limited	Unit 15, Canal Road Ind Estate, Canal Road, Gravesend, Kent, DA12 2PA	667.41
CA0N	Active	7-55 Orido-cho, Nissin-city, Aichi-ken, 470-0117, Japan	1,928.49
CA02	ADT Fire & Security	PO Box 352, Manchester, M16 9XY	628.10
CA0L	AIG Life	Invicta House, Trafalgar Place, Brighton, BN1 4FR	0.00
CA04	AJM Engineering Limited	Units 2 & 3, Park Lane Trading Estate, Park Lane, Corsham, Wiltshire, SN13 9LG	6,210.00
CA05	AKL Bearing & Power Transmission Co Ltd	Unit 4, Septimus, Hawkfield Business Park, Whitechurch, Bristol, BS14 0BL	1,032.47
CA06	Alloy Services Limited	Unit 36, Buckingham Road, Weston Ind Estate, Weston-super-Mare, North Somerset, BS24 9BG	959.10
CA08	Allwick Patterns Limited	The Shipyard Ind Estate, Upper Brents, Faversham, Kent, ME13 7LB	5,999.54
CA0A	Ami-Con Supplies	Unit 1, Swan Business Park, Sandpit Road, Dartford, Kent, DA1 5ED	331.78
RG00	Andrew Goswell	Zetlands, Clennon Park, Paignton, Devon, TQ4 5HL	0.00
EG00	Andy Goswell	Zetlands, Clennon Park, Paignton, Devon, TQ4 5HL	0.00
CA0M	Aon Limited	Sentinel, 103 Waterloo Street, Glasgow, G2 7BW	0.00
CA0I	Aon Premium Finance Limited	308-314 Kings Road, Reading, Berkshire, RG1 4NR	5,133.80
CA0B	Ardent Office Supplies	Units 8 & 9 Whitworth Court, Baird Road, Waterwells Business Park, Quedgeley, Glos, GL2 2DG	132.56
CA0K	Aviva	Rose Lane Business Centre, PO Box 520, Norwich, NR1 1BB	0.00
CL02	B M Lewis	72 Hawkrise Drive, Pucklechurch, Bristol, BS16 9SW	0.00
CB0D	Bank of Scotland	Collections & Recoveries CL3-57, Tower House, Charterhall Drive, Chester, CH88 3AN	0.00
CB02	Barringtons of Bristol	Unit 4, Wadehurst Ind Park, St Phillips Road, Bristol, BS2 0JZ	99.11
CB00	Believe It Communications Group	2 Watt Road, Churchfields, Salisbury, Wiltshire, SP2 7UD	347.88
CM0H	Bevis Musk	38 Church Road, Weston, Bath, BA1 4BT	0.00
EM00	Bevis Musk	27 Hillside Gardens, Woodmancote, Cheltenham, Glos, GL52 4QF	0.00
CB0C	Bill Bryson	Puddlelane House, South Craigieford, Ellon, AB41 8NG	856.75
GB00	Bristol County Court	DX 95903, Bristol 3	0.00
CB0B	British Gas Business (Electric)	Spinneyside, Penman Way, Grove park, Leicester, LE19 1SZ	1,614.82
CB03	British Gas Business (Gas)	Spinneyside, Penman Way, Grove Park, Leicester, LE19 1SZ	1,426.07
CB07	BSI Management Systems	British Standards Institution, Management Systems Receipts Office, Milton Keynes, MK14 6WW	0.00
CC0I	Callaway Cars Incorporated	3 High Street, Old Lyme, CT 06371, USA	0.00
CC04	Carr Reinforcements Limited	Carr House, Gordon Street Mill, Worsthorne, Burnley, BB10 3NA	5,133.80
CC06	Castle Carbide Limited	Crown House, Shaw Ind Estate, Dudley, West Midlands, DY2 8TS	1,525.36
CC0H	Charterhouse Willies & Co Ltd	20 High Street, Studlet, Warwickshire, B80 7HQ	697.29

Milsted Langdon LLP
Dynmag Racing U.K. Limited
B - Company Creditors

Key	Name	Address	£
CC08	Chemetail Plc	Denbeigh Road, Bletchley, Milton Keynes, MK1 1PB	1,093.04
CC09	Chubb Fire Limited	400 Dallow Road, Luton, Bedfordshire, LU1 1UR	628.09
CM0G	Colin Mowle	Cronk NY Shee, Cordeman Road, St Marks, Isle of Man, IM9 3AJ	1,748.00
CC0C	Connections Electrical Limited	Phoenix House, Palmer Street, Chippenham, Wiltshire, SN14 0DT	1,614.04
CC0E	CPK Auto products limited	Derby Road, Burton on Trent, Staffordshire, DE13 0BH	469.20
CC00	Creasey Castings Limited	Unit 6, Eurolink Way, Sittingbourne, Kent, ME10 3RN	40,000.00
CC0F	Cristex Limited	Unit 3 Laneside, Metcalf Drive, Altham Ind Estate, Accrington, BB5 5TU	934.95
CT0B	D Thomas		0.00
CD05	D.K. Holdings Limited	Station Approach, Staplehurst, Kent, TN12 0QN	866.57
CD00	Deetz Design & Development Co Limited	#18 Alley 13, Su De First Street, Taipang City 41156, Taichung County, Taiwan, R.O.C	0.00
CE04	Delta Motorsport Limited	Steve Everitt Automobile Design Limited, The pool House, Thornbury, Herefordshire, HR7 4NJ	0.00
CD03	Devizex Steel Supplies Limited	The Old Saw Mills, Sells Green, Melksham, Wiltshire, SN10 6RW	107.73
CR0A	Dominic Rubas	Oberdorf 15, 8853 Lachen, Switzerland	1,630.00
CE02	EasyRider Imports	PO Box 511, Enfield, 2136, New South Wales, Australia	2,776.00
CK05	Eirini Kostazou	Mirkas Asias, Averof. 51, Arguroupoli, Greece, 16452	0.00
CE03	Esprit Moto	9 Av. Du Mal Juin, 64100 Bayonne, France	0.00
CF01	Fairway Seals Limited	Fernie Road, Market Harborough, Leicestershire, LE16 7FS	535.99
CF04	Formax UK Limited	Unit 3a, Cutters Close, Narborough, Leicester, LE19 2FZ	2.16
CG01	G.R. Fasteners Limited	Units A & B, Brunel Court, Stroudwater Business Park, Stonehouse, Gloucester, GL10 3SX	2,874.95
CG02	GT Garage	Via IV Novembre 15, 22070, Bulgarograsso, Italy	0.00
CH00	Haas Automation Limited	Bradgate house, 13 Unthabk Road, Norwich, NR2 2PA	27,563.13
CH01	Harris & Co	Farr's Lane, Prince Street, Bristol, BS1 4PZ	513.18
CH03	Henkel Limited	Wood Lane End, Hemel Hempstead, Hertfordshire, HP2 4RQ	444.06
CH0B	HM Revenue & Customs	Enforcement & Insolvency, Durrington Bridge House, Barrington Road, Worthing, West Sussex, BN12 4SE	75,606.63
CH0C	HM Revenue & Customs	Accounts Office Cumbernauld, Cumbernauld, Glasgow, G67 1YZ	0.00
CH0F	Hop Ping	G/F No 3 Po Yick Street, Tai Po, N.T	0.00
CH0D	HSBC Bank Plc	46 Fore Street, Trowbridge, BA14 8EL	0.00
CH0E	HSBC Life (UK) Limited	Customer Services Centre, PO Box 1011, Bristol, BS99 1GD	0.00
EC00	Ian Coleman	27 North End, Calne, SN11 9DH	0.00
CI05	Imperial Motors	1806 Shun Tak Centre, 200 Connaught Road, Central, Hong Kong	0.00
CI04	Incasso LLP	DX 26443, Leeds Park Square	0.00

Milsted Langdon LLP
Dymag Racing U.K. Limited
B - Company Creditors

Key	Name	Address	£
CI06	Ingenior	Ahornvenget 36, Hjerting, 6710, Esbjerg, Denmark	0.00
CI02	Interlink Express Parcels Limited	Trelawny House, Surrey Street, Bristol, BS2 8PS	1,899.78
EB00	Jason Baker	18 The Causeway, Chippenham, Wilts, SN14 3DB	0.00
EB01	John Butler	8 John Aubrey Close, Yatton Keymell, Chippenham, Wilts, SN14 7EG	0.00
CJ00	Johnsons ApparelMaster Limited	West Ham Ind Estate, Worthing Road, Basingstoke, RG22 6NE	868.58
CJ04	Just Run Out	c/o Aston Rothbury Factors Ltd, Romy House, 159-167 Kings Road, Brentwood, Essex, CM14 4EG	459.20
CK00	K & C Mouldings Limited	Spa House, Shelfanger, Diss, Norfolk, IP22 2DF	0.00
CK04	Kahn Design Limited	240 Canal Road, West Yorkshire, England, BD1 4SX	0.00
CF05	Keynote Investment Company Ltd	London & City Group of Companies, Russell House, 28/30 Little Russell Street, London, WC1A 2HN	15,000.60
CK03	KM Farm Parts Group	Unit B/C, Bumpers Farm Ind Estate, Chippenham	636.13
CL0A	Lanzante Limited	Sleaford Barn, Kingsley, Nr Bordon, Hampshire, GU35 9LJ	8,691.60
CL00	Lepsons Swindon Limited	Unit 7 Callanders, Churchward Park, Paddington Drive, Swindon, SN5 7YW	2,386.25
CL08	Lockhead Martin	PO Box 151, Havant, PO9 1ZN	16,000.00
CL04	Lola Cars Limited	Glebe Road, St Peters Hill, Huntingdon, Cambs, PE29 7DS	6,129.50
CL05	Lombard	PO Box 520, Rotherham, S63 3BR	0.00
CL03	Lyreco UK Limited	Deer Park Court, Donnington Wood, Telford, Shropshire, TF2 7NB	5.74
CM00	Macfarlane Group UK Limited	Siskin Parkway East, PO Box 2389, Coventry, CV3 4ZZ	2,130.65
CM03	MacWhirter	Service House, Unit 8, Mellyn Mair Business Centre, Wentloog Avenue, Cardiff, CF3 2EX	0.00
CM04	Marineware Limited	6 Crosshouse Centre, Crosshouse Road, Southampton, Hampshire, SO14 5GZ	949.10
CM07	Meadex Precision Rubber Moulding	Tanyard Lane, Ross-on-Wye, Herefordshire, HR9 7BH	555.86
CM0D	Mouldlife Limited	Tollgate Workshop, Bury Road, Kentford, Surrey, CB8 7PY	0.00
CT0A	Mr D Thomas	Uphill, Viewlands Avenue, Westerham, Kent, TN16 2JE	1,725.00
CL07	Mr Rick Leddy	RLR Motorsports, Lowerwood, Church Streeton, Shropshire, SY6 6LF	0.00
CC0J	Mr T Carlin	Carlin Motorsport - KTM, Roebuck House, Cox lane, Chessington, Surrey, KT9 1DG	0.00
CM0F	Multiquip Supplies Limited	Unit 1, Glenmore Business Park, Bumpers Farm Ind Estate, Chippenham, Wiltshire, SN14 6BB	409.05
CF06	N Filos	Fastdrive, Leoforos Kryoneriou 10, T.K (PLZ) 14565, Afios Stefanos, Athens, Greece	0.00
CN02	Nederman Limited	91 Seedlee Road, Walton Summit Centre, Bamber Bridge, Preston, PR5 8AE	113.85
EM01	Neil Murray	34 Flowers Yard, Chippenham, Wilts, SN15 3BN	0.00
CN03	Nixon Industrial Diamonds Limited	14 Endemere Road, Foleshill, Coventry, CV6 5RR	68.30
CN00	Norman E Webb Ltd	Unit D17, Bumpers Farm Ind Est, Bristol Road, Chippenham, Wilts, SN14 6LH	230.00

Milsted Langdon LLP
Dymag Racing U.K. Limited
B - Company Creditors

Key	Name	Address	£
CN05	North Wilts District Council	Monkton Park, Chippenham, Wiltshire, SN15 1ER	14,550.00
CN04	Novacast Limited	Station Approach, Melksham, Wiltshire, SN12 8DB	1,600.00
CN06	NRD Inc	2-14 Torikai-shimnachi, Settsu City, Osaka, Japan, 566-0065	6,660.79
CO00	Oakley Design Tech Tuning Limited	Corazon de Maria, 11 Bajo Derecha, Madrid 280002, Spain	241.51
CR02	Paul Rawlings	8 Audley Avenue, Lower Weston, Bath, BA1 3BL	0.00
CP00	PHS Group Plc	Western Ind Est, Caerphilly, CF83 1XH	0.00
CP02	Polybond t/a Acorn Paints	Unit 6, William Street, Northam, Southampton, Hampshire, SO14 5QH	128.23
CP06	Precimax Limited	c/o BDO LLP, 1 Victoria Street, Bristol, BS1 6AA	3,949.00
CP09	PRF Composite Materials	3 Upton Road, Poole, Dorset, BH17 7AA	647.90
CP0A	Proactive Business Support	Unit 10, Olympus Business Park, Spine Road, Quedgeley, Gloucester, GL2 4NF	123.07
CR01	RAC Motoring Services	RAC AC - Fleet, PO Box 3297, Surrey Street, Norwich, NR1 3UW	0.00
CR00	Revill Industrial Finishes	Exeter Airport Business Park, Exeter, Devon, EX5 2LJ	1,733.63
CR04	Richmond Cutting Tools Limited	44 South Street, Corsham, Wiltshire, SN13 9HB	135.12
CR05	Riders of Bridgewater Limited	Riders House, Wylds Road, Bridgewater, Somerset	0.00
CS0E	S.I.T.A. UK Limited	Units 301-304, Parkway, Worle, Weston-super-Mare, BS22 6WA	906.43
CS08	Safety-Kleen UK Limited	Unit 202 Longmead Road, Emersons Green, Bristol, BS16 7FG	1,269.32
CS09	Sage Software Plc	PO Box 4598, Worthing, BN11 9BU	866.20
CS0B	Security 2000 Limited	Dean House, Dean Road, Avonmouth, Bristol, BS11 8AT	190.56
CS0D	Sign Solutions	Syms Buildings, Bumpers Farm Ind Estate, Chippenham, Wiltshire, SN14 6LH	0.25
CS0G	Staub Engineering Limited	Unit 4 Vincents Road, Bumpers Farm Ind Estate, Chippenham, Wiltshire, SN14 6LH	3,333.56
CT00	Talon Engineering Ltd	44 Lynx Trading Estate, Yeovil, Somerset, BA20 2NZ	92.01
CT02	Tasco Corporation	Roppongi 3-3-29-401, Minato Ku, Tokyo 106, Japan	0.00
CT03	Taylor Davis Ltd	Athro House, Moat Road, West Wilts Trading Estate, Westbury, Wilts, BA13 4JF	0.00
CT0C	Tezta Limited	3-A Hatton House, 4K -Min levels, Hong Kong	0.00
CT04	Thamesair Ltd	Unit 22 (BSS House), Cheney Manor Industrial Estate, Swindon, Wiltshire, SN2 2PJ	0.00
CP04	The Plastic Shop	16 Bayton Road, Bayton Ind Estate, Coventry, CV7 9EJ	3,598.57
CV00	VAC Innovation Ltd	Kilworth Lakes, Kilworth Road, North Kilworth, Leicestershire, LE17 6JG	153.11
CV01	Value Products Ltd	107 Bell Street, London, NW1 6TL	103.71
CV02	Vapourblast Service and Supplies	Cottage Farm, High Cross, Shrewley, Warwickshire, CV35 7BG	616.46
CV03	Veneziani Yacht Systems srl	34121 Trieste, Piazza Niccolo Tommaseo 4, Italy	313.73
CW04	W.T.I. Fasteners Ltd	Unit 7 Marquis Court, Rawdon Business Park, Moira, Derbyshire, DE12 6EJ	0.00
CW01	Wessex Water	1 Clevedon Walk, Nailsea, Bristol, BS19 2PR	173.08
			256.76

Milsted Langdon LLP
Dymag Racing U.K. Limited
B - Company Creditors

Key	Name	Address	£
CW05	Wilts Wholesale Electrical	Kennet Way, Canal Road Ind Est, Trowbridge, Wiltshire, BA14 8BL	5.03
CW08	Wiltshire Council	Revenues Team, Monkton Park, Chippenham, SN15 1ER	0.00
CW09	Woodbridge Motorcycles	722 St Albans Road, Watford, Herts, WD25 9NQ	571.00
CW03	Woods Business Services Ltd	Unit 7, Sheldon Business Park, Chippenham, SN14 0SQ	13.14
CW0A	World Racing Inc	3000 Kutztown Road, Reading, PA 19605	0.00
CX00	Xerox (UK) Ltd	PO Box 4017, Worthing, West Sussex, BN14 8RH	104.41
CY00	YA Logistics UK Limited	Eastern Docks, Dock Gate 4, Central Road, Southampton, SO14 3AH	1.00
RT00	Yoshiyaki Takei	Shimo-Maruko, 4-26-3-2301, Ohtaku, Tokyo, Japan, TQ4 5HL	0.00
CT09	Yoshiyuki Takei		4,963,513.00
134 Entries Totalling			5,258,942.34

Signature

M. Langdon 23-11-01

DYMAG RACING U.K. LIMITED - IN ADMINISTRATION

ADMINISTRATORS' NOTES TO DIRECTORS' STATEMENT OF AFFAIRS

DYMAG RACING U.K. LIMITED - IN ADMINISTRATION

ADMINISTRATORS' NOTES TO DIRECTORS' STATEMENT OF AFFAIRS

1. The statement of affairs appears to have been prepared on the understanding that a sale of the business as a going concern was achievable, otherwise it would be difficult to achieve the asset realisation levels shown, especially for WIP and stock.
2. The statement of affairs does not take in to account the costs of the administration.
3. The list of creditors is drawn from the Company's accounting records and therefore may not be completely up to date. It will be for the administrator, or liquidator, to agree any claims from information supplied by creditors.

DYMAG RACING U.K. LIMITED - IN ADMINISTRATION

**ADMINISTRATORS' ACCOUNT OF RECEIPTS AND PAYMENTS
INCORPORATING ESTIMATED OUTCOME FOR CREDITORS AND
TRADING ACCOUNT**

Dymag Racing UK Limited
Estimated Outcome Statement

	Received/ (Paid) to date	Estimated Future Receipts/ (Payments)	Estimated Outcome
	£	£	£
Assets Specifically Pledged			
Intellectual property	15,400	1,000	16,400
Patents	292,600		292,600
Less: Due to HSBC Bank Plc	(134,610)		(134,610)
			<u>174,390</u>
Assets Not Specifically Pledged			
Machinery, furniture and equipment	998	25,000	25,998
Work in progress	1		1
Book debts	111,349	26,000	137,349
Cash at bank	300		300
Surplus from fixed charge assets	174,390		174,390
Outsourced contracts	20,000		20,000
Records	1		1
Tooling	13,000		13,000
Bank interest	15		15
	<u>320,054</u>		<u>371,054</u>
Costs of the Administration			
Administrators' fees (estimated)		(100,000)	(100,000)
Administrators' disbursements (estimated)		(2,500)	(2,500)
Trading deficit		(5,669)	(5,669)
Statutory advertising	(76)		(76)
Specific bond	(1,000)		(1,000)
Agent's fees		(6,000)	(6,000)
Redirection of mail	(26)		(26)
Legal fees (estimated)	(10,470)	(7,000)	(17,470)
			<u>238,313</u>
Preferential Creditors			
Employees' claims		(15,000)	(15,000)
Amount available to unsecured creditors for distribution			<u><u>223,313</u></u>

Dymag Racing UK Limited
Trading Account

	Received/ (Paid) to date	Estimated Future Receipts/ (Payments)	Estimated Outcome
	£	£	£
Income			
Sales	80,528	96,000	176,528
Reimbursement of purchases		86,439	<u>86,439</u>
			262,967
Purchases			
Purchases	174,108	3,475	177,583
Carriage	891		891
Labour	53,424	1,000	54,424
Rent and rates	5,000	10,000	15,000
Telephone & utilities	57	250	307
Professional fees	450		450
Bank charges	63		63
Rental payments (machinery)	3,070		3,070
PAYE & NI	8,120	8,120	16,240
Sundry	608		<u>608</u>
			268,636
Net surplus/(deficiency)			<u><u>(5,669)</u></u>

INFORMATION IN SUPPORT OF OFFICE HOLDER'S REMUNERATION

**INFORMATION RELATING TO MILSTED LANGDON'S REMUNERATION
AND DISBURSEMENT POLICY**

Case name	Dymag Racing U.K. Limited
Court and number	High Court (Bristol) No.2788 of 2009
Firm	Milsted Langdon LLP
Address	One Redcliff Street, Bristol BS1 6NP
Telephone	0117 9452500
Reference	DYMA

These notes provide creditors with a summary of Milsted Langdon LLP's normal practice in respect of remuneration and disbursements in relation to insolvency appointments. At this stage in the process it is difficult to provide an accurate indication of the likely costs but the attached documents will attempt to do so, where possible.

Statement of Insolvency Practice 9 outlines what information should be provided in support of Office Holder's remuneration. This includes information on disbursements, including the policies for the selection of agents and advisors. The details of these and copies of "Creditors' Guide to Fees" can be found at www.milsted-langdon.co.uk or are available on request.

Current charge out rates for different grades of staff are given below along with our rates for recharging disbursements incurred. These are subject to periodic review and historic details are also provided on the website above.

	£/hr
Partners	200-215
Managers and Administrators	75-150
Other administrative staff	28-60
Disbursement	Charge
Archive storage	55p per box per week
Faxes	50p per sheet
Internal room hire for creditors' meetings	£70
Mailing fees (including postage) - Large	75p per mailed pack
Mailing fees (including postage) - Small	50p per mailed pack
Mileage	40p per mile
Photocopies	10p per sheet
Record boxes	£1.50 per box

ADMINISTRATORS' TIME COSTS AND EXPENSES

Dymag Racing U.K. Limited
Time and disbursement analysis
For the period 1 October 2009 to 8 December 2009

Charge group	Partner	Manager	Other Senior Professionals	Assistants and Support Staff	Total	Total cost (£)	Avg. Hourly Rate (£)
Administration & planning	4.09	13.58	19.60	63.56	100.83	7,667.59	76.04
Investigations	8.75	0.00	0.00	0.00	8.75	1,750.00	200.00
Realisations	79.20	14.40	2.98	0.00	96.58	18,316.40	189.65
Trading	81.79	22.30	99.75	253.35	457.19	44,605.85	97.57
Creditors	20.21	9.30	31.08	0.00	60.59	7,923.40	130.77
Total time	194.04	59.58	153.41	316.91	723.94	80,263.24	110.87
Disbursements							
Faxes						130.50	
Photocopying						12.00	
Sundry Disbursements						5.00	
Subsistence						26.26	
Mileage						1,207.69	
Mailing Fee (Insolvency)						82.86	
Sundry Insolvency Costs						201.56	
Company Searches						4.00	
Property Costs (Insolvency)						180.00	
						1.60	
Total disbursements						<u>1,851.47</u>	
				Grand Total		82,114.71	

**FORM 2.20B - NOTICE OF CREDITORS' MEETING, ALONG WITH AN ABSTRACT
OF RULE 2.38 INSOLVENCY RULE 1986 RELATING TO VOTING RULES.**

Rule 2.35

Notice of a meeting of Creditors

Name of Company Dymag Racing U.K. Limited	Company number 02478707
In the High Court (Bristol) (full name of court)	Court case number 2788 of 2009

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

Notice is hereby given by (a)

Simon Ashley Rowe
Milsted Langdon LLP
One Redcliff Street
Bristol
BS1 6NP

Roger Anthony Stanford Isaacs
Milsted Langdon LLP
One Redcliff Street
Bristol
BS1 6NP

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

that a meeting of creditors of (b)

Dymag Racing U.K. Limited
One Redcliff Street, Bristol
BS1 6NP

(c) Insert details of place
of meeting

is to be held at (c) One Redcliff Street, Bristol BS1 6NP

(d) Insert date and time
of meeting

on (d) 24 December 2009

at 11.00am

The meeting is:

*Delete as applicable

*(1) an initial creditors' meeting under paragraph 51 of Schedule B1 to the Insolvency Act 1986 ('the schedule')

~~*(2) an initial creditors' meeting requested under paragraph 52(2) of the Schedule~~

~~*(3) to consider revisions to my proposals under paragraph 54(2) of the Schedule~~

~~*(4) a further creditors' meeting under paragraph 56 of the Schedule~~

~~*(5) a creditors' meeting under paragraph 62 of the Schedule~~

I invite you to attend the above meeting.

A proxy form is enclosed which should be completed and returned to us by the date of the meeting if you cannot attend and wish to be represented.

In order to be entitled to vote under Rule 2.38 at the meeting you must give to me, not later than 12.00 hours on the business day before the day fixed for the meeting, details in writing of your claim.

Signed

Joint / Administrators

Dated

8/12/09

*Delete as applicable

A copy of the *proposals/ revised proposals is attached

EXTRACT FROM INSOLVENCY RULES 1986 (AS AMENDED)

2.38.— Entitlement to vote

(1) Subject as follows, at a meeting of creditors in administration proceedings a person is entitled to vote only if—

- (a) he has given to the administrator, not later than 12.00 hours on the business day before the day fixed for the meeting, details in writing of the debt which—
 - (i) he claims to be due to him from the company; or
 - (ii) in relation to a member State liquidator, is claimed to be due to creditors in proceedings in relation to which he holds office;
- (b) the claim has been duly admitted under the following provisions of this Rule; and
- (c) there has been lodged with the administrator any proxy which he intends to be used on his behalf,

and details of the debt must include any calculation for the purposes of Rules 2.40 to 2.42.

(2) The chairman of the meeting may allow a creditor to vote, notwithstanding that he has failed to comply with paragraph (1)(a), if satisfied that the failure was due to circumstances beyond the creditor's control.

(3) The chairman of the meeting may call for any document or other evidence to be produced to him, where he thinks it necessary for the purpose of substantiating the whole or any part of the claim.

(4) Votes are calculated according to the amount of a creditor's claim as at the date on which the company entered administration, less any payments that have been made to him after that date in respect of his claim and any adjustment by way of set-off in accordance with Rule 2.85 as if that Rule were applied on the date that the votes are counted.

(5) A creditor shall not vote in respect of a debt for an unliquidated amount, or any debt whose value is not ascertained, except where the chairman agrees to put upon the debt an estimated minimum value for the purpose of entitlement to vote and admits the claim for that purpose.

(6) No vote shall be cast by virtue of a claim more than once on any resolution put to the meeting.

(7) Where—

- (a) a creditor is entitled to vote under this Rule;
- (b) has lodged his claim in one or more sets of other proceedings; and
- (c) votes (either in person or by proxy) on a resolution put to the meeting; and
- (d) the member State liquidator casts a vote in respect of the same claim, only the creditor's vote shall be counted.

(8) Where—

- (a) a creditor has lodged his claim in more than one set of other proceedings; and
- (b) more than one member State liquidator seeks to vote by virtue of that claim, the entitlement to vote by virtue of that claim is exercisable by the member State liquidator in main proceedings, whether or not the creditor has lodged his claim in the main proceedings.

(9) For the purposes of paragraph (6), the claim of a creditor and of any member State liquidator in relation to the same debt are a single claim.

(10) For the purposes of paragraphs (7) and (8), "other proceedings" means main proceedings, secondary proceedings or territorial proceedings in another member State.

Insolvency Act 1986**Proxy (Administration)
Dymag Racing U.K. Limited
In Administration**

Name of Creditor _____

Address _____

Please insert name of person (who must be 18 or over) or the Chairman of the Meeting. If you wish to provide for alternative proxy holders in the circumstances that your first choice is unable to attend please state the name(s) of the alternatives as well.

Name of Proxy Holder

1 _____

2 _____

3 _____

Please delete words in brackets if the proxy holder is only to vote as directed i.e. he has no discretion

I appoint the above person to be my/the creditor's proxy holder at the meeting of creditors to be held on 24 December 2009 or at any adjournment of that meeting. The proxy holder is to propose or vote as instructed below (and in respect of any resolution for which no specific instruction is given, may vote or abstain at his/her discretion).

Voting Instructions for resolutions

*Please delete as appropriate

- 1 That the administrators' proposals be approved. **For/Against***
- 2 In the absence of a Creditors' Committee, the remuneration of the administrators shall be fixed by reference to time properly spent by them and their staff in attending to matters arising from the administration and that they be authorised to draw remuneration as and when funds are available on account of their time costs. **For/Against***
- 3 The administrators' disbursements shall be payable on the basis of the firm's published tariff, details of which have been disclosed to creditors. **For/Against***
- 4 The administrators will be discharged from liability under Paragraph 98(3) of Schedule B1 to the Insolvency Act 1986 immediately upon their appointment as administrator ceasing to have effect. **For/Against***
- 5 For the appointment of _____
of _____
representing _____
as a member of the creditors' committee

This form must be signed

Signature _____ Date ____/____/____

Name in CAPITAL LETTERS _____

Only to be completed if the creditor has not signed in person

Position with creditor or relationship to creditor or other authority for signature

Dymag Racing U.K. Limited - In Administration

DYMA/SR/RAI/RH/JG/370

Creditor's Statement of Claim

Name and address of creditor

Amount claimed (including VAT)

£

Signature

Print name

Date

Telephone

Fax

E-mail

Reference

Please provide appropriate supporting documentation for your claim. Claims submitted without supporting documentation may be rejected.

If you are registered for VAT the amount claimed should include VAT even if VAT bad relief has been claimed under the Value Added Tax Act 1994.

Please return this form when you have completed it to Milsted Langdon LLP, One Redcliff Street, Bristol BS1 6NP.