

# 2.17B

The Insolvency Act 1986

## Statement of administrator's proposals

Name of Company
Balli Group Plc

Company number
02632984

In the High Court of Justice
(full name of court)

Court case number
1387

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

I/We (a)  
Neville Barry Kahn  
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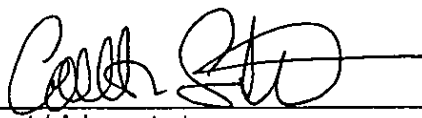
\*Delete as  
applicable

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

(b) 25 April 2013

Signed

  
Joint / Administrator

Dated

25/04/2013

### 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

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66 Shoe Lane  
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DX Number LDE DX599

Tel 020 7936 3000  
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**

FRIDAY



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26/04/2013

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COMPANIES HOUSE

**Balli Group plc**

**Court Case No. 1387 of 2013**

**Balli Steel plc**

**Court Case No. 1388 of 2013**

**Balli Trading Ltd**

**Court Case No. 1386 of 2013**

**All in Administration ("the Companies")**

**JOINT ADMINISTRATORS' STATEMENT OF PROPOSALS PURSUANT TO PARAGRAPH 49 OF SCHEDULE B1 OF THE INSOLVENCY ACT 1986 (AS AMENDED)**

25 April 2013

**Neville Barry Kahn, Philip Stephen Bowers and Carlton Malcolm Siddle**  
**Joint Administrators of the Companies - In Administration**  
**Deloitte LLP**  
**PO Box 810, 66 Shoe Lane, London, EC4A 3WA**

**Neville Barry Kahn, Philip Stephen Bowers and Carlton Malcolm Siddle were appointed Joint Administrators of Balli Group plc, Balli Steel plc and Balli Trading Limited on 20 March 2013. The affairs, business and property of the Companies are managed by the Joint Administrators. The Joint Administrators act as agents of the Companies and contract without personal liability**

**Disclaimer Notice**

- This Statement of Proposals ("Proposal" or "Proposals") has been prepared by Neville Barry Kahn Philip Stephen Bowers and Carlton Malcolm Siddle the Administrators of Balli Group plc, Balli Steel plc and Balli Trading Limited solely to comply with their statutory duty under Paragraph 49 Schedule B1 of the Insolvency Act 1986 (as amended) to lay before creditors a statement of their proposals for achieving the purposes of the Administrations, 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 any of the Companies listed above.
- 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 (as amended) does so at their own risk. To the fullest extent permitted by law the Administrators do not assume any responsibility and will not accept any liability in respect of this Proposal.
- The Administrators act as agents for Balli Group plc Balli Steel plc and Balli Trading Limited and contract without personal liability. The appointments of the Administrators are personal to them and, to the fullest extent permitted by law, Deloitte 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 Administrations.
- All licensed Insolvency Practitioners of Deloitte LLP are licensed in the UK to act as Insolvency Practitioners.

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## ABBREVIATIONS

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

"BAT"	Bait Al ThaljeTr LLC
"BGP"	Balli Group plc (In Administration)
"BME"	Balli Middle East FZE
"BSC"	Balli Steel Czech sro
"BSP"	Balli Steel plc (In Administration)
"BTL"	Balli Trading Limited (In Administration)
"Clifford Chance"	Clifford Chance LLP, the Administrators' Legal Advisers
"Deloitte"	Deloitte LLP
"EBIT" / "LBIT"	Earnings before interest and tax or Losses before interest and tax, as the case may be
"HP"	Hire Purchase
"PP"	The Prescribed Part of the Company's net property subject to Section 176A of the Insolvency Act 1986 (as amended)
"RPO"	The Redundancy Payments Office
"SIP7 (E&W)"	Statement of Insolvency Practice 7 (England & Wales)
"SIP9 (E&W)"	Statement of Insolvency Practice 9 (England & Wales)
"SIP13 (E&W)"	Statement of Insolvency Practice 13 (England & Wales)
"the Act"	Insolvency Act 1986 (as amended)
"the Administrators"	Neville Barry Kahn, Philip Stephen Bowers and Carlton Malcolm Siddle of Deloitte
"the Companies"	Balli Group plc, Balli Steel plc and Balli Trading Limited (all in Administration)
"the Court"	High Court of Justice, London England
"the Rules"	Insolvency Rules 1986 and the Insolvency (Amendment) Rules 2010
"c "	Circa
"m"	Million

## **1. BACKGROUND**

### **1.1 Introduction**

This report is prepared pursuant to Paragraph 49 of Schedule B1 of the Act, which requires the Administrators to provide creditors with details of their proposals to achieve the purposes of the Administrations

To assist the creditors and enable them to decide on whether or not to vote for the adoption of the proposals, the following information is included in the report

- background of the Companies, and
- the circumstances giving rise to the appointment of the Administrators

For the purposes of this report, we will refer to the Companies by the abbreviations set out on the previous page

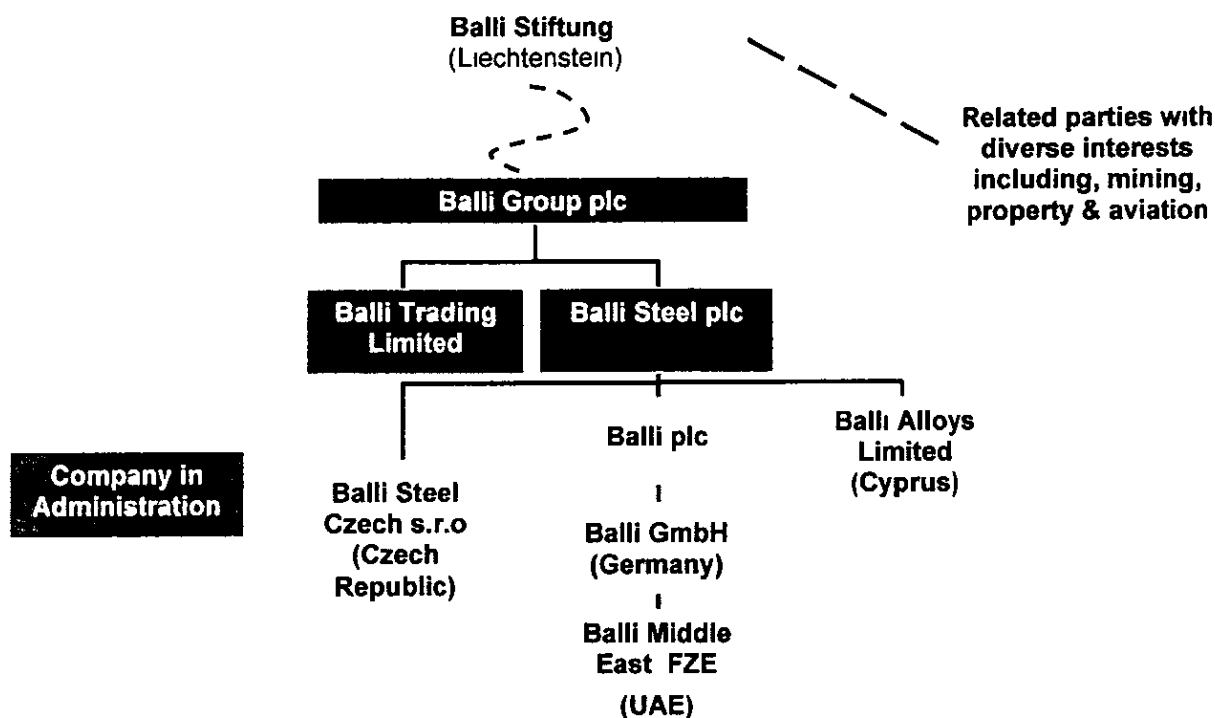
### **1.2 Background**

BTL was incorporated in 1987, BGP was incorporated in 1991 and BSP was incorporated in 1997

BSP was engaged in the trading of steel raw materials and steel products BTL was engaged in the trading of chemicals, non-ferrous metals and agricultural products BGP is a non-trading holding company and employer of staff which provided administrative services to the Companies Neither BSP nor BTL employed any staff

Collectively, the Companies and their subsidiaries traded in raw materials and steel to various market segments, including steel mills, steel service centres, pipe and tube makers, the oil and gas industry, and packaging products industries The Companies also supplied non-ferrous metals, such as aluminium, fibre intermediate chemicals, which are used to manufacture synthetic fibres, and primary agricultural products, such as raw sugar, soya bean and its by-products, refined sugar, corn, and feed grains The Companies are based in London, however, through subsidiaries and other offices, trade out of Germany, the Czech Republic, Dubai, and China

A summarised group structure chart (at the date of our appointment) is set out below Please note that this is not a full group structure and excludes a number of dormant, holding and associated companies under the ownership of Balli Stiftung, the Companies' ultimate parent company, or under the ownership of the Companies In particular, we note that Balli Stiftung, through its subsidiaries and associated companies, had diverse interests including in mining, property investment and aviation



### 13 Overview of Financial Information

Extracts from the Companies' audited accounts for the 12 months to 31 December 2010, 12 months to 31 December 2011, and unaudited management accounts for the 6 months to 30 June 2012 are shown below

The audited accounts at 31 December 2011 are the last filed financial documents available, and management are only able to provide management accounts from then up to 30 June 2012. Please note that this information has not been verified by the Administrators or by Deloitte and that it appears that these financial statements do not include all the liabilities the Companies are subject to (as disclosed in section 4 below) including contingent claims arising out of guarantee commitments and in relation to certain other financing obligations. Further detail on the events leading up to the appointment of the Joint Administrators is provided in section 2.1

The comments provided after each table below reflect management's explanations and do not necessarily reflect the views of the Administrators

### Balli Steel plc – Consolidated Summary Profit and Loss Account

	Draft Management Accounts for half year ended 30 June 2012 \$'000	Audited Statutory Accounts for year to 31 December 2011 \$'000	Audited Statutory Accounts for year to 31 December 2010 \$'000
Turnover	735,778	1,675,439	1,249,101
Cost of Sales	(721,840)	(1,647,074)	(1,234,535)
Gross Profit	13,938	28,365	14,566
Gross Margin %	1.9%	1.7%	1.2%
Other Expenses	(6,364)	(18,063)	(12,407)
EBIT	7,574	10,302	2,159

Source: Management/Audited Accounts

The management accounts cover a 6 month period only, but management believe they show an improved performance achieved primarily through a reduction in overhead expenses

### Balli Steel plc – Consolidated Summary Balance Sheet

	Draft Management Accounts for half year to 30 June 2012 \$'000	Audited Statutory Accounts for year to 31 December 2011 \$'000	Audited Statutory Accounts for year to 31 December 2010 \$'000
Tangible assets & investments	n/a	220	227
Fixed assets		220	227
Current Assets			
Stock		131,359	73,681
Debtors		381,828	319,455
Bank	n/a	50,810	19,721
		563,997	412,857
Liabilities			
Trade creditors		(486,788)	(339,828)
Other	n/a	(22,789)	(23,200)
Total Liabilities	n/a	(509,577)	(363,028)
Net Assets	n/a	54,640	50,056

Source: Management/Audited Accounts

Fixed assets principally comprise investments, office equipment and motor vehicles

For management accounts purposes, balance sheet information was prepared on a consolidated basis for BGP, BTL and BSP and their subsidiaries, as reported later in this section, and there is no separate balance sheet information for BSP and its subsidiaries

### Balli Trading Ltd – Consolidated Summary Profit and Loss Account

	Draft Management Accounts for half year ended 30 June 2012 \$'000	Audited Statutory Accounts for year to 31 December 2011 \$'000	Audited Statutory Accounts for year to 31 December 2010 \$'000
Turnover	1,780	46,034	137,593
Cost of Sales	(1,574)	(44,218)	(130,997)
Gross Profit	206	1,816	6,596
Gross Margin %	11.6%	3.9%	4.8%
Other Expenses	(824)	(1,718)	(3,566)
(L)/EBIT	(618)	98	3,030

Source: Management/Audited Accounts

LBIT for the 6 months to 30 June 2012 reflects a significant reduction in the trade with traditional markets, which was not matched by a corresponding reduction in overheads during the period.

### Balli Trading Ltd – Consolidated Summary Balance Sheet

	Draft Management Accounts for half year to 30 June 2012 \$'000	Audited Statutory Accounts for year to 31 December 2011 \$'000	Audited Statutory Accounts for year to 31 December 2010 \$'000
Tangible assets	n/a	-	-
Fixed assets		-	-
Current Assets			
Stock		-	395
Debtors		27,391	28,902
Bank	n/a	107	8,824
		27,498	38,121
Liabilities			
Trade creditors		(5,655)	(16,376)
Other	n/a	-	-
Total Liabilities	n/a	(5,655)	(16,376)
Net Assets	n/a	21,843	21,745

Source: Management/Audited Accounts

As with BSP above, for management accounts purposes, balance sheet information was prepared on a consolidated basis for BGP, BTL and BSP and their subsidiaries, as reported later in this section, and there is no separate balance sheet information for BTL and its subsidiaries.

Consolidated figures are shown below



### Balli Group plc – Consolidated Summary Profit and Loss Account

	<b>Draft Management Accounts for half year ended 30 June 2012 \$'000</b>	<b>Audited Statutory Accounts for year to 31 December 2011 \$'000</b>	<b>Audited Statutory Accounts for year to 31 December 2010 \$'000</b>
Turnover	737,558	1,701,011	1,337,246
Cost of Sales	(723,414)	(1,666,830)	(1,312,070)
Gross Profit	14,144	34,181	25,176
Gross Margin %	1.9%	2.0%	1.9%
Other Expenses	(9,948)	(25,029)	(19,145)
EBIT	4,196	9,152	6,031

Source: Management/Audited Accounts

In reviewing the 6 months ending 30 June 2012 management highlight a European slow down resulting in a lower volume of trading in that region

### Balli Group plc – Consolidated Summary Balance Sheet

	<b>Draft Management Accounts for half year to 30 June 2012 \$'000</b>	<b>Audited Statutory Accounts for year to 31 December 2011 \$'000</b>	<b>Audited Statutory Accounts for year to 31 December 2010 \$'000</b>
Tangible assets & investments	895	956	1,679
Fixed assets	895	956	1,679
Current Assets			
Stock	114,551	131,359	74,076
Debtors	358,266	384,257	317,953
Bank	18,527	51,125	38,116
	491,344	566,741	430,145
Liabilities			
Trade creditors	(390,929)	(468,229)	(335,088)
Other	(22,033)	(22,789)	(23,200)
Total Liabilities	(412,962)	(491,018)	(358,288)
Net Assets	79,277	76,679	73,536

Source: Management/Audited Accounts

Fixed assets principally comprise investments in a US energy business, office equipment and motor vehicles

#### 1.4 Balli Stiftung

Balli Stiftung is the ultimate parent of the Companies and is based in Liechtenstein

### **1.5. Management and Employees**

As at 20 March 2013 BGP employed 24 staff

Statutory information on the Companies, including details of the directors and company secretary, bankers and shareholders is provided at Appendix 1

## **2 THE CIRCUMSTANCES GIVING RISE TO THE APPOINTMENT OF THE ADMINISTRATORS**

### **2.1. Events prior to the Administration**

The directors attribute the failure of the Companies to a decline in business in traditional markets, reduced finance facilities and the impact of a series of unsuccessful investments in non-core areas, in particular in aviation and property investment

The directors estimate that BSP, which was the principal trading entity, suffered losses of c \$137m during the 13½ months to 15 February 2013 (being around the date the Administration applications were made) as a result of

- a reduction in financing facilities and consequent trading volumes resulted in an operating loss of c \$26m,
- adverse foreign exchange movements including a substantial Rial devaluation in Iran (where much of the Companies' and their subsidiaries' business had historically been written) resulted in losses of c \$54m (including revaluation of investments),
- interest and finance/ bank charges of c \$24m, and
- difficulties in recovering amounts due from traditional counterparties in Iran and resulting bad debt provisions c \$33m

In October 2012, following the Chapter 11 bankruptcy of one of BSP's main customers in the United States, R G Steel LLC, the directors approached advisors, including Deloitte, for assistance and advice in relation to the solvency of the Companies and possible restructuring options

Subsequently the directors commenced a dialogue with certain lenders as to a possible restructuring of the Companies, an orderly work out of certain related party claims and a substantial injection of revenues derived from other related party interests over a period of some 8 years, with a view to avoiding an insolvency of the Companies

Bilateral discussions were underway when, in February 2013, a creditor of BSP, BAT, issued a winding up petition, which BSP was unable to pay

In the circumstances, the directors concluded that the most appropriate course of action would be to seek the appointment of Administrators over BSP, BGP and BTL with a view to achieving a better realisation for creditors than an immediate liquidation. Specifically, Administration of the Companies appeared to offer an opportunity for a more orderly realisation of assets than might otherwise be achieved

### **2.2. Details of the Appointment of the Administrators**

Neville Barry Kahn, Philip Stephen Bowers and Carlton Malcolm Siddle of Deloitte were appointed Administrators of the Companies by the High Court on 20 March 2013, following an application by the directors

The Court having conduct of the proceedings is the High Court of Justice in London (case numbers 1386, 1387 and 1388 of 2013)

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

### **2.3. Purpose of the Administrations**

The purpose of an Administration under The Enterprise Act 2002 is split into three parts

- 1 To rescue a company as a going concern (in other words a restructuring which keeps the actual entity intact)
- 2 If the first purpose is not reasonably practicable (or the second purpose would clearly be better for the creditors as a whole), then the Administrators must perform their functions with the objective of achieving a better result for creditors as a whole than would be obtained through an immediate liquidation of the company. This would normally envisage a sale of the business and assets as a going concern or a more orderly sales process than in liquidation
- 3 If neither of the first two parts of the purpose are reasonably practicable, the Administrators must perform their functions with the objective of realising property in order to make a distribution to secured and/or preferential creditors as applicable

The Companies had significant secured and unsecured creditor liabilities which would need restructuring to meet the first objective. At the date of their appointment there was minimal trading activity or readily realisable and unencumbered assets. In the circumstances, the Administrators concluded that the first option was not possible to achieve.

Accordingly, the purpose of the Administrations was to achieve a better result for creditors as a whole than would be obtained through an immediate liquidation of the Companies. Furthermore the Administrators are of the opinion that Administration will facilitate a detailed investigation into the underlying causes for the Companies' failure. This is discussed further in section 3 below.

### **2.4. Electronic communication with creditors**

In an effort to reduce the costs of the Administrations, all communications with creditors, including updates and progress reports, have been posted onto a website, which has been set up specifically for this purpose. The web address is [www.deloitte.com/uk/balli](http://www.deloitte.com/uk/balli)

A letter will be issued to all creditors each time the website is updated with a statutory notice or report. All creditors' statutory notices will be retained on the website for 3 months after being uploaded to the site.

**Please therefore ensure that you review the website regularly for updates and further notices and reports**

Furthermore we note that a dedicated email address has been established at [balli@deloitte.co.uk](mailto:balli@deloitte.co.uk)

### **2.5 Voting instructions to creditors for the Creditors' meetings**

Details of the Creditors' meetings for the Companies are provided at section 4.7 below and the Administrators' proposals are set out at section 8 below.

Creditors are requested to print, sign and return the Proxy Form (Appendix 7) to the address on the front of this report or scan and send a copy by email to balli@deloitte.co.uk, to signify their approval or otherwise of the resolutions and Administrators' proposals. The resolutions, in addition to the proposals attached, are as follows

**Resolution 1** That the Joint Administrators' Proposals be approved (see section 8)

**Resolution 2** That the Joint Administrators' remuneration be fixed by reference to the time properly given by the Joint Administrators and their staff in attending to matters arising in the Administrations, calculated at the prevailing standard hourly charge out rates used by Deloitte LLP at the time when the work is performed. And that the Joint Administrators be authorised to draw their remuneration, plus VAT, from the Administration estates, together with disbursements incurred which relate specifically to the case

**Resolution 3** That the Joint Administrators' disbursements for mileage be fixed by reference to mileage properly incurred by the Joint Administrators and their staff in attending to matters arising in the Administrations, calculated at the prevailing standard mileage rate of up to 45p used by Deloitte LLP at the time when the mileage is incurred. Further, that the Joint Administrators be authorised to draw their disbursements for mileage from the Administration estates

**Resolution 4** That the Joint Administrators' pre-Administration costs as detailed in Appendix 3 of the Joint Administrators' Proposals be approved and that the Joint Administrators be authorised to draw their unpaid pre-Administration costs of £27,730.85, plus VAT, plus expenses of £257.10 from the Administration estates for costs incurred in relation to Balli Group plc, Balli Steel plc and Balli Trading Ltd, to be allocated equally across the Administration estates

### **3. THE MANNER IN WHICH THE AFFAIRS OF THE COMPANIES HAVE BEEN MANAGED AND FINANCED AND WILL CONTINUE TO BE MANAGED AND FINANCED IF THE ADMINISTRATORS' PROPOSALS ARE APPROVED**

#### **3.1. Introduction**

As at the date of the Administration applications, BSP, as the principal trading entity, had bilateral trade finance facilities with 18 different banks principally in Europe, the Middle East and Singapore, of which c \$330m was drawn. In the majority of cases, funds were advanced on the basis that, pending repayment, the relevant lender would have security over the stock and, following a sale, the related receivable. Moreover, stock could not be sold without the specific consent of the relevant lender.

The Administrators have been informed that the Companies and their subsidiaries loaned significant sums to related parties between 2007 and 2012 to finance investments in non – core activities, specifically property and aviation, which were unsuccessful.

With the presentation of the winding up petition, it was not deemed possible for the Companies to continue to trade or immediately implement the proposed restructuring. Accordingly, Administration was considered to be the most appropriate mechanism to realise value for creditors. As such the purpose of the Administration will be achieved through an orderly realisation of the remaining stock and reduction of specifically pledged debt associated with each parcel of stock, whilst at the same time seeking recoveries in respect of amounts due from related parties.

#### **3.2 Post Appointment Strategy**

Immediately following the appointment of the Administrators on 20 March 2013, members of the Administrators' staff attended the Companies' office to advise employees of the Administrators' appointment and so as to secure assets (including bank accounts), documents and data. Staff were briefed with regards to the Administrations.

The Companies' bank accounts have been secured and approximately \$350k has been recovered. A further c £1.3m has been recovered to date against certain related party claims.

Since their appointment, the Administrators have liaised with a number of trade finance lenders to realise stock held to the order of those institutions, thereby reducing the quantum of creditor claims. In addition, the Administrators are working with a number of institutions where the beneficial entitlement to stock is unclear or where there are competing claims.

The Administrators' strategy has, and will continue to, focus on

- Orderly realisation of assets, primarily stock, debtors and cash,
- Recovery of amounts due from related parties and a review of outstanding litigation and insurance claims,
- Discussion around possible settlement/ recovery actions,
- Investigations as to how the Companies were operated and managed, and
- If applicable, agreement of creditor claims

The Administrators' legal advisors, Clifford Chance, continue to advise the Administrators with respect to post appointment matters

The Administrators' staff are in the process of collating creditor claims and have handled creditor queries as they have arisen which include telephone calls and correspondence

The Administrators held a conference call for creditors on 28 March 2013 during which they provided an update on their work and intended workstreams. The Administrators recommended that an Informal Creditors' Committee ("ICC") be formed to assist the Administrators prior to formal committees being formed pursuant to 2.50 of the Rules.

The ICC, which consists of 8 creditors representing c \$240m and c 36% of total third party outstanding balances, held a meeting with the Administrators on 17 April 2013. The Administrators provided the ICC with an update on their work and agreed a work plan.

## 4. DIRECTORS' STATEMENTS OF AFFAIRS

### 4.1. Introduction

Statements of Affairs have been submitted by the directors of the Companies as at 20 March 2013, which are attached at Appendix 2, including lists of creditors. As required these are shown in pounds sterling (see below for rates used)

In accordance with the standard format of the Statement of Affairs form, no provision has been made in the Statements of Affairs for the costs of the Administrations (including agents, legal and other professional fees)

The most recent accounting information available for the Companies is summarised at section 1.3. The Administrators have not carried out any work of the nature of an audit on this information

There are a number of different classes of creditors within the Companies, which include

- **Secured creditors** Further details of the lenders to the Companies and the nature of their security are set out in section 4.3. There were no creditors with a qualifying floating charge
- **Preferential creditors** These relate to specific employee wage arrears, holiday pay and certain pension contributions and are paid in priority to unsecured creditors
- **Unsecured creditors** They rank behind secured and preferential creditors and receive any surplus available from net realisations

Please note that not all classes of creditor will be present in each of the Companies, specifically only BGP had any employees

### 4.2 Notes to the Directors' Statements of Affairs

The directors' have stated the following

- The exchange rates used, in converting local currencies to pounds sterling for the purposes of the Statements of Affairs, were those prevailing at the date of the appointment of the Administrators, as follows
  - USD 1.5132
  - EUR 1.1685
  - CHF 1.4283
  - CZK 30.0689
  - AED 5.5610
- The net book values have been taken from the Companies' management accounts prepared at 20 March 2013,
- The estimated to realise values are based on the directors' estimates of the consideration which could be achieved by the Administrators for a realisation of the assets of the Companies,
- There were various cross guarantees in place between the Companies, as documented in 4.3 below,
- The figures do not take into account any unsatisfied HP liabilities,



- No provision has been made in the Statements of Affairs for the costs of the Administrations (including agents, legal and professional fees)

#### **4.3. Finance facilities**

As discussed in section 3.1 above, finance facilities were provided through various lenders with cross company guarantees often given between BSP, BGP and BTL. In the majority of cases collateral was provided in the form of the goods or receivables financed through the relevant facility. No floating charges had been created by the Companies.

The directors' Statements of Affairs include an estimate of the value of the collateral available which will be realised for the benefit of these creditors and which will reduce the amount of the shortfall into the wider estate.

Any deficiency to secured creditors would rank as an unsecured claim against the estate of the relevant Company. The quantum of these (inclusive of joint obligor guarantees) is summarised within section 4.6 below.

#### **4.4. Preferential Claims**

Preferential claims relating to employee deductions are expected to be submitted to the RPO who will have a small preferential claim against the Companies. To the extent that employee claims in BGP in respect of arrears of wages and holiday pay are paid out by the RPO, the RPO will have a subrogated claim in the Administration of BGP.

#### **4.5 The Prescribed Part**

By virtue of Section 176A(2)(a) of the Act, the Administrators must make a PP of a company's net property available for the satisfaction of unsecured debts. Net property is defined as the amount of a company's property which would, but for this section, be available for the holders of floating charges created by that company. However as there were no floating charges created by the Companies the PP will not apply.

#### **4.6 Unsecured Claims**

The directors' Statements of Affairs include details of unsecured creditors' claims which for BGP, BSP and BTL are shown as £339,728,081, £385,718,127 and £109,291,486 respectively.

As discussed above unsecured creditor claims includes shortfall claims from finance creditors as well as contingent claims where one or more of the Companies provided a guarantee, or was a joint borrower and accordingly there will be an element of double counting in the figures above.

It is not possible to quantify the likely amount or timing of any dividend to unsecured creditors at this early stage in proceedings.

#### **4.7. Creditors' Meetings**

The Administrators have convened creditors' meetings for 11am on 14 May 2013 to be held at The Grand Connaught Rooms, 61-65 Great Queen Street, London, WC2B 5DA, for the purposes of considering the Administrators' proposals for the conduct of the Administrations, considering the other resolutions proposed and deciding whether to form Creditors' Committees. Notices of the meetings, on Form 2.20B, are attached at Appendix 6.

## **5. PRE-ADMINISTRATION COSTS**

### **5 1. Introduction**

A Statement of Pre-Administration costs is provided at Appendix 3

Pre-Administration costs are defined as the remuneration charged and expenses incurred by the Administrator (or other person qualified to act as such) before the company entered into Administration but with a view to its doing so

### **5 2. Approval of costs**

Determination of whether and to what extent the unpaid Pre-Administration costs are approved for payment shall be by resolution of the meetings of creditors to be held, or any creditors committees formed at those meeting, detailed at section 4 7 above

The following resolution regarding the basis of the Administrators' remuneration will be put to the general body of creditors at the meetings detailed in Section 4 7 above or to the creditors' committees should they be formed

Resolution 4 That the Joint Administrators' pre-Administration costs as detailed in Appendix 3 of the Joint Administrators' Proposals be approved and that the Joint Administrators be authorised to draw their unpaid pre-Administration costs of £27,730 85, plus VAT, plus expenses of £257 10 from the Administration estates for costs incurred in relation to Balli Group plc, Balli Steel plc and Balli Trading Ltd, to be allocated equally across the Administration estates

## 6. ADMINISTRATORS' REMUNERATION AND EXPENSES

### 6.1 Introduction

In accordance with Rule 2.106(5) the following resolutions regarding the basis of the Administrators' remuneration will be put to the general body of creditors at the meeting detailed in Section 4.7 above or to the creditors' committees should they be formed

**Resolution 2** That the Joint Administrators' remuneration be fixed by reference to the time properly given by the Joint Administrators and their staff in attending to matters arising in the Administration, calculated at the prevailing standard hourly charge out rates used by Deloitte LLP at the time when the work is performed (plus VAT) And that the Joint Administrators be authorised to draw their remuneration from the Administration estate, together with disbursements incurred which relate specifically to the case, as and when funds allow

**Resolution 3** That the Joint Administrators' disbursements for mileage be fixed by reference to mileage properly incurred by the Joint Administrators and their staff in attending to matters arising in the Administration, calculated at the prevailing standard mileage rate of up to 45p used by Deloitte LLP at the time when the mileage is incurred Further, that the Joint Administrators be authorised to draw their disbursements for mileage from the Administration estate

The Administrators' time costs incurred to 15 April 2013 total £404,141 which represents 720 hours at an average rate of £562/hour, this time is charged in six minute increments Full tables of this information are attached at Appendix 4 This is split between the Companies as follows

	Hours	Total (£)	Avg hourly rate (£/hr)
<b>Balli Group plc</b>	532	300,156	564
<b>Balli Steel plc</b>	155	93,984	608
<b>Balli Trading Ltd</b>	33	10,001	303
<b>TOTAL</b>	<b>720</b>	<b>404,141</b>	<b>562</b>

The work has been categorised into the following task headings and sub categories

- **Administration and Planning** includes such tasks as case planning and set-up, appointment notification, statutory reporting, compliance, cashiering, accounting and administrative functions
- **Realisation of Assets** includes such tasks as identifying and securing assets, dealing with fixed assets, stock, debtors, investments and any related legal issues
- **Investigation** includes such tasks as reporting on the directors' conduct, investigating antecedent transactions and any other investigations that may be deemed appropriate
- **Trading** includes tasks such as planning, strategy, managing day one site visits and corresponding with suppliers and customers

- **Creditors** include such tasks as creditor set up, communication and meetings, reviewing and agreeing preferential and unsecured claims, retention of title issues, corresponding with secured creditors, reviewing and obtaining advice in relation to security granted to the Bank. Also, dealing with trade creditors, dealing with customer creditors, employee issues, and submitting documentation to HM Revenue & Customs
- **Other matters** include employee related issues, VAT and corporation tax issues

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

Grade	£ Sept 2012 – Aug 2013
<b>Partners/Directors</b>	605 to 950
<b>Managers</b>	305 to 720
<b>Assistants and Support Staff</b>	155 to 305

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

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

"A Creditors' Guide to Administrators' Remuneration" is available for download at

[www.deloitte.com/uk/sip-9-england-and-wales](http://www.deloitte.com/uk/sip-9-england-and-wales)

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

## 6.2. Administrators' Expenses

A summary of the Administrators' expenses (excluding VAT if applicable) which relate to direct expenses such as travel are set out below. All expenses relate to BGP. Please note that the Administrators' expenses for mileage are calculated by reference to mileage properly incurred by the Administrators and their staff in attending to matters arising in the Administrations, at

the prevailing standard mileage rate used by Deloitte at the time when the mileage is incurred (presently up to 45p per mile)

Expense Category	£
Travel	1,494 90
Mileage	57 34
Parking	35 01
Accommodation	861 56
<b>Total</b>	<b>2,448.81</b>

### **6.3. Other Professional Costs**

To advise on appropriate legal matters and to prepare required legal documentation the Administrators instructed Clifford Chance, a firm of lawyers with the appropriate expertise and experience in dealing with these types of Administrations. They have not billed any costs to the Administrators to date.

### **6.4. Creditors' right to request information**

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

### **6.5 Creditors' right to challenge Remuneration and/or Expenses**

Any secured creditor or, unsecured creditor with the support of at least 10% in value of the unsecured creditors or, with leave of the Court, may apply to the Court for one or more orders (in accordance with Rule 2.109(4) of the Rules), challenging the amount or the basis of remuneration which the Administrators are entitled to charge or otherwise challenging some or all of the expenses incurred. Such applications must be made within 8 weeks of receipt by the applicant(s) of the report detailing the remuneration and/or expenses being complained of, in accordance with Rule 2.109 of the Rules.

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

### **7.1. Directors' conduct**

As part of their statutory duties, the Administrators will consider the conduct of the directors and any person they consider a shadow or de facto director in relation to their management of the affairs of the Companies and the causes of failure and will submit a confidential report to the Insolvency Service, a division of the Department for Business, Innovation and Skills

As part of their investigations the Administrators will consider, among other matters, the following

- statutory compliance issues,
- misfeasance or breach of duty, and
- antecedent transactions (including transactions at an under value and preferences)

Creditors who wish to draw any matters to the attention of the Administrators should write to the Administrators at the address given on the front of this report or by email at [balli@deloitte.co.uk](mailto:balli@deloitte.co.uk)

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

In accordance with the guidance given in SIP13 (E&W), details of the Companies' transactions with connected parties during the period of this report and the two years prior to our appointment have been requested and is in the course of being prepared

The directors have informed us that the Companies traded with each other and their subsidiaries in the normal course of business Stanhope Services Limited, a related party, provided central services and facilitated the payment of general overhead on behalf of the Companies which costs were then recharged to the Companies In addition we are aware of significant sums raised by way of financing by the Companies or their subsidiaries which were passed up to other related parties for the purpose of investing in non-core activities, including aviation and property

Further information will be provided to creditors either at the creditors' meeting or in our next report to creditors

### **7.3. Exit Routes from Administration**

In accordance with the provisions of the Act incorporated by the Enterprise Act 2002, all Administrations automatically come to an end after one year, unless an extension is granted by the Court or with consent of the creditors

There are several exit routes which are available to the Administrators such as,

- an application to Court,
- filing a notice in Court and with the Registrar of Companies confirming that the purpose of Administration has been sufficiently achieved, or
- in the event that the Company has no property remaining to be realised the Administrators may notify the Registrar of Companies to that effect at which time the appointment of the

Administrators ceases and three months following that date the company is deemed to be dissolved

In addition the Administrators could propose to place the Companies into Creditors' Voluntary Liquidation, a Compulsory Liquidation or a Company Voluntary Arrangement

The Administrators will keep under review placing any or all of the Companies into liquidation if that would be expedient for the conduct of claims

The exit route chosen in relation to the Companies will largely depend on the circumstances of each Administration and further details as to the exit route chosen will be communicated in the first Administrators' Progress Report

The Administrators will seek their discharge from liability in accordance with Paragraph 98(1) of Schedule B1 of the Act either from the creditors' committee, if one is appointed, or from the unsecured creditors at the meeting of creditors on 14 May 2013

#### **7.4. EC Regulations**

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

#### **7.5. Third Party Assets**

Should you believe that you own items that may have been present at the Companies' former trading premises at the date of appointment please contact the Administrators as soon as possible

**8 STATEMENT OF PROPOSALS PURSUANT TO PARAGRAPH 49 OF SCHEDULE B1 OF THE INSOLVENCY ACT 1986 (AS AMENDED)**

**Balli Group plc** **Court Case No. 1387 of 2013**

**Balli Steel plc** **Court Case No. 1388 of 2013**

**Balli Trading Ltd** **Court Case No. 1386 of 2013**

**All in Administration (each being “a Company” and together being “the Companies”)**

The Administrators’ proposals are as follows

- 1 the Administrators continue to manage the affairs and any remaining assets of the Companies including any related party claims and the settlement of all Administration expenses,
- 2 the Administrators continue with their enquiries into the conduct of the directors of the Companies and continue to assist any regulatory authorities with any investigation into the affairs of the Companies,
- 3 the Administrators be authorised to explore other options to recover funds for the benefit of creditors generally,
- 4 the Administrators be authorised to agree the claims of the secured, preferential and unsecured creditors against each of the Companies unless the Administrators conclude, in their reasonable opinion, that a Company will have no assets available for distribution,
- 5 The Administrators be authorised to distribute funds to the secured and preferential creditors (if applicable) as and when claims are agreed and funds permit and, in relation to distributions to unsecured creditors, if the Court gives permission following an appropriate application,
- 6 that, in the event the creditors of each Company so determine, at meetings of creditors, a Creditors’ Committee be appointed in respect of each or any Company comprising of not more than five and not less than three creditors of that Company or Companies,
- 7 that, in respect of each Company, the Creditors’ Committee, if one is appointed, be asked to agree that the basis of the Administrators’ remuneration be fixed by reference to the time properly given by the Administrators’ and their staff in attending to matters arising in the Administrations, calculated at the prevailing standard hourly charge out rates used by Deloitte at the time when the work is performed, plus VAT, and asked to agree the Administrators’ expenses,
- 8 that, if a Creditors’ Committee is not appointed at a meeting of creditors, the creditors be asked to agree that the basis of the Administrators’ remuneration be fixed by reference to the time properly given by the Administrators and their staff in attending to matters arising in the Administrations, calculated at the prevailing standard hourly charge out rates used



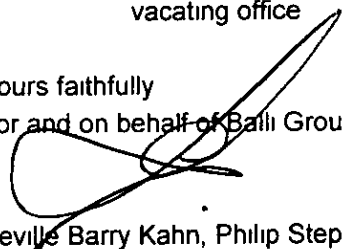
by Deloitte at the time when the work is performed, plus VAT, and asked to agree the Administrators' expenses,

- 9 that, if a Creditors' Committee is not appointed at a meeting of creditors, the creditors shall fix the Administrators' disbursements for mileage to be fixed by reference to mileage properly incurred by the Administrators and their staff in attending to matters arising during the Administrations, calculated at the prevailing standard mileage rate used by Deloitte at the time when mileage is incurred (presently up to 45p per mile), plus VAT where applicable,
- 10 that, if a Creditors' Committee is not appointed, the Administrators' Pre Administration Costs as detailed in Appendix 4 of the Administrators' Proposals be approved And that the Administrators be authorised to draw their unpaid Costs, plus VAT, from the Administration estates allocated equally across the Companies,
- 11 that, subject to progress in their investigations, the Administrators keep under review placing any or all of the Companies into liquidation if that would be expedient for the conduct of claims,
- 12 that, following the realisation of assets and resolution of all matters in the Administrations, and as quickly and efficiently as is reasonably practicable, the Administrators implement the most cost effective steps to formally conclude the Administrations This may include the distribution of funds to unsecured creditors (provided Court permission is obtained) and then the dissolution of the Companies or alternatively, seeking to put each or any of the Companies into Creditors' Voluntary Liquidation ("CVL") or Compulsory Liquidation, depending on which option will result in a better realisation for creditors,
- 13 that, if each or any of the Companies were to be placed into CVL, the Administrators propose to be appointed Liquidators and any Creditors' Committee appointed will become the Liquidation Committee pursuant to Rule 4 174A of the Rules and that the basis of the Liquidators' remuneration be fixed by reference to the time given in attending to matters arising in the Liquidations As per Paragraph 83(7) of Schedule B1 of the Act and Rule 2 117A(2)(b) of the Rules, the creditors may nominate a different person to be Liquidator(s) provided the nomination is made before the proposals are approved by creditors For the purposes of Section 231 of the Act the Liquidators will each be authorised to carry out all functions, duties and powers either jointly or severally, and

14 in the absence of Creditors' Committees, the creditors of each Company agree that the Administrators be discharged from liability per Paragraphs 98 and 99 of Schedule B1 of the Act immediately upon the Administrators' filing their final report to creditors and vacating office

Yours faithfully

For and on behalf of Balli Group plc, Balli Steel plc and Balli Trading Ltd



Neville Barry Kahn, Philip Stephen Bowers and Carlton Malcolm Siddle  
Administrators of the Companies - In Administration

Deloitte LLP  
Athene Place  
66 Shoe Lane  
London  
EC4A 3BQ  
United Kingdom

**Neville Barry Kahn, Philip Stephen Bowers and Carlton Malcolm Siddle were appointed Joint Administrators of Balli Group plc, Balli Steel plc and Balli Trading Ltd on 20 March 2013. The affairs, business and property of the Companies are managed by the Joint Administrators. The Joint Administrators act as agents of the Companies and contract without personal liability.**

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

**BALLI GROUP PLC, BALLI STEEL PLC AND BALLI TRADING LTD ( ALL IN ADMINISTRATION)**  
**STATUTORY INFORMATION**

Company Name	Ball Group plc	Balli Steel plc	Balli Trading Ltd
Previous Names			Moresample Ltd
Proceedings	In Administration	In Administration	In Administration
Court	High Court of Justice	High Court of Justice	High Court of Justice
Court Reference	1387 of 2013	1386 of 2013	1388 of 2013
Date of Appointment	20 March 2013	20 March 2013	20 March 2013
Joint Administrators	Neville Barry Kahn, Philip Stephen Bowers and Carlton Malcolm Siddle Deloitte LLP PO Box 810 66 Shoe Lane London EC4A 3WA United Kingdom	Neville Barry Kahn, Philip Stephen Bowers and Carlton Malcolm Siddle Deloitte LLP PO Box 810 66 Shoe Lane London EC4A 3WA United Kingdom	Neville Barry Kahn, Philip Stephen Bowers and Carlton Malcolm Siddle Deloitte LLP PO Box 810 66 Shoe Lane London EC4A 3WA United Kingdom
Registered office Address	c/o Deloitte LLP Hill House 1 Little New Street London EC4A 3TR	c/o Deloitte LLP Hill House 1 Little New Street London EC4A 3TR	c/o Deloitte LLP Hill House 1 Little New Street London EC4A 3TR
Company Number	02632984	03418142	02098770
Incorporation Date	26/07/1991	06/08/1997	11/02/1987
Company Secretary	Nasser Alaghband	Nasser Alaghband	N/A
Bankers	n/a	Credit Suisse	Credit Suisse
Auditors	BDO LLP	BDO LLP	BDO LLP
Appointment by	The High Court of Justice	The High Court of Justice	The High Court of Justice
Directors at date of Appointment	Nasser Alaghband, Vahid Alaghband	Nasser Alaghband, Vahid Alaghband	Nasser Alaghband, Vahid Alaghband
Directors' Shareholdings	None	Vahid Alaghband – 1 share	Vahid Alaghband – 1 share

DIRECTORS' STATEMENT OF AFFAIRS

BALLI GROUP PLC

Rule 2.29

Form 2.14B

Statement of affairs

<b>Name of Company</b> Balli Group PLC	<b>Company Number</b> 02612984
<b>In the</b> High Court of Justice Chancery Division Companies Court	<b>Court Case Number</b> 1187 of 2013

(a) Insert name and address of registered office of the company Statement as to the affairs of (a) Balli Group PLC

(b) Insert date on the (b) 20 March 2013

Statement of Truth

I believe that the facts stated in this statement of affairs are a full true and complete statement of the affairs of the above named company as at (b) 20 March 2013 the date that the company entered administration

Full name NASSER HANANIS  
Signed [Signature]  
Dated 22 April 2013

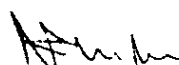
## DIRECTORS' STATEMENT OF AFFAIRS

## BALLI GROUP PLC (Cont.)

## A - Statement of Assets

Assets		Book Value £	Estimated to Realise £
Assets subject to fixed charge			
Assets subject to floating charge			
Uncharged assets			
	Tangible assets	8,350	0
	Investment in subsidiaries	26,482,916	0
	Debtors	1,893,008	1,409,282
	Related party debtors	5,065,596	0
	Cash at bank and in hand	29,747	2,269
Estimated total assets available for preferential creditors		33,479,617	1,411,551

Signature



Date

22 April 2013

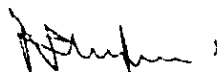
## DIRECTORS' STATEMENT OF AFFAIRS

## BALLI GROUP PLC (Cont.)

## A1 - Statement of Liabilities

		Estimated to Realise £
Estimated total assets available for preferential creditors (carried from page A)		£ 1,411,551
<b>Liabilities</b>		
Preferential creditors	£ 111,643	
Estimated deficiency/surplus as regards preferential creditors		£ 1,299,908
Estimated prescribed part of net property where applicable (to carry forward)	£ 0	
Estimated total assets available for floating charge		£ 1,299,908
Debts secured by floating charges	£ 0	
Estimated deficiency/surplus of assets after floating charges		£ 1,299,908
Estimated prescribed part of net property where applicable (brought down)	£ 0	
Total assets available to unsecured creditors		£ 1,299,908
Unsecured non-preferential claims (excluding any shortfall to floating charge holders)	£ 339,728,081	
Estimated deficiency/surplus as regards non-preferential creditors (excluding any shortfall to floating charge holders)		(£ 338,428,173)
Shortfall to floating charge holders (brought down)	£ 0	
Estimated deficiency/surplus as regards creditors		(£ 338,428,173)
Issued and called up capital	£ 32,399,749	
Estimated total deficiency/surplus as regards members		(£ 370,827,922)

Signature



Date

22 April 2013

## DIRECTORS' STATEMENT OF AFFAIRS

## BALLI GROUP PLC (Cont )

## COMPANY CREDITORS

**Note** You must include all creditors and identify all creditors under hire-purchase, chattel leasing or conditional sale agreements and customers claiming amounts paid in advance of the supply of goods or services and creditors claiming retention of title over property in the company's possession

Name of creditor or Claimant	Address (with postcode)	Amount of debt £
BALLI INVESTMENTS LIMITED	C/O W LEGAL LIMITED 2ND FLOOR, 35 PARK LANE, LONDON W1K 1RB	1,179,893
BALLI STEEL PLC	HILL HOUSE 1 LITTLE NEW STREET, LONDON EC4A 3TR	35 276,773
STANHOPE SERVICES LIMITED	C/O W LEGAL LIMITED, 2ND FLOOR 35 PARK LANE LONDON W1K 1RB	28,310
MAURICIO SCHUMMER	BAARERSTRASSE 141, ZUG 6300, SWITZERLAND	960
FERIT FERHANGIL	120 WOOSTER STREET, NEW YORK, NY 10012, USA	408
HMRC	LARGE & COMPLEX CRM BUSINESS, S0870 P O BOX 3900, GLASGOW G70 6AA	378 998
ACT CONFERENCING UK	HYGEIA 88 COLLEGE ROAD HARROW, MIDDLESEX HA1 1BE	311
ADISSON LEE	35 - 37 WILLIAM ROAD LONDON NW1 3ER	21
AKIN GUMP STRAUSS HAVER & FELD	EIGHTH FLOOR, TEN BISHOPS SQUARE, LONDON E1 6EG	14 193
ALBAHARIA SHIPPING CO	18 KAHR ABDO STREET, ROUSHDY, ALEXANDRIA, EGYPT	991
BRIDGEHOUSELAW MUNICH	KARLSTRASSE 35 80333 MUNICH GERMANY	32 521
BRIDGEHOUSELAW ATLANTA	1170 PEACHTREE STREET NE SUITE 1750, THE PROSCENIUM, ATLANTA, GEORGIA 30309, USA	28 582
C&M LAW OFFICE	A-501, GUO MEN BUILDING, 1 ZUO JIA JHUANG ROAD, CHAOYANG DISTRICT, BEIJING PC 100028, CHINA	6,609
CATERINGTEMPS.COM	108-110 JUDD STREET, LONDON WC1H 9PX	403
CMS VON ERLACH HENRICI LTD	DREIKONIGSTRASSE 7, POSTFACH, CH-8022 ZURICH, SWITZERLAND	29 962
BARCLAYCARD COMMERCIAL	PO Box 3000, TEESDALE BUSINESS PARK, STOCKTON ON-TEES TS17 6YG	13,727
CONYERS DILL & PEARMAN	COMMERCE HOUSE WICKHAMS CAY 1 P O BOX 3140, ROAD TOWN, TORTOLA BRITISH VIRGIN ISLANDS VG1110	10 904
COUSINS CHIPMAN & BROWN LLP	1007 NORTH ORANGE STREET SUITE 1110 WILMINGTON, DE 19801, USA	24,510
EULER HERMES SERVICES UK LTD	1 CANADA SQUARE, LONDON E14 5DX	48,969
WEST ONE NEWS LTD	24/25 FOLEY STREET LONDON W1W 8AT	216
KAY INTERNATIONAL LIMITED	9-13 FENCHURCH BUILDINGS LONDON EC3M 5HR	360 688
LAND HOLDINGS (LONDON) LIMITED	33 CAVENDISH SQUARE LONDON W1G 0PW	40 449
LITTLETON CHAMBERS	3 KING'S BENCH WALK NORTH TEMPLE LONDON, EC4Y 7HR	180
LOYENS & LOEFF	POSTBUS 17 5600 AA EINDHOVEN, THE NETHERLANDS	5 951
THUS LIMITED	VODAFONE HOUSE THE CONNECTION, NEWBURY BERKSHIRE RG12 2FN	12,379

# DIRECTORS' STATEMENT OF AFFAIRS

## BALLI GROUP PLC (Cont.)

MILLER & CHEVALIER CHARTERED	655 FIFTEENTH STREET, NW, SUITE 900, WASHINGTON DC 20005-5701, USA	4,150
NORTHERN TRADING LTD	33 CAVENDISH SQUARE LONDON W1G 0PW	35 075
O'NEAL WEBSTER	SIMMONDS BUILDING, 30 DECASTRO STREET ROAD TOWN TORTOLA, BRITISH VIRGIN ISLANDS	2,140
PHS RECORDS MANAGEMENT	UNIT 2, TRINITY TRADING ESTATE, SILVERDALE ROAD, HAYES MIDDLESEX UB3 3BN	164
PLAN LONDON LTD	29-35 LORDSHIP LANE, LONDON SE22 8EW	705
PREMIER TELECOM SOLUTIONS LTD	GLENEAGLES HOUSE, 4400 PARKWAY, FAREHAM HAMPSHIRE PO15 7FJ	1,873
PRICE FORBES & PARTNERS LTD	2 MINSTER COURT, MINCING LANE, LONDON EC3R 7PD	37 759
REYNOLDS FRIZZELL BLACK DOYLE ALLEN OLDHAM LLP	1100 LOUISIANA SUITE 3500 HOUSTON, TEXAS 77002, USA	28,434
RICOH UK LIMITED	RICOH HOUSE, ULLSWATER CRESCENT, COULSDON CR5 2HR	8,875
SHANGHAI NETWORK BUS CONSULTING LTD	ROOM B 10TH FLOOR, JINGAN NEW CENTURY PLAZA, 881 NANJING WEST ROAD SHANGHAI CHINA 200047	11,178
SPACE PLACE	PO BOX 2010 WEIRTON W 26062 USA	629
MR STEWART BUCKINGHAM	QUADRANT CHAMBERS QUADRANT HOUSE 10 FLEET STREET, LONDON EC4Y 1AU	1 200
BDO LLP	55 BAKER STREET, LONDON W1U 7EU	211 487
EVERYTHING ANYWHERE LIMITED	8 CAMBERWELL WAY, DOXFORD, SUNDERLAND SR3 3X	3,345
TNT INTERNATIONAL	P O BOX 186, RAMSBOTTOM, BURY, LANCASHIRE BL0 9GR	66
VIRTUAL BUSINES SOURCE LTD	P O BOX 501 THE NEXUS BUILDING, BROADWAY, LETCHWORTH GARDEN CITY HERTFORDSHIRE SG6 9PL	147
VODAFONE LTD	PO BOX 932 DONCASTER DN4 5XW	540
XENITH DOCUMENT SYSTEMS	11 - 13 WAKLEY STREET, LONDON EC1V 7LT	448
EMPLOYEE PREFERENTIAL CLAIMS		111 643
OTHER EMPLOYEE CLAIMS		192,370
DF DEUTSCHE FORFAITING AG	KATTENBUG 18-24 50687 COLOGNE, GERMANY	1 850 593
SWISS FORFAIT S R O	NA PERSTYNE 362/2, 101 00 PRAGUE 1, CZECH REPUBLIC	2,338,944
AIC HANDELS GMBH	MENZELSTRASSE 7 14467 POTSDAM GERMANY	185,175
GUARANTEES PROVIDED TO THE CREDITORS OF BALLI STEEL PLC		189,973,021
GUARANTEES PROVIDED TO THE CREDITORS OF BALROX LIMITED		2 998,875
GUARANTEES PROVIDED TO THE CREDITORS OF BALLI STEEL CZECH SRO		63 692,305
GUARANTEES PROVIDED TO THE CREDITORS OF BALLI MIDDLE EAST FZE		40 655,826

Signature



Date

22 April 2013



## COMPANY SHAREHOLDERS

[illegible]

**Signature**

Date 22 April 2013

DIRECTORS' STATEMENT OF AFFAIRS

BALLI STEEL PLC

Rule 2.29

Form 2.14B

Statement of affairs

<b>Name of Company</b> Balli Steel PLC	<b>Company Number</b> 03418142
<b>In the</b> High Court of Justice Chancery Division Companies Court	<b>Court Case Number</b> 1388 of 2013

(a) Insert name and address of registered office of the company Statement as to the affairs of (a) Balli Steel PLC

(b) Insert date on the (b) 20 March 2013

Statement of Truth

I believe that the facts stated in this statement of affairs are a full true and complete statement of the affairs of the above named company as at (b) 20 March 2013, the date that the company entered administration

Full name NASIR AHMED  
Signed [Signature]  
Dated 22 April 2013

# DIRECTORS' STATEMENT OF AFFAIRS

## BALLI STEEL PLC (Cont.)

### A - Statement of Assets

Assets	Book Value £	Estimated to Realise £
Assets subject to fixed charge/pledge over inventory/assigned receivables		
Inventory	12 817,196	7 316,100
Debtors	16,488,863	11,808 360
Less facilities	-29,306,059	-29,306,059
Shortfall	0	-10,181,599
Assets subject to floating charge		
Uncharged assets		
Inventory	196,806	122,300
Investment in subsidiaries	12,414,602	0
Other investment	47,251	0
Debtors	27,312 767	8,950,967
Related party debtors	179 970,971	60,663,837
Cash at banks	28,052	28 052
Estimated total assets available for preferential creditors	219 970 449	69 765 157

Signature 

Date 22 April 2015

DIRECTORS' STATEMENT OF AFFAIRS

BALLI STEEL PLC (Cont.)

A1 - Statement of Liabilities

		Estimated to Realise £
Estimated total assets available for preferential creditors (carried from page A)		£ 69,765,157
Liabilities		
Preferential creditors	£ 0	
Estimated deficiency/surplus as regards preferential creditors		£ 69,765,157
Estimated prescribed part of net property where applicable (to carry forward)	£ 0	
Estimated total assets available for floating charge		£ 69,765,157
Debts secured by floating charges	£ 0	
Estimated deficiency/surplus of assets after floating charges		£ 69,765,157
Estimated prescribed part of net property where applicable (brought down)	£ 0	
Total assets available to unsecured creditors		£ 69,765,157
Unsecured non-preferential claims (excluding any shortfall to floating charge holders)	£ 385,718,127	
Estimated deficiency/surplus as regards non-preferential creditors (excluding any shortfall to floating charge holders)		(£ 315,952,971)
Shortfall to floating charge holders (brought down)	£ 0	
Estimated deficiency/surplus as regards creditors		(£ 315,952,971)
Issued and called up capital	£ 18,732,852	
Estimated total deficiency/surplus as regards members		(£ 334,685,823)

Signature



Date 22 April 2013

DIRECTORS' STATEMENT OF AFFAIRS

BALLI STEEL PLC (Cont.)

COMPANY CREDITORS

**Note** You must include all creditors and identify all creditors under hire-purchase, chattel leasing or conditional sale agreements and customers claiming amounts paid in advance of the supply of goods or services and creditors claiming retention of title over property in the company's possession

Name of creditor or Claimant	Address (with postcode)	Amount of debt £	Details of any security held by creditor	Date security given	Value of security £
BALLI GMBH	TONHALLENSTRASSE 16 47051 DUISBURG GERMANY	27,697,966			
BALLI MIDDLE EAST LIMITED FZE	JEBEL ALI FREE ZONE P O BOX 16936 DUBAI, UAE	41,822,968			
BALLI STEEL CZECH SRO	TROJANOVA 1993/6, 120 00 PRAGUE 2 CZECH REPUBLIC	71,080,573			
BALLI TRADING LIMITED	HILL HOUSE 1 LITTLE NEW STREET LONDON EC4A 3TR	7,252,458			
BALROX LIMITED	C/O W LEGAL LIMITED, 2ND FLOOR 35 PARK LANE, LONDON W1K 1RB	12,968,262			
NATIONAL PORT SAID STEEL	EL RASWAH INDUSTRIAL ZONE PORT SAID EGYPT	1,162,177			
EL MARAKBY FOR METALLIC INDUSTRIES	6TH OCTOBER 6TH INDUSTRIAL ZONE PLANT 157 158 169, GIZA EGYPT	700,117			
IROF CO	VIA DEI MUGNAI 12, ZONA IND EST 06081 S MARIA DEGLI ANGELI, ASSISI (PG) ITALY	1,722			
SOFEMI S A R L	29 Bd YACOUB EL MANSOUR MAARIF CASABLANCA MOROCCO	5,160			
PISUTIGOMAL INT CO	399/18 2ND FLOOR, SOI NANGLINJEE 9 NANGLINJEE ROAD, CHONGSONSEE YANNAWA BANGKOK 10120 THAILAND	15,095			
INTERNATIONAL SERVICES AND CONSULTANCY	46 SYRIA STREET, MOHAMEDSSIN GIZA, EGYPT	94,223			
ANDARU SINARMATRA	MENARA CITICON, 15TH FL SUITE 15D, JL LET JEND SIPARANMAN KAV 72 JAKARTA BARAT -11410 INDONESIA	85,514			
JABBAR & COMPANY	BASHATI DREAM PLOT 3, ROAD 20 GULSHAN-1 DHAKA-1212 BANGLADESH	45,408			
BASS STEEL TRADE S L	JUAN RAMON JIMENEZ 8 1PL OFIC 8A 28036 MADRID SPAIN	22,497			

DIRECTORS' STATEMENT OF AFFAIRS

BALLI STEEL PLC (Cont.)

KYUNG ILL TRADING COMPANY	7 DAENEUNG-RI DAEGOT-MYEON, GIMPO-CITY KYUMGGH-DO, KOREA	3,252		
AMAR ZEROUJ	7 RUE DJELLOUL CHAIBI, PINS MARITIMES EL MOHAMMADIA ALGER 16130, ALGERIA	32,372		
DEVINKANDAN TRADELINKS PVT LTD	203 STEEL CENTER CARNAC BUNDER, MUMBAI 400010, INDIA	5,724		
REPRESENTACIONES PISTORIUS	FRENTE CENTRO DE SALUD SOCRATES FLORES, BARRIO MONSEÑOR LEZCANO APARTADO POSTAL 4933, MANAGUA, NICARAGUA	957		
ONE METAL RESOURCES PTE LTD	93 JALAN SEMPADAN, # 01-02 SINGAPORE 457399	13,506		
CROSS ATLANTIC LTD	SUITE 617, ST. JAMES COURT, ST DENNIS STREET PORT LOUIS, MAURITIUS	86,388		
INSPECTORATE INTERNATIONAL LIMITED	2 PERRY ROAD, WITHAM, ESSEX, CM8 2TU	4,577		
BUREAU VERITAS BRANCH UK	PARKLANDS, 825 WILMSLOW ROAD, DIDSBOURY MANCHESTER M20 2RE	790		
CEFERINO ELORZA S A	GRAN VIA, 17 DPTO 511, 48001 BILBAO SPAIN	1,727		
CONTROL UNION WORLD GROUP	B-9 KING CHARLES TERRACE SOVERIGN COURT THE HIGHWAY LONDON E1W 3HL	18,273		
TENARIS INGENIERIA SA	LA CUMPARISTA 1373, PISO 10, MONTIVIDEO, URUGUAY	404,818		
GLOBELINK WEST STAR SHIPPING LLC	P O BOX 6027, DUBAI UAE	37,575		
INFOSPECTRUM LTD	59 ST ALDATES, OXFORD OX1 1ST	558		
INSPECTORATE VIETNAM CO LTD	28 PHUNG KHAC KHOAN STREET DISTRICT 1 HO CHI MINH CITY, VIETNAM	938		
BAIT AL THALJE TR LLC	2007/B CITY TOWER 2, SHEIKH ZAYED ROAD, 39559 DUBAI, UAE	1,371,591		
MARINO GIADI s r l	VIA MAGAZZINI POSTERIORI 53, RAVENNA, ITALY	1,838		
MARINE INSPECTIONS AND LOGISTICS INTERNATIONAL (ROTTERDAM) B V	ADRIAEN BANKERTSTRAAT 1D 3115 JE SCHIEDAM THE NETHERLANDS	72,293		
SEVERSTAL EXPORT GMBH	FISCHERGASSE 3, 6362 STANSSTAD SWITZERLAND	47,012		
STARGLOBE LIMITED	VIA ADAMINI 10A, 6900 LUGANO, SWITZERLAND	37,259		

DIRECTORS' STATEMENT OF AFFAIRS

BALLI STEEL PLC (Cont.)

C STEINWEG	FTZ#74 1201 WALLACE ST BALTIMORE MD 21230 USA	67 241			
TERMINAL DE CARGA GERAL E DE GRANIS DE LEIXOES SA	AV ENG DUARTE PACHECO DOCA 2 SUL PORTO DE LEIXOES CX POSTAL 2363 4451-901 MATOSINHOS PORTUGAL	1 455			
TRUST ALGERIA ASSURANCE & RE	55 RUE MEKKI KHELIFA, MARAVAL ORAN ALGERIA	2 739			
VIC SRL	VIA DELL'ELETTRICITA 21 30175- MAGHERA (VE), ITALY	2 845			
VALE INTERNATIONAL SA	ROUTE DE PALLATEX 29, 1182-ST PREX, SWITZERLAND	15 234			
BAOSTEEL EUROPE GMBH	NONNENSTIEG 1, 20149 HAMBURG GERMANY	355 863			
RG STEEL SPARROWS POINT LLC	1430 SPARROWS POINT BULD, BALTIMORE, MARYLAND USA	573 256			
SARIM SHIPPING LTD	20 COLLYER QUEAY, #10-05 TUNG CENTRE SINGAPORE 049319	58 006			
EISA LTD	JOHN KENNEDY STR IRIS HOUSE, 7TH FLOOR OFFICE 740B, 3106, LIMASSOL, CYPRUS	1 044			
METALURGICA GALAICA SA	C/TRA DE CASTILLA 802-820 - 15570 NARON LA CORUNA, SPAIN	7 159			
KINDER MORGAN BULK TERMINALS INC	1575 SPARROWS POINT BULD, BALTIMORE MD 21219-1028, USA	29 188			
STRONG IRON SA	RUA FILIPE FOLQUE NO 46 -3, 1050 -114 LISBON PORTUGAL	3 970			
JEREZ MANAGEMENT SA	C/O CAWA COMERCIO E REPRESENTACOES LTDA, AV SANTOS DUMONT, 1287 AN 8 PS 802, CENTRO FORTALEZA, CE 60 150 160 BRAZIL	62,259			
ABC INTERNATIONAL BANK PLC	1-5 MOORGATE, LONDON EC2R 6AB	9,840 731			
ABN AMRO	COOLSINGEL 93 P O BOX 749 3000 AS ROTTERDAM, THE NETHERLANDS	761 621	Assignment of receivable	30/01/2013	£ 381,642
ANADOLUBANK NEDERLAND NV	OFFICIA 1, DE BOELALAAN 7 1083 HJ AMSTERDAM THE NETHERLANDS	11,109 734			
BANQUE CANTONALE VAUDOISE	PLACE ST-FRANCOIS 14, LAUSANNE 1003 SWITZERLAND	14 395 738	Pledge of inventory	19/04/2012	£ 2,310 100
BANQUE INTERNATIONALE DE COMMERCE-BRED	1 PLACE LONGEMALLE, 1204 GENEVA, SWITZERLAND	2 782 568	Assignment of Insurance claim	04/03/2013	£ 168 812
CREDIT EUROPE BANK NV	KARSPELDREEF 6A, 1101 CJ AMSTERDAM THE NETHERLANDS	11,705 550			

DIRECTORS' STATEMENT OF AFFAIRS

BALLI STEEL PLC (Cont.)

		70,301,510	Pledge of inventory Assignment of receivables	01/06/2012 various	£ 2,341,100
DBS BANK LIMITED	4TH FLOOR, PATERNOSTER HOUSE, 85 ST PAUL'S CHURCHYARD LONDON EC4M 8AB				
KBC BANK NV	HAVENLAAN 2, B-1080 BRUSSELS, BELGIUM	21,437,724	Pledge of receivables	various	£ 10,364,843
RAIFFEISEN BANK INTERNATIONAL AG	AM STADTPARK 9, 1030 VIENNA, AUSTRIA	15,179,039	Assignment of receivable	11/08/2012	£ 780,000
RABOBANK INTERNATIONAL	LONDON BRANCH THAMES COURT ONE QUEENHITHE LONDON EC4V 3RL	12,754,145	Pledge of inventory Assignment of receivables	10/5/2012 various	£ 2,664,900 £ 488,587
ROSBANK SWITZERLAND SA	12 BD GEORGE FAYON, P.O.BOX 5445, CH-1211 GENEVA 11, SWITZERLAND	760,385			
THE ECONOMY BANK NV	PROF W H KEESOMILAN 5, 1183 DJ AMSTELVEEN THE NETHERLANDS	10,760,742			
BANCA UBAE SPA	VIA QUINTINO SELLA 2 00187 ROME, ITALY	2,642,074			
UBS AG	VIA CANTONALE 16 CH-6928 MANNO LUGANO SWITZERLAND	16,380,083			
ČESKA SPORITELNA AS	OLBRACHTOVA 1829/62, 140 00 PRAGUE 4 CZECH REPUBLIC	3,448,999			
BANQUE CIC (SUISSE) AG	MARKTPLATZ 11-13, POSTFACH 216 CH-4001 BASEL, SWITZERLAND	303,836			
EUROPAISCH-IRANISCHE HANDELSBANK AG	DEPENAU 2 D-20085 HAMBURG, GERMANY	237,829			
YAPI KREDİ BANK NEDERLAND NV	REMBRANDT TOWER, AMSTELPLEIN 1 1096 HA AMSTERDAM, THE NETHERLANDS	106			
DF DEUTSCHE FORFAITING AG	KATTENBUG 18-24 50667 COLOGNE GERMANY	2,964,693			
TEWOO INTERNATIONAL TRADE COMPANY LIMITED	NO 147 CHANGJIANG ROAD, NANKAI DISTRICT TIANJIN, CHINA	24,020,564			
GUARANTEES PROVIDED TO THE CREDITORS OF BALLI MIDDLE EAST FZE		6,778,967			

Signature

Date 22 Aug 2013



## DIRECTORS' STATEMENT OF AFFAIRS

**BALLI STEEL PLC (Cont.)**

## COMPANY SHAREHOLDERS

[illegible]

Signature \_\_\_\_\_

Date 22 April 2013

**DIRECTORS' STATEMENT OF AFFAIRS**

**BALLI TRADING LIMITED**

Rule 2.29

Form 2.14B

**Statement of affairs**

<b>Name of Company</b> Balli Trading Limited	<b>Company Number</b> 02098770
<b>In the</b> High Court of Justice Chancery Division, Companies Court	<b>Court Case Number</b> 1386 of 2013

(a) Insert name and address of registered office of the company Statement as to the affairs of (a) Balli Trading Limited

(b) Insert date on the (b) 20 March 2013

**Statement of Truth**

I believe that the facts stated in this statement of affairs are a full, true and complete statement of the affairs of the above named company as at (b) 20 March 2013, the date that the company entered administration

Full name 1 BALLI TRADING LIMITED  
Signed [Signature]  
Dated 20 March 2013

DIRECTORS' STATEMENT OF AFFAIRS

BALLI TRADING LIMITED (Cont.)

A - Statement of Assets

		Book Value £	Estimated to Realise £
Assets			
Assets subject to fixed charge			
Assets subject to floating charge			
Uncharged assets			
	Investment in subsidiaries	9,225,587	0
	Debtors	587,468	0
	Related party debtors	8,525,065	0
	Cash at banks	225,199	214,131
Estimated total assets available for preferential creditors		18,563,319	214,131

Signature 

Date 12 April 2013


DIRECTORS' STATEMENT OF AFFAIRS

BALLI TRADING LIMITED (Cont.)

A1 - Statement of Liabilities

		Estimated to Realise £
Estimated total assets available for preferential creditors (carried from page A)		£ 214,131
<b>Liabilities</b>		
Preferential creditors	£ 0	
Estimated deficiency/surplus as regards preferential creditors		£ 214,131
Estimated prescribed part of net property where applicable (to carry forward)	£ 0	
Estimated total assets available for floating charge		£ 214,131
Debts secured by floating charges	£ 0	
Estimated deficiency/surplus of assets after floating charges		£ 214,131
Estimated prescribed part of net property where applicable (brought down)	£ 0	
Total assets available to unsecured creditors		£ 214,131
Unsecured non-preferential claims (excluding any shortfall to floating charge holders)	£ 109,291,486	
Estimated deficiency/surplus as regards non-preferential creditors (excluding any shortfall to floating charge holders)		(£ 109,077,355)
Shortfall to floating charge holders (brought down)	£ 0	
Estimated deficiency/surplus as regards creditors		(£ 109,077,355)
Issued and called up capital	£ 7,750,000	
Estimated total deficiency/surplus as regards members		(£ 116,827,355)

Signature



Date

22 April 2013

# DIRECTORS' STATEMENT OF AFFAIRS

## BALLI TRADING LIMITED (Cont.)

### COMPANY CREDITORS

Note You must include all creditors and identify all creditors under hire-purchase chattel leasing or conditional sale agreements and customers claiming amounts paid in advance of the supply of goods or services and creditors claiming retention of title over property in the company's possession

Name of creditor or Claimant	Address (with postcode)	Amount of debt £
Balli Carbon Limited	c/o W Legal Limited, 2 <sup>nd</sup> Floor, 35 Park Lane, London W1K 1RB	20,720
Balli Group plc	Hill House, 1 Little New Street, London EC4A 3TR	5 065 596
DBS Bank Limited	4 <sup>th</sup> Floor Paternoster House, 65 St Paul's Churchyard London EC4M 8AB	2
Joint obligor liabilities with respect to creditors of Balli Steel plc		104,205,168

Signature



Date 22 April 2013

## DIRECTORS' STATEMENT OF AFFAIRS

**BALLI TRADING LIMITED (Cont.)**

## COMPANY SHAREHOLDERS

[illegible]

**Signature**

Date 22 April 2013

## STATEMENT OF PRE-ADMINISTRATION COSTS

Pursuant to Rule 2.33(2)(ka) of the Insolvency (Amendment) Rules 2010

### 1 GENERAL

Pre-Administration Costs are defined as the fees charged and expenses incurred by the Administrators (or other person qualified to act as such) before the company entered into Administration but with a view to its doing so

This Statement gives a detailed analysis of the Pre-Administration Costs for Balli Group plc, Balli Steel plc, and Balli Trading Ltd incurred by the Administrators

### 2 APPROVAL

Determination of whether and to what extent the unpaid Pre-Administration costs are approved for payment shall be by resolution of the meeting of creditors to be held, or any creditors committee formed at that meeting, detailed at section 4.7 above

### 3 PRE-APPOINTMENT FEES AND EXPENSES INCURRED BY THE ADMINISTRATORS FOR BALLI GROUP PLC, BALLI STEEL PLC, AND BALLI TRADING LTD (ALL IN ADMINISTRATION)

Throughout the pre-appointment period in 2013, the directors agreed with the proposed Administrators that they be allowed to bill their remuneration fixed by reference to the time properly given by the proposed Administrators and their staff in dealing with matters set out below which were considered to be necessary to placing Balli Group plc, Balli Steel plc, and Balli Trading Ltd into Administration, calculated at the prevailing standard hourly charge out rates used by Deloitte LLP at the time when the work was performed, plus VAT

### 4 ANALYSIS OF TIME INCURRED

The time incurred by the Administrators and their staff for the pre-appointment period from 1 January 2013 to 19 March 2013, is summarised in the table below. The work was required and conducted in relation to all three Companies and accordingly it is proposed that the unpaid fees as at the date of appointment be allocated for payment equally

Classification of work function	Partners and Directors	Managers	Assistants & Support Staff	Total Hours	Time Cost £	Average Hourly Rate £
Preparation for Administration	154 1	71 0	11 3	292 3	128,315 60	554 13
Total Fees Claimed	154 1	71 0	11 3	292 3	128,315 60	554 13
Total Fees Drawn	115 0	64 2	9 3	182 3	100,584 75	545 85
Total Fees Unpaid as at the date of Appointment	39 1	6 8	2 0	47 9	27,730 85	578 93

## 5 ANALYSIS OF WORK PROVIDED

Work performed by the Joint Administrators prior to the Administrations includes, but is not limited to, the following key work streams

- Analysis of the structure and associated costs of managing the businesses in Administration,
- Identifying locations of unsold stock and underlying financial pledges,
- Case planning and case set-up,
- Attendance at Court Hearings,
- Liaison with key creditors, and
- Preparation of appointment documentation
- Fees totalling £100,584 75 were billed on the dates below and paid by Stanhope Services Limited on behalf of the Companies

Date of payment	Amount paid (£)
12/02/2013	22,254 05
06/03/2013	19,999 95
04/03/2013	28,330 75
14/03/2013	30,000 00
	<u>100,584 75</u>



- Fees totalling £27,730 85 remain unpaid as at the date of Administration and their payment needs approval by resolution from the creditors' committee, or, if one is not formed, from the general body of creditors

## **5 ANALYSIS OF EXPENSES INCURRED**

£257 10 Pre-Administration expenses were unpaid at the date of appointment and their payment needs approval by resolution from the Creditors' Committee, or, if one is not formed, needs approval by resolution from the body of creditors

## **6 PAYMENT OF PRE-ADMINISTRATION COSTS**

The Administrators time costs incurred in the period prior to appointment were spent equally between each of the three Companies. The Administrators propose that the time costs and expenses are split equally between each of the Companies and that time costs of £9,243 62 and expenses of £85 70, plus VAT, be drawn down from each Company.

**BALLI GROUP PLC  
(IN ADMINISTRATOR)  
ADMINISTRATORS' TIME COSTS FOR THE PERIOD 20 MARCH 2013 TO 15 APRIL 2013**

Time costs for the period 20/03/13 to 15/04/13

Appendix 4

	Partners & Directors		Managers		Assistants & Support		TOTAL		Average Hourly Rate Cost (£)
	Hours	Cost (£)	Hours	Cost (£)	Hours	Cost (£)	Hours	Cost (£)	
<b>Administration and Planning</b>									
Cashiering and Statutory Filing	-	-	1 00	521 00	8 80	2 400 00	9 80	2 921 00	298 06
Case Supervision, Management and Closure	-	-	5 00	3 147 00	1 50	442 50	6 50	3 589 50	552 23
Initial Actions (e.g. Notification of Appointment, Securing Assets)	2 00	1 825 00	46 00	28 210 00	36 20	10 024 50	84 20	41 059 50	487 64
General Reporting	12 00	10 875 00	19 50	9 722 50	-	-	31 50	20 597 50	653 89
Liaison with Other Insolvency Practitioners	-	-	-	-	-	-	-	-	-
	14 00	12 700 00	71 50	42 600 50	46 50	12 867 00	132 00	68 167 50	516 42
<b>Investigations</b>									
Investigations	33 00	31 460 00	144 50	74 452 50	39 50	10 445 00	217 00	116 357 50	536 21
Reports on Directors' Conduct	-	-	-	-	-	-	-	-	-
	33 00	31 460 00	144 50	74 452 50	39 50	10 445 00	217 00	116 357 50	536 21
<b>Trading</b>									
Day 1 Control of Trading	-	-	-	-	-	-	-	-	-
Ongoing Trading	-	-	-	-	-	-	-	-	-
Monitoring Trading	-	-	11 00	7 920 00	-	-	11 00	7 920 00	720 00
Closure of Trade	-	-	-	-	-	-	-	-	-
	-	-	11 00	7 920 00	-	-	11 00	7 920 00	720 00
<b>Realisation of Assets</b>									
Book Debts	18 00	15 900 00	-	-	-	-	18 00	15 900 00	883 33
Other Assets (e.g. Stock)	-	-	33 00	23 760 00	-	-	33 00	23 760 00	720 00
Plant and Equipment, Fixtures and Fittings and Vehicles	-	-	-	-	-	-	-	-	-
Property - Freehold and Leasehold	-	-	-	-	-	-	-	-	-
Retention of Title	-	-	-	-	-	-	-	-	-
Sale of Business / Assets	-	-	-	-	-	-	-	-	-
Third Party Assets	-	-	-	-	-	-	-	-	-
	18 00	15 900 00	33 00	23 760 00	-	-	51 00	39 660 00	777 65
<b>Creditors</b>									
Employees	19 00	16 625 00	26 50	13 117 50	38 00	11 210 00	83 50	40 952 50	490 45
Preferential	-	-	-	-	-	-	-	-	-
Secured	-	-	-	-	-	-	-	-	-
Shareholders	9 50	9 025 00	10 00	4 950 00	0 40	118 00	19 90	14 093 00	708 19
Unsecured	28 50	25 550 00	36 50	18 067 50	38 40	11 328 00	103 40	55 045 50	632 35
<b>Other Matters Include</b>									
Litigation	-	-	-	-	-	-	-	-	-
Pensions	5 20	5 044 00	6 00	6 090 00	6 45	1 871 50	17 65	13 005 50	736 88
Tax and VAT	8 20	5 044 00	6 00	6 090 00	6 45	1 871 50	17 65	13 005 50	736 88
	98 70	90 784 00	302 50	172 890 50	130 85	36 511 50	532 05	300 156 00	564 15
<b>TOTAL HOURS &amp; COST</b>									
<b>TOTAL FEES DRAWN TO DATE</b>									0 00

**BALLI STEEL PLC**  
**(IN ADMINISTRATORS)**  
**ADMINISTRATORS' TIME COSTS FOR THE PERIOD 20 MARCH 2013 TO 15 APRIL 2013**  
Balli Steel plc  
In Administration  
Time costs for the period 20/03/13 to 15/04/13

Appendix 4

	Partners & Directors		Managers		Assistants & Support		TOTAL		Average Hourly Rate
	Hours	Cost (£)	Hours	Cost (£)	Hours	Cost (£)	Hours	Cost (£)	
<b>Administration and Planning</b>									
Cashiering and Statutory Filing	-	-	-	-	-	-	-	-	-
Case Supervision, Management and Closure	-	-	0 20	89 00	1 10	324 50	1 30	423 50	325 77
Initial Actions (e.g. Notification of Appointment, Securing Assets)	5 00	4 375 00	-	-	31 80	9 158 00	36 80	13,531 00	367 69
General Reporting	20 00	17 500 00	0 50	317 50	-	-	20 50	17,817 50	869 15
Liaison with Other Insolvency Practitioners	-	-	-	-	-	-	-	-	-
	25 00	21,875 00	0 70	415 50	32 90	9,480 50	58 60	31,772 00	542 18
<b>Investigations</b>									
Investigations	-	-	-	-	-	-	-	-	-
Reports on Directors' Conduct	-	-	-	-	-	-	-	-	-
<b>Trading</b>									
Day 1 Control of Trading	2 00	1 750 00	-	-	-	-	2 00	1 750 00	875 00
Ongoing Trading	7 00	6 125 00	2 00	990 00	-	-	9 00	7,115 00	790 56
Monitoring Trading	-	-	-	-	-	-	-	-	-
Closure of Trade	-	-	-	-	-	-	-	-	-
	9 00	7,875 00	2 00	990 00	-	-	11 00	8,865 00	805 91
<b>Realisation of Assets</b>									
Book Debts	3 00	2 625 00	-	-	-	-	3 00	2,625 00	875 00
Other Assets (e.g. Stock)	19 00	16 825 00	32 50	19 050 00	-	-	51 50	35,875 00	692 72
Plant and Equipment, Fixtures and Fittings and Vehicles	-	-	-	-	-	-	-	-	-
Property - Freehold and Leasehold	-	-	-	-	-	-	-	-	-
Retention of Title	-	-	-	-	-	-	-	-	-
Sale of Business / Assets	-	-	-	-	-	-	-	-	-
Third Party Assets	-	-	7 50	3 712 50	-	-	7 50	3,712 50	495 00
	22 00	19,250 00	40 00	22,762 50	-	-	62 00	42,012 50	677 82
<b>Creditors</b>									
Employees	-	-	-	-	-	-	-	-	-
Preferential	-	-	-	-	-	-	-	-	-
Secured	-	-	-	-	-	-	-	-	-
Shareholders	-	-	-	-	-	-	-	-	-
Unsecured	-	-	14 60	7 227 00	0 30	88 50	14 90	7,315 50	490 97
	-	-	14 60	7,227 00	0 30	88 50	14 90	7,315 50	490 97
<b>Other Matters Include</b>									
Litigation	-	-	8 00	3 960 00	-	-	8 00	3,960 00	495 00
Pensions	-	-	-	-	-	-	-	-	-
Tax and VAT	-	-	-	-	0 20	59 00	0 20	59 00	295 00
	-	-	8 00	3,960 00	0 20	59 00	8 20	4,019 00	490 12
<b>TOTAL HOURS &amp; COST</b>	66 00	49,000 00	65 30	35,356 00	33 40	8,628 00	164 70	93,984 00	607 52

TOTAL FEES DRAWN TO DATE

0 00

**BALLI TRADING LTD**  
**(IN ADMINISTRATOR)**  
**ADMINISTRATORS' TIME COSTS FOR THE PERIOD 20 MARCH 2013 TO 15 APRIL 2013**  
Balli Trading Limited  
In Administration  
Time costs for the period 20/03/13 to 15/04/13

Appendix 5

	Partners & Directors		Managers		Assistants & Support		TOTAL		Average Hourly Rate Cost (£)
	Hours	Cost (£)	Hours	Cost (£)	Hours	Cost (£)	Hours	Cost (£)	
<b>Administration and Planning</b>									
Cashiering and Statutory Filing	0 10	85 00	-	-	5 60	1 652 00	5 70	1 737 00	304 74
Case Supervision, Management and Closure	-	-	0 20	99 00	3 10	914 50	3 30	1 013 50	307 12
Initial Actions (e.g. Notification of Appointment, Securing Assets)	-	-	-	-	22 90	6 755 50	22 90	6 755 50	295 00
General Reporting	-	-	0 50	317 50	-	-	0 50	317 50	635 00
Liaison with Other Insolvency Practitioners	-	-	-	-	-	-	-	-	-
<b>Investigations</b>	0 10	85 00	0 70	416 50	31 60	9 322 00	32 40	9 823 50	303 19
Investigations	-	-	-	-	-	-	-	-	-
Reports on Directors' Conduct	-	-	-	-	-	-	-	-	-
<b>Trading</b>									
Day 1 Control of Trading	-	-	-	-	-	-	-	-	-
Ongoing Trading	-	-	-	-	-	-	-	-	-
Monitoring Trading	-	-	-	-	-	-	-	-	-
Closure of Trade	-	-	-	-	-	-	-	-	-
<b>Realisation of Assets</b>									
Book Debts	-	-	-	-	-	-	-	-	-
Other Assets (e.g. Stock)	-	-	-	-	-	-	-	-	-
Plant and Equipment, Fixtures and Fittings and Vehicles	-	-	-	-	-	-	-	-	-
Property Freehold and Leasehold	-	-	-	-	-	-	-	-	-
Retention of Title	-	-	-	-	-	-	-	-	-
Sale of Business / Assets	-	-	-	-	-	-	-	-	-
Third Party Assets	-	-	-	-	-	-	-	-	-
<b>Creditors</b>									
Employees	-	-	-	-	-	-	-	-	-
Preferential	-	-	-	-	-	-	-	-	-
Secured	-	-	-	-	-	-	-	-	-
Shareholders	-	-	-	-	-	-	-	-	-
Unsecured	-	-	-	-	0 40	118 00	0 40	118 00	295 00
<b>Other Matters Include</b>					0 40	118 00	0 40	118 00	295 00
Litigation	-	-	-	-	-	-	-	-	-
Pensions	-	-	-	-	-	-	-	-	-
Tax and VAT	-	-	-	-	0 20	59 00	0 20	59 00	295 00
<b>TOTAL HOURS &amp; COST</b>	0 10	85 00	0 70	416 50	32 20	9 498 00	33 00	10 000 50	303 03

TOTAL FEES DRAWN TO DATE

0 00

**Rule 2.72**

**Form 4.25**

**PROOF OF DEBT - GENERAL FORM**

**In the matter of Balli Group Plc  
In Administration  
and in the matter of The Insolvency Act 1986**

Date of Administration 20 March 2013

1	Name of Creditor	
2	Address of Creditor	
3	Total amount of claim, including any Value Added Tax and outstanding uncapitalised interest as at the date the company went into liquidation (see note)	£
4	Details of any document by reference to which the debt can be substantiated [Note the liquidator may call for any document or evidence to substantiate the claim at his discretion]	
5	If the total amount shown above includes Value Added Tax, please show -  (a) amount of Value Added Tax (b) amount of claim NET of Value Added Tax	£ £
6	If total amount above includes outstanding uncapitalised interest please state amount	£
7	If you have filled in both box 3 and box 5, please state whether you are claiming the amount shown in box 3 or the amount shown in box 5(b)	
8	Give details of whether the whole or any part of the debt falls within any (and if so which) of the categories of preferential debts under section 386 of, and schedule 6 to, the Insolvency Act 1986 (as read with schedule 3 to the Social Security Pensions Act 1975)	Category  Amount(s) claimed as preferential £
9	Particulars of how and when debt incurred	

10	Particulars of any security held, the value of the security, and the date it was given	£
11	Signature of creditor or person authorised to act on his behalf	
	Name in BLOCK LETTERS	
	Position with or relation to creditor	

Admitted to Vote for

£

Date

Administrator

\_\_\_\_\_

Admitted preferentially for

£

Date

Administrator

\_\_\_\_\_

Admitted non-preferentially for

£

Date

Administrator

## Rule 2.72

## Form 4.25

## PROOF OF DEBT - GENERAL FORM

**In the matter of Balli Steel Plc  
In Administration  
and in the matter of The Insolvency Act 1986**

Date of Administration 20 March 2013

1	Name of Creditor	
2	Address of Creditor	
3	Total amount of claim, including any Value Added Tax and outstanding uncapitalised interest as at the date the company went into liquidation (see note)	£
4	Details of any document by reference to which the debt can be substantiated [Note the liquidator may call for any document or evidence to substantiate the claim at his discretion]	
5	If the total amount shown above includes Value Added Tax, please show -  (a) amount of Value Added Tax (b) amount of claim NET of Value Added Tax	£ £
6	If total amount above includes outstanding uncapitalised interest please state amount	£
7	If you have filled in both box 3 and box 5, please state whether you are claiming the amount shown in box 3 or the amount shown in box 5(b)	
8	Give details of whether the whole or any part of the debt falls within any (and if so which) of the categories of preferential debts under section 386 of, and schedule 6 to, the Insolvency Act 1986 (as read with schedule 3 to the Social Security Pensions Act 1975)	Category  Amount(s) claimed as preferential £
9	Particulars of how and when debt incurred	

10	Particulars of any security held, the value of the security, and the date it was given	£
11	Signature of creditor or person authorised to act on his behalf	
	Name in BLOCK LETTERS	
	Position with or relation to creditor	

Admitted to Vote for

£

Date

Administrator

Admitted preferentially for

£

Date

Administrator

Admitted non-preferentially for

£

Date

Administrator



## Rule 2.72

## Form 4.25

## PROOF OF DEBT - GENERAL FORM

**In the matter of Balli Trading Limited**  
**In Administration**  
**and in the matter of The Insolvency Act 1986**

Date of Administration 20 March 2013

1	Name of Creditor	
2	Address of Creditor	
3	Total amount of claim, including any Value Added Tax and outstanding uncapitalised interest as at the date the company went into liquidation (see note)	£
4	Details of any document by reference to which the debt can be substantiated [Note the liquidator may call for any document or evidence to substantiate the claim at his discretion]	
5	If the total amount shown above includes Value Added Tax, please show -  (a) amount of Value Added Tax (b) amount of claim NET of Value Added Tax	£ £
6	If total amount above includes outstanding uncapitalised interest please state amount	£
7	If you have filled in both box 3 and box 5, please state whether you are claiming the amount shown in box 3 or the amount shown in box 5(b)	
8	Give details of whether the whole or any part of the debt falls within any (and if so which) of the categories of preferential debts under section 386 of, and schedule 6 to, the Insolvency Act 1986 (as read with schedule 3 to the Social Security Pensions Act 1975)	Category  Amount(s) claimed as preferential £
9	Particulars of how and when debt incurred	

10	Particulars of any security held, the value of the security, and the date it was given	£
11	Signature of creditor or person authorised to act on his behalf	
	Name in BLOCK LETTERS	
	Position with or relation to creditor	

Admitted to Vote for

£

Date

Administrator

\_\_\_\_\_

Admitted preferentially for

£

Date

Administrator

\_\_\_\_\_

Admitted non-preferentially for

£

Date

Administrator

## MEETING FORM – BALLI GROUP PLC

Form 2 20B

Rule 2 35

## Notice of a meeting of Creditors

Name of Company	Company number
Balli Group plc	02632984
In the High Court of Justice Chancery Division Companies Court (full name of court)	Court case number 1387 of 2013

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

Notice is hereby given by (a)	Carlton Malcolm Siddle	Philip Stephen Bowers
Neville Barry Kahn	Deloitte LLP	Deloitte LLP
Deloitte LLP	PO Box 810	PO Box 810
PO Box 810	66 Shoe Lane	66 Shoe Lane
66 Shoe Lane	London	London
London	EC4A 3WA	EC4A 3WA
EC4A 3WA		

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

that a meeting of creditors of (b)

Balli Group plc  
Hill House 1 Little New Street London EC4A 3TR

(c) Insert details of place of meeting

is to be held at (c)

(c) The Grand Connaught Rooms 61 65 Great Queen Street London WC2B 5DA

(d) Insert date and time of meeting

on (d) 14 May 2013 at 11 00am

The meeting is

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

I invite you to attend the above meeting

A proxy form is enclosed which should be completed and returned to me 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 Administrator

Dated

23/04/2013

A copy of the proposals is attached

MEETING FORM – BALLI STEEL PLC

Form 2 20B

Rule 2 35

Notice of a meeting of Creditors

Name of Company
Balli Steel plc
In the
High Court of Justice Chancery Division
Companies Court
(full name of court)

Company number
03418142
Court case number
1388 of 2013

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

Notice is hereby given by (a)

Neville Barry Kahn  
Deloitte LLP  
PO Box 810  
66 Shoe Lane  
London  
EC4A 3WA

Carlton Malcolm Siddie  
Deloitte LLP  
PO Box 810  
66 Shoe Lane  
London  
EC4A 3WA

Philip Stephen Bowers  
Deloitte LLP  
PO Box 810  
66 Shoe Lane  
London  
EC4A 3WA

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

that a meeting of creditors of (b)

Balli Steel plc  
Mill House 1 Little New Street London EC4A 3TR

(c) Insert details of place of meeting

is to be held at (c)

(c) The Grand Connaught Rooms 61 65 Great Queen Street London WC2B 5DA

(d) Insert date and time of meeting

On (d) 14 May 2013 at 11 00am

The meeting is

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

I invite you to attend the above meeting

A proxy form is enclosed which should be completed and returned to me 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 Administrator

Dated

23/04/2013

A copy of the proposals is attached

MEETING FORM – BALLI TRADING LTD

Form 2 20B

Rule 2 35

Notice of a meeting of Creditors

Name of Company	Company number	
Balli Trading Limited	02098770	
In the High Court of Justice, Chancery Division Companies Court (full name of court)	Court case number 1386 of 2013	

1. Insert full name(s) and address(es) of administrator(s)

Notice is hereby given by (a)	Carlton Malcolm Siddic	Philip Stephen Boyers
Neville Barry Kahn	Deloitte LLP	Deloitte LLP
Deloitte LLP	PO Box 810	PO Box 810
PO Box 810	London	London
London	EC4A 3WA	EC4A 3WA

2. Insert full name and address of registered office of the company

that is meeting of creditors of (b)

Balli Trading Limited  
Hill House, 1 Little New Street, London, EC4A 3TH

3. Insert details of place of meeting

is to be held at (c)

(c) The Grand Connaught Rooms, 61-65 Great Queen Street, London, WC2B 5DA

4. Insert date and time of meeting

On (d) 14 May 2013 at 11 00am

The meeting is

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

I invite you to attend the above meeting

A proxy form is enclosed which should be completed and returned to me 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 Administrator

Dated

23/04/2013

A copy of the proposals is attached

PROXY FORM – BALLI GROUP PLC - 8.2

Rule 8.1

Insolvency Act 1986

Form 8.2

Proxy (Administration)

Balli Group plc

Name of Creditor

Address

Name of Proxy Holder

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.

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

- 1 \_\_\_\_\_
- 2 \_\_\_\_\_
- 3 \_\_\_\_\_

I appoint the above person to be my/the creditor's proxy holder at the meeting of creditors to be held on 14 May 2013, 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 For the acceptance/rejection\* of the Joint Administrators' proposals as attached to this form

2 For the acceptance/rejection\* that the Joint Administrators' remuneration be fixed by reference to the time properly given by the Joint Administrators and their staff in attending to matters arising in the Administration, calculated at the prevailing standard hourly charge out rates used by Deloitte LLP at the time when the work is performed. And that the Joint Administrators be authorised to draw their remuneration, plus VAT, from the Administration estate, together with disbursements incurred which relate specifically to the case

3 For the acceptance/rejection\* that the Joint Administrators' disbursements for mileage be fixed by reference to mileage properly incurred by the Joint Administrators and their staff in attending to matters arising in the Administration, calculated at the prevailing standard mileage rate of up to 45p used by Deloitte LLP at the time when the mileage is incurred. Further, that the Joint Administrators be authorised to draw their disbursements for mileage from the Administration estate

4 For the acceptance/rejection\* that the Joint Administrators' pre-Administration costs as detailed in Appendix 3 of the Joint Administrators' Proposals be approved and that the Joint Administrators be authorised to draw their unpaid pre-Administration costs of £27,730.85, plus VAT, plus expenses of £257.10 from the Administration estates for costs incurred in relation to Balli Group plc, Balli Steel plc and Balli Trading Ltd, to be allocated equally across the Administration estates

**PROXY FORM –  
BALLI GROUP PLC  
(Cont.) - 8 2**

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**

\_\_\_\_\_  
\_\_\_\_\_

Remember there may be resolutions on the other side of this form

## PROXY FORM – BALLI STEEL PLC - 8.2

Rule 8 1

Insolvency Act 1986

Form 8.2

## Proxy (Administration)

Balli Steel plc

Name of Creditor

Address

Name of Proxy Holder

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.

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

- 1 \_\_\_\_\_
- 2 \_\_\_\_\_
- 3 \_\_\_\_\_

I appoint the above person to be my/the creditor's proxy holder at the meeting of creditors to be held on 14 May 2013, 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 For the acceptance/rejection\* of the Joint Administrators' proposals as attached to this form

2 For the acceptance/rejection\* that the Joint Administrators' remuneration be fixed by reference to the time properly given by the Joint Administrators and their staff in attending to matters arising in the Administration, calculated at the prevailing standard hourly charge out rates used by Deloitte LLP at the time when the work is performed. And that the Joint Administrators be authorised to draw their remuneration, plus VAT, from the Administration estate, together with disbursements incurred which relate specifically to the case

3 For the acceptance/rejection\* that the Joint Administrators' disbursements for mileage be fixed by reference to mileage properly incurred by the Joint Administrators and their staff in attending to matters arising in the Administration, calculated at the prevailing standard mileage rate of up to 45p used by Deloitte LLP at the time when the mileage is incurred. Further, that the Joint Administrators be authorised to draw their disbursements for mileage from the Administration estate

4 For the acceptance/rejection\* that the Joint Administrators' pre-Administration costs as detailed in Appendix 3 of the Joint Administrators' Proposals be approved and that the Joint Administrators be authorised to draw their unpaid pre-Administration costs of £27,730.85, plus VAT, plus expenses of £257.10 from the Administration estates for costs incurred in relation to Balli Group plc, Balli Steel plc and Balli Trading Ltd, to be allocated equally across the Administration estates



**PROXY FORM –  
BALLI STEEL PLC  
(Cont.) - 8 2**

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**

\_\_\_\_\_  
\_\_\_\_\_

Remember there may be resolutions on the other side of this form

PROXY FORM – BALLI TRADING LTD - 8.2

Rule 8.1

Insolvency Act 1986

Form 8 2

Proxy (Administration)

Balli Trading Limited

Name of Creditor

\_\_\_\_\_

Address

\_\_\_\_\_

Name of Proxy Holder

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.

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 14 May 2013 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 For the acceptance/rejection\* of the Joint Administrators' proposals as attached to this form

2 For the acceptance/rejection\* that the Joint Administrators' remuneration be fixed by reference to the time properly given by the Joint Administrators and their staff in attending to matters arising in the Administration, calculated at the prevailing standard hourly charge out rates used by Deloitte LLP at the time when the work is performed. And that the Joint Administrators be authorised to draw their remuneration, plus VAT, from the Administration estate, together with disbursements incurred which relate specifically to the case

3 For the acceptance/rejection\* that the Joint Administrators' disbursements for mileage be fixed by reference to mileage properly incurred by the Joint Administrators and their staff in attending to matters arising in the Administration, calculated at the prevailing standard mileage rate of up to 45p used by Deloitte LLP at the time when the mileage is incurred. Further, that the Joint Administrators be authorised to draw their disbursements for mileage from the Administration estate

4 For the acceptance/rejection\* that the Joint Administrators' pre-Administration costs as detailed in Appendix 3 of the Joint Administrators' Proposals be approved and that the Joint Administrators be authorised to draw their unpaid pre-Administration costs of £27,730.85, plus VAT, plus expenses of £257.10 from the Administration estates for costs incurred in relation to Balli Group plc, Balli Steel plc and Balli Trading Ltd, to be allocated equally across the Administration estates

**PROXY FORM –  
BALLI TRADING  
LTD - 8.2**

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**

\_\_\_\_\_  
\_\_\_\_\_  
Remember there may be resolutions on the other side of this form