

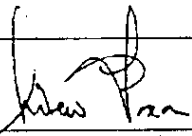
The Insolvency Act 1986

Administrator's progress report**2.24B**

Name of Company KENRICK DOOR SYSTEMS LIMITED	Company number 03420999
In the High Court of Justice Manchester District Registry Chancery Division <small>(full name of court)</small>	Court case number 970 of 2009

(a) Insert full name(s)
and address(es) of
administrator(s)I/We (a) A Poxon & J M Titley of Leonard Curtis, DTE House,Hollins Mount, Bury BL9 8AT

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

(b) Insert dates	from (b) 20 March 2009	to (b) 19 September 2009
		
	Signed <u>Joint / Administrator(s)</u>	
	Dated <u>16 October 2009</u>	

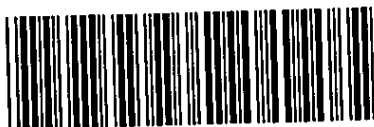
Contact Details:

You do not have to give any contact information in the box opposite but if you do, it will help Companies House to contact you if there is a query on the form. The contact information that you give will be visible to searchers of the public register.

Leonard Curtis	
DTE House, Hollins Mount, Bury BL9 8AT	
Ref: MD/20	Tel 0161 767 1250
DX Number	DX Exchange

When you have completed and signed this form please send it to the Registrar of Companies at: Companies House, 200 Broad Street, London EC2A 4PU or Companies House, 300 Broad Street, Cardiff, CF10 1ET

SATURDAY



A34 17/10/2009 270
COMPANIES HOUSE



LEONARD CURTIS
BUSINESS RESCUE & RECOVERY

**KENRICK DOOR SYSTEMS LIMITED
(IN ADMINISTRATION)**

**Joint Administrators' progress report
for the period 20 March 2009 to 19 September 2009**

16 October 2009



COMPANIES HOUSE

Leonard Curtis
DTE House, Hollins Mount, Bury, Lancashire BL9 8AT
Tel: 0161 767 1250 Fax: 0161 767 1240

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- A Joint Administrators' Receipts and Payments Account for the Period from 20 March 2009 to 19 September 2009.
- B Summary of Joint Administrators' Time Costs for the Period from 20 March 2009 to 19 September 2009.
- C Additional Information in Relation to Administrators' Fees pursuant to Statement of Insolvency Practice 9

**STRICTLY PRIVATE AND CONFIDENTIAL
NOT FOR PUBLICATION**

**TO: THE REGISTRAR OF COMPANIES
THE COURT
ALL CREDITORS
ALL MEMBERS**

1 STATUTORY INFORMATION

- 1.1 John Titley and I were appointed Joint Administrators of Kenrick Door Systems Limited ("the Company") in the jurisdiction of the High Court of Justice, Manchester District Registry, Chancery Division, number 970 of 2009 on 20 March 2009. The administration appointment was made by Lloyds TSB Commercial Finance Limited (LTSBCF) as holder of a qualifying floating charge,
- 1.2 The Administration is being handled by Leonard Curtis' Bury office, which is situated at DTE House, Hollins Mount, Bury, Lancashire BL9 8AT.
- 1.3 The trading address of the Company is Booth Street, Smethwick, West Midlands, B66 2PF. The business traded under its registered name.
- 1.4 The Company's registered office was changed from Booth Street, Smethwick, West Midlands, B66 2PF to DTE House, Hollins Mount, Bury BL9 8AT on 3 April 2009. The registered number is 03420999.
- 1.5 The functions of the Administrators may be exercised by either or both, acting jointly or alone.

2 PROGRESS OF THE ADMINISTRATION

- 2.1 Attached at Appendix A is the Joint Administrators' receipts and payments account for the six month period from 20 March 2009 to 19 September 2009.

2.2 Motor Vehicles

A sale of the vehicles owned by the Company was completed on 26 March 2009. The purchaser is Midland Door Services Limited, an unconnected company. The consideration was £25,000 payable on completion.

The offer was accepted on the advice of our agents, Charles Taylor, as the consideration was higher than would have been expected on the open market.

2.3 Intellectual Property

Our agents also identified that there was a potential value to the Company's telephone number, domain name and trading style.

Our agents subsequently sought offers for the intellectual property and interested parties were invited to submit their best and final offers by 25 March 2009.

A sale of the intellectual property was completed on 26 March 2009. The purchaser is Midland Door Services Limited, an unconnected company.

2.4 Debtors

At the date of our appointment, the Company had a debtors ledger in the sum of £845,757.00 of which £550,000.00 was estimated to be collectible.

LTSBCF held security over the ledger by way of a fixed charge. At our appointment a sum of £184,360.00 plus a termination charge of £47,000.00 was due to LTSBCF.

I am pleased to confirm that realisations have been sufficient to repay LTSBCF in full. To date, a surplus of £240,633 has been received by the Administrators.

Furthermore, a number of debtors have paid directly into the Company's pre Administration current account which will be forwarded in due course.

Collections are continuing with the assistance of our debt collection agents and the directors.

3 ASSETS STILL TO BE REALISED

3.1 The assets still to be realised are the debtors detailed at 2.4 above.

4 JOINT ADMINISTRATORS' REMUNERATION

4.1 The creditors have approved that the basis of the Joint Administrators' remuneration be fixed by reference to the time properly spent by them and their staff in managing the Administration.

4.2 The Joint Administrators' time costs at 19 September 2009 amount to £82,449.00. This represents 275.8 hours at an average rate of £298.94 per hour. Attached at Appendix B is a time analysis which provides details of the activity costs incurred by staff grade during this period. £74,483.00 has been drawn to date.

4.3 A significant proportion of the time spent to date has been in connection with asset realisations (£33,170.50) and investigations (£23,933.50).

4.4 Time costs in the sum of £5,517.00 were incurred in the period prior to our appointment on 20 March 2009, which creditors are not required to approve although we are bringing the level of pre-appointment time to the attention of the creditors for information purposes. This time was spent in assessing the available options, and ensuring that an administration purpose could be achieved.

4.5 Attached as Appendix C is additional information in relation to the firm's policy on staffing, the use of sub-contractors, disbursements and details of our current charge-out rates by staff grade.

5 ESTIMATED OUTCOME FOR CREDITORS

5.1 The Joint Administrators consider that the second objective of administration has been or will be achieved in this case, namely achieving a better result for the Company's creditors as a whole than would be likely if the Company were wound up.

5.2 It is anticipated that there will be sufficient realisations to enable a distribution to preferential creditors in full. Upon receipt of a proof of debt from the Redundancy Payments Office, the preferential claims, including the employees residual claims, will be calculated and paid.

- 5.3 The administrators are required by law, subject to certain rules, to set aside a proportion of the funds which would normally be paid to the floating charge holder under the terms of its security, for the benefit of unsecured creditors. This is known as the "Prescribed Part". As LTSBCF have been repaid in full under their fixed charge, there will be no requirement to calculate a prescribed part.
- 5.4 It is anticipated that there will be sufficient funds to make a distribution to unsecured creditors. As soon as all outstanding matters in the Administration have been attended to, it is proposed that the Company will move into Creditors Voluntary Liquidation to enable surplus funds to be distributed.

6 ENDING THE ADMINISTRATION

- 6.1 It is unlikely that a request will be submitted to creditors for an extension of time to the current 12 month duration of the administration. If required, a request for an extension of time will be communicated to secured and preferential creditors in due course. The exit route from administration is likely to be by way of liquidation.
- 6.2 The secured creditors have approved that the Joint Administrators will be discharged from liability immediately upon their appointment as Administrators ceasing to have effect.

7 NEXT REPORT

- 7.1 The Joint Administrators are required to provide a progress report within one month of the end of the next six months of the Administration or earlier if the Administration has been finalised.

for and on behalf of
KENRICK DOOR SYSTEMS LIMITED
(IN ADMINISTRATION)



A POXON
JOINT ADMINISTRATOR
16 October 2009

**SUMMARY OF JOINT ADMINISTRATORS' RECEIPTS AND PAYMENTS
ACCOUNT FOR THE PERIOD 20 MARCH 2009 TO 19 SEPTEMBER 2009**

	Estimated to realise	Paid to LTSBCF	Received / Paid by Administrators
	£		£
Receipts			
Motor Vehicles	25,000.00	-	25,000.00
Debtors	550,000.00	254,557.26	240,633.63
Intellectual Property	12,500.00	-	12,500.00
Sundry Refunds	-	-	578.77
Bank Interest & Charges	-	-	155.40
	<u>587,500.00</u>	<u>254,557.26</u>	<u>278,867.80</u>
Less: Payments			
Pre Appointment Costs		-	(5,517.00)
Administrators' Remuneration		-	(74,483.00)
Agents Fees and Expenses		-	(12,500.00)
Statement Of Affairs Fee		-	(5,000.00)
Solicitors' Fees and Expenses		-	(1,822.00)
Debt Collection Expenses		-	(24,795.00)
Statutory Advertising		-	(213.00)
Sundry Expenses		-	(75.00)
Insurance		-	(450.92)
Bank Interest & Charges		-	(100.00)
Wages & Salaries		-	(11,811.69)
Petitioners Costs		-	(977.00)
Administrators' Disbursements		-	(646.55)
		<u>-</u>	<u>(138,391.46)</u>
Distributions			
Lloyds TSB Commercial Finance Ltd		(254,557.26)	-
Balance		<u>Nil</u>	<u>140,476.34</u>

KENRICK DOOR SYSTEMS LIMITED – IN ADMINISTRATION

APPENDIX B

SUMMARY OF JOINT ADMINISTRATORS' TIME COSTS FOR THE PERIOD
FROM 20 MARCH 2009 TO 31 AUGUST 2009

	Director		Senior Manager		Manager 1		Administrator 2		Administrator 3		Administrator 4		Total		Average Hourly Rate £
	Units	Cost £	Units	Cost £	Units	Cost £	Units	Cost £	Units	Cost £	Units	Cost £	Units	Cost £	
Statutory & Review	-	-	14	490.00	-	-	-	-	-	-	8	84.00	22	574.00	260.91
Receipts & Payments	-	-	5	175.00	-	-	-	-	-	-	14	147.00	19	322.00	169.47
Insurance	-	-	2	70.00	-	-	20	340.00	-	-	-	-	22	410.00	186.36
Assets	249	9,835.50	436	15,260.00	-	-	475	8,075.00	-	-	-	-	1,160	33,170.50	285.95
Liabilities	34	1,343.00	65	2,275.00	3	85.50	225	3,825.00	3	45.00	16	168.00	346	7,741.50	223.74
Landlords	10	395.00	2	70.00	-	-	15	255.00	-	-	-	-	27	720.00	266.67
Debenture Holder	20	790.00	58	2,030.00	-	-	10	170.00	-	-	-	-	88	2,990.00	339.77
General Administration	96	3,792.00	10	350.00	-	-	10	170.00	-	-	32	336.00	148	4,648.00	314.05
Appointment	24	948.00	10	350.00	-	-	45	765.00	-	-	3	31.50	82	2,094.50	255.43
Post Appointment Creds Mngs	30	1,185.00	70	2,450.00	-	-	130	2,210.00	-	-	-	-	230	5,845.00	254.13
Investigations	543	21,448.50	71	2,485.00	-	-	-	-	-	-	-	-	614	23,933.50	389.80
Total	1,006	39,737.00	743	26,005.00	3	85.50	930	15,810.00	3	45.00	73	766.50	2,758	82,449.00	

Average Hourly Rate (£)

All units are 6 minutes.

395.00	350.00	285.00	170.00	150.00	105.00	298.94
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ADDITIONAL INFORMATION IN RELATION TO ADMINISTRATORS' FEES AND DISBURSEMENTS PURSUANT TO STATEMENT OF INSOLVENCY PRACTICE 9

The following information relating to the policy of Leonard Curtis is considered to be relevant to creditors:

Staff Allocation, Support Staff and the Use of Subcontractors

We take an objective and practical approach to each assignment which includes active partner involvement from the outset. Other members of staff will be assigned on the basis of experience and specific skills to match the needs of the case.

Time spent by secretarial and other support staff on specific case related matters, e.g. report despatching, is charged.

With effect from 1 January 2009 the following hourly charge out rates apply to all assignments undertaken by Leonard Curtis:

Partner	£395	Administrator 2	£170
Senior Manager	£350	Administrator 3	£150
Manager 1	£285	Administrator 4	£105
Manager 2	£245	Support	£0
Administrator 1	£195		

We have not utilised the services of any sub-contractors in this case.

Professional Advisors

The choice of professional advisors is based around a number of factors including, but not restricted to, their expertise in a particular field, the complexity or otherwise of the assignment and their geographic location.

On this case we have used the professional advisors listed below. We have also indicated alongside, the basis of our fee arrangement with them, which is subject to review on a regular basis.

Name of professional advisor	Basis of fee arrangement
Charles Taylor (valuation and disposal advice)	Hourly rate and disbursements
Farleys (legal advice)	Hourly rate and disbursements
Harrison Beale & Owen (accounting advice)	Hourly rate and disbursements
EK Employment Consultants (employee advice)	Hourly rate and disbursements
Cerberus Receivables (debt collection advice)	Hourly rate and disbursements

Disbursements

Specific expenditure relating to the administration of a particular case is recoverable without approval and is referred to as a "category 1 disbursement". Category 1 disbursements will generally comprise supplies of incidental services specifically identifiable to the case, typically for items such as identifiable telephone calls, postage, case advertising, invoiced travel and properly reimbursed expenses, including car mileage at 40p a mile, incurred by personnel in connection with the case. Also included will be services specific to the case where these cannot practically be provided internally such as printing, room hire and document storage. Category 1 disbursements incurred on this case are detailed in Appendix A.

Where we propose to recover costs which, whilst being in the nature of expenses or disbursements, may include an element of shared or allocated costs (such as room hire, documents storage or communication facilities provided by us) they must be disclosed and be authorised by those responsible for approving the administrator's remuneration. Such expenditure is referred to as a "category 2 disbursement". The following items of expenditure are ordinarily recharged on this basis and are believed to be in line with the cost of external provision:

Internal photocopying	10p per copy
General stationery, postage, telephone etc	£100 per 100 creditors/ members or part thereof
Storage of office files (6 years)	£62.90 per box

No category 2 disbursements have been drawn on this case to date.