

The Insolvency Act 1986

**Administrators' progress report**

Name of Company  Autoclaves Limited	Company number  03474110
In the High Court of Justice, Chancery Division, Leeds District Registry <small>{full name of court}</small>	Court case number  440 of 2014

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

#We (a)

Howard Smith  
KPMG LLP  
1 The Embankment  
Neville Street  
Leeds  
LS1 4DW

Jonathan Charles Marston  
KPMG LLP  
1 The Embankment  
Neville Street  
Leeds  
LS1 4DW

Joint Administrators of the above company attach a progress report for the period

(b) Insert dates from to

(b) 6 March 2015

(b) 2 October 2015

Signed



Joint Administrator

Dated

2 October 2015

**Contact Details\***

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

Penny Tang  
KPMG LLP  
1 The Embankment  
Neville Street  
Leeds  
LS1 4DW United Kingdom

Tel 0113 231 3696

When you have completed and signed this form, please send it to the Registrar of Companies at -

Companies House, Crown Way, Cardiff CF14 3UZ

DX 33050 Cardiff

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# **Autoclaves Limited - in Administration**

Joint Administrators' final progress report  
for the period 6 March 2015 to 02 October  
2015

02 October 2015

# Notice to creditors

This progress report provides a final update on the administration of the Company

We have included (Appendix 2) an account of all amounts received and payments made since our previous progress report

We have also explained the exit route from the administration and the outcome for each class of creditors

You will find other important information in the document such as the costs we have incurred

A glossary of the abbreviations used throughout this document is attached (Appendix 6)

Finally, we have provided answers to frequently asked questions and a glossary of insolvency terms on the following website, <http://www.insolvency-kpmg.co.uk/case+KPMG+AE409F1833.html> We hope this is helpful to you

**Please also note that an important legal notice about this report is attached (Appendix 7)**



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# 1 Executive summary

- This final progress report covers the period from 6 March 2015 to 2 October 2015
- We circulated our previous progress report to all known creditors on the 9 March 2015, which included a request to extend the Administration period until 8 October 2015. The extension request was approved by creditors on 26 March 2015 (Section 2 - Progress to date)
- The purpose of this Report is to provide an update on the progress of the Administration, and as the Joint Administrators have completed their duties in relation to the Company, they will be finalising the Administration and moving the Company to dissolution
- There are no secured creditors in the Administration (Section 3 – Outcome for creditors)
- There will be no distribution to preferential creditors in the Administration (Section 3 – Outcome for creditors)
- There will be no distribution to unsecured creditors in the Administration (Section 3 – Outcome for creditors)
- We have filed a copy of this final progress report with the Registrar of Companies together with the requisite form. The Administration will cease to have effect when the Registrar of Companies registers these documents. The Company will be dissolved three months after that date
- Please note you should read this progress report in conjunction with our previous progress report(s) and proposals issued to the Company's creditors <http://www.insolvency-kpmg.co.uk/case+KPMG+AE409F1833.html>. Unless stated otherwise, all amounts in this progress report and appendices are stated net of VAT



Howard Smith  
Joint Administrator



## 2 Progress to date

This section provides a final update on the strategy for the Administration and on the progress made. It follows the information provided in our previous progress report.

### 2.1 Asset realisations

Realisations during the period are set out in the attached receipts and payments account (Appendix 2).

Summaries of the most significant realisations during the period are provided below.

#### Trade Debtors

There were four debtors on appointment, two of which were settled during the last reporting period. The settlement from GKN Cowes, of £18,583, which was detailed in our previous report was received in the period.

In addition, the remaining two debtors have been finalised, with a total of £9,151.20 being received in the period.

#### Other Debtors

On appointment a number of balances were recorded in the Company's records as due from or due to associated companies, through common ownership or directorship. Following investigations in to these balances by the Joint Administrators and their staff a balance of £141,982.17, was due to the Company and potentially recoverable from Elcadant Precision Sheet Metal Limited ('Elcadant').

An offer of £10,000 was reviewed, considered and accepted by the Joint Administrators in full and final settlement of all claims held by the Company against Elcadant. This offer was accepted following a review of Elcadant's financial position by the Joint Administrators and considering the following factors:

- Elcadant has limited tangible assets, therefore pursuing any recovery action for the full outstanding value would result in a lower recoverable value for the Company than the settlement offer from Elcadant. In addition, there would be further legal costs in pursuing the debt, which were unlikely to be recovered from any further recovery action.
- The estimated time required to pursue Elcadant for their intercompany debt would go beyond the current Administration end date, of 8 October 2015. Acceptance of the settlement means that no further Administration extension is required and the costs associated with a further extension of the Administration, through the court, was deemed to be unbeneficial to the Company's creditors.

Our investigations found that no recovery could be obtained from Autoclaves Technologies Limited ('Autoclaves Tech') as it was dormant on our appointment as Administrators of the Company and has subsequently been dissolved. Autoclaves Tech had no assets over which the Company's claim could be pursued.

Please refer to our previous reports for information on other intercompany debtors including Twenty Twenty Films Limited, and Premier Autoclaves Service and Solutions Limited.

#### Sundry refunds

We received a utility bill refund in the period of £380.45.



## Investigations

We reviewed the affairs of the Company to find out if there were any actions which could be taken against third parties to increase recoveries for creditors

We have complied with the relevant statutory requirements to provide information on the conduct of the Company's directors and any shadow directors to the Department for Business, Innovation and Skills. The contents of our submission are confidential

## 2.2 Costs

Payments made in this period are set out in the attached receipts and payments account (Appendix 2)

Summaries of the most significant payments made during the period are provided below

### Legal Fees

We paid legal fees in the period of £1,000 to Chadlaw for their assistance in the collection of the trade debtor realisations, as referred to in section 2.1

### Rent and Utilities

As referred to in our previous report, the Landlords issued their invoice for rent and utilities for the period of occupation of the leasehold premises in the Administration. Rent of £2,410.96 was paid for the period of the Company's occupation from 1 May 2014 to 16 May 2014 and utilities of £663.30 were also paid in the period

## 2.3 Schedule of expenses

We have detailed the costs incurred during the period in the schedule of expenses attached (Appendix 3)



## **3 Outcome for creditors**

### **3.1 Secured creditors**

We are not aware of any secured claims against the Company

### **3.2 Preferential creditors**

The preferential claims at the date of commencement of the Administration totalled £18,995

There were insufficient funds available to pay a dividend to the preferential creditors

### **3.3 Unsecured creditors**

There were insufficient funds to pay a dividend to the unsecured creditors





## 4 Joint Administrators' remuneration and disbursements

### 4.1 Joint Administrators' remuneration and disbursements

During the period the preferential and unsecured creditors have provided approval that

- our remuneration will be drawn on the basis of time properly given by us and the various grades of our staff according to the charge-out rates included in Appendix 4
- disbursements for services provided by KPMG (defined as Category 2 disbursements in Statement of Insolvency Practice 9) will be charged in accordance with KPMG's policy as set out in Appendix 4

#### Time costs

From 6 March 2015 to 2 October 2015, we have incurred time costs of £30,727. These represent 97 hours at an average rate of £316 per hour.

From the date of our appointment to 2 October 2015, we have incurred time costs of £201,730. These represent 694 hours at an average rate of £291 per hour.

Please see detailed analysis of the time spent and a narrative description of the work performed (Appendix 4) and in our previous progress reports.

#### Remuneration

During the period, we have drawn £76,690.95 of remuneration.

#### Disbursements

During the period, we have drawn £350.50 of disbursements.

#### Additional information

We have attached (Appendix 4) an analysis of the time spent, the charge-out rates for each grade of staff and the expenses paid directly by KPMG for the period from 6 March 2015 to 2 October 2015. We have also attached our charging and disbursements policy.



## 5 Conclusion of the administration

We have filed a copy of this final progress report with the Registrar of Companies together with the requisite form

The administration will cease to have effect when the Registrar of Companies registers these documents. The Company will be dissolved three months after that date.

We will be discharged from liability in respect of any action of ours as Joint Administrators on filing this final progress report with the Registrar of Companies.



## Appendix 1 Statutory information

### Company information

Company name	Autoclaves Limited
Date of incorporation	1 December 1997
Company registration number	03474110
Present registered office	KPMG LLP, 1 The Embankment, Neville Street Leeds, LS1 4DW

### Administration information

Administration appointment	The administration appointment granted in Leeds High Court of Justice, 440 of 2014
Appointor	Company
Date of appointment	9 April 2014
Joint Administrators' details	Howard Smith and Jonny Marston
Functions	The functions of the Joint Administrators have been exercised by them individually or together in accordance with Paragraph 100(2)
Current administration expiry date	8 October 2015



## Appendix 2 Joint Administrators' receipts and payments account

Autoclaves Limited - in Administration

### Joint Administrators' abstract of receipts & payments

Statement of affairs (£)	From 06/03/2015 To 02/10/2015 (£)	From 09/04/2014 To 02/10/2015 (£)
<b>ASSET REALISATIONS</b>		
40,000 00 Plant & machinery	NIL	52,000 00
Furniture & equipment	NIL	6,350 68
5,000 00 Stock	NIL	5,600 00
40,000 00 Trade Debtors	27,734 30	27,734 30
20,000 00 Other debtors	10,000 00	10,000 00
Goodwill	NIL	1,000 00
133 00 Cash at bank	NIL	1,713 36
	<b>37,734 30</b>	<b>104,398 34</b>
<b>OTHER REALISATIONS</b>		
Bank interest, gross	109 30	178 27
Sundry refunds	380 45	500 45
Third party funds	NIL	1,072 47
Trading surplus/(deficit)	NIL	(1,377 20)
	<b>489 75</b>	<b>373 99</b>
<b>COST OF REALISATIONS</b>		
Third party funds	NIL	(1,072 47)
Administrators' fees	(76,690 95)	(76,690 95)
Administrators' expenses	(350 50)	(350 50)
Accountant fees	NIL	(1,075 00)
Agents'/Valuers' fees	NIL	(8,137 03)
Agents' disbursements	NIL	(7,371 82)
Legal fees	(1,000 00)	(3,800 00)
Legal disbursements	NIL	(43 00)
Telephone/Telex/Fax	NIL	(24 62)
Utilities	(663 30)	(663 30)
Storage costs	NIL	(86 08)
Re-direction of mail	NIL	(120 00)
Statutory advertising	(84 60)	(169 20)
Rent	(2,410 96)	(2,410 96)
Rates	NIL	(2,258 14)
Insurance of assets	NIL	(499 26)
	<b>(81,200 31)</b>	<b>(104,772 33)</b>
<b>105,133 00</b>	<b>(42,976 26)</b>	<b>0 00</b>



**Autoclaves Limited - in Administration****Joint Administrators' abstract of receipts & payments**

Statement of affairs (£)	From 06/03/2015 To 02/10/2015 (£)	From 09/04/2014 To 02/10/2015 (£)
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**REPRESENTED BY**

Floating charge current

**NIL****NIL****(42,976 26)****NIL**

## Appendix 3 Schedule of expenses

Schedule of expenses (06/03/2015 to 02/10/2015)

Expenses (£)	Incurred and paid in the period (£)	Incurred in the period not yet paid (£)	Total (£)
<b>Cost of realisations</b>			
Administrators' fees	76,690 95	0 00	<b>76,690 95</b>
Administrators' expenses	350 50	0 00	<b>350 50</b>
Legal fees	1,000 00	0 00	<b>1,000 00</b>
Utilities	663 30	0 00	<b>663 30</b>
Statutory advertising	84 60	0 00	<b>84 60</b>
Rent	2,410 96	0 00	<b>2,410 96</b>
<b>TOTAL</b>	<b>81,200 31</b>	<b>0 00</b>	<b>81,200 31</b>

## Requests for further information and right to challenge our remuneration and expenses

Creditors' requests for further information

If you would like to request more information about our remuneration and expenses disclosed in this progress report, you must do so in writing within 21 days of receiving this progress report

Requests from unsecured creditors must be made with the concurrence of at least 5% in value of unsecured creditors (including, the unsecured creditor making the request) or with the permission of the Court

Creditors' right to challenge our remuneration and expenses

If you wish to challenge the basis of our remuneration, the remuneration charged, or the expenses incurred during the period covered by this progress report, you must do so by making an application to Court within eight weeks of receiving this progress report

Applications by unsecured creditors must be made with concurrence of at least 10% in value of unsecured creditors (including the unsecured creditor making the challenge) or with the permission of the Court

The full text of the relevant rules can be provided on request by writing to Penny Tang on KPMG LLP, 1 The Embankment, Neville Street, Leeds, LS1 4DW



## Appendix 4 Joint Administrators' charging and disbursements policy

### Joint Administrators' charging policy

The time charged to the administration is by reference to the time properly given by us and our staff in attending to matters arising in the administration. This includes work undertaken in respect of tax, VAT, employee, pensions and health and safety advice from KPMG in-house specialists.

Our policy is to delegate tasks in the administration to appropriate members of staff considering their level of experience and requisite specialist knowledge, supervised accordingly, so as to maximise the cost effectiveness of the work performed. Matters of particular complexity or significance requiring more exceptional responsibility are dealt with by senior staff or us.

A copy of "A Creditors' Guide to Joint Administrators' Fees" from Statement of Insolvency Practice 9 ('SIP 9') produced by the Association of Business Recovery Professionals is available at

[http://www.r3.org.uk/media/documents/publications/professional/Guide\\_to\\_Administrators\\_Fees\\_Nov\\_2011.pdf](http://www.r3.org.uk/media/documents/publications/professional/Guide_to_Administrators_Fees_Nov_2011.pdf)

If you are unable to access this guide and would like a copy, please contact Penny Tang on 0113 231 3696.

### Hourly rates

Set out below are the relevant charge-out rates per hour worked for the grades of our staff actually or likely to be involved on this administration. Time is charged by reference to actual work carried out on the administration, using a minimum time unit of six minutes.

All staff who have worked on the administration, including cashiers and secretarial staff, have charged time directly to the administration and are included in the analysis of time spent. The cost of staff employed in central administration functions is not charged directly to the administration but is reflected in the general level of charge-out rates.

Charge-out rates (£) for: Restructuring	
Grade	From 01 Oct 2014 £/hr
Partner	595
Director	535
Senior Manager	485
Manager	405
Senior Administrator	280
Administrator	205
Support	125

### Table of charge-out rates

The hourly charge-out rates we use might periodically rise over the period of the administration, for example to cover annual inflationary cost increases.



## Policy for the recovery of disbursements

We have recovered neither Category 1 nor Category 2 disbursements from the estate

For the avoidance of doubt, such expenses are defined within SIP 9 as follows

*Category 1 disbursements* These are costs where there is specific expenditure directly referable to both the appointment in question and a payment to an independent third party. These may include, for example, advertising, room hire, storage, postage, telephone charges, travel expenses, and equivalent costs reimbursed to the officeholder or his or her staff

*Category 2 disbursements* These are costs that are directly referable to the appointment in question but not to a payment to an independent third party. They may include shared or allocated costs that can be allocated to the appointment on a proper and reasonable basis, for example, business mileage

Category 2 disbursements charged by KPMG Restructuring include mileage. This is calculated as follows

Mileage claims fall into three categories

- Use of privately-owned vehicle or car cash alternative – 45p per mile
- Use of company car – 60p per mile
- Use of partner's car – 60p per mile

For all of the above car types, when carrying KPMG passengers an additional 5p per mile per passenger will also be charged where appropriate

We have incurred the following disbursements (excluding VAT) during the period 6 March 2015 to 2 October 2015

SIP 9 - Disbursements					
Disbursements	Category 1		Category 2		Totals (£)
	Paid (£)	Unpaid (£)	Paid (£)	Unpaid (£)	
<b>Total</b>	<b>NIL</b>		<b>NIL</b>		<b>NIL</b>

We have the authority to pay Category 1 disbursements without the need for any prior approval from the creditors of the Company

Category 2 disbursements have been approved in the same manner as our remuneration

Narrative of work carried out for the period 6 March 2015 to 2 October 2015

The key areas of work have been

Statutory and compliance	<ul style="list-style-type: none"><li>■ Posting information on a dedicated web page,</li><li>■ preparing statutory receipts and payments accounts,</li><li>■ arranging bonding and complying with statutory requirements,</li><li>■ obtaining approval from preferential and unsecured creditors of a six month extension of the administration</li><li>■ dealing with all closure related formalities,</li><li>■ ensuring compliance with all statutory obligations within the relevant timescales</li></ul>
Strategy documents, Checklist and reviews	<ul style="list-style-type: none"><li>■ formulating, monitoring and reviewing the administration strategy,</li><li>■ briefing of our staff on the administration strategy and matters in relation to various work-streams,</li><li>■ regular case management and reviewing of progress, including regular team update</li></ul>





	<ul style="list-style-type: none"> <li>meetings and calls,</li> <li>■ reviewing and authorising junior staff correspondence and other work,</li> <li>■ dealing with queries arising during the appointment,</li> <li>■ reviewing matters affecting the outcome of the administration,</li> <li>■ allocating and managing staff/case resourcing and budgeting exercises and reviews,</li> <li>■ liaising with legal advisors regarding the various instructions, including agreeing content of engagement letters,</li> <li>■ complying with internal filing and information recording practices, including documenting strategy decisions</li> </ul>
Cashiering	<ul style="list-style-type: none"> <li>■ preparing and processing vouchers for the payment of post-appointment invoices,</li> <li>■ creating remittances and sending payments to settle post-appointment invoices,</li> <li>■ reconciling post-appointment bank accounts to internal systems,</li> <li>■ ensuring compliance with appropriate risk management procedures in respect of receipts and payments</li> </ul>
Tax	<ul style="list-style-type: none"> <li>■ submitting relevant initial notifications to HM Revenue and Customs,</li> <li>■ analysing and considering the tax effects of various sale options, tax planning for efficient use of tax assets and to maximise realisations,</li> <li>■ working initially on tax returns relating to the periods affected by the administration,</li> <li>■ analysing VAT related transactions,</li> <li>■ reviewing the Company's duty position to ensure compliance with duty requirements,</li> <li>■ dealing with post appointment tax compliance</li> </ul>
Shareholders	<ul style="list-style-type: none"> <li>■ responding to enquiries from shareholders regarding the administration,</li> <li>■ providing copies of statutory reports to the shareholders</li> </ul>
General	<ul style="list-style-type: none"> <li>■ reviewing time costs data and producing analysis of time incurred which is compliant with Statement of Insolvency Practice 9,</li> <li>■ drawing remuneration in accordance with the basis which has been approved by preferential and unsecured creditors,</li> <li>■ Dealing with the ongoing storage of books and records</li> </ul>
Asset realisations	<ul style="list-style-type: none"> <li>■ collating information from the Company's records regarding the assets,</li> <li>■ reviewing outstanding debtors and management of debt collection strategy,</li> <li>■ liaising with Company credit control staff and communicating with debtors,</li> <li>■ seeking legal advice in relation to book debt collections,</li> <li>■ liaising with the Directors regarding debtor recoveries,</li> <li>■ reviewing the inter-company debtor position between the Company and other group companies</li> </ul>
Property matters	<ul style="list-style-type: none"> <li>■ reviewing the Company's leasehold properties, including review of leases,</li> <li>■ communicating with landlords regarding rent, property occupation and other issues,</li> </ul>
Health and safety	<ul style="list-style-type: none"> <li>■ liaising with the Health and Safety Executive regarding the administration and ongoing health and safety compliance</li> </ul>
Open cover insurance	<ul style="list-style-type: none"> <li>■ arranging ongoing insurance cover for the Company's business and assets,</li> <li>■ liaising with the post-appointment insurance brokers to provide information, assess risks and ensure appropriate cover in place,</li> <li>■ assessing the level of insurance premiums</li> </ul>
Creditors and claims	<ul style="list-style-type: none"> <li>■ drafting and circulating our proposals,</li> <li>■ convening and preparing for the meeting of creditors by correspondence,</li> <li>■ creating and updating the list of unsecured creditors,</li> <li>■ responding to enquiries from creditors regarding the administration and submission of their claims,</li> <li>■ reviewing completed forms submitted by creditors, recording claim amounts and maintaining claim records,</li> <li>■ drafting our progress report</li> </ul>

Time costs

**SIP 9 - Time costs analysis (06/03/2015 to 02/10/2015)**

	Hours					Time Cost (£)	Average Hourly Rate (£)
	Partner / Director	Manager	Administrator	Support	Total		
<b>Administration &amp; planning</b>							
Cashiering							
Fund management				0 60	<b>0 60</b>	123 00	205 00
General (Cashiering)	0 50	0 40		5 30	<b>6 20</b>	1,719 00	277 26
Reconciliations (& IPS accounting reviews)				1 40	<b>1 40</b>	392 00	280 00
General							
Fees and WIP		1 00			<b>1 00</b>	485 00	485 00
Statutory and compliance							
Appointment and related formalities				0 10	<b>0 10</b>	20 50	205 00
Checklist & reviews				0 50	<b>0 50</b>	102 50	205 00
Closure and related formalities				0 30	<b>0 30</b>	61 50	205 00
Statutory advertising				0 30	<b>0 30</b>	61 50	205 00
Tax							
Post appointment corporation tax	1 90	21 80		1 10	<b>24 80</b>	10,862 50	438 00
Post appointment VAT	0 40	2 80		5 80	<b>9 00</b>	2,625 00	291 67
<b>Creditors</b>							
Creditors and claims							
Agreement of unsecured claims				1 30	<b>1 30</b>	266 50	205 00
General correspondence		0 90		3 70	<b>4 60</b>	1,195 00	259 78
Statutory reports	0 50	6 50		20 20	<b>27 20</b>	7,313 00	268 86
<b>Investigation</b>							
Directors							
Correspondence with directors		0 30		0 20	<b>0 50</b>	186 50	373 00
<b>Realisation of assets</b>							
Asset Realisation							
Debtors		3 60		14 60	<b>18 20</b>	4,683 00	257 31
Other assets		1 30			<b>1 30</b>	630 50	485 00
<b>Total in period</b>	<b>3 30</b>	<b>38 60</b>	<b>55 40</b>	<b>0 00</b>	<b>97 30</b>	<b>30,727 00</b>	<b>315 80</b>



**SIP 9 - Time costs analysis (06/03/2015 to 02/10/2015)**

	Hours				Time Cost (£)	Average Hourly Rate (£)
	Partner / Director	Manager	Administrator	Support <b>Total</b>		
Brought forward time (appointment date to SIP 9 period start date)				596 60	171,002 50	
SIP 9 period time (SIP 9 period start date to SIP 9 period end date)				97 30	30,727 00	
Carry forward time (appointment date to SIP 9 period end date)				693 90	201,729 50	

All staff who have worked on this assignment, including cashiers and secretarial staff, have charged time directly to the assignment and are included in the analysis of time spent. The cost of staff employed in central administration functions is not charged directly to the assignment but is reflected in the general level of charge out rates.

All time shown in the above analysis is charged in units of six minutes.



## Appendix 5      Summary of Joint Administrators' proposals



## 8 Summary of proposals

Due to the lack of an ongoing order book and substantial trade creditor debts rescuing the Company in accordance with Paragraph 3(1)(a) is not achievable

Therefore our primary objective is to achieve a better result for the Company's creditors as a whole than would be likely if the Company were wound up in accordance with Paragraph 3(1)(b)

In addition to the specific itemised proposals below, this document in its entirety constitutes our proposals

We propose the following

### General matters

- to continue to do everything that is reasonable and to use all our powers appropriately in order to maximise realisations from the assets of the Company in accordance with the objective as set out above,
- to investigate and, if appropriate to pursue any claims the Company may have,
- to seek an extension to the administration period if we consider it necessary

### Distributions

- to make distributions to the preferential creditors where funds allow,
- to apply to the Court for the authority to make a distribution to unsecured creditors if funds become available

### Ending the administration

We might use any or a combination of the following exit route strategies in order to bring the administration to an end

- apply to Court for the administration order to cease to have effect from a specified time and for control of the Company to be returned to the Directors,
- formulate a proposal for either a company voluntary arrangement (CVA) or a scheme of arrangement and put it to meetings of the Company's creditors, shareholders or the Court for approval as appropriate
- place the Company into creditors' voluntary liquidation. In these circumstances we propose that we Howard Smith and Jonathan Charles Marston be appointed as Joint Liquidators of the Company without any further recourse to creditors. If appointed Joint Liquidators any action required or authorised under any enactment to be taken by us may be taken by us individually or



together. The creditors may nominate different persons as the proposed Joint Liquidators provided the nomination is received before these proposals are approved,

- petition the Court for a winding-up order placing the Company into compulsory liquidation and to consider, if deemed appropriate, appointing us, Howard Smith and Jonathan Charles Marston, as Joint Liquidators of the Company without further recourse to creditors. Any action required or authorised under any enactment to be taken by us as Joint Liquidators may be taken by us individually or together,
- file notice of move from administration to dissolution with the Registrar of Companies if we consider that liquidation is not appropriate because (1) no dividend will become available to creditors and (2) there are no other outstanding matters that require to be dealt with in liquidation. The Company will be dissolved three months after the registering of the notice with the Registrar of Companies.

Alternatively, we may allow the administration to end automatically.

Joint Administrators' remuneration and pre-administration costs

We propose that

- our remuneration will be drawn on the basis of time properly given by us and the various grades of our staff in accordance with the charge-out rates included in Appendix 3,
- disbursements for services provided by KPMG (defined as Category 2 disbursements in Statement of Insolvency Practice 9) will be charged in accordance with KPMG's policy as set out in Appendix 3,

Discharge from liability

We propose that we shall be discharged from liability in respect of any action of ours as Joint Administrators upon the filing of our final receipts and payments account with the Registrar of Companies.

## Appendix 6      Glossary

<b>Chadlaw</b>	Chadwick Lawrence LLP
<b>Company</b>	Autoclaves Limited - in Administration
<b>Directors</b>	Samuel Howard Rhys Clayton, Russell Howard Gibson and Jane Louisa Gibson
<b>Joint Administrators/we/our/us</b>	Howard Smith and Jonny Marston
<b>KPMG</b>	KPMG LLP
<b>Members</b>	Samuel Howard Rhys Clayton, Russell Howard Gibson and Jane Louisa Gibson
<b>Landlords</b>	Bernard Rock & Jacqueline Rock
<b>Elcadant</b>	Elcadant Precision Sheet Metal Limited

Any references in this progress report to sections, paragraphs and rules are to Sections, Paragraphs and Rules in the Insolvency Act 1986, Schedule B1 of the Insolvency Act 1986 and the Insolvency Rules 1986 respectively



## Appendix 7      Notice   About this report

This report has been prepared by Howard Smith and Jonny Marston the Joint Administrators of Autoclaves Limited – in Administration (the ‘Company’) solely to comply with their statutory duty to report to creditors under the Insolvency Rules 1986 on the progress of the administration, 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 report 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 the Company.

Any estimated outcomes for creditors included in this report 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 report for any purpose or in any context other than under the Insolvency Rules 1986 does so at its own risk. To the fullest extent permitted by law, the Joint Administrators do not assume any responsibility and will not accept any liability in respect of this report to any such person.

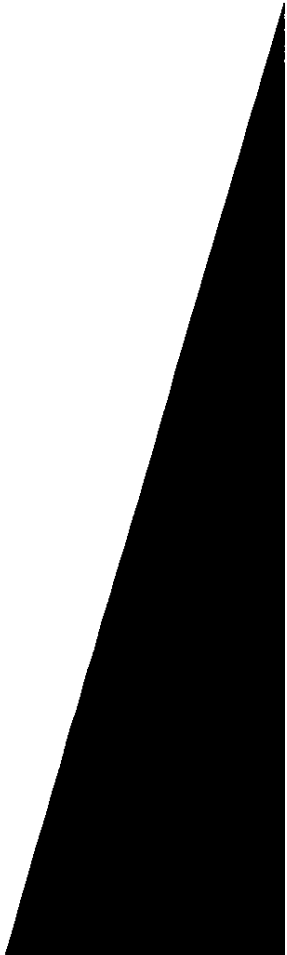
Howard Smith is authorised to act as an insolvency practitioner by the Insolvency Practitioners Association.

Jonathan Charles Marston is authorised to act as an insolvency practitioner by the Institute of Chartered Accountants in England & Wales.

The Joint Administrators act as agents for the Company and contract without personal liability. The appointments of the Joint Administrators are personal to them and, to the fullest extent permitted by law, KPMG LLP does not assume any responsibility and will not accept any liability to any person in respect of this report or the conduct of the administration.







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