

The Insolvency Act 1986

Administrator's progress report

Name of Company AL Realisations Limited	Company number 03576867
In the High Court of Justice, Chancery Division, Birmingham District Registry (full name of court)	Court case number 8132 of 2012

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

I (a)
Helen Dale
Grant Thornton UK LLP
30 Finsbury Square
London
EC2P 2YU

administrator of the above company attach a progress report for the period

From (b) Insert date (b) 19 July 2016	To (b) 18 January 2017
---	---------------------------

Signed


Administrator

Dated

8 February 2017

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

Helen Dale
Grant Thornton UK LLP
30 Finsbury Square
London
EC2P 2YU

DX Number

020 7184 4300
DX Exchange



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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

SATURDAY



Our Ref HJD/ZLC/KLM/TXA/A00609/

To the creditors

8 February 2017

Dear Sirs

Recovery and Reorganisation

Grant Thornton UK LLP
4 Hardman Square
Spinningfields
Manchester M3 3EB

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grantthornton.co.uk

AL Realisations Limited - In Administration
High Court of Justice, Chancery Division, Birmingham District
Registry
No 8132 of 2012

1 Introduction

- 1.1 I now report on the progress of the administration to 18 January 2017 and attach
- Appendix A, Form 2.24B, together with an account of my receipts and payments for the period from 19 July 2016 to 18 January 2017 and also for the whole administration to date
 - Appendix B, a statement of the remuneration charged by the administrator in the period 19 July 2016 to 18 January 2017 and a statement of expenses incurred in the period
 - Appendix C, an analysis of my time costs as required by Statement of Insolvency Practice 9
 - Appendix D, an extract from the Insolvency Rules 1986 relating to creditors' rights to request additional information from the administrator (Rule 2.48A)
 - Appendix E, an extract from the Insolvency Rules 1986 relating to creditors' rights to challenge the administrator's remuneration or expenses, if excessive (Rule 2.109)
- 1.2 As previously reported, David Bennett was appointed as administrator of the company on 6 March 2012 and has subsequently left the firm. David Riley was appointed by Order of the Court to act as sole administrator. David Riley has also since left the firm and was formally removed from this case on 28 April 2015 by Order of the Court. I was appointed as sole administrator on the same day.
- 1.3 I am authorised by the Insolvency Practitioners Association to act as insolvency practitioner.

2 Statutory information

- 2.1 The company's statutory details are as follows

Registered number 03576867

Registered office Grant Thornton UK LLP
4 Hardman Square
Spinningfields
Manchester
M3 3EB

Chartered Accountants

Grant Thornton UK LLP is a limited liability partnership registered in England and Wales, No.OC307742. Registered office, Grant Thornton House, Melton Street, Euston Square, London NW1 2EP. A list of members is available from our registered office. Grant Thornton UK LLP is authorised and regulated by the Financial Conduct Authority. Grant Thornton UK LLP is a member firm of Grant Thornton International Ltd (GTL). GTL and the member firms are not a worldwide partnership. Services are delivered by the member firms. GTL and its member firms are not agents of and do not obligate, one another and are not liable for one another's acts or omissions. A list of personnel permitted by Grant Thornton to accept appointments as insolvency practitioners and of their respective authorising bodies may be inspected at the above address. Please see grantthornton.co.uk for further details.

3 Progress report

Assets

- 3 1 As previously reported, the business and assets of the company were sold upon appointment to Advance (International) Limited (the Purchaser)
- 3 2 A sale of the Bridge Farm property to the Purchaser was subsequently completed on 15 August 2012
- 3 3 All funds realised in respect of the sale of the business and assets and the Bridge Farm property are shown in my receipts and payments account at Appendix A

Commerce Street

- 3 4 The company's only remaining asset is its interest in the freehold property at Units 1, 2 and 3, the boiler house and the land to the north thereof at 73/76 Commerce Street, Melbourne, Derbyshire (the Commerce Street Property) which is subject to a mortgage held by Loughborough Building Society (LBS)
- 3 5 A third party owns land lying to the northwest of the Commerce Street Property GVA Grimley Limited (GVA), upon approval from LBS, was appointed to act as agents to market the Commerce Street Property for sale together with the third party land in order to maximise any realisations
- 3 6 As previously reported the location of the telecommunications mast situated on the Commerce Street property has caused complications with the sale process I have been in continuous dialogue with LBS and in correspondence with the mast owner trying to resolve the planning issues and moving the mast in order to progress a sale
- 3 7 I continue to liaise with LBS regarding options to facilitate the sale of the site

Mast rental

- 3 8 The telecommunications mast generates rental income of £8,000 per annum Rental income received to date totals £36,970

Liabilities

Secured creditors

- 3 9 As previously reported, there are three secured creditors, summarised as follows
- Natwest Bank plc (RBS), which provided a mortgage for Bridge Farm as well as an overdraft facility At the date of appointment the balance outstanding was £596,630 Distributions totalling £552,284 have been paid to date
 - RBS Invoice Finance Limited (RBSIF), which provided a Confidential Invoice Discounting facility and was assigned the company's book debts At the date of appointment, the balance outstanding was £312,737 which has been repaid in full
 - LBS, which provided a mortgage for Units 1, 2 and 3, the boiler house and the land to the north thereof at 73/76 Commerce Street, Melbourne, Derbyshire (the Commerce Street Property) At the date of appointment LBS had an outstanding balance of £531,003

- To date payments totalling £62,237 have been made in respect of the accruing interest on the property

Preferential creditors

- 3 10 There are no preferential creditors in this matter

Unsecured creditors

- 3 11 There will be insufficient funds to enable a distribution to this class of creditor

4 Administrator's remuneration and expenses

- 4 1 The secured creditors resolved that I draw my remuneration by reference to my time costs
- 4 2 You will note from the SIP 9 table attached at Appendix C that my time costs to date are £244,839 and from the receipts and payments account attached at Appendix A that I have drawn £55,194. I have also drawn £9,306 in relation to pre-appointment fees. Time costs incurred in the period of £12,323 but not drawn as remuneration to date are disclosed in Appendix B. In addition I have incurred but not yet drawn expenses of £340 and have further expenses to take in due course as set out in Appendix B.
- 4 3 The majority of time spent during the period relates to the on-going issues surrounding the potential sale of the Commerce Street property and correspondence with various parties.
- 4 4 Background information regarding the fees of administrators can be found at https://www.r3.org.uk/media/documents/publications/professional/Guide_to_Administrators_Fees_Nov2011.pdf. Alternatively, we will supply this information by post on request. Time is charged in 6 minute units.

5 Other expenses incurred by the administrator

- 5 1 On-going utility, security and insurance costs relating to the property at Commerce Street continue to be paid as shown in Appendix B.

6 Contact

- 6 1 Should you require any further information, please contact Heather Thomson on 0161 214 6369.

Yours faithfully
for and on behalf of AL Realisations Limited



Helen Dale
Administrator

The affairs, business and property of AL Realisations Limited are being managed by Helen Dale, appointed as administrator.

AL Realisations Limited - in administration
Summary of receipts and payments
from 6 March 2012 to 18 January 2017

Statement of Affairs	From 06/03/2012 to 18/07/2016 £	From 19/07/2016 to 18/01/2017 £	Total £
Receipts			
Heat & Light	(28 72)	28 72	0 00
Freehold Land & Property	421,463 02	0 00	421,463 02
Goodwill	155,000 00	0 00	155,000 00
Book Debts	312,736 64	0 00	312,736 64
Bank Interest	245 00	0 00	245 00
Mast rental	36,969 90	0 00	36,969 90
Equipment	25,000 00	0 00	25,000 00
Vehicles	4,998 00	0 00	4,998 00
Stock	45,000 00	0 00	45,000 00
Assigned Loans	10,000 00	0 00	10,000 00
Customer List	1 00	0 00	1 00
Bank/ISA InterestGross	193 94	0 00	193 94
Licence Fee	82,337 90	0 00	82,337 90
Benefit of the contracts	1 00	0 00	1 00
Misc Refunds	1,736 60	0 00	1,736 60
Rates	1,314 81	0 00	1,314 81
HMRC - VAT received/paid	18,828 49	0 00	18,828 49
HMRC - Fixed VAT received/paid	2,310 36	0 00	2,310 36
	1,118,107.94	28.72	1,118,136.66
Payments			
Administrators Fees	16,100 00	0 00	16,100 00
Professional Fees	530 00	0 00	530 00
Legal Fees	3,564 50	0 00	3,564 50
Agents/Valuers Fees	11,102 88	0 00	11,102 88
Other Property Expenses	5,312 36	1,554 29	6,866 65
Insurance	31,018 72	1,422 91	32,441 63
VAT Irrecoverable	3,927 85	390 67	4,318 52
Bank Charges	40 00	12 90	52 90
RBS	552,284 00	0 00	552,284 00
RBSIF	312,736 64	0 00	312,736 64
Loughborough Building Society	62,236 88	0 00	62,236 88
Administrators Fees	39,094 00	0 00	39,094 00
Administrators Expenses	60 75	0 00	60 75
Pre-administration fees	9,306 00	0 00	9,306 00

AL Realisations Limited - in administration
 Summary of receipts and payments
 from 6 March 2012 to 18 January 2017

Statement of Affairs £	From 06/03/2012 to 18/07/2016 £	From 19/07/2016 to 18/01/2017 £	Total £
Agents/Valuers Fees (1)	2,622 00	0 00	2,622 00
Legal Fees (1)	18,494 12	0 00	18,494 12
Professional Fees	1,000 00	0 00	1,000 00
Corporation Tax	3,956 56	0 00	3,956 56
Storage Costs	94 11	0 00	94 11
Statutory Advertising	76 50	0 00	76 50
Bank Charges	20 00	14 00	34 00
Vat on Purchases	18,831 84	(3 35)	18,828 49
Fixed Ch VAT on Purchases	2,416 55	(106 19)	2,310 36
	1,094,826 26	3,285.23	1,098,111 49
Net Receipts/(Payments)	23,281.68	(3,256 51)	20,025.17
Made up as follows			
Fixed Current Account NIB 22/10/2013	9,974 71	(2,958 61)	7,016 10
Floating Current Account NIB 22/10/2013	13,306 97	(297 90)	13,009 07
	23,281 68	(3,256.51)	20,025.17

B Remuneration charged and expenses incurred by the administrator in the period

	Charged/incurred in period 19/07/2016 to 18/01/2017	Cumulative charged/incurred to 18/01/2017	Of which paid to 18/01/2017
	£	£	£
Pre-appointment fees	0	9,306	9,306
Administrator's fees:			
Time costs	12,323	244,839	55,194
Expenses	65	340	61
Professional fees:			
Horton & Moss	0	530	530
Ashgate Corporate Services	0	1,000	1,000
Legal fees:			
Squire Sanders (UK) LLP	0	22,059	22,059
Agents/valuers:			
GVA Grimley Limited	0	11,103	11,103
Insurance			
JLT	1,423	32,442	32,442
Property costs:			
GMS Property Support Services Ltd	1,069	5,946	5,946
SSE Swalec	485	921	921
Marketing costs – Commerce Street Property			
Haselour House Media Limited	0	1,329	1,329

C SIP 9 information

Introduction

The following information is provided in connection with the administrator's remuneration and disbursements in accordance with SIP 9

Explanation of Grant Thornton UK LLP charging and disbursement recovery policies

Time costs

All partners and staff are charged out at hourly rates appropriate to their grade, as shown on the attached schedule. Details of the hourly charge-out rates are made available to creditors or committees at the time of fixing the basis of our fees. Support staff (ie secretaries, cashiers and filing clerks) are charged to the case for the time they work on it.

	From 01/07/12	From 01/07/13	From 01/07/14 to date
	£	£	£
Partners up to	580	600	740
Managers up to	440	455	470
Administrators up to	310	320	345
Assistants and support staff up to	210	220	230

Disbursements

Out of pocket expenses are charged at cost and mileage is charged at standard rates. VAT is added to disbursement charges as necessary.

Advance Lighting Limited - in Administration - A30200609 - SIP 9 TIME COST ANALYSIS

Transaction period 06/03/2012 to 18/01/2017

	Partner		Manager		Executive		Administrator		Total		
	Hrs	£	Hrs	£	Hrs	£	Hrs	£	Hrs	£	Avg Hrfy Rate
Administration and Planning	2 65	1,353 75	75 15	26,640 50	112 45	25,794 10	186 18	27 487 40	378 63	81,275 75	215 80
Creditors	6 00	2 832 50	74 90	28,284 75	79 77	22,578 80	20 35	2,800 25	181 02	54,498 30	301 05
Hiatus period											
Investigations			5 30	1,637 00	3 35	849 50	3 85	573 75	12 50	3,059 25	244 74
Pensions			8 75	4,109 00			1 30	201 50	10 05	4,310 50	428 91
Realisation of Assets			111 35	40,273 00	81 70	22,146 00	30 70	4 411 75	223 75	66,830 75	298 68
Taxation	30	195 00	35 75	13,644 00	55 40	13,784 00	61 15	7,243 00	152 60	34,866 00	228 48
Trading											
Total	9 16	4,381 26	311 20	112,686 26	332 67	85,161 40	303 63	42,717 66	956 66	244,839 66	266 96

Total fees billed to date (Time) . £ 55,194

Advance Lighting Limited - In Administration - A30200609 - SIP 9 TIME COST ANALYSIS

Transaction period 19/07/2016 to 18/01/2017

	Partner		Manager		Executive		Administrator		Total	
	Hrs	£	Hrs	£	Hrs	£	Hrs	£	Hrs	£
Administration and Planning (incl statutory reporting)			5.75	1,897.50	12.75	3,467.50	10.70	1,192.00	29.20	6,557.00
Chargeholders (incl bank reporting)					5.75	1,667.50			5.75	1,667.50
Corporation Tax			50	182.50			1.90	114.00	2.40	286.50
Hiatus period									00	
Investigations and reports on directors									00	
Legal									00	
PAYE and VAT			50	165.00	25	72.50	1.00	112.00	1.75	349.50
Pensions			50	260.00					50	260.00
Preferential creditors									00	
Realisation of Assets Debtors									00	
Realisation of Assets Other assets									00	
Realisation of Assets Property plant vehicles etc (incl HP leasing and third party)			3.75	1,437.50	5.50	1,595.00	2.00	160.00	11.25	3,192.50
Realisation of Assets Stock and WIP (incl ROT)									00	
Sale of business									00	
Trading									00	
Unsecured creditors									00	
Total			11.00	3,942.50	24.25	6,802.50	15.60	1,576.00	60.85	12,323.00
										242.34

Total fees billed to date (Time) - £ 55,194

AL Realisations Limited - In Administration

Costs Incurred in the period 19 July 2016 to 18 January 2017

TASKS	Incurred to date		
	Av Hry Rate	Hrs	£
STATUTORY AND ADMINISTRATIVE TASKS	225	29	6,557
File reviews			
Bank account administration (treasury)			
Maintenance of records			
Reports to creditors			
Correspondence with utilities			
Extension documentation			
REALISATION OF ASSETS	284	11	3,193
Correspondence regarding the sale of the property			
CREDITORS	290	6	1,668
Correspondence with secured creditor			
TAXATION	156	4	646
Tax compliance			
VAT compliance			
Pensions	520	0.50	280
Liaising with the Pensions Regulator / Schemes			
Total costs	242	51	12,323

D An extract from the Insolvency Rules 1986 relating to creditors' rights to request additional information from the administrator

Rule 2 48A

- (1) If
 - (a) within 21 days of receipt of a progress report under Rule 2 47 -
 - (i) a secured creditor, or
 - (ii) an unsecured creditor with the concurrence of at least 5% in value of the unsecured creditors (including the creditor in question), or
 - (b) with the permission of the court upon an application made within that period of 21 days, any unsecured creditor makes a request in writing to the administrator for further information about remuneration or expenses (other than pre-administration costs) set out in a statement required by Rule 2 47(1)(db) or (dc), the administrator must, within 14 days of receipt of the request, comply with paragraph (2)
- (2) The administrator complies with this paragraph by either -
 - (a) providing all of the information asked for, or
 - (b) so far as the administrator considers that
 - (i) the time or cost of preparation of the information would be excessive, or
 - (ii) disclosure of the information would be prejudicial to the conduct of the administration or might reasonably be expected to lead to violence against any person, or
 - (iii) the administrator is subject to an obligation of confidentiality in respect of the information,giving reasons for not providing all of the information
- (3) Any creditor, who need not be the same as the creditor who requested further information under paragraph (1), may apply to the court within 21 days of -
 - (a) the giving by the administrator of reasons for not providing all of the information asked for, or
 - (b) the expiry of the 14 days provided for in paragraph (1),and the court may make such order as it thinks just
- (4) Without prejudice to the generality of paragraph (3), the order of the court under that paragraph may extend the period of 8 weeks provided for in Rule 2 109(1B) by such further period as the court thinks just

E An extract from the Insolvency Rules 1986 relating to creditors' rights to challenge the administrator's remuneration or expenses if excessive

Rule 2 109

- (1) Any secured creditor, or any unsecured creditor with either the concurrence of at least 10% in value of the unsecured creditors (including that creditor) or the permission of the court, may apply to the court for one or more of the orders in paragraph (4)
- (1A) Application may be made on the grounds that -
 - (a) the remuneration charged by the administrator,
 - (b) the basis fixed for the administrator's remuneration under Rule 2 106, or
 - (c) expenses incurred by the administrator,is or are, in all the circumstances, excessive or, in the case of an application under sub-paragraph (b), inappropriate
- (1B) The application must, subject to any order of the court under Rule 2 48A(4), be made no later than 8 weeks after receipt by the applicant of the progress report which first reports the charging of the remuneration or the incurring of the expenses in question ("the relevant report")
- (2) The court may, if it thinks that no cause is shown for a reduction, dismiss it without a hearing but it shall not do so without giving the applicant at least 5 business days' notice, upon receipt of which the applicant may require the court to list the application for a without notice hearing. If the application is not dismissed, the court shall fix a venue for it to be heard, and give notice to the applicant accordingly
- (3) The applicant shall, at least 14 days before the hearing, send to the administrator a notice stating the venue and accompanied by a copy of the application, and of any evidence which the applicant intends to adduce in support of it
- (4) If the court considers the application to be well-founded, it must make one or more of the following orders -
 - (a) an order reducing the amount of remuneration which the administrator was entitled to charge
 - (b) an order fixing the basis of remuneration at a reduced rate or amount
 - (c) an order changing the basis of remuneration
 - (d) an order that some or all of the remuneration or expenses in question be treated as not being expenses of the administration
 - (e) an order that the administrator or the administrator's personal representative pay to the company the amount of the excess of remuneration or expenses or such part of the excess as the court may specifyand may make any other order that it thinks just, but an order under sub-paragraph (b) or (c) may be made only in respect of periods after the period covered by the relevant report
- (5) Unless the court orders otherwise, the costs of the application shall be paid by the applicant, and are not payable as an expense of the administration

The Insolvency Act 1986

Administrator's progress report

Name of Company AL Realisations Limited	Company number 03576867
In the High Court of Justice, Chancery Division, Birmingham District Registry (full name of court)	Court case number 8132 of 2012

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

I (a)
Helen Dale
Grant Thornton UK LLP
30 Finsbury Square
London
EC2P 2YU

administrator of the above company attach a progress report for the period

(b) Insert date

From (b) 19 July 2016	To (b) 18 January 2017
--------------------------	---------------------------

Signed


Administrator

Dated

8 February 2017