In accordance with Rule 3.35 of the Insolvency (England & Wales) Rules 2016 & Paragraph 49(4) of Schedule B1 to the Insolvency Act 1986

AM03

Notice of administrator's proposals

Companies House

SATURDAY

A7797TBC
A16 02/06/2018 #134
COMPANIES HOUSE

1 Company details

Company number	0 4 2 9 5 4 7 5
Company name in full	Carlow Precast Concrete Engineering UK Limited

→ **Filling in this form**
Please complete in typescript or in bold black capitals.

2 Administrator's name

Full forename(s)	Robert James
Surname	Harding

3 Administrator's address

Building name/number	PO Box 810
Street	66 Shoe Lane
Post town	London
County/Region	
Postcode	E C 4 A 3 W A
Country	

4 Administrator's name ❶

Full forename(s)	Nicholas Guy
Surname	Edwards

❶ **Other administrator**
Use this section to tell us about another administrator.

5 Administrator's address ❷

Building name/number	PO Box 810
Street	66 Shoe Lane
Post town	London
County/Region	
Postcode	E C 4 A 3 W A
Country	

❷ **Other administrator**
Use this section to tell us about another administrator.

AM03
Notice of Administrator's Proposals

6	Statement of proposals
	☑ I attach a copy of the statement of proposals

7	Sign and date
Administrator's Signature	Signature ✕ [signature] ✕
Signature date	d0 d1 m0 m6 y2 y0 y1 y8

Deloitte.

Carlow Precast Concrete Engineering UK Limited (in administration)

("the Company")

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

Court Case No. 003436 of 2018
High Court of Justice, Business & Property Courts of England and Wales, Insolvency & Company List (ChD)

Company Number: 04295475

Registered Office: c/o Deloitte LLP
Four Brindleyplace
Birmingham
B1 2HZ

Robert James Harding and Nicholas Guy Edwards ("the Joint Administrators") were appointed Joint Administrators of Carlow Precast Concrete Engineering UK Limited on 25 April 2018. The affairs, business and property of the Company are managed by the Joint Administrators. The Joint Administrators act as agents of the Company and contract without personal liability. All licensed Insolvency Practitioners of Deloitte LLP ("Deloitte") are licensed in the UK to act as Insolvency Practitioners.

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

01 June 2018

Deloitte.

Deloitte LLP
Athene Place
66 Shoe Lane
London EC4A 3BQ
Tel: +44 (0) 20 7936 3000
Fax: +44 (0) 20 7583 1198
www.deloitte.co.uk

Carlow Precast Concrete Engineering UK Limited (in administration)

This Statement of Joint Administrators' Proposals ("the Proposals") has been prepared pursuant to paragraph 49 of Schedule B1 of the Act, which requires that we, as the Joint Administrators, provide creditors with details of our proposals to achieve the purpose of the administration.

We do not currently consider that the Company has sufficient property to enable a distribution to be made to unsecured creditors. As such we are not required to ask creditors to approve our proposals unless requested to do so by creditors whose total debts amount to at least 10% of the total debts of the Company.

If you would like to ask us to hold a decision procedure to consider our proposals please complete a Form for Requisitioned Decisions which is available for download from the website set up for the administration at www.deloitte.com/uk/carlowprecast and return it to us by post or email no later than 13 June 2018. Please note that a deposit of £1,000 will be required towards the costs of initiating the decision procedure; such deposit may be refunded as an expense of these proceedings under Rule 15.19(4) of the Rules, if so decided by creditors.

In the event that a request for a decision procedure is not received by us within the above deadline, our proposals will be deemed approved on 13 June 2018 and a notice to that effect will be filed at Companies House.

Please refer to the Frequently Asked Questions section on the case website for more information about decision procedures in insolvency proceedings.

Please also note that hard copies of any of these documents will be provided free of charge on request.

We have also included the following information in this report:

- background of the Company;
- the circumstances giving rise to the appointment of the Joint Administrators;
- the progress of the administration to date; and,
- the Joint Administrators' proposals for achieving the objective of the administration (Appendix E).

Yours faithfully
For and on behalf of the Company

Robert James Harding
Joint Administrator

Key messages

Key messages

Joint Administrators of the Company

Robert James Harding

Nicholas Guy Edwards

Deloitte LLP

PO Box 810

66 Shoe Lane

London

EC4A 3WA

Contact details

Email: radkaur@deloitte.co.uk

Website:

www.deloitte.com/uk/carlowprecast

Tel: +44 121 695 5049

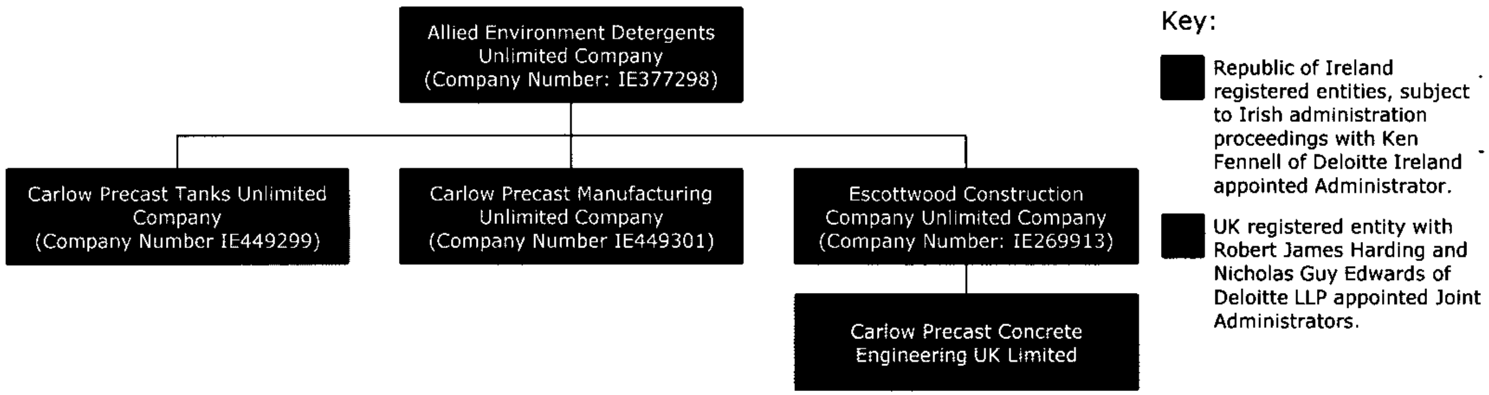
Date proposals delivered to creditors: 1 June 2018

	Commentary
Purpose of the administration	• The purpose of the administration will be to make a distribution to the secured creditor.
Joint Administrators' strategy	• The Company ceased trading on 25 April 2018 and all employees transferred to FLI Carlow UK Limited. • We continue negotiations in relation to book debts recoverable for the administration estate. • A number of framework agreements are under review to ascertain any potential value and any novation options available to us.
Approval of the proposals	• As there is no prospect of any funds being returned to unsecured creditors, our proposals will be deemed approved by creditors unless a decision procedure is requested under *Rule 15.18*. Please refer to page 27 for further details. • Please note that hard copies of any of these documents will be provided to you free of charge on request using any of the contact details provided to the left of this page.
Estimated Timescale	• On current information the duration of the administration is not likely to exceed 12 months, following which it is anticipated that the Company will move to dissolution as detailed at page 14.
Estimated Costs [and Estimate of work required to be done]	• We anticipate that our fee for the duration of the appointment will not exceed £100,000 plus VAT. We propose to charge our fees on the following bases: – A fee of £50,000 plus VAT for fulfilling statutory compliance, reporting activities, asset realisation strategies, dealing with creditor queries and complying with the Company's VAT and Corporation Tax filing requirements; and – 10% of the value of future realisations achieved in the administration. • We have provided an outline of the work we propose to undertake and our anticipated costs for so doing at Appendix D1. • We anticipate that disbursements of approximately £1,182 plus VAT will be incurred over the duration of the appointment as detailed at Appendix D2. • We anticipate that third party costs in relation to legal fees, advertising and storage costs will be in the region of £16,680 plus VAT over the duration of the appointment as detailed on page 17.
Estimated Outcomes	On current information, we anticipate the following outcome for each category of creditor: – Secured creditor – The secured creditor will not be repaid in full. – Preferential creditors – It is not expected that there will be any preferential claims in the administration. – Unsecured creditors – It is unlikely that there will be a distribution for unsecured creditors.
Proposals	• Our proposals for managing the business and affairs of the Company can be found on page 14.

Background

Background

The Company



Background

The Company, based in Bredbury, Stockport, was incorporated on 28 September 2001 and is a UK sales vehicle for Allied Environment Detergents Unlimited Company, Carlow Precast Tanks Unlimited Company, Carlow Precast Manufacturing Unlimited Company and Escottwood Construction Company Unlimited Company, a group of companies registered in the Republic of Ireland ("the Broader Group").

As at 25 April 2018, the Company employed 8 staff and the directors of the Company were Bernard Kennedy and Miriam Kennedy. The Company Secretary at the date of our appointment was Rosaleen Keogh.

Summarised group structure chart

A summarised group structure chart (at the date of our appointment) is set out above. Please note that this is not a full group structure and excludes a number of dormant companies within the group.

Escottwood Construction Company Unlimited Company is the sole shareholder of the Company.

Background
Summary financials

Summary balance sheet

	Management Accounts at 31-Mar-18	Statutory Accounts at 31-Dec-16	Statutory Accounts at 31-Dec-15
Tangible assets	-	-	7,450
Fixed assets	**-**	**-**	**7,450**
Stock	-	96,880	-
Debtors	1,940,804	5,349,344	2,577,891
Cash at bank	76,358	256,012	791,921
Current Assets	**2,017,162**	**5,702,236**	**3,369,812**
Trade creditors	(1,209,863)	(4,877,166)	(2,649,973)
Total Liabilities	**(1,209,863)**	**(4,877,166)**	**(2,649,973)**
Net Assets	**807,299**	**825,070**	**727,289**

Source: Management Information, Statutory Accounts

Summary financials

Extracts from the audited Company accounts as at 31 December 2015, 31 December 2016 and unaudited management accounts at 31 March 2018 are shown opposite.

Please note that this information has not been verified by the Joint Administrators or by Deloitte.

The Company has opted not to file the statement of comprehensive income in accordance with provisions applicable to companies subject to the small companies' regime.

Balance sheet commentary

Debtors at 31 March 2018 principally comprise the Company's sales ledger of £2,531,315 which has been offset against various adjustments.

Trade creditors at the same date, include £3,820,459 of liabilities which is offset against £2,610,596 due from intercompany balances.

Background
Joint Administrators' appointment

Circumstances giving rise to the appointment of the Joint Administrators

Reasons for failure & financial distress

The Company exclusively supplies sales services to the Broader Group and equates for over 95% of the Broader Group's UK sales. The Company is therefore fully reliant on funding from the Broader Group.

The Broader Group has been experiencing significant cash flow problems and the decision was made to appoint Ken Fennell of Deloitte Ireland as Administrator. Immediately following the Irish appointment on 25 April 2018, the business and assets of the Broader Group were sold to F.L.I Global Limited ("FLI Group").

Subsequent to the administration of the Boarder Group, the Bank of Ireland ("the Secured Creditor") immediately issued a statutory demand on the Company for amounts due under its fixed and floating charge.

Given the Company is unable to generate funds without the Broader Group, it was clear that the Company would be unable to pay its debts once they fell due and the directors held a board meeting on 25 April 2018 to consider placing the Company into administration.

Involvement of Deloitte pre-appointment

Ken Fennell of Deloitte Ireland, in his capacity as proposed administrator of the Broader Group, approached Deloitte in April 2018 to advise us of the Company's financial position and upcoming Irish appointment.

Robert James Harding and Nicholas Guy Edwards of Deloitte were asked to take the pending appointment as Joint Administrators by the director's of the Company.

Post-appointment

Post-appointment
Purpose

Appointment of the Joint Administrators

Robert James Harding and Nicholas Guy Edwards of Deloitte were appointed Joint Administrators of the Company by the directors of the Company on 25 April 2018, following the filing of a Notice of Appointment of Joint Administrators by the Company's directors.

Purpose of the administration

Following the administration of the Broader Group, the Company has no source of income and its only asset of the debtor book is secured by a fixed charge. As such, having regard to the lack of available assets and no viable business without the Broader Group, it would not be possible to rescue the business as a going concern.

We consider that it is unlikely we will be able to achieve a better result for all creditors as a whole than would be obtained through an immediate liquidation of the Company due to the lack of available assets.

Accordingly, the purpose of the administration will be to make a distribution to the Secured Creditor.

Post-appointment
Joint Administrators' strategy

How the affairs and business of the Company have been managed and financed since appointment, and the Joint Administrators' intended strategy if their proposals are approved

Immediately following our appointment, we undertook an assessment of the Company's financial affairs to assess whether we would be able to continue to trade the Company's business within the administration. Unfortunately, due to the inability to generate its own funding, we concluded that trading was not viable and therefore our realisation strategy would be to wind down the Company's business in an orderly fashion.

Employees

As at the date of our appointment, the Company had 8 employees who were at risk of redundancy as a result of the administration. Subsequent to the administration of the Broader Group, FLI Group expressed interest in adopting the contracts of the existing employees of the Company on their current terms and maintaining continuation of service.

The Joint Administrators held a meeting at the Company's offices on 26 April 2018, whereby all employees were informed of the administration of both the Company and the Broader Group. Following the meeting, all employees signed a transfer of employment to FLI Carlow UK Limited, a UK subsidiary of FLI Group, on their current terms and maintaining continuation of service.

Asset realisations

Books debts

As at the date of our appointment, the Company's sales ledger showed pre-appointment book debts valued at c.£1.8million, of which c.£1.2million are secured by way of a fixed charge in favour of the Secured Creditor.

Negotiations are ongoing with the Secured Creditor and FLI Group on a potential licence agreement for FLI Group to collect in conjunction with the Secured Creditor.

We continue to liaise with both parties in relation to any amounts recoverable into the administration estate.

Framework agreements

There are a number of framework agreements in place for UK customers which are scheduled to lapse upon the Company becoming insolvent.

We have been advised by the Company that there is no value held in the framework agreements and FLI Group are seeking novation of the agreements to assist in early stage negotiation with the UK customer base.

We have instructed legal firm, TLT LLP, to review the framework agreements in place to both confirm the value position and any novation options available to us.

Receipts and payment account

A receipts and payments account, detailing asset realisations achieved and costs paid to date is provided at Appendix C.

Post-appointment

Joint Administrators' proposals

The Joint Administrators' proposals

Our proposals for the administration include:

- continuing to manage the affairs and any remaining assets of the Company and the settlement of all administration expenses;
- assessing the affairs of the Company and reviewing and reporting on the conduct of its directors and, where required, providing assistance to any regulatory authorities with any investigation into the affairs of the Company or its management;
- continuing with enquiries into the conduct of the directors of the Company and continuing to assist any regulatory authorities with any investigation into the affairs of the Company;
- agreement of the claims of any secured, preferential and unsecured creditors against the Company unless we conclude, in our reasonable opinion, that the Company will have no assets available for distribution;
- distributing funds to any secured and preferential creditors and, where applicable, to unsecured creditors under the Prescribed Part as and when their claims are agreed and funds permit, and to make distributions to unsecured creditors, other than out of the Prescribed Part if the court gives permission following an appropriate application; and
- that, following the realisation of assets and resolution of all matters in the administration, and as quickly and efficiently as is reasonably practicable, we will implement the most appropriate exit route to formally conclude the administration.
- that, if the Company is to be placed into Creditors' Voluntary Liquidation ("CVL"), we (or any person appointed as a replacement office holder) propose to be appointed Joint Liquidators and for the purposes of section 231 of the Act the Joint Liquidators will each be authorised to carry out all functions, duties and powers either jointly or severally.

We will seek specific approval from the appropriate body to fix the basis of and the ability to draw our remuneration and expenses, including pre administration costs and expenses, and to agree the time of our discharge on conclusion of the administration.

Please refer to Appendix E for further details.

Post-appointment

Outcome for creditors

Estimated outcome for creditors

Secured creditor

The Directors' statement of affairs shows that, at the date of our appointment, the Secured Creditor was owed £1,291,041 under an invoice discounting facility.

These amounts are secured by way of fixed and floating charges granted by the Company on 17 September 2017. Based on currently available information, we do not expect there will be sufficient asset realisations to repay the Secured Creditor in full.

Preferential creditors

Preferential creditors consist of amounts owed to the Company's employees for arrears of wages, holiday pay and pension contributions.

The Directors' statement of affairs show expected preferential creditor claims of £600. However, as all employees transferred to FLI Carlow UK Limited, we do not expect that there will be any preferential claims in the administration.

Unsecured creditors

The Directors' statement of affairs shows 65 unsecured creditors with estimated non-preferential claims totalling £1,177,705.

To date, there has been a number of unsecured creditor queries relating to the administration process, outstanding balances and ongoing litigation against the Company.

As detailed above, we do not anticipate that there will be sufficient asset realisations to enable a distribution to be made to unsecured creditors.

Prescribed Part

As no floating charge realisations are expected the Prescribed Part provisions will not apply to this case.

Claims process

As there is no prospect of a distribution for unsecured creditors, we do not intend to undertake any work to agree any creditor claims received as this work will be performed only once the dividend prospects are certain.

Post-appointment

Extensions & exit routes

Exit routes

In accordance with the provisions of the Act, 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 possible exit routes from administration. Based on current information, we consider the following exit routes may be appropriate:

- *Dissolution* – If there is no further property which might permit a distribution to the Company's creditors, we may file notice to that effect with the Registrar of Companies and the Company will be dissolved three months later.
- *Compulsory Liquidation ("WUC")* – where there is a possibility, but no certainty, of recoveries being made or matters such as property to disclaim or further enquiry, it may be appropriate to ask the court to end the administration and to make an order to wind up the Company.
- *Creditors' Voluntary Liquidation ("CVL")* - Where a distribution to unsecured creditors will be made, other than by virtue of the Prescribed Part, we may file a notice to that effect with the Registrar of Companies. The administration will cease on the date that notice is registered and the Company will be wound up.

Please note that if the Company is placed into CVL, the Joint Administrators (or any person appointed as a replacement office holder) propose to be appointed as Joint Liquidators. The creditors may nominate a different person to be liquidator(s) provided the nomination is made before the proposals are deemed approved i.e. by 13 June 2018.

- Any creditors' committee appointed in the administration will become a liquidation committee.
- 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.

Discharge of Joint Administrators' liability

Pursuant to paragraph 98 of Schedule B1 of the Act, the Joint Administrators' discharge of liability in respect of their actions as administrators takes effect at the specific time appointed by either the court, the creditors (either via the creditors' committee or by decision of the creditors) or, in specific circumstances, by the secured (and preferential) creditors.

In this case, we will request approval from the Secured Creditor for us to be discharged from liability as at the date the Registrar of Companies registers the Joint Administrators' final progress report.

Remuneration and expenses

Remuneration and expenses

Creditors' Guide to Administrators' Remuneration

A Creditors' Guide to Administrators' Remuneration" is appended to SIP 9 and is provided on the administration website and also available for download at <u>www.deloitte.com/uk/sip-9-england-and-wales</u>

Should you require a paper copy, please send your request in writing to the Joint Administrators at the address on page 1 and this will be provided to you at no cost.

Basis of Administrators' remuneration

Pursuant to Rule 18.16 of the Insolvency Rules 2016 ("the Rules"), the basis of the Joint Administrators' remuneration may be fixed:

- as a percentage of the value of the property with which the Joint Administrators have to deal;
- by reference to time properly given by the insolvency practitioners and their staff in attending to matters arising in the administration;
- as a set amount;
- or, any combination of the above.

There will be no funds available to the unsecured creditors. Therefore, in accordance with Rule 18.18(4) of the Rules and in the absence of a creditors' committee, we will seek to fix our fees with the consent of the Secured Creditor on the bases:

- as a set amount of £50,000 plus VAT; and
- as 10% of the value of future realisations achieved in the administration.

Estimate of work required – Set Amount

There are a number of tasks which primarily relate to fulfilment of statutory and compliance obligations and other tasks of an administrative nature. These tasks are a necessary part of the engagement but do not generate any direct benefit for creditors.

As such we consider it appropriate to limit our fee to a set or fixed amount in relation to performance of these tasks.

Based on previous appointments of this nature and having regard to the likely number and grades of staff required to fulfil these obligations, we intend to seek approval to draw a fee of £50,000 plus VAT. Full details of the work anticipated to be performed are provided at Appendix D1.

Estimate of work required – Percentage of realisations

On asset realisations such as book debt collections, the work we carry out will be done in the expectation of realising a benefit for creditors. We consider it appropriate that our costs for performing such tasks should be recovered as a percentage of the amount we collect for the estate.

Full details of the work we anticipate carrying out in this regard are provided at Appendix D1.

Remuneration and expenses

Creditors' Guide to Administrators' Remuneration

Joint Administrators' Expenses

We anticipate that the following expenses will be incurred for the duration of the appointment:

- Statutory Advertising – we are required to give notice by advert in the London Gazette of our appointment. The cost in this regard will be £85 plus VAT.
- Storage costs in relation to Company records and our files of £1,000 plus VAT.
- Legal Costs – we have instructed lawyers to assist in the following matters.
    - Validity of Appointment review – Lewis Onions Solicitors Limited have been instructed to review validity of appointment and estimate their fee for so doing will be £975 plus VAT;
    - TLT LLP have been instructed to provide advice relating to the administration of the Company, matters concerning the transfer of employees, review and novation of framework agreements and other various matters arising from the appointment and estimate their fee for so doing will be £14,500 plus VAT and disbursements of £120 plus VAT.

All professional costs will be reviewed and analysed in detail before payment is approved.

Additional information

Investigations

As part of our duties, we are obliged shortly after our appointment to review all of the information available to us and conduct an initial assessment of whether there are any matters that might lead to a recovery for the benefit of creditors. This initial assessment includes enquiries into any potential claims that may be brought against parties either connected to or who have had past dealings with the Company.

In addition, we are required to consider the conduct of the Directors and any person we consider to have acted as a shadow or de facto director in relation to their management of the affairs of the Company and the causes of failure and we will submit a confidential report to the Insolvency Service, a division of the Department for Business, Innovation and Skills. Creditors who wish to draw any matters to our attention should contact us using the contact details given on page 4 as soon as possible.

Additional information
Case specific matters

EU Regulations

As stated in the administration appointment documents, Council Regulation (EC) No 1346/2000 applies and these are the main proceedings as defined in Article 3(1) of that Regulation.

Third party assets

Should you believe that you own or have a claim regarding items that may have been present at the Company's premises at the date of our appointment please contact us as soon as possible.

Appendices

Website

In order to facilitate communication, all statutory reports, documents and notices will be posted on to a website which has been set up specifically for the Company.

The web address is www.deloitte.com/uk/carlowprecast.

All documents will be retained on the website which will remain live until two months after the conclusion of the proceedings. Please contact Radha Kaur using any of the contact details given below if you would like to be provided, free of charge, with a hard copy of documents posted, either now or in the future, to the website:

+44 121 695 5049

radkaur@deloitte.co.uk

Deloitte LLP, Four Brindleyplace, Birmingham B1 2HZ

Please note that, other than notice of intended dividend, no further notice will be given to you when documents are uploaded to the website. It is thus important that you review the website regularly to check for updates, such as notices of decision procedures or our six monthly reports on progress.

Directors' summary Statement of Affairs

£	Book value	Estimated to realise
Assets subject to fixed & floating charges		
Sales ledger	1,882,012	941,000
Intercompany account balances	3,591,895	-
Less: Amounts due to fixed charge holders	(1,291,041)	(1,291,041)
Estimated surplus/(deficiency) to fixed & floating charge holders	4,182,866	(350,041)
Estimated total assets *available for preferential* creditors	4,182,866	-
Preferential creditors		(600)
Estimated deficiency / surplus to preferential creditors		(350,641)
Estimated prescribed part of net property		-
Estimated total assets available for floating charge holders		-
Debt secured by floating charges		(350,041)
Estimated deficiency / surplus after floating charges		(350,041)
Estimated prescribed part of net property (brought down)		-
Total assets available to unsecured creditors		-
Unsecured non-preferential claims		(1,177,705)
Estimated deficiency / surplus to creditors		(1,528,346)
Called up share capital		-
Estimate deficiency / surplus to members		**(1,528,346)**

Joint Administrators' comments

The Directors' statement of affairs is available on the case website, including a schedule of the names and addresses of all known creditors. Please note that in accordance with Rule 3.35(4) of the Insolvency Rules 2016, names and addresses for employees and consumers who have paid deposits or in advance for the supply of goods and services will not be shown.

In accordance with the standard format of the statement of affairs, no provision has been made for the costs of the administration (including agents', legal and other professionals' fees).

Receipts and payments account

There have been no receipts or payments in the period since our appointment.

Joint Administrators' Estimate of Work to be undertaken – *set fee basis*

Details of work that the we anticipate will be undertaken and for which a set fee of £50,000 plus VAT will be *charged are provided below:*

Statutory Tasks and Administration

- Formulating and implementing an appropriate strategy to achieve the purpose of the administration
- Case set-up and maintenance – including data capture and entry
- Cashiering – maintaining bank accounts with monthly bank reconciliations
- Statutory reporting – our initial proposals to creditors; two progress reports; any potential extension applications; director conduct reporting
- Specific issues such as data protection, health and safety
- Employee issues; and
- Case closure matters.

Assets

- Debtor collection – liaising with the Secured Creditor and FLI Group in relation to strategy and allocation of collections; and
- Framework agreements – reviewing correspondence with TLT LLP, completion of novation agreements and any action points thereon.

Creditors

- Responding to and filing creditor queries

Case specific matters

- Preparation, completion and filing of the Company's tax *returns as required during* the administration; and
- Compliance with VAT return deadlines on a quarterly basis throughout the administration, including de-registration of the Company prior to closure.

Joint Administrators' Estimate of Work to be undertaken – *percentage basis*

Having regard to the nature of assets over which we are appointed in this case and complexities relating to charges active on the Company's debtor book we propose to seek approval to fix our fees for dealing debtor collections on a percentage basis as follows:

- as 10% of the value of future realisations achieved in the administration.

Disbursements

Disbursements

We estimate that the following disbursements are likely to be incurred in relation to the administration.

Category 1 disbursements

These are payments made by us direct to third parties and for which no approval is required.

Our estimate of Category 1 disbursements is given below, all figures are shown excluding VAT.

Category 1 disbursements

£ (net)	Incurred to date	Estimated future	Total
Travel Costs	5	-	5
Accommodation	103	-	103
Subsistence Costs	38	-	38
Postage/Couriers	-	120	120
Statutory Bonding	230		230
Total disbursements	**376**	**120**	**496**

Category 2 disbursements

These are costs and expenses initially paid by us and which are not generally made to a third party, for example, reimbursement to staff engaged on the case for their mileage costs. These may also include shared or allocated costs. Specific approval is required before these costs and expenses can to be drawn from the administration estate.

Our estimate of Category 2 disbursements is given below, all figures are shown exclusive of VAT.

Category 2 disbursements

£ (net)	Incurred to date	Estimated future	Total
Mileage	186	-	186
Website set up	500	-	500
Total disbursements	**686**	**-**	**686**

Mileage is calculated by reference to the mileage properly incurred by the Joint Administrators and their staff, at the prevailing standard mileage rate used by Deloitte at the time when the mileage is incurred (currently up to 45p per mile).

Deloitte charges a fixed cost of £500 for each statutory website set up to cover the costs of setting up and maintaining the website, along with the uploading of statutory notifications, reports and other documents to the website for the duration of the appointment.

Joint Administrators' proposals

Our proposals will be deemed approved on 13 June 2018 unless a creditors' decision procedure is requisitioned in accordance with Rules 15.18 and 15.19 of the Rules 2016.

We will still need to obtain specific approval for the resolutions given below from the Secured Creditor:

1. Approval that the basis of the Joint Administrators' remuneration shall be fixed as a 10% of realisations and as a set fee of £50,000, plus VAT.
2. Approval that the Joint Administrators' category 1 disbursements and expenses and category 2 disbursements in respect of mileage and statutory websites (as detailed on page 26 be approved and the Joint Administrators be authorised to draw both category 1 and category 2 expenses, (plus VAT where applicable) from the administration estate.
4. Approval that the Joint Administrators be discharged from liability per paragraph 98 of Schedule B1 of the Act immediately upon the registration of the Joint Administrators' final progress report by the Registrar of Companies.

A creditors' committee will not be formed unless we are requested to hold a decision procedure for purposes of forming a creditor's committee; please refer to page 1 of the proposals for details of the procedure in this regard.

Please note that if you wish to form a creditors' committee, you will also be expected to confirm your willingness to serve or be represented on the creditors' committee, including dealing with any business placed before the creditors' committee throughout the period of the administration should a creditors' committee be formed.

Appendices
Important notice

Important Notice

This document has been prepared by the Joint Administrators solely to comply with their statutory duty under paragraph 49 of Schedule B1 of the Act to lay before creditors a statement of their proposals for achieving the purpose 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 document 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 document 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 document for any purpose or in any context other than under paragraph 49 of Schedule B1 of the Act does so at their 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 these proposals.

The Joint Administrators act as agents of 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, Deloitte LLP does not assume any responsibility and will not accept any liability to any person in respect of this document or the conduct of the administration.

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

Deloitte.

AM03
Notice of Administrator's Proposals

Presenter information

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

Contact name	Dominic Criscione
Company name	Deloitte LLP
Address	PO Box 810
	66 Shoe Lane
Post town	London
County/Region	
Postcode	E C 4 A 3 W A
Country	
DX	
Telephone	+44 121 632 6000

Checklist

We may return forms completed incorrectly or with information missing.

Please make sure you have remembered the following:

- ☐ The company name and number match the information held on the public Register.
- ☐ You have attached the required documents.
- ☐ You have signed and dated the form.

Important information

All information on this form will appear on the public record.

Where to send

You may return this form to any Companies House address, however for expediency we advise you to return it to the address below:

The Registrar of Companies, Companies House, Crown Way, Cardiff, Wales, CF14 3UZ.
DX 33050 Cardiff.

Further information

For further information please see the guidance notes on the website at www.gov.uk/companieshouse
or email enquiries@companieshouse.gov.uk

This form is available in an alternative format. Please visit the forms page on the website at www.gov.uk/companieshouse