

The Insolvency Act 1986

Administrator's progress report

Name of Company Quantum (Great Britain) Limited	Company number 05208985
In the High Court of Justice, Chancery Division, Cardiff District Registry (full name of court)	Court case number 358 of 2011

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

I/We (a)
Alistair Wardell
Grant Thornton UK LLP
11-13 Penhill Road
Cardiff
CF11 9UP

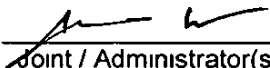
Nigel Morrison
Grant Thornton UK LLP
Hartwell House
55-61 Victoria Street
Bristol
BS1 6FT

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

(b) Insert date

From (b) 6 September 2011	To (b) 17 August 2012
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Signed


Joint / Administrator(s)

Dated

30/8/12

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

Alistair Wardell
Grant Thornton UK LLP
11-13 Penhill Road
Cardiff
CF11 9UP

DX Number

Tel/Fax
DX Exchange

When you have completed and signed this form, please send it to the Registrar of Companies at -
Companies House, Crown Way, Cardiff CF14 3UZ DX 33050 Cardiff



Our Ref AGW/SJH/TNH/Q00036 7

To The Creditors

Recovery and Reorganisation

Grant Thornton UK LLP
4 Hardman Square
Spinningfields
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28 August 2012

Dear Sirs

**Quantum (Great Britain) Limited - In Liquidation – Formerly in Administration
(the Company)
High Court of Justice, Chancery Division, Cardiff District Registry
Number 358 of 2011**

1 Introduction

1.1 Following the joint appointment of myself and Nigel Morrison as administrators of the Company by the directors on 6 September 2011, please see below my final progress report, which includes the following

- Appendix 1, an account of our receipts and payments for the period ended 17 August 2012 in accordance with Rule 2.47 of the Insolvency Rules 1986,
- Appendix 2, a statement of the remuneration charged by the joint administrators in the period 6 September 2011 to 17 August 2012 and a statement of expenses incurred in the period,
- Appendix 3, an analysis of our time costs as required by Statement of Insolvency Practice 9,
- Appendix 4, an extract from the Insolvency Rules 1986 relating to creditors' rights to request additional information from the Administrators (Rule 2.48A),
- Appendix 5, an extract from the Insolvency Rules 1986 relating to creditors' rights to challenge the Joint Administrators' remuneration and expenses if excessive (Rule 2.109)

Chartered Accountants

Member firm within Grant Thornton International Ltd

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 Services Authority for investment business.

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.

- 1 2 In accordance with paragraph 100 (2) of Schedule B1 to the Insolvency Act 1986 the functions of the administrators are to be exercised by any or all of them

2 Statutory Information

- 2 1 The Company's statutory details are as follows

Registered Number	05208985
Registered Office	C/o Grant Thornton UK LLP, 11-13 Penhull Road, Cardiff, CF11 9UP

3 Receipts and payments account

- 3 1 I attach my receipts and payments account at Appendix 1

4 Report and Outcome of Administration

- 4 1 With reference to my progress report of 3 April 2012 assets have been realised as follows

	Statement of affairs £'000	Realisations £'000
Plant, machinery and vehicles	354	175
Trade debtors	256	249
Cash at bank	88	88
Miscellaneous	0	4
	<u>698</u>	<u>516</u>

- 4 2 There remains outstanding book debts and retentions of approximately £10,000 to be recovered by the liquidators, with the assistance of my surveyors

- 4 3 The administrators' initial proposals were approved at a meeting of creditors on 14 November 2011 as follows

- The rescue of the Company could not be achieved because it was not possible to achieve a sale of the Company's business and assets as a going concern
- The objective of the administration of the Company for a better result for its creditors as a whole than would be likely if the Company were wound up can be achieved as the realisable value of the Company's assets is expected to provide surplus funds for a distribution to unsecured creditors
- The objective will be achieved by the administrators continuing to manage the business of the Company for so long as they believe it appropriate in attempting a more advantageous realisation of assets and to make any distributions in the

correct statutory priority and to complete their statutory duties

- It is proposed that the administration will end by the Company going into creditors voluntary liquidation, or if there are no monies available for unsecured creditors, by dissolution of the Company. If the Company is placed into creditors voluntary liquidation it is proposed that the administrators in office at that date will be appointed liquidators, any act in liquidation to be done by any one or more liquidators. However, creditors may nominate a different liquidator or liquidators if nomination to that effect is received before the approval of these proposals.

4.1 As previously reported to creditors, the Bank will recover its indebtedness in full, preferential creditors will be settled in full and there are now surplus funds available for unsecured creditors.

4.2 In accordance with the proposals, the administration was moved from an administration to a creditors voluntary liquidation following the filing of Form 2.34B at Companies House on 17 August 2012. The administrators in office at that date, being Alistair Wardell and Nigel Morrison, were appointed joint liquidators.

5 Administrators' Remuneration and Expenses

5.1 Our fees for acting as joint administrators were fixed by reference to our time costs. The time costs for this administration for the period from 6 September 2011 to 17 August 2012 were £155,958 and our expenses were £604.19.

5.2 On 14 November 2011 creditors resolved that we draw our remuneration by reference to time costs. You will note from the SIP 9 table attached at Appendix 3 that time costs were £155,958 and from the receipts and payments account attached at Appendix 1 that we have drawn remuneration of £146,113. Time costs of £9,845 incurred in the period are a liability of the liquidation. In addition we have also drawn expenses in full of £604.19 as indicated in Appendix 2.

5.3 Background information regarding the fees of administrators can be found at www.insolvency-practitioners.org.uk (navigate via 'Regulation and Guidance' to 'Creditors Guides to Fees'). Alternatively, I will supply this information by post on request. Time is charged in 6 minute units.

6 Other expenses incurred by the joint administrators

Pre appointment expenses

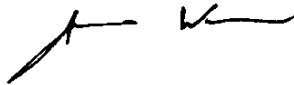
- 6 1 The pre appointment expenses of Grant Thornton UK LLP and Craigdam Services Limited of £21,711 and £2,000, respectively have been settled

Post appointment expenses

- 6 2 With reference to Appendix 2, there remains other accruals in respect of legal costs and surveyors commission of £4,000 and £810, respectively to settle. In addition there also remains the settlement of insurance costs estimated at £8,000

Yours faithfully

for and on behalf of Quantum (Great Britain) Limited



Alistair Wardell
Joint Liquidator (Former Joint Administrator)

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Appendix 1

RECEIPTS	Statement of Affairs £	From 06/09/2011 To 05/03/2012 £	From 06/03/2012 To 17/08/2012 £	Total £
Plant & Machinery	354,000	235,080 00	0 00	235,080 00
Motor Vehicles		31,864 00	0 00	31,864 00
Book Debts	256,000	243,815 72	5,630 68	249,446 40
Cash at Bank	88,377	88,376 74	0 00	88,376 74
Misc Float Receipts		283 48	0 00	283 48
Bank/ISA InterestGross		20 54	78 21	98 75
Contracts		3,750 00	0 00	3,750 00
	<u>698,377</u>	<u>603,190 48</u>	<u>5,708 89</u>	<u>608,899 37</u>
PAYMENTS				
Purchases		0 00	1,744 63	1,744 63
Telephone		191 06	87 45	278 51
Professional Fees		1,422 00	0 00	1,422 00
Hire of Equipment		1,184 08	0 00	1,184 08
PAYE/NI		12,946 91	(2,446 55)	10,500 36
Net Wages		56,481 73	(31,215 53)	25,266 20
Other Payroll Deductions		35 00	0 00	35 00
Sundry Trading Expenses		85 00	0 00	85 00
Finance Company(1)		35,032 13	0 00	35,032 13
Finance Company (2)		21,255 60	0 00	21,255 60
Finance Company (3)		32,062.73	0 00	32,062 73
Finance Company (4)		4,019 67	0 00	4,019 67
Preparation of S of A		3,000 00	0 00	3,000 00
Administrators' fees		0 00	146,113 20	146,113 20
Administrators' expenses		0 00	604 19	604 19
Agents/Valuers Fees (1)		31,492 70	0 00	31,492 70
Surveyor's fees		0 00	44,258 97	44,258 97
Legal Fees (1)		12,610 50	(2,782 95)	9,827 55
Stationery & Postage		1,204 64	0 00	1,204 64
Re-Direction of Mail		163 35	0 00	163 35
Statutory Advertising		229 50	153 00	382 50
Bank Charges		7 76	6 70	14 46
Pre appointment expenses				
Grant Thornton UK LLP		0 00	21,711 25	21,711 25
Craigdam Services Ltd		0 00	2,000 00	2,000 00
Distributions to creditors				
Secured creditor		0 00	75,000 00	75,000 00
Net VAT		7,784 20	41,438 21	49,222 41
		<u>221,208 56</u>	<u>296,672 57</u>	<u>517,881 13</u>
Net Receipts/(Payments)		381,981 92	(290,963 68)	91,018 24
MADE UP AS FOLLOWS				
Administrators' Floating Current Account		289,726 20	(203,341 02)	86,385 18
Funds held by Craigdam Services Ltd		<u>92,255 72</u>	<u>(87,622 66)</u>	<u>4,633 06</u>
		<u>381,981.92</u>	<u>(290,963 68)</u>	<u>91,018 24</u>

Appendix 2 - Remuneration charged and expenses incurred by the Administrators in the period

PERIOD (6/9/11 TO 17/8/12)	Paid to 5/3/12 £	Paid in period to 17/8/12 £	Charged/ accrued in period but not yet paid £	Total £
Pre appointment expenses				
-Grant Thornton UK LLP	0 00	21,711 25	0 00	21,711 25
-Craigdam Services Ltd	0 00	2,000 00	0 00	2,000 00
Joint Administrators fees				
- Time costs	0 00	146,113 20	9,844 75	155,957 95
- Expenses	0 00	604 19	0 00	604 19
Professional fees				
-Broomfield Alexander	3,000 00	0 00	0 00	3,000 00
Legal fees				
- DJM	12,610 50	(2,782 95)	4,000 00	13,827 55
Agents fees				
-GoIndustry DoveBid	31,492 70	0 00	0 00	31,492 70
Surveyors fees				
-Craigdam Services Ltd	0 00	44,258 97	810 00	45,068 97
Trading				
-Wages, purchases etc	72,345 78	(31,830 00)	0 00	40,515 78
Miscellaneous				
- JLT Insurance	0 00	0 00	8,000 00	8,000 00
-Various	1,605 25	159 70	0 00	1,764 95
Net VAT				
- HMRC	7,784 20	41,438 21	(49,222 41)	0 00
TOTAL	128,838.43	221,672 57	(27,142.57)	323,943.34

Quantum (Great Britain) Limited - In Administration
SSIP 9 TIME COST ANALYSIS
6 September 2011 to 17 August 2012

Total fees billed to date (Time) £ 146,113 20

EXPLANATION OF GRANT THORNTON UK LLP CHARGING AND DISBURSEMENT RECOVERY POLICIES

Tune costs

All partners and staff are charged out at hourly rate, appropriate to their grade, as shown on the above schedule. Details of the hourly charge-out rates are made available to all partners and staff. The firm's hourly charge-out rates for the year commencing 1/7/11 and 1/7/12 are as follows:

Disbursement

Out of pocket expenses are charged at cost. Mileage is charged at standard rates which comply with HM Revenue and Customs limits or AA recommended rates. VAT is added to disbursement charges as necessary.

Total disbursements fees incurred to date 4,604 19

Total disbursements billed to date £ 604 19

Appendix 4 - An extract from the Insolvency Rules 1986 relating to creditors' rights to request additional information from the Administrators

Rule 2 48A

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

Appendix 5 - An extract from the Insolvency Rules 1986 relating to creditors' rights to challenge the Joint Administrators' fees 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 specify,and 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 Quantum (Great Britain) Limited	Company number 05208985
In the High Court of Justice, Chancery Division, Cardiff District Registry (full name of court)	Court case number 358 of 2011

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

I/We (a)
Alistair Wardell
Grant Thornton UK LLP
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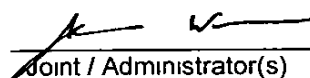
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administrator(s) of the above company attach a progress report for the period

(b) Insert date

From (b) 6 September 2011	To (b) 17 August 2012
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Signed


Joint / Administrator(s)

Dated

30/8/12

TUESDAY

A26

04/09/2012
COMPANIES HOUSE

#245