

The Insolvency Act 1986

Notice of result of meeting of creditors

2.23B

Name of Company Thornton Sports Limited	Company number 05365778
In the High Court, Leeds District Registry [full name of court]	Court case number 409 of 2016

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

We, (a) John Russell of Begbies Traynor (SY) LLP, Kendal House, 41 Scotland Street, Sheffield S3 7BS
Sheffield North@Begbies-Traynor.com and Joanne Louise Hammond of Begbies Traynor (SY) LLP,
Kendal House, 41 Scotland Street, Sheffield S3 7BS

* Delete as applicable

hereby report that ~~a meeting / an adjourned meeting of the creditors of the above company was held at~~

(b)

Business of meeting conducted by correspondence pursuant to paragraph 58 of Schedule B1 to the Insolvency Act 1986 and Rule 2 48 of the Insolvency Rules 1986

(b) Insert place of meeting

(c) Insert date of meeting

* Delete as applicable

on (c) Closing date specified in Form 2 25B 13 July 2016
at which

*1 Proposals ~~/ revised proposals~~ were approved

*2 Proposals ~~/ revised proposals were modified and approved~~

The modifications made to the proposals are as follows

(d) None

(d) Give details of the modifications (if any)

*3 ~~The proposals were rejected~~

*4 ~~The meeting was adjourned to (e) on~~

*5 Other resolutions (f)

(e) Insert time and date of adjourned meeting

(f) Details of other resolutions passed

(1) 'That the joint administrators' proposals for achieving the purpose of the administration, as set out in the document entitled Statement of proposals for achieving the purpose of administration, be and hereby are approved "

(2) "That the joint administrators' remuneration be fixed by a combination of a set amount of £15,000 plus 20% of realisations in relation to the book debts

(3) "That the joint administrators be authorised to draw disbursements for services provided by their firm and/or entities within the Begbies Traynor group, in accordance with their firm's policy, details of which accompanied their Statement of proposals for achieving the purpose of administration "

(4) 'That the unpaid pre-administration costs as detailed in the joint administrators' Statement of proposals for achieving the purpose of administration, be approved for payment.'

(5) 'That the joint administrators be discharged from liability in respect of any actions of theirs as administrators, pursuant to Paragraph 98 of Schedule B1 to the Insolvency Act 1986, with effect from the date their appointment as joint administrators ceases to have effect "

WEDNESDAY



Q5BM73A3

QIQ

20/07/2016

#60

COMPANIES HOUSE

~~The revised date for automatic end to administration is~~

*Delete as applicable

A creditors' committee ~~*was/~~ was not formed

Signed Obdammond
Joint Administrators

Dated 15/7/16

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.

Beggies Traynor (SY) LLP	
Kendal House, 41 Scotland Street, Sheffield, S3 7BS. Sheffield North@Beggies-Traynor.com	
	Tel Number 0114 2755033
Fax Number 0114 2768556	DX Number

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

A20

COMPANIES HOUSE

The affairs, business and property of the Company are being managed by the joint administrators, who act as the Company's agents and without personal liability

Thornton Sports Limited (In Administration)

Statement of proposals for achieving the purpose of administration pursuant to Paragraph 49 of Schedule B1 to the Insolvency Act 1986 and Rule 2.33 of the Insolvency Rules 1986

Important Notice

This statement of proposals has been produced for the sole purpose of advising creditors pursuant to the provisions of the Insolvency Act 1986. The report is private and confidential and may not be relied upon, referred to, reproduced or quoted from, in whole or in part, by creditors for any purpose other than this report to them, or by any other person for any purpose whatsoever. Any estimated outcomes for creditors included in these proposals are illustrative only and cannot be relied upon as guidance as to the actual outcomes for creditors.

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1. INTERPRETATION

<u>Expression</u>	<u>Meaning</u>
"the Company"	Thornton Sports Limited (In Administration)
"the administration"	The appointment of administrators under Schedule B1 of the Act on 4 May 2016
"the administrators", "we", "our", "us"	John Russell of Begbies Traynor (SY) LLP, Kendal House, 41 Scotland Street, Sheffield, S3 7BS, Sheffield.North@Begbies-Traynor.com and Joanne Louise Hammond of Begbies Traynor (SY) LLP, Kendal House, 41 Scotland Street, Sheffield, S3 7BS
"the Act"	The Insolvency Act 1986 (as amended)
"the Rules"	The Insolvency Rules 1986 (as amended)
"secured creditor" and "unsecured creditor"	Secured creditor, in relation to a company, means a creditor of the company who holds in respect of his debt a security over property of the company, and "unsecured creditor" is to be read accordingly (Section 248(1)(a) of the Act)
"security"	(i) In relation to England and Wales, any mortgage, charge, lien or other security (Section 248(1)(b)(i) of the Act), and (ii) In relation to Scotland, any security (whether heritable or moveable), any floating charge and any right of lien or preference and any right of retention (other than a right of compensation or set off) (Section 248(1)(b)(ii) of the Act)
"preferential creditor"	Any creditor of the Company whose claim is preferential within Sections 386, 387 and Schedule 6 to the Act

1. STATUTORY INFORMATION

Name of Company	Thornton Sports Limited	
Trading name(s)	The company traded as part of the Thornton Sports group	
Date of Incorporation	15 February 2005	
Company registered number	05365778	
Company registered office	Kendal House, 41 Scotland Street, Sheffield, S3 7BS	
Former registered office	Unit 12 Metcalf Drive, Altham Industrial Estate, Altham, Lancashire, BB5 5TU	
Trading address	Unit 12 Metcalf Drive, Altham Industrial Estate, Altham, Lancashire, BB5 5TU	
Principal business activities	Contractor specialising in providing artificial sports pitches	
Directors and details of shares held in the Company (if any)	Name	Shareholding
	John Shepherd	See below
	David Saxby	See below
	Colin Wright	See below
Company Secretary and details of the shares held in Company (if any)	Name:	Shareholding
	John Shepherd	See below
Share capital	190,065 Ordinary 'A' Shares of £1 each 535 Ordinary 'B' Shares of £1 each	
Shareholders	Davis Saxby	
	- 105,799 Ordinary 'A' Shares of £1 each	
	- 535 Ordinary 'B' Shares of £1 each	
	John Shepherd	
	- 31,600 Ordinary 'A' Shares of £1 each	
	- 215 Ordinary 'B' Shares of £1 each	
	Colin Wright	
	- 21,066 Ordinary 'A' Shares of £1 each	
	- 215 Ordinary 'B' Shares of £1 each	
	Sarah Lucas	
	- 31,600 Ordinary 'A' Shares of £1 each	

2. DETAILS OF APPOINTMENT OF ADMINISTRATORS

Date of appointment	4 May 2016
Date of resignation	N/A
Court	High Court, Leeds District Registry
Court Case Number	395 of 2016
Person(s) making appointment / application	The Company's directors passed a board resolution approving the appointment of the Administrators
Acts of the administrators	The administrators act as officers of the court and as agents of the Company without personal liability. Any act required or authorised under any enactment to be done by an administrator may be done by any one or more persons holding the office of administrator from time to time
EC Regulation on Insolvency Proceedings	The EC Regulation on Insolvency Proceedings (Council Regulation (EC) No 1346/2000) applies to these proceedings which are 'main' proceedings' within the meaning of Article 3 of the Regulation

STATUTORY PURPOSE OF ADMINISTRATION

Paragraph 3 of Schedule B1 to the Act provides as follows

- "3 (1) The administrator of a company must perform his functions with the objective of-
- (a) rescuing the company as a going concern, or
 - (b) achieving a better result for the company's creditors as a whole than would be likely if the company were wound up (without first being in administration), or
 - (c) realising property in order to make a distribution to one or more secured or preferential creditors
- (2) Subject to sub-paragraph (4), the administrator of a company must perform his functions in the interests of the company's creditors as a whole
- (3) The administrator must perform his functions with the objective specified in sub-paragraph (1)(a) unless he thinks either-
- (a) that it is not reasonably practicable to achieve that objective, or
 - (b) that the objective specified in sub-paragraph (1)(b) would achieve a better result for the company's creditors as a whole
- (4) The administrator may perform his functions with the objective specified in sub-paragraph (1)(c) only if-
- (a) he thinks that it is not reasonably practicable to achieve either of the objectives specified in sub-paragraph (1)(a) and (b), and
 - (b) he does not unnecessarily harm the interests of the creditors of the company as a whole "

3. CIRCUMSTANCES GIVING RISE TO OUR APPOINTMENT

The Company traded as part of the Thornton Sports Group which consisted of five group companies, Thornton Sports Limited ("Sports"), Thornton Contracts Limited ("Contracts or the Company") Nordon Limited ("Nordon"), G T C Sports Limited ("GTC") and Protech Allweather Limited ("Protech"), together with one associated company, Soccerturf (UK) Limited ("Soccerturf")

Sports is the ultimate parent company and held a sought after framework agreement to supply and fit sports pitches for projects funded by official sporting bodies

Contracts was responsible for overseeing the installation and fitting of the sports pitches on behalf of Sports and also contracted directly with third party customers whose projects did not fall within the scope of the framework agreement

Nordon operated the manufacturing facility at Altham Industrial Estate which produced the artificial turf and other specialist sports surfaces

GTC was set up to supply and install complementary sporting products, for example athletics equipment and goal posts

Protech was based in Wigston, Leicestershire and was acquired by the Company in 2006 as a complementary business Protech was responsible for the ongoing maintenance of artificial pitches installed by the companies and also accepted instructions for maintenance and remedial works on behalf of third party customers

Soccerturf was set up by the directors to manufacture a specialist type of artificial turf using the facilities owned by Nordon

The companies' financial difficulties started when they began to experience product default issues in respect of two large contracts completed under the framework agreement Following testing by the framework agreement's administrators, both pitches failed product durability tests and were deemed to be unsafe for the specific sports they were intended to be used for

Despite a lengthy period of investigation into Nordon's manufacturing procedures, the raw materials used in the process and the installation procedure undertaken by contracts, the companies could not determine the cause of the product default issue

The remedial costs associated with removing and reinstalling the two faulty pitches were estimated to total between £300,000 and £400,000 The companies did not have sufficient working capital to cover these costs and, even if the costs could be met, without being able to determine the cause of the product failure there was no guarantee that a newly manufactured pitch would pass the relevant tests

In addition, the companies' product liability insurers advised that they were not able to process a claim for the faulty pitches until the cause of failure had been determined

The companies' directors and an additional shareholder of Sports, Sarah Lucas, provided Contracts with short term loans in November 2015 to boost the companies' cashflow These loans are supported by a debenture incorporating fixed and floating charges against Contracts

It subsequently became apparent that Sports had received a double payment in error in respect of one of the faulty pitches The companies were not able to fund the repayment of these monies and were imminently expecting a claim for payment from the customer

As a result of the product liability issues, the companies were not able to accept any new instructions under the framework agreement and were under significant pressure from the administrators to remedy the onsite issues. The directors were concerned that the framework agreement would shortly be revoked which would have had a further detrimental impact on the companies' cashflow.

As a result of the circumstances outlined above, the directors were referred to Begbies Traynor by the companies' accountants, Brown McLeod.

Following a review of the companies' financial positions, it was concluded that Contracts could no longer continue to trade without a further cashflow injection. The directors advised that they were not in a position to introduce any further funds and did not think they would be able to source alternate funding through a third party given the product default issues.

It was also concluded that Nordon could not continue to manufacture and sell its products for specialist sports pitches without resolving the product issues and Sports was rendered insolvent by virtue of the overpayment claim.

The group structure was so intertwined that the failure of Contracts, Sports and Nordon had a knock on effect on both GTC and Protech. SoccerTurf also became insolvent as a result of the failure of the group companies and its intercompany debts.

It was recommended that the directors take immediate steps to place the companies' into Administration and therefore John Russell and Joanne Hammond were appointed as Joint Administrators on 4 May 2016.

4. STATEMENT OF AFFAIRS

The directors' have prepared a statement of affairs of the Company as at 4 May 2016 which is attached at Appendix 2. It makes no provision for the costs of the administration or any subsequent liquidation or voluntary arrangement.

Our comments on the statement of affairs are as follows:

As detailed at section 5 of this report, Lesley Keats have been instructed to pursue the collection of the Company's contract debts. Leslie Keats have provided a best and worst case valuation of the likely realisations. For the purposes of their statement of affairs, the directors have used the midpoint between the two valuations for their estimated to realise value. We consider that this is an appropriate assumption to have made.

The statement of affairs does not make reference to the companies' insurance claim against its product liability insurers. We are currently investigating which company within the group has standing to make the claim and also whether there is any possibility of recovery given the product liability issue has not been determined. We therefore concur with the directors' decision not to include the claim in the Company's statement of affairs.

5 THE ADMINISTRATION PERIOD

Receipts and Payments

Attached at Appendix 1 is our account of receipts and payments from the commencement of administration, 4 May 2016 to 24 June 2016.

Upon our appointment, the Company had a cash at bank balance of £834 (after the application of final account charges) These funds have been transferred to the Administration account

The sum of £74 has been paid to procure the advertisement of our appointment in the London Gazette

Progress of the Administration

The Company's principal asset is its contract debtor book which comprises of outstanding debts, applications, retentions and work in progress We have instructed construction debt specialists, Leslie Keats, to assist in the collection of these sums

Immediately prior to our appointment, we undertook a strategic review of the Company's ongoing project with the assistance of Leslie Keats and the Company's directors to highlight any on-site issue which needed to be addressed in order to protect the value in the debtors' ledger

Following the appointment, a full review of all past, current and future projects was undertaken to make sure all the necessary backup documentation was available Where appropriate, we have highlighted contracts where a novation to a third party contractor would result in an increased realisation and Leslie Keats have negotiated agreements in this respect

Leslie Keats have now provided us with a detailed report of the Company's contract debts which indicate a book value of £288,000 They have provided a best case estimated to realise value of £40,000 and a worst case value of nil

Estimated realisations are anticipated to be low compared to the book value as the majority of the outstanding debt relates to the projects where product default issues have been experienced

There are a number of intercompany balances which may result in monies becoming available within the Administration We are currently investigating these balances

6. ESTIMATED OUTCOME FOR CREDITORS

The sums owed to creditors at the date of appointment as detailed in the directors' statement of affairs are as follows

Secured creditors

There are no secured creditors

Preferential creditors

Preferential claims of employees for arrears of wages, salary and holiday pay are estimated at £1,647

Unsecured creditors

Claims of unsecured creditors were estimated at £3,585,451

On the basis of realisations to date and estimated future realisations we estimate an outcome for each class of the Company's creditor as follows

Preferential creditors

Based upon realisations to date and estimated future realisations, we consider there will be sufficient funds available to enable a dividend to be paid to the preferential creditors

Prescribed Part for unsecured creditors pursuant to Section 176A of the Act

Section 176A of the Act provides that, where the company has created a floating charge on or after 15 September 2003, the administrator must make a prescribed part of the Company's net property available for the unsecured creditors and not distribute it to the floating charge holder except in so far as it exceeds the amount required for the satisfaction of unsecured debts. As there is no secured creditor, there will be no floating charge distribution and consequently no prescribed part.

Unsecured creditors

As detailed above, a distribution to unsecured creditors is dependent upon the level of realisations achieved in respect of the Company's contract debts. As such, it is too early to provide any estimate of the quantum of dividend that may be available. An update in this respect will be provided in our next report.

Effect of administration on limitation periods under the Limitation Act 1980

As explained in our initial correspondence confirming our appointment as administrators, the Limitation Act 1980 continues to apply to all debts due from the Company. Case law indicates that where a company is in administration, time does not stop running for limitation purposes pursuant to the Limitation Act 1980. If you have any concerns in relation to your claim against the Company becoming time-barred during the course of the administration, we strongly recommend that you seek independent legal advice on the options available to you to prevent this.

7. OUR PROPOSALS FOR ACHIEVING THE PURPOSE OF THE ADMINISTRATION

Purpose of the Administration

We are required to set out our proposals for achieving the purpose of the administration which in this context means one of the objectives specified in paragraph 3 of Schedule B1 to the Act as set out at section 3 of this report above.

For the reasons set out in this report, we consider that it is not reasonably practicable to achieve the objective specified in sub-paragraph 3(1)(a) i.e. rescuing the Company as a going concern. This is because of the extent of its insolvent status and the inability to source additional funding whilst the product default issues cannot be identified.

The objective specified in sub-paragraph 3(1)(b), namely, achieving a better result for the Company's creditors as a whole than would be likely if the Company was wound up without first being in Administration may be achieved but this is dependent upon the sale of the successful collection of the debtors' ledger. This is the objective that we will be pursuing in these circumstances.

Notwithstanding the above, the objective specified in sub-paragraph 3(1)(c) will be achieved, as it is anticipated there will be a distribution to the Company's preferential creditors.

In order that the purpose of the administration may be fully achieved, we propose to remain in office as administrators in order to conclude the realisation of the Company's property. The principal matters to deal with in this respect are:

- The collection of the Company's contractual debts with the assistance of Leslie Keats,
- The review of the Company's product liability insurance policy and the possibility of a claim for the faulty product.

Following these events we propose to finalise distributions to preferential creditors

Exit from Administration

The exit from Administration will be dependent upon whether or not funds become available from the collection of the contract debts for the Company's unsecured creditors

In circumstances where we are of the opinion that a distribution will be made to the unsecured creditors of the Company then our proposed exit route will be via creditors voluntary liquidation

We do not have the power to make a distribution to unsecured creditors in the administration without the permission of court. It is considered that the court will only grant such permission in exceptional circumstances where the normal course for making distributions to unsecured creditors in a voluntary liquidation is inappropriate. Additionally, there may be matters for enquiry concerning a company's affairs which are not within the scope of an administrator's powers and which can only be properly dealt with by a liquidator

Consequently, as soon as we are satisfied that we have fully discharged our duties as administrators and that the purpose of the administration has been fully achieved, we propose to implement the provisions of Paragraph 83 of Schedule B1 to the Act whereby on the registration of a notice sent to the Registrar of Companies, our appointment as administrators shall cease to have effect and the Company will automatically be placed into creditors' voluntary liquidation. Paragraph 83(7) provides

The liquidators for the purpose of the winding up shall be-

- (a) a person nominated by the creditors of the company in the prescribed manner and within the prescribed period, or
- (b) if no person is nominated under paragraph (a), the administrators

We confirm that as part of our proposals we propose that we, or in the event of there being a subsequent change of persons appointed as administrator, the individuals in office as such immediately prior to the Company being placed into liquidation, do act as joint liquidators in the subsequent winding up of the Company. Creditors may nominate a different person as the proposed liquidator provided that the nomination is made after the receipt of the proposals and before the proposals are approved. The appointment of a person nominated as liquidator takes effect by the creditors' approval, with or without modification, of our proposals

It is proposed that for the purpose of the winding up, any act required or authorised under any enactment to be done by the joint liquidators is to be done by all or any one or more of the persons for the time being holding office

However, in the event that we determine that special circumstances apply in this matter and it would therefore be more cost effective to the Company's creditors to make an application to court to facilitate a distribution of funds within the Administration we will do so. This would only incur in circumstances where we consider that there are no matters for a liquidator to investigate which fall outside of the scope of the Administrators' powers

In circumstances where we consider that the Company will have insufficient property to enable a distribution to be made to unsecured creditors our proposed exit route will be via the dissolution of the Company. Consequently, as soon as we are satisfied that we have fully discharged our duties as administrators and that the purpose of the administration has been fully achieved, we propose to implement the provisions of Paragraph 84 of Schedule B1 to the Act. Under these provisions, on the registration of a notice sent by us to the Registrar of Companies, our appointment as administrators ceases to have effect, and at the end of three months the Company will automatically be dissolved

Where an administrator sends such a notice of dissolution to the Registrar of Companies, he must also file a copy of the notice with the court and send a copy to each creditor of the Company, and on application by any interested party the court may suspend or disapply the automatic dissolution of the Company

However, it may transpire that it is not possible to finalise the administration as envisaged within one year of the date of our appointment. In particular, this situation will arise if we are not able to conclude the collection of contractual debts. Yet Paragraph 76 of Schedule B1 to the Act provides that the appointment of an administrator shall cease to have effect at the end of the period of one year beginning with the date on which it takes effect. However, our term of office may be extended either by court order for a specified period or by consent of the creditors for a specified period not exceeding twelve months. It may therefore become necessary at some future time for us to seek creditor consent to extending the period of the administration for up to a further twelve months following the anniversary of our appointment in order to ensure that the objective of the administration can be fully achieved.

We are seeking that the joint administrators' be discharged from liability in respect of any actions of theirs as administrators, pursuant to Paragraph 98 of Schedule B1 to the Insolvency Act 1986, with effect from the date their appointment as joint administrators ceases to have effect.

8. PRE-ADMINISTRATION COSTS

In the period before the Company entered administration, we carried out work consisting of reviewing the companies' financial positions and advising the directors on the most appropriate options available to them. In addition, we undertook a review of the Company's contractual debts and on site issues in order to formulate a strategy to implement immediately following appointment in order to maximise realisations. We also assisted the directors with the documentation required to facilitate the appointment and complied with our statutory and regulatory pre-appointment procedures.

The Work was carried out pursuant to an agreement made between us and the Company entered into on 27 April 2016 ("the Agreement"). The Agreement provides for the payment of our fees and the discharge of expenses incurred by us (collectively referred to as "the pre-administration costs") in carrying out the Work.

The Work was carried out before the Company entered administration because we consider that the Work has furthered the achievement of the objective of administration being pursued, namely achieving a better result for the Company's creditors as a whole than would be likely if the Company were wound up (without first being in administration).

The pre-administration costs are broken down as follows:

Description	Name of recipient	Net amount £	VAT £	Gross amount £
Our fees in relation to the Work	Begbies Traynor	2,484.00	496.80	2,980.80
Legal Fees	DLA Piper UK LLP	864.50	172.90	1,037.40
Quantity Surveyors' Fees	Leslie Keats	945.00	189.00	1,134.00
TOTAL PRE-ADMINISTRATION COSTS		4,293.50	858.70	5,152.20

The pre-administration costs are unpaid and we are seeking that they be paid as an expense of the administration. Pursuant to Rule 2.67A of the Rules, approval to discharge such costs ("the unpaid pre-administration costs") as an expense is required from the creditors' committee, or in the absence of a committee, or if the committee does not make a determination, by way of a resolution of creditors. Payment of the unpaid pre-administration costs requires separate approval and is not part of our proposals subject to approval pursuant to Paragraph 53 of Schedule B1 to the Act.

In order to provide sufficient information to consider approval of the payment of the unpaid pre-administration costs, a Pre-Administration Time Costs Analysis and a pre-administration Time Costs Summary appear at

Appendix 3 These show the number of hours spent by each grade of staff involved in the case and give the average hourly rate charged They also provide an explanation of the work undertaken prior to our appointment

9. REMUNERATION AND DISBURSEMENTS

Remuneration

We propose that the basis of our remuneration be fixed under Rule 2 106 of the Rules by a combination of the statutory bases for fixing remuneration We propose to charge a fixed fee of £15,000 to cover the cost of complying with our statutory and regulatory duties together with a fee equating to 20% of realisations achieved in respect of the Company's contract debts

It is for the creditors' committee to approve the basis of our remuneration under Rule 2 106 of the Rules, but if no such committee is appointed it will be for the creditors to determine

Appendix 3 sets out our firm's hourly charge out rates, our fees estimate and the time that we and our staff have spent in attending to matters arising in the administration since 4 May 2016

Disbursements

We propose that disbursements for services provided by our firm and/or entities within the Begbies Traynor group, be charged in accordance with our firm's policy, details of which are set out at Appendix 3 These disbursements will be identified by us and will be payable subject to the approval of those responsible for determining the basis of our remuneration

Estimate of expenses

We are required by the Rules to provide creditors with details of the expenses that we consider will be, or are likely to be, incurred in the course of the administration This information also appears at Appendix 3

Expenditure incurred to date

Brown McLeod has incurred costs of £500 plus VAT These costs relate to the time spent bringing the Company's accounting records up to date and assisting the directors with their statement of affairs

Leslie Keats costs to date are £3,628 45

10. OTHER INFORMATION TO ASSIST CREDITORS

Report on the conduct of directors

We have a statutory duty to investigate the conduct of the directors and any person we consider to be or have been a shadow or de facto director during the period of three years before the date of our appointment, in relation to their management of the affairs of the Company and the causes of its failure We are obliged to submit confidential reports to the Department for Business, Innovation and Skills

As administrators of the Company we are required by best practice guidance to make enquires of creditors as to whether they wish to raise any concerns regarding the way in which the Company's business was conducted prior to the commencement of the administration, or wish to bring to our attention any potential recoveries for the estate If you would like to bring any such issues to our attention please do so in writing to the address detailed at Section 1 of this report This request for information is standard practice and does not imply any criticism or cause of action against any person concerned in the management of the Company's affairs

Investigations carried out to date

We have undertaken an initial assessment of possible actions in relation to the manner in which the business was conducted prior to the administration of the Company and potential recoveries for the estate in this respect

11. CONCLUSION

Pursuant to paragraph 58 of Schedule B1 to the Act, our proposals will be considered at an initial meeting of the Company's creditors conducted by means of a postal in accordance with the Notice of conduct of business by correspondence (Form 2.25B) accompanying this document. In the event that creditors are seeking that a creditors' committee be formed and their nomination as a member of the committee, they need to ensure that they attach and return the completed resolutions with Form 2.25B by the closing date detailed in the form. Directions on how to complete the resolutions are provided with the resolutions.

Rule 2.48(7) provides that a creditor or creditors of the Company whose debts amount to at least 10% of the total debts of the Company, may requisition a meeting of creditors, rather than the meeting being conducted by correspondence. Any such requisition must be in the prescribed manner in accordance with Rule 2.37 and be made within 5 business days of the date on which our statement of proposals is sent out.

Subject to the approval of our proposals at the initial creditors' meeting, we will report on progress again approximately six months after the commencement of the administration, or at the conclusion of the administration, whichever is the sooner.



John Russell
Joint Administrator

Date 24 June 2016

ACCOUNT OF RECEIPTS AND PAYMENTS

4 May 2016 to 24 June 2016

Thornton Sports Limited
(In Administration)
Joint Administrators' Abstract of Receipts & Payments
To 24/06/2016

S of A £	£	£
ASSET REALISATIONS		
Cash at Bank	834 28	834 28
COST OF REALISATIONS		
Statutory Advertising	73 74	(73 74)
		<u>760 54</u>
REPRESENTED BY		
VAT Receivable		14 75
Bank Balance		745 79
		<u>760.54</u>

**DIRECTORS' STATEMENT OF AFFAIRS AS AT 4
MAY 2016**

Statement of affairs

Name of Company

Therion Sports Ltd

Company number

05365778

In the

HIGH COURT, WEEDS DISTRICT REGISTRY.
[full name of court]

Court case number

409 of 2016(a) Insert name and address of
registered office of the companyStatement as to the affairs of (a) THERION SPORTS LIMITED 41 SCOTLAND
STREET SHEFFIELD S3 7BS

(b) Insert date

on the (b) 4 May 2016 20 , the date that the company entered administration**Statement of Truth**

I believe that the facts stated in this statement of affairs are a full, true and complete statement of the affairs of the above named company as at (b) 4 MAY 2016 the date that the company entered administration.

Full name

John Shepherd

Signed

[Signature]

Dated

10 JUNE 2016

A – Summary of Assets

Assets

Assets subject to fixed charge:

Book Value £	Estimated to Realise £
Nil	N/A
Nil	N/A
Assets subject to floating charge:	
Uncharged assets	
Aged Debtors (Sch 2) - Inter. Company	294,391
Outside	406,479
VAT (Sch 5)	3,002
Bank (Sch 3)	993
Inter. Company loans (Sch 4)	1,255,634
Estimated total assets available for preferential creditors	1,960,499
	£153,995

Signature

J. Hunt

Date 10/6/16

A1 – Summary of Liabilities

	Estimated to realise £
Estimated total assets available for preferential creditors (carried from page A)	£ 153,995
Liabilities	
Preferential creditors:-	—
Estimated deficiency/surplus as regards preferential creditors	£ 153,995
Estimated prescribed part of net property where applicable (to carry forward)	—
Estimated total assets available for floating charge holders	£ 153,995
Debts secured by floating charges	—
Estimated deficiency/surplus of assets after floating charges	£ 153,995
Estimated prescribed part of net property where applicable (brought down)	—
Total assets available to unsecured creditors	£ 153,995
Unsecured non-preferential claims (excluding any shortfall to floating charge holders)	£ 3,585,451
Estimated <u>deficiency/surplus</u> as regards non-preferential creditors (excluding any shortfall to floating charge holders)	(3431,456)
Shortfall to floating charge holders (brought down)	—
Estimated <u>deficiency/surplus</u> as regards creditors	(3431,456)
Issued and called up capital	£ 190,600
Estimated total <u>deficiency/surplus</u> as regards members	£ (3622,056)

Signature

J. Jones

Date 10/6/16

COMPANY CREDITORS

Note: You must include all creditors and identify all creditors under hire-purchase, chattel leasing or conditional sale agreements *and* customers claiming amounts paid in advance of the supply of goods or services *and* creditors claiming retention of title over property in the company's possession.

Name of creditor or Claimant	Address (with postcode)	Amount of debt £	Details of any security held by creditor	Date security given	Value of security £
Fixed Creditors	Various (Schedule 6)	242,520	<div style="display: flex; align-items: center;"> <div style="font-size: 3em; margin-right: 10px;">}</div> <div> <p>None</p> </div> </div>	<div style="display: flex; align-items: center;"> <div style="font-size: 3em; margin-right: 10px;">}</div> <div> <p>2/10</p> </div> </div>	<div style="display: flex; align-items: center;"> <div style="font-size: 3em; margin-right: 10px;">}</div> <div> <p>2/10</p> </div> </div>
HMRC	PAFC & Co's (Schedule 8)	1,507			
Various Creditors	1 C. Loan (Sch 7 1)	3,255,382			
GTC Sgts	1 C. Loan (Sch 7 2)	86,012			
Total		23,585,451			

Signature *J. Lynd* Date 10/6/16

Begbies Traynor (SY) LLP
Thornton Sports Limited
B - Company Creditors

Key	Name	Address	£
CA00	Academy Training Group		0 00
CA01	Achilles Information Limited	30 Park Gate, Milton Park, Abingdon, Oxon, OX14 4SH	4,140 00
CB00	BT Plc	Dept W, Durham TE, Providence Row, Durham, DH1 1RR	0 00
CB01	Brown Mcleod Limited	51 Clarkegrove Road, Sheffield, S10 2NH	0 00
CB02	BDS Marketing	Lonsdale House, Single Hill, Shoscombe, Nr Bath, BA2 8LZ	606 00
CC00	Claire Wood Photography Limited	20 Netheroyd Hill Road, Fixby, Huddersfield, HD2 2LP	456 00
CE00	Emap Limited		0 00
CH00	HM Revenue & Customs - VAT	National Insolvency Unit, 5th Floor Regian House, James Street, LIVERPOOL, L75 1AD	0 00
CH01	HM Revenue & Customs	ICHU, RM BP3202, Benton Park View, Longbenton, NEWCASTLE UPON TYNE, NE98 1ZZ	0 00
CH02	HM Revenue & Customs	Voluntary Arrangement Section, Debt Management & Insolvency, Durrington Bridge House, Barrington Road, Worthing, West Sussex, BN12 4SE	0 00
CH03	Hewlett Civil Engineering Limited	2175 Century Way, Thorpe Park	0 00
CH04	HSBC Bank	49a Fishergate, Preston, Lancashire, PR1 8BQ	30 00
CI00	International Business Events	Cobalt Building, 19-20 Noel Street, London, W1F 8GW	15 00
CI01	ISOQAR Limited	Midshires Business Centre, Midshires Business Park, Smeaton Close, Aylesbury, Bucks, HP19 8HL	1,800 00
CI02	ITFX Limited	Saturn House, Merbury Rise, Altham Business Park, Altham, Lancashire, BB5 5BY	858 00
CN00	The National Insurance Fund	Insolvency Service, Finance Redundancy Payments Team, Cannon House, 18 Priory Queensway, Birmingham B4 6BS	0 00
CP00	Paycare	Paycare House, George Street, Wolverhampton, WV2 4DX	0 00
CP01	Pack - Online Limited	Chestnut House, Spetsbury, Blandford, Dorset, DT11 9DF	532 77
CR00	RIBA Enterprises Limited	Finance Department, The Old Post Office, St Nicholas Street, Newcastle upon Tyne, NE1 1RH	99 88
CR01	Royal Bank of Scotland C/Cards	Commercial Card Division, PO box 5747, Southend-on-Sea	30 00
CT00	Thorntons Contracts Limited	C/O Kendal House, 41 Scotland Street, Sheffield, S3 7BS	0 00
CT01	The Leisure Media Co Limited	Portmill House, Portmill Lane, Hitchin, Herts, SG5 1DJ	254 40
CU00	UBM Information Limited	Barbour ABI, Hinderton Point, Lloyd Drive, Cheshire Oak, Cheshire, CH65 9HQ	1,541 52
CW00	Wigan Ruby League Club Limited	Central Park, Montrose Avenue, Pemberton, Wigan, WN5 9XL	1,200 00

Signature _____

Begbies Traynor (SY) LLP
Thornton Sports Limited
B - Company Creditors

Key	Name	Address	£
24 Entries Totalling			11,563.57

Signature _____

DIRECTORS' STATEMENT OF AFFAIRS

Notes to the Directors' Statement of Affairs

- 1 The contract debts have been professionally valued by Messrs Leslie Keats and Eddisons Commercial Limited following our appointment. Full details of these assets and the likely realisations have been detailed in the above report.
- 2 The claims of the Department for Business, Innovation and Skills represent employees' estimated claims under The Employment Rights Act 1996 in respect of arrears of pay to a maximum of £800 per employee and holiday pay which are claimed preferentially, and pay in lieu of notice, redundancy pay and arrears of pay in excess of £800 which are non-preferential.
- 3 The claim of HM Revenue & Customs represents PAYE and NIC outstanding for the month prior to appointment.
- 4 The claim of HM Revenue & Customs represents VAT outstanding for the quarter prior to appointment.
- 5 Creditors' claims are subject to agreement and will not be prejudiced by omission from the Statement of Affairs or by inclusion in a different amount from that claimed.
- 6 The estimated total deficiency, including the calculation of the prescribed part of the Company's net property, is subject to the costs of administration and distribution for which no provision is made in the statement of affairs.

REMUNERATION AND EXPENSES

Total time spent to 24 June 2016 on this assignment amounts to 158 70 hours at an average composite rate of £239 17 per hour resulting in total time costs to 24 June 2016 of £37,956 00

To assist creditors in determining this matter, the following further information appears in this appendix

- ☐ Begbies Traynor (SY) LLP's charging policy
- ☐ [Pre-administration Time Costs
- ☐ Narrative summary of time costs incurred
- ☐ Table of time spent and charge-out value
- ☐ The Administrators' fees estimate incorporating details of the work that the Administrators consider that they will need to undertake to administer the administration
- ☐ Details of the expenses that the Administrators consider will be, or are likely to be, incurred

In addition, a copy of 'A Creditors Guide to Administrators' Fees (E&W) 2015' which provides guidance on creditors' rights can be obtained online at www.begbies-traynor.com/creditorsguides Alternatively, if you require a hard copy of the Guide, please contact my office and I will arrange to send you a copy

Finally, the Association of Business Recovery Professionals (R3) has set up a website that contains a step-by-step guide designed to help creditors navigate their way through an insolvency process which includes information in relation to remuneration You can access the website at the following address <http://www.creditorsinsolvencyguide.co.uk/>

BEGBIES TRAYNOR CHARGING POLICY

INTRODUCTION

This note applies where creditor approval is sought to make a separate charge by way of expenses or disbursements to recover the cost of facilities provided by the firm. Best practice guidance¹ indicates that such charges should be disclosed to those who are responsible for approving the office holder's remuneration, together with an explanation of how those charges are calculated.

EXPENSES INCURRED BY OFFICE HOLDERS IN RESPECT OF THE ADMINISTRATION OF INSOLVENT ESTATES

Best practice guidance classifies expenses into two broad categories

- *Category 1 disbursements (approval not required)* - specific expenditure that is directly related to the case and referable to an independent external supplier's invoice. All such items are charged to the case as they are incurred.
- *Category 2 disbursements (approval required)* - items of expenditure that are directly related to the case which include an element of shared or allocated cost and are based on a reasonable method of calculation, but which are not payable to an independent third party.
 - (A) The following items of expenditure are charged to the case (subject to approval)
 - Car mileage is charged at the rate of [45] pence per mile,
 - Storage of books and records (when not chargeable as a *Category 1 disbursement*) is charged on the basis that the number of standard archive boxes held in storage for a particular case bears to the total of all archive boxes for all cases in respect of the period for which the storage charge relates.
 - (B) The following items of expenditure will normally be treated as general office overheads and will not be charged to the case although a charge may be made where the precise cost to the case can be determined because the item satisfies the test of a *Category 1 disbursement*.
 - Telephone and facsimile
 - Printing and photocopying
 - Stationery

BEGBIES TRAYNOR CHARGE-OUT RATES

Begbies Traynor is a national firm. The rates charged by the various grades of staff that may work on a case are set nationally, but vary to suit local market conditions. The rates applying to the Sheffield office as at the date of this report are as follows:

¹ Ibid 1

Grade of staff	Charge-out rate (£ per hour) 1 May 2011 – until further notice
Partner	395
Director	345
Senior Manager	310
Manager	265
Assistant Manager	205
Senior Administrator	175
Administrator	135
Trainee Administrator	110
Support	110

Time spent by support staff such as secretarial, administrative and cashiering staff is charged directly to cases. It is not carried as an overhead.

Time is recorded in 6 minute units.

PRE ADMINISTRATION TIME COSTS SUMMARY

CASE NAME Thornton Sports Limited
CASE TYPE ADMINISTRATION
OFFICE HOLDERS John Russell AND Joanne Louise Hammond
DATE OF APPOINTMENT 4 May 2016

1 CASE OVERVIEW

1 1 This overview is intended to provide sufficient information to enable the body responsible for the approval of pre-administration costs to consider the level of those costs in the context of the case

1 2 Time costs information

Details of the time spent by each grade of staff prior to the appointment of the administrators and the overall average hourly charge out rate for the pre-administration work are set out in the attached table

Full details of the work undertaken by the administrators and their staff prior to appointment are set out below and in the Administrators' Statement of Proposals

1 3 Overview of work undertaken prior to appointment

Full details of the work undertaken in the period prior to appointment are included in our report. In summary, this includes a review of the companies' financial positions, providing the directors with advice in relation to the options available to them, undertaking a review of the on-going contracts to determine critical issues, complying with our statutory and regulatory pre-appointment procedures and assisting the directors with the process of putting the company into Administration.

1 4 Complexity of work undertaken prior to appointment

Due to the nature of the work, the pre-appointment time recorded relates to the Insolvency Practitioners who are appointed. Several on-site meetings were held during which time the Company's financial position was reviewed and a high level review of the Company's operation and on-going contracts was undertaken.

1 5 Exceptional responsibilities

Exceptional care was taken to ensure that all critical issues were identified prior to the appointment to ensure that there were no on-site safety issues and that the Companies' assets were protected to the best extent possible.

1 6 The proposed Administrators' effectiveness

The provision of the services detailed above ensured that the companies were placed into Administration in a timely manner and that the optimum strategy was put in place immediately following appointment. We believe that this work will therefore enhance the return to creditors.

1 7 The views of the creditors

Due to the time critical nature of the issues the companies' were experiencing, there was not sufficient time to consult creditors prior to our appointment

1 8 Approval of fees, expenses and disbursements incurred in the period prior to appointment

The Administrators are seeking a resolution in relation to their pre-administration costs as follows that the unpaid pre-administration costs detailed in the joint administrators' Statement of Proposals for achieving the purpose of administration, be approved for payment

1 9 Expenses and disbursements incurred in the period prior to appointment where payment is proposed to be made to Begbies Traynor and/or another entity with Begbies Traynor Group

Category 2 Disbursements

Pursuant to the resolution being sought in relation to the unpaid pre-administration costs, the following Category 2 disbursements and disbursements which should be treated as Category 2 disbursements are proposed to be charged in relation to the period prior to appointment

Other amounts paid or payable to the office holder's firm	
Type and purpose	Amount £
Mileage	22 95
TOTAL	22 95

1 10 Other professionals employed & their costs

The Joint Administrators engaged DLA Piper UK LLP to provide legal services and Leslie Keats to assist with the review and collection of the Company's contract debts Both firms are known to the Administrators and have a track record of providing an excellent service Both firms will be remunerated on a time cost basis

Staff Grade	Consultant/Partner	Director	Sr Mgr	Mngr	Asst Mngr	Snr Admin	Admin	Jnr Admin	Support	Total Hours	Time cost £	Average hourly rate £
Administration	Administration	3.9	1							3.90	1,345.50	345.00
	Case planning											
Assets	Negotiation of sale of business +/- assets											
Creditors	Other creditors	0.3								0.30	103.50	345.00
	Secured - correspondence and meetings											
Other Matters	Meetings and correspondence with directors	1.0								1.00	345.00	345.00
	Travel	2.0								2.00	690.00	345.00
Total hours by staff grade											7.2	
Total time cost by staff grade £											2,484.00	
Average hourly rate £											345.00	
Total fees drawn to date £											0.00	345.00

Thornton Sports Limited

SUMMARY OF TIME COSTS AND EXPENSES

This summary, which should be read in conjunction with the Time Costs Analysis for the period of the report attached, is intended to provide sufficient information to enable the body responsible for the approval of our fees to consider the level of our fees and expenses in the context of the case

What work has been done since we were appointed, why was that work necessary and what has been the financial benefit (if any) to creditors?

Details of the types of work that generally fall into the headings mentioned below are available on our firm's website - <http://www.begbies-traynorgroup.com/work-details> Under the following headings we have explained the specific work that has been undertaken on this case. Not every piece of work has been described, but we have sought to give a proportionate overview which provides sufficient detail to allow creditors to understand what has been done, why it was necessary and what financial benefit (if any) the work has provided to creditors

The costs incurred in relation to each heading are set out in the Time Costs Analysis which is attached

General case administration and planning

To date 25.9 hours has been spent in relation to case administration and planning at a cost of £8,576.00

This includes preparing our internal case strategy document, completing money laundering requirements and inputting necessary information onto our system

This also covers a significant amount of time which has been spent collating the required information to enable the Administrators to undertake their role effectively. This has necessitated numerous on-site meetings

Whilst the above is not necessarily of benefit to the Company's creditors, it is necessary to allow the joint administrators to undertake their role effectively

Compliance with the Insolvency Act, Rules and best practice

To date a total of 12 hours have been spent in relation to compliance with the Act, Rules and best practice. This has a total cost of £2,661.00

The work undertaken in this regard includes preparing post appointment statutory letters, including changing the Company's registered office, writing to the Company's director to request the Company's statement of affairs, liaising with the Company's accountants in relation to the statement of affairs and writing to the Company's former bankers etc

In addition, time has been spent communicating with a local third party bank with a view to opening an account for the Company in Administration

The case was also reviewed to ascertain the level of realisations anticipated with a bond being prepared to cover any funds received into the case

Finally, time has also been spent preparing the joint administrators' proposals and a fee estimate in line with statute

The above is anticipated to assist creditors as it will allow the joint administrators to effectively manage any funds received into the administration and will also provide creditors with further information in relation to the case

Investigations

To date, 0 1 hours have been spent on investigations This has resulted in time costs of £26 50

A minimal amount of time has been spent carrying out searches on the directors

There is no financial benefit to the creditors however, we are required to carry out these searches

Realisation of assets

To date 5 4 hours have been spent in relation to realising the Company's assets This has a cost of £1,527 00

The majority of this time has been spent assisting with the collection of the contract debts, this has included a review Leslie Keats advice, on-site meeting, reviewing the Company's records, reconciling bank statements and assisting with contract novations

We have secured the transfer of the Company's cash at Bank balance and continue to liaise with the Company's bankers to ensure any further receipts are transferred in a timely manner

This work has directly benefitted creditors as the higher the level of realisations achieved, the greater the prospect of a dividend to unsecured creditors

Trading

As the Company ceased to trade upon our appointment, no time has been incurred under this heading

Dealing with all creditors' claims (including employees), correspondence and distributions

To date 12 8 hours have been spent dealing with creditor claims, correspondence and distributions at a cost of £2,391 00

The majority of this time relates to our internal employment specialist who assisted the Company's employees with their claims for redundancy, pay in lieu of notice, wage arrears and holiday pay In addition, we have liaised with the Company's pension scheme supervisors

We have also corresponded with a number of unsecured creditors

Whilst there is no financial benefit to creditors from this work, it was necessary to ensure that the Company's creditors were engaged in the Administration process and the Company's former employees received the information they require in a timely manner

Other matters which includes meetings, tax, litigation, pensions and travel

To date 8 9 hours have been incurred on matters that fall within this category Time costs have reached a sum of £1,753 50

We have incurred time travelling to and from site to have a number of meetings with the directors and Leslie Keats

Time Costs Analysis

An analysis of time costs for the period of the report is attached showing the time spent by each grade of staff on the different types of work involved in the case, and giving the total costs and average hourly rate charged for each work type

Please note that the analysis provides details of the work undertaken by us and our staff following our appointment only. Information in relation to our pre-appointment time can be found in our Pre Appointment Time Cost Summary which is also enclosed with this report

What work remains to be done, why is this necessary and what financial benefit (if any) will it provide to creditors?

General case administration and planning

The joint administrators will be required to undertake periodic reviews of the case and to update their case strategy to ensure that the case is being progressed appropriately

Effective case management and planning benefits creditors generally as it ensures that the administration is progressed in a strategic manner. It also ensures that our duties are carried out correctly and effectively, with realisations being achieved as quickly as possible

Compliance with the Insolvency Act, Rules and best practice

The Insolvency Act, Rules and best practice require us to undertake various activities during the course of the administration, which include the following

- 1 Providing creditors with the result of the meeting by correspondence,
- 2 Obtaining approval of the resolutions contained within our letter to creditors dated 24 June 2016,
- 3 Providing creditors with six monthly progress reports,
- 4 Producing a final report once we have concluded the administration,
- 5 Advertising and distributing any dividends to unsecured creditors once all realisations have been received and creditor claims have been agreed,
- 6 Making an application to court for permission to distribute to the Company's creditors from the administration,

Whilst creditors will not directly benefit from some of the above, they will benefit from the information that they receive. They will also benefit from the actions taken to allow a dividend to be issued

Investigations

The joint administrators are required to undertake an initial investigation into the director's actions in respect of the Company and to determine whether or not further detailed investigations are required. This investigation will include a review of the Company's books and records, the Company's accounting system, bank statements, management and filed accounts and any payments made to connected parties

A confidential report on the director's conduct will then be prepared and issued to the Department for Business Innovation and Skills

We are aware that the Company received a double payment from one of its customers and we propose to expend some time reviewing the companies' bank statements to understand where these monies have been spent and the circumstances which lead to the double payment being made

Unless any antecedent transactions are uncovered as a result of our findings, there will not be any benefit to creditors of this work being undertaken. However, as this work is a statutory requirement, these costs cannot be avoided

Realisation of assets

We will continue to assist Leslie Keats with the collection of the Company's contract debts, review the possibility of a distribution from the other group companies and explore any other possible realisations

This work will directly benefit creditors as it will result in monies becoming available for distribution

Trading

As the Company has not traded in administration, no costs will be incurred in this regard

Dealing with all creditors' claims (including employees), correspondence and distributions

The joint administrators will undoubtedly receive queries and correspondence from the Company's creditors and we aim to respond to these in both a timely and effective manner

We will continue to assist the Company's employees and will agree and finalise their claims in due course

As we are hopeful that a dividend will be available to the Company's unsecured creditors, time will be spent adjudicating and agreeing creditor claims. Time will also be spent effecting the distribution

The above work will benefit the Company's creditors as it will result in a distribution being issued

Other matters which includes meetings, tax, litigation, pensions and travel

It is proposed that the initial meeting of creditors be held by correspondence and therefore this should reduce the amount of time spent in relation to physical meetings

Depending upon what our investigations highlight the following matters may or may not be required during the course of the administration

- 1 Submitting final tax returns and assessing whether any funds are due to the Company,
- 2 Attending meetings with the Company's director, creditors and other stakeholders,
- 3 Travel to any meetings,
- 4 Travel to the purchaser's site to review the Company's books and records,
- 5 Dealing with any media enquiries,
- 6 Dealing with any pension scheme,
- 7 Travel to site to collect the Company's books and records

Any benefit to creditors will be dependent upon the nature of the work required. An update in this regard will therefore be provided in our next report to creditors

How much will this further work cost?

In accordance with our fee estimate, we anticipate that the total costs of the Administration will be in the region of £15,000 plus 20% of any net realisations achieved in respect of the Company's contract

Expenses

Details of the expenses that we expect to incur in connection with the work that remains to be done referred to above, as well as expenses that we have already incurred, are set out in the estimate of anticipated expenses attached at appendix 3

IP9 Thornton Sports Ltd - Administration - 911H53/ADM : Time Costs Analysis From 04/05/2016 to 24/06/2016

Off Grade	Consultant/Att	Inter	Director	Snr Mngr	Mngr	Asst Mngr	Snr Admin	Admin	Jnr Admin	Support	N/A	Total Hours	Time Cost	Average
General Case Administration and														
inding		20	98					07		09		27	884.50	327.89
Administration		98						26				232	7,691.50	331.53
Total for General Case Administration and		118	99	1				33		09		269	8,576.00	331.12
inding														
Compliance with the Insolvency														
Act, Rules and best practice														
Appointment														
Banning and Bonding			02					02		25		25	150.00	60.00
Case Closure										21		25	327.00	130.80
Statutory reporting and statement of affairs			48		17						05	70	2,184.00	312.00
Total for Compliance with the Insolvency Act,			50		17			02		46	05	120	2,661.00	221.75
Rules and best practice														
CCDA and investigations					01							01	28.50	285.00
Total for investigations												01	28.50	285.00
Realisation of assets														
Debt collection			38		01							01	28.50	285.00
Property business and asset sales								05				38	1,311.00	345.00
Retention of Third party assets								11				05	67.50	135.00
Total for Realisation of assets			38					16				11	148.50	135.00
Trading												64	1,827.00	282.70
Total for Trading														0.00
Secured														0.00
Unsecured														0.00
Others			13				100	11		04		128	2,391.00	186.80
Creditors committee														0.00
Total for Dealing with all creditors claims			13				100	11		04		128	2,391.00	186.80
(including employees), correspondence and														
distributions														
Meetings														
Other			12				75					87	1,726.50	198.45
Tax								02				02	27.00	135.00
Litigation														0.00
Total for Other matters			12				75	02				89	1,753.50	197.02
Total hours by staff grade		118	212	1	18		176	64		69	05	651	16,535.00	
Total time cost by staff grade		4,861.00	7,314.00		477.00		3,052.50	864.00		479.00	77.50		16,535.00	
Average hourly rate E		395.00	345.00	0.00	265.00	0.00	175.00	136.00	0.00	61.15	165.00			260.14
Total fees drawn to date E													0.00	

THORNTON SPORTS LIMITED

**DETAILS OF THE EXPENSES THAT THE ADMINISTRATORS CONSIDER WILL BE, OR ARE LIKELY
TO BE INCURRED DURING THE COURSE OF THE ADMINISTRATION**

No.	Type of expense	Description	Estimate £
1	Advertisements	Of appointment, meetings, dividends etc	148 00
2	Bond	An Insolvency Practitioner is required to have a bond in place to protect the estate from misappropriation of funds	210 00
3	Legal fees and disbursements	The fees of any solicitors and/or barristers instructed to assist the Insolvency Practitioner and their anticipated disbursements	2,000 00
4	Debt collection fees and disbursements	The fees of any third party instructed by the Insolvency Practitioner to assist with the collection of the debts of the insolvent entity and their anticipated disbursements	10,000 00
5	Bank charges	An Insolvency Practitioner is required to operate a separate bank account in relation to the insolvent entity's estate	100 00
6	Travel	Mileage	100 00

For the avoidance of any doubt, the above estimate relates to the period of administration only, it does not relate to any expenses that will or may be incurred in any insolvency procedure following the administration