

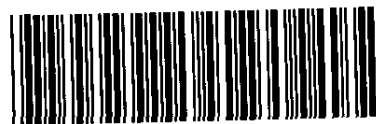
AM10

Notice of administrator's progress report



Companies House

THURSDAY




A08 *A7XSNPUJ* #156
24/01/2019
COMPANIES HOUSE

1	Company details	
Company number	0 5 4 1 1 8 6 8	→ Filling in this form Please complete in typescript or in bold black capitals.
Company name in full	Grahams Cartons Ltd	
2	Administrator's name	
Full forename(s)	Alan	
Surname	Fallows	
3	Administrator's address	
Building name/number	1 City Road East	
Street	Manchester	
Post town		
County/Region		
Postcode	M 1 5 4 P N	
Country		
4	Administrator's name ^①	
Full forename(s)	Peter James	① Other administrator Use this section to tell us about another administrator.
Surname	Anderson	
5	Administrator's address ^②	
Building name/number	1 City Road East	② Other administrator Use this section to tell us about another administrator.
Street	Manchester	
Post town		
County/Region		
Postcode	M 1 5 4 P N	
Country		

AM10

Notice of administrator's progress report

6	Period of progress report															
From date	d	2	d	8	m	0	m	6	y	2	y	0	y	1	y	8
To date	d	2	d	7	m	1	m	2	y	2	y	0	y	1	y	8
7	Progress report															
<input checked="" type="checkbox"/> I attach a copy of the progress report																
8	Sign and date															
Administrator's signature	Signature X  X															
Signature date	d	2	d	1	m	0	m	1	y	2	y	0	y	1	y	9

AM10

Notice of administrator's progress report



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	William Bowden
Company name	Kay Johnson Gee Corporate Recovery Limited
Address	1 City Road East Manchester
Post town	
County/Region	
Postcode	M 1 5 4 P N
Country	
DX	
Telephone	0161 832 6221



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 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

Joint Administrators' Progress Report

**Grahams Cartons Ltd
- In Administration**

27 December 2018

GRAHAMS CARTONS LTD - IN ADMINISTRATION

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- 2** Progress of the Administration
- 3** Pre-administration Costs
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- 5** Estimated Outcome for Creditors
- 6** Ending the Administration
- 7** Creditors' Rights
- 8** Next Report

APPENDICES

- A** Receipts and Payments Account from 28 June 2018 to 27 December 2018
- B** Time Analysis for the period 28 June 2018 to 27 December 2018
- C** Additional Information in Relation to the Joint Administrators Fees, Expenses & Disbursements
- D** Estimated Outcome Statement as at 27 December 2018

THE ADMINISTRATOR'S PROGRESS REPORT

1 Introduction

- 1.1 I, together with my partner Peter James Anderson, was appointed Joint Administrator of Grahams Cartons Ltd (the **Company**) on 28 June 2018. The appointment was made by the Director.
- 1.2 This Administration is being handled by Kay Johnson Gee Corporate Recovery Limited at 1 City Road East, Manchester, M15 4PN. The Administrators' contact details are by phone on 0161 832 6221 or via email at williambowden@kjgcr.com. The Administration is registered in the High Court of Justice, Business and Property Courts in Manchester, reference number 2558 of 2018.
- 1.3 Information about the way that we will use, and store personal data on insolvency appointments can be found at kjgcr.com/privacy-policy/. If you are unable to download this, please contact us and a hard copy will be provided to you.
- 1.4 The trading address of the Company is Unit 1, Garston Quays, Window Lane, Blackburne Street, Liverpool, L19 8E. The business trades under the name Grahams Cartons.
- 1.5 The registered office of the Company is c/o Kay Johnson Gee Corporate Recovery, 1 City Road East, Manchester, M15 4PN and its registered number 05411868.
- 1.6 As Joint Administrator, I am required to provide a progress report covering the period of six months commencing from the date the Company entered Administration and every subsequent period of six months. This progress report covers the period from 28 June 2018 to 27 December 2018 (**the Period**) and should be read in conjunction with my earlier proposals report and any previous progress reports which have been issued

2 Progress of the Administration

- 2.1 You may recall that the statutory objective being pursued in the Administration was realising property to make a distribution to one or more of the secured creditors. In addition to the pursuance of this statutory objective, the Administrators have duties imposed by insolvency and other legislation, some of which may not provide any financial benefit to creditors.
- 2.2 This section of the report provides creditors with an update on the progress made in the Period, both in terms of the achievement of the statutory objective, but also work which is required of the Administrators under other related legislation.
- 2.3 At Appendix A is my Receipts and Payments Account covering the period of this report.
- 2.4 Attached at Appendix B is a time analysis outlining the time spent by the Administrators and their staff during the Period.
- 2.5 Further information about the basis of remuneration agreed in this case and the Administrators' fees estimate can be found in section 4 of this report, together with any relevant information about revisions to my initial estimate, where applicable.

Administration (including statutory compliance & reporting)

- 2.6 As noted above, the Administrators must comply with certain statutory obligations under the Insolvency Act 1986 and other related legislation. Details about the work that I anticipated would need to be done in this area was outlined in my initial fees estimate/information.

GRAHAMS CARTONS LTD - IN ADMINISTRATION

- 2.7 Where the costs of statutory compliance work or reporting to creditors exceeds the initial estimate, it will usually be because the duration of the case has taken longer than anticipated, possibly due to protracted asset realisations, which have in turn placed a further statutory reporting requirement on the Administrators.
- 2.8 As noted in my initial fees estimate/information, this work will not necessarily bring any financial benefit to creditors, but is required on every case by statute.

Realisation of Assets

Book debts

- 2.9 The Company's debtor ledger was subject to a fixed charge in favour of Skipton Business Finance Limited ("Skipton"). At the date of appointment, total debts owed to the Company was £271,918 and Skipton was owed £230,549. Skipton has confirmed that the ledger has been collected and it has been repaid in full. Skipton has further confirmed that there is no surplus available to the Administration.

Sale of the business and assets to the Purchaser

- 2.10 As disclosed in my SIP 16 letter to creditors, the business and certain assets of the Company were sold to the Purchaser for the sum of £30,000. Proceeds of the sale have been apportioned as follows.
- Plant & Machinery - £21,400
 - Office & IT Equipment - £700
 - Stock - £1,300
 - Motor Vehicles - £600
 - Goodwill - £6,000
- 2.11 Under the sale and purchase agreement, £15,000 was paid on completion with the remaining £15,000 to be deferred over 12 monthly payments of £1,250. I can confirm that £20,130.40 has been received to date. I have been advised by the Purchaser that £2,369.60 has been forwarded to bring the instalments up to date. On receipt of the funds, no recovery action will be necessary.

Potential unlawful dividends

- 2.12 A review of the Company's last three years' filed accounts has shown that dividends have been drawn against negative distributable reserves each year. It appears that the dividends are unlawful under the Companies Act 2006.
- 2.13 I have written to the Director regarding the unlawful dividends, requesting evidence to confirm the Company was in a position to pay these, but have not yet received a response. This matter is ongoing. Should a suitable response not be received in the next two weeks, I will refer this matter to my solicitors.
- 2.14 It is considered that the work the Administrators and their staff have undertaken to date will bring a financial benefit to creditors. This may be a distribution to secured creditors of the Company only (from which a Prescribed Part fund may be derived for the benefit of unsecured creditors) or may, depending on realisations and the extent of any 3rd party security, result in a distribution to the preferential and unsecured creditors of the Company.

Creditors (claims and distributions)

GRAHAMS CARTONS LTD - IN ADMINISTRATION

- 2.2 Further information on the anticipated outcome for creditors in this case can be found at section 5 of this report. The Administrators are not only required to deal with correspondence and claims from unsecured creditors (which may include retention of title claims), but also those of any secured and preferential creditors of the Company. This may involve separate reporting to any secured creditor and dealing with distributions from asset realisations caught under their security, most typically a debenture.
- 2.3 Claims from preferential creditors typically involve employee claims and payments made on behalf of the Company by the Redundancy Payments Service following dismissal.
- 2.4 The above work will not necessarily bring any financial benefit to creditors generally, however the Administrators are required by statute to undertake this work. Similarly, if a distribution is to be paid to any class of creditor, work will be required to agree those claims and process the dividend payments to each relevant class of creditor. The more creditors a company has, the more time and cost will be involved by the Administrators in dealing with those claims.
- 2.5 I consider the following matters worth noting in my report to creditors at this stage:
- There are approximately 70 of unsecured creditor claims in this case with a value per the directors statement of affairs of £549,818.38
 - There are 2 secured creditors who are owed approximately £557,843.50
 - I do not anticipate any preferential claims as the employees of the Company transferred to the Purchaser under TUPE.

Investigations

- 2.6 Some of the work the Administrators are required to undertake is to comply with legislation such as the Company Directors' Disqualification Act 1986 (**CDDA 1986**) and Statement of Insolvency Practice 2 – Investigations by Office Holders in Administration and Insolvent Liquidations and may not necessarily bring any financial benefit to creditors, unless these investigations reveal potential asset recoveries that the Administrators can pursue for the benefit of creditors.
- 2.7 I can confirm that I have submitted a report on the conduct of the Directors of the Company to the Department for Business, Energy & Industrial Strategy under the CDDA 1986. As this is a confidential report, I am unable to disclose the contents.
- 2.8 My investigations revealed the following issues:
- After a review of the Company's bank statements and books and records, I have identified that some cheques appear on the bank statements but cannot be located in the Company's electronic records. I have requested an explanation from the Director however I am yet to receive a response

Connected party transactions

- 2.9 Colin Graham, the director and majority shareholder of the Company is also a director and shareholder of the Purchaser. Details of the sale and consideration are in section 2 of this report.

3 Pre-administration Costs

- 3.1 The pre-administration costs were reported in my proposals dated 2 July 2018.
- 3.2 In this case, approval for the pre-administration costs must be sought from the secured creditors, Skipton and Devon and Cornwall Securities Limited ("D&C"). Approval has been

GRAHAMS CARTONS LTD - IN ADMINISTRATION

received from Skipton but not from D&C despite numerous requests. Efforts to receive D&C's approval are ongoing.

- 3.3 The pre-administration costs incurred by N J Goodman & Co were deducted at source from the proceeds of the initial consideration, and is being held by N J Goodman & Co pending approval.

4 Joint Administrators' Remuneration

- 4.1 The basis of the Joint Administrators' remuneration has been approved by Skipton but has yet to be approved by D&C. Should approval not be received from D&C, I will have no other option than to make an application to Court for the approval, which will incur further costs in the Administration.

- 4.2 My time costs for the Period are £15,370.50. This represents 60.15 hours at an average rate of £255.54 per hour. Attached at Appendix B is a Time Analysis which provides details of the activity costs incurred by staff grade during the Period in respect of the costs fixed by reference to time properly spent in managing the Administration.

- 4.3 A copy of 'A Creditors' Guide to Administrators' Fees' is available on request or can be downloaded from https://www.r3.org.uk/media/documents/publications/professional/Guide_to_Administrators_Fees.pdf

- 4.4 Attached at Appendix C is additional information in relation to the Administrators' fees, expenses and disbursements, including where relevant, information on the use of subcontractors and professional advisers.

5 Estimated Outcome for Creditors

- 5.1 An Estimated Outcome Statement as at 27 December 2018 is attached at Appendix D

Secured Creditors

- 5.2 Skipton holds a fixed charge over the Company's book debts and floating charge over the assets generally. At the date of the Administration the indebtedness to the Skipton was estimated at £230,549. Skipton has confirmed that the indebtedness has been repaid in full.
- 5.3 D&C holds a fixed charge over the Company's interest in the lease for the premises at Unit 1 Garston Quays and a floating charge over the assets generally. At the date of the Administration the indebtedness to D&C was estimated to be £327,294.50. Based on current estimates, it is unlikely that there will be a distribution to D&C.

Preferential Creditors

- 5.4 There are no preferential creditors

Unsecured Creditors

- 5.5 I have received claims totalling £573,770.41 from 16 creditors. I have yet to receive claims from 59 creditors whose debts total £132,328.95 as per the Company's statement of affairs.
- 5.6 It is estimated that there will be insufficient funds to allow a dividend to be paid to the unsecured creditors

GRAHAMS CARTONS LTD - IN ADMINISTRATION

6 Exit Routes

- 6.1 All Administrations automatically come to an end after the period of one year, unless the Company's creditors agree to extend this period, or the Court orders the Administrator's term of office be extended for a specified period of time.
- 6.2 I believe that an extension to the period of Administration will be necessary. This is because of the agreed payment plan for the deferred element of the consideration for the sale to CEG Packaging. The deferred consideration is to be paid over 12 monthly instalments with the first payment being made in the month following my appointment. This will therefore take the Administration over 12 months.
- 6.3 Based on information currently available, the information on the exit routes we believe may be appropriate in this Administration.

Payment to Secured Creditors followed by Dissolution of the Company

- 6.4 Based on present information, the Administrator thinks that the Company has insufficient property to permit a distribution to the unsecured creditors and that there may only be a distribution available to the secured and/or preferential creditors of the Company. As a result, once these distributions have been made, a notice will be filed at Court and with the Registrar of Companies with the Administrator's final report, for the dissolution of the Company.
- 6.5 The Administrator's appointment will end following the registration of the notice by the Registrar of Companies.

Creditors Voluntary Liquidation

- 6.6 Should there be sufficient realisations and the Administrators think a dividend will be paid to the unsecured creditors other than by virtue of the Prescribed Part. As a result, the Administrators will either make an application to Court to enable them to make a distribution to unsecured creditors in the Administration or they will file a notice with the Registrar of Companies in order that the Administration will cease and the Company will move automatically into Creditors' Voluntary Liquidation (**CVL**) to facilitate this distribution. It is proposed that the Administrators in office at the date of conversion to CVL will become the Joint Liquidators of the CVL.
- 6.7 It is proposed that the Joint Liquidators will be authorised to act jointly and severally in the subsequent liquidation.
- 6.8 Creditors have the right to nominate an alternative liquidator of their choice. To do this, creditors must make their nomination in writing to the Administrators prior to these proposals being approved. Where this occurs, the Administrators will advise creditors and provide the opportunity to vote. In the absence of a nomination, the Administrators will automatically become the Joint Liquidators of the subsequent CVL.

7 Creditors' Rights

- 7.1 Within 21 days of the receipt of this report, a secured creditor, or an unsecured creditor (with the concurrence of at least 5% in value of the unsecured creditors) may request in writing that the Administrators provide further information about their remuneration or expenses (other than pre-administration costs) which have been itemised in this progress report.
- 7.2 Any secured creditor, or an unsecured creditor (with the concurrence of at least 10% in value of the unsecured creditors) may within 8 weeks of receipt of this progress report make an application to court on the grounds that, in all the circumstances, the basis fixed for the Administrators' remuneration is inappropriate and/or the remuneration charged or the expenses incurred by the Administrators, as set out in this progress report, are excessive.

GRAHAMS CARTONS LTD - IN ADMINISTRATION

8 Next Report

- 8.1 The Administrators are required to provide a progress report within one month of the end of the next six months of the Administration or earlier if the Administration has been finalised or he wishes to extend it.

For and on behalf of
Grahams Cartons Ltd

A handwritten signature in black ink, appearing to read 'Alan Fallows', written in a cursive style.

Alan Fallows
Joint Administrator

GRAHAMS CARTONS LTD - IN ADMINISTRATION

Appendix A

Receipts and Payments Account from 28 June 2018 to 27 December 2018

Grahams Cartons Ltd
(In Administration)
Joint Administrators' Summary of Receipts & Payments
To 27/12/2018

S of A £		£	£
	SECURED ASSETS		
6,000.00	Goodwill	NIL	
258,322.10	Book Debts	268,327.52	268,327.52
	SECURED CREDITORS		
(230,549.00)	Skipton Business Finance Limited	230,549.00	
	Factoring charges	37,296.04	(267,845.04)
	ASSET REALISATIONS		
10,500.00	Plant & Machinery	20,130.40	
100.00	Furniture & Equipment	NIL	
200.00	Motor Vehicles	NIL	
120.00	Stock/WIP	NIL	
Uncertain	Potential illegal dividends	NIL	
	Cash at Bank	259.36	
	Rates refund	202.18	20,591.94
	COST OF REALISATIONS		
	Legal Fees Pre-appointment	2,474.00	
	Pre-appointment legal disbursements	15.00	(2,489.00)
	FLOATING CHARGE CREDITORS		
(327,294.50)	Devon and Cornwall Securities Limited	NIL	NIL
	UNSECURED CREDITORS		
(249,251.75)	Trade & Expense Creditors	NIL	
(75.41)	Royal Bank of Scotland plc overdraft	NIL	
(21,074.49)	The Funding Circle Limited	NIL	
(16,075.80)	HM Revenue & Customs (PAYE/NIC)	NIL	
(263,416.34)	HM Revenue & Customs (VAT)	NIL	
(60,000.00)	Health & Safety Executive	NIL	NIL
	DISTRIBUTIONS		
(90,100.00)	Ordinary Shareholders	NIL	NIL
(982,595.19)			18,585.42
	REPRESENTED BY		
	Vat Receivable		482.48
	Current A/c		15,845.07
	Vat Control Account		2,257.87
			18,585.42

GRAHAMS CARTONS LTD - IN ADMINISTRATION

Appendix B

Time Analysis for the Period from 28 June 2018 to 27 December 2018

Time Entry - SIP9 Time & Cost Summary

GRAH01 - Grahams Cartons Ltd
Project Code POST
From: 28/06/2018 To 27/12/2018

Classification of Work Function	Partner	Manager	Other Senior Professionals	Assistants & Support Staff	Assistant Manager	Senior Administrator	Total Hours	Time Cost (£)	Average Hourly Rate (£)
Admn & Planning	4.05	0.00	0.00	10.50	0.00	8.25	22.80	5 986.00	262.54
Case Specific	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Cashiering	0.40	0.00	0.00	0.00	0.00	0.65	1.05	320.50	305.24
Creditors	0.50	0.00	0.30	0.00	0.00	14.00	14.80	3 786.50	256.52
Investigation	0.00	0.00	0.60	1.00	0.00	10.75	12.35	3 015.50	244.17
Realisation of Assets	0.00	0.00	0.25	2.50	0.00	4.40	7.15	1 462.00	204.48
Statutory Compliance	2.00	0.00	0.00	0.00	0.00	0.00	2.00	790.00	395.00
Trading	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Total Hours	6.95	0.00	1.15	14.00	0.00	38.05	60.15	15 370.50	255.54
Total Fees Claimed								0.00	
Total Disbursements Claimed								0.00	

GRAHAMS CARTONS LTD - IN ADMINISTRATION

Appendix C

Additional Information in Relation to the Joint Administrators' Fees, Expenses & Disbursements

1 Staff Allocation and the Use of Sub-Contractors

- 1.1 The general approach to resourcing our assignments is to allocate staff with the skills and experience to meet the specific requirements of the case.
- 1.2 The constitution of the case team will usually consist of a Partner, a Manager, and an Administrator or Assistant. The exact constitution of the case team will depend on the anticipated size and complexity of the assignment and the experience requirements of the assignment.
- 1.3 We are not proposing to utilise the services of any sub-contractors in this case.

2 Professional Advisors

- 2.1 We are not proposing to utilise the services of any professional advisors in this case.
- 2.2 Our choice was based on our perception of their experience and ability to perform this type of work, the complexity and nature of the assignment and the basis of our fee arrangement with them.

3 Joint Administrators' Expenses & Disbursements

- 3.1 The estimate of expenses (including disbursements) which were anticipated at the outset of the Administration was provided to creditors in the Administrators' Proposals Report a copy of which is set out below.

Expense	Estimated cost
Statutory advertising	71 15 per advert
Specific penalty bond	117 60
External storage of company's books and records	50 00
Debt collection	1,000
Category 2 disbursements charged by the firm:	
Business mileage	45p per mile

GRAHAM'S CARTONS LTD - IN ADMINISTRATION

Current position of Joint Administrators' expenses

- 3.2 An analysis of the expenses paid to the date of this report, together with those incurred but not paid at the date of this report is provided below:

	Paid in prior period £	Paid in the period covered by this report £	Incurred but not paid to date £	Total disclosed cost £
Statutory advertising	0	0	71.15	71.15
Specific penalty bond	0	0	248.40	248.40
External storage of books & records	0	0	0	50
Bank statement analysis software	0	0	87.32	87.32
Bank charges	0	0	10	10
Category 2 disbursements				
Business mileage	0	0	31.50	31.50

- 3.3 Category 1 disbursements do not require approval by creditors. The type of disbursements that may be charged as a Category 1 disbursement to a case generally comprise of external supplies of incidental services specifically identifiable to the case, such as postage, case advertising, invoiced travel and external printing, room hire and document storage. Also chargeable will be any properly reimbursed expenses incurred by personnel in connection with the case. These disbursements are included in the tables of expenses above.
- 3.4 Category 2 disbursements do require approval from creditors. These are costs which are directly referable to the appointment in question but are not payments which are made to an independent third party and may include shared or allocated costs that can be allocated to the appointment on a proper and reasonable basis such as internal room hire, document storage or business mileage. Details of Category 2 disbursements charged by this firm (where appropriate) were provided in the Administrators' Proposals Report and approved by creditors. Any Category 2 disbursements incurred are specifically highlighted in the tables of expenses above.

4 Charge-Out Rates

- 4.1 Kay Johnson Gee Corporate Recovery Limited's current charge-out rates effective from 1 November 2016 are detailed below. Please note this firm records its time in minimum units of 6 minutes.

From 1 November 2016 to 30 September 2018	
Grade	Rate (£ per hour)
Partner	395.00
Senior Manager	330.00
Manager	300.00
Assistant Manager	275.00
Senior Administrator	250.00
Administrator	220.00
Cashier / Insolvency Junior	130.00
From 1 October 2018	
Appointment Takers	450
Managers	300 to 360
Administrator / Senior Administrator	220 to 250
Cashier / Support Staff	110 to 180

GRAHAMS CARTONS LTD - IN ADMINISTRATION

Appendix D

Estimated Outcome Statement as at 27 December 2018

Grahams Cartons Ltd
(In Administration)
Joint Administrators' Estimated Outcome Statement
To 27/12/2018

Statement of Affairs £		Realised / Paid	Projected	Total £
	SECURED ASSETS			
6,000.00	Goodwill	NIL	6,000.00	6,000.00
258,322.10	Book Debts	268,327.52	NIL	268,327.52
		268,327.52	6,000.00	274,327.52
	SECURED CREDITORS			
(230,549.00)	Skipton Business Finance Limited	230,549.00	NIL	230,549.00
	Factoring charges	37,296.04	NIL	37,296.04
		(267,845.04)	NIL	(267,845.04)
	ASSET REALISATIONS			
10,500.00	Plant & Machinery	20,130.40	1,269.60	21,400.00
100.00	Furniture & Equipment	NIL	700.00	700.00
200.00	Motor Vehicles	NIL	600.00	600.00
120.00	Stock/WIP	NIL	1,300.00	1,300.00
Uncertain	Potential illegal dividends	NIL	NIL	NIL
	Cash at Bank	259.36	NIL	259.36
	Rates refund	202.18	NIL	202.18
		20,591.94	3,869.60	24,461.54
	COST OF REALISATIONS			
	Bordereau	NIL	(117.50)	(117.50)
	Administrators' pre-appointment fees	NIL	(12,007.00)	(12,007.00)
	Administrators' fees	NIL	(13,651.87)	(13,651.87)
	Pre-appointment Agents/Valuers Fees	NIL	(2,500.00)	(2,500.00)
	Legal Fees Pre-appointment	(2,474.00)	(26.00)	(2,500.00)
	Pre-appointment legal disbursements	(15.00)	NIL	(15.00)
	Mileage	NIL	(31.50)	(31.50)
	Storage Costs *	NIL	(50.00)	(50.00)
	London Gazette Advertising	NIL	(71.15)	(71.15)
		(2,489.00)	(28,455.02)	(30,944.02)
	FLOATING CHARGE CREDITORS			
(327,294.50)	Devon and Cornwall Securities Limited	NIL	NIL	NIL
		NIL	NIL	NIL
	UNSECURED CREDITORS			
(249,251.75)	Trade & Expense Creditors	NIL	NIL	NIL
(75.41)	Royal Bank of Scotland plc overdraft	NIL	NIL	NIL
(21,074.49)	The Funding Circle Limited	NIL	NIL	NIL
(16,075.80)	HM Revenue & Customs (PAYE/NIC)	NIL	NIL	NIL
(263,416.34)	HM Revenue & Customs (VAT)	NIL	NIL	NIL
(60,000.00)	Health & Safety Executive	NIL	NIL	NIL
		NIL	NIL	NIL
	DISTRIBUTIONS			
(90,100.00)	Ordinary Shareholders	NIL	NIL	NIL
		NIL	NIL	NIL
<u>(982,595.19)</u>		<u>18,585.42</u>	<u>(18,585.42)</u>	<u>0.00</u>

REPRESENTED BY

Vat Receivable	482.48	NIL	482.48
Current A/c	15,845.07	NIL	15,845.07
Vat Control Account	2,257.87	NIL	2,257.87
	<u>18,585.42</u>	<u>NIL</u>	<u>18,585.42</u>