

## The Insolvency Act 1986

## Administrator's progress report

2.24B

Name of Company Aardvark Engineering Consultancy Limited	Company number 05468199
In the High Court of Justice [full name of court]	Court case number 7525 of 2012

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

We (a) Malcolm Peter Fillmore and Ms Ranjit Bajon of BM Advisory, Arundel House, 1 Amberley Court, Whitworth Road, Crawley, RH11 7XL

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

(b) Insert dates

from (a) 26 March 2013	to (b) 25 September 2013
---------------------------	-----------------------------

Signed   
Joint Administrator - M P Fillmore

Dated 24 October 2013

## 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 searches of the public record.

BM Advisory Arundel House, 1 Amberley Court Whitworth Road, Crawley RH11 7XL	
Tel 01293 410333	
DX Number	DX Exchange

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



FRIDAY

**JOINT ADMINISTRATORS' PROGRESS REPORT  
FOR THE PERIOD 26 MARCH 2013 TO 25 SEPTEMBER 2013**

**AARDVARK ENGINEERING CONSULTANCY LIMITED – IN ADMINISTRATION**

**CONTENTS**

- 1 Introduction and Statutory Information**
- 2 Progress of the Administration**
- 3 Assets remaining to be Realised**
- 4 Extension to the Initial period of Administration**
- 5 Exit Route**
- 6 Joint Administrators' Costs and Remuneration**

**APPENDICES**

Appendix 1 - Statutory Information

Appendix 2, 2a & 2b - Summary of Administrators time costs for the period of the report as well as an accumulative summary

Appendix 3 - Receipts and payments Account for the period of the report as well as an accumulative summary

**AARDVARK ENGINEERING CONSULTANCY LIMITED (In Administration) ("The Company")**  
**Annex Hangar 1, Shoreham Airport, Shoreham-by-Sea, West Sussex, BN43 5FF**

**ADMINISTRATORS' PROGRESS REPORT FOR THE PERIOD 26 MARCH 2013 TO 25 SEPTEMBER 2013**  
**(Rule 2.47 of the Insolvency Rules 1986)**

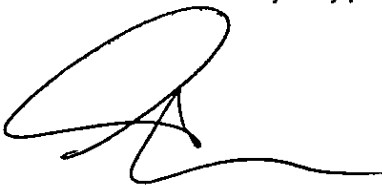
**1. Introduction and Statutory Information**

- 1.1 On 26 September 2012 Malcolm Fillmore and Ms Ranjit Bajon were appointed Joint Administrators of the Company. This is our formal report on the progress of this Administration since our last report.
- 1.2 The Company traded as an electronic design consultant from a small rented workshop at Shoreham Airport. The Company issued proceedings against a long standing customer, Tew Engineering Limited ("Tew") for an unpaid claim of £26,000. However, the High Court ordered for the Company to deliver up design related documents to Tew and also made an interim costs award against the Company of £6,000 and for the principal action to be set down for hearing at a later date. The outcome including the failure to recover the debt left the Company insolvent forcing it into Administration.
- 1.3 Attached as Appendix 1 are certain formal and statutory details which we are required to disclose and which include details relating to our costs as Administrators, further details of which are given in Appendix 2, 2a & 2b. Appendix 3 is a summary of our receipts and payments for the six month period to 25 September 2013 as well as an accumulative summary to the date of this report.

**2. Progress of the Administration**

- 2.1 The Purpose of the Administration was to achieve 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).
- 2.2 On 17 April 2013, a sale of the business and assets was finalised to Pathway Contracts Limited, a company owned and directed by Paul Silsby. The assets were sold for a total sum of £5,000 based on a valuation carried out by agents John M Peyto & Co Ltd. It was originally agreed that the consideration is to be paid over a period of one year, however, this was agreed to be deferred. The Administrators are currently awaiting a proposal from Pathway Contracts Limited on how funds will be paid.
- 2.3 Additional consideration was agreed at 50% of any value or net profits realised from the exploitation of the Proteus Screen in excess of £4,690 over a period of 36 months, however, it seems unlikely that any funds will be realised in relation to this.
- 2.4 The Company has only one outstanding debtor, Tew Engineering Limited ("Tew"), which owes the Company £26,000 in relation to electronic control units for destination boards at St Pancras, designed and installed by the Company. Problems with the units arose after installation. Tew refused to pay the additional costs incurred by the Company in seeking to help Tew find a solution. The Company lodged a County Court claim against Tew, but Tew applied to the High Court, Technology & Construction Division for delivery up of the designs and drawings and sought injunctive relief to enforce this on an urgent basis so they could contract with an alternative supplier. At a hearing in the High Court of Justice on 30 August 2012, the Judge made an interim costs award against the Company of £6,000 on the basis that the Company had not made the designs and drawings available, with the principal action being set down for hearing. The High Court proceedings have since been stayed due to the Administration. It is still considered that the debt is owed to the Company by Tew and an assignment of the debt to Tuskerbia Limited took place on 28 June 2013 for 50% of any net recoveries.
- 2.5 No trading took place post-Administration.
- 2.6 There are no issues presently identified. As required by SIP2, I have invited creditors to provide the Administrators with information they may have on any concern regarding the way in which the company's business has been conducted, or on potential recoveries for the Administration estate. We have also considered the conduct of those who have been directors of the company (whether formally appointed as directors or not) at any time within the three years preceding the date of the Administration. We would advise you that no further investigations or actions are to be continued with, however if there are any matters you have not yet drawn to our attention, please could you do so as soon as possible.

- 2 7 The company has no secured or preferential creditors
- 2 8 Unsecured Creditors' were listed in the Statement of Affairs at £73,289 and claims of £49,587 have been received to date At this stage, it is unclear whether there is likely to be a distribution to unsecured creditors
3. **Assets remaining to be realised**
- 3 1 As at the date of this report, the sale consideration and assignment of the Tew claim remain to be realised
- 4 **Extension to the Initial Period of Administration**
- 4 1 The initial period of an Administration is 12 months, with a right to extend by a further six months by consent of the creditors Any extension beyond 18 months requires approval of the Court
- 4 2 The Administration was extended to 25 March 2014 by consent of the creditors
- 5 **The Exit Route**
- 5 1 There are a number of possible exit routes from Administration These include
- 5 1 1 Distributing the funds to creditors in accordance with their statutory priority and then seeking to dissolve the Company If funds are to be paid to unsecured creditors, this requires the sanction of the Court
- 5 1 2 Putting the Company into Creditors' Voluntary Liquidation In this event, the Administrators would act as liquidators in accordance with our proposals
- 5 1 3 Proposing a Company Voluntary Arrangement (CVA)
- 5 2 At this stage, no decision has been taken as to the appropriate exit route
- 5 3 The Administrators will be discharged from liability under Paragraph 98 of Schedule B1 to the Insolvency Act 1986 immediately upon our appointment as Administrators ceasing to have effect
- 6 **Joint Administrators' Costs and Remuneration**
- 6 1 The total time costs recorded since our appointment to 5 August 2013 is attached as Appendix 2 and, due to a change in our time recording system, our total time costs from 6 August 2013 to 25 September 2013 and 6 August 2013 to 20 October 2013 are attached as Appendix 2a & 2b and are in the format prescribed by R3 (The Association of Business Recovery Professionals) Creditors should note that these are the time costs shown on our internal accounting records and are not necessarily the amounts actually charged and recovered as remuneration A Creditor's guide to Administrator's Fees can be located in SIP 9 (Statement of Insolvency Practice) which can be accessed through the website of the Insolvency Practitioners Association, [www.insolvency-practitioners.org.uk](http://www.insolvency-practitioners.org.uk) Alternatively please contact this office for a copy to be sent to you by post



Malcolm Fillmore  
Joint Administrator of Aardvark Engineering Consultancy Limited  
Dated 24 October 2013

**STATUTORY INFORMATION AND DISCLOSURES**

**Details of Relevant Court**

High Court of Justice  
Court reference No 7525 of 2012

**Company Details:**

Registered Office Arundel House, Amberley Court, Whitworth Road, Crawley, RH11 7XL  
Registered Number 05468199  
Any former name in 12 months prior to Administration N/A

**Administration Details:**

Malcolm Peter Fillmore and Ms Ranjit Bajon of BM Advisory, Arundel House, Amberley Court, Whitworth Road, Crawley RH11 7XL were appointed on 26 September 2012  
The appointment was made by the Company  
The Administrators act jointly and severally in all matters relating to the administration  
There have been no changes in the office holders since Administration

**Administrators' Remuneration**

At the creditors meeting held on 4 December 2012 to approve the Administrators' Proposals, it was agreed that the Administrators remuneration would be on a time cost basis. The current hourly rates of staff and partners involved in this case are as follows: Partners £295, Senior Professional Staff £110 - £240, Assistants and Support Staff £85 - £100. Time charged by partners and staff are in units of six minutes or less.

The creditors also approved Category 2 disbursements as being 25p per letter, 15p per photocopy and 45p per mile plus 5p for additional persons travelling in the same car. Company searches at the rate of £1 per search and Checks in relation to money laundering regulations, at the rate of £1 per enquiry. Reports to creditors published on the Atherton Bailey website £10 per report.

The Category 2 disbursements incurred (irrespective of whether payment has been made during the period) by the Administrators for the period of the Report are as follows:

Letters and photocopying £25.74  
Reports Published on Website £10

No Administrators' remuneration has been drawn in the period in accordance with the resolution passed by creditors. Details of the Category 2 disbursements drawn in the period are shown on the attached receipts and payments account. Creditors also approved pre-administration costs of £2,688.50 at the creditors meeting held on 4 December 2012.

A Creditor's Guide to Administrator's Fees, known as SIP 9 (*Statement of Insolvency Practice 9*), can be accessed through the website of the Insolvency Practitioners Association, [www.insolvency-practitioners.org.uk](http://www.insolvency-practitioners.org.uk). Alternatively please contact this office for a copy to be sent to you by post.

Creditors are advised that within 21 days of receipt of a progress report you may request the Administrators to provide further information about the remuneration and expenses (other than pre-administration costs) set out in the report. Any request must be in writing, and made either by a secured creditor, or by an unsecured creditor with the concurrence of at least 5% in value of all unsecured creditors (including himself) or the permission of the court. Explanation of the rights to challenge the administrators' remuneration and expenses are set out in SIP 9.

## TIME &amp; CHARGEOUT SUMMARIES

Aardvark Engineering Consultancy Ltd  
Administration

HOURS							
Classification Of work Function	Partner	Manager	Other Senior Professional	Assistants & Support Staff	Total Hours	Time Cost £	Average Hourly Rate £
Administration & Planning	8 02	0 00	0 15	42 35	50 52	8,898 22	176 15
Investigations	0 00	0 00	0 00	1 53	1 53	237 66	155 00
Realisation of Assets	2 18	0 00	0 00	10 33	12 52	2,245 79	179 42
Creditors	2 08	0 00	0 00	2 07	4 15	934 99	225 28
Litigation	0 25	0 00	0 00	0 00	0 25	73 75	295 00
Rec & Pay	0 00	0 00	0 00	2 57	2 57	260 25	101 41
Trading	0 00	0 00	0 00	0 00	0 00	0 00	0 00
Total Fees Claimed £	3,697 36	0 00	36 00	8,917 30		12,650 66	
Total Hours	12 53	0 00	0 15	58 85	71 53		
Average Rate	295 00	0 00	240 00	151 53			

Aardark Engineering Consultancy Limited - In Administration

Joint Administrators' Time Costs

For the Period  
6 August 2013 to 25 September 2013

Classification of Work	Work Analysis	Hours by Staff Grade			Grand Total	Total Cost £	Average Hourly Rate £
		Case Administrator	Administrator	Consultant			
Administration and Planning	Admin & Planning	0.30	0.00	0.00	0.30	46.50	155.00
	Case Accounting	0.00	0.15	0.00	0.15	13.50	90.00
	Partner Review	0.00	0.00	0.10	0.10	29.50	295.00
Asset Realisation	Asset Realisation	0.00	0.00	0.30	0.30	88.50	295.00
	Debt Collection	0.10	0.00	0.00	0.10	15.50	155.00
Grand Total		0.40	0.15	0.40	0.95	193.50	203.68

Andvark Engineering Consultancy Limited - In Administration  
 Joint Administrators' Time Costs  
 For the Period  
 6 August 2013 to 20 October 2013

Classification of Work	Hours by Staff Grade				Grand Total	Total Cost £	Average Hly Rate £
	Work Analysis	Case Administrator	Administrator	Consultant			
Administration and Planning	Admin & Planning	0.62	0.00	0.00	0.62	96.10	155.00
	Case Accounting	0.00	0.45	0.00	0.45	40.50	90.00
	Partner Review	0.00	0.00	0.20	0.20	59.00	295.00
Asset Realisation	Asset Realisation	1.25	0.00	0.30	1.55	282.25	182.10
	Debt Collection	0.10	0.00	0.00	0.10	15.50	155.00
Grand Total		1.97	0.45	0.50	2.92	493.35	168.96

Appendix 2b



**Aardvark Engineering Consultancy Limited**  
**[In Administration]**

Administrators' Receipts and Payments Account		For the period 26 September 2012 to 24 October 2013	
	£	£	
As per director's Statement of Affairs			
<b>RECEIPTS</b>			
Sale of Assets	3,694 00		
Trade Debtors	0 00		
VAT Output Tax	0 00		
	<u>9 00</u>		
<b>PAYMENTS</b>			
None			
VAT Input Tax	0 00		
	<u>0 00</u>		
<b>Secured Creditor</b>			
			Nil
<b>DISTRIBUTIONS</b>			
None			Nil
<b>Balance in Insolvent estate account as at 24 October 2013</b> (Interest bearing account)			<u><u>£9 00</u></u>

For the Period from 26 March 2013 to 25 September 2013			
	£	£	
<b>Balance as at 26 March 2013</b>			0 00
<b>RECEIPTS</b>			
Trade Debtors			9 00
		<u>9 00</u>	
<b>PAYMENTS</b>			
None			
		<u>£0 00</u>	
<b>Secured Creditor</b>			Nil
<b>DISTRIBUTIONS</b>			
None			Nil
<b>Balance as at 25 September 2013</b>			<u><u>£9 00</u></u>