

**Liquidator's Progress
Report****S.192****Pursuant to Sections 92A and 104A and 192
of the Insolvency Act 1986**

To the Registrar of Companies

Company Number

05764687

Name of Company

Wey Bridging Limited

I / We
Timothy John Edward Dolder
11th Floor
66 Chiltern Street
London
W1U 4JT

Colin David Wilson
11th Floor
66 Chiltern Street
London
W1U 4JT

the liquidator(s) of the company attach a copy of my/our Progress Report
under section 192 of the Insolvency Act 1986

The Progress Report covers the period from 02/11/2011 to 01/11/2012

Signed

Date

RSM Tenon Restructuring
11th Floor
66 Chiltern Street
London
W1U 4JT

Ref 5015785/TJED/CDW/SE/ACK



Wey Bridging Limited
(In Liquidation)
Joint Liquidators' Abstract of Receipts & Payments

Statement of Affairs		From 02/11/2011 To 01/11/2012	From 04/11/2011 To 01/11/2012
	HIRE PURCHASE		
Uncertain	Motor Vehicle - Bentley	NIL	NIL
Uncertain	V W Finance	NIL	NIL
Uncertain	Motor Vehicle - Mini Cooper	NIL	NIL
Uncertain	Finance Company (3)	NIL	NIL
		NIL	NIL
	ASSET REALISATIONS		
NIL	Fixtures & Fittings	NIL	NIL
NIL	Furniture & Equipment	NIL	NIL
Uncertain	Loan Book	NIL	NIL
Uncertain	Shares & Investments - Client Credit Lt	NIL	NIL
	Tax Refund	NIL	NIL
	Insurance Refund	NIL	NIL
	Administration Surplus	239 70	239 70
	Voluntary contribution	8,400 00	8,400 00
	Cash In Hand	NIL	NIL
		8,639 70	8,639 70
	COST OF REALISATIONS		
	Specific Bond	234 00	234 00
	Agents/Valuers Fees	7,000 00	7,000 00
	Tax Deducted at Source	5 00	5 00
		(7,239 00)	(7,239 00)
	PREFERENTIAL CREDITORS		
Uncertain	DE Arrears & Holiday Pay	NIL	NIL
Uncertain	Employee Arrears/Hol Pay	NIL	NIL
		NIL	NIL
	UNSECURED CREDITORS		
Uncertain	Employees	NIL	NIL
Uncertain	Redundancy Payments Office	NIL	NIL
Uncertain	H M Revenue & Customs - VAT	NIL	NIL
		NIL	NIL
		1,400 70	1,400 70
	REPRESENTED BY		
	Vat Receivable		1,400 00
	Interest Bearing Current Account		0 70
			1,400 70

Timothy John Edward Dolder
Joint Liquidator

Wey Bridging Limited – In Liquidation (“the Company”)
Joint Liquidators’ First Progress Report
for the year from appointment on 2 November 2011 to 1 November 2012

Issued on: 17 December 2012

Timothy John Edward Dolder and Colin David Wilson were appointed Joint Administrators’ of the Company on 25 November 2010. The Joint Administrators were subsequently appointed as Joint Liquidators on 4 November 2011 pursuant to Paragraph 83 of Schedule B1 of the Insolvency Act 1986.

This is the Joint Liquidators’ first progress report to the creditors and members of the Company, showing how the Liquidation has been conducted. The report covers the period from 2 November 2011 to 1 November 2012.

1. Statutory Information

Statutory information relating to the Company is attached at **Appendix 1**.

2. Joint Liquidators’ Receipts and Payments Account

A summary of the Joint Liquidators’ receipts and payments account relating to the relevant period, from commencement of the Liquidation to 1 November 2012 is attached at **Appendix 2**.

3. Background from Administration

The Company was incorporated to provide short-term bridging finance of sums ranging from £25,000 to £500,000. The loans were reported to be for the purchase or refurbishment of residential properties. Additionally the Company purported to provide loans to solicitors in respect of legal fees. All loans were, in theory, to be secured against a borrower’s property, other assets, or by solicitor’s undertaking.

Following appointment in November 2010 the Joint Administrators’ staff attended the Company’s premises in Knightsbridge to secure the Company’s records, and specifically records relating to the loan book. However, a director had previously removed the records located at site and passed them to a firm of solicitors, Rosenblatts. The records were subsequently delivered to the Joint Administrators’ but they did not contain the information expected to facilitate collection of sums lent by the Company. Therefore, it proved necessary to start a process of reconstructing the loan book, predominately from the Company’s bank statements.

Significant progress has been made in the reconstruction and demands have been made against certain borrowers for repayment of their loans.

4. Actions taken by the Joint Liquidators since Appointment

The reconstruction of the loan book has not been a straight-forward exercise given difficulties in interpreting information shown on bank statements i.e. solicitor names being listed in place of the borrower

In order to confirm the identity of a borrower and the sum of their liability, it has been necessary in some instances to obtain records from the solicitors named on the bank statements (or the Solicitors' Regulation Authority should the solicitor have ceased trading) to allocate transactions, both advances and repayments, against the respective loan accounts

Searches of the Land Registry's database have also provided information to confirm the existence of both lending and security in favour of the Company

As a direct result of the reconstruction exercise, the Joint Liquidators have agreed settlement of certain un-discharged loans. In respect of these, borrowers are in the process of raising finance or selling property

Additionally, solicitors, Geoffrey Leaver Solicitors LLP ("Geoffrey Leaver"), have been instructed to commence recovery action in respect of two further loans. I am unable to report further given the position of legal proceedings

The loan book reconstruction remains on-going, having proven to be both labour intensive and time consuming

Finally, the Company's bank accounts illustrate considerable sums being transferred to third parties and associates of the Company. The Joint Liquidators are currently considering recovery action in respect of these payments

I expect to provide further information on the collection process with my next report given the commercially sensitive nature of the collection process

Investigations

Liquidators have a duty to submit a confidential report or return to the government's Disqualification Unit on the conduct of those persons who acted as directors of the Company in the three year period before the Liquidation. These have been completed

5. Future Actions of the Joint Liquidators

The Joint Liquidators will continue to reconstruct the loan book to realise assets and will pursue repayment of other assets deemed due to the Company for the benefit of creditors. Legal action will be instigated as necessary to recover funds deemed repayable to the Company

The Company has been joined as a party to legal proceedings brought by two creditors in the High Court of Justice. The Joint Liquidators have instructed Geoffrey Leaver and in turn Counsel to represent them. The Joint Liquidators have reserved their position and due to the sensitive nature of the matters are not able to comment further

6. Liabilities and Dividends

National Westminster Bank Plc ("NatWest")

The Company granted a debenture in favour of NatWest on 31 December 2007 which was registered on 5 January 2008. This comprises fixed and floating charges over the undertaking and all property and assets both present and future, including goodwill, uncalled share capital, buildings, fixtures and fixed plant & machinery. NatWest's liability is considered to be circa £2,600,000.

Preferential Creditors

The only known preferential creditors are former employees of the Company for unpaid arrears of pay and holiday pay. Their claims are subject to a maximum limited set by the insolvency legislation.

None of the Company's former employees have submitted claims in the Administration.

Prescribed Part

There are provisions of the insolvency legislation that require a liquidator to set aside a percentage of a company's assets for the benefit of the unsecured creditors in cases where the company gave a 'qualifying floating charge' over its assets to a lender on or after 15 September 2003. This is known as the 'prescribed part of the net property'. A company's net property is that left after paying the preferential creditors, but before paying the lender who holds a floating charge. A liquidator has to set aside

- 50% of the first £10,000 of the net property, and
- 20% of the remaining net property up to a maximum of £600,000

As the Company granted a fixed and floating charge to NatWest, as detailed above, the prescribed part provisions will apply. Given the uncertainty surrounding the realisable value of the Company's loan book I am unable to provide an estimate of the prescribed part of the net property available for unsecured creditors.

Unsecured Creditors

Trade and Expense Creditors

Claims submitted amount to £685,792.02. Dependent upon final realisations, a return to unsecured creditors is anticipated.

I expect former employees of the Company to have unsecured claims for unpaid notice pay and redundancy pay. Their claims are subject to a maximum set by the insolvency legislation and mitigation. None of the employees have submitted a claim to date.

Directors/Shareholders' Loans

Directors, shareholders and associates have submitted unsecured claims totalling £2,905,932 against the Company.

Maven Capital Partners UK LLP ("Maven")

Maven loaned the Company £2,000,000 and £1,000,000 in January 2010 and October 2010 respectively

The Company granted a debenture to Maven on 25 January 2010 which comprised of fixed and floating charges over the Company's assets

We are informed that Maven has rescinded its loan agreements and that it maintains its rights as an unsecured creditor for the sums advanced. Maven has neither submitted a claim nor provided confirmation of its position to the Joint Liquidators

7. Former Joint Administrators' Remuneration, Disbursements and Expenses

In the Joint Administrators' final report to creditors dated 30 November 2011 it was reported that the final time costs were £168,121.50 and disbursements amounted to £795.77. In accordance with Statement of Insolvency Practice 9, a full breakdown was included in that report. To date no fees or disbursements have been drawn from the Administration or Liquidation.

The Joint Administrators' remuneration and disbursements will be subject to application and approval of the court.

8. Joint Liquidators' Remuneration, Disbursements and Expenses

Basis of Remuneration and Disbursements

Remuneration Charged and Drawn in the Period

The Joint Liquidators' time costs were incurred (exc VAT) as follows

	Incurred	Paid
For this period from 4 November 2011 to 3 November 2012	£80,252.50	Nil

In accordance with Statement of Insolvency Practice 9, attached at **Appendix 3** is a breakdown of these time costs

Disbursements Incurred and Drawn

The Joint Liquidators' disbursements incurred and reimbursed are summarised below. Details are in the attached **Appendix 3**

	Incurred	Paid
Category 1 disbursements for this period from 4 November 2011 to 3 November 2012	£963.15	£Nil
Category 2 disbursements for this period from 4 November 2011 to 3 November 2012	£235.45	£Nil
Total	£1,198.60	£Nil

Expenses (Professional Advisors) Charged and Drawn In the Period

The following professional advisors have been instructed in this matter

<i>Professional Advisor</i>	<i>Nature of Work</i>	<i>Fee Arrangement</i>
Addleshaws Goddard LLP	Legal - Solicitors	Time Costs
Geoffrey Leaver Solicitors LLP	Legal - Solicitors	Time Costs and Conditional Fee Agreement ("CFA")
Jamie Riley	Legal - Barrister	Time Costs and CFA

The choice of professionals and the Joint Liquidators' fee arrangement with them was based on perception of their experience and ability to perform this type of work, together with the complexity and nature of the assignment

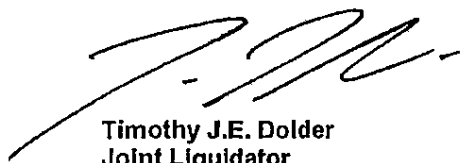
Details of the costs incurred and paid by the Liquidators in relation to liquidation expenses for the period are also attached at *Appendix 3*

Creditors' Guide to Fees and Statement of Creditors' Rights

Creditors have a right to request further information from the Joint Liquidators and additionally have a right to challenge the Joint Liquidators' remuneration and expenses time limits apply Details can be found in the document 'Remuneration Guidelines Liquidation (post 6 April 2010)' which you can access and download at <http://www.rsmtenon.com/creditorguides> Alternatively a copy is available free of charge upon request from the address above.

9. Conclusion of the Liquidation

The Joint Liquidators will continue to realise assets for the benefit of the Liquidation



Timothy J.E. Dolder
Joint Liquidator

Licensed in the United Kingdom to act as an Insolvency practitioner by the Insolvency Practitioners Association

Statutory Information

Appendix I

Company Information

Company Name	Wey Bridging Limited
Previous Name	None
Company Number	05764687
Date of Incorporation	31 March 2006
Trading Address	No 1, 11 Queen's Gate Terrace, Knightsbridge, London, SW7 5PR
Current Registered Office	11th Floor, 66 Chiltern Street, London, W1U 4JL
Former Registered Office	No 1, 11 Queen's Gate Terrace, Knightsbridge, London, SW7 5PR
Principal Trading Activity	The provision of bridging finance and short term loans

Appointment details

Joint Liquidators' name and address	Timothy John Edward Dolder and Colin David Wilson both of RSM Tenon Recovery 11th Floor, 66 Chiltern Street, London, W1U 4JT
Commencement of previous Administration	25 November 2010
Date of appointment	4 November 2011
Appointment made by	Exit from Administration pursuant to paragraph 83 of schedule B1 of the Insolvency Act 1986

The Joint Liquidators act jointly and severally

Wey Bridging Limited
(In Liquidation)
Joint Liquidators' Abstract of Receipts & Payments

**Statement
of Affairs**

**From 02/11/2011
To 01/11/2012**

HIRE PURCHASE

Motor Vehicle - Bentley	NIL
V W Finance	NIL
Motor Vehicle - Mini Cooper	NIL
Finance Company (3)	NIL
	<u>NIL</u>
	NIL

ASSET REALISATIONS

Fixtures & Fittings	NIL
Furniture & Equipment	NIL
Loan Book	NIL
Shares & Investments - Client Credit Lt	NIL
Tax Refund	NIL
Insurance Refund	NIL
Administration Surplus	239 70
Sherrards Solicitors (cost contribution)	8,400 00
Cash In Hand	NIL
	<u>8,639 70</u>

COST OF REALISATIONS

Specific Bond	234 00
Forensic (Sherrards Solicitor Payment)	7,000 00
Tax Deducted at Source	5 00
	<u>(7,239 00)</u>

PREFERENTIAL CREDITORS

DE Arrears & Holiday Pay	NIL
Employee Arrears/Hol Pay	NIL
	<u>NIL</u>

UNSECURED CREDITORS

Employees	NIL
Redundancy Payments Office	NIL
H M Revenue & Customs - VAT	NIL
	<u>NIL</u>

1,400 70

Notes

- 1** The balance of funds shown is held on an interest bearing account at Clydesdale Bank Plc
- 2** This statement is shown exclusive of VAT
- 3** This summary should be read in conjunction with the Joint Liquidators' report dated 17 December 2012
- 4** There is no requirement for a further statement of affairs to be submitted within the Liquidation

SIP9 Detailed

5015785 Wey Bridging Limited

Post Appointment

04/11/2011 to 03/11/2012

RSM Tenon

Administration and Planning									
General Administration	0.00	1.25	2.60	1.00	4.85				249.28
Strategy / Review	0.00	2.20	96.70	0.00	98.90				240.09
Meetings - Admin & Planning	0.00	0.00	2.70	0.00	2.70				240.00
Billing	0.00	0.20	0.00	0.00	0.20				295.00
Pension Scheme (General)	0.00	0.00	0.20	0.00	0.20				240.00
Cashiering (Administration)	0.00	0.30	0.00	2.20	2.50				231.00
Statutory Documentation	0.00	0.00	0.00	0.50	0.50				195.00
	0.00	3.95	102.20	3.70	109.85	26,383.50			240.18
Creditors									
Other Creditor Related Activities	0.00	0.00	11.60	0.00	11.60				238.28
Creditor Correspondence/ Queries	0.00	0.00	1.00	0.00	1.00				240.00
Secured Creditors	0.00	4.50	3.00	0.00	7.50				273.00
	0.00	4.50	15.60	0.00	20.10	5,051.50			251.32
Investigations									
Investigations	12.00	0.00	82.00	0.00	94.00				271.91
CDDA Report / Return	0.00	0.00	1.00	0.00	1.00				240.00
Meetings - Investigations	0.00	0.00	11.00	0.00	11.00				240.00
	12.00	0.00	94.00	0.00	105.00	28,440.00			268.30
Realisation of Assets									
Asset General (Uncharged)	0.00	0.00	52.60	0.00	52.60				240.00

Printed Date 12/12/2012 12:27 18

Report date

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SIP Subcategory	Partner and Director	Manager	Other Senior Professional	Assistant and Support Staff	Total Hours	Charge	Page
Litigation - asset recovery/wrongful trading	0.00	0.00	0.50	0.00	0.50	240.00	
FL Asset General	1.50	21.00	2.90	0.00	25.40	300.53	
	1.50	21.00	56.00	0.00	78.50	20,377.50	
Hours	13.50	29.45	267.80	3.70	314.45		
Charge	5,682.50	8,754.00	64,079.50	736.50		80,252.50	

Wey Bridging Limited
Information relating to the Joint Liquidators' Fees and Expenses

1. Explanation of Liquidators' charging and disbursement recovery policies

1.1. Time recording

Work undertaken on cases is recorded in 6 minute units in an electronic time recording system. Time properly incurred on cases is charged at the hourly rate of the grade of staff undertaking the work that applies at the time the work is done. The current hourly charge-out rates are

Director and Associate Director	£380 to £495
Senior Manager, Manager, Assistant Manager	£240 to £350
Other senior staff	£120 to £240
Assistants & Support Staff	£100 to £240

As of 1 September 2012 Directors are designated Partner and Associate Directors are now Directors

1.2. Disbursement recovery

Disbursements are categorised as either Category 1 or Category 2

Category 1 disbursements will generally comprise external supplies of incidental services specifically identifiable to the case. Where these have initially been paid by RSM Tenon Restructuring and then recharged to the case, approval from creditors is not required. The amount recharged is the exact amount incurred.

Examples of Category 1 disbursements include postage, case advertising, specific bond insurance, company search fees, case management software system, invoiced travel and properly reimbursed expenses incurred by personnel in connection with the case, (including business mileage up to HMRC approved rate for cases commenced before 1 November 2011). Also included will be services specific to the case where these cannot practically be provided internally such as printing, room hire and document storage.

Category 2 disbursements include elements of shared or allocated costs incurred by RSM Tenon Restructuring and recharged to the estate, they are not attributed to the estate by a third party invoice and/or they may include a profit element. These disbursements are recoverable in full, subject to the basis of the disbursement charge being approved by creditors in advance. Examples of Category 2 disbursements are photocopying, all business mileage (for cases commencing on or after 1 November 2011), internal room hire and internal storage.

The current levels of Category 2 disbursements recovered by RSM Tenon Restructuring are as follows

	£
Room Hire	60.00
Envelope	4.2p
Paper (photocopies per sheet)	7p
Internal Storage	32p
Business mileage @ 45p per mile	

The costs recharged are based upon the actual cost of the materials used or the costs which would have been incurred if that service had been sourced externally

2. Description of work carried out in the current period

Section 3 of this appendix outlines the time costs to date in relation to activities undertaken during this period. These can be summarised as follows:

2.1. Administration and planning

The following activities have been undertaken:

- > Statutory duties associated with the appointment,
- > Notification of the appointment to creditors
- > Setting up case files,
- > Reviewing available information to determine appropriate strategy,
- > Setting up and maintaining bank accounts, and
- > Progress reviews of the case

Staff of different levels were involved in the above activities depending upon the experience required.

2.2. Investigations

The time spent includes:

- > Corresponding with the former directors and management,
- > Review of questionnaires and comments provided by interested parties,
- > Review of company documentation, and
- > Completion of statutory returns to the Insolvency Service

2.3. Realisation of assets

Please refer to the main body of the report.

2.4. Creditors and distributions

The time spent includes the following matters:

- > Recording and maintaining the list of creditors,
- > Dealing with employee related matters,
- > Recording creditor claims,
- > Reporting to creditors,
- > Dealing with creditor queries, and
- > Reviewing and evaluating creditor claims

3. Time and charge out summary

Please see attached schedule This provided a detailed accounting of time incurred to date, pursuant to the requirements of Statement of Insolvency Practice 9

4. Disbursements

Disbursements incurred and reimbursed from appointment to are detailed below

Disbursements	Incurred £	Paid £
Category 1		
Agent Fee	30 00	0 00
Land Registry fees	649 00	0 00
Case Management Software System	7 35	0 00
Company House Searches	68 00	0 00
Parking	121 47	0 00
Storage	82 00	0 00
Subsistence	5 15	0 00
Total	963.15	0 00
Category 2		
Travel	235 45	0 00
Total	235.45	0.00

The above costs exclude VAT

5. Professional advisors and expenses

The Joint Liquidators have incurred liquidation expenses in connection with the instruction of the following parties, covering the current period,

Name & Activity	Incurred £	This period	Paid £
Addleshaws Goddard LLP	Nil		Nil
Geoffrey Leaver Solicitors LLP	92,667 00		Nil
Jamie Riley (Barrister)	27,000 00		Nil
Total	119,667.00		Nil

The above costs exclude VAT