The Insolvency Act 1986

Notice of move from administration to dissolution

	Name of Company GOS Systems Lin			Company number 08107924					
(a) Insert name(s) and	In the High Court, Ch	hancery Division, London	[full name of court]	Court case number 7519 of 2014					
address(es) of administrator(s)	We (a)W	We (a) William Antony Batty and Stephen John Evans of Antony Batty and Company LLP,							
(b) Insert name and address of registered office of company	Third Floor, 3F	Third Floor, 3Field Court, Gray's Inn, London WC1R 5EF							
(c) Insert date of	having been ap	having been appointed administrators of (b) GOS Systems Limited of Third Floor, 3Field Court,							
appointment (d) Insert name of applicant / appointor	Gray's Inn, Lo	Gray's Inn, London WC1R 5EF							
	on (c)3	on (c)3! October 2014by (d) _the directors of the company							
	1986 apply We attach a co Signed Joint A	opy of the final progress report dministrator 2 09 15		edule B1 to the Insolvency Act					
Contact Deta	ails:								
You do not have to give any conthe box opposite but if you do, it we House to contact you if there is a The contact information that you	vill help Companies query on the form		Tel						
to searchers of the public record		DX Number	DX Excha	inge					
4	n y	ou have completed and signed this for	m please send it to the R	egistrar of Companies at					
	на	nies House, Crown Way, Cardiff, C	F14 3UZ I	OX 33050 Cardiff					



GOS SYSTEMS LIMITED - IN ADMINISTRATION JOINT ADMINISTRATORS' FINAL PROGRESS REPORT

ANTONY BATTY & COMPANY LLP 3 FIELD COURT GRAY'S INN LONDON WC1R 5EF

This report is prepared in accordance to the provisions of the Insolvency Act 1986, which require the Joint Administrators to provide creditors with details of their proposals to achieve the objective of the Administration. The report has been prepared for the purpose of advising creditors. The report is private and confidential and may not be relied upon, referred to, copied or quoted from, in whole or in part, by creditors for any purpose other than advising them, or by any other person for any purpose whatsoever.

WA Batty and SJ Evans were appointed as Joint Administrators of GOS Systems Limited on 31 October 2014

The affairs business and property of the Company are being managed by the Joint Administrators, who act as the Company's agent and contract without personal liability

WA Batty & SJ Evans are licensed as Insolvency Practitioners in the UK by The Institute of Chartered Accountants in England & Wales under S 390 (2) of the Insolvency Act 1986

Abbreviations used in this report

- GOS Systems Limited- ("GOS" or "the Company")
- William Antony Battyand Stephen John Evans- ("the Joint Administrators")
- HM Revenue & Customs ("HMRC")
- TGL Services (UK) Limited ("TGL" or "the Purchaser")
- Edward Symmons LLP ("ES")
- Jeffrey Green Russell Limited ("JGR")

CONTENTS

- 1 Introduction
- 2 Actions taken by the Joint Administrators following appointment
- 3 Expected outcome for creditors
- 4 Joint Administrators' receipts & payments
- 5 Joint Administrators' remuneration & expenses
- 6 Further information for creditors
- 7 Conclusion of the Administration

APPENDICES

- I Statutory information
- II Details of the Joint Administrators' appointment
- III Joint Administrators' proposals
- IV Joint Administrators' receipts and payments account
- V Summary of Joint Administrators' time costs
- VI Summary of Joint Administrators' expenses
- VII Charge out rates & disbursements policy

1. INTRODUCTION

11 Purpose of Report

This report is prepared pursuant to the provisions of the Insolvency Act 1986, which require the Joint Administrators to provide creditors with a final report on the Administration

This report covers the period from 1 May to 2 September 2015

The following information is included in this report

- The objective of this Administration
- The actions taken by the Joint Administrators to achieve the objective of the Administration
- Details of any distributions made to creditors
- Details of the Joint Administrators' receipts and payments including details of assets realised and any costs paid
- Details of assets not yet realised
- Information regarding fees and expenses
- Other information for creditors

1.2 Approval of Proposals

The Joint Administrators' proposals were approved at a meeting of creditors held on 2 December 2014 and are detailed in Appendix III

1.3 Progress of the Administration

As advised in the Joint Administrators' proposals, the business name and intellectual property rights of the Company were sold as part of a pre-packaged sale to TGL Services (UK) Limited ("TGL") on 5 November 2014, together with its investment in several group companies

In December 2014, the Joint Administrators sold the Company's shares in a further group company Spectronic Systems A/S

The Company's remaining assets have now been realised or dealt with appropriately, as detailed below and the investigation has been completed

Furthermore the necessary tax clearance has been received from HMRC. Accordingly I am now in a position to conclude the Administration

2. ACTIONS TAKEN BY THE JOINT ADMINISTRATORS SINCE THE LAST REPORT

During the period of this report, the Joint Administrators have dealt with various VAT matters, obtained tax clearance from HMRC and prepared the final report for creditors together with other statutory tasks of the Administration

3 EXPECTED OUTCOME FOR CREDITORS

There are a number of different classes of creditors in insolvency matters. These include

Secured Creditors are creditors who hold fixed and or floating charge debenture security, secured creditors are paid in priority to other creditors, subject to preferential creditors and unsecured creditors under the prescribed part

Preferential creditors comprise employees' claims for holiday pay and some arrears of wages Preferential creditors are paid in priority to the prescribed part, floating chargeholders and unsecured creditors Unsecured creditors rank behind secured and preferential creditors. Unsecured creditors receive the surplus from net realisations after secured and preferential creditors and any payment which is made under the prescribed part.

3.1 Secured Creditors

The Joint Administrators are not aware of any secured creditors in this matter

3 2 Preferential creditors

The Joint Administrators are not aware of any employees of GOS and therefore there are no known preferential creditors in this matter

3 3 Prescribed Part

There are provisions of the insolvency legislation that require an Administrator to set aside a percentage of a Company's assets for the benefit of the unsecured creditors in cases where the Company gave a "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 and the costs of the Administration, but before paying the lender who holds a floating charge. An Administrator 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 there is no floating charge in this matter, the prescribed part provisions will not apply

3 4 Unsecured Creditors

I have received unsecured claims totalling £399,319 from twelve creditors, which compares to the Statement of Affairs estimate of £757,376 from twenty-seven creditors

The claims received from unsecured creditors include an unsecured claim from HM Revenue & Customs for £11,758 in respect of VAT. As part of a VAT Group with subsidiary companies TG Support Limited – in Administration and Aappro Limited – in Administration, GOS is jointly and severally liable for any amounts due for VAT.

There are insufficient funds to make a distribution to creditors as all funds realised have been already been used to defray the expenses of the Administration

4 JOINT ADMINISTRATORS' RECEIPTS AND PAYMENTS

- 4.1 A summary of the Joint Administrators' receipts and payments relating to the Company for the period from 1 May to 2 September 2015 is enclosed at Appendix IV Please note that receipts and payments in the account are shown net of VAT
- 4.2 For the period of this report the Joint Administrators have not made any payments not detailed elsewhere in this report
- 4.3 The Joint Administrators have previously made the following significant payments
 - 1 Edward Symmons LLP ("ES") has been paid a total fee of £4,500 plus VAT in respect of the valuation and sale of the business, assets, intellectual property and investments of the Company and its subsidiaries. Their fee was based on their time costs. The total fee has been apportioned in proportion to the proceeds of sale and the sum charged to GOS amounts to £720 plus VAT.
 - 2 Jeffrey Green Russell Limited ("JGR") has been paid a total fee of £7,000 plus VAT in respect of advice regarding the sale of the businesses and assets and drafting of the sale agreement Their fee was based on their time costs. The total fee has been apportioned in proportion to the proceeds of sale and the sum charged to GOS amounts to £1,120 plus VAT.

- 3 Marsh Limited was paid £148 in respect of specific bonding cover, which is required for each insolvency appointment. Marsh Limited provides specialist insolvency insurance and bonding service. The premium is based on their standard charges.
- The choice of professionals was based on the Joint Administrators' perception of their experience and ability to perform this type of work, the complexity and nature of the assignment and the basis of the agreed fee arrangement with them. The fees charged have been reviewed and the Joint Administrators are satisfied that they are reasonable in the circumstances of this case.
- 4.5 Details of the significant receipts are shown in the Asset section of this report

5. JOINT ADMINISTRATORS' REMUNERATION & EXPENSES

5.1 Approval of Basis of Remuneration & Expenses

As a result of the approval of the proposals at the initial creditors' meeting, the Joint Administrators' fees have been approved on a time cost basis, by reference to time properly given by them and their staff in attending to matters arising in the Administration, together with category 2 expenses

Category 1 expenses are payable without approval from creditors

5.2 Joint Administrators' Time Costs

For the period from 1 May to 2 September 2015, time costs amount to £3,092, representing 13 hours work, at an average charge out rate of £245. The total time costs for the Administration amount to £21,866, representing 89 hours work, at an average charge out rate of £245.

The Joint Administrators have invoiced £7,034 and drawn £7,034 plus VAT in respect of their remuneration, of which £Nil has been drawn during the period of this report. I have written off the balance

Appendix V contains further information about time spent on the Administration and has been categorised into the following headings

- Administration and Planning includes case planning, administrative set-up, appointment notification, statutory reporting, compliance, cashiering, accounting and administrative functions
- Realisation of Assets includes identifying, securing, insuring assets, retention of title issues, debt collection, property, business and asset sales
- Investigations includes reporting on the conduct of directors, investigating antecedent transactions and any other investigations that may be deemed appropriate
- Trading includes planning, strategy, trading accounting, managing operations on site, corresponding with suppliers and customers, and on-going employee matters
- Creditors includes creditor set up, communication and meetings, reviewing and agreeing
 preferential and unsecured claims, corresponding with secured creditors, reviewing and
 obtaining advice in relation to security granted by the Company and preparing reports to
 creditors

For the period of this report the time spent on this matter has predominantly been spent on dealing with VAT matters, obtaining tax clearance for HMRC, preparing the final report for creditors and other statutory tasks of the Administration

6 hours have been spent on the matters relating to creditors, including preparing the final report for creditors

7 hours have been spent on statutory reporting and administration and planning, including preparing VAT returns and obtaining tax clearance for HMRC

Due to the complexities raised by the finalisation of the pre-packaged sale, work such as liaising with valuers and solicitors and case management on this assignment has predominantly been carried out by a partner with the suitable level of experience and authority necessary to progress the Administration. Less complex areas of work such as preparing the necessary reports to the creditors and administrative functions have been carried out by junior grades of staff.

The Joint Administrators advise that a Guide to Administrators' fees may be found at http://www.antonybatty.com/resource. The Joint Administrators would also be pleased to send you a copy by e-mail or post on request. Details of current charge out rates are given at Appendix VII

5 3 Joint Administrators' Expenses

The Joint Administrators have incurred category 1 disbursements of £75 plus VAT and category 2 expenses of £220 plus VAT, in accordance with the attached disbursements policy of which £Nil and £Nil respectively has been incurred during the period of this report

The Joint Administrators have drawn these disbursements in full, of which £Nil has been drawn during the period of this report

A summary of the Joint Administrators' expenses for the period of this report is given at Appendix VI Details of the disbursements policy are given at Appendix VII

5.4 Creditor's Request for Further Information about Remuneration & Expenses

Under insolvency legislation, creditors have the right to request in writing further information regarding the remuneration or expenses set out in this report. The request can be made by either

- a) a secured creditor, or
- b) an unsecured creditor with concurrence of at least 5% in value of unsecured creditors (including that creditor) or the permission of the Court

The request must be made in writing within 21 days of receipt of this report

5.5 Creditor's Claim that Remuneration and/or Expenses are Excessive

Under insolvency legislation, creditors have the right to challenge the Joint Administrators' remuneration and expenses by making an application to court. The application can be made by either

- a) A secured creditor, or
- b) An unsecured creditor with concurrence of at least 10% in value of unsecured creditors (including that creditor) or the permission of the Court

The application may be made on the grounds that the Joint Administrators' remuneration is, in all the circumstances, excessive, the basis of fixing the remuneration is inappropriate, or the Joint Administrators' expenses are, in all the circumstances, excessive

Any such application must be made within 8 weeks of receipt of this report

If the court considers the application well founded, it may order that the remuneration be reduced, the basis be changed, or the expenses be disallowed or repaid. Unless the court orders otherwise, the costs of the application must be paid by the applicant and not out of the assets.

5.6 Pre-administration Costs

The Joint Administrators have not taken any pre-appointment fees or expenses

Information relating to the pre-appointment costs of ES and JGR are noted at section 4 4 above

6. FURTHER INFORMATION FOR CREDITORS

6.1 Investigations

The Joint Administrators are required to submit a report to the Department for Business, Innovation, and Skills concerning the conduct of those who have acted as directors of the Company at any time in the three years preceding the Administration. Whilst the content of this report is confidential, the Joint Administrators confirm that this report has been submitted. This is a standard part of the Joint Administrators' duties and does not imply any criticism of the directors.

The Joint Administrators are also required to investigate the affairs of the Company in general in order to consider whether any civil proceedings should be taken on its behalf. To date, following a review of the books & records of the Company, bank statements and information provided by creditors, the Joint Administrators are not aware of any such matters.

6 2 EC Regulation on Insolvency Proceedings

The Joint Administrators consider that the EC Regulation on Insolvency Proceedings apply to the Administration of the Company They also consider that they are "main" proceedings since the Company's registered office and trading address are in the United Kingdom

7. CONCLUSION OF THE ADMINISTRATION

7.1 Objectives of the Administration

The purpose of an Administration is to achieve one of the three objectives set out in the insolvency legislation, which are to -

- (a) rescue the company as a going concern, or
- (b) 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), or
- (c) realise property in order to make a distribution to one or more secured or preferential creditors

The Joint Administrators sought to achieve objectives (b) and (c) and consider that the objective has been achieved through the pre-packaged sale of group businesses and assets as going concerns

The purpose of administration has been achieved, whilst the expenses of the Administration have exceeded the realisations, the Joint Administrators have nevertheless achieved a better result for the company's creditors as a whole than would have been likely if the Company were wound up Accordingly the Company will now be moving to dissolution

7.2 Final Actions of the Joint Administrators

As there are no assets available for a distribution to be made to unsecured creditors, the Administration of the Company will end with the Company moving to dissolution. To achieve this, the Joint Administrators have filed a formal notice with the Registrar of Companies. The Company will be deemed dissolved three months after the registration of that notice.

Should you require any further information please contact Sarah Wege

W A Batty
Joint Administrator
Dated 2 September 2015

APPENDIX I

GOS SYSTEMS LIMITED - IN ADMINISTRATION

STATUTORY INFORMATION

Company Number

08107924

Date of Incorporation

18 June 2012

Trading Name

N/A

Previous Registered Names

Golden Orb Systems Limited

Registered Office

3 Field Court, Gray's Inn London, WC1R 5EF

Formerly

Unit 202 Linton House, 164-180 Union Street, Southwark, London,

SE1 0LH

Former Trading Address

Unit 202 Linton House, 164-180 Union Street, Southwark, London,

SE1 0LH

Principle business activity

Intelligence and secure communications

Directors

<u>Name</u>

Appointed

Resigned

1 Stephen Ronald Berry

18/06/2012

N/A

2 Peter Robert McKee

20/11/2012

N/A

3 Donald Charles McQueen

20/11/2012

N/A

Company Secretary

<u>Name</u>

Appointed

Resigned

Stephen Wainwright

Various - list available on

11/09/2012

N/A

Issued Share Capital

27,148 ordinary shares of £1 each

Shareholders

<u>Name</u>

Ordinary Shares

<u>Percentage</u>

requests

Chargeholders

<u>Name</u>

Type of Charge

Date of Charge

DETAILS OF APPOINTMENT OF THE JOINT ADMINISTRATORS

Name and address of Joint Administrators

William Antony Batty & Stephen John Evans of 3 Field

Court, Gray's Inn, London, WC1R 5EF

Date of Appointment

31/10/2014

Court

High Court of Justice

Court reference

7519 of 2014

None

Person(s) making appointment

Stephen Berry, Director, on behalf of the Board

Acts of Administrators

The Administrators act as officers of the Court and as agents for the Company without personal liability. All of the functions of the administrators of the company are to be exercised by any or all of the administrators.

Extension to initial period of

appointment

Joint Administrators' Proposals

The following proposals were agreed by creditors at a meeting of creditors held on 2 December 2014

- (a) The Joint Administrators continue to manage the business, affairs and property of the Companies in order to achieve the purpose of the Administrations. In particular that the Joint Administrators
 - (i) Realise the Companies' remaining assets at such time(s) on such terms as they consider appropriate and collect the Companies' book debts,
 - (ii) Sell any remaining assets at such time(s) on such terms as they consider appropriate,
 - (III) Investigate and, if appropriate, pursue any claims that the Companies may have against any person, firm or company whether in contract or otherwise, including any officer or former officer of the Companies or any person, firm or company which supplies or has supplied goods or services to the Companies, and
 - (iv) Do all such things and generally exercise all their powers as Administrators as they in their discretion consider desirable or expedient in order to achieve the objective of the Administrations or protect and preserve the assets of the Companies or maximise the realisations of those assets, or of any purpose incidental to these proposals
- (b) If it appears likely that there will be sufficient assets to distribute to unsecured creditors, the Companies should proceed into Creditors' Voluntary Liquidation and the Joint Administrators propose that they would be appointed Joint Liquidators and that all acts of the Joint Liquidators may be taken jointly or alone Creditors may nominate a different person as the proposed liquidator provided that any such nomination is received before the proposals are approved
- (c) If there are no assets for distribution to unsecured creditors, the Administrations of the Companies will end by filing a notice of dissolution with the Registrar of Companies. The Companies will then automatically be dissolved by the Registrar of Companies three months after the notice is registered
- (d) A creditors' committee shall be formed if three or more creditors (up to a maximum of 5) require this and are willing to serve on it
- (e) If no creditors' committee is appointed, the Joint Administrators propose that they be remunerated on a time cost basis, by reference to time properly given by them and their staff in attending to matters arising in the Administrations
- (f) If no creditors' committee is appointed, the Joint Administrators propose that their category 2 expenses be approved in accordance with the disbursements policy at Appendix VII, (rates may vary from time to time)

The Joint Administrators also propose by way of a separate resolution that

- 1 If no Creditors' Committee is formed, then the Joint Administrators propose that they be remunerated on the basis of their hourly costs at scale rates calculated on time properly spent prior to the actual appointments of Administrators and that the Joint Administrators shall draw this remuneration on account as and when funds permit from the assets of the Companies
- 2 If no Creditors' Committee is formed, then the Joint Administrators propose that the pre-Administration costs of Jeffrey Green Russell LLP and Edward Symmons be paid as and when funds permit from the assets of the Company

APPEND IX IV

GOS Systems Limited (In Administration) Joint Administrators' Abstract of Receipts & Payments

Statement of Affairs		From 01/05/2015 To 02/09/2015	From 31/10/2014 To 02/09/2015
	ASSET REALISATIONS		
7,199 00	Investments in Group Companies	NIL	7,199 10
1.00	Intellectual Property Rights	NIL	1 00
822 11	VAT Refund	NIL	NII
1,180 69	Cash at Bank	NIL	1,115 69
ŕ	Bank Interest Gross	NIL	1 30
	Contribution to Legal Fees - Spectronic	NIL	999 90
	Ç ,	NIL	9,316 99
	COST OF REALISATIONS		
	Specific Bond	NIL	148 00
	Jt Administrators' Post-Appt Fees	NIL	7,033 50
	Jt Administrators' Post-App Disb- Cat 1	NIL	75 1
	Jt Administrators' Post-App Disb- Cat 2	NIL	220 3
	Valuer's Fees	NIL	720 0
	Legal Fees - Sale Agreement	NIL	1,120 0
	ŭ ŭ	NIL	(9,316 99
	UNSECURED CREDITORS		
(741,554 77)	Trade & Expense Creditors	NIL	NI
(15,821 27)	Directors	NIL	NI
(540 00)	Ordinary shareholder overpayments	NIL	NI
, ,	,	NIL	NI
	DISTRIBUTIONS		
(271 00)	Ordinary Shareholders	NIL	NI
, ,	•	NIL	NI
(748,984 24)		NIL	NI
(1 70,30 7 24)			
	REPRESENTED BY		
			N

William Antony Batty Joint Administrator

GOS

GOS Systems Limited

2 September 2015

SIP 9 - Time & Cost Summary Period 01/05/15 02/09/15

Time Summary

Hours					İ		
Classification of work function	Partner	Manager	Other Senior Professionals	Assistants & Support Staff	Total Hours	Time Cost (£)	Average hourly rate (£)
Administration & planning	0 00	0 00	7 10	0 00	7 10	1,668 50	235 00
Investigations	0 00	0.00	0 00	0 00	0 00	0 00	0.00
Realisations of assets	0 00	0.00	0 00	0 00	0 00	0 00	0.0
Trading	0 00	0 00	0 00	0 00	0 00	0 00	0.0
Creditors	0 80	0.00	4 70	0 00	5 50	1,423 70	258 8
Case specific matters	0 00	0 00	0.00	0 00	0 00	0 00	0.0
Pre Jan 2003 Time	0 00	0 00	0 00	0 00	0 00	0 00	0.0
Total Hours	0 80	0 00	11 80	0 00	12 60	3,092 20	245 4
Total Fees Claimed						0 00	



GOS

GOS Systems Limited

2 September 2015

SIP 9 - Time & Cost Summary Period 31/10/14 02/09/15

Time Summary

Hours							
Classification of work function	Partner	Manager	Other Senior Professionals	Assistants & Support Staff	Total Hours	Time Cost (£)	Average hourly rate (£)
Administration & planning	1 20	0 58	39 60	0 00	41 38	9,967 90	240 89
Investigations	0 00	0 00	5 00	0 00	5 00	1,175 00	235 00
Realisations of assets	3 30	0 40	13 50	0 00	17 20	4,623 20	268 79
Trading	0.00	0 00	0 00	0 00	0 00	0.00	0 00
Creditors	3 30	0 00	19 40	2 80	25 50	6,099 70	239 20
Case specific matters	0 00	0 00	0.00	0 00	0.00	0 00	0 00
Pre Jan 2003 Time	0 00	0.00	0 00	0 00	0 00	0 00	0 00
Total Hours	7 80	0 98	77 50	2 80	89 08	21,865 80	245 46
Total Fees Claimed					ima a municipal de la companya de l	7,033 50	

SUMMARY OF JOINT ADMINISTRATORS' EXPENSES

	Category 1 Incurred in the period 01 05 15 to 02 09 15	Category 1 Total	Category 2 Incurred in the period 01 05 15 to 02 09 15	Category 2 Total
Photocopying		Total	£	£ 114
Statutory advertising	£	£75	-	
Faxes	_		£	£
Court filing				
Companies House search				
Postage			£	£106
	£	£75	£	£220
Drawn	£	£75	£	£220
Outstanding	£Ntl	£Nil	£Nil	£Nıl
External expenses paid				
Solicitor		£1,120		
Agent/valuer		£ 720		
Marsh Limited – specific bond		£ 148		

Antony Batty & Company LLP
Time Costs – Charge out rates per hour and disbursements policy.
1 April 2013 – 31 March 2015

	2013\15
Office Holder (e.g. Administrator)	£399
Senior Manager	£335
Case Manager	£295
Senior Administrator	£235
Administrator	£145
Junior Administrator	£80

Please note that these rates may be increased from time to time. Creditors will be notified of changes in the annual report.

Time is recorded in units of six minutes the minimum unit of time is therefore six minutes

Members of staff with the appropriate level of experience and authority have been and will be used for the various aspects of work necessary in this assignment

Disbursement Policy

Please note that the liquidator's disbursements are charged out at the following rates -

Category 1 - represent recovery of necessarily incurred disbursements at the cost incurred

Sundry disbursements, such as advertising, where incurred appropriately, are recharged at 100% of the cost incurred

Insurance and bonding is recharged at 100% of the relevant charge to the office holder Travel Excluding mileage, travel costs are recharged at 100% of the cost incurred

VAT is charged as appropriate

Category 2

Photocopying 15p per sheet

Postage Royal Mail postage rates (non-franked mail)

Faxes UK £1 per sheet International £2 per sheet

Internal meeting room hire - £100 per hour, (minimum 1 hour)

Storage £35 per box per annum

Fite set up, stationery & record retention £50 per folder

Companies House search £20 per case

Travel where Antony Batty & Company LLP staff use their own vehicles in the course of their duties in this matter, the mileage is recharged at 45p per mile

VAT is charged as appropriate