

The Insolvency Act 1986

**Administrator's progress report****R2.38**

Pursuant to Rule 2.38 of the Insolvency (Scotland) Rules 1986

Name of Company

Simclar Group Limited

Company number

SC219243

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

We (a)  
John Charles Reid  
Deloitte LLP  
Lomond House  
9 George Square  
Glasgow  
G2 1QQ

William Kenneth Dawson  
Deloitte LLP  
PO BOX 500  
2 Hardman Street  
Manchester  
M60 2AT

administrator(s) of the above company attach a progress report for the period

from

to

(b) Insert date(s)

(b) 27 June 2013

(b) 26 December 2013

Signed

Joint Administrator

Dated

31 January 2014

**Contact Details:**

You do not have to give any contact information in the box opposite but if you do, it will help Companies House to contact you if there is a query on the form.

The contact information that you give will be visible to searchers of the public record

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SATURDAY



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01/02/2014

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COMPANIES HOUSE

When you have completed and signed this form, please send it to the Registrar of Companies at:-  
**Companies House, 4<sup>th</sup> Floor, Edinburgh Quay 2, 139 Fountainbridge, Edinburgh, EH3 9FF**  
**DXED235 Edinburgh 1 / LP- 4 Edinburgh 2**

**Simclar Group Limited**

**Court Case No. P701/2011**

**Simclar International Limited**

**Court Case No. P700/2011**

**- Both in Administration ("the Companies")**

**SIX MONTHLY PROGRESS REPORT TO CREDITORS  
PURSUANT TO RULE 2.38 OF THE INSOLVENCY (SCOTLAND) RULES 1986 (AS  
AMENDED) AND THE INSOLVENCY (SCOTLAND) AMENDMENT RULES 2010**

**31 January 2014**

This report has been prepared for the sole purpose of updating the creditors for information purposes. The report may not be relied upon, referred to, reproduced or quoted from, in whole or in part, by creditors for any purpose other than updating them for information purposes, or by any other person for any purpose whatsoever.

John Charles Reid and William Kenneth Dawson were appointed Joint Administrators of Simclar Group Limited and Simclar International Limited on 27 June 2011. The affairs, business and property of the Companies are managed by the Joint Administrators. The Joint Administrators act as agents of the Companies and contract without personal liability.

All licensed Insolvency Practitioners of Deloitte LLP are licensed in the UK to act as Insolvency Practitioners.

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## ABBREVIATIONS

For the purpose of this report the following abbreviations shall be used:

"Administration"	The management of the affairs, business and property of the Company by a person appointed for the purpose of the Court, for a period as directed by an Administration Order
"Joint Administrators"	John Charles Reid & William Kenneth Dawson
"the Act"	Insolvency Act 1986 (as amended)
"the Bank" / "Secured Creditor"	Bank of Scotland Plc
"the Companies"	Simclar Group Limited and Simclar International Limited
"the Court"	The Court of Session, Edinburgh
"the Directors"	Samuel Russell and Christina Russell
"Deloitte"	Deloitte LLP
"D&W"	Dundas & Wilson CS LLP
"the Group"	Simclar Group Limited and its subsidiaries
"Insol"	Insol Group Plc
"SIL"	Simclar International Limited
"SGL"	Simclar Group Limited
"PP"	The Prescribed Part of the Company's net property subject to Section 176A of the Insolvency Act 1986 (as amended).
"the Rules"	Insolvency (Scotland) Rules 1986 (as amended) and the Insolvency (Scotland) Amendment Rules 2010
"SIP7 (Scotland) "	Statement of Insolvency Practice 7 (Scotland) - Preparation of Insolvency Officer Holders Receipts and Payments Accounts
"SIP9 (Scotland)"	Statement of Insolvency Practice 9 (Scotland) - Remuneration of Office Holder
"SIP13 (Scotland)"	Statement of Insolvency Practice 13 (Scotland) - Transactions with Directors and Persons Connected with Them
"Sweeney Kincaid"	Sweeney Kincaid Limited
"SWIP"	Scottish Widows Investment Partnership Limited
"S&W"	Shepherd & Wedderburn LLP

## **1. INTRODUCTION**

### **1.1 Introduction**

This report has been prepared in accordance with Rule 2.38 of the Rules to provide creditors with an update on the progress of the Administrations of the Companies since the Joint Administrators' progress report dated 31 July 2013.

Given the information previously provided to creditors in our earlier reports, we have not included detailed background information in respect of the Companies here and have focussed on progress of the Administrations subsequent to those reports.

The Administrators' Proposals for the Companies were deemed approved following the issue of a notice under Paragraph 52(1) of Schedule B1 of the Act on 17 August 2011 and the expiry of eight business days thereafter and are detailed in section 2.1 below.

The Administrations of SIL and SGL have each been extended twice by application to Court for a period of 12 months on both occasions. The most recent extension period will conclude on 26 June 2014. The extensions to the Administrations were required, due to SIL holding property which had not been realised, and there being unresolved matters in the SGL Administration, the key matter being SGL's claim in the liquidation of Simclar (Ayrshire) Limited.

The Administrators do not expect to realise the property held by SIL prior to 26 June 2014, and therefore intend to seek a further 12 month extension to this Administration. A further extension to the SGL Administration may be required if the position in respect of SGL's claim in the Simclar (Ayrshire) Limited Liquidation is not resolved before 26 June 2014.

Prior to seeking an extension from the Court pursuant to Paragraph 76(2)(a) of Schedule B1 of the Act the Administrators are required to notify the Companies' creditors of their intention to seek extensions to the Administrations.

Any creditor who wishes to object to the proposed extension of the SIL Administration and the potential extension of the SGL Administration should provide written notice of their objection(s) and the reason(s) therefore to the Administrators at the address on the front of this report within **21 days** of the date of this report.

It is the Administrators' intention to apply to the Court for the required extension(s) to be granted following the lapse of the given time period. However, due consideration will be given by the Administrators to any objections received within that time period and details thereof will be provided to the Court as part of the extension application(s).

A schedule of statutory information in respect of the Companies is attached at Appendix 1.

### **1.2 Details of the appointment of the Administrators**

John Charles Reid and William Kenneth Dawson of Deloitte were appointed Joint Administrators of the Companies by the Companies' Directors on 27 June 2011 following the filing of Notices of Appointment of Joint Administrators.

The Court having conduct of the proceedings for all three appointments is the Court of Session, Edinburgh. Case numbers are:

Simclar Group Limited	P701/2011
Simclar International Limited	P700/2011

For the purposes of Paragraph 100(2) of Schedule B1 of the Act, the Joint Administrators confirm that they are authorised to carry out all functions, duties and powers by either of them jointly and severally.

The Joint Administrators were also appointed to Simclar Interconnect Technologies Limited and Simclar Seating Technologies Limited on 27 June 2011. These Administrations ended on 26 June 2012 and 26 December 2013 respectively.

### **1.3 Electronic communication with creditors**

As previously advised, in an effort to reduce the costs of the Administrations, all communications with creditors, including updates and progress reports, will be posted onto a website, which has been set up specifically for this purpose. The web address is: <http://www.deloitte.com/uk/simclar>.

A letter will be issued to all creditors each time the website is updated with a statutory notice or report. All creditors' statutory notices will be retained on the website for a minimum of three months from being uploaded to the site.

## **2. JOINT ADMINISTRATORS' PROPOSALS**

### **2.1 Introduction**

As previously reported to creditors, the Companies had significant secured and Unsecured Creditor liabilities and therefore a restructuring of these creditors in each of the Companies would have been required to meet the objective set out in paragraph 3(a) of Schedule B1 of the Act, which is to rescue a company as a going concern. It was apparent that there was insufficient value placed on the Companies' assets by third parties to effect a restructuring of the Companies' debt. The Joint Administrators therefore concluded that the first objective was not possible to achieve.

Consequently, the Joint Administrators have performed their functions in relation to the Companies with the objective set out in Paragraph 3(b) of Schedule B1 of the Act, which is to achieve a better result for the company's creditors' as a whole than would be likely if the company was wound up (without first being in Administration).

The Administrators' Proposals in order to achieve this objective, which, as noted above, were deemed approved following the issue of a notice under Paragraph 52(1) of Schedule B1 of the Act on 17 August 2011 and the expiry of eight business days thereafter are as follows:

1. the Administrators continue to manage the affairs and any remaining assets of the Companies and the settlement of all Administration expenses;
2. the Administrators continue with their enquiries into the conduct of the Directors of the Companies and continue to assist any regulatory authorities with their investigation into the affairs of the Companies;
3. the Administrators be authorised to agree the claims of the Secured, Preferential and Unsecured Creditors against each of the Companies unless the Administrators conclude, in their reasonable opinion, that a company will have no assets available for distribution;
4. the Administrators be authorised to distribute funds to the secured and Preferential Creditors as and when claims are agreed and funds permit and, in relation to distributions to Unsecured Creditors, if the Court gives permission following an appropriate application;
5. that, in the event the creditors of each company so determine, at meetings of creditors, a Creditors Committee be appointed in respect of each or any company comprising of not more than five and not less than three creditors of that company or Companies;
6. that, if a Creditors' Committee is not appointed, the secured and Preferential Creditors of each Company shall be asked to fix the basis of the Administrators' remuneration in accordance with Rule 2.39(9) of the Rules, be fixed by reference to the time properly given by the Administrators' and their staff in attending to matters arising in the Administrations, calculated at the prevailing standard hourly charge out rates used by Deloitte at the time when the work is performed, plus VAT. In addition those creditors shall also be asked to agree the Administrators' expenses of which the Administrators' expenses for mileage be calculated by reference to mileage properly incurred by the Administrators and their staff in attending to matters arising in the Administrations, at the prevailing standard mileage rate used by Deloitte at the time when the mileage is incurred, plus VAT where applicable;

7. that, following the realisation of assets and resolution of all matters in the Administrations, and as quickly and efficiently as is reasonably practicable, the Administrators implement the most cost effective steps to formally conclude the Administrations. This may include the distribution of funds to Unsecured Creditors (provided Court permission is obtained) and then the dissolution of the Companies or alternatively, seeking to put each or any of the Companies into Creditors' Voluntary Liquidation ("CVL") or Compulsory Liquidation, depending on which option will result in a better realisation for creditors;
8. that, if each or any of the Companies were to be placed into CVL, the Administrators propose to be appointed Liquidators and any Creditors' Committee appointed will become the Liquidation Committee pursuant to Rule 2.47(3) of the Rules. As per Paragraph 83(7) of Schedule B1 of the Act and Rule 2.47(3) of the Rules, the creditors may nominate a different person to be Liquidator(s) provided the nomination is made before the proposals are approved by creditors. For the purposes of Section 231 of the Act the Liquidators will each be authorised to carry out all functions, duties and powers either jointly or severally.
9. in the absence of Creditors' Committees, the secured and Preferential Creditors of each company agree that the Administrators be discharged from liability per Paragraphs 98 and 99 of Schedule B1 of the Act immediately upon the Administrators filing their final report to creditors and vacating office.

## 2.2 Amendments to proposals

No amendments have been made to the Administrators Proposals.

## 2.3 Progress on and achievement of the approved proposals

We have summarised below the progress and current status in respect of each of the approved proposals:

Proposal	Current status
1	Ongoing. Refer to section 3.3 for details of the assets which remain to be realised in respect of the Companies.
2	Concluded. The Administrators have discharged their statutory responsibilities with regards investigations into the Directors' conduct.
3	Ongoing. Preferential Claims agreed in SIL.
4	Ongoing. A dividend of 100p in the £ was paid from SIL in April 2013 to its Preferential Creditors.
5	No Creditors' Committee appointed.
6	The Administrators remuneration has not been fixed, or expenses agreed in respect of SGL. The secured and Preferential Creditors of SIL have fixed the basis of the Administrators' remuneration and have agreed the Administrators' expenses.
7	Ongoing. Administrators will proceed to close the Administrations once all assets have been realised and distributions made to creditors in line with proposal 4. The intended Administration exit route for both Companies is dissolution.
8	It is not intended to exit the Administrations to CVL.
9	Ongoing.

Further information in respect of the realisation of assets, the status of liabilities and the estimated outcome for creditors is contained in the following sections of this report.



### **3. JOINT ADMINISTRATORS' RECEIPTS AND PAYMENTS ACCOUNT**

#### **3.1 Introduction**

Attached at Appendix 2 are Receipts and Payments accounts for the Companies covering the period from 27 June 2011 to 26 December 2013, together with details of the transactions in the interim period 27 June 2013 to 26 December 2013, in accordance with SIP7 (Scotland).

#### **3.2 Asset Realisations**

##### **SGL**

SGL received bank interest of £1.36 between 27 June 2013 and 26 December 2013. There were no other realisations in the period.

##### **SIL**

In the period 27 June 2013 and 26 December 2013, SIL received rent from tenants totalling £69,633.32, £1,637.60 in full and final settlement of a loan from Simclar Poland SP (a subsidiary in Poland), and bank interest of £986.19.

#### **3.3 Estimated future realisations**

##### **SGL**

There may be realisations in this case in connection with a claim lodged by SGL in the value of £4.4m in the liquidation of Simclar (Ayrshire) Limited prior to SGL entering Administration. The liquidators of Simclar (Ayrshire) Limited have not yet adjudicated on this claim, therefore at this stage we are unable to advise whether there will be a realisation from the claim.

##### **SIL**

##### ***Property***

As previously reported, SIL owns seven factory units at Pitreavie Business Park, Dunfermline. Shortly following their appointment, the Joint Administrators engaged Graham & Sibbald as agents to market SIL's factory units. Graham and Sibbald continue to act as agents, in conjunction with Ryden LLP under a dual agent agreement which the Joint Administrators have put in place since the last progress report to creditors.

The level of expected realisations from property sales was not disclosed in the Administrators' Proposals in accordance with Rule 2.25(i)(k)(i)(bb) of the Rules and has not been disclosed in this report since this information is considered commercially sensitive. The Bank holds standard securities in respect of SIL's properties and given the level of the Bank's debt, property realisations are not expected to be sufficient to repay the Bank in full.

The Joint Administrators will provide details of any progress in respect of property sales in future progress reports, or once they are completed.

In recent months the Administrators have consulted with SWIP in respect of the marketing strategy for SIL's properties and it is the Administrators' intention to formally engage SWIP under an Asset Management Agreement.

### ***Rent***

Continued rental income from SIL's existing tenants is expected. However, the level of these receipts is dependent on whether tenants remain in occupation and the timing of any property sales.

## **3.4 Estimated outcome for creditors**

### **SGL**

Any future realisations in SGL are not expected to be sufficient to allow a dividend to be paid to Unsecured Creditors as a result of the level of the Bank's claim as Secured Creditor of SGL and the level of preferential claims in SGL.

### **SIL**

There will be no funds available to pay a dividend to the Unsecured Creditors of SIL based on estimated future realisations from the sale of SIL's property assets and the level of the Bank's claim as Secured Creditor in the Administration.

#### **4. DISTRIBUTIONS TO CREDITORS**

##### **4.1 Secured Creditors**

The Companies' total Bank debt stated in the Directors' Statement of Affairs is £28,081,300.

Subsequently, the Bank has advised that its debt at 27 June 2011 was £28,301,080, comprised as follows:

Account balances	£ 6,221,251
Sterling Loans + interest	£ 17,361,544
Sterling equivalent of \$ loan + interest	<u>£ 4,718,285</u>
	<b>£ 28,301,080</b>

##### **4.2 Preferential Creditors**

Preferential claims in SIL have now been reviewed, adjudicated on and paid in full. The total distribution was £83,587.08.

Preferential claims against SGL total £13,000. At this stage the Administrators have not adjudicated on preferential claims in SGL and are unable to confirm whether funds may be available to allow a distribution to Preferential Creditors given the status of SGL's claim in the Simclar (Ayrshire) Limited liquidation.

##### **4.3 Prescribed Part**

The Prescribed Part (section 176A of the Insolvency Act 1986 (Prescribed Part) Order 2003) does not apply to the Administrations as the floating charges in favour of the Bank granted by each of the Companies pre-date 15 September 2003.

##### **4.4 Unsecured Creditors**

The Unsecured Creditors' position as at 27 June 2011 outlined in the Directors' Statements of Affairs for each company (excluding any shortfall to floating charge holders) is summarised in the table below:

	<b>£</b>
SGL	15,300,00
SIL	<u>3,200,00</u>
<b>TOTAL</b>	<b><u>18,500,00</u></b>

After discharging the costs of the Administrations, there will be insufficient realisations from floating charge assets to fully repay the Bank. Accordingly, there will therefore be no funds available to make a distribution to Unsecured Creditors.

## **5. OTHER MATTERS AND INFORMATION TO ASSIST CREDITORS**

### **5.1 Extensions to the initial appointment period**

In accordance with the provisions of the Act, all Administrations automatically come to an end after one year, unless an extension is granted.

As noted above, the Administrations of SIL and SGL have each been extended twice by application to Court for a period of 12 months on both occasions. The most recent extension period will conclude on 26 June 2014. The extensions to the Administrations were required due to SIL holding property which had not been realised, and there being unresolved matters in the SGL Administration, the key matter being SGL's claim in the liquidation of Simclar (Ayrshire) Limited.

### **5.2 Investigations into the Directors Conduct**

As part of the Joint Administrators' statutory duties, an investigation into the conduct of the Companies' Directors was completed and confidential final reports were submitted to The Insolvency Service on 24 January 2012.

### **5.3 SIP2 (Scotland) – Initial Assessment of Potential Recoveries**

As part of our duties as Joint Administrators, we are obliged shortly after our appointment to review all of the information available to us and conduct an initial assessment of whether there are any matters that might lead to a recovery for the benefit of creditors. This initial assessment was completed and included enquiries into any potential claims that may be brought against parties either connected to or who have had past dealings with the Companies.

If you have any information that you feel we should be made aware of in relation to the above, please contact us as a matter of urgency.

### **5.4 Exit**

Proposal 7 of the Joint Administrators' Proposals details the exit routes available to the Joint Administrators. The Administrators anticipate that exit via dissolution will be the most appropriate exit route for each of the Companies and in line with proposal 9, the Administrators will be discharged from liability upon the Administrators filing their final report to creditors and vacating office.

### **5.5 SIP13 (Scotland) – Transactions with connected parties**

In accordance with the guidance given in SIP13 (Scotland), we confirm that there have been no transactions with connected parties during the period of this report and we are not aware of any aware of any transactions with connected parties in the two years prior to the Joint Administrators' appointment.

### **5.6 EC Regulations**

As stated in the Administration Order in respect of the Companies, Council Regulation (EU) No 1346/2000 applies and these are the main proceedings as defined in Article 3(1) of that regulation.

## **6. PRE-ADMINISTRATION COSTS**

Pre-Administration costs are defined as the remuneration charged and expenses incurred by the Administrator (or other person qualified to act as such) before a company enters into Administration but with a view to its doing so. There were no pre-Administration costs in connection with the Administrations of the Companies.

## 7. JOINT ADMINISTRATORS' REMUNERATION AND EXPENSES

### 7.1 Joint Administrators' Remuneration

There will be no funds available to the Unsecured Creditors therefore, fixing of the Administrators' remuneration will be approved in accordance with Rule 2.39(9) of the Rules, which is outlined as follows:

- Where the Administrators have made a statement under Paragraph 52(1)(b) of Schedule B1 of the Act the Administrators' remuneration may be fixed by the approval of:
  - each Secured Creditor; or
  - if the Administrators intend to make a distribution to Preferential Creditors, with the approval of each Secured creditor and 50% of Preferential Creditors who respond to an invitation to consider approval.

#### SGL

No remuneration has been drawn from this case.

#### SIL

The Administrators time costs to 26 December 2013, total £1,045,700.00 which represents 3,154.0 hours at an average hourly rate of £331.55.

Time costs in the period 27 June 2013 to 26 December 2013 were £72,961.00 which represents 212.8 hours at an average hourly rate of £342.86.

To date the Administrators have drawn fees in respect of their total time costs to date of £435,000 and expenses of £6,716.34 with approval from the Bank as and over 50% of Preferential Creditors who responded to invitations to provide approval. This time is charged in six minute increments. Administrators' fees and expenses are shown in the Receipts and Payments accounts at Appendix 2.

As the Administrators have not drawn fees in this period there is no SIP 9 included with this report. All fees have been reported in previous reports.

The work has been categorised into the following task headings and sub categories:

- **Administration and planning** includes case planning, case set-up, notification of appointment, maintenance of our case files and insolvency case record, statutory reporting, compliance, cashiering and accounting.
- **Investigations** includes investigating the Companies' affairs and in particular any antecedent transactions and also reporting on the conduct of directors.
- **Realisation of Assets** includes identifying, securing and insuring assets, sale of business, transition of contracts, property issues, disposal of stocks, collection of debts, realisation of other fixed assets and VAT and taxation matters.
- **Trading** includes planning, identifying strategy, preparation of trading forecasts, monitoring of performance against the forecasts, managing operations, dealing with supplier and landlord issues to ensure continuity of operations, accounting and employees (including pensions and other staff benefits).
- **Creditors** includes set-up of creditor records, creditor communications, preferential claims, unsecured claims, secured and employee claims.
- **Case specific matters** includes Tax & VAT matters.

"A Creditors' Guide to Administrators' Remuneration" is available for download at [www.deloitte.com/uk/sip-9-scotland](http://www.deloitte.com/uk/sip-9-scotland)

Should you require a paper copy, please send your request in writing to the Administrators at the address on the front of this report and this will be provided to you at no cost.

## 7.2 Expenses

In this reporting period Administrators' accrued expenses related to SIL only and these are as follows:

<b>Nature of expenses</b>	<b>Total £</b>
Postage	234.65
<b>Total</b>	<b>234.65</b>

To date the Administrators have drawn expenses of £6,716.34 following approval from the Bank as Secured Creditor and over 50% of Preferential Creditors who responded to an invitation to provide approval.

Mileage is calculated at the prevailing standard mileage rate of presently up to 45p used by Deloitte at the time when the mileage is incurred.

## 7.3 Charge out rates

The range of charge out rates for the separate categories of staff is based on our 2013 charge out rates as summarised below. Manager rates include all grades of assistant manager.

<b>Grade</b>	<b>£ 2013</b>
<b>Partners/Directors</b>	605 to 950
<b>Managers</b>	305 to 720
<b>Assistants and Support Staff</b>	155 to 305

The above bands are specific to the Restructuring Services department partners and staff. In certain circumstances the use of specialists from other Deloitte departments such as Tax/VAT, Corporate Finance or Deloitte Real Estate (formerly Drivers Jonas Deloitte) may be required on the case. These departments may charge rates that fall outside the Restructuring Services department bands quoted above so, where such specialists have performed work on the case, average rates may also fall outside the Restructuring Services department bands.

All partners and technical staff (including cashiers) assigned to the case recorded their time spent working on the case on a computerised time recording system. Time spent by secretarial staff working on the assignment has not been recorded or recovered. The appropriate staff have been assigned to work on each aspect of the case based upon their seniority and experience, having regard to the complexity of the relevant work, the financial value of the assets being realised and/or claims agreed.

Charge out rates have not changed since those advised as at 1 September 2012. These will be subject to review from 1 September 2014.

#### 7.4 Other professional costs

As previously advised, the Group have instructed D&W, a firm of lawyers with the appropriate expertise and experience in dealing with these types of Administrations to advise on legal matters as necessary.

Sweeney Kincaid, a firm of plant and machinery agents, were instructed by the Group to undertake inventories and valuations of plant and equipment, fixtures and fittings and other chattel assets where appropriate. Sweeney Kincaid also conducted a number of auctions of SIL assets and supervised the clearance of factories.

Graham and Sibbald and Ryden LLP have been appointed as property agents.

The Administrators instructed SWIP to conduct an options analysis in respect of strategies for realising the properties held by SIL in April 2013 and as noted above the Administrators intend to engage SWIP under an Asset Management Agreement.

SitexOrbis have been appointed to deal with site security and insurance requirements.

Insol were appointed to deal with the winding up of a pension scheme of which SIL was a trustee. This matter is now concluded.

Professional costs to date are summarised in the table below; these were all incurred by SIL the exception of the D&W fees which relate to SIL and SGL.

Shepherd & Wedderburn LLP were engaged to deal with the applications to Court to extend the Administrations in 2013.

All professional costs are reviewed and analysed before payment is approved.

Name of lawyer/agent	NET £	VAT £	TOTAL £
D&W	45,506.92	9,532.04	55,038.96
Sweeney Kincaid*	62,056.50	12,411.30	74,467.80
Graham & Sibbald	7,956.78	1,580.00	9,536.78
SitexOrbis**	16,650.00	3,315.55	19,965.55
Insol	14,950.00	2,990.00	17,940.00
SWIP***	2,100.00	420.00	2,520.00
S&W	1,670.00	275.00	1,945.00
<b>Total</b>	<b>150,890.20</b>	<b>30,523.89</b>	<b>181,414.09</b>

\* Costs in relation to factory clearance supervision (£1,500 net) are included within factory clearance costs in the SIL Receipts and Payments account at Appendix 2, in addition to Agents/Valuers fees.

\*\* Included within security, property costs and property inspections in the SIL Receipts and Payments account at Appendix 2.

\*\*\* Included within property costs in the SIL Receipts and Payments account at Appendix 2.



**SIMCLAR GROUP LIMITED AND SIMCLAR INTERNATIONAL LIMITED  
(BOTH IN ADMINISTRATION)**

**STATUTORY INFORMATION**

Company Name	Simclar Group Limited	Simclar International Limited
<b>Proceedings</b>	In Administration	In Administration
<b>Court</b>	Court of Session	Court of Session
<b>Court Reference</b>	P701/2011	P700/2011
<b>Date of Appointment</b>	27 June 2011	27 June 2011
<b>Joint Administrators</b>	John Charles Reid and William Kenneth Dawson Deloitte LLP Saltire Court 20 Castle Terrace Edinburgh EH1 2DB	John Charles Reid and William Kenneth Dawson Deloitte LLP Saltire Court 20 Castle Terrace Edinburgh EH1 2DB
<b>Registered office Address</b>	c/o Deloitte LLP Saltire Court 20 Castle Terrace Edinburgh EH1 2DB	c/o Deloitte LLP Saltire Court 20 Castle Terrace Edinburgh EH1 2DB
<b>Company Number</b>	SC219243	SC059937
<b>Incorporation Date</b>	16 May 2001	30 April 1976
<b>Company Secretary</b>	N/A	N/A
<b>Bankers</b>	Bank of Scotland Plc	Bank of Scotland Plc
<b>Auditors</b>	Grant Thornton UK LLP	Grant Thornton UK LLP
<b>Appointment by</b>	The directors - under Paragraph 22 of Schedule B1 of the Insolvency Act 1986 (as amended)	The directors - under Paragraph 22 of Schedule B1 of the Insolvency Act 1986 (as amended)
<b>Directors at date of Appointment</b>	Samuel Russell Christina Russell	Samuel Russell Christina Russell
<b>Directors' Shareholdings</b>	Samuel Russell: 450,000 £1 Ordinary Shares  Christina Russell: 50,000 £1 Ordinary shares	N/A

<p><b>Simclar Group Limited</b> <b>(In Administration)</b></p> <p><b>Joint Administrators' Receipts and Payments Account</b> <b>27 June 2011 to 26 December 2013</b></p>			
	<p><b>Statement of Affairs</b> <b>Estimated to</b> <b>Realise £</b></p>	<p><b>Interim Period</b> <b>27/06/13 to</b> <b>26/12/13 (£)</b></p>	<p><b>Cumulative to</b> <b>date (£)</b></p>
<b>RECEIPTS</b>			
Returned Funds from Third Party			360.50
Bank Interest Gross		1.36	4.55
		<u>1.36</u>	<u>365.05</u>
<b>PAYMENTS</b>			
Advertising			84.22
Specific Bond			10.00
Legal Fees			13,800.12
		<u>0.00</u>	<u>13,894.34</u>
<b>Balance</b>		<u>1.36</u>	<u>(13,529.29)</u>
<b>REPRESENTED BY:</b>			
IB Current A/C			365.05
Due to SIL			(13,894.34)
			<u>(13,529.29)</u>

Note that the Statement of Affairs for SGL shows nil expected realisations from its assets.

Simclar International Limited (In Administration)			
Joint Administrators' Receipts and Payments Account 27 June 2011 to 26 December 2013			
RECEIPTS	Statement of Affairs Estimated to Realise (£)	Interim Period 27/06/13 to 26/12/13 (£)	Cumulative to date (£)
Sales			704,201.87
Simclar Inc Management Charges			154,881.76
Miscellaneous Income			4,519.82
Simclar Poland Sp Loan Repayment		1,837.60	19,904.55
Utility Refund			25,875.59
IF Motorsports Telephone Costs			14.94
Plant & Machinery	606,040.00		623,421.00
Motor Vehicles	Included in Plant & Machinery		8,235.00
Stock *	229,754.00		77,348.70
Book Debts	327,263.00		290,744.13
Rent		69,633.32	276,222.41
Proceeds from Recycling			29,851.00
Unum			210.32
Bank Interest Gross		986.19	9,628.32
Rates Refund			4,396.24
		<u>72,267.11</u>	<u>2,229,236.66</u>
PAYMENTS			
Purchases (Vatable)			13,236.97
Sub Contractors			3,316.37
Direct Labour			365,642.83
Rents			400.00
Rates			117,505.84
Heat & Light		54,671.95	323,652.52
IT Costs			1,114.44
Telephone & Internet			8,788.12
Carriage			400.00
Insurance			80,938.51
Hire of Equipment			4,800.00
Repairs & Maintenance			206.97
Sundry Expenses			2,778.20
Employee Expenses			537.80
Simclar Inc Expenditure			148,836.59
Security Costs			64,551.38
ROT Costs			9,615.71
Water Services			27,828.08
Simclar Group Limited Expenditure			888.54
Property Costs		1,970.00	37,125.00
Property Inspections		750.00	3,225.00
Other Property Costs			1,505.00
Movement of Green Plugs			2,610.00
Pension Trustees			14,950.00
Factory Clearance Costs			13,500.00
Specific Bond			335.00
Tax Compliance Costs		1,800.00	1,800.00
Printer Hire			118.00
Administrators' Fees			435,000.00
Administrators' Expenses			6,716.34
Repair Costs			3,541.94
Agents Fees - Property			12,486.78
Agents/Valuers Fees			60,556.50
Legal Fees		6,561.89	36,856.72
Legal Fees paid on behalf of SITL			2,376.34
Telephone Telex & Fax			77.31
Data Release			250.00
Storage Costs		265.22	1,522.79
Postage & Redirection			433.27
Statutory Advertising			2,811.21
Bank Charges		30.00	335.00
Preferential Dividend			82,478.04
		<u>66,049.06</u>	<u>1,895,629.11</u>
Balance		<u>6,208.05</u>	<u>333,606.54</u>
REPRESENTED BY:			
Utilities Deposit **			42,856.33
VAT Control Account			4,957.73
Floating IB Current Account			271,378.74
RBS IB Current Account			19.40
Due from SGL***			13,894.34
Petty Cash Float			500.00
			<u>333,606.54</u>

\* The Administrators were unable to realise the Statement of Affairs estimated to realise value for stock due to the specialised nature of stock and a significant quantity of obsolete stock.

\*\* Utilities Deposit – this is in regards to EDF's continued supply of Gas and Electricity at the properties.

\*\*\* Due from SGL - represents legal fees that have been paid on behalf of the Company by SIL.