

2.24B

The Insolvency Act 1986

Administrator's progress report

Name of Company
A1 Grand Prix Operations Limited

Company number
03915200

In the High Court
(full name of court)

Court case number
14056 of 2009

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

I/We (a)
 Timothy Bramston
 Griffins
 Tavistock House South
 Tavistock Square
 London
 WC1H 9LG

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

(b) Insert date

From
(b) 06 April 2010

To
(b) 05 October 2010

Signed

T. Bramston
 Joint Administrator(s)

Dated

05 10 2010

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

Timothy Bramston Griffins Tavistock House South Tavistock Square London WC1H 9LG	
DX Number	020 7554 9600 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

**A1 Grand Prix Operations Limited
(in Administration)**

**Administrator's Progress
Report to Creditors
for the period ending 05 October 2010**

**In the High Court of Justice
No. 14068 of 2009**

Pursuant to paragraph 69 of Schedule B1 of the Insolvency Act 1986, the Administrator acts as an agent of the Company and without personal liability



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- A Receipts and Payments Account for the period 06 April 2010 to 05 October 2010
- B Time Analysis for the period from 21 July 2009 to 05 October 2009 & 06 October 2009 to 05 October 2010 together with details of charge out rates provided in accordance with the Statement of Insolvency Practice (SIP) 9

Pursuant to paragraph 69 of Schedule B1 of the Insolvency Act 1986, the Administrator acts as an agent of the Company and without personal liability



1 Statutory Information

Registered Office Griffins
 Tavistock House South
 Tavistock Square
 London
 WC1H 9LG

Company Number 03915200

Administrator Mr T J Bramston

Date of Appointment 06 October 2009

2 Introduction

Further to my appointment as Administrator upon the making of my application whilst in office as Liquidator in the same matter under the provision of Paragraph 38 of Schedule B1 of the Insolvency Act 1986, this is my progress report pursuant to Rule 2.47 of the Insolvency Rules 1986

This report provides an update on the progress of the Administration and should be read in conjunction with my previous reports to creditors

3 Receipts and Payments Accounts

The Receipts and Payments account for the period 06 April 2010 to 05 October 2010 is at Appendix A and cumulative for the period of the administration

4 Realisation of Assets

I can advise that since my last report, I have sold the Lola related Spares realising £25,000

I have also agreed a sale of the office furniture currently stored at the Company's previous trading office being 1 Cavendish Place, London W1G 0QF and expect this to be completed shortly

Pursuant to paragraph 69 of Schedule B1 of the Insolvency Act 1986, the Administrator acts as an agent of the Company and without personal liability



I am currently in the process of negotiating the final terms of a sale of all the Ferrari related parts and hope to have completed on a sale in the near future

However, if it is not possible to conclude this transaction in the time scale, I will request my agents to proceed with realising the assets by auction as the escalating disbursements in this matter are extremely high and to continue to hold the assets pending negotiations of prospective buyers is no longer in the benefit of the administration

I am also in the process of attempting to collect in the book debts owed to the company however I am unable to advise upon the likely recovery at this time

5 Creditors

The total of creditor's claims to date is £101,865,300

Unfortunately, due to the current offers being proposed, it is unlikely that there will be sufficient funds to allow for a distribution to unsecured creditors

6 Office Holder's Remuneration and Expenses

As previously advised, a Creditors' Committee was appointed on 30 October 2009 and they approved my remuneration during my time as Liquidator in reference to time properly given by myself and my staff in attending to matters arising in the winding up

For my time in office as Administrator, the Creditors' Committee authorised me to draw my remuneration in reference to time properly given by myself and my staff in attending to the matters arising in the Administration up to £100,000 without further approval

For my time in office as Liquidator the time recorded by myself and my staff totals £105,092, which represents 428 67 hours at an average charge out rate of £245 16 per hour

For my current appointment as Administrator the time recorded by myself and my staff totals £215,606, which represents 805 07 hours at an average charge out rate of £267 81 per hour

The Time Costs Analysis is at Appendix B and this provides details of the activity costs, incurred by staff grade to date, together with details of current charge out rates for both my appointment as Liquidator and subsequently Administrator

I can advise that I have not drawn any fees for either appointment due to there being insufficient funds and all disbursements to date have been borne by Griffins

Pursuant to paragraph 69 of Schedule B1 of the Insolvency Act 1986, the Administrator acts as an agent of the Company and without personal liability

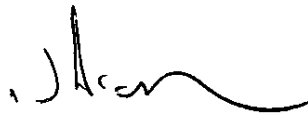


7. Other Matters

As it is unlikely that all the outstanding issues and sales would be completed before the anniversary of the Administration, I submitted to the court an application for an extension of the Administration. My application was successful and the Administration has now been extended until 06 April 2011.

I will report again following the next six months of the Administration or sooner if the Administration is complete.

Yours faithfully



TJ Bramston
Administrator

06 October 2010

Pursuant to paragraph 69 of Schedule B1 of the Insolvency Act 1986, the Administrator acts as an agent of the Company and without personal liability.



Appendix A

**A1 Grand Prix Operations Limited
(in Administration)**

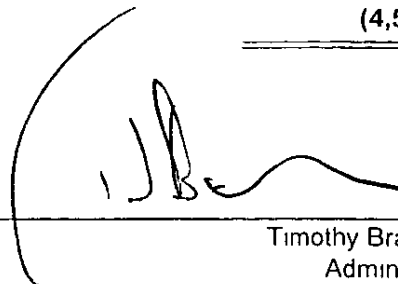
Receipts and Payments Account for the period
06 April 2010 to 05 October 2010

Pursuant to paragraph 69 of Schedule B1 of the Insolvency Act 1986, the Administrator acts as an agent of the Company and without personal liability



A1 Grand Prix Operations Limited
(In Administration)
Administrator's Abstract of Receipts & Payments

Statement of Affairs	From 06/04/2010 To 05/10/2010	From 06/10/2009 To 05/10/2010
COSTS OF REALISATION		
Postage & Stationery	NIL	4 95
	NIL	(4 95)
ASSET REALISATIONS		
Uncertain Flight Palletts	NIL	NIL
Uncertain Flight Cases & Garrage Cabinets	NIL	NIL
Uncertain 25 Motor Racing Vehicles	NIL	NIL
Uncertain 7 Ferrari Engines	NIL	NIL
Uncertain Jigs & Chassis Moulds	NIL	NIL
Other Assets	355 00	355 00
13,387 63 Handover from Liquidator	NIL	13,387 63
Lola Spares	50,000 00	50,000 00
Uncertain Ferrari 599 & Maserati Quadroporte	NIL	NIL
Uncertain Wind Tunnel Model	NIL	NIL
Bank Interest Gross	0 27	0 62
	<u>50,355 27</u>	<u>63,743 25</u>
COST OF REALISATIONS		
Specific Bond	NIL	1,704 00
Sundry Expenses	62 50	199 80
Agents/Valuers Fees (1)	NIL	8,521 40
Agents Disbursements	50,355 00	50,355 00
Legal Fees (1)	967 94	6,415 16
Corporation Tax	0 03	0 08
Stationery & Postage	NIL	620 75
Courier	NIL	14 40
Statutory Advertising	NIL	450 03
Registration of Hazardous Waste	18 00	30 00
Bank Charges	NIL	23 00
	<u>(51,403 47)</u>	<u>(68,333 62)</u>
13,387.63	<u>(1,048 20)</u>	<u>(4,595 32)</u>
REPRESENTED BY		
VAT Receivable		2,157 81
Bank 1 - Current		761 26
No 2 Account		(5,932 95)
Office		(16 21)
VAT Payable		(4,437 13)
Vat Control Account		2,871 90
		<u>(4,595 32)</u>


 Timothy Bramston
 Administrator

Appendix B

A1 Grand Prix Operations Limited (in Administration)

Time Analysis for the period as Liquidator from 21 July 2009 to 05 October 2009 and for the Period as Administrator from 06 October 2009 to 05 October 2010 together with details of charge out rates provided in accordance with the Statement of Insolvency Practice (SIP) 9

Pursuant to paragraph 69 of Schedule B1 of the Insolvency Act 1986, the Administrator acts as an agent of the Company and without personal liability



SIP 9 - Time & Cost Summary

Period 21/07/09 05/10/09

Time Summary

Classification of work function	Hours					Total Hours	Time Cost (£)	Average hourly rate (£)
	Partner	Manager	Other Senior Professionals	Assistants & Support Staff				
Administration Work	10.75	0.00	0.17	109.58	120.50	24,701.67	204.85	
Cashiering Functions	0.00	0.00	0.00	0.25	0.33	75.83	227.50	
Contact with the Debtor	0.00	0.00	0.00	3.00	3.00	647.50	210.00	
Emailing	0.50	0.00	0.00	0.42	1.00	317.92	317.92	
Employee matters	0.00	0.00	0.00	2.75	2.75	577.50	210.00	
Meetings	39.00	7.50	0.00	17.25	63.75	21,160.47	331.49	
Running off reports	1.50	0.00	0.00	0.00	1.50	592.50	395.00	
Research & Planning	2.50	0.00	0.00	0.00	2.50	987.50	395.00	
Statutory	0.00	0.58	0.00	1.50	2.08	478.33	229.60	
General Taxation	0.00	0.33	0.00	0.08	0.42	108.33	260.00	
Telephone calls	9.00	0.00	0.25	0.00	9.25	1,607.50	390.00	
Vat Returns	0.00	0.00	0.00	0.33	0.33	70.00	210.00	
Administration & planning	65.47	8.58	0.42	135.25	207.67	53,325.00	256.78	
Investigation	38.25	0.00	0.00	3.75	41.50	15,697.92	377.51	
Legal Issues	11.17	0.17	0.00	16.33	27.67	8,107.50	293.03	
Investigations	49.77	0.17	0.00	21.58	71.25	21,005.42	296.92	
Asset Realisation	2.00	6.92	1.00	27.83	36.75	8,481.67	230.79	
Realisation of assets	2.00	6.92	0.00	27.83	36.75	8,481.67	230.79	
Creditor Claims	0.00	0.00	0.00	18.17	18.17	3,015.00	165.00	
Creditor Related Work	0.00	1.25	0.00	93.58	94.83	15,465.00	163.00	
Creditors	0.00	1.25	0.00	111.75	113.00	19,280.00	170.62	
Total Hours	114.83	16.92	0.50	296.42	428.67	105,092.08	245.16	
Total Fees Claimed						0.00		



GRIFFINS POLICY ON DISBURSEMENTS AND CHARGEOUT RATES

INTRODUCTION

This note applies where a licensed insolvency practitioner in the firm is acting as an office holder of an insolvent estate and seeks creditor approval to make a separate charge by way of expenses or disbursements to recover the cost of facilities provided by the firm. Best practice guidance¹ requires that such charges should be disclosed to those who are responsible for approving his remuneration, together with an explanation of how those charges are made up and the basis on which they are arrived at.

DEFINITIONS

Best practice guidance¹ classifies expenses into two broad categories

- *Category 1 expenses (approval not required)* – specific expenditure that is directly related to a particular insolvency case, where the cost of the expense incurred is referable against an independent external suppliers' invoice or published tariff of charges,
- *Category 2 expenses* Griffins' policy is not to charge for Category 2 disbursements

CHARGING POLICY

- *Category 1 expenses (approval not required)* – all such items are re-charged to the case as they are incurred

SCHEDULE OF STANDARD CHARGEOUT RATES IN RESPECT OF GRIFFINS PARTNERS AND STAFF AS AT 1 OCTOBER 2009

In accordance with Statement of Insolvency Practice 9 Version 5 (England and Wales) dated 1 April 2007 "Remuneration of Insolvency Office Holders" the following hourly charge-out rates will be applied when fixing the Officeholders Remuneration

Grade of staff	Hourly Rate £
Partners	£365 - £440
Managers	£290 - £300
Senior Administrators/Investigators	£260 - £290
Administrators	£140 - £220
Support Staff	£70 - £170

The above rates are reviewed annually on 1 October

It is not our policy to charge for support staff (secretarial, filing, reception) unless such staff are working on an individual matter for more than 7 hours in which case the rate for an Administrator may be applied

¹ Statement of Insolvency Practice 9 Version 5 (England and Wales) dated 1 April 2007