

The Insolvency Act 1986

# Administrator's progress report

# 2.24B

Name of Company C F Realisations Limited (formerly Coupe Foundry Limited) – In Administration	Company number 02610871
In the High Court of Justice, Chancery Division, Manchester District Registry <span style="float: right;">[full name of court]</span>	Court case number 1302 of 2004

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

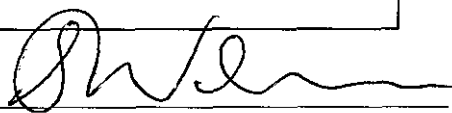
I / We (a) Simon Wilson and David Whitehouse of:  
 Kroll Limited  
 1 Oxford Court  
 Bishopsgate,  
 Manchester  
 M2 3WR

(b) Insert dates

Joint Administrators of the above company attach a progress report for the period

from to

(b) 7 April 2004	(b) 7 October 2004
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Signed   
 Simon Wilson, Joint Administrator

Dated 2 November 2004

### 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

Kroll Limited	
1 Oxford Court, Bishopsgate	
Manchester, M2 3WR	Tel 0161 228 6622
DX Number	DX Exchange

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



# Kroll

**Corporate Advisory &  
Restructuring Group**

1 Oxford Court  
Bishopsgate  
Manchester M2 3WR  
Tel: 0161 228 6622  
Fax: 0161 228 1199  
www.krollworldwide.com

Our Ref: SW/CW/CF01AMM/ADM502/2203

Your Ref:

2 November 2004

TO ALL KNOWN CREDITORS

When telephoning please ask for:

**Ann Probert**

Direct Line:

0161 228 6622

Dear Sirs

**C F Realisations Limited (formerly Coupe Foundry Limited) – In Administration  
(the Company)  
Administrators' Progress Report**

Please find enclosed a formal notice and detailed report covering progress in the Administration during the six months period ended 7 October 2004.

Yours faithfully  
For and on behalf of  
C F Realisations Limited



**Simon Wilson**  
Joint Administrator

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The affairs, business and property of the Company are being managed by the Joint Administrators.  
The Joint Administrators act as agents of the Company and without personal liability.

**C F REALISATIONS LIMITED (FORMERLY COUPE FOUNDRY LIMITED) - IN  
ADMINISTRATION (THE "COMPANY")**

**ADMINISTRATORS' PROGRESS REPORT**

**COVERING THE PERIOD 7 APRIL 2004 TO 7 OCTOBER 2004**

To all known creditors

**1 STATUTORY INFORMATION**

- 1.1 We were appointed Joint Administrators of the Company on 7 April 2004 by the High Court of Justice, Chancery Division, Manchester District Registry. Simon Wilson is licensed by the Institute of Chartered Accountants in England and Wales and David Whitehouse is licensed by the Insolvency Practitioners Association. The Administration is being handled by the above Court, reference number 1302 of 2004.
- 1.2 The trading address of the Company was The Foundry, Kittlingbourne Brow, Higher Walton, near Preston, Lancs, PR5 4DQ.
- 1.3 The registered office of the Company is now 1 Oxford Court, Bishopsgate, Manchester, M2 3WR and was formerly The Foundry, Kittlingbourne Brow, Higher Walton, near Preston, Lancs, PR5 4DQ.
- 1.4 All acts required to be done by the Joint Administrators, may be done by either or both, acting jointly or alone.

**2 DETAILS OF PROGRESS**

- 2.1 We appointed Alexander Forbes as Independent Trustee to review the Company's pension scheme. We understand that there may be a preferential claim of approximately £3,372 in respect of unpaid contributions, but to date the actual claim has not been received.
- 2.2 In addition to the Company Pension scheme there were two stakeholder pension schemes. These have been transferred to the purchaser and Alexander Forbes has advised the Joint Administrators of their duties in this respect. These duties have been completed and no further requirements in respect of the Company's pension matters are anticipated with the exception of dealing with the preferential claim detailed above.
- 2.3 In accordance with the statutory requirements of the Company Directors Disqualification Act 1986, we have submitted a report on the conduct of the directors of the Company to the DTI. This is a confidential report and accordingly we are not able to disclose its content.
- 2.4 Ongoing issues which are being dealt with by the Joint Administrators include the surrendering of the lease on the property, the collection of the deferred consideration for goodwill, fulfilling the corporation tax requirements and various other statutory duties. The surrender of the lease on the premises is a protracted legal matter for which we have sought advice from our legal advisers, although we anticipate that this will be resolved shortly. We have appointed Chadwicks as consultants in respect of the Corporation Tax responsibilities. The deferred consideration is discussed further in section 4.

### 3 ADMINISTRATOR'S RECEIPTS AND PAYMENTS

- 3.1 A summary of receipts and payments covering the period from the date of our appointment to 7 October 2004 is attached at Appendix A. This includes the funds received in respect of the sale of the business and assets and is self explanatory.

### 4 ASSETS STILL TO BE REALISED

- 4.1 All tangible assets have been realised following the sale of the business and assets of the Company which was completed on the 7 April 2004. The deferred consideration in respect of the sale of the goodwill falls due in January 2005. The consideration is based on a percentage of turnover for the first six months of trading of Brabco 344 Limited, now Coupe Foundry Limited, to whom the assets were sold. We have been monitoring their accounts on a monthly basis and can confirm that the payment is anticipated to be just over £50,000.

### 5 ADMINISTRATORS' REMUNERATION

- 5.1 The Administrators' time costs for the period 7 April 2004 to 7 October 2004 total £64,975 as detailed in Appendix B. Most of the time spent on this case relates to dealing with creditors and creditor reporting, and retention of title issues. To date the Administrators have drawn fees of £28,000.

(i) Staff allocation and the use of subcontractors

- 5.2 Our general approach to resourcing our assignments is to allocate staff with the skills and experience to meet specific requirements of the case. The case team will usually consist of a Partner, Manager, Senior and Assistant. The exact constitution of the case team will depend upon the anticipated size and complexity of the assignment. On larger or more complex cases several seniors and assistants may be allocated to meet the demands of the case. With regard to support staff, we would advise that time spent by cashiers in relation to specific tasks on the assignment is charged. In relation to secretarial support, in the main, this work is not charged unless it relates to exceptional duties undertaken on a case.

(ii) Professional Advisors

- 5.3 On this assignment we have used the professional advisors listed below. We have also indicated the basis of our fee arrangement with them below. This is subject to review on a regular basis.

<u>Name of Professional Adviser</u>	<u>Basis of Fee Arrangement</u>
Solicitors – DLA	Hourly rate & Disbursements
Property & Plant advisors - Singletons	Hourly rate & Disbursements
Pension Advisors – Alexander Forbes	Fixed rate
Corporation Tax – Chadwicks	Fixed rate

- 5.4 Our choice of professional advisors was based upon our perception of their experience and ability to perform this type of work, the complexity and nature of the assignment and the basis of our fee arrangement with them.
- 5.5 There have been payments for Agents / Valuers fees of £4,915 this is total costs anticipated in respect of valuation. In addition to date £14,755 has been paid in respect of legal costs, and estimate future legal fees to be £4,000.
- 5.6 The Administrators have made payments of £412 in respect of pension advice and pension administration costs.

(iii) Disbursements

- 5.7 The disbursements charged to a case comprise of external supplies of incident services specifically identifiable to the case, such as postage, case advertising, invoiced travel and external printing, room hire and document storage. Properly incurred expenses have been charged to the case. Disbursements totalling £540.75 have been drawn to date.
- 5.8 Set out below are the Kroll charge-out rates to be applied to time charged for 2004.

	Regional Rates (per hour)
	£
<b>Partner:-</b>	
Partner 1	280
Partner 2	235
Associate Partner / Director	215
<b>Manager:-</b>	
Senior Manager	200
Manager	185
<b>Other Senior Professionals:-</b>	
Experienced Senior	155
Senior	135
Administrator	105
<b>Assistants &amp; Support Staff:-</b>	
Assistant	70
Experienced Cashier	105
Cashier	70
Assistant Cashier	50
Support	50

## 6 ESTIMATED OUTCOME STATEMENT

- 6.1 An estimated outcome statement is attached at Appendix C, together with an estimate of the costs of the Administration at Appendix D.
- 6.2 As detailed in our last report there is a shortfall to the secured creditor. We believe there will be a claim in respect of the Company's pension scheme, which has been estimated at

£3,372. Based on current information we believe this will be paid in full. We do not anticipate any distribution to the unsecured creditors.

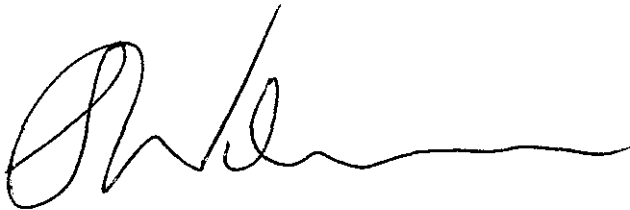
## **7 CLOSURE OF THE ADMINISTRATION**

- 7.1 The Administrators intend to progress the Administration to closing within the next six months, following receipt of the deferred consideration in respect of goodwill and completion of all other duties.
- 7.2 When we are in a position to close the Administration, it is anticipated that we will proceed with the dissolution of the Company in accordance with the statement of Administrators Proposals.

## **8 NEXT REPORT**

- 8.1 A progress report covering the six months to 7 April 2005 will be circulated during May 2005 unless we have ceased to act, in which case a report will be circulated earlier. Should there be any further developments in the interim, separate notification will be issued at the earliest opportunity.

For and on behalf of  
C F Realisations Limited



**Simon Wilson**  
Joint Administrator

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The affairs, business and property of the Company are being managed by the Joint Administrators.  
The Joint Administrators act as agents of the Company and without personal liability

**C F REALISATIONS LIMITED (FORMERLY COUPE FOUNDRY LIMITED) – IN  
ADMINISTRATION**

**APPENDIX A**

**RECEIPTS AND PAYMENTS**

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C F Realisations Limited (formerly Coupe Foundry Limited)  
(In Administration)

Joint Administrator's Abstract Of Receipts And Payments  
To 07/10/2004

	Total
<b>RECEIPTS</b>	<b>£</b>
Intellectual Property	1.00
Bank Interest	60.25
Fixed Plant & Machinery	50,000.00
Floating Plant & Machinery	50,000.00
Stock	40,000.00
Book Debts	450,000.00
Bank Interest Gross	1,024.33
Sundry Refunds	23.68
Floating Vat Control A/c	5,115.70
Fixed VAT Control Account	1,487.50
	<hr/>
	597,712.46
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<b>PAYMENTS</b>	
Administrators Fees	4,000.00
Legal Fees	2,500.00
Agents/Valuers Fees Fixed	2,000.00
Bank charges	46.12
Due to Chargeholder	40,000.00
Administrators Fees	24,000.00
Administrators Expenses	540.75
Agents/Valuers Fees Floating	2,915.20
Legal Fees	12,255.80
Professional Fees - Pension	412.35
Statutory Advertising	121.54
Bank Charges	28.84
Floating Charge Creditor	460,000.00
Due to Chargeholder	25,000.00
VAT Receivable	7,032.49
Fixed VAT Receivable	1,487.50
	<hr/>
	582,340.59
<b>Balances in Hand</b>	15,371.87
	<hr/>
	597,712.46
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**C F REALISATIONS LIMITED (FORMERLY COUPE FOUNDRY LIMITED) – IN  
ADMINISTRATION**

**APPENDIX B**

**ADMINISTRATORS' TIME COSTS**

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CF Realisations Limited - In Administration  
7 April 2004 to 7 October 2004

CF01AMM

	Employee Grade				Total Hours	(£'s)	
	Partner/ Director	Manager	Other Sen'r Prof	Assistants/ Support		Total Cost	Average Rate p/h
<b>Administration and Planning</b>							
Strategy and Control	9.5	15.3	28.8	0.5	54.1	10,544.0	195
Creditor Reporting	7.5	14.4	45.3	1.6	68.8	12,106.5	176
Committee Meetings and Reports	-	-	-	-	-	-	-
Statutory Duties	0.5	-	0.6	0.8	1.9	288.5	152
Job Administration	0.2	15.9	12.7	13.8	42.6	6,540.0	154
Cash Accounting and Time Records	-	0.2	7.9	21.2	29.3	2,935.0	100
Travel and Waiting Time	-	-	3.1	-	3.1	403.0	130
Case Closure	-	-	0.3	-	0.3	51.0	170
Internal Documentation and IT	-	1.7	39.6	0.5	41.8	6,044.5	145
<b>Investigations</b>							
D Reports	-	1.1	4.8	-	5.9	1,046.0	177
Other Investigations	-	-	0.3	-	0.3	51.0	170
Internal Documentation	-	-	-	-	-	-	-
<b>Realisation of Assets - Fixed Charge</b>							
Valuation and Offers	-	-	-	-	-	-	-
Sale of Assets	1.5	-	-	-	1.5	427.5	285
Insurance	-	-	0.2	-	0.2	26.0	130
Litigation	-	-	-	-	-	-	-
Internal and External Documentation	-	0.5	0.4	-	0.9	170.0	189
<b>Realisation of Assets - Debtors</b>							
Debt Collection	-	-	1.5	-	1.5	247.0	165
Debtors Litigation	-	-	-	-	-	-	-
Crown Debtors	-	-	0.4	-	0.4	68.0	170
Internal and External Documentation	-	-	-	-	-	-	-
<b>Realisation of Assets - Floating Charge</b>							
Valuation and Offers	-	-	-	-	-	-	-
Sale of Assets	1.5	-	2.3	-	3.8	790.5	208
Insurance	-	-	-	-	-	-	-
Retention of Title	-	3.3	44.1	-	47.4	6,907.0	146
Hire Purchase / Leased Assets	-	-	0.3	-	0.3	39.0	130
Litigation	-	-	-	-	-	-	-
Internal and External Communications	-	0.3	5.6	-	5.9	986.0	167
<b>Trading</b>							
Initial Actions	-	-	-	-	-	-	-
Cash Accounting	-	-	0.7	-	0.7	111.0	159
Ongoing Trading Activities	1.0	-	5.1	-	6.1	1,152.0	189
Internal and External Communications	-	4.5	0.2	-	4.7	1,016.0	216
<b>Creditors</b>							
Initial Actions	-	3.0	41.1	-	44.1	6,415.0	145
Creditor claims	-	1.0	19.3	3.4	23.7	3,158.0	133
Litigation	-	-	-	-	-	-	-
Shareholders / Bankrupts	-	-	0.3	-	0.3	51.0	170
Internal Documentation	-	-	1.0	-	1.0	138.0	138
Employees	-	-	8.6	-	8.6	1,370.0	159
Employee Communications	-	6.5	2.8	-	9.3	1,894.0	204
<b>Totals</b>	<b>21.7</b>	<b>67.7</b>	<b>277.3</b>	<b>41.8</b>	<b>408.5</b>	<b>64,975.5</b>	<b>159</b>

**C F REALISATIONS LIMITED (FORMERLY COUPE FOUNDRY LIMITED) – IN  
ADMINISTRATION**

**APPENDIX C**

**ESTIMATED OUTCOME STATEMENT**

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APPENDIX C

C F REALISATIONS LIMITED (FORMERLY COUPE FOUNDRY LIMITED) IN  
ADMINISTRATION

ESTIMATED OUTCOME STATEMENT  
AS AT 7 OCTOBER 2004

	Current £'000	Future £'000	Total £'000
<b><u>Assets Subject to Fixed Charge</u></b>			
Goodwill	-	50	50
Fixed Plant and Equipment	50	-	50
	<u>50</u>	<u>50</u>	<u>100</u>
Less: Costs (see Appendix D)	(9)	(3)	(12)
Available to Bank	<u>41</u>	<u>47</u>	<u>88</u>
	=====	=====	=====
<b><u>Assets Subject to Floating Charge</u></b>			
Book debts	450	-	450
Stocks and WIP	40	-	40
Non-Fixed Plant and Equipment	50	-	50
	<u>540</u>	<u>          </u>	<u>540</u>
Less: Costs (see Appendix D)	(41)	(14)	(55)
Available to Preferential creditors	<u>499</u>	<u>(14)</u>	<u>485</u>
Preferential Claim	(3)	-	(3)
Available to Bank	<u>496</u>	<u>(14)</u>	<u>482</u>
	=====	=====	=====

**C F REALISATIONS LIMITED (FORMERLY COUPE FOUNDRY LIMITED) – IN  
ADMINISTRATION**

**APPENDIX D**

**ESTIMATED COSTS OF REALISATIONS**

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APPENDIX D

C F REALISATIONS LIMITED (FORMERLY COUPE FOUNDRY LIMITED) IN  
ADMINISTRATION

ESTIMATED COSTS OF REALISATIONS  
AS AT 7 OCTOBER 2004

	Current £'000	Future £'000	Total £'000
<b>Fixed Charge</b>			
Administrator's fees and expenses	4	3	7
Legal fees	3	-	3
Agent's Fees and Expenses	2	-	2
	<u>9</u>	<u>3</u>	<u>12</u>
	=====	=====	=====
<b><u>Floating Charge</u></b>			
Administrator's fees and expenses	25	9	34
Legal fees	12	4	16
Agent's Fees and Expenses	3	-	3
Other	1	1	2
	<u>41</u>	<u>14</u>	<u>55</u>
	=====	=====	=====