

## The Insolvency Act 1986

## Administrator's progress report

2.24B

Name of Company CAM Profiles Limited	Company number 00492346
In the High Court of Justice, Chancery Division (full name of court)	For court use only 14979 of 2009

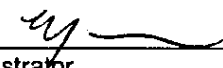
(a) Insert full name(s) and address(es) of administrators

I (a) Cameron Gunn of ReSolve Partners LLP, One America Square, Crosswall, London, EC3N 2LB

Administrator of the above company attach a progress report for the period

(b) Insert date

From (b) 5 June 2009	To (b) 4 December 2009
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Signed   
Administrator

Dated 31 December 2009

## 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.

Chris Hilbert  
ReSolve Partners LLP  
One America Square  
Crosswall  
London  
EC3N 2LB

020 7702 9775

If 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



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PC1 05/01/2010 349  
COMPANIES HOUSE

Cam Profiles Limited  
**Six monthly report**  
31 December 2009

**Cam Profiles Limited**  
**(the Company)**

**In Administration**

**Administrator's six monthly report**  
**for the period 5 June 2009 to 4 December 2009**

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## 1 INTRODUCTION

I refer to my appointment as Administrator of Cam Profiles Limited (CAM or the Company) on 5 June 2009 and write to provide you with my progress report for the six month period ended 4 December 2009.

## 2 BACKGROUND

Details regarding my appointment as Administrator are attached at **Appendix I**.

As previously advised, CAM was incorporated on 7 March 1951. It commenced trading as a designer and manufacturer of all types of bespoke precision cams including plate, box, barrel, bell, indexing and conjugate in sizes of up to one metre in diameter. The Company traded from a factory located at Unit 5 Finway, Dallow Road, Luton, Bedfordshire.

Due to a general downturn in the manufacturing market brought about by the credit crunch, the Company's order book reduced significantly throughout 2009. In the lead up to administration, the Company's sales were £75,000 per month (its breakeven sales were approximately £140,000).

Due to the cash implications arising from this reduced level of sales, the Company experienced significant pressure from its creditors and was unable to satisfy its outstanding debts whilst also continuing to meet its day-to-day liabilities.

Accordingly, the Director resolved that CAM could not continue to trade without entering into some form of insolvency procedure and on 5 June 2009 resolved to place the Company into Administration pursuant to Paragraph 22 of Schedule B1 of the Act.

## 3 ASSET REALISATIONS

Attached at **Appendix II** is the receipts and payments account for Cam Profiles Limited for the period 5 June 2009 to 4 December 2009.

Creditors should refer to my report dated 29 July 2009 in relation to realisations to that date. I comment specifically on the assets realised since that date, below.

### Book debts

The Company's book debt records indicated that an amount of £214,846 was outstanding as at the date of my appointment. I summarise the current position in respect of book debts as follows:

	Notes	£
Book debts as at 5 June 2009 (date of my appointment)		214,846
<i>Less:</i>		
Payments received prior to my appointment	1	(19,236)
Collections to date		(145,413)
Disputed		(3,971)
Exchange rate variances	2	(8,487)
<b>Estimated outstanding balance</b>		<b><u>37,739</u></b>

1. These amounts are confirmed as having been received by the Company prior to my appointment
2. The exchange rate variances are a result of various US based customers settling invoices in US dollars

Following a final review of the sales ledger, the balance of £37,739 will shortly be passed to an external collection agency for final collect-out.

#### **Sale of plant and machinery**

As previously advised, three pieces of plant and machinery were sold to Viscotherm AG on 8 July 2009 for £36,079.55. In addition, a sale of the Company's remaining plant and machinery was sold to Webster and Bennett on 12 July 2009 for £75,500 plus VAT.

#### **Exchange rate gains**

Since my previous report the Company has realised an amount of £630.26 in foreign currency exchange rate gains from debtors paying in US dollars.

#### **Cash at bank**

Since my previous report the Company's bank accounts have been closed and the balance of funds forwarded to the Administrator's account resulting in an increase in the cash at bank position of £66,258.93 to £96,258.94.

#### **Bank interest**

Bank interest of £17.18 has been received to date.

### **4 ADMINISTRATOR'S TRADING**

As previously advised, I continued to trade the Company whilst in Administration and advise that the final trading profit achieved was £34,745.58. The final trading statement is provided below:

	£
Trading sales	49,313.90
Sale of stock	9,216.55
Exchange rate gains	630.26
<b>Total sales</b>	<b>59,160.71</b>
Less:	
Material purchases	1,925.00
Wages and salaries	15,740.14
PAYE/NIC	5,888.02
Payroll costs	360.00
Utility payments	225.24
Repairs and maintenance	250.00
Vehicle costs	26.73
	<b>24,415.13</b>
<b>Net trading profit</b>	<b>34,745.58</b>

## **5 VALIDITY OF SECURITY**

As previously advised, Companies House records indicate that UB Commerce holds "an agreement" representing a fixed charge over the book debts of the Company.

Given that UB Commerce is a connected party (as a common shareholder), I have a duty to carry out a review of the validity of this agreement before considering any distribution to UB Commerce under the charge.

My solicitors, Maxwell Winward LLP, have been instructed to review the documentation to determine the validity of "the agreement". I anticipate Maxwell Winward being in a position to finalise their advice in January 2010.

The outcome of this review and the advice provided shall determine the nature in which funds received from the Company's book debts will be attributed. You will note that, presently, the receipts and payments account at **Appendix II** is not categorised between fixed and floating charge realisations (and will not be categorised until this advice is provided).

## **6 INVESTIGATIONS**

A Directors' Conduct Report was submitted for the Company to the Insolvency Practitioners Compliance Unit on 18 November 2009. This report is not on public record.

## **7 DIVIDEND PROSPECTS**

### ***Dividend to preferential creditors***

Based on present information, it is likely that there will be sufficient funds available in the Administration to pay a dividend of 100 pence in the pound to the preferential creditors of the Company.

### ***Dividend to non preferential creditors***

Based on present information, it is likely that there will be sufficient funds to enable a dividend to be paid to the non preferential unsecured creditors of the Company. However, the quantum and timing is contingent on my investigation in relation to the validity of UB Commerce's security.

### ***Prescribed Part***

Pursuant to Section 176A of the Act, where a floating charge is created after 15 September 2003 a "Prescribed Part" of the Company's net property shall be made available to unsecured creditors. Such a fund will not apply should the Company's net property amount to less than £10,000 and the Administrator considers that the cost of making such a distribution would be disproportionate to the benefits. The Prescribed Part is calculated at 50 per cent of net floating charge realisations up to £10,000 and 20 per cent of the property that exceeds this amount.

Again, the calculation of the Prescribed Part (if any) cannot be determined until my investigations into the validity of UB Commerce's security are concluded.

## **8 COSTS AND EXPENSES**

The time costs of ReSolve Partners LLP are as analysed at **Appendix III**. To date, the Administrator has drawn fees of £104,804.25 with the consent of the Company's creditors. Any balance of outstanding time costs will be drawn should there be sufficient funds available. These funds will be drawn in accordance with the resolution passed at a meeting of the Company's creditors on 13 August 2009.

A Creditors' Guide to Administrators' Fees was circulated with my previous report, however should you require a further copy one can be made available upon request. Copies are also available at the following website address:

[www.resolvepartners.co.uk/docs/Creditors' Guide to Administrators' fees.pdf](http://www.resolvepartners.co.uk/docs/Creditors%20Guide%20to%20Administrators%20fees.pdf)

## **9 ENDING OF ADMINISTRATION**

As it is anticipated that there will be sufficient property of the Company to enable a distribution to unsecured creditors, it is appropriate to proceed to Liquidation. It is therefore proposed that as soon as reasonably practicable, the expenses of the Administration should be discharged, and the Company be placed into Creditors Voluntary Liquidation with myself being appointed Liquidator.

At present I anticipate being in a position to move the Company into Liquidation once my investigations into the validity of UB Commerce's security are concluded.

## **10 FURTHER INFORMATION**

Should you require any further information in respect of this Administration please do not hesitate to contact David Southall of this office.

Yours faithfully  
For and on behalf of  
Cam Profiles Limited



Cameron Gunn  
Administrator

The affairs, business and property of the Companies are being managed by the administrator

Partners and staff acting as administrators, administrative receivers or supervisors act as agents of the Companies over which they are appointed at all times, and without personal liability  
Cameron Gunn is licensed by the Institute of Chartered Accountants in England and Wales

**APPENDIX I**

**Details of Administrator's  
Appointment**

<b>Company names:</b>	Cam Profiles Limited
<b>Registered number:</b>	00492346
<b>Registered office:</b>	C/o ReSolve Partners LLP One America Square Crosswall London EC3N 2LB
<b>Date of appointment:</b>	5 June 2009
<b>Administrator:</b>	Cameron Gunn of ReSolve Partners LLP One America Square, Crosswall London EC3N 2LB  The Administrator acts as agent of the Company and without personal liability.
<b>Court appointing Administrator:</b>	High Court, London
<b>Court reference numbers:</b>	14979 of 2009
<b>Person making application to Court:</b>	Director of the Company
<b>EC Regulation on Insolvency Proceedings:</b>	The EC Regulation applies to the proceedings, which are categorised as main proceedings within the meaning of the Regulations



**APPENDIX II**

**SUMMARY OF ADMINISTRATOR'S RECEIPTS AND PAYMENTS  
FROM 5 JUNE 2009 (DATE OF APPOINTMENT) TO 4 DECEMBER 2009**

	Estimated to Realise - Director's Statement of Affairs	As previously reported to 29 July 2009	Total Receipts/ Payments To Date
<b>RECEIPTS</b>	<b>£</b>	<b>£</b>	<b>£</b>
Book Debts	175,995	57,960.95	145,413.25
Plant & machinery	90,000	111,579.55	111,579.55
Trading sales	-	49,313.90	49,313.90
Exchange rate gains	-	-	630.26
Stock	-	8,216.55	9,216.55
Cash at bank	78,865	30,000.01	96,258.94
Bank interest	-	-	17.18
VAT payable	-	10,507.26	-
	<b>344,860</b>	<b>267,578.22</b>	<b>412,429.63</b>
<b>PAYMENTS</b>			
Material purchases		1,225.00	1,925.00
Wages and salaries		15,740.14	15,740.14
PAYE/NIC		-	5,888.02
Payroll costs		-	360.00
Utility payments		-	225.24
Office holders remuneration		-	104,804.25
Office holders disbursements		-	2,507.19
Agents/valuers fees		-	13,500.00
Agents/valuers disbursements		-	1,913.83
Legal fees		-	7,330.00
Legal disbursements		-	31.00
Carriage		1,707.51	2,272.51
Rent		6,123.71	6,123.71
Currency exchange commission/charges		-	7,240.70
Bank charges		40.00	620.73
Storage costs		-	574.18
Repairs and maintenance		-	250.00
Sundry expenses		125.00	125.00
Vehicle costs		26.73	26.73
Mail re-direction costs		26.00	26.00
VAT Receivable		-	9,249.01
		<b>25,014.09</b>	<b>180,733.24</b>
<b>Balance (Receipts less Payments)</b>		<b>242,564.13</b>	<b>231,696.39</b>
			<b>231,696.39</b>

Cameron Gunn  
Administrator  
31 December 2009

**APPENDIX III**

**Office Holder Remuneration**

Case Name	Cam Profiles Limited		
Court	High Court, London		
Court reference	14979 of 2009		
Office Holders	Cameron Gunn	IP Number: 1468	
Firm	ReSolve Partners LLP		
Address	One America Square, Crosswall, London EC3N 2LB		
Type of Appointment	Administration		
Date of Appointment	5 June 2009		

**1 Overview of Case**

**1.1 Appointment**

The Administrator was appointed on 5 June 2009 following an application by the Director.

**1.2 Strategy**

Please see main body of the report.

**1.3 Staffing**

Staff have been used on the assignment based upon previous knowledge and experience.

**1.4 Existing fee arrangements**

The Administrator's time costs were approved at a meeting of the Company's creditors held by correspondence on 13 August 2009.

**1.5 Anticipated return to creditors**

Based on present information, it is likely that there will be sufficient funds available in the Administration to pay a dividend of 100 pence in the pound to the preferential creditors and sufficient funds to enable a dividend to the unsecured non preferential creditors of the Company. However, the quantum and timing is contingent on my investigation in relation to the validity of UB Commerce's security.

## 2 Explanation of office-holders charging and disbursement recovery policies

### 2.1 Time recording

Time properly incurred on cases is charged to the assignment at the hourly rate prevailing at the time. The hourly charge out rates covering all time charged are outlined below:

	11-Dec-08 to 01-Dec-09	01-Dec-09 to date
	£	£
Licensed Insolvency Practitioner/Senior Partner	325	375
Partner	-	305
Manager	265	265
Senior Administrator	185	190
Administrator	110	120
Junior Administrator	-	90

Secretarial and support staff are not charged to the cases concerned, being accounted for as an overhead of ReSolve Partners LLP.

### 2.2 Disbursements recovery

Separate charges are made in respect of directly attributable expenses (Category 1 disbursements) such as travelling, postage, photocopying, statutory advertising and other expenses made on behalf of the assignment. Details of such disbursements are included later in this report.

Indirect charges (Category 2 disbursements) are charged as follows:

- Photocopying 10p per sheet
- Faxes 50p per sheet
- Postage Typical first/second class postage rates at the date of postage
- Mileage 40p per mile

## 3 Description of work carried out

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

### 3.1 Pre-appointment

Time spent in this category comprises the activities required to place the Companies into administration.

### 3.2 Administration and planning

The following activities have been undertaken:

- Statutory duties associated with the appointment including the filing of relevant notices
- Notification of the appointment to creditors, members, employees and other interested parties
- Setting up case files
- Reviewing available information to determine appropriate strategy, and
- Setting up and maintaining bank accounts.

### 3.3 Realisation of assets

Please see the main body of the report for details on the assets realised.

### 3.4 Creditors

The time spent includes the following matters:

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

### 4 Time and chargeout summary

To date a total of 600.65 hours have been spent for the period 5 January 2009 to 4 December 2009 at an average charge out rate of £206.82 bringing the total cost to date to £124,229.33.

A summary table is shown below:

Task	Office Holder	Partner	Manager	Senior Administrator	Administrator	Total hours	Total cost (£)	Average hourly rate (£)
Pre-appointment duties	2.50	5.00	3.90	-	-	11.40	3,171.00	278.18
Administration and Planning	-	21.80	29.10	41.50	31.23	123.63	24,602.66	199.00
Investigations	-	-	-	-	28.40	28.40	2,904.00	110.00
Realisation of Assets	9.00	22.30	19.70	9.50	38.38	98.88	21,377.66	216.19
Statutory	-	11.70	-	0.70	29.30	41.70	6,485.00	155.52
Trading	8.00	55.20	85.50	6.10	4.60	159.40	41,520.00	260.48
Creditors	11.50	14.60	18.87	15.10	79.17	139.23	24,169.00	173.59
Other	-	-	-	-	-	-	-	-
<b>Total hours</b>	<b>31.00</b>	<b>130.60</b>	<b>157.07</b>	<b>72.90</b>	<b>209.08</b>	<b>600.65</b>	<b>124,229.33</b>	<b>206.82</b>
<b>Total fees claimed</b>	<b>10,075.00</b>	<b>34,673.00</b>	<b>42,947.68</b>	<b>13,486.50</b>	<b>23,047.15</b>	<b>124,229.33</b>		

The above costs exclude VAT.

The administrator does not seek remuneration for the cost of advice given and work completed prior to the administration, other than costs directly related to acceptance of the appointment as administrator.

### 5 Disbursements

#### 5.1 Category 1 disbursements

Details of the Category 1 disbursements are as follows:

##### Category 1 disbursements

Description	£
Travel	361.68
Bonding	1,056.00
Conference calls	39.86
Statutory advertising	296.19
	<u>1,753.73</u>

The above costs exclude VAT.

## **5.2 Category 2 disbursements**

Details of Category 2 disbursements are as follows:

<b>Description</b>	<b>£</b>
Postage & Stationery	753.46
	<u>753.46</u>

The above costs exclude VAT.

## **6 Supporting documentation**

Up to date Receipts and Payments account (see **Appendix II** of this report).