

The Insolvency Act 1986

Administrator's progress report

Name of Company

Alan Dick & Company Limited

Company number

01007434

In the
High Court of Justice, Chancery Division,
Companies Court

(full name of court)

Court case number
531 of 2013(a) Insert full
name(s) and
address(es) of
administrator(s)We (a)
David Dunckley
Grant Thornton UK LLP
30 Finsbury Square
London
EC2P 2YUNicholas Wood
Grant Thornton UK LLP
30 Finsbury Square
London
EC2P 2YU

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

From

To

(b) Insert date

(b) 14 January 2014

(b) 9 July 2014

Signed

Joint Administrators

Dated

01.08.2014

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

David Dunckley
Grant Thornton UK LLP
30 Finsbury Square
London
EC2P 2YU

DX Number

0161 953 6900
DX Exchange

WEDNESDAY



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06/08/2014

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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, Crown Way, Cardiff CF14 3UZ DX 33050 Cardiff

Our Ref DJD/PAM/RJJ/EZF/A00810/7

To the creditors

Recovery and Reorganisation

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Manchester M3 3EB

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1 August 2014

Dear Sirs

Alan Dick & Company Limited - In Administration (the Company)
High Court of Justice, Chancery Division, Companies Court
No 531 of 2013

1 Introduction

- 1.1 Following my appointment as joint administrator of the above company with Nicholas Wood by the directors on 24 January 2013, I am now in a position to conclude the administration. This is my final progress report, including

- Appendix A, an account of my receipts and payments for the period ended 9 July 2014 in accordance with Rule 2.47 of the Insolvency Rules 1986
- Appendix B, a statement of the remuneration charged by the joint administrators in the period 14 January 2014 to 9 July 2014 and a statement of expenses incurred in the period
- Appendix C, an analysis of our time costs as required by Statement of Insolvency Practice 9
- Appendix D, an extract from the Insolvency Rules 1986 relating to creditors' rights to request additional information from the administrator (Rule 2.48A)
- Appendix E, an extract from the Insolvency Rules 1986 relating to creditors' rights to challenge the administrator's remuneration and expenses, if excessive (Rule 2.109)

- 1.2 In accordance with paragraph 100(2) of Schedule B1 to the Insolvency Act 1986, the functions of the administrators are to be exercised by any or all of them

2 Statutory information

- 2.1 The Company's statutory details are as follows

Registered number 01007434

Registered office c/o Grant Thornton UK LLP
4 Hardman Square
Spinningfields
Manchester
M3 3EB

Chartered Accountants

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3 Receipts and payments account

- 3 1 I attach our receipts and payments account at Appendix A. You will note that no amounts have yet been paid to the unsecured creditors by virtue of the application of section 176A of the Insolvency Act 1986 (prescribed part).

4 Report and outcome of administration

- 4 1 Previous reports on the Company have been made in conjunction with Alan Dick & Company (Holdings) Limited (ADH), however the final reports will be made separately due to different outcomes. ADH will move to dissolution.

5 Assets

Alan Dick (Beijing) Telecom Equipment Co Limited (ADB)

- 5 1 As previously advised the sale of shares in ADB realised £93,890.

Alan Dick & North Africa (ADN) and Al.An for Antenna Support S.A.E (AAS)

- 5 2 The sale of the Company's shareholding of ADN and 70% of AAS, which are both Egyptian registered companies, was completed in April 2014. The sum of £419,722 has been received as consideration for the sale.
- 5 3 Previously the Company also received payments from ADN and AAS of £20,870 and £40,905 respectively.

Alan Dick & Co (Pakistan) Limited (ADP)

- 5 4 The Company owns ADP which is a Pakistan registered company. ADP is a dormant company and no longer trades. It is understood that ADP holds a modest cash balance although the exact amount is uncertain. The joint administrators are currently in the process of winding up ADP, the costs of which will be settled from the funds held. There will be no realisations to the Company in respect of this matter.

Alan Dick (Thailand) Co Limited (ADT) and Alan Dick Bangladesh (ABB)

- 5 5 The Company owns both ADT and ABB, which are registered companies in Thailand and Bangladesh respectively. There is also a further entity in Bangladesh which is a branch of ADT. It is understood that both ADT and ABB hold cash balances. The joint administrators are currently in correspondence with the directors of the Company with regard to closure of ABB and the Bangladesh branch in order to potentially release the cash held. The likely timescale and quantum of any potential release of funds is uncertain, particularly in light of the very strict Bangladesh foreign exchange restrictions.
- 5 6 Additionally, the joint administrators are seeking to wind up ADT in order to release the cash held. The likely timescale and quantum of any potential release is dependent upon the closure of the Bangladesh branch first.

Alan Dick Middle East (ADM) and Al Bawardi Alan Dick LLC (ABA)

- 5 7 The Company previously owned ADM and 49% of ABA, companies both registered in the UAE. As previously advised in order to minimise the potential exposure to the Company and the directors and to minimise the costs to the Bank, a sale of ADM and ABA was completed on 10 May 2013. There were no realisations due to the Company in this regard.

6 Liabilities

Secured creditors

- 6.1 Lloyds Bank Plc (the Bank) holds fixed and floating charges over the Company's assets and is owed approximately £100 million
- 6.2 Barclays Bank Plc (Barclays) also holds a fixed and floating charge over the Company's assets and is owed in the order of £25 million. The Bank's charge is held in priority to Barclays
- 6.3 Based on current information there will be a significant shortfall to the Bank and Barclays

Preferential creditors

- 6.4 The Company had four employees who were made redundant with effect from 31 January 2013. To date the joint administrators have received notice of c£5,000 of preferential claims for unpaid wages and accrued holiday pay. Based on current information it is likely that there will be a distribution to the preferential creditors
- 6.5 The joint administrators retained the services of the financial director of the Company in order to assist with the disposal of the foreign subsidiaries. The financial director was made redundant with effect from 31 July 2013

Unsecured creditors

- 6.6 To date we have received unsecured claims against the Company totalling c£183,000
- 6.7 In accordance with section 176A of the Insolvency Act 1986, as the first floating charge which is held over the assets of the Company post-dates 15 September 2003, a prescribed part is to be carved out of the floating charge assets
- 6.8 The prescribed part carve out will only become payable if there are sufficient floating charge realisations. Based on current information it is likely there will be a distribution to the unsecured creditors via the prescribed part although the timing and amount of any distribution is currently uncertain

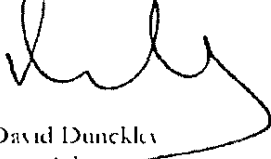
7 Joint administrators' remuneration and expenses

- 7.1 Our fees for acting as joint administrators were fixed by reference to our time costs
- 7.2 You will note from the SIP 9 table attached at Appendix C that our time costs to date are £197,690 and from the receipts and payments account attached at Appendix A that we have drawn £140,000 to date. In addition, the outstanding expenses relating to storage and bond bordereau total £664 as set out in Appendix B of which £175 has been paid
- 7.3 Background information regarding the fees of administrators can be found at www.insolvency-practitioners.org.uk (navigate via 'Regulation and Guidance' to 'Creditors Guides to Fees'). Alternatively, we will supply this information by post on request. Time is charged in units of 6 minutes

8 Other expenses incurred by the joint administrators

- 8.1 Legal fees of £101,419 have been paid to Hogan Lovells in respect of the disposal of ADB, ADN, AAS, ADM and ABA
- 8.2 Legal fees of £15,124 have been paid to Helmy, Hamza & Partners in respect of the disposal of ADN and AAS

Yours faithfully
for and on behalf of Alan Dick & Company Limited



David Dunckley
Joint Administrator

The affairs, business and property of Alan Dick & Company Limited are being managed by David Dunckley and Nicholas Wood, appointed as joint administrators on 24 January 2013

Enc

Alan Dick & Company Limited - in administration
Summary of receipts and payments
from 24 January 2013 to 9 July 2014

Statement of Affairs	From 24/01/2013 to 13/01/2014	From 14/01/2014 to 09/07/2014	Total
£	£	£	£
Receipts			
Freehold Land & Property	0 00	1,000 00	1,000 00
Tax Refund	100 00	0 00	100 00
Insurance Refund	297 10	0 00	297 10
Alan Dick North Africa	293,171 75	188,314 01	481,485 76
Misc Float Receipts	1,302 98	0 00	1,302 98
Bank/ISA InterestGross	181 88	5 28	187 16
Alan Dick China	93,889 77	0 00	93,889 77
Utlty Refunds	3,799 15	28,260 63	32,059 78
HMRC - VAT received/paid	19,840 28	0 00	19,840 28
	412,582.91	217,579 92	630,162 83
Payments			
Carriage	75 59	0 00	75 59
Professional Fees	3,662 83	2,000 00	5,662 83
PAYE/NI	29,135 42	0 00	29,135 42
Net Wages	24,053 28	0 00	24,053 28
Administrators Fees	0 00	140,000 00	140,000 00
Administrators Expenses	0 00	175 03	175 03
Agents/Valuers Fees (1)	457 00	0 00	457 00
Legal Fees (1)	100,835 36	116,573 68	217,409 04
Distribution to Lloyds Bank Plc	19,986 16	31,936 52	51,922 68
Stationery & Postage	318 26	0 00	318 26
Re-Direction of Mail	120 00	0 00	120 00
Statutory Adverusing	84 60	0 00	84 60
Rents Payable	1,425 00	0 00	1,425 00
Bank Charges	146 50	118 52	265 02
Employee pension scheme contributions	4,940 91	0 00	4,940 91
Payment to Liquidator	0 00	80,535 03	80,535 03
Vat on Purchases	20,266 43	53,316 71	73,583 14
	205,507 34	424,655 49	630,162.83
Net Receipts/(Payments)	207,075.57	(207,075.57)	0.00

Made up as follows

Alan Dick & Company Limited - in administration
 Summary of receipts and payments
 from 24 January 2013 to 9 July 2014

Statement of Affairs £	From 24/01/2013 to 13/01/2014 £	From 14/01/2014 to 09/07/2014 £	Total £
Floating Current Account - NIB - Bank Te	207,075 57	(207,075 57)	0 00
	<u>207,075.57</u>	<u>(207,075.57)</u>	<u>0.00</u>

B Remuneration charged and expenses incurred by the administrators in the period

	Charged/incurred in period 14 January 2014 to 9 July 2014	Cumulative charged/incurred to 9 July 2014	Of which paid to 9 July 2014
	£	£	£
Joint administrators' fees.			
Time costs	8,288	197,690	140,000
Expenses		664	175
Legal fees.			
Helmy, Hamza & Partners	0	15,124	15,124
Hogan Lovells LLP	101,449	199,546	199 546

C SIP 9 information

Introduction

The following information is provided in connection with the administrators' remuneration and disbursements in accordance with SIP 9

Explanation of Grant Thornton UK LLP charging and disbursement recovery policies

Time costs

All partners and staff are charged out at hourly rates appropriate to their grade, as shown on the attached schedule. Details of the hourly charge-out rates are made available to creditors or committees at the time of fixing the basis of our fees. Support staff (ie secretaries, cashiers and filing clerks) are charged to the case for the time they work on it

	From 01/07/09	From 01/07/10	From 01/07/11	From 01/07/12	From 01/07/13
	£	£	£	£	£
Partners up to	510	535	560	580	600
Managers up to	385	405	425	440	455
Administrators up to	275	285	300	310	320
Assistants and support staff up to	190	195	205	210	220

Disbursements

Out of pocket expenses are charged at cost. Mileage is charged at standard rates which comply with HM Revenue and Customs limits or AA recommended rates. VAT is added to disbursement charges as necessary.

Alan Dick & Company Limited - in Administration- A30200810 - SIP 9 TIME COST ANALYSIS

Appendix C

Job(s) Administration, CMU code

Transaction period All transactions

Standard	Partner			Manager			Executive			Administrator			Total		
	Hrs	£	Avg Hrly Rate	Hrs	£	Avg Hrly Rate	Hrs	£	Avg Hrly Rate	Hrs	£	Avg Hrly Rate	Hrs	£	Avg Hrly Rate
Administration and Planning	30.50	18,060.00	592.13	156.85	68,419.50	436.21	104.15	29,813.50	286.26	72.10	10,878.00	150.87	363.60	127,171.00	349.76
Creditors				65	260.00	400	47.40	15,224.00	321.18	12.05	1,656.50	137.47	60.10	17,140.50	159.74
Hiatus period													00	00	
Investigations							50	112.50	225.00	2.50	375.00	150.00	3.00	487.50	162.50
Realisation of Assets							164.60	52,259.00	317.49	3.15	478.50	151.90	167.75	52,737.50	156.91
Trading							54	124.20	230.00	20	30.00	150.00	74	154.20	208.38
Total	30.50	18,060.00	592.13	157.50	68,679.50	410.54	317.19	97,533.20	251.35	90.00	13,418.00	149.09	595.19	197,690.70	290.26

Total fees billed to date (Time) £ 140,000

D An extract from the Insolvency Rules 1986 relating to creditors' rights to request additional information from the administrator

Rule 2.48A

- (1) If
 - (a) within 21 days of receipt of a progress report under Rule 2.47 -
 - (i) a secured creditor, or
 - (ii) an unsecured creditor with the concurrence of at least 5% in value of the unsecured creditors (including the creditor in question), or
 - (b) with the permission of the court upon an application made within that period of 21 days, any unsecured creditor makes a request in writing to the administrator for further information about remuneration or expenses (other than pre-administration costs) set out in a statement required by Rule 2.47(1)(db) or (dc), the administrator must, within 14 days of receipt of the request, comply with paragraph (2)
- (2) The administrator complies with this paragraph by either -
 - (a) providing all of the information asked for, or
 - (b) so far as the administrator considers that
 - (i) the time or cost of preparation of the information would be excessive, or
 - (ii) disclosure of the information would be prejudicial to the conduct of the administration or might reasonably be expected to lead to violence against any person, or
 - (iii) the administrator is subject to an obligation of confidentiality in respect of the information,
 giving reasons for not providing all of the information
- (3) Any creditor, who need not be the same as the creditor who requested further information under paragraph (1), may apply to the court within 21 days of -
 - (a) the giving by the administrator of reasons for not providing all of the information asked for, or
 - (b) the expiry of the 14 days provided for in paragraph (1),
 and the court may make such order as it thinks just
- (4) Without prejudice to the generality of paragraph (3), the order of the court under that paragraph may extend the period of 8 weeks provided for in Rule 2.109(1B) by such further period as the court thinks just

E An extract from the Insolvency Rules 1986 relating to creditors' rights to challenge the administrator's remuneration or expenses if excessive

Rule 2.109

- (1) Any secured creditor, or any unsecured creditor with either the concurrence of at least 10% in value of the unsecured creditors (including that creditor) or the permission of the court, may apply to the court for one or more of the orders in paragraph (4)
- (1A) Application may be made on the grounds that -
 - (a) the remuneration charged by the administrator,
 - (b) the basis fixed for the administrator's remuneration under Rule 2.106, or
 - (c) expenses incurred by the administrator,
 is or are, in all the circumstances, excessive or, in the case of an application under sub-paragraph (b), inappropriate
- (1B) The application must, subject to any order of the court under Rule 2.48A(4), be made no later than 8 weeks after receipt by the applicant of the progress report which first reports the charging of the remuneration or the incurring of the expenses in question ("the relevant report")
- (2) The court may, if it thinks that no cause is shown for a reduction, dismiss it without a hearing but it shall not do so without giving the applicant at least 5 business days' notice, upon receipt of which the applicant may require the court to list the application for a without notice hearing. If the application is not dismissed, the court shall fix a venue for it to be heard, and give notice to the applicant accordingly
- (3) The applicant shall, at least 14 days before the hearing, send to the administrator a notice stating the venue and accompanied by a copy of the application, and of any evidence which the applicant intends to adduce in support of it
- (4) If the court considers the application to be well-founded, it must make one or more of the following orders -
 - (a) an order reducing the amount of remuneration which the administrator was entitled to charge
 - (b) an order fixing the basis of remuneration at a reduced rate or amount
 - (c) an order changing the basis of remuneration
 - (d) an order that some or all of the remuneration or expenses in question be treated as not being expenses of the administration
 - (e) an order that the administrator or the administrator's personal representative pay to the company the amount of the excess of remuneration or expenses or such part of the excess as the court may specify
 and may make any other order that it thinks just, but an order under sub-paragraph (b) or (c) may be made only in respect of periods after the period covered by the relevant report
- (5) Unless the court orders otherwise, the costs of the application shall be paid by the applicant, and are not payable as an expense of the administration