

The Insolvency Act 1986

Administrator's progress report

Name of Company
Hugo Realisations Limited (in Administration)

Company number
01095274

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

Court case number
4126 of 2008

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

We (a) Stephen Robert Cork and Joanne Elizabeth Milner of Smith & Williamson Limited, Prospect House, 2 Athenaeum Road, London, N20 9YU

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

from

to

(b) Insert dates

(b) 2 June 2008

(b) 1 December 2008

Signed

Joanne Milner
Joint Administrator

Dated 15 December 2008

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

Smith & Williamson Limited

Prospect House, 2 Athenaeum Road, London

N20 9YU

Tel 020 8492 8600

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

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COMPANIES HOUSE

Contents

1. Introduction
 2. Statutory details
 3. Progress Update – Asset Realisations
 4. Receipts and Payments
 5. Creditors claims
 6. Investigations
 7. Administrators' Analysis of Time Costs
 8. Administrators' original proposals
 9. Exit Route
- Appendix A. Statutory Information
- Appendix B. Administrators' Abstract of Receipts and Payments to 15 December 2008
- Appendix C. Administrators' professional fees breakdown for the period 2 June 2008 to 15 December 2008

1. Introduction

I refer to the appointment of Stephen Cork and I as Joint Administrators of Hugo Realisations Limited (in Administration) ("Hugo") and Dilldash Holdings Limited (in Administration) (together "the Companies") on 2 June 2008 and to my previous report to creditors dated 23 July 2008.

As the six month anniversary has recently passed I now provide creditors with my first progress report pursuant to Rule 2.47 of the Insolvency Rules. The purpose of this report is to provide creditors with an update on the progress of the Administration, including details of realisations to date and the results of my initial investigations.

I advise that Stephen Cork and I are jointly and severally responsible for the day to day affairs associated with the Administration of the Company.

2. Statutory details

The statutory details of the Companies are attached at Appendix A.

3. Progress Update – Asset Realisations

As creditors are aware, I finalised the sale of Hugo's business and assets to Proforma 8000 Limited ("Proforma") on 10 June 2008 for £100,000. £60,000.00 was received on completion of the sale and the balance is being paid over a series of instalments. To date, I have received 4 of the 24 monthly instalments.

I have passed the debtors ledgers onto my collection agents on a commission basis. No material recoveries have been made to date.

4. Receipts and Payments

Appendix II to this report is an abstract account of my receipts and payments of Hugo for the period 2 June 2008 to 15 December 2008. The contents of the receipts and payments account are self explanatory and are summarised below:

	Amount (£)
Total Receipts	117,528.10
Total Payments	<u>50,069.05</u>
Balance	<u>67,459.05</u>

There have not been any receipts and payments for Dilldash.

5. Creditors claims

I have made an initial distribution of £20,000 to HSBC pursuant to their fixed and floating charge over Hugo's assets.

I do not expect to recover sufficient funds to enable dividends to unsecured creditors of the Companies. If this position changes, all creditors will be notified in writing of my intention to declare a dividend and given any opportunity to lodge claims.

6. Investigations

I am required to conduct investigations into the formation, trading and demise of the companies and the conduct of the Directors, and to report their findings to the Secretary of State for Trade and Industry ("DTI"). I have lodged my report with the DTI.

Creditors should note that the contents of my report are confidential and are not available to the public. Should creditors have any information which may assist this process, they should provide details in writing to this office.

7. Administrators' Analysis of Time Costs

At the meeting held on 8 August 2008, creditors resolved that Joint Administrators' fees for both companies be fixed on a time basis and drawn at the discretion of the Joint Administrators as and when funds permit. To date, I have not drawn any remuneration in the Administration. I will be seeking ratification of this approval from the secured creditors of the Company shortly.

An analysis of the remuneration of the Administrators and staff for each Administration for the period 2 June 2008 to 15 December 2008 is attached at Appendix C as required by Statement of Insolvency Practice 9. For Hugo the total cost during this period is £67,702 (excluding VAT) and total hours 317.25. The average hourly cost for the period equates to £213.40 (excluding VAT). For Dilldash the total cost during this period is £2,822.25 (excluding VAT) and total hours 17.90. The average hourly cost for the period equates to £157.67 (excluding VAT).

These costs have been incurred attending to the following matters:

- Administration and planning: agreeing and implementing the strategy for the Administration. Reviewing and monitoring the strategy to realise value for the benefit of creditors.

- Sale of the business and assets.

- Dealing with the properties.

- Reporting to and communications with creditors.

8. Administrators' original proposals

Summarised below are the proposals approved by creditors at the meetings held on 8 August 2008.

- 1) The Joint Administrators will continue to manage the Company's affairs in accordance with the statutory purpose.
- 2) The Joint Administrators' fees be fixed by reference to the time properly given by the Joint Administrators and their staff in attending to matters arising in the Administration, and that remuneration is to be drawn at the discretion of the Joint Administrators, as and when funds allow.
- 3) The Joint Administrators consult with any duly appointed creditors' committee as to any proposed course of action or investigation into prior transactions. If no creditors' committee is formed then the Joint Administrators will take whatever actions are believed to be appropriate in the best interests of the Company's creditors.
- 4) The Administration be converted into a creditors' voluntary liquidation in accordance with Paragraph 83 of Schedule B1. Creditors are advised that, pursuant to paragraph 83(7) of Schedule B1, in the absence of any alternate nominations, the Joint Administrators shall become the Liquidators for the purpose of winding up the affairs of the Company. Creditors are informed that they may nominate a different person as the proposed Liquidator, provided that the nomination is made after the receipt of these proposals and before these proposals are approved.
- 5) The Joint Administrators' liability, in respect of any of actions as Joint Administrators, shall be discharged, in accordance with Paragraph 98 of Schedule B1, immediately upon the appointment ceasing to have effect.
- 6) The Administration be extended by six months in accordance with Paragraph 76 of Schedule B1 should it be deemed necessary by the Joint Administrators, in order to allow the Joint Administrators to attend to any remaining statutory tasks.

I did not receive any nominations for a committee of creditors and do not consider that a committee is warranted in this Administration.

9. Exit Route

As discussed above, creditors of the Companies resolved on 8 August 2008 that the Administration would convert to Liquidation and that Stephen Cork and Joanne Milner of Smith & Williamson Limited be appointed Joint Liquidators.

Once I have finalised the taxation position of the Company, it is my intention to convert the appointment to Liquidation. I am required to prepare a final Administrators report for creditors on conversion.

Should creditors have any queries in relation to the Administrations, please contact Kate Miers of this office on 020 8492 8600.



Joanne Milner
Joint Administrator

Directors acting as insolvency practitioners contract without personal liability.

Joanne Milner is licensed to act as an insolvency practitioner by the Institute of Chartered Accountants in England and Wales.

The business, affairs and property of the above Company are being managed by the Administrator who contracts as agent of the Company and without personal liability.

Appendix A. Statutory Information

Company number	01095274
Court details	High Court of Justice, Chancery Division, Companies Court
Court number	4126/2008
EC Regulation No 1346/2000	The EC Regulation applies and these proceedings are main proceedings as defined in Article 3 of the EC Regulation as Hugo was incorporated in England and conducted the administration of its interests on a regular basis in the UK.
Company name, including trading and former names	Hugo Realisations Limited (formerly Hugo Russell and Co Limited)
Registered office address	Formerly: 38 Westwood Park Trading Estate Concord Road London W3 0TH Note: the registered office has now been changed to the offices of Smith & Williamson Limited, Prospect House, 2 Athenaeum Road, London, N20 9YU
Trading address	38 Westwood Park Trading Estate Concord Road London W3 0TH
Date of incorporation	9 July 1973
Directors and former Directors	Frank Jolyon St John Tibbitts David Gwynn Owen
Secretary	Frank Jolyon St John Tibbitts
Authorised & issued share capital	Issued share capital of 5,000.00 ordinary shares of £1 each
Shareholders	Dilldash Holdings Limited of 5000 ord shares

Company number	04521292
Court details	High Court of Justice, Chancery Division, Companies Court
Court number	4127/2008
EC Regulation No 1346/2000	The EC Regulation applies and these proceedings are main proceedings as defined in Article 3 of the EC Regulation as Hugo was incorporated in England and conducted the administration of its interests on a regular basis in the United Kingdom.
Company name, including trading and former names	Dilldash Holdings Limited
Registered office address	Formerly: 38 Westwood Park Trading Estate Concord Road London W3 0TH Note: the registered office has now been changed to the offices of Smith & Williamson Limited, Prospect House, 2 Athenaeum Road, London, N20 9YU
Trading address	38 Westwood Park Trading Estate Concord Road London W3 0TH
Date of incorporation	29 August 2002
Directors and former Directors	Frank Jolyon St John Tibbitts David Gwynn Owen
Secretary	Frank Jolyon St John Tibbitts
Authorised & issued share capital	Issued share capital of 100 ordinary shares of £1 each.
Shareholders	Frank Jolyon St John Tibbitts James Benjamin St John Tibbitts

December 2008

Hugo Realisations Limited (formerly Hugo Russell & Co Limited)
(In Administration)

Summary of Receipts & Payments
For the period 2 June 2008 to 15 December 2008

	Total (£)
Receipts	
Sales	11,416.87
Business & Goodwill	20,000.00
Bank Interest Gross FCR	83.84
Plant & Machinery	11,995.00
Stock	37,001.00
Stock/WIP	8,330.00
Book Debts	6,120.67
Cash at Bank	18,108.68
Purchase Contracts	1.00
Bank Interest Gross	563.58
Intellectual Property	1.00
Marketing & Media	1.00
Sales Information	1.00
Petty Cash	331.51
VAT Payable Flt Chg	3,572.95
Total Receipts	117,528.10
Payments	
Repairs & Maintenance	227.50
Chargeholder	20,000.00
Agents/Valuers Fees (1)	4,950.00
Agents/Valuers Expenses	118.45
Legal Fees (1)	18,487.50
Legal Expenses	83.20
Storage Costs	892.78
Statutory Advertising	403.26
Insurance of Assets	508.83
VAT Receivable Flt Chg	4,397.53
Total Payments	50,069.05
Balance In Hand	67,459.05

Appendix C. Administrators' professional fees breakdown for the period
2 June 2008 to 15 December 2008

Appendix C

Hugo Realisations Limited
(in Administration)

Breakdown of time spent
for the period 2 June 2008 to 15 December 2008

Classification of work function	Hours				Time cost £	Average hourly rate £
	Director	Associate Director/ Manager	Other Senior Professionals	Assistants & support staff	Total hours	
Administration & Planning	0.00	9.50	10.45	127.55	147.50	159.46
Investigations	0.00	0.00	0.50	0.00	0.50	200.00
Realisation of Assets	0.00	36.00	9.70	8.35	54.05	282.19
Creditors	0.00	49.00	5.25	15.45	69.70	282.35
Trading	0.00	12.50	0.25	32.75	45.50	201.10
Totals	0.00	107.00	26.15	184.10	317.25	213.40

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Appendix C

Dilldash Holdings Limited
(in Administration)Breakdown of time spent
for the period 2 June 2008 to 15 December 2008

Classification of work function	Hours					Time cost £	Average hourly rate £
	Director	Associate Director/ Manager	Other Senior Professionals	Assistants & support staff	Total hours		
Administration & Planning	0.00	1.00	2.40	9.05	12.45	1,940.00	155.82
Investigations	0.00	0.00	0.50	0.00	0.50	100.00	200.00
Creditors	0.00	0.00	2.00	2.95	4.95	782.25	158.03
Totals	0.00	1.00	4.90	12.00	17.90	2,822.25	157.67