

The Insolvency Act 1986

Administrator's progress report

Name of Company

Shieldtech Plc

Company number

01423125

In the
The High Court of Justice

(full name of court)

Court case number
8477 of 2010(a) Insert full
name(s) and
address(es) of
administrator(s)I/We (a)
Gareth Wyn Roberts
RSM Tenon Recovery
First Floor
Davidson House
Reading
Berks RG1 3EUPaul William Ellison
RSM Tenon Recovery
First Floor
Davidson House
Reading
Berks RG1 3EU

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

From

To

(b) Insert date

(b) 20 October 2010

(b) 20 April 2011

Signed

Joint / Administrator(s)

Dated

18/5/11

*Q02Z300J*
QD 21/05/2011 138
COMPANIES HOUSE

Private and Confidential

RSM Tenon Recovery
First Floor, Davidson House, Forbury Square,
Reading, Berkshire, RG1 3EU
T +44 (0) 1189 530350
F +44 (0) 1189 530351
www.rsmtenon.com

TO ALL CREDITORS AND SHAREHOLDERS

Our ref GWR/PWE/DT/LG
Your ref
19 May 2011

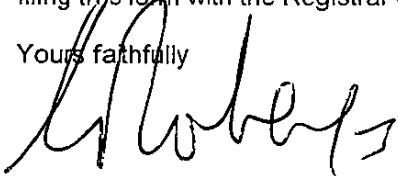
When telephoning or emailing please contact Lucy Garner on 0118 953 0381 or lucy.garner@rsmtenon.com

Dear Sirs

Shieldtech PLC - In Administration ('the Company')

I write further to my appointment as Joint Administrator of the Company on 20 October 2010 and enclose a copy of my final report to creditors and shareholders. In accordance with Rule 2.118(1) of the Insolvency Rules 1986 (as amended), I have sent Form 2.35B to the Registrar of Companies. Approximately three months after filing this form with the Registrar of Companies the Company will be deemed to be dissolved.

Yours faithfully



Gareth W Roberts

Joint Administrator

Licensed in the United Kingdom to act as an insolvency practitioner by the Insolvency Practitioners Association

Recovery and insolvency services are provided through RSM Tenon Limited and our Insolvency Practitioners are authorised to act in this capacity by their individual licensing bodies. RSM Tenon Limited is a subsidiary of RSM Tenon Group PLC. Directors and staff acting as Administrative Receivers and Administrators act as agents of the company over which they are appointed and contract without personal liability.

RSM Tenon Limited is an independent member firm of RSM International, an affiliation of independent accounting and consulting firms. RSM International is the name given to a network of independent accounting and consulting firms each of which practices in its own right. RSM International does not exist in any jurisdiction as a separate legal entity.

RSM Tenon Limited (No 4066924) is registered in England and Wales. Registered Office: 66 Chiltern Street, London W1U 4GB, England.

Shieldtech PLC - In Administration

Joint Administrators' Final report pursuant to Rule 2 47 and Rule 2 118 of the Insolvency rules 1986.

Section

- 1 Introduction and Statutory Information
- 2 Report of the Administration
- 3 Additional Information
- 4 Administrators' fees and expenses

Appendices

- 1 Joint Administrators' Proposals
 - 2 Receipts and payments account
 - 3 Form 2 24B – Notice of report
 - 4 Form 2 35B - Notice of move from Administration to Dissolution
 - 5 Time cost analysis/ Fee guides
-

1. Introduction

In accordance with Rule 2.47 and Rule 2.118, I would like to provide creditors with my final report. This report will be sent to the Registrar of Companies at the same time as it is sent to creditors.

Company Name: Shieldtech PLC

Trading Names: Shieldtech PLC

High Court of Justice Number: 8477 of 2010

Company Number: 01423125

Company Registered Office: First Floor, Davidson House, Forbury Square, Reading, Berkshire, RG1 3EU

Trading Address: Unit 5, Chesford Grange, Woolston, Warrington, Cheshire, WA1 4RQ

Joint Administrators

Gareth Wyn Roberts and Paul William Ellison of RSM Tenon Recovery, First Floor, Davidson House, Forbury Square, Reading, Berkshire, RG1 3EU. Gareth Wyn Roberts is licensed by the Insolvency Practitioners Association and Paul William Ellison is licensed by the Institute of Chartered Accountants in England and Wales.

Date of Appointment – 20 October 2010

Appointed by - Directors

In accordance with the provisions of the Enterprise Act 2002 this is my final report to the creditors of the Company.

Statement under paragraph 100 of Schedule B1 of the Act

"Any of the functions to be performed or powers exercisable by the Administrators may be carried out/exercised by any one of the acting alone or by any one of them acting severally."

Joint Administrators' Proposals

A copy of the Joint Administrators' proposals are attached at Appendix 1.

2. Report of the Administration

Asset Realisations

The Administrators' receipts and payments account for the period of the Administration is attached as Appendix 2

Goodwill

As advised in the Joint Administrators' proposals which were circulated to all creditors on 12 November 2010, a sale of the business and assets of AE Realisations 2010 Limited (formerly Aegis Engineering Limited) was achieved on 28 October 2010 to Guard Shielding Limited

In accordance with the terms of the sale agreement, the sum of £17,000 was attributed to the Goodwill of Shieldtech PLC and I can confirm that this has been received

There is also bank interest of £6 89 which has accrued on the account

There are no further realisations due in the Administration

Exit route from Administration

Under the Enterprise Act 2002, all Administrations automatically come to an end twelve months following appointment unless an extension is granted by the Court or following the consent of the creditors

As there is no likelihood of any funds becoming available for the unsecured creditors and all matters have been finalised, the exit route in this case is for Paul Ellison and I to apply to the Registrar of Companies to dissolve the Company and I have sent form 2 35B (notice of dissolution) to the Registrar of Companies. The Company will be dissolved approximately three months after the Registrar of Companies files this form

I confirm that I have achieved the third statutory purpose of Administration as defined in Paragraph 3 of Schedule B1 of the insolvency Act 1986

3. Additional Information

Dividend Prospects

Secured Creditors

HSBC Bank PLC held two fixed and floating charges over the assets of the Company dated 8 January 2008 and 25 June 2009, and I can confirm that they have been paid in full

Bruce Gordon, Steven Jenkins and Derek James, (together "the Loan Note Holders"), have a fixed and floating charge over all of the assets of each of the Companies. All three were created on 24 June 2009 and registered at Companies House on 1 July 2009. The Loan Note Holders were owed £1,131,899 at the date of our appointment and a notional payment of £1 has been made to them against their security in Shieldtech PLC

Preferential Creditors

There are no preferential claims in the Administration

Unsecured Creditors

As there are no net floating charge realisations in the Administration, the Prescribed Part provisions of the Insolvency Act 1986 (as amended) are not applicable

In accordance with the Company's Statement of Affairs the estimated amount due to unsecured creditors is £276,171. There are insufficient funds to pay a dividend to unsecured creditors

Statement under paragraph 100 of Schedule B1 of the Act

"Any of the functions to be performed or powers exercisable by the Administrators may be carried out by any or all of them acting severally"

EC Regulations

As stated in the Administration Order, Companies Council Regulation (EU) No 1346/2000 applies and these proceedings are main proceedings as defined in Article 3(1) of that Regulation

Directors' Conduct

As part of their statutory duties the Joint Administrators are required to consider the conduct of the Directors and any person considered to be a shadow director of the Company and submit a confidential report to the Department for Business Innovation and Skills ('DBIS'). I can confirm this report has duly been submitted to the DBIS

Notice of move from Administration to Dissolution

I attach form 2 35B, notice of moving the Company from Administration to dissolution which has also been sent to the Registrar of Companies. On filing of this form by the Registrar of Companies the Company will be dissolved approximately three months later

4. Administrators' Fees and Expenses

Overview of case and description of work carried out

Following our appointment a number of hours were spent by us and our staff on site undertaking the sale of business process, liaising with interested parties and ensuring that all licensing and security regulations were adhered to

In addition, time has been spent dealing with creditor and shareholder queries and carrying out our investigations and Company Directors Disqualification Act 1986 reporting

As with any appointment a number of hours have been spent on statutory and administrative duties inherent with any appointment and a requirement by my licensing body

Administrators' Fees

In accordance with the recommendations of Statement of Insolvency Practice 9 (SIP 9) a schedule detailing the Joint Administrators' time costs is attached as Appendix 4, together with a guide to Administrators' fees and charge out rates. Our time costs to date amount to £8,760 and I have drawn fees of £6,102. The balance of our time has been written off.

In addition we incurred time costs relating to the company's affairs prior to our appointment as Joint Administrators of £5,000. These costs related to meetings with the directors regarding the determination of whether one of the purposes of Administration was feasible and the completion of the statutory forms appointing the Joint Administrators and have been paid.

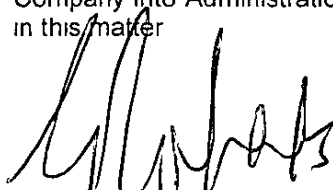
Full details of a Creditors Guide to Fees charged by Administrators can be viewed at the following website www.insolvency-practitioners.org.uk/uploads/Technical/SIP9_EW_Admin_Guide.pdf

Administrators' Disbursements

The Joint Administrators' are in accordance with Sip 9 entitled to draw disbursements on two bases, namely Category one and two. Full details of these charges are set out in Appendix 4.

Other Professional Costs

Shoosmiths Solicitors were instructed to assist in the filing of the necessary documentation to place the Company into Administration and to assist with the sale of the Goodwill. Their costs of £5,030 have been paid in this matter.



Gareth W Roberts
Joint Administrator

Licensed in the United Kingdom to act as an Insolvency Practitioner by the Insolvency Practitioners Association

6 Administrators' Proposals (Shieldtech PLC)

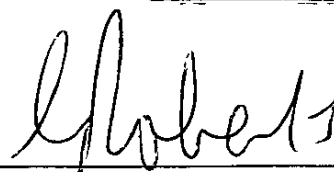
In accordance with Paragraph 49 of Schedule B1 of the Act, Gareth Roberts, the Joint Administrator of Shieldtech, makes the following proposals to the creditors of Shieldtech for achieving the purpose of the Administration, which came into effect on 20 October 2010

The Joint Administrator proposes that

- (a) he continues to manage the affairs and property of the Company in order to achieve the purpose of the Administration, with the intention of realising property in order to make a distribution to one or more secured or preferential creditors,
- (b) he instructs professional agents of his choice to proceed with the disposal of any remaining assets,
- (c) the creditors should consider establishing, and if thought fit, establish a Creditors' Committee to exercise the functions conferred on it by or under the Act,
- (d) he consults with the Creditors' Committee, if formed, at appropriate intervals concerning the conduct of the Administration and the implementation and development of these proposals and where he considers it expedient, obtains the sanction of that Committee on behalf of the creditors of the Company (and without further reference to them) to any proposed action on the part of the Administrators,
- (e) in addition, he does all such things and generally exercises all his powers as Administrator as he in his discretion considers desirable or expedient in order to achieve the purpose of the Administration or protect and preserve the assets of the Company or maximise realisations of those assets, or for any other purpose incidental to these proposals,
- (f) the remuneration of the Administrators' is to be fixed by reference to the time properly given by the Insolvency Practitioners (acting as Joint Administrators') and their staff in attending to matters arising in the Administration. A summary of the Joint Administrators' time costs to date, together with the charge out rates and disbursement rates are attached as Appendix 4. The Administrator fees incurred to date as shown at Appendix 4 be approved for payment by the creditors or a committee if one is appointed. The Administrators will also be able to recover category 2 disbursements, the charges for which are also attached at Appendix 4,
- (g) the Administrators' future fees and expenses be approved in relation to the Company by the creditors committee should one be appointed but failing that the Administrators' be authorised by the creditors to draw remuneration and expenses based on their time costs on a monthly basis or such other period as they deem appropriate,
- (h) on completion of the realisation of assets and distribution of funds to creditors, and as quickly and as efficiently as is reasonably practicable, the Administrators implement the most cost effective steps to formally conclude the Administration. This may include dissolution of the Company or placing the Company into Creditors Voluntary Liquidation ("CVL"), depending on which option will result in a better realisation for creditors. If the Company were to be placed into CVL the Administrators propose to be appointed Joint Liquidators. Please note that creditors may nominate a different person as the proposed Liquidator,
- (i) the Administrators are discharged from all liabilities in respect of any actions of theirs as Administrator following vacation of office

Shieldtech Plc.
(In Administration)
Joint Administrators' Abstract of Receipts & Payments

Statement of Affairs	From 20/10/2010 To 20/04/2011	From 20/10/2010 To 20/04/2011
SECURED ASSETS		
Goodwill	17,000 00	17,000 00
	<u>17,000 00</u>	<u>17,000 00</u>
ASSET REALISATIONS		
Bank Interest Net of Tax	6 51	6 51
	<u>6 51</u>	<u>6 51</u>
COST OF REALISATIONS		
Specific Bond	12 00	12 00
Preparation of S of A	5,000 00	5,000 00
Office Holders Fees	5,000 00	5,000 00
Legal Fees	5,030 00	5,030 00
Stationery & Postage	736 03	736 03
Statutory Advertising	126 00	126 00
	<u>(15,904 03)</u>	<u>(15,904 03)</u>
	<u>1,102 48</u>	<u>1,102.48</u>
REPRESENTED BY		
NIB Current Account - 18/05/2011		1,102 48
		<u>1,102.48</u>



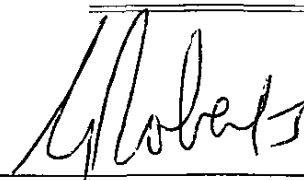
Gareth Wyn Roberts
Joint Administrator

Shieldtech Plc.
(In Administration)
Joint Administrators' Abstract of Receipts & Payments

Statement of Affairs	From 20/10/2010 To 18/05/2011	From 20/10/2010 To 18/05/2011
SECURED ASSETS		
Goodwill	17,000 00	17,000 00
	<u>17,000 00</u>	<u>17,000 00</u>
SECURED CREDITORS		
Chargeholder (1)	1 00	1 00
	<u>(1 00)</u>	<u>(1 00)</u>
ASSET REALISATIONS		
Bank Interest Net of Tax	6 89	6 89
	<u>6 89</u>	<u>6 89</u>
COST OF REALISATIONS		
Specific Bond	12 00	12 00
Preparation of S of A	5,000 00	5,000 00
Office Holders Fees	6,101 86	6,101 86
Legal Fees	5,030 00	5,030 00
Stationery & Postage	736 03	736 03
Statutory Advertising	126 00	126 00
	<u>(17,005 89)</u>	<u>(17,005 89)</u>
	<u>(0.00)</u>	<u>(0.00)</u>

REPRESENTED BY

NIL



Gareth Wyn Roberts
Joint Administrator

The Insolvency Act 1986

Administrator's progress report

Name of Company

Shieldtech Plc

Company number

01423125

In the
The High Court of Justice

(full name of court)

Court case number
8477 of 2010(a) Insert full
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Gareth Wyn Roberts
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First Floor
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Reading
Berks RG1 3EUPaul William Ellison
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Reading
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administrator(s) of the above company attach a progress report for the period

From

To

(b) Insert date

(b) 20 October 2010

(b) 20 April 2011

Signed

Joint / Administrator(s)

Dated

18/5/11

Appendix 4

Form 2 35B- Notice of move from Administration to Dissolution

The Insolvency Act 1986

**Notice of move from
administration to dissolution****2.35B**

Name of Company

Shieldtech Plc

Company number

01423125

In the
The High Court of Justice

(full name of court)

Court case number
8477/2010(a) Insert full
name(s) and
address(es) of
administrator(s)I/We (a) Gareth Wyn Roberts
RSM Tenon Recovery
First Floor
Davidson House
Reading
Berks RG1 3EUPaul William Ellison
RSM Tenon Recovery
First Floor
Davidson House
Reading
Berks RG1 3EU(b) Insert name and
address of
registered office of
companyhaving been appointed administrator(s) of (b) Shieldtech Plc First Floor
Davidson House, Forbury Square, Reading, Berkshire RG1 3EU(c) Insert date of
appointment

on (c) 20 October, 2010 by (d) Directors

(d) Insert name of
applicant/appointorhereby give notice that the provisions of paragraph 84(1) of Schedule B1 to the Insolvency Act 1986
apply

We attach a copy of the final progress report

Signed

Joint Administrator

Dated

18 May 2011

Contact DetailsYou 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
formThe contact information that you give
will be visible to searchers of the
public recordGareth Wyn Roberts
RSM Tenon Recovery
First Floor
Davidson House
Reading
Berks RG1 3EU

DX Number

0118 9530350
DX Exchange

Companies House receipt date barcode

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

SIP9 Detailed

5012904 Shieldtech Limited

Post Appointment

20/10/2010 to 18/05/2011

RSM Tenon

SIP9 SubCategory	Director and Associate Director	Manager	Other Senior Professional	Assistant and Support Staff	Total Hours	Charge	Avg Rate
Administration and planning							
General Administration	7 30	0 00	5 80	1 80	14 90	288 99	288 99
	7 30	0 00	5 80	1 80	14 90	4,306 00	288 99
Creditors							
Other Creditor Related Activities	0 80	6 00	3 90	0 00	10 70	250 09	250 09
Employee Related Tasks	0 00	0 00	1 20	0 00	1 20	200 00	200 00
Secured Creditors	1 10	0 00	0 00	0 00	1 10	380 00	380 00
	1 90	6 00	5 10	0 00	13 00	3,334 00	256 46
Realisation of assets							
Asset General (Uncharged)	0 70	2 00	0 00	0 00	2 70	294 81	294 81
FX Asset General	0 40	0 00	0 10	0 00	0 50	344 00	344 00
Book Debt Realisation (Uncharged)	0 40	0 00	0 00	0 00	0 40	380 00	380 00
	1 50	2 00	0 10	0 00	3 60	1,120 00	311 11
Hours	10 70	8 00	11 00	1 80	31 50		
Charge	4,066 00	2,120 00	2,207 00	367 00		8,760 00	

Joint Administrators time cost analysis -

The various tasks relating to the administration have been undertaken by appropriately experienced staff to ensure matters were properly dealt with and at least cost to the administration of the estate. The analysis below seeks to give some indication of the various tasks undertaken by the administrators and their staff but is not intended to be, nor should be viewed as, an exhaustive list

Administration and planning

Time costs in this section relate to the maintenance of professional standards, the handling of receipts and payments during the administration, general case compliance, and the day to day running of the administration

Statutory Reporting

These time costs relate to the necessary reporting and notification requirements stipulated by statute, including notifying and reporting on the meeting of the company's creditors under Paragraph 51 of Schedule B1 of the Insolvency Act 1986 "the Act" to both members and creditors, the preparation and provision of the progress report to members and creditors required by Schedule B1 of the Act and on the preparation and provision of the final progress report also required by Schedule B1 of the Act

Investigations

Investigation in relation to all matters relating to the Administration including but not limited to the following,

- 1) Preferences (S239 of the Insolvency Act 1986)
- 2) Transactions at undervalue (S238 of the Insolvency Act 1986)
- 3) Other antecedent transaction
- 4) Terrorism Act 2000
- 5) Money laundering regulations 2003
- 6) Proceeds of Crime Act 2002

Directors' Investigations

Work carried out in relation to the review of the directors' conduct on any matters raised by creditors generally

CDDA Reporting

These time costs relate to investigations required under the provisions of the Company Directors Disqualification Act 1986, namely the investigation into the affairs of the Company and the conduct of its current and former directors which culminates in the preparation and submission of a report to the Department of Trade & Industry

Trading

These time costs relate to the Administrators' trading period, which was necessary to maintain the value of business assets whilst attempting to affect a sale as a going concern. It includes

attendance on site, liaison with the company's landlord, day to day management decisions, arranging for sufficient cash funding to allow continuance of trade, correspondence with various creditors, contacting suppliers regarding setting up accounts, liaison with the employees and statutory authorities

Creditors

Time costs incurred in relation to dealing with the queries of the company's creditors in relation to all aspects of the Administration

Employees

Time expended in dealing with employees' claims and queries, assistance in completing the forms necessary for the employees to submit a claim to the Redundancy Payments Office

Retention of Title/ Third party assets

Time spent in dealing with retention of title claims including site visits and adjudication of the validity of claim having regard to the supporting documentation submitted by the claimant

Realisation of assets

These time costs have been incurred both protecting and realising the company's assets. This includes the realisation of the chattel assets, negotiations with potential purchasers and discussion of the realisation strategy with the duly appointed agents

Book debt Collection

Actions taken in respect of the debt collection include a thorough review of the company's records in order to retrieve a considerable number of files which have been passed to our debt collection department for further work

Other

Time expended on other administrative matters necessary to discharge the Joint Administrators functions not categorised above, such as maintenance of files, non specific correspondence, photocopying and the maintenance of computerised systems

RSM TENON RECOVERY

CHARGING AND DISBURSEMENT POLICIES AND RATES

1 Hourly rates with effect from 1 January 2010

	£
Director	380
Manager	245 - 265
Other senior professional	200
Support	70

2 Charging Policies

Time is charged and recorded to the case in units of not less than 6 minutes

Time spent by all levels of staff are charged to the case

Chargeout rates are revised on an annual basis

3 Category One Disbursements

Category one disbursements are those disbursements which can be specifically identified as relating to the administration of the case. They include but are not limited to the following -

- Statutory advertising
- Postage
- Legal and professional fees
- Specific penalty bond
- Insurance
- External room hire

4 Category Two Disbursements

Category two disbursements are expenses of an incidental nature which are directly incurred on the case and paid to RSM Tenon Recovery. The rates of calculation are reviewed annually and are currently as follows -

Mileage	40p per mile
Photocopying	5p per sheet
Storage	£50 per box
Meeting room hire	£50 per meeting

RSM TENON RECOVERY

CHARGING AND DISBURSEMENT POLICIES AND RATES

1 Hourly rates with effect from 1 January 2011

	£
Director	380
Manager	260 - 280
Other senior professional	210
Support	80

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