

# 2.17B

The Insolvency Act 1986

## Statement of administrator's proposals

Name of Company

Kunick (109) Limited

Company number

01434201

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

(full name of court)

Court case number

8444 of 2012

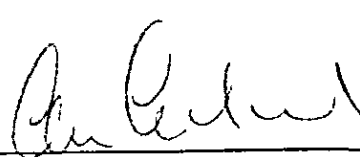
(a) Insert full  
name(s) and  
address(es) of  
administrator(s)We (a)  
Ian Corfield  
Grant Thornton UK LLP  
30 Finsbury Square  
London  
EC2P 2YUDavid Duncley  
Grant Thornton UK LLP  
30 Finsbury Square  
London  
EC2P 2YU\*Delete as  
applicable

attach a copy of our proposals in respect of the administration of the above company

A copy of these proposals was sent to all known creditors on

(b) 21 December 2012

Signed

  
Joint Administrator

Dated

21 December 2012

### Contact Details\*

You do not have to give any contact  
information in the box opposite but if  
you do, it will help Companies HouseIan Corfield  
Grant Thornton UK LLP  
30 Finsbury Square  
London  
EC2P 2YU

DX Number

020 7184 4300  
DX ExchangeWhen 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

\*A204ER2H\*

#218

A22

15/01/2013

COMPANIES HOUSE

A10A35UZ\*

#23

A27

22/12/2012  
COMPANIES HOUSE

TUESDAY

Our Ref IJC/PAM/KLM/JET/K00464/P7

To the creditors

21 December 2012

Dear Sirs

**Recovery and Reorganisation**

Grant Thornton UK LLP  
4 Hardman Square  
Spinningfields  
Manchester M3 3EB

T +44 (0)161 953 6900  
F +44 (0)161 953 6405  
www.grantthornton.co.uk

**Kunick Limited, Kunick (102) Limited, Kunick (103) Limited,  
Kunick (105) Limited, Kunick (106) Limited, Kunick (109) Limited,  
Harrogate Estates Limited, Goldsborough Assured Properties  
Limited, MHG Leisure Limited, OBL (UK) Limited (the Companies)  
All In Administration  
High Court of Justice, Chancery Division, Companies Court  
Nos 8448, 8447, 8453, 8439, 8441, 8444, 8442, 8438, 8450,  
8449 of 2012**

**1 Introduction**

1.1 Following our appointment as joint administrators of the above Companies (with the exception of OBL (UK) Limited) by the directors on 6 November 2012, and our subsequent appointment as joint administrators of OBL (UK) Limited on 16 November 2012, David Duncleley and I are submitting our proposals pursuant to paragraph 49(1) of Schedule B1 to the Insolvency Act 1986 for achieving the objectives of the administrations

1.2 This report contains the information required by Rule 2.33 of the Insolvency Rules 1986

1.3 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 statutory details for each company, together with the previous names, are summarised at Appendix A

2.2 The administrations constitute 'main proceedings' under the EC Regulation on Insolvency Proceedings

**3 Background to administrators' appointment**

3.1 Darren Mason and Mark Byers, partners of Grant Thornton UK LLP (the firm), have advised LOS Partners LP (LOS) (the Group's shareholder and secured lender) under an engagement letter dated 4 November 2011 in respect of the Group's wider restructuring. Also, on behalf of the secured lender, Mr Mason liaised with the Pension Trustees and the Pensions Regulator about the restructuring proposals

Subsequently we were consulted by the Companies' directors on 11 September 2012 with a view to the firm giving advice on the Companies' financial position. The Companies are part of a larger group of companies known as the Danoptra Group (the Group).

- 3.2 The Group developed, manufactured and distributed gaming and amusement machines via four divisions.

**Bell Fruit Games division**

- 3.3 This division's principal activity was the design, manufacture and distribution of CA1 C Reel based analogue gaming machines, with a 60% share of the UK market. It utilised an in-house design team to develop and update products, with new games developed on average every four to six weeks using both reel-based and digital technology.
- 3.4 Bell Fruit Games Limited (Bell Fruit Games) sold direct to large operators, designated 'House Accounts', including the Gamestec division, which accounts for approximately 20% of its turnover. RLMS Sales Limited (RLMS) provided similar service lines to Bell Fruit Games but supplied smaller customers which were not large enough to be designated 'House Accounts'.
- 3.5 Bell Fruit Games operated from a production site in Nottingham and manufactured c10,000 machines pa, whereas RLMS utilised warehouse premises in Burton on Trent.

**Mazooma Interactive division**

- 3.6 This business focused on the development of digital game content and operated from the same site in Nottingham as Bell Fruit Games, albeit with its own set of designers.
- 3.7 Its principal markets were on-line gambling sites, on-site digital machines at licensed betting offices and bingo venues, together with export markets in Italy and South Africa via firmware.

**Gamestec division**

- 3.8 Gamestec provided an estate of c 35,000 machines and was the largest operator in the UK, supplying customers such as Punch Taverns, Green King and Mecca with machines, maintenance and collection services.
- 3.9 Although it sourced machines from Bell Fruit Games (approximately 70% of its machines are internally sourced), it also provided machines from other independent manufacturers at the customers' request.
- 3.10 In July 2008, Gamestec acquired the Leisure Link pub business from Inspired Gaming Group for a nominal sum, acquiring an estate of 25,000 machines.
- 3.11 Recently, pub companies sought to consolidate their supply chain reducing Gamestec's market share to a more 'normal' level. The impact of this, together with the on-going increase in the rate of pub closures, reduced the demand for machines, with a consequential decline in turnover for Gamestec and an increasing requirement to restructure the underlying cost base.

### Leisure Connections division

- 3 12 This division provided services to more than 20 local authorities, working in partnership to support the local health and social agenda and encourage more people to enjoy sport and physical activity as part of their everyday lifestyle
- 3 13 OBT Group was a specialist machine and casino business and operated within the maritime and defence markets, where it provided turnkey casino solutions to the cruise and ferry sector, as well as bespoke leisure and vending machine services to the UK armed forces

### Disposal of the Gaming division

- 3 14 The Group's Gaming division comprised the Bell Fruit Games, Gamestec and Mazooma businesses and focussed on the sale and operation of analogue Category C gaming machines in the UK, which are mainly located in pubs
- 3 15 As a result of the decline of the pub sector and pressures from the Gaming Act 2007, the Group began to suffer significant operating losses as a result of which it was unable to service its significant debt and pension liabilities
- 3 16 A summary of the financial performance of the Group for the three years ended 30 September 2012 is detailed below

	FY10	FY11	FY12
	£'000	£'000	£'000
Turnover	146,434	123,388	109,409
Cost of sales	(48,746)	(37,525)	(34,371)
Gross profit	97,688	85,863	75,038
Overheads	(90,065)	(78,506)	(67,581)
EBITDA	7,623	7,357	7,457
Depreciation and amortisation	(4,463)	(4,100)	(3,432)
Management fees	-	-	-
Exceptional income	-	-	7,811
Exceptional costs	(264)	(930)	-
Operating profit	2,896	2,327	11,836
Net interest expense	(9,977)	(9,873)	(10,612)
Profit/loss before tax	(7,081)	(7,546)	1,224
KPI's			
Gross margin	66.7%	69.6%	68.6%
Operating margin	2.0%	1.9%	10.8%

- 3 17 There has been a fall in turnover between FY11 and FY12 (from £123.4 million to £109.4 million)

- 3.18 Operating profits of £2.9 million and £2.3 million were reported in FY10 and FY11, before tax and interest. An increase to £11.8 million in FY12 was as a result of the sale of the trading business (Project Alison).
- 3.19 Despite the increase in reported operating profit, the Group made only a modest profit before tax in FY12 of £1.2 million assisted by the exceptional profit associated with the disposal of the four gaming businesses, principally due to the magnitude of the annual net interest expense, having been significantly loss making at this level in the previous two years.
- 3.20 In July 2012, after protracted negotiations (called Project Alison), a sale of the Group's gaming division was agreed for £19m to a third party trade purchaser. The net trading assets of the respective business have been replaced by the appropriate portion of the overall sale proceeds.
- 3.21 The sale excluded all inter-company balances, cash and non-trading assets and liabilities, as well as the respective obligations to the pension schemes. As such, after the sale, certain companies had no on-going business and were insolvent due to the significant outstanding obligations to the respective pension schemes.
- 3.22 In the period between the sale and the administrations we understand that the Group continued to pay the ongoing liabilities as far as possible including pension contributions.

#### **Transfer of the Leisure Connections businesses**

- 3.23 Following the sale noted above, a second sale process (called Project HHH) was completed whereby certain companies were transferred to Horsfield Holdings Limited (HHH). The related pension scheme (and its deficit) and c£22m of secured debt were transferred along with the shares. EOS is the principal shareholder of HHH.
- 3.24 Following the restructuring and associated share and asset disposals, the remaining legal entities had no on-going business and were insolvent due to the significant outstanding obligations to the respective pension schemes and secured debt.
- 3.25 In the period between the sale and the administrations we understand that the Group continued to pay the ongoing liabilities as far as possible including pension contributions.

#### **Insolvency of the Group**

- 3.26 Throughout the restructuring and associated disposals of the Group's companies or businesses, both EOS and the Trustees were briefed on strategy, rationale and outcomes by the directors.
- 3.27 Given that the entire group's trading activities, with the exception of OBI (UK) Limited, had been transferred or sold and the remaining legal entities were insolvent, it was decided that the group would be subject to a range of insolvency processes including members' voluntary liquidations (MVLs), creditors' voluntary liquidations (CVLs) and administrations with a view to repaying secured and unsecured creditors in accordance with the order of priorities set out in insolvency and Companies legislation.

- 3 28 Having considered all the options, it was concluded by the Companies' directors that the best route for the Companies was for them to be placed into administration and subsequently, on 6 November 2012 the directors made the direct appointment of administrators to all Companies with the exception of OBL (UK) Limited in accordance with paragraph 22 of Schedule B1 to the Insolvency Act 1986

#### **Sale of the OBL (UK) Limited assets**

- 3 29 Shortly after our appointment on 16 November 2012, the business activities and assets of OBL (UK) Limited were sold to OBL Group Management Limited (OBLGM). OBLGM is a subsidiary of IHL which is also funded and owned by EOS. Total consideration for the transaction of £249,000 was received on completion, as summarised as follows

	£
Plant & equipment	177,000
Goodwill	1
Debts	15,000
Intellectual property	1
Work in progress less trading creditors	42,000
Stock	9,997
Supplier contract	1
Petty cash	5,000
Total	<u>249,000</u>

Note: this excludes cash at bank of £153,447

- 3 30 Details of the sale are as follows

- As part of the sale consideration, the purchaser acquired the work in progress of the Company net of certain liabilities including trading creditors and employees,
- All other assets in the transaction were valued at net book value,
- A valuation exercise was completed by Hilco Appraisal Limited (Hilco) to ensure that the level of consideration was in line with the market value of the assets being acquired. Hilco concluded that the overall offer from OBLGM far exceeds the value of the assets should they be disposed of on the open market. Hilco therefore recommended that the transaction was progressed,
- As a result of the sale, all employees have transferred under the Transfer of Undertakings (Protection of Employment) Regulations 2006,
- There are no options, buy back clauses or similar arrangements attached to the sale and purchase agreement,
- All on-going contractual obligations have been transferred, which has resulted in a considerable saving on preferential and unsecured creditor liabilities, as any such associated liabilities would have crystallised upon the appointment of the administrators,

- OBL operated from leased premises. A licence to occupy has been granted to OBLGM and it is anticipated that they will seek an assignment of the lease. The landlord has been consulted about this process, and
  - The directors did not give any personal guarantee in respect of the amounts due to EOS
- 3.31 Having fully considered the circumstances outlined above, and given the realisation values achieved, both the Company's directors and the administrators are satisfied that the sale to OBLGM represented good value for remaining creditors

#### **4 Conduct of the administrations**

##### **Trading and financing of the administrations**

- 4.1 Due to the previous restructuring, trading the Companies was not a viable option

#### **5 Assets and liabilities**

- 5.1 The directors have been requested to prepare a statement of affairs for each of the Companies, and these are attached as Appendix B

##### **Assets**

- 5.2 We would comment specifically on the assets in the directors' statements of affairs as follows

- Cash received into the administrators' bank accounts at the date of appointments totalled £19,107,882, being £23,869 less than the total cash at bank in the directors' statements of affairs
- The directors' statements of affairs are prepared on the basis that the 2008 security is valid and that inter-company dividends will be payable through prescribed part distributions. However, legal advice is being sought on the validity of the 2002 security, and should this be valid, a prescribed part dividend will only be payable in Kunick (102) Limited (Bell Fruit Games). The quantum of any such distribution cannot be accurately estimated at this time
- Sale proceeds totalling £249,000 were received in respect of the OBL assets
- A VAT refund of £60,166 has been received to date with £34,903 yet to be received
- Harrogate Estates Limited owns two long leasehold apartments at 17 Tudor Grange, Blackheath, London for which an offer has been accepted, and 16 Church Square Mansions, Church Square, Harrogate, which is currently being marketed. These are estimated to realise £200,000 in the directors' statement of affairs, but based on recent agents' valuations are more likely to realise c£290,000 after selling costs
- Kunick Limited owns the freehold of a small car park in Nottingham. We understand that this is subject to a lease and we are seeking to establish whether this land has any value

## **Liabilities**

### **Secured creditors**

- 5 3 At the date of appointment, EOS, the secured lender was owed a total of £89,780,000
- 5 4 There is a complex security structure between the Group and FOS that is documented in debentures dated 22 May 2002, 13 August 2002 and 19 August 2008
- 5 5 Legal advice has confirmed the validity of the debenture dated 19 August 2008. We are seeking further legal advice on the effect and validity of the earlier security documentation. This will impact upon whether there will be a prescribed part in accordance with Section 176A of the Insolvency Act 1986, and hence whether there will be a distribution of funds to unsecured creditors of certain of the Companies.

### **Preferential creditors**

- 5 6 The Companies had no known preferential creditors at the date of appointment.

### **Unsecured creditors**

- 5 7 As detailed at paragraph 5 5, we are seeking legal advice as to the effect and validity of the security documentation. Subject to this, the only amount available to the unsecured creditors will be the dividend that is available under the prescribed part.

## **6 Receipts and payments accounts**

- 6 1 Our receipts and payments accounts covering the period 6 November 2012 to 21 December 2012 are attached at Appendix B (16 November 2012 to 21 December 2012 in the case of OBI (UK) Limited).

### **Other matters**

- 6 2 We will be fulfilling our statutory duty to consider the conduct of the directors and will report as appropriate to The Insolvency Service.

## **7 Proposals for achieving the objective of the administrations**

- 7 1 In accordance with paragraph 3(1) of Schedule B1 of the Insolvency Act 1986, the joint administrators must perform their functions with the objective of either
- i rescuing the company as a going concern
  - ii achieving a better result for the creditors of a company as a whole than would be likely if the company were wound up (without first being in administration), or
  - iii realising property in order to make a distribution to one or more of the secured or preferential creditors.
- 7 2 Given that all trading activities and assets were disposed of as part of the pre-insolvency restructuring, the only objective capable of being achieved is 'realising property in order to make a distribution to one or more of the secured or preferential creditors'.
- 7 3 It is proposed that the administrations will end by the Companies going into creditors' voluntary liquidation where appropriate, or if there are no monies available for unsecured creditors, by the dissolution of the Companies. If the Companies are placed into creditors' voluntary liquidation, it is proposed that the administrators in office at that date will be



appointed liquidators, and that any act in the liquidation to be done by any one or more of the liquidators. However, creditors may nominate a different liquidator or liquidators if nomination to that effect is received before the approval of these proposals. The exit route for all of the Companies will not necessarily be the same.

- 7.4 If the assets are not fully realised by the anniversary of the appointments, the joint administrators would propose to seek extensions, either from the secured creditors or from the Court, dependent on the predicted time frame to achieve realisations.

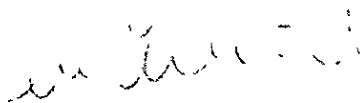
## **8 Administrators' remuneration and disbursements**

- 8.1 The basis of administrators' remuneration is to be fixed by the creditors. If a creditors' committee is appointed at a meeting to consider this statement of proposals or subsequently, then this is a matter for the committee. If no committee is appointed, then as we are of the opinion that the Companies have insufficient property to enable any distribution to be made to the unsecured creditors other than by virtue of Section 176A of the Insolvency Act 1986, approval will be obtained from the secured creditor.
- 8.2 Pre-administration costs unpaid at the date of appointment of the administrators, if any, will be approved as above under Rule 2.67A to rank as an expense of the administration. Approval of the statement of proposals does not constitute approval either of the administrators' remuneration or of unpaid pre-administration costs.
- 8.3 All pre-appointment time costs incurred were settled by a connected company, Danoptra Limited.
- 8.4 Background information regarding the fees of administrators can be found at [www.insolvency-practitioners.org.uk](http://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.
- 8.5 The administrators will request that their remuneration be calculated according to the time properly given by the administrators and their staff in attending to matters arising in the administrations. Time is charged in 6 minute units.
- 8.6 The administrators will charge out of pocket expenses at cost. Mileage is charged at standard rates which comply with HMRC limits or AA recommended rates. VAT is added to disbursement charges as necessary.
- 8.7 Payments of the administrators' remuneration and disbursements are to be met from funds held in the administrations in priority to the claims of creditors, and, after approval of the basis, the administrators may draw sums on account.
- 8.8 Time costs to date total £111,728 for the Companies, representing 396 hours at an average of £282 per hour. An analysis of time in accordance with Statement of Insolvency Practice 9 is attached at Appendix D for each Company. No fees have been drawn to date.

**9 Meetings of creditors**

- 9.1 Meetings of creditors have not been convened because, in accordance with paragraph 52(1) of Schedule B1 to the Insolvency Act 1986, we are of the opinion that the Companies have insufficient property to enable a distribution to be made to unsecured creditors, other than by virtue of Section 176A of the Insolvency Act 1986, the prescribed part
- 9.2 The proposals contained in this statement will be deemed to have been approved by the creditors unless, within eight business days of this statement being sent out, a meeting is requisitioned by creditors whose debts amount to at least 10% by value of the total debts of the Companies
- 9.3 Should you have any queries in respect of this report, please contact either Paula Martin (0161 953 6334 or [paula.martin@uk.gt.com](mailto:paula.martin@uk.gt.com)) or Karen Mairs (0161 953 6366 or [karen.mairs@uk.gt.com](mailto:karen.mairs@uk.gt.com))

Yours faithfully  
for and on behalf of the above named Companies



Ian Corfield  
Joint Administrator

The affairs, business and property of the above named Companies are being managed by Ian Corfield and David Dunckley, appointed as joint administrators on 6 November 2012 and 16 November 2012 (OBL (UK) Limited only)

Ian J Corfield is authorised by The Institute of Chartered Accountants In England & Wales and David J Dunckley is authorised by The Insolvency Practitioners Association to act as insolvency practitioners

## APPENDIX A

## THE GROUP'S STATUTORY DETAILS

<b>Kunick Limited</b>	
Registered Number	02138409
Date of Incorporation	09 April 1952
Registered Office	Grant Thornton UK LLP 4 Hardman Square Spinningfields Manchester M3 3LB
Authorised / Issued share capital	220,667,031 ordinary shares of 10p each 2,599,011 convertible preference shares of 7p each 37,054,124 convertible preference shares of 8.25p each
Directors and shareholdings	Mr J Nicholls (Nil) Mr R Still (Nil)
Secretary and shareholdings	Mr R Still (Nil)
<b>Kunick (102) Limited (previously Bell Fruit Games Limited)</b>	
Registered Number	00763393
Date of Incorporation	06 June 1963
Registered Office	Grant Thornton UK LLP 4 Hardman Square Spinningfields Manchester M3 3LB
Authorised / Issued share capital	201 ordinary shares of £1 each
Directors and shareholdings	Mr J Nicholls (Nil) Mr R Still (Nil)
Secretary and shareholdings	Mr R Still (Nil)
<b>Kunick (103) Limited (previously Mazooma Games Limited)</b>	
Registered Number	03437967
Date of Incorporation	19 September 1997
Registered Office	Grant Thornton UK LLP 4 Hardman Square Spinningfields Manchester M3 3LB
Authorised / Issued share capital	200 ordinary shares of £1 each
Directors and shareholdings	Mr J Nicholls (Nil) Mr R Still (Nil)
Secretary and shareholdings	Mr R Still (Nil)

**Kunick (105) Limited (previously Mazooma Interactive Games Limited)**  
Registered Number 07379188  
Date of Incorporation 16 September 2010

Registered Office Grant Thornton UK LLP  
4 Hardman Square  
Spinningfields  
Manchester  
M3 3LB

Authorised / Issued share capital 1 ordinary shares of £1

Directors and shareholdings Mr J Nicholls (Nil)  
Mr R Still (Nil)

Secretary and shareholdings Mr R Still (Nil)

**Kunick (106) Limited (previously RLMS Sales Limited)**  
Registered Number 05075993  
Date of Incorporation 17 March 2004

Registered Office Grant Thornton UK LLP  
4 Hardman Square  
Spinningfields  
Manchester  
M3 3LB

Authorised / Issued share capital 1 ordinary shares of £1

Directors and shareholdings Mr J Nicholls (Nil)  
Mr R Still (Nil)

Secretary and shareholdings Mr R Still (Nil)

**Kunick (109) Limited (previously Gamestec Leisure Limited)**  
Registered Number 01434201  
Date of Incorporation 02 July 1979

Registered Office Grant Thornton UK LLP  
4 Hardman Square  
Spinningfields  
Manchester  
M3 3LB

Authorised / Issued share capital 359,290,040 ordinary shares of 25p each  
3,435,488 deferred shares of 1p each  
610,000 14% preference shares of £1 each

Directors and shareholdings Mr J Nicholls (Nil)  
Mr R Still (Nil)

Secretary and shareholdings Mr R Still (Nil)

**Harrogate Estates Limited**  
Registered Number 02420426  
Date of Incorporation 06 September 1989

Registered Office Grant Thornton UK LLP  
4 Hardman Square  
Spinningfields  
Manchester  
M3 3LB

Authorised / Issued share capital	5 ordinary A shares of £1 each 5 ordinary B shares of £1 each 100 preference shares of £1 each
Directors and shareholdings	Mr J Nicholls (Nil) Mr R Still (Nil)
Secretary and shareholdings	Mr R Still (Nil)
Registered Number	<b>Goldsborough Assured Properties Limited</b> 02578946
Date of Incorporation	11 February 1991

Registered Office	Grant Thornton UK LLP 4 Hardman Square Spinningfields Manchester M3 3L B
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Authorised / Issued share capital	3,515,402 ordinary shares of 50p each
Directors and shareholdings	Mr J Nicholls (Nil) Mr R Still (Nil)
Secretary and shareholdings	Mr R Still (Nil)

Registered Number	<b>MTG Leisure Limited</b> 01257836
Date of Incorporation	10 May 1976

Registered Office	Grant Thornton UK LLP 4 Hardman Square Spinningfields Manchester M3 3L B
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Authorised / Issued share capital	52,000,200 ordinary shares of 50p each
Directors and shareholdings	Mr J Nicholls (Nil) Mr R Still (Nil)
Secretary and shareholdings	Mr R Still (Nil)

Registered Number	<b>OBL (UK) Limited</b> 00996136
Date of Incorporation	04 December 1970

Registered Office	Grant Thornton UK LLP 4 Hardman Square Spinningfields Manchester M3 3L B
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Authorised / Issued share capital	298 531 ordinary A shares of £1 each 112,500 ordinary B shares of £1 each 250 000 12% preference shares of £1 each
Directors and shareholdings	Mr J Nicholls (Nil) Mr R Still (Nil)
Secretary and shareholdings	Mr R Still (Nil)

## B The Companies – in administration

### Directors' statements of affairs

**Statement of affairs**

Name of Company  
Kunick (109) Limited

Company number  
01434201

In the  
High Court of Justice, Chancery Division, Companies  
Court [full name of court]

Court case number  
8444 of 2012

(a) Insert name and address of  
registered office of the company

Statement as to the affairs of (a) Kunick (109) Limited, Potton House, Great North Road, Wyboston,  
Bedford, MK44 3BA

(b) Insert date

on the (b) 6 November 2012, the date that the company entered administration

**Statement of Truth**

I believe that the facts stated in this statement of affairs are a full, true and complete statement of the  
affairs of the above named company as at (b) 6 November 2012 the date that the company entered  
administration

Full name Mr John Frederick Nicolson

Signed [Signature]

Dated 20/12/2012

**KUNICK (109) LIMITED (formerly Gamestec Leisure Limited)**  
**As at 6 November 2012**

**A - Summary of Assets**

**Assets**

**Assets subject to fixed charge**

**Less due to chargeholder**

**Deficit**

**Assets subject to floating charge**

**Inter-company debtors**

**Cash at bank**


**Other assets**

**Estimated total assets available for preferential creditors**

Book value	Estimated to realise
£	£
-	-
-	-
-	-
11,326,000	194,000
6,095,032	6,095,032
92,963	92,963
17,513,995	6,381,995

Signature

Date

  
 20/12/12



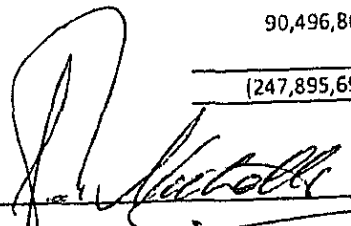
**KUNICK (109) LIMITED (formerly Gamestec Leisure Limited)**  
**As at 6 November 2012**

**A2 - Summary of Liabilities**

	£	Estimated to realise £
Estimated total assets available for preferential creditors		6,381,995
Liabilities		-
Preferential creditors		-
Estimated surplus as regards preferential creditors		6,381,995
Estimated prescribed part of net property where applicable	600,000	
Estimated total assets available for floating charge holders		5,781,995
Debts secured by floating charge	89,780,000	
Estimated shortfall of assets after floating charges		(83,998,005)
Estimated prescribed part of net property brought down	600,000	
Total assets available to unsecured creditors		600,000
Unsecured non preferential claims	(74,000,823)	
Estimated deficiency as regards non preferential creditors		(73,400,823)
Shortfall to floating charge creditors		(83,998,005)
Estimated deficiency as regards creditors		(157,398,827)
Issued and called up capital		90,496,865
Estimated deficiency as regards members		(247,895,692)

Signature

Date

  
 20/12/12

**KUNICK (109) LIMITED (formerly Gamestec Leisure Limited)**  
As at 6 November 2012

**Company Creditors**

<u>Name of Creditor</u>	<u>Address</u>
Kunick (104) Ltd	Potton House, Wyboston Lakes, Great North Road, Wyboston, Bedfordshire MK44 3BA
Kunick (111) Ltd	Potton House, Wyboston Lakes, Great North Road, Wyboston, Bedfordshire MK44 3BA
MHG Leisure Ltd - in Administration	Potton House, Wyboston Lakes, Great North Road, Wyboston, Bedfordshire MK44 3BA
Kunick (110) Ltd	Potton House, Wyboston Lakes, Great North Road, Wyboston, Bedfordshire MK44 3BA
Easy Serve Ltd	Potton House, Wyboston Lakes, Great North Road, Wyboston, Bedfordshire MK44 3BA
On Board Leisure Ltd	Unit 4 Westland Square, Beeston, Leeds LS11 5SS
Three Services Automatics (IOM) Ltd	Unit 4 Westland Square, Beeston, Leeds LS11 5SS
Trade creditors	see separate listing
Danopta Ltd - element of VAT return	Potton House, Wyboston Lakes, Great North Road, Wyboston, Bedfordshire MK44 3BA
<u>Pension Scheme - Pension Trustee/PPE</u>	
Gamestec Leisure Retirement Benefit Scheme	Sovereign Trustees, Sovereign House, PO Box 8, Sovereign Street, Leeds LS1 1HQ
Bell Amusements Retirement Benefit Scheme	Sovereign Trustees, Sovereign House, PO Box 8, Sovereign Street, Leeds LS1 1HQ
<u>Contingent Liability</u>	<u>Contingent Liability - Committed costs to expiry</u>
Vacant property provision	see separate listing as attached
Stevenage	Allied Kunick Entertainments Ltd
Wigan	Allied Kunick Entertainments Ltd

<u>Amount</u> £k	<u>Security</u>
1,525,000	Unsecured
770,000	Unsecured
42,454,000	Unsecured
1,000	Unsecured
154,000	Unsecured
6,664,000	Unsecured
6,000	Unsecured
169,602	Unsecured
14,303	Unsecured
14,300,000	Unsecured
2,800,000	Unsecured
1,031,751	Unsecured
1,860,559	Unsecured
2,250,308	Unsecured

74,000,823

Signature

Date

20/12/12


**As at 6 November 2012**

**Issued share capital**

3,435,488 deferred shares of 1p each

640,000 14% preference shares of £1 each

<u>Name of Shareholder</u>	<u>Address</u>	<u>No of shares held</u>	<u>Nominal value (£)</u>	<u>Details of shares held</u>
Kunick Limited	Potton House, Wyboston Lakes, Great North Road, Wyboston, Bedfordshire MK44 3BA	359,290,040	89,822,510	Ordinary shares
Kunick Limited	Potton House, Wyboston Lakes, Great North Road, Wyboston, Bedfordshire MK44 3BA	3,435,488	34,355	Deferred shares
Kunick Limited	Potton House, Wyboston Lakes, Great North Road, Wyboston, Bedfordshire MK44 3BA	640,000	640,000	Preference shares
			90,498,865	

Signature 

Date 20/12/12

UNICK (109) LIMITED (formerly Gamestec Leisure Limited)  
as at 6 November 2012

Other Assets

VAT Claim to 30 September 2012	60,165 99
VAT Claim to 31 October 2012	17,591 41
VAT Claim to 6 November 2012	12,205 51
VAT to be reclaimed	89,962 91
Leisure Connection	3,000 00
balances with Horsforth Holdings Group	3,000 00
	<u>92,962 91</u>

## amestec Leisure Ltd

## ade Creditor Listing at 6 November 2012

Date	Ref		Total	VAT	NET
01/07/2012	04038	Wordie Properties Limited	15,000 00	2,500 00	12,500 00 o/s Bellshill - Rent for 01/08/2012 to 10/11/2012
01/07/2012	04058	Wordie Properties Limited	2,458 68	409 78	2,048 90 o/s Bellshill - Insurance premium 1/07/2012 to 30/06/2013
24/07/2012	ZAP/1072958	Workman	3,467 76	577 96	2,889 80 o/s Waltham Cross - building consultancy fee
18/07/2012	180712/1	Aonist Limited	2,227 04	371 17	1,855 87 o/s Rousham - Insurance premium 1/08/2012 to 31/07/2013
30/07/2012	11448	Mather Jamie	218 30	36 38	181 92 o/s Bingham - Service charge for April to June 2012
28/09/2012	6691771	Grant Thornton	3,720 00	620 00	3,100 00 o/s Audit of Bell Amusements pension scheme
05/10/2012	6009111	Xfinity Consultancy	1,623 60	270 60	1,353 00 o/s Xfinity Professional Services for BA Pension Scheme Sep 2012
22/08/2012	61056871	Haltom Borough Council	8,636 39	1,439 39	7,197 00 o/s Xfinity professional services for Gtec Pension Scheme Sep 2012
26/10/2012	9100031997	Haltom Borough Council	3,300 37	-	3,300 37 o/s Runcorn - insurance premium
26/10/2012	9100031997	Haltom Borough Council	27,607 00	-	27,607 00 o/s Runcorn - rates
01/10/2012	50791843	Haltom Borough Council	(27,607 00)	282 52	(27,607 00) o/s Runcorn - rates invoice replaced by new invoice dated 21/11/12
01/10/2012	50789970	Haltom Borough Council	1,695 12	282 52	1,412 60 o/s Runcorn - service charge for qtr to 31/12/2012
23/08/2012	102268233	Scottish Power	40,500 00	6,750 00	33,750 00 o/s Runcorn - rent for qtr to 31/12/2012
10/10/2012	102333159	Scottish Power	32 85	1 56	31 29 o/s Runcorn - electricity charge 20/07 to 20/08
01/10/2012	1023311541	Scottish Power	29 98	1 43	28 55 o/s Runcorn - electricity charge 20/08 to 20/09
21/08/2012	ZAP/1074810	Workman	30 29	1 44	28 85 o/s Runcorn - electricity charge 20/08 to 20/09
13/09/2012	37027	Mather Jamie	17,786 16	2,964 36	14,821 80 o/s Waltham Cross - rent & service charge 29/09/2012 to 24/12/2012
15/09/2012	80375454/12	Total Gas & Power	10,166 00	-	10,166 00 o/s Bingham - rent 10/10/2012 to 4/01/2013
14/09/2012	30859994	Opus energy	124 02	5 91	118 11 o/s Waltham Cross - gas
17/10/2012	81204447/12	Total Gas & Power	32 37	1 54	30 83 o/s Waltham Cross - electricity
25/10/2012	32467036	North Lanarkshire	120 02	5 72	114 30 o/s Waltham Cross - gas
25/10/2012	32467036	North Lanarkshire	20 864 50	-	20,864 50 o/s Bellshill - rates
01/10/2012	011012/1	Aorist Ltd	(20,864 50)	-	(20,864 50) o/s Bellshill - rates
02/11/2012	30930620	Opus energy	12,600 00	2,100 00	10,500 00 o/s Rousham - rent 1/10/12 to 31/12/12
05/11/2012	30934288	Opus energy	4 99	0 24	4 75 o/s Bellshill - electricity
31/10/2012	1020010	Broxbourne	440 00	20 95	419 05 o/s Waltham Cross - electricity
21/12/2012	9100031997	Haltom Borough Council	10,650 00	-	10,650 00 o/s Waltham Cross - rates
25/10/2012	32467036	North Lanarkshire	9,179 68	-	9,179 68 o/s Runcorn - rates
25/10/2012	32492170	North Lanarkshire	539 66	-	539 66 o/s Bellshill - rates
29/10/2012	11664	Mather Jamie	24,625 34	-	24,625 34 o/s Bellshill - rates
01/11/2012	100105	Mather Jamie	192 66	36 38	156 28 o/s Bingham - Service charge for 1/07/12 to 30/09/12
			200 77	33 46	167 31 o/s Bingham - half yearly agents fees
			169,602 05	18,430 79	151,171 26

## Note

06/11/2012 91108194 Eversheds 3,472 51 This relates to Wira House lease and it was agreed that "Astra" Gamestec leisure would pay this invoice

07/11/2012 61079965 Haltom Borough Council 40,500 00 Rent for period to 31/12/2012 already charged on invoice 50789970 above

07/11/2012 61079974 Haltom Borough Council 1,695 12 Service charge for period to 31/12/2012 already charged on invoice 50791843 above

**Vacant Property Provision  
(Unick (109) Ltd (formerly Gamestec Leisure Ltd))**

Unit	Lease ends	Description	Period	£	£	Provision £	Description
Waltham Cross	March 2014	Rent	Quarterly	14,821 80	6 qtrs	89,034 00	
		Rates	Annual	21,297 00	2012/13	17,040 00	
		Rates	Annual	21,297 00	2013/14	19,167 00	
Waltham	May 2013	Rent	Quarterly	10,500 00	8 months	28,035 00	Aorist Ltd - quarterly rent 1 July to 30 September 2012
Waltham	March 2015	Rent	Quarterly	10,166 00	10 qtrs	101,451 00	Mather Jamie - quarterly rent 5 July to 9 October 2012
Waltham	February 2014	Rent	Quarterly	33,750 00	17 months	191,250 00	Halton Borough Council - quarterly rent 1 July to 30 September 2012
		Rates	Annual	45,885 80	2012/13	36,711 80	Monthly instalment of £4,589 00 payable on 15th of month
		Rates	Annual	45,885 80	2013/14	42,061 98	Monthly instalment of £4,589 00 payable on 15th of month
						<u>524,750 78</u>	
Dilapidation Provision		Waltham Cross				165,000 00	

C The Companies – in administration  
Receipts and payments account

Kunick (109) Limited - in administration  
 Receipts and payments account  
 from 6 November 2012 to 21 December 2012

	Statement of affairs £	Total £
<b>Receipts</b>		
Inter-company Debtors	194,000 00	0 00
Other Assets	92,963 00	0 00
VAT Refund		60,165 99
Cash at Bank	6,095,032 00	6,103,042 97
Bank/ISA InterestGross		125 66
		<u>6,163,334 62</u>
<b>Payments</b>		
Bank Charges		20 00
Floating Charge Creditor		5,300,000 00
		<u>5,300,020 00</u>
<b>Balance - 21 December 2012</b>		<u><u>863,314 62</u></u>
<b>Made up as follows</b>		
RBS Current Account		65,531 32
Santander Current Account		797,783 30
		<u><u>863,314 62</u></u>



# Kunick (109) Limited - in Administration - K30200469 - SIP 9 TIME COST ANALYSIS

Job(s) Administration, CMU code

Transaction period All transactions

Export version

Detailed Version

Detailed	Partner		Manager		Executive		Administrator		Total		
	Hrs	£	Hrs	£	Hrs	£	Hrs	£	Hrs	£	Avg Hry Rate
Administration and Planning (incl statutory reporting)	1 65	957 00	17 82	7,322 30	21 47	4 675 30	9 40	1,601 25	50 34	14,555 85	289 15
Chargeholders (incl bank reporting)					2 60	686 00			2 60	686 00	263 85
Hiatus period											
Investigations and reports on directors											
Legal											
Preferential creditors			90	348 75	.80	228 00			1 70	576 75	339 26
Realisation of Assets											
Debtors											
Realisation of Assets- Other assets			3 20	1,083 00	5 35	1,228 00	50	77 50	9 05	2,388 50	263 92
Realisation of Assets											
Property plant vehicles etc (incl HP leasing and third party)											
Realisation of Assets- Stock and WIP (incl ROT)											
Sale of business											
Trading							1 70	311 00	1 70	311 00	182 94
Unsecured creditors							11 60	1,989 75	65 39	18,518 10	283 19
Total	1 65	957 00	21 92	8,754 05	30 22	6,817 30					

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