

The Insolvency Act 1986

Notice of move from administration to dissolution

Name of Company PI Realisations 2012 Limited	Company number 01978915
In the High Court of Justice, Chancery Division <small>[full name of court]</small>	Court case number 6435 of 2012

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

I/We (a) Antony David Nygate and David Harry Gilbert of BDO LLP, 55 Baker Street, London, W1U 7EU

(b) Insert name and address of registered office of company

having been appointed administrator(s) of (b) PI Realisations Limited c/o 55 Baker Street, London, W1U 7EU

(c) Insert date of appointment

On (c) 17 August 2012 by (d) Barclays Bank plc

(d) Insert name of applicant / appointor

hereby give notice that the provisions of paragraph 84(1) of Schedule B1 to the Insolvency Act 1986 apply

I/We attach a copy of the final progress report

Signed

Joint Administrator

Dated

12-2-14

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.

BDO LLP, 55 Baker Street, London,	
W1U 7EU	
Our Ref 0/KLJ/Form 2 35B/C15	Tel 020 7486 5888
DX Number	DX Exchange

When completed and signed this form please send it to the Registrar of Companies at

Companies House, Crown Way, Cardiff, CF14 3UZ

DX 33050 Cardiff



A31RDW4X

A11

15/02/2014

#143

COMPANIES HOUSE



55 Baker Street London W1U 7EU
Telephone +44 (0)20 7486 5888
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DX 9025 West End W1
Website www.bdo.co.uk

Companies House
Finance Section
Crown Way
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CF4 3UZ

FAO Companies House

12 February 2014

Our Ref 0/ADN/KLH/JAB/A6

Please ask for Jamie Brown
Email jamie.brown@bdo.co.uk
Direct Dial 020 7893 3248

TO ALL CREDITORS

SATURDAY

A11 *A31RDW4P*
15/02/2014 #142
COMPANIES HOUSE

Dear Sirs

PI Realisations 2012 Limited (formerly t/a Powakaddy International Limited) ("PIL" or "the Company") - In Administration

I now supply my final report in respect of this Administration.

The Company formed part of a wider group with Powakaddy Group Limited ("PGL"). Certain references are made to that company in this report as its affairs are, to an extent, inter-linked.

I enclose, for your information, a summary of my receipts and payments to date together with a copy of my abstract receipts and payments account covering the final period, and report as follows

1 Statutory Information

The Joint Administrators are Antony David Nygate and David Harry Gilbert of BDO LLP, 55 Baker Street, London, W1U 7EU and they were appointed in respect of the Company on 17 August 2012. Under the provisions of paragraph 100(2) of Schedule B1 of the Insolvency Act 1986 the Joint Administrators carry out their functions jointly and severally and neither Joint Administrator has exclusive power to exercise any function.

The Joint Administrators were appointed by Barclays Bank Plc, pursuant to Paragraph 14 of Schedule B1 of the Insolvency Act 1986.

The registered office of the Company is situated at 55 Baker Street, London, W1U 7EU and the registered number is 01978915. The Administration proceedings are dealt with in the High Court of Justice, Chancery Division and the court case number is 6432 of 2012.

The Insolvency Service has established a central gateway for considering complaints in respect of Insolvency practitioners. In the event that you make a complaint to me but are not satisfied with the response from me then you should visit <http://www.bis.gov.uk/insolvency/contact-us/IP-Complaints-Gateway> where you will find further information on how you may pursue the complaint

2 Receipts and Payments

As you will note from the attached receipts and payments account, no funds are retained in the Administration.

Since my last report, dated 21 August 2013, the only realisation has been that of bank interest and a small business rates refund

3 Management of the Company's Affairs since the Joint Administrators' Appointment

As noted in my previous reports, immediately upon appointment the Joint Administrators entered into a sale of the business and assets to Gear4Golf Limited ("G4G") for a net consideration of £2.575m. The consideration was paid in full upon completion of the transaction and the split between the Company and PGL. The apportionment details were provided in my letter of 11 October 2012

4 Costs in the Administration

In respect of professional costs, fees and disbursements of £46,485.89 plus VAT have been incurred by the Joint Administrators' legal advisors, DLA Piper LLP. Of this sum £5,553.50 relates to dealing with the Prescribed Part distribution detailed below. These amounts have been paid in full

A further expense of £500 was incurred in relation to a leasehold valuation of the property previously occupied by the Company. This was undertaken by Eddisons and has also been paid in full

5 Future of the Administration

It is now my intention to conclude this Administration and move the Company to dissolution. I enclose Form 2.35B in this regard.

6 Prospects for Creditors**6.1 Secured Creditor**

As you will note from the enclosed receipts and payments accounts, distributions totalling £1,236,972.39 have been made to the secured creditor, Barclays Bank plc, in respect of its fixed and floating security. The secured creditor will face a substantial shortfall, in excess of £5million

6.2 Preferential and Unsecured Creditors

There are no preferential creditors of the Company as all employees were transferred to G4G

Under Section 176A of the Insolvency Act 1986 where after 15 September 2003 a company has granted to a creditor a floating charge a proportion of the net property of the company must be made available for the unsecured creditors

The value of the Company's net property was £1,520,950 which equated to a prescribed part of £307,190. After allowing for the costs of dealing with the Prescribed Part distribution, the sum of £279,136 was available for distribution to unsecured creditors.

A Notice of Intended Dividend was issued on 23 July 2013 to all known creditors who were yet to prove their claim, with a final date for proving of 31 August 2013. Claims totalling £3,258,017.72 were received and a distribution of 8 57 pence in the £ was made to all proving creditors on 31 October 2013

7 Administrators' Remuneration

Where there is insufficient realisable property to enable a distribution to be made to unsecured creditors other than by reason of the prescribed part (which is mentioned above), the Joint Administrators' remuneration will be subject to the approval of the secured and preferential creditors as set out in Rule 2.106 (5A) (a) & (b) of the Insolvency Rules 1986. The Company does not have any preferential creditors

The secured creditor has approved the Joint Administrators' remuneration on a capped time cost basis. As detailed on the enclosed schedule, a total of 330.95 hours at an average hourly rate of £320.85 have been spent in dealing with the Administration. The sum of £51,811 plus VAT has been drawn from general realisations and a further £22,500 plus VAT has been drawn in respect of dealing with the Prescribed Part distribution.

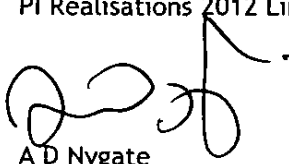
Where disbursements are recovered in respect of precise sums expended to third parties there is no necessity for these costs to be authorised. These are known as category 1 disbursements. I therefore report that since my last report the sum of £961.22 has been drawn in respect of category 1 disbursements for printings costs and advertising.

Some Administrators recharge expenses for example postage, stationery, photocopying charges, telephone and fax costs, which cannot economically be recorded in respect of a each specific case. Such expenses, which are apportioned to cases, require the approval of the creditors, before they can be drawn, and these are known as category 2 disbursements. The policy of BDO LLP is not to charge any category 2 disbursements.

I provide at the end of this report an extract from the Insolvency Rules 1986 setting out the rights of creditors to request further information and/or challenge the remuneration or fees within the Administration

Should you have any queries or require any further information in relation to this report please do not hesitate to contact Kim Holland of this office.

Yours faithfully
For and on behalf of
PI Realisations 2012 Limited



A D Nygate
Joint Administrator

Authorised by the Institute of Chartered Accountants in England & Wales

Statement from the Insolvency Rules 1986 (as amended) regarding the rights of creditors in respect of the Joint Administrators' fees and expenses -

Rule 2.48A Creditors' request for further information

(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**

Rule 2.109 Creditors' claim that remuneration is or other expenses are excessive

- (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 sufficient 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

Statement from the Insolvency Rules 1986 (as amended) regarding the rights of creditors in respect of the Joint Administrators' fees and expenses (continued):-

Rule 2.109 (continued)

- (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

PI Realisations 2012 Limited (formerly t/a Powakaddy International Limited)
In Administration

Summary of Joint Administrators Receipts And Payments from 17 August 2012 (date of appointment) to 12 February 2014

	Per Statement of Affairs	Movement in Last Six Month Period	Subject to Fixed Charge	Subject to Floating Charge	Total
	£	£	£	£	£
RECEIPTS					
Shares & Other Investment	1 00	-	1 00	-	1 00
Goodwill	1 00	-	1 00	-	1 00
Intellectual Property	1 00	-	1 00	-	1 00
Books & Records	25,000 00	-	25,000 00	-	25,000 00
Plant & Machinery	75,000 00	-	-	75,000 00	75,000 00
Motor Vehicles	2,000 00	-	-	2,000 00	2,000 00
Stock	975,000 00	-	-	975,000 00	975,000 00
Customer List	1 00	-	1 00	-	1 00
Book debts	500,000 00	-	-	500,000 00	500,000 00
IT	23,000 00	-	-	23,000 00	23,000 00
Contracts	25,000 00	-	-	25,000 00	25,000 00
Rates Refunds	-	21 79	-	14,091 06	14,091 06
Interest Gross	-	64 29	7 45	973 61	981 06
Debtor Receipts Due to G4G	-	-	-	363,554 67	363,554 67
	<u>1,625,004 00</u>	<u>86 08</u>	<u>25,011 45</u>	<u>1,978,619 34</u>	<u>2,003,630 79</u>
PAYMENTS					
Joint Administrators Pre-Appointment Fees	-	-	56 00	20,632 00	20,688 00
Joint Administrators Fees	-	-	415 00	30,708 00	31,123 00
Joint Administrators Fees Prescribed Part	22,500 00	-	-	22,500 00	22,500 00
Joint Administrators Disbursements	617 38	-	-	961 22	961 22
Legal Fees	-	-	568 00	40,364 39	40,932 39
Legal Fees - Prescribed Part	-	-	-	5,553 50	5,553 50
Agents Fees	-	-	-	500 00	500 00
Specific Bond	-	-	-	775 00	775 00
Insurance	-	-	-	265 00	265 00
Press Office Media Costs	-	-	-	335 65	335 65
Bank Charges	75 55	-	-	95 55	95 55
Corporation Tax	146 45	-	-	230 80	230 80
Input VAT	-	-	-	7 00	7 00
Debtor Receipts Paid to G4G	-	-	-	363,554 67	363,554 67
	<u>23,339 38</u>	<u>1,039 00</u>	<u>486,482 78</u>	<u>487,521 78</u>	
Distribution to Secured Creditor Barclays Bank plc	16,972 39	-	23,972 45	1,212,999 94	1,236,972 39
Distribution to Unsecured Creditors	279,136 62	-	-	279,136 62	279,136 62
Balances in Hand	-	-	-	-	-
		<u>25,011 45</u>	<u>1,978,619 34</u>	<u>2,003,630 79</u>	

BDO LLP
55 Baker Street
London
W1U 7EU

A D Nygate and D H Gilbert
Joint Administrators
12 February 2014

PI Realisations 2012 Limited (Formerly t/a Powakaddy International Limited)

Summary of Time Charged and Rates Applicable for the Period From 17 August 2012 to 24 January 2014

Description	PARTNER		DIRECTOR/ SENIOR MANAGER/ MANAGER		SENIOR EXECUTIVE		EXECUTIVE		OTHER STAFF		GRAND TOTAL		AV RATE	
	Hours	£	Hours	£	Hours	£	Hours	£	Hours	£	Hours	£	£	£
Steps on Appointment	7 00	4,606 00	3 50	1,592 50							10 50	6,198 50	590 33	
General Administration	16 00	10,856 00	50 85	20,814 55	1 70	445 40	51 40	9,605 45	0 50	45 00	120 45	41,766 40	346 75	
Assets Realisation/ Dealing			18 00	6,243 25							18 00	6,243 25	346 85	
Creditor Claims			32 75	12,054 75			31 40	2,981 30			64 15	15,036 05	234 39	
Reporting	4 00	2,632 00	37 00	14,201 00			7 50	737 50			48 50	17,570 50	362 28	
Distribution and Closure			38 00	14,647 00	10 35	2,711 70	21 00	2,010 75			69 35	19,369 45	279 30	
	27 00	18,094 00	180 10	69,553 05	12 05	3,157 10	111 30	15,335 00	0 50	45 00				

Net Total

330 95 £ 106,184 15 320 85

Other Disbursements

£ 961 22

Billed

£ 54,584 22

Balance

£ 52,561 15