In accordance with Rule 18 6 of the Insolvency (England & Wales) Rules 2016.

AM10

Notice of administrator's progress report

Companies House

WEDNESDAY

A7BVC7FE

A20 08/08/2018 #292

COMPANIES HOUSE

1 Company details

Company number	0 2 7 3 9 2 0 2
Company name in full	RotaDyne (U.K.) Limited

→ **Filling in this form**
Please complete in typescript or in bold black capitals.

2 Administrator's name

Full forename(s)	Matthew James
Surname	Cowlishaw

3 Administrator's address

Building name/number	Four Brindleyplace
Street	Birmingham
Post town	B1 2HZ
County/Region	
Postcode	
Country	

4 Administrator's name ❶

Full forename(s)	Clare
Surname	Boardman

❶ **Other administrator**
Use this section to tell us about another administrator

5 Administrator's address ❷

Building name/number	1 City Square
Street	
Post town	Leeds
County/Region	West Yorkshire
Postcode	L S 1 2 A L
Country	

❷ **Other administrator**
Use this section to tell us about another administrator

AM10
Notice of administrator's progress report

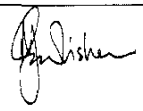
6 Period of progress report

From date	d 1 d 2	m 0 m 1	y 2 y 0 y 1 y 8
To date	d 1 d 1	m 0 m 7	y 2 y 0 y 1 y 8

7 Progress report

☑ I attach a copy of the progress report

8 Sign and date

Administrator's signature	Signature X 	X
Signature date	d 0 d 7	m 0 m 8 y 2 y 0 y 1 y 8

AM10
Notice of administrator's progress report

Presenter information

You do not have to give any contact information, but if you do it will help Companies House if there is a query on the form. The contact information you give will be visible to searchers of the public record.

Contact name	Wendy Packwood
Company name	Deloitte LLP
Address	Four Brindleyplace
	Birmingham
Post town	B1 2HZ
County/Region	
Postcode	
Country	
DX	
Telephone	+44 121 632 6000

Checklist

We may return forms completed incorrectly or with information missing.

Please make sure you have remembered the following:

- ☐ The company name and number match the information held on the public Register.
- ☐ You have attached the required documents.
- ☐ You have signed the form.

Important information

All information on this form will appear on the public record.

Where to send

You may return this form to any Companies House address, however for expediency we advise you to return it to the address below:

The Registrar of Companies, Companies House,
Crown Way, Cardiff, Wales, CF14 3UZ
DX 33050 Cardiff.

Further information

For further information please see the guidance notes on the website at www.gov.uk/companieshouse or email enquiries@companieshouse.gov.uk

This form is available in an alternative format. Please visit the forms page on the website at www.gov.uk/companieshouse

Deloitte.

Rotadyne Limited (In Administration)
("the Company")

Court Case No. 1526 of 2016
High Court of Justice, Chancery Division, Companies Court
Company Number: 02739202

Registered Office: c/o Deloitte LLP, Four Brindleyplace, Birmingham, B1 2HZ

Progress report to creditors for the period 12 January 2018 to 11 July 2018 pursuant to Rules 18.2 to 18.6 inclusive of the Insolvency (England & Wales) Rules 2016 ("the Rules").

Christopher James Farrington and Matthew James Cowlishaw ("the Joint Administrators") were appointed Joint Administrators of the Company on 29 March 2016 by the directors of the Company. Following the retirement of Christopher James Farrington, Clare Boardman was appointed as a replacement Administrator on 7 September 2017 by the Court. The affairs, business and property of the Company are managed by the Joint Administrators. The Joint Administrators act as agents of the Company and contract without personal liability. All licensed Insolvency Practitioners of Deloitte LLP ("Deloitte") are licensed in the UK to act as Insolvency Practitioners by the Institute of Chartered Accountants in England and Wales.

For the purposes of paragraph 100(2) of Schedule B1 of the Insolvency Act 1986 (as amended), ("the Act"), the Joint Administrators confirm that they are authorised to carry out all functions, duties and powers by either of them jointly and severally.

Council Regulation (EU) No 2015/848 applies and these are the main proceedings as defined in Article 3(1) of that regulation.

07 August 2018

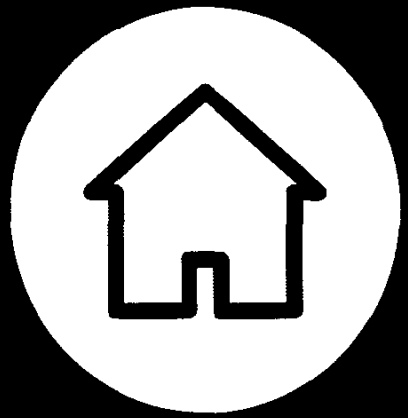
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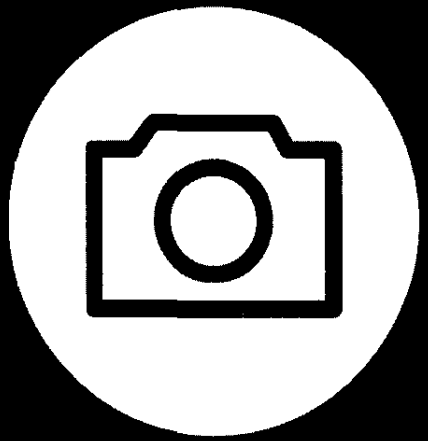
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Key messages



Key messages

Joint Administrators of the Company

Matthew James Cowlishaw and

Clare Boardman

Deloitte LLP

Four Brindleyplace

Birmingham

B1 2HZ

Contact details

Email: :wpackwood@deloitte.co.uk

Website: www.deloitte-insolvencies.co.uk/k-r/rotadyne-(uk)-limited-(in-administration)

Tel: +44 121 696 8661

	Commentary
Purpose of administration	• The purpose of the administration is to achieve a better result for the Company's creditors as a whole than a liquidation.
Progress of administration	• The Joint Administrators have continued liaising with insurers during the period in relation to an insurance claim from 2011 and this matter has now been concluded. Please see page 5 for more detail.
Costs	• The basis of our fees has been fixed as a set amount of £230k (plus VAT). Please see Page 10 for further details. • There have been no further disbursements incurred in the report period and the disbursements remain in line with our initial estimate. Please refer to Page 11 for further details. • Third party costs of £48k have been incurred in the report period in relation to legal fees and expenses and these remain in line with our initial estimate. Please refer to Page 5 for further details.
Outstanding matters	• Prescribed part distribution to the unsecured creditors. • Final distribution to the secured creditor. • Tax clearance. • Case closure.
Dividend prospects	• Secured creditors will not be paid in full. • Preferential creditors have been paid in full. • Unsecured creditors – The Joint Administrators currently estimate a Prescribed Part distribution of c.£40k to the unsecured creditors.
Extension to administration period	• The administration was first extended by the Court on 25 April 2017 to 28 March 2018 when a further extension was granted for a period of 12 months to 28 March 2019. • We do not anticipate that it will be necessary to extend the period of the administration further.

Progress of the administration

Summary 5

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Progress of the administration

Summary

Progress of the administration

Work done since our last report

Insurance Claim

Following mediation between the insurance companies to agree liability relating to the previously reported fire at a customer's factory pre-appointment, the Joint Administrators can confirm that a confidential settlement agreement was achieved. We await details of the Company's share of the settlement sum which will increase unsecured creditor claims, as previously reported.

Statutory tasks

During the period we have carried out the following tasks which primarily relate to fulfilment of statutory and compliance obligations and other tasks of an administrative nature:

- Case management;
- Statutory reporting;
- Correspondence with creditors;
- Correspondence with lawyers in relation to the insurance claim detailed above;
- Case reviews; and
- Cashiering functions

These tasks are a necessary part of the engagement but do not generate any direct financial benefit for creditors.

Investigations

We have reviewed the information available to assess whether there are any matters that might lead to a recovery for the benefit of creditors, such as potential claims that may be brought against parties either connected to or who have had past dealings with the Company.

Having completed this review no further avenues of recovery have been identified.

If you have any information that you feel should be brought to our attention, please contact us in writing using the contact details on Page 3.

Cost of the work done during the report period

The costs and expenses incurred during the report period are detailed below. Overall, we do not anticipate that the total costs and expenses will exceed the estimates provided in our proposals, other than in relation to legal costs.

- Legal Costs – we have instructed lawyers to assist in the insurance claim.
  - Jones Day have incurred legal fees during the period amounting to £48k plus VAT relating to advice provided to the Joint Administrators relating to the insurance claim which remain unpaid. These fees have been paid in full.

All costs which have been paid, are shown in the receipts and payments account on page 6.

All professional costs are reviewed and analysed in detail before payment is approved.

Progress of the administration

Receipts and payments

Joint Administrators' receipts and payments account
29 March 2016 to 11 July 2018

£	SoA values	Notes	Period	Total
Receipts				
Trading surplus/(deficit)	-		-	50,708
Rates Refund			-	376
Sundry Refunds			-	75
Book Debts	*837,816*		*34*	599,494
Insurance Refund			-	14,065
Cash at Bank	*101,942*		-	119,940
Toll tag charge refund			-	101
Bank Interest Gross(Floating)			255	1,061
Inventory	*138,822*		-	89,000
Plant & machinery	*54,419*		-	75,000
Total receipts	*1,132,999*		**289**	**949,819**
Payments				
Purchases			-	522
Heat & Light			-	8,584
Lease/HP Payments			-	2,740
Repairs & Maintenance			-	306
Sundry Expenses			-	701
Vehicle Running Costs			-	1,980
Postage			-	175
Delivery costs			-	90
Trading Material			-	975
Security			-	5,138
Removal costs			-	750
Water			-	95
Professional Fees			-	5,250
Specific Bond			-	230
Pre Administrators Fees			-	50,000
Pre Administrators Costs			-	1,355
Administrators' Fees			-	230,000
Administrators' Expenses			-	12,022
Commission for book debt collections			-	18,853
Legal Fees			48,214	134,557
Legal Expenses			1,250	1,760
Stationery			-	321
Storage Costs			4	269
Postage & Redirection			-	918
Rates			-	375
Insurance of Assets			-	30
Bank Charges			-	38
Department of Employment			-	6,191
Advertising			-	85
Employees Wage Arrears			-	76
Employees Holiday Pay			-	448
Floating Charge Creditor			-	300,000
Total payments			**49,468**	**784,832**
Balance				**164,987**
Made up of:				
I/B Current A/C		*1*		188,464
Barclays IB Current Account		*1*		1,522
VAT Payable		*2*		-24,999
Balance in hand				**164,987**

A receipts and payments account is provided opposite, detailing the transactions in the administration to 11 July 2018 and all transactions since the date of our appointment.

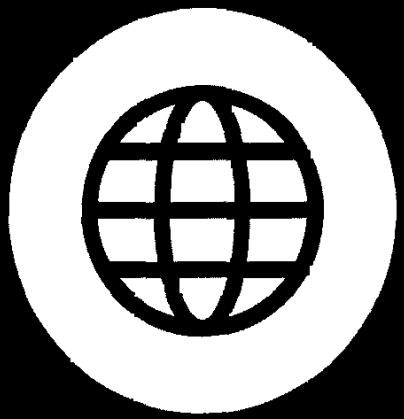
Notes to receipts and payments account

Note 1 – All funds held by the Joint Administrators are banked in interest bearing accounts. The associated corporation tax on interest received will be accounted for to HM Revenue & Customs in due course.

Note 2 – The Company is registered for VAT and all sums shown opposite are shown net of VAT.

Information for creditors

Outcome 11



Information for creditors

Outcome

Secured creditors

At the date of our appointment, Fifth Third Bank was owed £12.2m as shown in the Company's statement of affairs. To date the Joint Administrators have distributed £300k and anticipate there may be further distributions. There will be insufficient asset realisations to repay the Secured Creditor in full.

Preferential creditors

A first and final dividend of 100p in the £ amounting to £6,725 was declared and paid to preferential creditors on 20 December 2016.

Prescribed Part

We anticipate that there will be a Prescribed Part fund available for distribution to unsecured creditors of c.£40k. The unsecured creditors' position as per the directors Statement of Affairs totalled c.£8m and work will commence shortly to agree claims submitted now that asset realisations and other matters have been finalised. A notice of intended dividend will be sent to all creditors in due course.

Unsecured creditors

The Joint Administrators do not anticipate that there will be sufficient asset realisations to enable a distribution to be made to unsecured creditors (save for any distribution that may be available under the Prescribed Part as described above).

Claims process – creditors with debts of £1,000 or less

You do not need to prove your debt for dividend purposes if the amount you are owed is £1,000 or less, unless you wish to vote in this decision, or any other, decision procedure in which case proof of claim must be given.

We will notify you if funds become available for dividend purposes. Your claim will be admitted in the amount shown in the Company's records/statement of affairs. If you disagree with that amount you will be provided with an opportunity to notify us of the correct amount.

Claims process – creditors with debts of more than £1,000

Unsecured creditors with claims of more than £1,000 are invited to submit their claims to us by completing a proof of debt form which is available on the administration website] and which should be sent to the address on page 3, marked for the attention of Wendy Packwood.

Extensions to the administration

The administration was first extended by the Court on 25 April 2017 to 28 March 2018 when a further extension was granted for a period of 12 months to 28 March 2019.

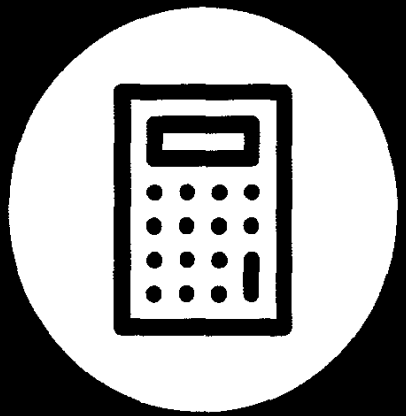
We do not anticipate that it will be necessary to extend the period of the administration further.

Exit

The Administrators expect to exit Administration by ceasing to act and moving the Company to dissolution.

Remuneration and expenses

Joint Administrators' remuneration 10



Remuneration and expenses

Joint Administrators' remuneration

Administrators' remuneration

"A Creditors' Guide to Remuneration" is available for download at www.deloitte-insolvencies.co.uk/k-r/rotadyne-(uk)-limited-(in-administration).

Should you require a paper copy, please send your request in writing to us at the address on Page 1 of this report and this will be provided to you at no cost.

Basis of remuneration

The basis of our remuneration was fixed on 21 June 2016 by the secured creditor as a set amount of £230,000, plus VAT thereon.

Set amount

We have drawn remuneration of £230k (plus VAT) against the agreed set fee of £230k as shown in the receipts and payments account on page 6.



Remuneration and expenses

Detailed information

Category 1 Disbursements

These are payments made by us direct to third parties and for which no approval is required.

Category 2 Disbursements

These are costs and expenses initially paid by us and which are not generally made to a third party, for example, reimbursement to staff engaged on the case for their mileage costs. These may also include shared or allocated costs.



Disbursements

Our disbursements to date are in line with estimates provided in the proposals and are summarised below:

Category 1 Disbursements

These are payments made by us direct to third parties and for which no approval is required.

Category 2 Disbursements

Specific approval is required before these costs and expenses can to be drawn from the administration estate and was given by secured and preferential creditors on 21 June 2016.

Mileage is calculated at the prevailing standard mileage rate of up to 45p used by Deloitte at the time when the mileage is incurred.

Details of all disbursements are given below and from which it can be seen that we have not recovered our disbursements in full.

Category 1 disbursements

£ (net)	Period	Total	Paid	Unpaid
Travel	-	2,673	2,673	-
Accommodation	-	5,572	5,572	-
Parking	-	68		68
Subsistence	-	1,774	1,774	-
Specific Bond	-	230	230	-
Telephone	-	143	-	143
VAT	-	8	8	(0)
Advertising	-	85	-	85
Storage	-	92	76	16
Stationery	-	881	734	148
Postage/Couriers	-	570	307	263
Total disbursements	**-**	**12,096**	**11,374**	**722**

Category 2 disbursements

£ (net)	Period	Total	Paid	Unpaid
Website set up	-	500	500	-
Mileage	-	1,685	1,685	-
Total disbursements		**2,185**	**2,185**	**-**

Creditors' right to request information

Any secured creditor or unsecured creditor (with the support of at least 5% in value of the unsecured creditors or with leave of the Court) may, in writing, request us to provide additional information regarding remuneration or expenses to that already supplied within this report. Such requests must be made within 21 days of receipt of this report, in accordance with Rule 18.9 of the Rules.

Creditors' right to challenge remuneration and/or expenses

Any secured creditor or unsecured creditor (with the support of at least 10% in value of the unsecured creditors or with leave of the Court) may apply to the Court for one or more orders (in accordance with Rule 18.34 of the Rules), reducing the amount or the basis of remuneration which we are entitled to charge or otherwise challenging some or all of the expenses incurred.

Such applications must be made within eight weeks of receipt by the applicant(s) of the progress report detailing the remuneration and/or expenses being complained of, in accordance with Rule 18.34(3) of the Rules.

Please note that such challenges may not disturb remuneration or expenses approved or deemed to be approved under prior progress reports.

Deloitte.

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