

The Insolvency Act 1986
Administrator's progress report

Name of Company
Romag Holdings plc

Company number
2820227

In the
Leeds District Registry
(full name of court)

Court case number
496 of 2011

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

I/We (a)
Daniel Francis Butters
Deloitte LLP
1 City Square
Leeds
LS1 2AL

William Kenneth Dawson
Deloitte LLP
PO Box 500
2 Hardman Street
Manchester
M60 2AT

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

(b) Insert date

From
(b) 1 February 2013

To
(b) 20 June 2013

Signed

[Handwritten Signature]
Joint / Administrator(s)

Dated

18 July 2013

FRIDAY



Q2CWV9BN
QIQ 19/07/2013 #95
COMPANIES HOUSE

**ROMAG HOLDINGS PLC
ROM REALISATIONS LIMITED
(IN ADMINISTRATION)
(together "the Companies" or "the Group")**

**Court No. 496 of 2011
Court No. 497 of 2011**

**SIX MONTHLY PROGRESS REPORT TO CREDITORS FOR THE PERIOD TO 20 JUNE
2013 PURSUANT TO RULE 2.47 OF THE INSOLVENCY RULES 1986 AND THE
INSOLVENCY (AMENDMENT) RULES 2010**

18 JULY 2013

This report has been prepared for the sole purpose of updating the Creditors for information purposes. The report is private and confidential and may not be relied upon, referred to, reproduced or quoted from, in whole or in part, by Creditors for any purpose other than updating them for information purposes, or by any other person for any purpose whatsoever.

Daniel Francis Butters, William Kenneth Dawson and Neil Matthews were appointed Joint Administrators of the Companies on 4 April 2011. On 20 June 2013 Neil Matthews ceased to act as Administrator. The affairs, business and property of the Companies are managed by the Joint Administrators. The Joint Administrators act as agents of the Companies and contract without personal liability.

All licensed Insolvency Practitioners of Deloitte LLP are licensed in the UK to act as Insolvency Practitioners.

Daniel Francis Butters and William Kenneth Dawson
Deloitte LLP
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ABBREVIATIONS

For the purpose of this report the following abbreviations shall be used

"the Act"	Insolvency Act 1986 (as amended)
"the Rules"	Insolvency Rules 1986 and the Insolvency (Amendment) Rules 2010
"the Administrators"	Daniel Francis Butters, William Kenneth Dawson and Neil Matthews of Deloitte LLP
"the Companies" or "the Group"	Romag Holdings plc and ROM Realisations Limited (formerly Romag Limited) (all in Administration)
"PLC"	Romag Holdings plc (in Administration)
"ROM"	ROM Realisations Limited (in Administration)
"SHK"	SHK Limited (formerly in Administration)
"Deloitte"	Deloitte LLP
"the Bank"	Lloyds Banking Group plc
"the Court"	Leeds District Registry
"EOS"	Estimated Outcome Statement
"SIP2 (E&W)"	Statement of Insolvency Practice 2 (England & Wales)
"SIP7 (E&W)"	Statement of Insolvency Practice 7 (England & Wales)
"SIP9 (E&W)"	Statement of Insolvency Practice 9 (England & Wales)
"SIP13 (E&W)"	Statement of Insolvency Practice 13 (England & Wales)

1. INTRODUCTION

1.1 Introduction

This report has been prepared in accordance with Rule 2.47 of the Rules to provide creditors with an update on the progress of the Administration of the Group since our last report to creditors dated 18 February 2013.

Given the information previously provided to creditors in our previous reports, we have not included detailed background information in respect of the Group and have focused on progress of the Administrations following our previous report to creditors.

The Administrators' proposals, as deemed approved following the issue of a notice under Paragraph 52(1) of Schedule B1 of the Act on 16 May 2011, and the expiry of 8 business days thereafter, are detailed in Section 2.1.

On the basis that there remained assets of the Group which were not realised before 4 April 2012, the one year anniversary of the Administrations, the Administrators submitted a request to the secured creditor seeking to extend the period of each Administration by six months to 4 October 2012, in accordance with Paragraph 76(2)(b) of Schedule B1 of the Act. A further application to the Court, seeking to extend the period of the Administrations by a further 24 months, was subsequently approved on 24 August 2012, pursuant to Paragraph 76(2)(a) of Schedule B1 of the Act. The latest extension expires on 4 October 2014. This is discussed further at section 5.1.

A schedule of statutory information in respect of the Group is attached at Appendix 1.

1.2 Details of the appointment of the Administrators

Daniel Francis Butters, William Kenneth Dawson and Neil Matthews of Deloitte were appointed Joint Administrators of the Group by the directors on 4 April 2011 pursuant to Paragraph 22(2) of Schedule B1 of the Act. On 20 June 2013 Neil Matthews ceased to act as an Administrator of the Companies.

Conduct of the proceedings is the High Court of Justice, Leeds District Registry, case numbers 496 and 497 of 2011 for PLC and ROM respectively.

The Joint Administrators have now ceased to act in respect of SHK.

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

1.3 Electronic communication with creditors

In an effort to reduce the costs of the Administrations, all future communications with creditors, including updates and progress reports, will be posted onto a website, which has been set up specifically for this purpose. The web address is www.deloitte.co.uk/romag.

A letter will be issued to all creditors each time the website is updated with a statutory notice or report. All creditors' statutory notices will be retained on the website for 3 months after being uploaded to the site.

2 ADMINISTRATORS' PROPOSALS

2.1 Introduction

As previously reported to creditors, the Administrators concluded that the Group could not be rescued as a going concern as defined by Paragraph 3(1)(a) of Schedule B1 of the Act due to the level of unsecured debt within the Group and the likely loss of key customer and supplier support as a result

Consequently, the Administrators have performed their functions in relation to the Group with the objective set out in Paragraph 3(1)(b) of Schedule B1 of the Act, which is to achieve a better result for the creditors as a whole than would be likely if the Companies were wound up

The Administrators' proposals in order to achieve this objective, which, as previously noted, were deemed approved following the issue of a notice under Paragraph 52(1) of Schedule B1 of the Act on 16 May 2011 and the expiry of 8 business days thereafter, are as follows

- 1 the Administrators continue to manage the affairs and any remaining assets of the Companies and the settlement of all Administration expenses,
- 2 the Administrators continue with their enquiries into the conduct of the directors of the Companies and continue to assist any regulatory authorities with their investigation into the affairs of the Companies,
- 3 the Administrators be authorised to agree the claims of the secured, preferential and unsecured creditors against each of the Companies unless the Administrators conclude, in their reasonable opinion, that a Company will have no assets available for distribution,
- 4 the Administrators be authorised to distribute funds to the secured and preferential creditors as and when claims are agreed and funds permit and, in relation to distributions to unsecured creditors, if the Court gives permission following an appropriate application,
- 5 that, in the event the creditors of each Company so determine, a Creditors Committee be appointed in respect of each or any Company comprising of not more than five and not less than three creditors of that Company or Companies,
- 6 that, if a Creditors' Committee is not appointed, the secured, and if applicable, the preferential creditors of each Company shall be asked to fix the basis of the Administrators' remuneration in accordance with Rule 2.106(5A)(a), to be fixed by reference to the time properly given by the Administrators' and their staff in attending to matters arising in the Administrations, calculated at the prevailing standard hourly charge out rates used by Deloitte at the time when the work is performed, plus VAT. In addition those creditors shall also be asked to agree the Administrators' expenses of which the Administrators' expenses for mileage be calculated by reference to mileage properly incurred by the Administrators and their staff in attending to matters arising in the Administrations, at the prevailing standard mileage rate used by Deloitte at the time when the mileage is incurred, plus VAT where applicable,

- 7 that, following the realisation of assets and resolution of all matters in the Administrations, and as quickly and efficiently as is reasonably practicable, the Administrators implement the most cost effective steps to formally conclude the Administrations. This may include the distribution of funds to unsecured creditors (provided Court permission is obtained) and then the dissolution of the Companies or alternatively, seeking to put each or any of the Companies into Creditors' Voluntary Liquidation ("CVL") or Compulsory Liquidation, depending on which option will result in a better realisation for creditors,
- 8 that, if each or any of the Companies were to be placed into CVL, the Administrators propose to be appointed Liquidators and any Creditors' Committee appointed will become the Liquidation Committee pursuant to Rule 4.174 of the Rules and that the basis of the Liquidators' remuneration be fixed by reference to the time given in attending to matters arising in the Liquidations, and/or as a percentage of realisations and/or as a set fee. As per Paragraph 83(7) of Schedule B1 of the Act and Rule 2.117A(2)(b) of the Rules, the creditors may nominate a different person to be Liquidator(s) provided the nomination is made before the proposals are approved by creditors. For the purposes of Section 231 of the Act the Liquidators will each be authorised to carry out all functions, duties and powers either jointly or severally, and
- 9 in the absence of Creditors' Committees, the secured and, if applicable, preferential creditors of each Company agree that the Administrators be discharged from liability per Paragraphs 98 and 99 of Schedule B1 of the Act immediately upon the Administrators' filing their final report to creditors and vacating office.

2.2 Progress on and achievement of the approved proposals

We have summarised below the progress and current status in respect of each of the approved proposals

Proposal	Current status
1	The Administrators continue to manage the affairs and remaining assets of the Group and shall continue to settle all Administration expenses
2	As part of the Administrators' statutory duties, reports on the conduct of the directors of the Group were submitted to The Insolvency Service on 31 January 2012. The Administrators shall assist, if necessary, any regulatory authorities with their investigations into the affairs of the Group
3	The Administrators have agreed the claims of the secured creditor of the Group. There are no preferential creditors in any of the Administrations. Where necessary, and with the consent of the Court, the Administrators will agree the claims of the unsecured creditors should it become likely that a distribution will be made to this class of creditor
4	The Administrators have made distributions to the secured creditor of the Group of £1.2m and £5.1m in respect of PLC and ROM respectively
5	The creditors of the Group did not elect to appoint a creditors committee
6	The basis of the Administrators' remuneration has been approved by the secured creditor, fixed by reference to time properly given by the Administrators' and their staff in attending to matters arising in the Administrations. The Administrators' disbursements in attending to matters arising in the Administrations have also been approved by the secured creditor
7	The Administrators shall implement the most cost effective steps to formally conclude the Administrations of PLC and ROM, once it is considered that the purpose of these Administrations has been achieved. The Administrators ceased to act in respect of SHK on 29 March 2012 and the company was subsequently dissolved on 29 June 2012
8	As there is no prospect of a dividend to the unsecured creditors of PLC, the company cannot be placed into liquidation. At present, the Administrators do not propose to take steps to place ROM into liquidation
9	At the conclusion of each Administration, the Administrators shall take the appropriate steps to obtain discharge from liability per Paragraphs 98 and 99 of Schedule B1 of the Act

Further information in respect of the realisation of assets, the status of liabilities and the estimated outcome for creditors is contained in the following sections of this report

3 ADMINISTRATORS' RECEIPTS AND PAYMENTS ACCOUNT

3.1 Introduction

Attached at Appendix 2 is an abstract Receipts and Payments account covering the period from 1 February 2013 to 20 June 2013 together with cumulative details of the transactions from the date of appointment, in accordance with SIP7 (E&W)

In this section, we have summarised the main asset realisations during the period and an estimation of those assets yet to be realised, together with details of costs incurred but unpaid

3.2 Asset realisations

The only recoveries in the period relate to receipts totalling £102 29 in respect of gross bank interest received by the Group

3.3 Estimated future realisations

VAT and Terminal Loss Relief Claims

As discussed in our previous reports, and following the repayment received from HM Revenue & Customs relating to the Terminal Loss Relief claim of ROM, the Administrators continue to pursue a claim of an identical nature in respect of PLC. This claim totals £44k

A review of the Group's VAT affairs prior to the Administration has now been finalised and no recovery of pre-appointment VAT is expected

Supplier Deposit

As outlined in previous reports, prior to the Administrations the Group had commenced recovery proceedings against one of its former suppliers, Q-Cells SE, based in Germany, to recover a substantial supply deposit due to ROM. The Group was also in the process of pursuing a claim against this supplier for breach of contract. The Group's total claim in respect of these matters is in excess of €9m

Following their appointment the Administrators instructed Walker Morris to assist in the recovery of the above amounts. However, in April 2012 Q-Cells SE made an application to the German Court for protection from its creditors, with HWW Wienberg Wilhelm subsequently being appointed as interim insolvency administrators. The appointment of HWW Wienberg Wilhelm was confirmed by the German Court on 2 July 2012

On 21 January 2013 the Administrators agreed a deal to transfer ROM's right, title and interest in their claim to Morgan Stanley & Co International plc

In order to not prejudice the commercial interests of the company, the Administrators are unable to provide further details in relation to this assignment at this stage. It is expected that a further update will be available to creditors in our next report

3.4 Estimated outcome for creditors

The Bank, being the secured creditor of the Group, is owed £17.2m of which £6.25m has been repaid to date in the Administrations. The Bank will suffer a significant shortfall on its lending.

There are no preferential creditors of the Group.

No funds will become available to enable a distribution to be made to the unsecured creditors of PLC. Additionally, no funds will become available for the unsecured creditors of ROM, with the exception of funds set aside by virtue of the Prescribed Part (See Section 4.3).

Given there will be insufficient realisations to meet the claims of the secured and unsecured creditors of PLC in full, there is no prospect of any funds becoming available for the shareholders of PLC.

4. DISTRIBUTIONS TO CREDITORS

4.1 Secured creditors

As at the date of appointment the Group had the following facilities with the Bank, the secured lender

- (i) a £15 0m revolving credit facility drawn in full,
- (ii) a Euro denominated mortgage of c €2 8m, and
- (iii) a short term overdraft facility of £0 4m, which was unutilised

The Bank's indebtedness is secured by debentures from each Group company, and also a mortgage deed in favour of the Bank in respect of ROM, providing the Bank with fixed and floating charges over the assets of the Group. The Bank's security is subject to cross-guarantees from each Group entity.

The total indebtedness to the secured creditor at the date of the Administrations was £17 238m. To date £6 25m has been distributed to the Bank under the terms of its security. However the Bank will suffer a significant shortfall on its lending.

4.2 Preferential creditors

There are no preferential claims in either Administration.

4.3 Prescribed Part

The Prescribed Part (section 176A of the Insolvency Act 1986 (Prescribed Part) Order 2003) ("PP") applies where there are floating charge realisations, net of costs to be set aside for unsecured creditors. This equates to

- 50% of net property up to £10,000,
- Plus, 20% of net property in excess of £10,000
- Subject to a maximum of £600,000

Creditors should note that the provisions of the PP shall only apply in relation to realisations from debtors and stock relating to ROM. Realisations from all other assets within ROM, and all realisations within PLC, will not be subject to the PP given the secured creditors hold pre-Enterprise Act 2002 security in relation to these assets.

Creditors are advised that, whilst the level of the PP in ROM is likely to achieve the maximum cap of £0 6m, unsecured creditors entitled to participate in the PP distribution are estimated to total in excess of £24 0m. Therefore any distribution to the unsecured creditors in respect of the PP will be minimal.

4.4 Unsecured creditors

The unsecured creditors' position as at 4 April 2011 per the Directors' Statements of Affairs (excluding any shortfall to floating charge holders) is summarised in the table below

	PLC	ROM	Total
	£'000	£'000	£'000
Trade creditors	286	2,443	2,729
HMRC	14	183	197
Hire purchase liabilities	642	-	642
Inter-company liabilities	6,929	21,700	28,629
TOTAL	7,871	24,326	32,197

After discharging the costs of the Administrations, there will not be sufficient realisations from floating charge assets to fully repay the Bank. Accordingly, we do not expect any funds to become available to pay a dividend to the unsecured creditors of any of the Companies, with the exception of a potential distribution under the PP in ROM, as discussed in Section 4.3

5. OTHER MATTERS AND INFORMATION TO ASSIST CREDITORS

5.1 Extensions to the initial appointment period

In accordance with the provisions of the Act incorporated by the Enterprise Act 2002, all Administrations automatically come to an end after one year, unless an extension is granted by the Court or with consent of the creditors

On 22 March 2012 the Bank, the secured creditor in the Administrations, approved an initial extension to the period of the Administrations of PLC and ROM of six months, expiring on 4 October 2012, to allow the Administrators to continue to realise the remaining assets in the Administrations

A further extension to the period of the Administrations was granted by the Court on 24 August 2012 for a period of 24 months to 4 October 2014. This extension will allow the Administrators to -

- conclude the assignment of the Q-Cells SE debt due to ROM,
- continue to pursue the potential tax and VAT refunds that may become due to the Group, and
- allow the Administrators' investigations into events preceding the Administrations to continue

5.2 Investigations

As part of the Administrators' statutory duties, an investigation into the conduct of the Group's directors was completed

In this regard, confidential reports for each entity were submitted to The Insolvency Service on 31 January 2012

5.3 SIP2 – Initial Assessment of Potential Recoveries

As part of our duties as Administrators, we are obliged shortly after our appointment to review all of the information available to us and conduct an initial assessment of whether there are any matters that might lead to a recovery for the benefit of creditors. This initial assessment included enquiries into any potential claims that may be brought against parties either connected to or who have had past dealings with the Group

Having completed this review, we identified the assets and actions as detailed in paragraph 3.2 and 3.3 of this report

If you have any information that you feel we should be made aware of in relation to the above, please contact us as a matter of urgency

5.4 Exit

There are several exit routes which are available to the Administrators such as

- (i) an application to Court (in the event of a Court appointment),
- (ii) filing a notice in Court and with the Registrar of Companies confirming that the purpose of Administration has been sufficiently achieved, or
- (iii) in the event that the Group has no property, the Administrators may notify the Registrar of Companies to that effect at which time the appointment of the Administrators ceases and three months following that date the company is deemed to be dissolved

In addition the Administrators could propose to place the Companies into Creditors' Voluntary Liquidation, a Compulsory Liquidation or a Company Voluntary Arrangement

The exit route chosen in relation to PLC and ROM will largely depend on the circumstances of each Administration. However, the anticipated exit route shall be to move these companies from Administration to dissolution once all assets of the Group have been realised and the purpose of the Administrations achieved.

If funds do become available for a distribution under the PP, the Administrators may apply to the Court for authority to make a distribution to unsecured creditors (under the PP) and then take the requisite steps to dissolve the Companies, or if appropriate, to apply to the Court to obtain an order pursuant to Section 176A(5) that Section 176A(2) (PP for unsecured debts) shall not apply.

As previously discussed, the Administrators have ceased to act in respect of SHK and the company has now been dissolved.

5.5 SIP13 (E&W) – Transactions with connected parties

In accordance with the guidance given in SIP13 (E&W), we confirm that there have been no transactions with connected parties during the period of this report or in the two years prior to our appointment.

5.6 EC Regulations

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

6. ADMINISTRATORS' REMUNERATION AND EXPENSES

6.1 Administrators' Remuneration

Basis of Remuneration

The basis of the Administrators' remuneration was fixed on 4 July 2011 by the secured creditor, by reference to time properly given by the Joint Administrators and their staff in attending to matters arising in the Administration

Remuneration

In relation to Romag Holdings plc, the Administrators have charged total remuneration of £32,464 in the period of this report, which is made up of 75 hours at an average charge out rate of £433/hour across all grades of staff. In respect of Rom Realisations Limited, the Administrators have charged total remuneration of £50,225, made up of 109 hours at an average charge out rate of £461/hour across all grades of staff

The above time has been charged at six minute increments. No remuneration has been drawn in the period in relation to either Administration

Remuneration charged from the date of the Administrations is summarised at Appendix 3. Details of time costs to date, together with a summary of the total hours spent on each case and an average charge-out rate, is provided below

Company	Total hours	Total costs (£)	Fees drawn (£)	Ave hourly rate (£)
Romag Holdings plc	653	248,453	130,277	380
ROM Realisations Limited	689	297,205	120,732	431

Time has been categorised into the following task headings and sub categories

- **Administration and planning** includes case planning, case set-up, notification of appointment, maintenance of our case files and insolvency case record, statutory reporting, compliance, cashiering and accounting
- **Investigations** includes investigating the Company's affairs and in particular any antecedent transactions and also reporting on the conduct of its directors
- **Realisation of Assets** includes identifying, securing and insuring assets, sale of business, transition of contracts, property issues, disposal of stocks, collection of debts, realisation of other fixed assets and VAT and taxation matters
- **Trading** includes planning, identifying strategy, preparation of trading forecasts, monitoring of performance against the forecasts, managing operations, dealing with supplier and landlord issues to ensure continuity of operations, accounting and employees (including pensions and other staff benefits)

- **Creditors** includes set-up of creditor records, creditor communications, preferential claims, unsecured claims, secured and employee claims

"A Creditors' Guide to Remuneration" is available for download at www.deloitte.com/uk/sjp-9-england-and-wales

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

Expenses

The Administrators' direct expenses for the period of the Administrations are as follows

Nature of expenses	PLC £	ROM £	Total £
Mileage	121 82	78 82	200 64
Parking	-	33 52	33 52
Subsistence	50 31	47 34	97 65
Accommodation	86 71	-	86 71
IT – hosting charges	8,904 60	-	8,904 60
Statutory Bond	160 00	1,019 33	1,179 33
Statutory Advertising	405 94	-	405 94
Telephone	-	48 82	48 82
SumTravel	122 40	602 40	724 80
Total	9,851 78	1,830 23	11,682 01

Expenses drawn to date by the Administrators totals £6,714 77 and £1,830 23 in respect of PLC and ROM respectively

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

6.2 Charge out rates

The range of charge out rates for the separate categories of staff is based on our 2012/13 charge out rates as summarised below. Manager rates include all grades of assistant manager

Grade	£ 2012 (Jan-Aug)	£ 2012 / 2013 (Sept-Aug 2013)
Partners/Directors	585 to 920	605 to 950
Managers	295 to 700	305 to 720
Assistants and Support Staff	150 to 295	155 to 305

The above bands are specific to the Restructuring Services department partners and staff. In certain circumstances the use of specialists from other Deloitte departments such as Tax/VAT, Corporate Finance or Drivers Jonas Deloitte may be required on the case. These departments may charge rates that fall outside the Restructuring Services department bands

quoted above so, where such specialists have performed work on the case, average rates may also fall outside the Restructuring Services department bands

All partners and technical staff (including cashiers) assigned to the case recorded their time spent working on the case on a computerised time recording system. Time spent by secretarial staff working on the assignment has not been recorded or recovered. The appropriate staff have been assigned to work on each aspect of the case based upon their seniority and experience, having regard to the complexity of the relevant work, the financial value of the assets being realised and/or claims agreed.

With effect from 1 September 2012, charge out rates were increased by an average 3% and the charge out rate bandings have been amended, where applicable, to reflect this change.

6.3 Other professional costs

Walker Morris were instructed by the Administrators to advise on appropriate legal matters. In addition, Sanderson Weatherall, a firm of chattel agents, were instructed by the Administrators to undertake inventories and valuations of stock, plant and equipment, fixtures and fittings and other chattel assets where appropriate. GSK Stockmann + Kollegen, a firm of lawyers based in Germany, were instructed to advise the Administrations in relation to the claim for the repayment of the supply deposit and damages claim brought by the Group.

The professional costs to date are summarised in the table below. All professional costs are reviewed and analysed before payment is approved.

Name of advisor	PLC (£)	ROM (£)	Total (£)
Walker Morris	38,389	110,716	149,105
GSK Stockmann + Kollegen	-	4,025	4,025
Total	38,389	114,741	153,130

6.4 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 the Administrators 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 2.47(1)(fa) and 2.48A of the Rules.

6.5 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 2.109(4) of the Rules), reducing the amount or the basis of remuneration which the Administrators are entitled to charge or otherwise challenging some or all of the expenses incurred.

Such applications must be made within 8 weeks of receipt by the applicant(s) of the progress report detailing the remuneration and/or expenses being complained of, in accordance with Rule 2.109 of the Rules

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

**ROMAG HOLDINGS PLC AND ROM REALISATIONS LIMITED
(BOTH IN ADMINISTRATION)
STATUTORY INFORMATION**

Company Name	Romag Holdings plc	ROM Realisations Limited
Previous Names	SHK Limited, Romag Limited, Flairgybe Limited	Romag Limited, Romag Security Laminators Limited, Inglight Limited, Security Laminators Limited
Proceedings	In Administration	In Administration
Court	Leeds District Registry	Leeds District Registry
Court Reference	496 of 2011	497 of 2011
Date of Appointment	4 April 2011	4 April 2011
Joint Administrators	Daniel Francis Butters and William Kenneth Dawson Deloitte LLP One Trinity Gardens, Broad Chare Newcastle upon Tyne NE1 2HF	Daniel Francis Butters and William Kenneth Dawson Deloitte LLP One Trinity Gardens, Broad Chare Newcastle upon Tyne NE1 2HF
	Neil Matthews ceased to act as Administrator on 20 June 2013	Neil Matthews ceased to act as Administrator on 20 June 2013
Registered office Address	c/o Deloitte LLP One Trinity Gardens, Broad Chare Newcastle upon Tyne NE1 2HF	c/o Deloitte LLP One Trinity Gardens, Broad Chare Newcastle upon Tyne NE1 2HF
Company Number	02820227	01549869
Incorporation Date	21 May 1993	11 March 1981
Company Secretary	David Eric Banks	Julie Margaret Nelson
Bankers	Lloyds Banking Group plc	Lloyds Banking Group plc
Auditors	Ernst & Young LLP	Ernst & Young LLP
Appointment by	The directors under Paragraph 22(2) of Schedule B1 of the Insolvency Act 1986	The directors under Paragraph 22(2) of Schedule B1 of the Insolvency Act 1986
Directors at date of Appointment	John Martin Kennair, Peter Riddle Allan, David Eric Banks, David McLaren Gray,	William Littlejohns, Kevin Webster, Keith John Morrison, Joseph Paisley, Julie Margaret Nelson
Directors' Shareholdings	JM Kennair - 5,926,521 PR Allan - 134,000 DE Banks - 130,000 DM Gray - 7,500 JM Kennair - 114,712 (non-beneficial) (£0 25 each)	None

**ROM Realisations Limited
(In Administration)**

Summary of Receipts & Payments

RECEIPTS	Statement of Affairs (£)	From 04/04/2011 To 31/01/2013 (£)	From 01/02/2013 To 20/06/2013 (£)	Total (£)
Plant & Machinery	2,635,002 00	2,635,002 00	0 00	2,635,002 00
Stock	1,675,000 00	1,675,000 00	0 00	1,675,000 00
Book Debts	1,289,998 00	1,289,998 00	0 00	1,289,998 00
Tax Refund	650,000 00	471,399 96	0 00	471,399 96
Customer Deposits		114,298 24	0 00	114,298 24
Supplier Deposits	2,750,000 00	0 00	0 00	0 00
Bank Interest Gross		8,383 68	24 20	8,407 88
VAT Repayment	350,000 00	0 00	0 00	0 00
Supply Deposit		221,438 46	0 00	221,438 46
Legal Fee Deposit		6,000 00	0 00	6,000 00
VAT Received From HM R&C		25,045 77	0 00	25,045 77
		6,446,566 11	24 20	6,446,590 31
PAYMENTS				
Administrators' Fees		120,731 60	0 00	120,731 60
Administrators' Expenses		1,830 23	0 00	1,830 23
Post-appointment Legal Fees		100,729 22	10,410 85	111,140 07
Post-appointment Legal Disbursements		3,601 37	0 00	3,601 37
Corporation Tax		2,656 26	0 00	2,656 26
Pre-appointment Legal Costs		6,000 00	0 00	6,000 00
Storage Costs		480 78	66 40	547 18
Bank Charges		116 00	5 00	121 00
Customer Deposit - Purchaser Share		57,149 12	0 00	57,149 12
Floating Charge Creditor1		5,056,406 38	0 00	5,056,406 38
		5,349,700 96	10,482 25	5,360,183 21
Net Receipts/(Payments)		1,096,865 15	(10,458 05)	1,086,407 10
MADE UP AS FOLLOWS				
VAT Receivable		44,624 37	2,005 68	46,630 05
IB Current A/C		1,038,480 52	(12,034 08)	1,026,446 44
RBS - IB Current A/C		13,760 26	(429 65)	13,330 61
VAT Payable		(1,120,000 00)	0 00	(1,120,000 00)
VAT Paid to HM R&C		1,120,000 00	0 00	1,120,000 00
		1,096,865 15	(10,458 05)	1,086,407 10

**Romag Holdings Plc
(In Administration)**

Summary of Receipts & Payments

RECEIPTS	Statement of Affairs (£)	From 04/04/2011 To 31/01/2013 (£)	From 01/02/2013 To 20/06/2013 (£)	Total (£)
Freehold Land & Property	1,400,000 00	1,400,000 00	0 00	1,400,000 00
Retained Book Debts		11,672 60	0 00	11,672 60
Tax Refund	58,000 00	0 00	0 00	0 00
Pre-appointment Import VAT		61,823 70	0 00	61,823 70
Bank Interest Gross		2,404 08	78 09	2,482 17
Pension Refund		187 47	0 00	187 47
VAT Refund	125,000 00	0 00	0 00	0 00
VAT Received From HM R&C		31,639 35	0 00	31,639 35
		1,507,727 20	78 09	1,507,805 29
PAYMENTS				
Chargeholder		1,193,593 62	0 00	1,193,593 62
Repayment of Pre-appointment Import VAT		61,822 21	0 00	61,822 21
Administrators' Fees		130,276 70	0 00	130,276 70
Administrators' Expenses		6,714 77	0 00	6,714 77
Agents/Valuers Fees (2)		980 00	0 00	980 00
Post-appointment Legal Fees		36,994 40	180 00	37,174 40
Post-appointment Legal Disbursements		1,215 28	0 00	1,215 28
Bank Charges		443 31	0 00	443 31
Interest Payable		381 10	0 00	381 10
VAT Receivable		31,976 05	36 00	32,012 05
		1,464,397 44	216 00	1,464,613 44
Net Receipts/(Payments)		43,329 76	(137 91)	43,191 85
MADE UP AS FOLLOWS				
RBS IB Current A/C		43,329 76	(137 91)	43,191 85
		43,329 76	(137 91)	43,191 85

Time costs for the period 4 April 2011 to 20 June 2013

Romag Holdings plc
(In Administration)

	Partners & Directors		Managers		Administrative Support		TOTAL		Average Hourly Rate Cost (£)
	Hours	Cost (£)	Hours	Cost (£)	Hours	Cost (£)	Hours	Cost (£)	
Administration and Planning									
Cashiering and Statutory Filing	2 10	1,380 00	12 00	5,129 00	10 20	2,826 50	24 30	9,335 50	384 18
Case Supervision, Management and Closure	2 40	1,389 00	19 10	7,517 00	2 30	595 00	23 80	9,501 00	399 20
Initial Actions (e.g. Notification of Appointment, Securing Assets)	1 65	959 25	13 50	4,635 00	-	-	15 15	5,594 25	369 28
General Reporting	11 50	6,710 00	26 40	11,018 00	-	-	37 90	17,728 00	467 76
Liaison with Other Insolvency Practitioners	-	-	-	-	-	-	-	-	-
	17 65	10,438 25	71 00	28,299 00	12 50	3,421 50	101 15	42,158 75	416 79
Investigations									
Investigations	19 90	11,758 50	329 84	125,582 15	57 50	7,490 00	407 24	144,830 65	355 64
Reports on Directors' Conduct	1 10	616 00	15 50	6,565 00	-	-	16 60	7,281 00	438 61
	21 00	12,374 50	345 34	132,247 15	57 50	7,490 00	423 84	152,111 65	358 89
Trading									
Day 1 Control of Trading	-	-	-	-	-	-	-	-	-
Ongoing Trading	-	-	-	-	-	-	-	-	-
Monitoring Trading	-	-	-	-	-	-	-	-	-
Closure of Trade	-	-	-	-	-	-	-	-	-
Realisation of Assets									
Book Debts	1 60	896 00	1 00	450 00	-	-	2 60	1,346 00	517 69
Other Assets (e.g. Stock)	4 90	2,915 00	13 50	6,615 00	-	-	18 40	9,530 00	517 93
Plant and Equipment, Fixtures and Fittings and Vehicles	-	-	-	-	-	-	-	-	-
Property - Freehold and Leasehold	-	-	-	-	-	-	-	-	-
Retention of Title	-	-	-	-	-	-	-	-	-
Sale of Business / Assets	-	-	-	-	-	-	-	-	-
Third Party Assets	6 50	3,811 00	14 50	7,065 00	-	-	21 00	10,876 00	517 90
Creditors									
Employees	-	-	1 00	280 00	-	-	1 00	280 00	280 00
Preferential	-	-	-	-	-	-	-	-	-
Secured	-	-	5 20	2,236 00	-	-	5 20	2,236 00	430 00
Shareholders	1 00	560 00	7 90	2,923 00	-	-	8 90	3,483 00	391 35
Unsecured	3 00	1,680 00	51 25	20,090 50	-	-	54 25	21,770 50	401 30
	4 00	2,240 00	65 35	25,529 50	-	-	69 35	27,769 50	400 43
Other Matters Include									
Litigation	-	-	-	-	-	-	-	-	-
Pensions	-	-	-	-	-	-	-	-	-
Tax and VAT	2 80	2,479 00	18 10	9,566 00	16 80	3,492 50	37 70	16,537 50	412 14
	2 80	2,479 00	18 10	9,566 00	16 80	3,492 50	37 70	15,537 50	412 14
TOTAL HOURS & COST	51 95	31,342 75	514 29	202,706 65	86 80	14,404 00	653 04	248,453 40	380 46

TOTAL FEES DRAWN TO DATE
130,277

