

The Insolvency Act 1986

Administrator's progress report

Name of Company

Stochre Limited (formerly known as
Rola-Trac Limited)

Company number

03158032

In the
Royal Court of Justice

(full name of court)

Court case number
5331 of 2012(a) Insert full
name(s) and
address(es) of
administrator(s)We (a)
Andrew McTear
McTear Williams & Wood
90 St Faiths Lane
Norwich
NR1 1NEChris Williams
McTear Williams & Wood
90 St Faiths Lane
Norwich
NR1 1NE

joint administrators of the above company attach a progress report for the period

From

To

(b) Insert date

(b) 9 July 2012

(b) 8 January 2013

Signed

Andrew McTear - Joint Administrator

Dated

1 February 2013

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

Andrew McTear
McTear Williams & Wood
90 St Faiths Lane
Norwich
NR1 1NE

DX Number

01603 877540
DX Exchange

When you have completed and signed this form, please send it to the Registrar of Companies at -
Companies House, Crown Way, Cardiff CF14 3UZ DX 33050 Cardiff

SATURDAY



QIQ

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02/02/2013

#55

COMPANIES HOUSE

Contact Hayley Watson
Direct dial 01603 877851
Email hayleywatson@mw-w.com

Your ref
My ref amct/sp/fm/pf-e/cred010213

90 St Faiths Lane
Norwich
NR1 1NE
Office 01603 877540
Fax 01603 877549



To all known creditors

1 February 2013

Dear Sirs



A22

02/02/2013
COMPANIES HOUSE

#140

Stochre Limited (formerly known as Rola-Trac Limited) (in administration) ("the Company") - In the Royal Court of Justice No 5331 of 2012

Following my appointment as joint administrator of the above Company on 9 July 2012 and my report dated 8 August 2012 I enclose my first six monthly progress report

1 Receipts and payments

I enclose as Appendix 1 a copy of my receipts and payments account for the period 9 July 2012 to 8 January 2013. These are shown net of VAT.

2 Overview

In my initial statement and proposals, it was estimated that preferential creditors and the floating charge holder would be paid in full and there would be funds for unsecured creditors under the prescribed part provisions allowing a dividend of seven pence in the pound to be distributed under a company voluntary arrangement ("CVA").

The estimated outcome of the administration differs from my initial expectations as the Company's assets will now be sold on a break up basis due to the likely failure of the CVA meaning funds for the floating charge holder and unsecured creditors will be greatly reduced. See Section 3 below for further explanation.

3 Action since previous report

As advised in my letter to creditors dated 28 August 2012 the joint administrator's proposals were approved as was a CVA at an adjourned meeting.

The adjourned CVA meetings on 4 September 2012 approved the CVA subject to the modifications to the original chairman's report which provided for the dividend to be achieved via an orderly realisation of the assets over an extended period carried out by

4 4 Office furniture and equipment, plant and machinery and stock

The Company has unencumbered office furniture and equipment, plant and machinery and stock with a combined book value of £406,000. Mr Ardern personally owns the intellectual property rights to the products that the Company produces, sells and rents. My chattel agent has advised that without Mr Ardern's assistance it will be uneconomical to attempt to realise anything from these assets. Mr Ardern's letter of 17 January 2013 makes it clear that such assistance will not be forthcoming and unless I can reach a settlement with him this is a matter that the Official Receiver will have to deal with once appointed.

4 5 Intellectual property

The Company is unable to recoup any of the costs of registering the IP under the licence agreement.

4 6 Pre-payments and investment in German and UK subsidiaries

There is no change to the outcomes previously reported.

5 Creditors' claims

5 1 Preferential creditors

Nine preferential creditors totalling £11,060.94 were paid 100 pence in the pound on 9 January 2013 and therefore are not shown on Appendix 1.

5 2 Floating charge creditors

National Westminster Bank Plc ("Natwest") was granted a debenture on 18 November 2009 giving it a fixed and floating charge over the assets of the Company. My solicitor has confirmed its validity and a total of £50,000 has been paid to it to date under its floating charge.

5 3 Unsecured creditors

As detailed above there will be funds available for a dividend to unsecured creditors. The statement of affairs showed unsecured creditors totalling £1,959,000. To date claims have been received totalling £1,744,270. I am still awaiting claims from 48 potential creditors who have not yet submitted claims. I enclose a proof of debt form for completion. Will creditors who have not yet submitted their claims to do so as soon as possible.

I have set aside a prescribed part for unsecured creditors of £16,250 before costs and this will be distributed in the CVA.

6 Closure of the administration

As advised above the failure of the CVA obliges me to petition for the compulsory winding up of the Company and I will also shortly bring the administration to an end pursuant to Paragraph 80 of Schedule B1 of the Insolvency Act 1986 as I believe I have achieved the statutory purpose.

7 Investigation into the affairs of the Company

I undertook an initial investigation into the Company's affairs to establish whether there were any potential asset recoveries or conduct matters that justified further investigation, taking account of the public interest, potential recoveries, the funds likely to be available to fund an investigation and the costs involved

There were no matters that justified further investigation in the circumstances of this appointment

8 Director's conduct

As required I investigated the conduct of the directors and filed my report with the Department for Business Innovation & Skills. The content of that report is confidential

9 Statutory matters

In accordance with rule 2 47(1)(b) and (c) of the Insolvency Rules 1986 we can confirm the following

- Company name Stochre Limited (formerly known as Rola-Trac Limited)
- Registered office 90 St Faiths Lane, Norwich, NR1 1NE
- Registered number 03158032
- Administrators Andrew McTear & Chris Williams
- Administrators address McTear Williams & Wood, 90 St Faiths Lane, Norwich, NR1 1NE
- Date of appointment 9 July 2012
- Appointed by Andrew Richard Walmsley of The Old Cottage, Richmond Road, Saham Toney, Thetford, Norfolk, IP25 7EX (Director)
- Court and Court No Royal Court of Justice Chancery Division No 5331 of 2012
- There has been no extension to the initial period or appointment
- Administrators' functions The joint administrators shall be entitled to carry out all of the functions of the administration jointly and/or separately and any act required or authorised to be done by them as joint administrators may be done by either one of them for the time being holding office

10 Remuneration disbursements and expenses

10.1 Pre administration costs

On 28 August 2012 the following pre-appointment costs were approved by creditors

Figure 1: Summary of pre appointment fees and expenses

	£
Pre appointment fees charged by the joint administrators	13,477
Pre appointment expenses incurred by the joint administrators	6,946
	<u>20,423</u>
<i>Source Joint Administrators' records</i>	

10.2 Post appointment remuneration and disbursements

At the creditors meeting held on 28 August 2012 creditors agreed that I may draw my fees on a time cost basis

In accordance with the above I have drawn the following remuneration and disbursements

Figure 2: Summary of time costs

	£	Hours	Amount drawn £
Time costs to 8 January 2013	111,125	760	50,000
Disbursements	2,790	-	2,790
	<u>113,915</u>	<u>760</u>	<u>52,790</u>
<i>Source Joint Administrators' records</i>			

Statement of Insolvency Practice 7 requires me to disclose sums paid to the office holder in respect of supervision of trading. In this case none of the time costs incurred relates to this activity and therefore none of my remuneration drawn against my time costs does either.

Attached at Appendix 2 is a summary of my firm's time costs for the period 9 July 2012 to 8 January 2013 the period covered by this report. The more complex and time consuming areas of work carried out include

- Negotiating the business and asset sale with Mr Ardern

A creditors' guide to administrators' fees in an administration and this firm's practice fee and disbursement recovery policy can be found on our website www.mw-w.com by clicking on creditor information and then fees and costs or a copy can be requested from this office. Disbursements are recovered at cost. Our current charge out rates are partners £285, managers £195-£225, assistant managers £165, senior

professionals £135, assistants £105, trainees £45 Our charge out rates are reviewed annually and since 1 January 2003 have increased by approximately 5% per annum as detailed in our policy document

10.3 Administration expenses

The major areas of expenditure and the reasons why these were incurred were

- Isadore Goldman Solicitors were engaged to assist with post appointment legal matters, drafting sale agreements and advising on the options available regarding the assets in respect of the IP Licence They were instructed on a time cost basis and a total of £10,087.33 has been paid to date
- George Hazell & Co were engaged to assist with the strategy in respect of the assets and the IP licence, to provide valuation advice in regards to the Company's assets and to complete the sale of the unencumbered assets at auction on my behalf They were instructed upon a time cost and commission basis at 10% of hammer price and a total of £6,000 has been paid to date
- Birketts LLP were engaged to review and advise on the validity of the debenture held by Natwest and the distribution of funds to secured creditors They were instructed on a time cost basis and a total of £507 has been paid in respect of this

There are no accrued expenses

Our choice of advisors was based on our perception of their experience and ability to perform the necessary work, the complexity and nature of the assignment and the basis of our fee arrangement with them

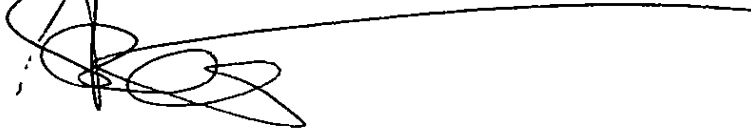
10.4 Further information

Within 21 days from receipt of this report creditors may request further information about the remuneration and expenses set out in the report The request must be made in writing and made either by a secured creditor or an unsecured creditor or creditors that total at least 5% in value of unsecured creditors or the permission of the Court Other than in specific circumstances, which if applicable we would explain, we will provide this within 14 days

In addition within eight weeks of receipt of the report creditors may apply to Court to challenge the amount and/or basis of the administrators' fees and the amount of any proposed expenses or expenses already incurred The application may be made by a secured creditor, or by unsecured creditor(s) that total at least 10% in value of the creditors or with the permission of the Court

Should creditors require any further information please do not hesitate to contact Saskia Peck at the above address

Yours faithfully

A handwritten signature in black ink, consisting of a series of loops and a long horizontal stroke extending to the right.

Andrew McTear
Joint Administrator

The joint administrators contract without personal liability Pursuant to paragraph 45 of Schedule B1 of the Insolvency Act 1986 the Joint Administrators Andrew McTear and Chns Williams are managing the affairs, business and property of the above Company

Enclosures

Stochre Limited (formerly known as Rola-Trac Limited) - ADM
(In Administration)
Joint Administrators' Trading Account
To 08/01/2013

S of A £	£	£
TRADING EXPENDITURE		
Rates	523 88	
		(523 88)
TRADING SURPLUS/(DEFICIT)		(523 88)

Stochre Limited (formerly known as Rola-Trac Limited) - ADM
(In Administration)
Joint Administrators' Abstract of Receipts & Payments
To 08/01/2013

S of A £		£	£
	HIRE PURCHASE		
20,000 00	Rental Stock	NIL	
25,000 00	Motor Vehicles	NIL	
(408,000 00)	Lombard North Central Plc	NIL	
20,000 00	Plant & Machinery	NIL	
(42,000 00)	ING (UK) Lease Limited	NIL	
			NIL
	ASSET REALISATIONS		
15,000 00	Plant & Machinery	NIL	
1,000 00	Furniture & Equipment	NIL	
10,000 00	Motor Vehicles	NIL	
10,000 00	Stock	NIL	
20,000 00	Rental Stock	NIL	
207,000 00	Book Debts	188,695 53	
	Insurance Refund	199 63	
	Cash at Bank	1,762 99	
	Trading Surplus/(Deficit)	(523 88)	
	Miscellaneous Receipts	26 50	
			190,160 77
	COST OF REALISATIONS		
	Costs of making appointment in admini	936 50	
	Pre appointment fees approved	13,476 50	
	Appointment takers fees	50,000 00	
	Supervisor's fees and disbursements	9,270 55	
	Recovery of assets	400 00	
	Searches and court fees	33 70	
	Agents/Valuers Fees (1)	7,750 00	
	Legal Fees (1)	10,594 33	
	Travel	354 30	
	Telephone Telex & Fax	96 96	
	Stationery & Postage	104 80	
	Bordereau	148 00	
	Statutory Advertising	301 80	
	Wages & Salaries	10,421 14	
	Bank Charges	30 16	
			(103,918 74)
	PREFERENTIAL CREDITORS		
(14,000 00)	Pref cred - E'ees wages/hol pay	NIL	
			NIL
	FLOATING CHARGE CREDITORS		
(270,000 00)	Floating Charge Creditor	50,000 00	
			(50,000 00)
	UNSECURED CREDITORS		
(768,000 00)	Unsecured cred - Trade and expense	NIL	
(103,000 00)	Unsecured cred - Employees	NIL	
(379,000 00)	Unsecured cred - Directors loan & roya	NIL	
(178,000 00)	Unsecured cred - Shareholders loan	NIL	
(164,000 00)	Unsecured cred - PAYE/NIC	NIL	

Stochre Limited (formerly known as Rola-Trac Limited) - ADM
(In Administration)
Joint Administrators' Abstract of Receipts & Payments
To 08/01/2013

S of A £		£	£
(32,000 00)	Unsecured cred - Corporation Tax	NIL	
33,000 00	Unsecured cred - VAT	NIL	
(6,000 00)	Unsecured cred - Landlord arrears	NIL	
			NIL
	DISTRIBUTIONS		
(140,000 00)	Ordinary Shareholders	NIL	
			NIL
(2,143,000 00)			36,242.03
	REPRESENTED BY		
	Vat Receivable		18,035 59
	Non interest bearing account		18,206 44
			36,242.03

Time Entry - SIP9 Time & Cost Summary

ROLA1211 - Stochre Limited (formerly known as Rola-Trac Limited) - ADM
Project Code POST
From 09/07/2012 To 08/01/2013

Classification of Work Function	Partner	Manager	Other Senior Professionals	Assistants & Support Staff	Assistant Manager	Total Hours	Time Cost (£)	Average Hourly Rate (£)
Admin & Planning	28 80	92 70	7 00	285 30	27 30	441 10	55 286 00	125 34
Case Specific Matters	0 00	0 00	0 00	0 00	0 00	0 00	0 00	0 00
Creditors	0 30	25 50	0 50	40 50	6 50	73 30	9 986 00	136 23
Investigations	0 00	0 20	9 10	1 50	0 00	10 80	1,364 50	126 34
Realisation of Assets	40 20	136 40	1 20	32 20	1 10	211 10	41,039 50	194 41
Trading	5 20	2 60	0 00	15 90	0 00	23 70	3,448 50	145 51
Total Hours	74 50	257 40	17 80	375 40	34 90	760 00	111,124 60	146 22
Total Fees Claimed							50,000 00	
Total Disbursements Claimed							0 00	

PROOF OF DEBT - GENERAL FORM

**In the matter of Stochre Limited (formerly known as Rola-Trac Limited) (in administration)
and in the matter of The Insolvency Act 1986**

Date of Administration Order 9 July 2012

1	Name of Creditor	
2	Address of Creditor	
3	Telephone number of Creditor	
4	Email address of Creditor	
5	Total amount of claim, including any Value Added Tax and outstanding uncapitalised interest as at the date the company went into liquidation (see note)	£
6	Details of any document by reference to which the debt can be substantiated [Note the liquidator may call for any document or evidence to substantiate the claim at his discretion]	
7	If the total amount shown above includes Value Added Tax, please show - (a) amount of Value Added Tax (b) amount of claim NET of Value Added Tax	£ £
8	If total amount above includes outstanding uncapitalised interest please state amount	£
9	If you have filled in both box 5 and box 7, please state whether you are claiming the amount shown in box 5 or the amount shown in box 7(b)	
10	Give details of whether the whole or any part of the debt falls within any (and if so which) of the categories of preferential debts under section 386 of, and schedule 6 to, the Insolvency Act 1986 (as read with schedule 3 to the Social Security Pensions Act 1975)	Category Amount(s) claimed as preferential £
11	Particulars of how and when debt incurred	
12	Particulars of any security held, the value of the security, and the date it was given	£
13	Signature of creditor or person authorised to act on his behalf	
	Name in BLOCK LETTERS	
	Position with or relation to creditor	