

The Insolvency Act 1986

Administrator's progress report

Name of Company Willow Realisations Ltd (formerly Zynap Limited)	Company number 04034406
In the High Court of Justice [full name of court]	Court case number 6426 of 2007

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

I / We (a) Andrew Tate and Nedim Ailyan, both of Abbott Fielding, Nexus House, 2 Cray Road, Sidcup, Kent DA14 5DB

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

from

to

(b) Insert dates

(b) 3 September 2007

(b) 2 April 2008

Signed

Joint Administrator

Dated 2 April 2008

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.

Abbott Fielding, Nexus House, 2 Cray Road, Sidcup, Kent DA14 5DB	
Tel 020 8302 4344	
DX Number	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



A10 05/04/2008 367
COMPANIES HOUSE

In The Matter Of
Willow Realisations Ltd (formerly Zynap Limited)
And in the matter of
The Insolvency Act 1986 [As Amended]

Joint Administrators' Final Progress Report
for the period from 3 September 2007 to 2 April 2008

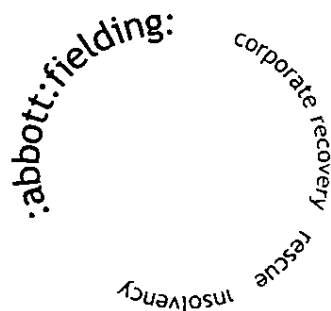
Pursuant To
Rule 2.47 of the Insolvency Rules 1986 [as amended]

Andrew Tate and Nedim Ailyan of Abbott
Fielding

Joint Administrators of
Willow Realisations Ltd (formerly Zynap
Limited)

Registered number 04034446

REGISTERED OFFICE
2 Cray Road
Sidcup
DA14 5DB



CONTENTS

SECTIONS

			Page
1	Statutory Information	1	
2	Joint Administrators original proposals	2	
3	Action taken by the Joint Administrators since our appointment	2	
4	Preferential creditors	3	
5	Unsecured creditors	3	
6	Exit from the administration	3	
7	Joint Administrators remuneration	4	
8	EC regulations	4	
9	Other matters	4	

APPENDICES

1	Joint Administrators final receipts and payments account
2	Summary of Joint Administrators time costs and statement of Abbott Fielding's charging policy

1. STATUTORY INFORMATION

- 1.1 This document and its appendices are prepared pursuant to Rule 2.47 of the Insolvency Rules 1986, as amended. The report is intended to provide creditors with information relating to the progress of the administration during the last 6 month period.

1.2 Company Information

Company Name and trading name (if different)	Willow Realisations Ltd (formerly Zynap Limited)
Principal Activity	Talent Software Development
Company Number	04034446
Date of Incorporation	17 July 2000
Registered Office	Nexus House 2 Cray Road Sidcup DA14 5DB
Trading Address	Notcutt House 36 Southwark Bridge Road London SE1 9EU

1.3 Joint Administrators' Appointment

Administrators	Andrew Tate and Nedim Ailyan of Abbott Fielding
Date of appointment	3 September 2007
Appointed by	The Directors of Willow Realisations Ltd (formerly Zynap Limited)
Court Reference	High Court of Justice 6426 of 2007

- 1.4 The Joint Administrators' appointment specified that we would have power to act jointly and severally. We have exercised and will continue to exercise all of our functions jointly and severally.

2 JOINT ADMINISTRATORS ORIGINAL PROPOSALS

- 2 1 We made proposals to the creditors of the Company for exiting and discharging the administration. The proposals were approved at a meeting of creditors held on 12 November 2007
- 2 2 The approved proposals are set out below -
- 2 3 The proposals are set out below -
 - 2 3 1 The Joint Administrators should continue to realise the assets of the Company upon the terms they consider to be the most beneficial to creditors of the Company
 - 2 3 2 The Joint Administrators should arrange to distribute available funds from the realised assets to those creditors entitled to them in a timely manner
 - 2 3 3 The Joint Administrators be authorised to make such application to Court for directions as they consider appropriate with a view to achieving the objectives set out in this section
 - 2 3 4 That the Joint Administrators' remuneration be taken on a time cost basis according to the complexity of the work undertaken at Abbott Fielding's standard hourly rates and that such fees may be drawn on account from realisations
 - 2 3 5 The Joint Administrators may end the Administration pursuant to Paragraph 83 by moving the Company into creditors' voluntary liquidation
 - 2 3 6 Andrew Tate and Nedim Ailyan of Abbott Fielding be appointed as Joint Liquidators of the Company in the event that the exit route from Administration is by liquidation
 - 2 3 7 The Joint Administrators of the Company be discharged from liability, pursuant to paragraph 98 of schedule B1 to the Insolvency Act 1986, in respect of any action of each or both of them as administrators, 28 days after the cessation of their appointment as Administrators

3. ACTION TAKEN BY THE JOINT ADMINISTRATORS SINCE OUR APPOINTMENT

- 3 1 The sale of the business of the company was described fully within the report sent to creditors on 25 October 2007. We have not reproduced the background to the company or the sale of assets within this report but if any creditor requires a copy of our previous report we will provide a copy on request
- 3 2 A summary of the Joint Administrators receipts and payments to 2 April 2008 is attached at Appendix 1
 - 3 2 1 There are still assets remaining to be realised comprising of deferred consideration payments due under the sale of business contract

entered into on 5 September 2007. There is an amount of £20,000 payable within seven days of receipt of funds from an NHS client due on 30 June 2008. There is also provision for deferred consideration to be paid based upon the turnover of the business.

- 3.2.2 The assets remaining to be dealt with at the time at which the company is placed into liquidation will be dealt with by the duly appointed liquidators.
- 3.3 The provisions of s 176A of the Insolvency Act do not apply to this administration.
- 3.4 We have complied with our statutory duties to report to creditors and the court in respect of the administration and also to the insolvency service by submitting our report on the conduct of the directors of the company.
- 3.5 We have also -
 - 3.5.1 Processed a claim by an ex-employee entitled to claim against the Redundancy Payments fund.
 - 3.5.2 Issued notices on the directors of the company to submit a statement of affairs and assisted in the preparation of this document.
 - 3.5.3 Taken possession of the books and records of the company.
 - 3.5.4 Liaised with the purchaser of the business regarding certain aspects of the sale transaction.
 - 3.5.5 Produced this final report with a view to moving the company into liquidation.
- 3.6 The outcome of the administration has been the sale of the business for value and the prospect of securing funds to pay a small dividend to creditors depending on the success of the acquiring entity. It has not yet been possible to make any distributions to creditors.

4. PREFERENTIAL CREDITORS

- 4.1 All employees were transferred to the purchaser upon the sale of the business.

5. UNSECURED CREDITORS

- 5.1 According to the information from the company, creditors' claims total £2,437,359. To date, we have received 27 claims from unsecured creditors, whose claims total approximately £966,562.

6. FUTURE CONDUCT OF THE ADMINISTRATION AND EXIT FROM THE ADMINISTRATION

- 6.1 We will now place the Company into Liquidation and, in accordance with the proposals which were approved by creditors, will act as liquidators of the company.
- 6.2 Creditors should note that the appointment of the Joint Liquidators is not effective until the attached Form 2.34B, (Appendix 3), is registered at Companies House. Notice of Appointment of the Joint Liquidators will be filed at Companies House and published in the London Gazette in due course.

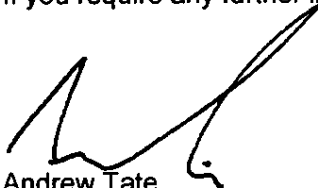
7. JOINT ADMINISTRATORS' REMUNERATION

- 7 1 The statutory provisions relating to remuneration are set out in Rule 2 106 of the Insolvency Rules 1986, as amended by the Insolvency [Amendment] Rules 2003. Further information is given in the Association of Business Recovery Professionals' publication "A Creditors' Guide to Administrators' Fees", a copy of which can be obtained from Abbott Fielding upon request or viewed on our website at <http://www.abbottfielding.co.uk/7.html>
- 7 2 The Joint Administrators provided that our remuneration be fixed on the basis of time properly given by us and our staff in dealing with matters arising in the Administration
- 7 3 As required by Statement of Insolvency Practice 9, the following is attached at appendix 2 for your information
- An analysis of time spent by the Administrators and their staff for the period from 3 September, 2007 to date,

8. EC REGULATIONS

- 8 1 It is considered that the EC Regulations apply and that these proceedings are the main proceedings as defined in Article 3 of the EC Regulations as the centre of main interest of the Company is in England and Wales. This means that the Administration is to be conducted according to The Insolvency Act 1986

If you require any further information then, please, contact us



Andrew Tate
Joint Administrator

Andrew Tate and Nedim Ailyan of Abbott Fielding, Nexus House, 2 Cray Road, Sidcup, Kent, DA14 5DB 2QL, respectively were appointed Joint Administrators on 3 September 2007. The Joint Administrators now manage the affairs, business and property of the company. The Joint Administrators act as agents only and without personal liability.

Andrew Tate is licensed to act as an insolvency practitioner by the Association of Chartered Certified Accountants

Appendix 1

Joint Administrators Receipts and Payments account to 2 April 2008

**Willow Realisations Ltd (formerly Zynap Limited)
IN ADMINISTRATION**

Joint Administrators final progress report dated 2 April 2008

Willow Realisations Ltd (formerly Zynap Limited)
(In Administration)

Income and Expenditure Account
To 02 April 2008

INCOME	Total (£)
Sundry credit	85 19
Computer Equipment	11,000 00
Goodwill	24,500 00
Acquired Intellectual Property Rights	24,500 00
Cash at Bank	523 56
Rent	2,000 00
Bank Interest Gross	37 67
	<u>62,646 42</u>
 EXPENDITURE	
Office Holders Fees	7,000 00
Companies House Fees	20 00
Legal Fees (1)	4,370 00
Courier Costs	66 50
Statutory Advertising	324 89
Rents Payable	4,153 85
Wages & Salaries	42,992 28
Bank Charges	280 00
Employees Expenses	247 37
	<u>59,454 89</u>
Balance	<u>3,191 53</u>
 MADE UP AS FOLLOWS	
Vat Receivable	2,785 18
Bank 1 Current	756 35
Vat Payable	(350 00)
Balance to be transferred to Liquidators	<u>3,191 53</u>

Appendix 2

**Summary of Joint Administrators time costs to date and statement of Abbott
Fielding's charging and disbursements policy**

**Willow Realisations Ltd (formerly Zynap Limited)
IN ADMINISTRATION**

Joint Administrators final progress report dated 2 April 2008

SIP 9 - Time & Cost Summary

Period 03/09/07 02/04/08

Time Summary

Hours						Time Cost (£)	Average hourly rate (£)
Classification of work function	Partner	Manager	Other Senior Professionals	Assistants & Support Staff	Total Hours		
Non Analysed	0 00	0 00	0 00	0 00	0 00	0 00	0 00
Administration & Planning	0 00	0 00	0 00	0 00	0 00	0 00	0 00
Administrative Matters / Secretarial	0 00	0 00	0 00	0 50	0 50	80 00	160 00
Travel	0 00	0 00	0 00	0 00	0 00	0 00	0 00
Billing	0 00	0 40	0 00	0 00	0 40	78 00	195 00
Case planning	0 00	0 00	0 00	0 00	0 00	0 00	0 00
Pre Appointment	0 00	0 00	0 00	0 00	0 00	0 00	0 00
Drafting appointment papers	0 00	0 00	0 00	0 00	0 00	0 00	0 00
Statement of affairs	3 20	0 00	0 00	0 00	3 20	800 00	250 00
First meeting of creditors	13 80	0 00	0 00	0 00	13 80	3,450 00	250 00
Appointment notification	0 00	0 00	0 00	0 00	0 00	0 00	0 00
Maintenance of records	0 00	0 00	0 00	0 00	0 00	0 00	0 00
Annual reporting	0 00	0 00	0 00	0 00	0 00	0 00	0 00
Case Monitoring	0 00	0 00	0 00	0 00	0 00	0 00	0 00
Partner Review	0 00	0 00	0 00	0 00	0 00	0 00	0 00
IPS Case Set-up	0 00	0 00	0 00	0 00	0 00	0 00	0 00
Insurance	0 00	0 00	0 00	0 00	0 00	0 00	0 00
Liaison with Officers of the Companies	3 80	0 00	0 00	0 00	3 80	995 00	261 84
Cashiering	0 00	0 00	0 00	3 10	3 10	501 60	161 81
Tax and VAT	0 00	0 00	0 00	0 00	0 00	0 00	0 00
Pension Matters	0 00	0 00	0 00	0 00	0 00	0 00	0 00
Closure Review	0 00	0 00	0 00	0 00	0 00	0 00	0 00
Final meeting	0 00	0 00	0 00	0 00	0 00	0 00	0 00
Skeleton file and other closure matters	0 00	0 00	0 00	0 00	0 00	0 00	0 00
Administration & planning	20 80	0 40	0 00	3 60	24 80	5,904 60	238 09
Investigations	0 00	0 00	0 00	0 00	0 00	0 00	0 00
Books and records	1 60	0 60	0 00	0 00	2 20	517 00	235 00
SIP 2 review	0 00	0 00	0 00	0 00	0 00	0 00	0 00
CDDA reports	0 00	0 50	0 00	0 00	0 50	102 50	205 00
Antecedent transactions	0 00	0 00	0 00	0 00	0 00	0 00	0 00
Investigations	1 60	1 10	0 00	0 00	2 70	619 50	229 44
Realisation of assets	0 00	0 00	0 00	0 00	0 00	0 00	0 00
Stock and work in progress	0 00	0 00	0 00	0 00	0 00	0 00	0 00
Ident, securing, insuring	0 00	0 00	0 00	0 00	0 00	0 00	0 00
Retention of title issues	0 00	0 00	0 00	0 00	0 00	0 00	0 00
Debt collection	0 00	0 00	0 00	0 00	0 00	0 00	0 00
Sale of business and assets	31 10	0 00	0 00	0 00	31 10	7,775 00	250 00
Sale of Property	0 00	0 00	0 00	0 00	0 00	0 00	0 00
Other Assets	0 40	0 00	0 00	0 00	0 40	100 00	250 00
Legal matters	0 30	0 00	0 00	0 00	0 30	75 00	250 00
Creditors Meetings	0 00	0 00	0 00	0 00	0 00	0 00	0 00
Realisations of assets	31 80	0 00	0 00	0 00	31 80	7,950 00	250 00

Trading	0 00	0 00	0 00	0 00	0 00	0 00	0 00
Management of operations	0 00	0 00	0 00	0 00	0 00	0 00	0 00
Accounting for trading	0 00	0 00	0 00	0 00	0 00	0 00	0 00
On-going employee issues	1 20	1 30	0 00	0 20	2 70	585 50	216 85
Trading	1 20	1 30	0 00	0 20	2 70	585 50	216 85
Creditors	1 40	0 00	0 00	0 80	2 20	478 00	217 27
Communication	0 00	0 00	0 00	0 40	0 40	64 00	160 00
Claims inc emp, prefs	0 00	0 00	0 00	0 00	0 00	0 00	0 00
Report/secured creditor	9 50	0 00	0 00	0 00	9 50	2 375 00	250 00
Validity of security	0 00	0 00	0 00	0 00	0 00	0 00	0 00
Committee Reporting	0 00	0 00	0 00	0 00	0 00	0 00	0 00
Committee meetings	0 00	0 00	0 00	0 00	0 00	0 00	0 00
Payment of dividends	0 00	0 00	0 00	0 00	0 00	0 00	0 00
Creditors	10 90	0 00	0 00	1 20	12 10	2,917 00	241 07
Case Specific (e g Joint Office Hol	3 20	0 00	0 00	0 00	3 20	800 00	250 00
Case Specific 1	4 80	0 00	0 00	0 00	4 80	1,272 50	265 10
Case Specific 2	1 20	0 00	0 00	0 00	1 20	300 00	250 00
Case specific matters	9 20	0 00	0 00	0 00	9 20	2,372 50	257 88
Total Hours	75 50	2 80	0 00	5 00	83 30	20,349 10	244 29
Total Fees Claimed						7,000 00	

Abbott Fielding

Charge-out Rates

	Period from 1 November 2005 to 31 December 2007	Period from 1 January 2008
Partners	£250	£275
Managers	£195	£205
Administrators	£160	£168
Support Staff	£120	£126

Disbursements recovered by Abbott Fielding

Insolvency practitioners are required to divide the expenses incurred in an insolvency assignment into two categories. These are described below, together with examples of the type of expenses relating to each category.

CATEGORY 1

Category 1 Disbursements will generally comprise external supplies of incidental services specifically identifiable to the case. Typically for items such as identifiable telephone calls, postage, case advertising, invoiced travel and properly reimbursed expenses incurred by personnel in connection with the case. It will also include services specific to the case where these cannot practicably be provided internally, such as printing, room hire and document storage. Information relating to a specific Category 1 disbursements can be provided where reasonably requested.

CATEGORY 2

Category 2 Disbursements are those where costs are recovered which, whilst being in the nature of expenses or disbursements, include elements of shared or allocated costs. These are identified and subject to approval by those approving the Insolvency Practitioner's remuneration. Such expenses should be of an incidental nature and directly incurred on the case. Where Category 2 disbursements are drawn there will be a reasonable method of calculation and allocation, for example a comparison with the cost of external provision of the expenses. The basis for charging Category 2 disbursements will be disclosed to creditors and authorised by those responsible for approving the Insolvency Practitioner's remuneration. Abbott Fielding will not be seeking to recover Category 2 disbursements in this case.