

Administrator's progress report**2.24B**

Name of Company

Lamboard Holdings Limited

Company Number

04573418

In the

High Court of Justice, Chancery Division, Birmingham
District Registry

(full name of court)

Court case number

4901 of 2007

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

We (a) Mark David Arthur Loftus and Ian David Green

of PricewaterhouseCoopers LLP, Queen Victoria House, Guildhall Road, Hull HU1 1HH and Benson
House, 33 Wellington Street, Leeds LS1 5JP

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

from

to

(b) Insert dates

(b) 30 July 2007

(b) 29 January 2008

Signed

M O Loftus

Joint Administrator

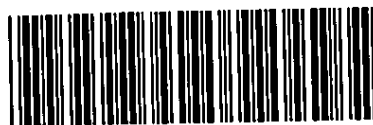
Dated

*11/2/2008***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.

Matthew Jubb	
Benson House, 33 Wellington Street	
Leeds LS1 4JP	Tel 0113 289 4150
DX Number	DX Exchange

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COMPANIES HOUSE

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

To All Known Creditors

1 February 2008

When telephoning, please ask for Jonathan Abraham on 0113 289 4104

Dear Sirs

Lamboard Holdings Limited – in administration (“the Company”)

Introduction

In accordance with Rule 2.47 of the Insolvency Rules 1986 (“IR86”), the joint administrators (“the Administrators”) write to provide creditors with details of the progress of the administration of the Company in the six months since the Administrator’s appointment on 30 July 2007.

Statutory information

Statutory information relating to the Company is attached in Appendix A.

Receipts and payments summary

A summary of my receipts and payments accounts for the Company for the period 30 July 2007 to 29 January 2008 is attached in Appendix B.

Summary of actions taken in the administration since the publication of the administrators proposals

Trading

It was recognised that the objective of the administration (to achieve a better result for the Company’s creditors as a whole than would be likely if the Company were wound up) was most likely to be achieved by pursuing a sale of the Company’s business and assets as a going concern.

It was decided to trade the business for a four to five week period whilst a purchaser was sought. Trading has been better than my forecast projections and the Company ceased to trade under the Administration on 24 September 2007.

Sale of Business and assets

A sale of the business’ plant and machinery together with fixtures and fittings was completed to Overlay (UK) Limited, a company in which David Garrick is a director, for £78,000. Stock and work

in progress realised £147,501 In addition plywood stock at the docks realised £75,000, net of costs of discharging a lien held by a warehousing agent

The sale was completed on 25 September but the effective date of the transaction was 1 September 2007 Therefore all sales and purchases between 1 September 2007 and 24 September 2007 of the sale have been credited to Overlay (UK) Limited The net effect of this is shown in the receipts and payments account as an adjustment to the sale price of the business and assets

Additional stock and plant and machinery items have also been sold to other parties

French subsidiary company ("Lam France")

The Company holds a 100% shareholding in a French subsidiary, Lam France The sale of business of Lam France was completed before the Administrators appointment However, Lam France still owns a property, for which a purchaser is currently being sought

When this sale is completed the proceeds will be used to repay some of the debt owed to the Company Following discussions with recently appointed French agents, the Administrators have been informed that the property will be remarketed for €450,000

Defective Product Claim

In late 2006, the Company received a significant batch of Chinese sourced plywood which turned out to be faulty As a result, the Company appointed Meade King (Bristol), to proceed with a defective product claim After reviewing the files, my lawyers, Eversheds, advised that Meade King should remain appointed to pursue the claim I anticipate that the sale of the defective stock should realise approximately £5,000

Counsel have advised that a defective product claim would not likely succeed, but a claim through arbitration is a possibility Discussions regarding this matter are continuing Due to the sensitive nature of these proceedings I cannot disclose any further information at this time

Book Debt Collections

Collections to date total £1 652m on an initial ledger balance of £1 784m, after taking account of credit notes and agreed deductions

I anticipate further receipts to be nominal

Other Issues

On 17 September 2007 the Administrators circulated to creditors their proposals for achieving the purpose of the administration The proposals were approved unanimously by creditors without modification at a meeting held on 4 October 2007

Outcome for creditors

It is presently anticipated that the secured creditors will be repaid in full

The Administrators envisage that the preferential creditors will also be repaid in full

The Administrators are as yet unable to comment on whether there will be funds available for distribution to the Company's unsecured creditors. Any distribution will be dependent on future realisation of assets, particularly the success of the defective product claim.

Professional advisors

The professional advisors used on this assignment are as follows

Name	Nature of Work	Basis of Fee Arrangement
Eversheds	Solicitors	Time costs
CJM Asset Management	Valuing Agents	Time costs

The Administrators' choice was based on their perception of the advisors' experience and ability to perform this type of work, the complexity and nature of the assignment and the basis of the fee arrangement with them.

In addition to this, the Administrators agreed that Meade King solicitors should continue the claim against the supplier of the Chinese plywood, due to their existing knowledge and expertise in this particular case.

The Administrators have reviewed the fees charged and are satisfied that they are reasonable in the circumstances of the case.

Joint administrators' remuneration

The Administrators' remuneration was approved by the general body of creditors in accordance with the resolution passed at the initial creditors meeting held on 4 October 2007.

The joint administrators' time costs at 15 January 2008 for Lamboard Holdings Limited are £277,484.75, based upon a total of 2,299.20 hours at an average hourly rate of £120.69. To date the Administrators have drawn fees on account totalling £100,000.

Fees have been calculated based upon the time properly spent on the administration by the joint administrators and their various grades of staff according to my firm's usual rates for work of this nature. Disbursements have been charged in accordance with the firm's policy.

It has been the joint administrators' policy to delegate the routine administration to junior staff in order to maximise the cost effectiveness of the work performed. These staff have been supervised by senior staff and the joint administrators. Senior staff and the joint administrators have dealt with matters of a more complex or significant nature.

A breakdown of the costs incurred for the Company are attached at Appendix C in accordance with Statement of Insolvency Practice 9 ("SIP 9").

In common with all professional firms, scale rates increase from time to time over the period of the administration on each insolvency case. PricewaterhouseCoopers LLP, or any successor firm, reserves the right to change the rates and grade structure. Full details of the charge out rates currently charged to this case are shown at Appendix C.

Disbursements

The joint administrators have incurred post appointment disbursements totalling £13,557.38.

I can advise that £4,746.14 disbursements have been drawn to date. The joint administrators' existing policy for charging disbursements is as follows:

		£
Postage	At cost – only charged for circulars to creditors or exceptional packages	166 50
Storage	At cost where provided internally	-
Photocopying	At 3 pence per side copied, only charged for circulars to creditors and exceptional amounts of copying	349 03
Travel Costs	Mileage at a maximum of 50 pence per mile (up to 2,000cc) or 70 pence per mile (over 2,000cc)	8,877 71
Staff and miscellaneous expenses	These are only charged as they relate to the administration and will generally be for subsistence or items charged at cost	4,164 14
Total		13,557 38

Proposed exit route from the administration

I will be monitoring the progression of the outstanding issues to see whether the objective of the administration (to achieve a better result for the Company's creditors as a whole than would be likely if the Company were wound up) can be achieved by 29 July 2008

If it can not be, I will seek to extend the administration with the consent of the body of creditors. I will write to you under separate cover should this be required

Administrators discharge from liability

As approved at the initial meeting of creditors, under Paragraph 98(2) of Schedule B1, the joint administrators will be discharged of liability in respect of any action taken as administrators, 14 days after the filing of their final progress report with the Registrar of Companies

Next report

The Administrators' next report to creditors will be at the earlier of the conclusion of the Administration or in approximately six months

Should you have any queries, please do not hesitate to contact my colleague, Jonathan Abraham

Yours faithfully
For and on behalf of Lamboard Holdings Limited



Mark Loftus
Joint Administrator
Lamboard Holdings Limited

Mark David Arthur Loftus and Ian David Green have been appointed as joint administrators of Lamboard Holdings Limited to manage its affairs, business and property as its agents. Both are licensed to act as insolvency practitioners by the Institute of Chartered Accountants in England and Wales. The joint administrators act as agents of Lamboard Holdings Limited, without personal liability.

Lamboard Holdings Limited - in administration

Statutory information

Registered number	04573418
Registered office	PricewaterhouseCoopers LLP Benson House 33 Wellington Street Leeds LS1 4JP
Court details	High Court of Justice Chancery Division Birmingham District Registry Court Case No 4901 of 2007
Date of appointment	30 July 2007
Name of person appointing	The Directors
Appointed administrators	Mark David Arthur Loftus and Ian David Green
Joint administrators' address	PricewaterhouseCoopers LLP Benson House 33 Wellington Street Leeds LS1 4JP
Division of the administrators' responsibilities	In relation to Paragraph 100(2) Sch B1 IA86, during the period for which the administration is in force, any function to be exercised by the persons appointed to act as administrators may be done by any of all of the persons appointed or any of the persons for the time being holding that office

Appendix B

Lamboard Holdings Limited - in administration

Receipts & Payments Account for the period 30 July 2007 to 29 January 2008

Receipts	Trading	Fixed	Floating	Total
Book debts		1,652,481		1,652,481
Stock			264,634	264,634
Plant & Machinery			78,600	78,600
Post appointment trading sales	595,857			595,857
Funds held for third parties			2,187	2,187
Insurance Claim			6,957	6,957
Cash in hand			2,857	2,857
Interest received gross			2,766	2,766
	<u>595,857</u>	<u>1,652,481</u>	<u>358,002</u>	<u>2,606,339</u>
Payments				
Distribution to Chargeholder		1,408,892		1,408,892
Adjustment to sale price	52,238			52,238
Net wages	54,929			54,929
PAYE & NIC	25,701			25,701
Pension & other employee costs	8,680			8,680
Rent	19,832			19,832
Purchases	370,022			370,022
Transport & Carriage	35,341			35,341
Utilities & Water rates	5,900			5,900
Rates	995			995
Repairs & maintenance	1,700			1,700
Lease/hire charges	624			624
Repairs & maintenance	1,468			1,468
Waste Disposal	2,414			2,414
Lien payments			24,766	24,766
Retention of Title payments	14,229			14,229
Agents' Fees & Commissions			13,602	13,602
Bank charges			573	573
Bank arrangement & termination fees		69,000	15,000	84,000
Legal Fees & Expenses			18,980	18,980
Office holder's fees		50,000	50,000	100,000
Office holder's expenses			4,746	4,746
Statutory advertising			269	269
VAT Receivable			27,324	27,324
	<u>594,075</u>	<u>1,527,892</u>	<u>155,260</u>	<u>2,277,227</u>
Balance	<u>1,782</u>	<u>124,589</u>	<u>202,741</u>	<u>329,112</u>

Lamboard Holdings Limited - in administration

Time costs from date of appointment to 15 January 2008

Hourly Rate	Partners / Directors £200	Senior Manager / Manager £175	Supervisor / Senior Associate £125	Administrators / Associate £80	Total					
Work Undertaken	Hours	£	Hours	£	Hours					
Trading	20 25	4,050 00	58 20	10,185 00	553 60	69,200 00	226 80	18,144 00	858 85	101,579 00
Property sale	16 00	3,200 00	13 15	2,301 25	1 00	125 00	0 00	0 00	30 15	5,626 25
Asset Realisation	52 50	10,500 00	82 20	14,385 00	18 20	2,275 00	110 85	8,868 00	263 75	36,028 00
Debtor Realisation	18 75	3,750 00	7 50	1,312 50	286 50	35,812 50	0 00	0 00	312 75	40,875 00
Statutory/employment	34 55	6,910 00	33 25	5,818 75	16 60	2,075 00	39 80	3,184 00	124 20	17,987 75
Bank reporting	13 75	2,750 00	0 00	0 00	24 30	3,037 50	15 50	1,240 00	53 55	7,027 50
Other matters *	22 05	4,410 00	13 55	2,371 25	265 60	33,200 00	354 75	28,380 00	655 95	68,361 25
TOTAL TIME COSTS	177 85	35,570 00	207 85	36,373 75	1,165 80	145,725 00	747 70	59,816 00	2,299 20	277,484 75

Disbursements	£
Travel costs	8,877 71
Staff Subsistence	2,536 76
Phones	187 38
Printing & Postage	515 53
Insurances	1,440 00
Total	13,557 38