

# AM10

## Notice of administrator's progress report



Companies House

For further information, please  
refer to our guidance at  
[www.gov.uk/companieshouse](http://www.gov.uk/companieshouse)

### 1 Company details

Company number 0 4 7 4 4 9 4 0

Company name in full FC Realisations 8 Limited (formerly IVI Metalics Limited)

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

### 2 Administrator's name

Full forename(s) William Antony

Surname Batty

### 3 Administrator's address

Building name/number 3 Field Court

Street Gray's Inn

Post town London

County/Region

Postcode W C 1 R 5 E F

Country

### 4 Administrator's name ①

Full forename(s) Claire

Surname Howell

① Other administrator  
Use this section to tell us about  
another administrator.

### 5 Administrator's address ②

Building name/number 3 Field Court

Street Gray's Inn

Post town London

County/Region

Postcode W C 1 R 5 E F

Country

② 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	<sup>d</sup>	2	<sup>d</sup>	5	<sup>m</sup>	0	<sup>m</sup>	8	<sup>y</sup>	2	<sup>y</sup>	0	<sup>y</sup>	2	<sup>y</sup>	2
To date	<sup>d</sup>	2	<sup>d</sup>	4	<sup>m</sup>	0	<sup>m</sup>	2	<sup>y</sup>	2	<sup>y</sup>	0	<sup>y</sup>	2	<sup>y</sup>	3

**7** Progress report

☒ I attach a copy of the progress report

**8** Sign and date

Administrator's  
signature

Signature

X



X

Signature date

<sup>d</sup>

2

<sup>d</sup>

2

<sup>m</sup>

0

<sup>m</sup>

3

<sup>y</sup>

2

<sup>y</sup>

0

<sup>y</sup>

2

<sup>y</sup>

3

# 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 **Neil Barry**

Company name **Antony Batty & Company LLP**

Address  
**3 Field Court**  
**Gray's Inn**

Post town **London**

County/Region

Postcode **W C 1 R 5 E F**

Country

DX

Telephone **020 7831 1234**



### 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](http://www.gov.uk/companieshouse) or email [enquiries@companieshouse.gov.uk](mailto: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](http://www.gov.uk/companieshouse)

**FC Realisations 8 Limited (formerly IVI Metallics Limited)**  
**(In Administration)**  
**Joint Administrators' Summary of Receipts & Payments**

Statement of Affairs £		From 25/08/2022 To 24/02/2023 £	From 25/08/2022 To 24/02/2023 £
	SECURED ASSETS		
NIL	Leasehold Property Improvements	NIL	NIL
25,000.00	Goodwill & Intellectual Property	25,000.00	25,000.00
		<u>25,000.00</u>	<u>25,000.00</u>
	COSTS OF REALISATION		
	Legal Fees	(1,500.00)	(1,500.00)
	Agent's/Valuer's Fees	(2,450.00)	(2,450.00)
	Surplus Carried Down	21,050.00	21,050.00
	SECURED CREDITORS		
(757,691.00)	HSBC Bank Plc	NIL	NIL
		<u>NIL</u>	<u>NIL</u>
	OTHER FIXED CHARGE		
58,249.00	Book Debts	NIL	NIL
(61,900.00)	Redd Factors Ltd	NIL	NIL
256,016.00	Plant & Machinery	300,000.00	300,000.00
	LESS		
	Landlord Duress	(43,984.00)	(43,984.00)
		<u>256,016.00</u>	<u>256,016.00</u>
	COSTS OF REALISATION		
	Agreed Contribution to Pre-Administration		
	Practitioners' Time Costs	(8,000.00)	(8,000.00)
	Office Holders Fees	(30,715.00)	(30,715.00)
	Legal Fees	(7,000.00)	(7,000.00)
	Agent's/Valuers Fees	(28,000.00)	(28,000.00)
(1,853,691.00)	Ablate Assets Limited	<u>182,301.00</u>	<u>182,301.00</u>
	Surplus Brought Down	21,050.00	21,050.00
	FLOATING CHARGE		
	Motor Vehicle Subject to Finance	10,000.00	10,000.00
	Finance Company - Close Brothers	(6,708.21)	(6,708.21)
		3,291.79	3,291.79
	Motor Vehicle Subject to Finance	14,000.00	14,000.00
	Finance Company - Close Brothers	(10,270.78)	(10,270.78)
		<u>3,729.22</u>	<u>3,729.22</u>
	ASSET REALISATIONS		
6,827.00	Computer Equipment	8,000.00	8,000.00
8,534.00	Fixtures, Fittings & Equipments	2,000.00	2,000.00
NIL	Investments in Subsidiary	NIL	NIL
NIL	Motor Vehicles	10,000.00	10,000.00
12,801.00	Stock	15,000.00	15,000.00
	LESS		
	Landlord Duress	(7,680.81)	(7,680.81)
		<u>27,319.19</u>	<u>27,319.19</u>
	COST OF REALISATIONS		
	Agent's/Valuer's Fees (1)	(7,938.52)	(7,938.52)
	Legal Fees	(2,500.00)	(2,500.00)
	Book Debts	9,929.47	9,929.47
	Insurance Refund	168.24	168.24
	Bank Interest Gross	9.05	9.05
		<u>55,058.44</u>	<u>55,058.44</u>
	SECONDARY PREFERENTIAL CREDITORS		
(379,084.00)	HMRC - VAT	NIL	NIL
		<u>NIL</u>	<u>NIL</u>
	UNSECURED CREDITORS		
(67,300.00)	MHLP Trading LLP	NIL	NIL

(365,407.04)	Trade & Expense Creditors	NIL	NIL
(144,000.00)	Vulcan Industries Plc	NIL	NIL
		NIL	NIL
	DISTRIBUTIONS		
(170,001.00)	Ordinary Shareholders	NIL	NIL
		NIL	NIL
<u>(3,431,647.04)</u>		<u>55,058.44</u>	<u>55,058.44</u>
	REPRESENTED BY		

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21 March 2023 15:53

**FC Realisations 8 Limited (formerly IVI Metallica Limited)**  
**(In Administration)**  
**Joint Administrators' Summary of Receipts & Payments**

**Statement  
of Affairs**  
£

**From 25/08/2022  
To 24/02/2023**

**From 25/08/2022  
To 24/02/2023**  
£ £

**REPRESENTED BY CONTINUED**

Bank 1 Current - Interest bearing	44,237.74
Fixed Ch Vat Payable	(4,800.00)
Fixed Ch Vat Receivable	790.00
Vat Payable	(2,000.00)
Vat Receivable	16,830.70
	<u>55,058.44</u>

**FC REALISATIONS 8 LIMITED (FORMERLY IVI METALLICS LIMITED) - IN ADMINISTRATION**

**JOINT ADMINISTRATORS' SIX MONTHLY PROGRESS REPORT**

ANTONY BATTY & COMPANY LLP  
SWAN HOUSE  
9 QUEENS ROAD  
BRENTWOOD  
ESSEX  
CM14 4HE

## **FC REALISATIONS 8 LIMITED (FORMERLY IVI METALLICS LIMITED) - IN ADMINISTRATION**

### **JOINT ADMINISTRATORS' SIX MONTHLY PROGRESS REPORT**

This report is prepared in accordance to the provisions of the Insolvency Act 1986, which require the Joint Administrators to provide creditors with a report on the progress of the Administration. The report has been prepared for the purpose of advising creditors and should be read in conjunction with our proposals. The report is private and confidential and may not be relied upon, referred to, copied or quoted from, in whole or in part, by creditors for any purpose other than advising them, or by any other person for any purpose whatsoever.

William Antony Batty and Claire Howell were appointed as Joint Administrators of FC Realisations 8 Limited (formerly IVI Metals Limited) on 25 August 2022.

The affairs business and property of the Company are being managed by the Joint Administrators, who act as the Company's agent and contract without personal liability.

In preparing this report the Joint Administrators have had to rely on some information provided by the Director, management and others. It has not been possible to verify all such information. Therefore, the Joint Administrators take no responsibility for the completeness or accuracy of such information.

WA Batty, HF Jesseman and CE Howell are licensed as Insolvency Practitioners in the UK by The Institute of Chartered Accountants in England & Wales under S. 390 (2) of the Insolvency Act 1986.

#### **Abbreviations used in this report:**

- FC Realisations 8 Limited (formerly IVI Metals Limited) - ("the Company")
- William Antony Batty and Claire Howell - ("the Joint Administrators")
- HM Revenue & Customs - ("HMRC")

**FC REALISATIONS 8 LIMITED (FORMERLY IVI METALLICS LIMITED) ("THE COMPANY") – IN  
ADMINISTRATION**

**JOINT ADMINISTRATORS' PROGRESS REPORT TO CREDITORS**

**For the six months ending 24 February 2023**

**STATUTORY INFORMATION**

Company name:	FC Realisations 8 Limited (formerly IVI Metallics Limited)
Formerly known as:	IVI Metallics Limited (3/7/2003 to 25/8/2022) ABC Closed Limited (25/8/2022 to 01/09/2022)
Court name and reference:	HIGH COURT OF JUSTICE CR-2022-002652
Registered office:	3 Field Court, Gray's Inn, London, WC1R 5EF
Former registered office:	Flat 24, Benedictine Place, 1 Marlborough Road, St Albans, AL1 3WA
Registered number:	04744940
Joint Administrators' names;	William Antony Batty and Claire Howell
Joint Administrators' address:	Swan House 9 Queens Road Brentwood Essex CM14 4HE
Joint Administrators' date of appointment:	25 August, 2022
Actions of Administrators	Any act required or authorised under any enactment to be done by an administrator may be done by either or both of the Administrators acting jointly or alone.

**JOINT ADMINISTRATORS' ACTIONS SINCE APPOINTMENT**

The statutory objective of the Administration was to realise property in order to make a distribution to one or more secured or preferential creditors. This was to be achieved by the completion of a pre-pack sale of the business and realisation of the Company's debt book by Redd Factors Ltd, to whom the Company's debt book is currently assigned.

In the interests of the creditors as a whole and mindful of the need to achieve a statutory purpose of an Administration, the sale of the business and assets of the Company was finalised on 25 August 2022.

The apportionment of the consideration by assets sold is set out in the sale agreement as follows:-



Assets to be sold	Value
The Fixtures and Fittings	£300,000
Stock and The Work in Progress	£15,000
IT Equipment and Office Furniture	
Of which IT Equipment	£8,000
Of which Office Furniture	£2,000
The Intellectual Property Rights ("IP"), The Trading Name and Goodwill	£25,000

Further details of the circumstances surrounding the sale are provided in the assets section of the progress report.

Whilst the sale was completed on the date of appointment, considerable work was required to identify and deal with further matters arising in connection with the sale. These included liaising with our legal advisors for the payment from the proceeds of sale of £51,664.81 to the landlord, MHLP Trading LLP, for outstanding rent, as outlined under the sale agreement.

I further entered into negotiations with Ablrate Assets Ltd, who held a Chattels Mortgage over the Company's chattel assets, to reach a settlement agreement. This was made as part of an agreement by which their charge would be released to enable the sale of the assets to take place. Further details of this are given below, including details of agreement to pre- and post-administration costs as set out below.

Agents were also instructed to sell the motor vehicles of the Company and proceeds from their sale totalled £34,000. Two of the motor vehicles realised a sum of £24,000 and were subject to outstanding finance agreement liabilities of £16,978.99 and the remaining vehicle realised £10,000 which was not subject to any outstanding liability.

We have also realised an insurance refund of £168.42.

Third party monies of £27,064 were received on to the Company's pre-administration bank account after the date of our appointment. £17,135.00 of these funds were paid by a third party in error, and have been returned to the sender. The balance was identified as a debtor receipt.

Redd Factors Ltd are in the process of realising the book debts under their assignment and to date have realised a sum of £51,517.20 since the date of our appointment. Further book debt realisations are not expected because customers have claimed that goods have not been provided and there has been a lack of supporting documentation available to follow this up. There is a shortfall to Redd Factors Ltd of £6,762 and 34,777 Euros, after taking into account the termination charges.

At a Virtual Meeting of creditors held on 22 September 2022 the Joint Administrators' proposals were approved. It was confirmed that the Joint Administrators continue to manage the business, affairs and property of the Company in order to achieve the objective of the proposals. This included resolving any matters relating to the sale, liaising with Redd Factors to collect the debtor ledger, sell any of the remaining assets of the Company, agree/settle the remaining claims of the secured creditors, investigate and pursue any claims arising.

It was also agreed at the meeting that the Joint Administrators' fees be charged by reference to time costs and the Joint Administrators be permitted to recover category 2 expenses.

Please note that there is certain work that we are required by the insolvency legislation to undertake in connection with the Administration that provides no financial benefit for the creditors. A description of the routine work undertaken since our appointment as Administrator is contained in Appendix II.

#### **RECEIPTS AND PAYMENTS ACCOUNT**

Our Receipts & Payments Account for the period from 25 August 2022 to 24 February 2023 is attached at Appendix I, which we have reconciled to the financial records that we are required to maintain. Please note that receipts and payments in the account are shown net of VAT.

The balance of funds are held in an interest bearing account.

#### **ASSETS**

##### **Book Debts**

Redd Factors Ltd have a debenture containing fixed and floating charges dated 16 August 2017 and assignment of book debts. To date realisations from book debts since the date of our appointment total £51,517.20. Further book debt realisations are not expected because on some debts customers have claimed that goods have not been supplied and there has been a lack of supporting documentation available to follow this up. There is a shortfall to Redd Factors Ltd of £6,762 and 34,777 Euros, after taking into account the termination charges.

##### **Pre-pack sale**

Immediately on appointment, the Joint Administrators, as officers of the Court and as agents of the Company, took over from the board the responsibilities of managing the affairs, business and property of the Company. In the interests of the creditors as a whole and mindful of the need to achieve a statutory purpose of an Administration, the sale of the business and assets of the Company was finalised on 25 August 2022.

The sale was to VLPG Venture Limited ("VLPG"), CRN 14247717, registered office address 5<sup>th</sup> Floor, Aldermay House, 10-15 Queen Street, c/o Pirola Pennuto Zei & Associati Ltd, London EC4N 1TX.

There is no known connection between the Company and VLPG.

The Company instructed ITC Valuers Ltd, a firm of independent valuers who are a member of the National Association of Valuers and Auctioneers. A valuation was provided by ITC who confirmed their independence and that they carry adequate Professional Indemnity Insurance for the assignment.

The valuation of the assets was based upon a Willing Buyer and Forced Sale Value:

Willing Buyer (WBV) basis, which is the estimated amount for which an asset or liability should exchange on the valuation date between a willing buyer and a willing seller in an arm's length transaction, after proper marketing where the parties had each acted knowledgeably, prudently and without compulsion.

Forced Sale (FSV) basis, where the assets are disposed of individually by either public auction, private treaty sale, or tender, and the assets are sold 'Ex-Situ' within a restricted period.

ITC advise that goodwill was valued with regard to historical turnover, losses, and reduction in customer base/order book.

The assets were sold for £350,000. An outline of the different types of asset sold and the amount for which they were sold, together with a comparison against the valuation realised, is given below.

Asset category	Valuation basis & amount (£)		Sale Consideration (£)
	Willing Buyer	Forced Sale	
<u>Fixed charge assets</u>			
Intellectual Property & Goodwill	£25,000	£10,000	£25,000
<u>Floating charge assets</u>			
Plant & Machinery	£300,000	£200,000	£300,000
Stock (/Work in Progress)	£15,000	£7,500	£15,000
IT Equipment	£8,000	£4,000	£8,000
Furniture	£2,000	£1,000	£2,000
<b>Total</b>	<b>£350,000</b>	<b>£222,500</b>	<b>£350,000</b>

Judge Sykes Frixou ("JSF"), Solicitors, were instructed to assist with the sale of the business and assets of the Company, including the drafting of the asset sale agreement. JSF additionally assisted with the legal aspects of our appointment, including the sworn statement on the notice of our appointment.

After the completion of the sale, we arranged with our legal advisors for the payment from the proceeds of sale of £51,664.81 to the landlord, MHLP Trading LLP, for outstanding rent, as outlined under the sale agreement.

As referred to above, a settlement payment was also agreed with Ablrate Assets Ltd, who held a Chattels Mortgage over the Company's chattel assets. This was made as part of an agreement by which their charge would be released to enable the sale of the assets to take place. The Company's outstanding liability to Ablrate Assets Ltd was in the region of £1.85 million. The agreed sale consideration apportioned to the charged assets was £256,016. Ablrate Assets Ltd agreed to accept £182,301, in full settlement of the Company's liability and to pay a contribution towards costs of £73,715.

#### **Motor Vehicles**

The motor vehicles of the Company were sold by ITC Valuers Limited. Two of the vehicles were sold for £10,000 and £14,000 and the amounts due to Close Brothers Motor Finance of £6,708.21 and £10,270.78 were deducted accordingly, being the amounts due under the finance agreement.

A third motor vehicle was sold for £10,000 and there was no amount outstanding under a finance agreement.

#### **Other Assets**

We have also realised an insurance refund of £168.24.

As stated previously, third party monies of £27,064 were received on to the Company's pre-administration bank account after the date of our appointment. £17,135.00 of these funds were paid by a third party in error, and have been returned to the sender. The balance was identified as a debtor receipt.

The Joint Administrators are not aware of any further realisable assets. Should any creditor be aware of any such assets, please advise us immediately.

## **LIABILITIES**

### **Secured Creditors**

An examination of the Company's mortgage register held by the Registrar of Companies, showed that the Company has granted the following charges:

The legislation requires that if the Company has created a floating charge after 15 September 2003, a prescribed part of the Company's net property (i.e. the money that would otherwise be available to the charge holder) should be ring-fenced for distribution to unsecured creditors.

Redd Factors Ltd have a debenture containing fixed and floating charges dated 16 August 2017 and assignment of book debts. They were owed £58,082 at the date of administration and were expected to be repaid in full from the assigned book debts, otherwise they have the benefit of a first fixed charge. However, owing to debtor receipts being lower than expected, as previously described, they were not able to recover in full from the debtor ledger, and consequently will suffer a shortfall after all debtor realisations. This is estimated at £37,460, comprising £6,762 and 34,777 Euros, and taking into account the termination charges. It is estimated that a payment of £20,000 approximately can be made to Redd under their first fixed charge.

Ablate Assets Limited have a Chattels Mortgage dated 16 April 2019 which was delivered on 25 April 2019. They have received £182,301 from the sale of the charged assets. It is estimated that Ablate will have a shortfall against their lending of £1,671,390 and will look to Vulcan Industries Plc under the terms of their cross guarantee for the balance of this debt.

HSBC UK Bank Plc have a Debenture containing fixed and floating charges dated 24 August 2020. HSBC have made a claim in the administration of £762,682.93. As previously described, a shortfall to Redd Factors, who hold a prior fixed charge, means that there will be no funds available to HSBC under their fixed charge, and consequently they will have a shortfall against their lending estimated at £762,682.93 and will look to Vulcan Industries Plc under the terms of their cross guarantee for the balance of this debt.

### **Preferential Creditors**

There are no known ordinary preferential creditors, as all employees were transferred to the purchaser under the Transfer of Undertakings (Protection of Employment) ("TUPE") provisions.

HMRC are secondary preferential creditors for certain specified debts, such as VAT, PAYE, employee National Insurance Contributions, student loan deductions and Construction Industry Scheme deductions. Secondary preferential debts are payable after all ordinary preferential debts have been paid in full, and before non-preferential unsecured debts.)

The company's management accounts indicate that HMRC are owed £380,000, and this is reflected on the statement of affairs (please see below).

### **Crown Creditors**

The statement of affairs included £379,084 owed to HMRC for VAT which is a secondary preferential creditor. There was no amount outstanding as an unsecured creditor for HMRC. We have not received a claim from HMRC.

### **Non-preferential unsecured Creditors**

The statement of affairs included 38 non-preferential unsecured creditors with an estimated total liability of £2,910,724. We have received claims from 13 creditors at a total of £1,309,122.58. We have not received claims from 28 creditors with original estimated claims in the statement of affairs of

£2,571,144.22. I have received claims from 3 creditors not on the statement of affairs totalling £1,826.

#### **Prescribed Part**

There are provisions of the insolvency legislation that require an Administrator to set aside a percentage of a Company's assets for the benefit of the unsecured creditors in cases where the Company gave a "floating charge" over its assets to a lender on or after 15 September 2003. This is known as the "prescribed part of the net property." A Company's net property is that left after paying the preferential creditors, but before paying the lender who holds a floating charge. An Administrator has to set aside:

- 50% of the first £10,000 of the net property; and
- 20% of the remaining net property;

up to a maximum of £ 800,000.

The Company gave a Chattels Mortgage over plant and machinery specifically pledged to Ablrate Assets Ltd on 16 April 2019. This is a fixed charge, and the prescribed part provisions will not apply in relation to this charge.

The Company gave a floating charge to Redd Factors Limited on 16 August 2017, and to HSBC UK Bank Plc and the prescribed part provisions will apply. The Joint Administrators' estimate of the financial position of the Company shows that the net property of the Company is nil, and we estimate that the prescribed part of the net property for unsecured creditors is nil. However, these estimates do not take into account the costs of the Administration which will reduce the amount of the Company's net property. Since the Company's net property is likely to be less than £10,000, the insolvency legislation does not require us to distribute the prescribed part of the net property to creditors if we think that the costs of distributing the prescribed part would be disproportionate to the benefits to creditors. We are of the view that the costs of distribution would be disproportionate and so will not be making a distribution of the prescribed part of the net property to unsecured creditors.

#### **INVESTIGATION INTO THE AFFAIRS OF THE COMPANY**

We 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.

Specifically, we recovered, listed and reviewed the Company's accounting records; obtained and reviewed copy bank statements for the 12 months prior to the Company ceasing to trade from the Company's bankers; and compared the information in the Company's last set of accounts with that contained in the statement of affairs lodged in the Administration and made enquiries about the reasons for the changes.

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

Within three months of our appointment as Joint Administrators, we are required to submit a confidential report to the Secretary of State to include any matters which have come to our attention during the course of our work which may indicate that the conduct of any past or present Director would make them unfit to be concerned with the management of the Company. We would confirm that my report has been submitted.

#### **PRE-ADMINISTRATION COSTS**

The Board of Directors and members of the Company instructed me to assist them in placing the Company in Administration on 3 August 2022.

All pre appointment costs have been settled from the costs which Ablrate have agreed may be deducted from the proceeds of sale from assets covered by their Chattels Mortgage, as follows:

Antony Batty & Co LLP	£38,715 (of which £8,000 was agreed in respect of pre-appointment costs)
ITC Valuers	£28,000
JSF Legal Fees	£7,000

The costs of Antony Batty & Co LLP of £38,715 have been paid in the period of the report, of which £8,000 related to pre-appointment costs.

#### **JOINT ADMINISTRATORS' REMUNERATION**

The Creditors approved that the basis of the Joint Administrators' remuneration be fixed by reference to the time properly spent by them and their staff in managing the Administration. This was based upon a fee estimate of £30,014.75 as set out in the Joint Administrators' proposals. Approval was given at a Virtual Meeting of creditors held on 22 September 2022.

Our time costs for the period are £56,740. This represents 173.20 hours at an average rate of £327.60 per hour. Attached at appendix III is a Time Analysis which provides details of the activity costs incurred by staff grade during the Period in respect of time costs fixed by reference to time properly spent by us in managing the administration.

As previously stated, Ablrate had separately agreed payment of £30,715 as a contribution to the Joint Administrators' costs, and this has been drawn as previously stated.

As you can see, we have exceeded the estimate of our time costs made in the proposals to creditors. This has arisen mainly because of the amount of time spent under the category of Administration and Planning. This was estimated at £16,353.25 and is now £33,870.50. Work under this heading includes time spent on statutory reporting, appointment notification and administrative set up which was greater than expected. The time spent under the category of Creditors has also exceeded the estimated amount of £3,720, and is currently £10,250. This represents time communicating with creditors which has been greater than expected.

Further information about creditors' rights can be obtained by visiting the creditors' information micro-site published by the Association of Business Recovery Professionals (R3) at <http://www.creditorinsolvencyguide.co.uk/>. Details about how an office holder's fees may be approved for each case type are available in a series of Guidance Notes issued with Statement of Insolvency Practice 9, and they can be accessed at <http://www.antonybatty.com/insolvency-resources>. There are different versions of these Guidance Notes, and you should refer to the most recent version. Please note that we have also provided further information about an office holder's remuneration and expenses in our practice fee recovery sheet, which is enclosed at Appendix IV.

#### **JOINT ADMINISTRATORS' EXPENSES**

Expenses are any payments from the estate which are neither an office holder's remuneration nor a distribution to a creditor or a member. Expenses also includes disbursements. Disbursements are payments which are first met by the office holder and then reimbursed to the office holder from the estate. Expenses are split into:

- category 1 expenses, which are payments to persons providing the service to which the expense relates who are not an associate of the office holder; and
- category 2 expenses, which are payments to associates or which have an element of shared costs. Before being paid category 2 expenses require approval in the same manner as an office holder's remuneration.

We have incurred total expenses of £49,979.73, all of which has been incurred in the period of the progress report, 25 August 2022 to 24 February 2023. We have drawn £49,388.52 in the period from 25 August 2022 to 24 February 2023.

We have used the following professional advisors in the reporting period:

Professional Advisor	Nature of Work	Basis of Fees
ITC Valuers Ltd	Realising assets/assisting with sale/valuation and marketing information	10% of realisable assets
Judge Sykes Frixou	Legal assistance	Time Cost basis
Equivo Limited	Service of Documents	Fixed Fee Basis
Marsh Limited	Bonding	Standard Charges

The choice of professionals used was based on my perception of their experience and ability to perform this type of work, the complexity and nature of the assignment and the basis of my fee arrangement with them. We also confirmed that they hold appropriate regulatory authorisations. We have reviewed the fees they have charged and am satisfied that they are reasonable in the circumstances of this case.

ITC Valuers Ltd have been paid £37,388.52 and provided the initial valuation information to the Company, conducted the marketing process and negotiated the draft sale agreement. They have also assisted in finalising the sale agreement, provided further valuation and marketing information to the proposed/appointed Joint Administrators, and liaised/negotiated with the various charge holders. They have also realised the Company's motor vehicles and settled the outstanding liability to the finance company for the vehicles. The basis for their fees was agreed by the Company historically.

Judge Sykes Frixou were paid £11,000 and drafted the sale agreement, liaised/negotiated with the purchaser's solicitors, provided legal advice in relation to various charges and assisted in the pre-administration legal process. They subsequently assisted with the administration appointment procedure, final work on the sale agreement, and oversaw the sale itself. They assisted in relation to the charge holders, including negotiating and drafting a settlement agreement required.

Equivo Limited charged £1,000 for serving documents upon HSBC UK Bank Plc and Redd Factors Ltd prior to the appointment of the Joint Administrators.

Marsh Limited charged £210 in respect of specific bonding cover, which is required for each insolvency appointment. Marsh Limited provides specialist insolvency insurance and bonding service. The premium is based on standard charges.

We have incurred the following expenses in the period since my appointment as Administrator.

Type of expense	Amount incurred / accrued in the reporting period	Amount incurred \ accrued in total	Amount unpaid
Legal Fees	£11,000	£11,000	NIL
Agents Fees	£38,389	£38,389	NIL
Statutory Bond	£210	£210	NIL
Advertising	£93	£93	NIL
Court Fee	£208	£208	NIL
Postage	£79	£79	NIL

Details of the category 1 expenses that I have paid to date (and in the reporting period) are included in the receipts and payments account attached.

We are required to seek approval before we can pay any expenses to associates, or pay expenses where there is an element of shared costs, which are known as category 2 expenses. We have obtained approval to pay the following category 2 expenses on 22 September 2022. We have incurred no category 2 expenses in the period since my appointment as Joint Administrator.

Nature of expense	Estimated expenses	Expenses incurred to date
Bonding	160	210
Advertising	280	93
Postage	15	79
Legal Fees	4,000	11,000
Swearing Fees	30	-
Court Filing Fee	55	208
Agents Fees	4,000	38,389
<b>Total</b>	<b>8,540</b>	<b>49,979</b>

As you can see above, the total expenses we incurred exceed the total expenses we estimated would be incurred when our remuneration was approved. The estimated expenses do not take into account £11,000 for legal costs and also £31,833 for agent's costs incurred as pre-appointment costs.

#### ALLOCATION OF COSTS

##### Fixed charge creditors

The following costs are those incurred to date that are directly attributable to the realisation of the company's assets subject to a fixed charge. As such they have either been paid from, or have been allocated for future payment against, fixed charge realisations as follows:

Details of Expenditure	Amount paid £	Amount allocated, yet to be paid £
Legal Fees	8,500	NIL
Agents Costs	30,450	NIL
Joint Administrators' Fees	NIL	1,000
Antony Batty & Company LLP pre-appointment costs	38,715	NIL

##### Preferential creditors

There will be no distribution to preferential creditors.

##### Floating charge creditors

The following costs are those incurred to date that are directly attributable to the realisation of the company's assets subject to a floating charge. As such they have either been paid from, or have been allocated for future payment against, floating charge realisations as follows:

Details of Expenditure	Amount paid £	Amount allocated, yet to be paid £



Legal Fees	2,500	3,500
Agents Costs	7,938	NIL
Joint Administrators' Fees and expenses	NIL	30,508

#### **FURTHER INFORMATION**

An unsecured creditor may, with the permission of the court or with the concurrence of 5% in value of the unsecured creditors (including the creditor in question) request further details of the Administrator's remuneration and expenses, within 21 days of receipt of this report. Any secured creditor may request the same details in the same time limit.

An unsecured creditor may, with the permission of the court or with the concurrence of 10% in value of the unsecured creditors (including the creditor in question), apply to court to challenge the amount and/or basis of the Administrator's fees and the amount of any proposed expenses or expenses already incurred, within 8 weeks of receipt of this report. Any secured creditor may make a similar application to court within the same time limit.

To comply with the Provision of Services Regulations, some general information about Antony Batty & Company LLP can be found at <http://www.antonybatty.com/insolvency-resources>.

#### **SUMMARY**

The Administration will remain open until the following matters have been finalised. We will continue to liaise with Redd Factors in relation to the collection of the debtor ledger and also to agree and settle the claims of the secured creditors. We estimate that this will take approximately 6 months, and once these matters have been finalised the Administration will cease and my files will be closed.

If creditors have any queries regarding the conduct of the Administration, or if they want hard copies of any of the documents made available on-line, they should contact Paul McFarlane by email at [Paul@antonybatty.com](mailto:Paul@antonybatty.com), or by phone on 01277 230347.



William Antony Batty  
Joint Administrator  
Date: 22 March 2023

The affairs, business and property of the Company are being managed by the Joint Administrators, William Antony Batty and Claire Howell. The Joint Administrators act as agents of the Company and contract without personal liability.

### Administration

This represents the work involved in the routine administrative functions of the case by the office holder and their staff, together with the control and supervision of the work done on the case by the office holder and their managers. It does not give direct financial benefit to the creditors, but has to be undertaken by the office holder to meet their requirements under the insolvency legislation and the Statements of Insolvency Practice, which set out required practice that office holders must follow.

- Case planning - devising an appropriate strategy for dealing with the case and giving instructions to the staff to undertake the work on the case.
- Setting up physical case files.
- Setting up the case on the practice's electronic case management system and entering data.
- Issuing the statutory notifications to creditors and other required on appointment as office holder, including gazetting the office holder's appointment.
- Obtaining a specific penalty bond.
- Dealing with all routine correspondence and emails relating to the case.
- Opening, maintaining and managing the office holder's estate bank account.
- Creating, maintaining and managing the office holder's cashbook.
- Undertaking regular bank reconciliations of the bank account containing estate funds.
- Reviewing the adequacy of the specific penalty bond on a quarterly basis.
- Undertaking periodic reviews of the progress of the case.
- Overseeing and controlling the work done on the case by case administrators.
- Preparing, reviewing and issuing progress reports to creditors and members.
- Filing returns at Companies House.
- Preparing and filing VAT returns.
- Preparing and filing Corporation Tax returns.

### Creditors

Claims of creditors - the office holder needs to maintain up to date records of the names and addresses of creditors, together with the amounts of their claims as part of the management of the case, and to ensure that notices and reports can be issued to the creditors. The office holder also needs to deal with correspondence and queries received from creditors regarding their claims and dividend prospects as they are received. The office holder is required to undertake this work as part of his statutory functions.

- Dealing with creditor correspondence, emails and telephone conversations regarding their claims.
- Maintaining up to date creditor information on the case management system.

### Investigations

- Submit an online return on the conduct of the directors as required by the Company Directors Disqualification Act.

Time Entry - SIP9 Time & Cost Summary

IVIM001 - FC Realisations 6 Limited (formerly IVI Metalics Limited)  
Project Code: POST  
From: 25/08/2022 To: 24/02/2023

Classification of Work Function	Partner	Manager	Other Senior Professionals	Assistants & Support Staff	Total Hours	Time Cost (£)	Average Hourly Rate (£)
Administration & Planning	4.10	39.10	56.60	3.30	103.10	33,870.60	328.52
Case Specific Matters	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Creditor	0.00	6.90	26.10	1.00	34.00	10,250.00	301.47
Investigations	0.00	3.10	14.20	0.00	17.30	5,271.50	304.71
Realisations of Assets	2.00	15.00	1.80	0.00	18.80	7,348.00	390.85
Trading	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Total Hours	6.10	64.10	98.70	4.30	173.20	66,740.60	327.68
Total Fees Claimed						6.00	
Total Disbursements Claimed						8.00	

## **Antony Batty & Company LLP**

### **Time Costs – Charge out rates per hour and disbursements policy.**

**1 July 2021 – 30 June 2023**

<b>Hourly charge out rates</b>	<b>2021\23</b>
Office Holder (e.g. Administrator)	£455
Senior Manager	£395
Case Manager	£375
Senior Administrator 1	£285
Senior Administrator 2	£325
Administrator	£195
Junior Administrator	£110

Please note that these rates may be increased from time to time. Creditors will be notified of changes in the annual report.

Time is recorded in units of six minutes: the minimum unit of time is therefore 6 minutes.

Members of staff with the appropriate level of experience and authority have been and will be used for the various aspects of work necessary in this assignment.

#### **Disbursement Policy**

Please note that the Joint Administrators' disbursements are charged out at the following rates:-

Category 1 - represent recovery of necessarily incurred disbursements at the cost incurred.

Sundry disbursements, such as advertising, where incurred appropriately, are recharged at 100% of the cost incurred.

There is a statutory requirement to advertise the following notices in the London Gazette: Advert for Proposals and first meeting of creditors, appointment of Joint Administrators and notices to creditors to submit claims. Statutory advertising costs are at a fixed rate of £93.30 plus VAT per advert.

Insurance and bonding is recharged at 100% of the relevant charge to the office holder.

There is a statutory requirement for the Joint Administrators to apply for specific bond cover based on the expected realisations in each appointment. The bond premiums may be found on our website: <http://antonybatty.com/insolvency-resources>.

Travel costs with the exception of mileage costs are recharged at 100% of the cost incurred.

VAT is charged as appropriate.

Postage

#### **Category 2**

Travel: where Antony Batty & Company LLP staff use their own vehicles in the course of their duties in this matter, the mileage is recharged at 45p per mile.

VAT is charged as appropriate.