

The Insolvency Act 1986

Administrator's progress report 2.24B

| | |
|--|--|
| Name of Company Daniel Lynch Limited | Company number 01337025 |
| In the High Court of Justice, Chancery Division, Birmingham District Registry [full name of court] | Court case number 3190 of 2004 |

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

(a) Gerald Irwin, of Irwin & Company, Station House, Midland Drive, Sutton Coldfield, West Midlands B72 1TU,

Administrator of the above Company attach a progress report for the period

from

(b) 30 December 2006

to

(b) 29 June 2007

(b) Insert dates

Signed

Administrator

Dated

25/7/07

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.

| | |
|--|-------------------|
| Irwin & Company, Station House, Midland Drive, Sutton Coldfield, West Midlands B72 1TU | |
| | |
| | Tel 0121 321 1700 |
| DX Number | DX Exchange |

MONDAY



A03

AG53SR05

30/07/2007

349

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

25 July 2007

Our Ref GI/jdp/LA/X

Dear Sirs

**DANIEL LYNCH LIMITED
(IN ADMINISTRATION)
IN THE HIGH COURT OF JUSTICE, CHANCERY DIVISION,
BIRMINGHAM DISTRICT REGISTRY NO. 3190 OF 2004**

Further to my appointment as Administrator of the above Company, by its directors, on 30 December 2004, I am writing to provide you with a further progress report in accordance with Rule 2 47 (1) & (2) of the Insolvency Rules 1986 (Amendment Rules, Schedule 1, Part 2) in respect of matters which have arisen since the date of my previous report issued on 12 December 2006

1. Summary of Receipts and Payments

Enclosed is a Summary of Receipts and Payments for the period from the date of Administration to 29 June 2007, from which you will note that there is a balance of funds in hand of £383,038

2. Other Realisations

Since the date of my last progress report, the only realisation in the Administration estate has been bank interest received in the sum of £14,136

3. Secured Creditors

No monies have been paid to Mr & Mrs Lynch or Daniel Lynch Properties Limited, under the respective debentures, as there are potentially a number of antecedent transactions relating to the Director's Loan Account and an Inter-Company Account, which are in the process of being challenged

Continued

Preferential Creditors

A first and final dividend of 100 pence in the pound was distributed to preferential creditors on 22 November 2005, the amount distributed being £6,755

5. Non-Preferential Creditors

The director's Statement of Affairs estimated non-preferential claims in the sum of £1,315,063

I would advise that, to date, claims have been received from non-preferential creditors in the sum of £1,208,055

According to my files, the level of outstanding claims amounts to £28,695. Therefore, creditors who have not yet lodged details of their claims are requested to do so, as soon as possible

6. Dividend Prospects for Non-Preferential Creditors

On current information, it is anticipated that sufficient funds will be available to enable a dividend distribution for non-preferential creditors of the Company

However, the level of dividend available will be wholly dependent on the outcome of the legal proceedings which are in the process of being instigated against Mr & Mrs Lynch and Properties

7. Office Holder's Remuneration and Office Holder's Expenses

To date, I have drawn £135,647 by way of remuneration in accordance with resolutions passed at the time of my appointment. Time costs to 19 May 2007 amount to £146,559 for 885.45 hours, representing an average charge of £165.52 per hour as set out in the attached statement, as required by Statement of Insolvency Practice 9 "SIP9"

Category 1 disbursements, as defined by "SIP9" are scheduled on the attached Summary of Receipts and Payments

Since the date of my last report no category 2 disbursements have been paid

8. Extension of Administration period

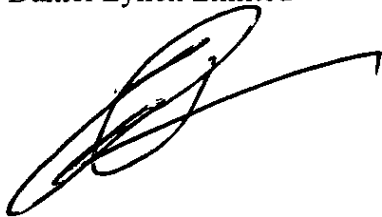
Please note that the period of Administration is due to end on 30 September 2007

In view of the pending actions against Mr & Mrs Lynch and Properties, my solicitors advise that, if required, a further application to Court be made requesting another extension to the term of Administration, until such time as the relevant proceedings have been concluded

Continued

I trust that you will find the above report self-explanatory, however, in the meantime should you have any queries, please do not hesitate to contact either me or my manager, John Pearson

Yours faithfully
for and on behalf of
Daniel Lynch Limited

A handwritten signature in black ink, appearing to be 'Gerald Irwin', written over a horizontal line.

Gerald Irwin
Administrator

Licensed to act as an insolvency practitioner by the Association of Chartered Certified Accountants

encs

**Daniel Lynch Limited
(In Administration)**

**Administrator's Abstract Of Receipts And Payments
To 29 June 2007**

| RECEIPTS | Total (£) |
|---------------------------|--------------------------|
| Property - Bubbenhall | 287,000 00 |
| 2 Fieldgate House | 230,000 00 |
| Property - Curriers Close | 347,500 00 |
| Property - Broad Lane | 487,500 00 |
| Plant & Machinery | 8,000 00 |
| Office Furniture & Equipt | 1,321 28 |
| Motor Vehicles | 8,500 00 |
| Book Debts | 184,037 01 |
| Cash at Bank | 3,045 73 |
| Morgan Stanley Investment | 224 92 |
| Bank Interest Gross | 41,606 93 |
| VAT Refund | 11,912 23 |
| Sundry Refunds | 31 41 |
| Electricity Refund | 760 97 |
| VAT Outputs | 34,268 72 |
| Vat Control Account | 3,976 14 |
| | <hr/> 1,649,685 34 <hr/> |

PAYMENTS

| | |
|-------------------------------------|------------|
| Wages / Salaries | 7,525 08 |
| PAYE / NI deductions | 5,743 37 |
| Telephone charges | 157 46 |
| Legal Fees & Expenses | 8,788 68 |
| Agents Fees & Expenses | 8,730 00 |
| Stamp Duty / Land Registry Fee | 9,070 00 |
| Ground Rent | 76 79 |
| Bank of Ireland plc | 419,191 14 |
| Estate Agents Fees | 4,025 00 |
| Management Company Fee | 753 82 |
| Legal Fees | 1,775 00 |
| Forfeiture Removal Fee | 7,450 00 |
| Ground Rent / Land Registry Fee | 6,652 62 |
| Royal Bank of Scotland plc | 285,466 24 |
| Legal Fees | 4,287 00 |
| Ground Rent / Land Registry Fee | 10,077 97 |
| Nationwide Building Society | 230,524 83 |
| RBS re Company Credit Card | 393 95 |
| Specific Bond | 1,840 00 |
| Administrator's Fees | 135,646 75 |
| Administrator's Expenses | 75 00 |
| Agents / Valuers Fees | 1,093 75 |
| Quantity Surveyors Fees | 13,000 00 |
| Legal Fees & Expenses | 43,454 87 |
| Post Administration Corporation Tax | 6,325 12 |
| Stationery & Postage | 1,047 44 |
| Travel Expenses | 108 40 |
| Accountants Fee re Payroll | 250 00 |
| Statutory Advertising | 377 50 |
| Insurance of Assets | 1,384 95 |
| Council Tax payable | 459 78 |
| Rent & Service Charges | 5,285 21 |

**Daniel Lynch Limited
(In Administration)**

**Administrator's Abstract Of Receipts And Payments
To 29 June 2007**

| | |
|---|----------------------------|
| Preferential Creds - Holiday Pay claims | 6,754 88 |
| VAT Inputs | <u>38,855 18</u> |
| | 1,266,647 78 |
| Balances in Hand | <u>383,037 56</u> |
| | <u><u>1,649,685 34</u></u> |

Daniel Lynch Limited (In Administration)

Summary of Office Holder's time costs as at 19 May 2007

| Classification of work function | Hours | | | | | Time cost £ | Average Hourly Rate £ |
|---|---------------|---------------|----------------------------|----------------------------|---------------|--------------------|-----------------------|
| | Partner | Manager | Other Senior Professionals | Assistants & Support Staff | Total Hours | | |
| Administration and planning Statutory Matters | 30 55 | 121 05 | 5 5 | 19 3 | 176 4 | 26,809.05 | 151 98 |
| Investigations | 122 25 | 182 | 0 | 0 | 304 25 | 54,803.60 | 180 13 |
| Realisation of Assets | 59 45 | 98 | 1 5 | 0 | 158 95 | 28,226.35 | 177 58 |
| Trading | 0 | 10 1 | 0 | 0 | 10 1 | 1,513.00 | 150 00 |
| Creditors | 47 9 | 123 | 0 | 10 7 | 181 6 | 30,210.55 | 166 36 |
| Case specific matters - Cashiering | 0 | 1 7 | 2 1 | 21 | 24 8 | 2,078.50 | 83 81 |
| Tax Issues | 0 | 0 8 | 0 | 0 | 0 8 | 120.00 | 150 00 |
| Employees | 1 75 | 5 2 | 0 | 21 6 | 28 55 | 2,793.75 | 97 85 |
| Total hours | 261 90 | 541 85 | 9 1 | 72 6 | 885 45 | £143,659.00 | £165 52 |
| Less Amounts invoiced to date | | | | | | | |
| | | | | | | | (£135,646.75) |
| Unbilled time costs as at 19 May 2007 | | | | | | | £10,912.25 |

Chargeout Rates

| | |
|---|---------------|
| Partner | 2004 - 2007 |
| Manager | 225 per hour |
| Senior Administrator | £150 per hour |
| Administrators | £110 per hour |
| Compliance Manager | £90 per hour |
| Senior Assistant | £100 per hour |
| Senior Support Staff/ Senior Cashier/PA | £75 per hour |
| Support Staff/Cashier/ Secretary | £80 per hour |
| | £60 per hour |

Statutory Information

| | |
|---|---|
| Name of Company | Daniel Lynch Limited |
| Registered Office | Station House Midland Drive Sutton Coldfield West Midlands B72 1TU |
| Company Registration Number | 01337025 |
| Administrators Name | Gerald Irwin |
| Administrators Address | Station House Midland Drive Sutton Coldfield West Midlands B72 1TU |
| Date of Appointment | 30 December 2004 |
| Name(s) and Address(es) of Appointor(s) | Daniel Lynch and Jane Olwyn Lynch (Directors) of Barrells Hall Ullenhall Henley in Arden Warwickshire B95 5NQ |