

The Insolvency Act 1986

Notice of move from administration to dissolution

Name of Company <u>Precision-Cast Components Limited</u>	Company number <u>02184712</u>
In the <u>Cardiff District Registry</u> <small>[full name of court]</small>	Court case number <u>791 of 2009</u>

(a) Insert name(s) and address(es) of administrator(s)
 I/ We (a) Alister Wardell and Nigel Morrison of Grant Thornton UK LLP, 11-13 Penhill Road, Cardiff, CF11 9UP
 having been appointed administrator(s) of (b) Precision-Cast Components Limited, 11-13 Penhill Road, Cardiff, CF11 9UP
 (c) Insert date of appointment
 on (c) 10 September 2009 by (d) the directors

hereby give notice that the provisions of paragraph 84(1) of Schedule B1 to the Insolvency Act 1986 apply

I/ We attach a copy of the final progress report

Signed Nigel Morrison
 Joint / Administrator(s)

Dated 8/9/10

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

<u>C/O Grant Thornton UK LLP, 11-13 Penhill Road,</u>	
<u>Cardiff, CF11 9UP</u>	
Tel <u>029 20 23 55 91</u>	
DX Number	DX Exchange



A48 09/09/2010 500
 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

THURSDAY

Our Ref TB/SH/AW/P00351/7

To the Creditors

8 September 2010

Dear Sirs

Precision-Cast Components Limited - In Administration (the Company)
Cardiff District Registry Court Case Number 791 of 2009

Recovery and Reorganisation

Grant Thornton UK LLP
11-13 Penhill Road
Cardiff CF11 9UP

T +44 (0)29 2023 5591
F +44 (0)29 2066 7498
www.grant-thornton.co.uk

1 INTRODUCTION

- 1.1 Following the appointment of myself and my partner Alistair Wardell as administrators of the Company by the directors on 10 September 2009, I am now in a position to present a final progress report in this matter
- 1.2 I enclose Form 2.24B together with an account of my receipts and payments for the period ended 8 September 2010 in accordance with Rule 2.47 of the Insolvency Rules 1986
- 1.3 In accordance with paragraph 100 (2) of Schedule B1 to the Insolvency Act 1986 the functions of the administrators are to be exercised by any or all of them

2 STATUTORY INFORMATION

- 2.1 The Company's statutory details are as follows

registered number	02184712
registered office	11-13 Penhill Road Cardiff CF11 9UP
former trading address	Usk Way Newport Gwent NP20 2JY

Chartered Accountants

Member firm within Grant Thornton International Ltd

Grant Thornton UK LLP is a limited liability partnership registered in England and Wales: No OC307742. Registered office: Grant Thornton House, Melton Street, Euston Square, London NW1 2EP
A list of members is available from our registered office

Grant Thornton UK LLP is authorised and regulated by the Financial Services Authority for investment business.

A list of personnel permitted by Grant Thornton to accept appointments as insolvency practitioners and of their respective authorising bodies may be inspected at the above address.

A48

09/09/2010
COMPANIES HOUSE

502

3 SUMMARY OF ADMINISTRATOR'S PROPOSALS

- 3 1 We have pursued the objective of realising property in order to make a distribution to one or more secured or preferential creditors. Our proposals were submitted to creditors on 26 October 2010.
- 3 2 The objective has been achieved through the sale of the business and assets of the Company.
- 3 3 It was proposed that the administration would end by the administrators filing a notice to dissolve the Company, or if more time is needed to complete realisations after any extensions of the administration, the administrators may present a petition to wind up the Company and seek the appointment of one of them as liquidator.

4 REPORT AND OUTCOME

Sale of business and assets

- 4 1 On 28 September 2009 the assets of the Company were sold to Melmec Engineering for £125,000. On the same day the business of the Company was sold to PCC EU Limited for £1.
- 4 2 My valuing agents recommended that I completed the sales.
- 4 3 The sale of the business to PCC EU Limited allowed for a further payments to be paid by PCC EU Limited due to wages incurred by the Company prior to the sale and sales made by PCC EU Limited after the sale. £12,000 has been collected.

Trading period

- 4 4 I allowed the Company to continue to trade whilst I attempted to sell the Company as a going concern. Two of the Company's largest customers provided up front non refundable payments totalling £33,000 to fund the anticipated funding losses.
- 4 5 Due to the limited funds available and the poor demand for aluminium castings I closed the aluminium casting division on 17 September 2009 and made all 18 employees redundant.
- 4 6 The trading period resulted in a profit of £7,941 before the administrators supervision costs. The trading period also significantly enhanced the value of the Company's assets.
- 4 7 Miscellaneous income of £2,535 has been recovered.

Book debts

- 4 8 The Company had entered into a factoring agreement with HSBC Invoice Finance Limited (HIF), therefore, the book debts are legally assigned to HIF. A limited number of debts are outside of the agreement. I have recovered £1,304 in respect of these debts.

Secured creditors

- 4 9 There are no secured creditors in this matter.

Preferential creditors

- 4.10 A dividend of 80p in the £ has been paid to preferential creditors

Unsecured creditors

- 4.11 There will be no dividend to unsecured creditors in this matter

Administrators' fees and disbursements

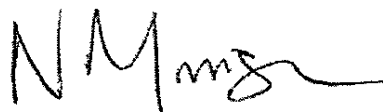
- 4.12 As there are no funds available for unsecured creditors, Rule 2.106(5A) of the Insolvency Rules provides that the administrators' remuneration is approved by the secured and preferential creditors. As there are no secured creditors in this matter I have received approval for my fees from the Redundancy Payments Office (RPO) as the major preferential creditor
- 4.13 The RPO have approved my remuneration according to the time properly given by me and my staff in attending matters arising in the administration. My remuneration has been restricted to allow a dividend of 80p in the £ to the preferential creditors
- 4.14 In accordance with Statement of Insolvency Practice (SIP 9), I attach as Appendix B a summary of my estimated final time costs to 7 September 2010 by grade of staff and type of work. This shows total time costs of £157,991, representing 683 hours at an average of £231 per hour, against which I have drawn fees of £108,050
- 4.15 Disbursements of £556.11 plus VAT have been charged at cost

End of administration

- 4.16 The Company has insufficient assets to permit a distribution to unsecured creditors and accordingly notice to that effect is enclosed. Upon registration of this report and notice by the Registrar of Companies the Administration will cease and the Company will be dissolved three months later

Yours faithfully

for and on behalf of Precision-Cast Components Limited



Nigel Morrison
Joint Administrator

The affairs, business and property of Precision-Cast Components Limited are being managed by Alistair Wardell and Nigel Morrison, appointed as joint administrators on 10 September 2009

Appendix A

Precision-Cast Components Limited - In Administration Receipts and payments account 10 September 2009 to 8 September 2010

	Statement of affairs	10-Sep-09 to 09-Mar-10	10-Mar-10 to 08-Sep-10	Total
Receipts				
Sales		39,659 65	3,843 91	43,503 56
Advances from customers		33,000 00	0 00	33,000 00
Miscellaneous income		2,531 00	3 62	2,534 62
Plant & machinery	125,000 00	125,000 00	0 00	125,000 00
Book debts		1,303 74	0 00	1,303 74
VAT payable		24,545 14	0 00	24,545 14
	<u>125,000 00</u>	<u>226,039 53</u>	<u>3,847 53</u>	<u>229,887 06</u>
Payments				
Purchases		7,275 36	231 62	7,506 98
Heat & light		663 72	0 00	663 72
Telephone		307 25	0 00	307 25
Insurance		972 50	0 00	972 50
Professional fees		3,374 40	0 00	3,374 40
Property expenses		350 00	0 00	350 00
Vehicle running costs		536 37	0 00	536 37
PAYE/NI		11,107 16	0 00	11,107 16
Net wages		38,879 10	(9,151 06)	29,728 04
Sundry trading costs		399 43	0 00	399 43
Pre appointment trading costs		1,825 74	0 00	1,825 74
Administrators fees		0 00	108,049 60	108,049 60
Administrators expenses		0 00	556 11	556 11
Agents/valuers fees		4,370 00	0 00	4,370 00
Legal fees		13,526 00	0 00	13,526 00
Storage costs		0 00	380 82	380 82
Statutory advertising		64 05	0 00	64 05
Bank charges		413 27	174 41	587 68
Preferential creditors		0 00	20,977 01	20,977 01
VAT receivable		4,383 41	19,006 00	23,389 41
VAT paid to HMRC		20,220 79	(19,006 00)	1,214 79
		<u>108,668 55</u>	<u>121,218 51</u>	<u>229,887 06</u>
Balance in hand		<u>117,370 98</u>	<u>(117,370 98)</u>	<u>0 00</u>

Appendix B

Precision-Cast Components Limited - In Administration SIP9 Summary of time costs for the period 10 September 2009 to 8 September 2010

	Partner			Manager			Executive			Administrator			Total		
	Hours	£	Ave hrly rate	Hours	£	Ave hrly rate	Hours	£	Ave hrly rate	Hours	£	Ave hrly rate	Hours	£	Ave hrly rate
Administration and planning	5 55	2,236 75	403 02	24 07	7,592 95	315 45	137 65	26,778 00	194 54	39 41	6,505 75	165 08	206 68	43,113 45	208 60
Creditors				16 85	6,273 25	372 30	165 38	32,656 35	197 46	3 05	386 25	126 64	185 28	39,315 85	212 20
Investigations				1 00	355 00	355 00	6 25	1,218 75	195 00				7 25	1,573 75	217 07
Realisation of assets				22 50	7,987 50	355 00	75 60	14,751 50	195 13	0 60	75 00	125 00	98 70	22,814 00	231 14
Trading	25 50	9,817 50	385 00	63 75	22,631 25	355 00	95 55	18,634 75	195 03				184 80	51,083 50	276 43
Total	31 05	12,054 25	388 22	128 17	44,839 95	349 85	480 43	94,039 35	195 74	43 06	6,967 00	161 80	682 71	157,900 55	231 28