

The Insolvency Act 1986

Notice of move from administration to dissolution

2.35B

Name of Company
The Traditional Tile Company (Midlands) Limited

Company number
02972884

In the High Court of Justice <small>(full name of court)</small>
--

Court case number 8070 of 2010

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

I/We (a) C H I Moore
K J Watkin & Co
Emerald House
20-22 Anchor Road
Aldridge
Walsall
WS9 8PH

(b) Insert name and
address of
registered office of
company

having been appointed Administrator(s) of (b) The Traditional Tile Company (Midlands) Limited

(c) Insert date of
appointment
(d) Insert name of
applicant/appointor

on (c) 24 February 2010 by (d) High Court of Justice

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

I attach a copy of the final progress report

Signed

Joint Administrator(s)

Dated

17 February 2011

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

C H I Moore
K J Watkin & Co
Emerald House
20-22 Anchor Road
Aldridge
Walsall
WS9 8PH

DX Number

01922 452881
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

e



A6V6ARR9

A22 18/02/2011 212

COMPANIES HOUSE

FRIDAY



K. J. Watkin & Co.

Insolvency Practitioners

Emerald House, 20-22 Anchor Road, Aldridge, Walsall WS9 8PH

Telephone 01922 452881 Facsimile 01922 450525

E-mail enquiries@kjwatkin.co.uk

17 February 2011

PMD/KJF/T74/170211a Sta

TO ALL MEMBERS AND ALL KNOWN CREDITORS

Dear Sirs

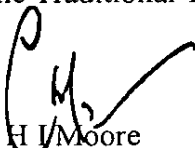
The Traditional Tile Company (Midlands) Limited – In Administration (the 'Company') Administrator's Final Progress Report

The Administration of the Company is now complete. Please find enclosed formal notice Form 2 35B – Notice of move from Administration to Dissolution together with my final progress report in respect of the administration of the above company for the period from 24 August 2010 to date. I would also refer creditors to my proposals and report dated 15 March 2010 and my first progress report dated 22 September 2010.

Form 2 35B has today been sent to the Registrar of Companies. I understand that the Company will be automatically dissolved three months after the date that Form 2 35B is registered by the Registrar of Companies.

Should you have any queries please do not hesitate to contact my colleague, Peter D'Arcy.

Yours faithfully
For and on behalf
The Traditional Tile Company (Midlands) Limited


C. H. I. Moore
Administrator

Encs

17 February 2011

PMD/KJF/T74/170211d Sta

REPORT TO MEMBERS AND ALL KNOWN CREDITORS

Dear Sirs

The Traditional Tile Company (Midlands) Limited – In Administration (the ‘Company’)
Administrator’s Final Progress Report covering the period 24 August 2010 to date

1. Introduction

As you will recall, I was appointed Administrator of The Traditional Tile Company (Midlands) Limited on 24 February 2010 following an application filed at The High Court of Justice, Birmingham by Mr M Burgess, one of the Company’s directors. I am licensed as an Insolvency Practitioner by The Institute of Chartered Accountants in England and Wales.

Statutory information relating to the Company is attached at Appendix A

2. Progress of Administration

As mentioned in my last report, prior to my appointment the directors approached five competitors to ascertain whether they had an interest in purchasing the business and assets of the Company. None wished to purchase the shares in the Company as a going concern due to the liabilities of the Company.

However three interested parties expressed an interest in the business and assets. None required the Company’s leasehold premises.

Following my appointment, I requested a best and final offer from each interested party. As a result, I received an offer of £28,000 plus VAT which was subsequently reduced slightly by the return of some stock following a valid Retention of Title claim. The sales figure achieved of £27,806 plus VAT was substantially in excess of the forced sale valuation attributed to the assets by my valuers, Deeley Matthews of Birmingham. A sale of the business and assets was completed by my solicitors on 9 March 2010 whereby one employee was transferred to the purchasing company under the Transfer of Undertakings (Protection of Employment) Regulations 2006. All other employees were made redundant.

To date, I have complied with all my statutory obligations and have filed my Report and Proposals and appropriate notices at Companies House and at Court, together with my first progress report. The directors' Statement of Affairs has also been filed at Companies House.

I have also submitted my report regarding the conduct of the Company's directors' to the Insolvency Service in accordance with the Company Directors Disqualification Act.

3. Administrator's Receipts and Payments Account

A summary of my receipts and payments covering the period from the date of my appointment to date is attached at Appendix B.

4. Final Position

All assets have now been realised. There was ultimately no surplus from Lloyds TSB Commercial Finance Limited, the Factors of the Company's book debts and the Company's secured creditor.

Creditors for whom it has been six months after writing off a debt in their accounts, can claim VAT bad debt relief from HM Revenue & Customs in respect of the VAT paid.

5 Outcome for Preferential Creditors

Regretfully, there were insufficient funds available to pay a dividend to preferential creditors.

6 Outcome for Unsecured Creditors

As with preferential creditors, above, regretfully, there were insufficient funds available to pay a dividend to unsecured creditors.

7 Administrator's Remuneration

At the meeting of creditors held on 31 March 2010, the creditors approved a resolution that I should charge my remuneration on the basis of the time properly given by me and my staff in attending to matters arising in the Administration and that I may draw my fees as and when funds are available. In addition, the creditors authorised that I may charge my allocated disbursements in line with the method and quantum set out in my proposals, and attached again at Appendix D for creditors' further information.

My time costs to date amount to £33,568, which represents some 160 hours of my time and my staff's time which have been spent on this case, at an average hourly charge-out rate of £209.80. Of this sum, £16,334 had been drawn as at 17 February 2011 (as per the attached Receipts and Payments account). My total time costs are further analysed at Appendix C, for the benefit of creditors, by reference to the grade of staff involved with the case and the tasks on which they have been engaged. All unpaid time costs of this firm will have to be written off.

8. Administrator's Disbursements

My disbursements to date total £1,659 and comprise the following

	£
Monies advanced to pay employees wages	1,152
Statutory Advertising	155
Administrator's Bond	300
Re-direction of post	52
	<hr/>
	1,659
	<hr/>

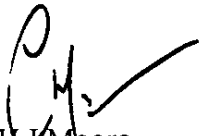
All disbursements represent either payments made by this firm, re-charged at cost, or allocated disbursements, calculated on the bases, set out at Appendix D, as referred to above.

9. Dissolution of the Company

Form 2 35B has today been sent to the Registrar of Companies

I understand the Company will be automatically dissolved three months after the date that Form 2 35B is registered by the Registrar of Companies This is therefore by final report

Yours faithfully
For and on behalf of
The Traditional Tile Company (Midlands) Limited



C H I Moore
Administrator

The Administrator acts as agent of the Company and without personal liability
The affairs, business and property of the Company are being managed by the Administrator,
C H I Moore

Appendix A

The Traditional Tile Company (Midlands) Limited - In Administration

Statutory Information

Court in which administration proceedings were brought	High Court of Justice, Birmingham										
Court reference number	8070 of 2010										
Other trading names	N/A										
Date of incorporation	3 October 1994										
Company number	02972884										
Registered office	Emerald House, 20-22 Anchor Road, Aldridge, Walsall WS9 8PH										
Previous registered office	Unit A6 Link Industrial Estate, George Henry Road, Great Bridge Tipton, West Midlands DY4 7BY										
Principal Business address and Head Office	Unit A6 Link Industrial Estate, George Henry Road, Great Bridge Tipton, West Midlands DY4 7BY										
Directors	Malcolm Charles Burgess Stephen James Glover										
Company secretary	Malcolm Charles Burgess										
Authorised Share Capital	100 Ordinary Shares of £1 each										
Issued Share Capital	2 Ordinary shares of £1 each										
Shareholders	<table><tr><td></td><td>Ord shares of £1 each</td></tr><tr><td>Malcolm Charles Burgess</td><td>1</td></tr><tr><td>Stephen James Glover</td><td>1</td></tr><tr><td></td><td><hr/></td></tr><tr><td></td><td>2</td></tr></table>		Ord shares of £1 each	Malcolm Charles Burgess	1	Stephen James Glover	1		<hr/>		2
	Ord shares of £1 each										
Malcolm Charles Burgess	1										
Stephen James Glover	1										
	<hr/>										
	2										
Charges	Lloyds TSB Commercial Finance Limited All assets debenture dated 24 September 2002										

The Traditional Tile Company (Midlands) Limited - In Administration

Statutory Information Continued

Financial Information

	Financial Year ended 31 December 2008	Financial Year ended 31 December 2007	Financial Year ended 31 December 2006
Turnover	630,945	744,211	885,625
Cost of sales	467,066	512,374	614,589
Gross profit	163,879	231,837	271,036
Administrative expenses	183,291	180,358	187,829
Operating (loss)/profit	(19,412)	51,479	83,207
Interest receivable	335	597	133
Interest payable	(14,604)	(16,490)	(14,021)
(Loss)/Profit on ordinary activities before taxation	(33,681)	35,586	69,319
Tax on (loss)/profit on ordinary activities	(5,064)	(7,405)	(12,869)
(Loss)/Profit for the financial year after taxation	<u>(28,617)</u>	<u>28,181</u>	<u>56,450</u>
Dividends	6,000	18,000	64,000
Director's salaries	27,552	31,707	28,476
Profit and loss account	37,103	71,720	61,539
Shareholders Funds	37,105	71,722	61,541

EC Regulations:

The EC regulation on Insolvency Proceedings (Council Regulation (EC) no 1346 of 2000 of 29 May 2000) applies to this Administration and the proceedings are main proceedings

The Traditional Tile Company (Midlands) Limited
(In Administration)

Administrator's Abstract Of Receipts And Payments
To 17 February 2011

	Fixed Charge £	Floating Charge £	Total £
RECEIPTS			
Customer lists	1 00		1 00
Goodwill	5,999 00		5,999 00
Book Debts	30,526 22		30,526 22
Warehouse Racking		2,000 00	2,000 00
Office Furniture & Equipment		800 00	800 00
Stock of Tiles		19,006 38	19,006 38
Book Debts		124 04	124 04
Bank Interest Gross		2 67	2 67
Rates refund		1,092 91	1,092 91
VAT Payable		4,918 62	4,918 62
	36,526 22	27,944 62	64,470 84
PAYMENTS			
Hire of Forklift truck		75 00	75 00
PAYE/NIC payable		387 68	387 68
Lloyds TSB Commercial Finance Limited	35,765 67		35,765 67
Office Holders Fees		16,334 91	16,334 91
Office Holders Expenses		1,659 05	1,659 05
Agents/Valuers Fees		1,100 00	1,100 00
Legal Fees		3,094 20	3,094 20
Tax Paid on Bank Interest		0 53	0 53
Fees for Accountancy related advice		350 00	350 00
Storage Costs		322 97	322 97
Insurance of Assets		437 21	437 21
Bank Charges		25 00	25 00
VAT Receivable		4,911 27	4,911 27
Vat Control Account		7 35	7 35
	35,765 67	28,705 17	64,470 84
Balances in Hand	760 55	(760 55)	0 00
	36,526 22	27,944 62	64,470 84

T74

The Traditional Tile Company

17 February 2011

SIP 9 - Time & Cost Summary

Period

Time Summary

Classification of work function	Hours					Time Cost (£)	Average hourly rate (£)
	Partner	Manager	Other Senior Professionals	Assistants & Support Staff	Total Hours		
Administration & planning	3 20	19 20	7 30	22 00	51 70	8,382 00	162 13
Investigations	0 80	1 10	0 00	0 70	2 60	573 50	220 58
Realisations of assets	3 10	52 10	0 00	0 80	56 00	13,300 00	237 50
Trading	0 00	1 80	0 00	0 00	1 80	423 00	235 00
Creditors	1 00	44 10	0 00	2 80	47 90	10,889 50	227 34
Case specific matters	0 00	0 00	0 00	0 00	0 00	0 00	0 00
Total Hours	8 10	118 30	7 30	26 30	160 00	33,568 00	209 80
Total Fees Claimed						16,334 91	

K J Watkin & Co**Disclosure of information in accordance with current regulatory guidance
under the codes of Best Practice (SIP 9)**

In accordance with the current code of best practice Directors, Shareholders and Creditors are advised that Office Holder's Fees are charged on an hourly basis at varying rates depending upon the grade of staff allocated to a specific task. Hourly rates are maintained for a period of 12 months by K J Watkin & Co and are subject to review on 1 January each year. The following hourly charge out rates are applicable with effect from 1 January 2011 -

	£
Partner	330
Senior Manager	250
Manager	215
Assistant Manager	190
Senior Administrator	165
Cashier	140
Administrator	110
Administrative Assistant	95
Assistant Administrator	75
Clerical Assistant	75

Staff are allocated work in each insolvency in accordance with their qualification, skills and experience.

During the course of the administration of a case there will be various category 1 disbursements incurred by K J Watkin & Co. These will be recharged to the estate at cost. These disbursements will include such things as, but not restricted to -

Statutory Advertising
Insurance Bonding
Bank Charges
Postage

Additionally, K J Watkin & Co will recharge to the estate various category 2 disbursements at prevailing rates. These are currently restricted to costs under the following headings -

Searches	£20 per search
Travelling	50p per mile
Storage	charged at £13 per quarter per box
Room hire for statutory meetings	£150 per meeting