

In accordance with
Rule 3.35 of the
Insolvency (England &
Wales) Rules 2016 &
Paragraph 49(4) of
Schedule B1 to the
Insolvency Act 1986

AM03

Notice of administrator's proposals



Companies House

TUESDAY



A21 *A7Y5F4J4* 29/01/2019 #335
COMPANIES HOUSE

1 Company details

Company number 0 2 7 6 4 3 7 6

Company name in full Omnia-Chem Limited

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

2 Administrator's name

Full forename(s) Mike

Surname Kienlen

3 Administrator's address

Building name/number Third Floor

Street 10 South Parade

Post town Leeds

County/Region

Postcode L S 1 5 Q S

Country

4 Administrator's name ●

Full forename(s) Rob

Surname Adamson

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

5 Administrator's address ●

Building name/number Third Floor

Street 10 South Parade

Post town Leeds

County/Region

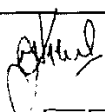
Postcode L S 1 5 Q S

Country

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

AM03

Notice of Administrator's Proposals

6		Statement of proposals	
		<input checked="checked" type="checkbox"/> I attach a copy of the statement of proposals	
7		Sign and date	
Administrator's Signature	Signature X	 X	
Signature date	d 2 4	m 0 1	y 2 0 y 1 9

AM03 Notice of Administrator's Proposals



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	Alex Weil
Company name	Armstrong Watson LLP
Address	Third Floor 10 South Parade
Post town	Leeds
County/Region	
Postcode	L S 1 5 Q S
Country	
DX	
Telephone	0113 2211300



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 and dated 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 or email 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

**Joint Administrators' Report and Statement
of Proposals Pursuant to
Paragraph 49 of Schedule B1**

**Omnia-Chem Limited - In Administration
("the Company")**

23 January 2019

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- C** Summary of the Director's Statement of Affairs of the Company
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1 Introduction and Background

- 1.1 The Company provided speciality chemicals to the paper industry in the UK, developing a reputation for the highest levels of technical expertise, application technology and service support. The Company's core competencies are in speciality chemical and bespoke dosing systems and engineering.
- 1.2 In 2015, the Company's largest customer, Aylesford Newsprint Limited, entered Administration. Shortly after the Company's financial year end in April 2015, its second largest customer, Tullis Russel Papermakers Limited, also entered into Administration. These two customers accounted for approximately 70% of the Company's turnover and as such the loss of their business and the associated bad debts was significant.
- 1.3 To combat the impact of the loss of its two largest customers, the Directors at the time undertook a cost reduction exercise to improve the profitability. The Directors identified that there was a requirement, as a result of the reduced level of business, and scope for a reduction in staff numbers and during 2015 made a number of redundancies.
- 1.4 The Directors also sought to diversify its operations away from its traditional core sector of the paper industry and mitigate a reduction in turnover by offering new applications to its existing customer base.
- 1.5 The extensive cost-cutting exercises and redundancies completed by the Company meant that the business was able to continue to operate profitably with its remaining customers, and pursue new growth opportunities.
- 1.6 The Company was party to a mis-selling claim ("the Claim") that commenced in 2014 against Lloyds Bank Plc, formerly Lloyds TSB Bank Plc, ("Lloyds"). The Claim arose relating to the facilities provided to separate companies, Bredbury Hall Limited, Quaffers Limited and First House Leisure Group Limited. Two of the Directors, Stephen Finch and Ross Finch, were also directors of Bredbury Hall Limited and Stephen Finch was director of Quaffers Limited and First House Leisure Group Limited.
- 1.7 The Company and the other parties to the Claim believed that they had strong evidence to support their claim and had received extensive legal advice on the evidence held, which in the Directors view justified the continuation of the legal action relating to the Claim.
- 1.8 Unfortunately, the judgment received rejected the Claim and awarded Lloyds a costs order. The cost order awarded to Lloyds was £783,109 which when added to the Company's own outstanding legal costs of £351,925 resulted in a level of liabilities which the Company was not able to meet.
- 1.9 The combination of reduced turnover, along with the increased level of liabilities due to the loss of the Claim caused the Company significant financial difficulty.
- 1.10 The Company sought professional advice from Armstrong Watson in 2016 and a Company Voluntary Arrangement ("CVA") was considered the best option.
- 1.11 The Company's creditors approved a CVA on 14 September 2016 which saw Michael Kienlen and Mark Ranson of Armstrong Watson appointed as Joint Supervisors.

- 1.12 The CVA provided that the Company would make the following monthly voluntary contributions to ensure a minimum dividend to the CVA creditors of 25 pence in the pound:
- Monthly £3,863 (first 12 months);
 - Monthly £6,473 (months 13 to 24);
 - Monthly £10,258 (months 25 to 36) and;
 - Monthly £7,909 (months 37 to 60 (completion of the CVA)).
- 1.13 During the latter months of 2018, the Company's trading had not been as profitable as anticipated, and the Company fell into arrears with its monthly contributions.
- 1.14 Under the terms of the CVA Proposals, the Company was in breach of the CVA if it was more than 60 days in arrears with its contributions.
- 1.15 The Company being more than 60 days in arrears, was given 7 days to remedy the breach from 9 November 2018.
- 1.16 In the interim period, the Director, Mr R Finch, indicated that the Company could not remedy the breach or continue to pay monthly contributions going forward.
- 1.17 Prior to the Company entering Administration, the business and certain assets were sold to Omnia Chemical Group Limited ("the Purchaser") on 16 November 2018 for the sum of £45,323 on deferred terms. A copy of the Sale and Purchase Agreement ("SPA") has been provided to the Joint Administrators.
- 1.18 As a result, Mike Kienlen and Rob Adamson of Armstrong Watson LLP, Third Floor, 10 South Parade, Leeds, LS1 5QS were appointed Joint Administrators of the Company by the the Director on 30 November 2018. Mike Kienlen and Rob Adamson are licensed to act as insolvency practitioners in the UK by the Insolvency Practitioners Association.
- 1.19 The Joint Administrators act jointly and severally in the Administration.
- 1.20 This firm's Privacy Notice about the way that we will use and store personal data can be found at www.armstrongwatson.co.uk/privacy-policy. If you are unable to download this, please contact us and a hard copy will be provided to you.
- 1.21 The EU Regulation on Insolvency Proceedings 2000 applies to the Administration. The proceedings are main proceedings as defined by Article 3 of the Regulation. The Company is based in the United Kingdom.
- 1.22 This report incorporates the Joint Administrators' statement of proposals made under paragraph 49 of Schedule B1, which will be treated as delivered to creditors on 28 January 2019.

2 Administration Strategy and Objective

- 2.1 The Joint Administrators must perform their functions with the purpose of achieving one of the following objectives:
- Rescuing the Company as a going concern; or

- Achieving a better result for the Company's creditors as a whole than would be likely if the Company were wound up (without first being in Administration); or
 - Realising property in order to make a distribution to one or more secured or preferential creditors.
- 2.2 Insolvency legislation provides that objective (a) should be pursued unless it is not reasonably practicable to do so, or objective (b) if this would achieve a better result for a company's creditors as a whole. Objective (c) may only be used if it is not reasonably practicable to achieve either (a) or (b) and can be pursued without unnecessarily harming the interests of creditors as a whole.
- 2.3 Objective (a) under the Administration regime is based on the survival of the existing company through a CVA or a scheme of Arrangement under Section 425 of the Companies Act. Insolvency legislation provides that the first objective should be pursued unless it is not reasonably practical to do so.
- 2.4 The Joint Administrators do not consider objective (a) or (b) to be achievable due to the financial position of the Company.
- 2.5 Accordingly, the Joint Administrators have pursued objective (c) as a result of the following: -
- If the Company was immediately wound-up, it is anticipated that realisations in respect of the book debts would have been significantly reduced.

Progress Since Appointment

Administration (including statutory compliance and reporting)

- 2.6 Following my appointment, the strategy for the Administration was carefully assessed to ensure that a coherent planned process for the case could be achieved. This work will, where appropriate, have included liaison with solicitors to deal with any legal considerations surrounding the Company's insolvency (such as assessing the validity of any third party security in relation to the assets) and liaising with valuation agents about the most appropriate means of realising the value in the Company's business and assets.
- 2.7 I have also dealt with a number of statutory formalities which are required of me under related legislation. Typically, this includes issuing and filing all appointment notices with creditors and the Registrar of Companies and also advertising my appointment in the London Gazette.
- 2.8 Other statutory duties performed are outlined in further detail in the fees information which can be found at Appendix D. Please note that much of this work will have been performed to comply with statutory requirements and as such may not necessarily add any value to the insolvent estate.

Realisation of assets

- 2.9 The work undertaken by the Joint Administrators and their staff to date in realising the Company's assets has been necessary in order to maximise the likelihood of a return to creditors being made. Where assets remain to be realised, these will be dealt with as the Administration progresses and further updates will be provided to creditors in my progress reports.

Book Debts

- 2.10 Aldermore Bank PLC ("Aldermore") hold an invoice discounting agreement over the Company's book debt ledger as security for its financing. The amount outstanding to Aldermore is £132k against a sales ledger of £152k. Aldermore have not confirmed the amount of default interest or termination charges to be charged to the Company. The collection of the ledger is currently being undertaken by Aldermore with the assistance of the Joint Administrators. An update will be available in my subsequent progress report.

Fixed assets

- 2.11 The Director has advised that the Company has fixed assets with a book value of £8,000. These assets are subject to a fixed charge in favour of The Trustees of the Omnia-Chem Limited Pension Scheme ("OCPS") created on 24 March 2011. The amount outstanding to the OCPS which is secured against these specific assets is £46,766. My investigations into these assets are ongoing and an update will be provided in my next progress report.

Directors' loan account

- 2.12 The Director has advised that the Directors' loan accounts has a book value of £49,114. As detailed on the Director's Statement of Affairs, this has an estimated to realise value of £5,000. The loan accounts will be investigated and an update will be provided in my next progress report.

Creditors

- 2.13 Since the Joint Administrators' appointment, time has been incurred in dealing with initial creditor queries.

Investigations

- 2.14 The Joint Administrators are obliged to consider the conduct of the Directors of the Company during the three years prior to their appointment. If there are any matters you wish to bring to our attention, please supply details to our office as soon as practicably possible.
- 2.15 The Joint Administrators must submit their report to the Insolvency Service within 3 months of their appointment. Their report is confidential.

Sale of Assets to Connected Parties

- 2.16 In accordance with Statement of Insolvency Practice 13, I would advise you that the following assets were sold to a party connected with the Company:

Date	Description of Asset	Value	Payment Status	Buyer	Director
16/11/2018	The Customer Contracts	£1	£1 on 16 November 2018	Omnia Chemical Group Limited	Common director, Mr Ross Finch
16/11/2018	The Customer Lists	£1	Not paid	Omnia Chemical Group Limited	Common director, Mr Ross Finch
16/11/2018	Unencumbered Equipment	£26,800	Not paid	Omnia Chemical	Common director, Mr

				Group Limited	Ross Finch
16/11/2018	The Fixtures and Fittings	£2,000	Not paid	Omnia Chemical Group Limited	Common director, Mr Ross Finch
16/11/2018	The Forward Order Book	£1	Not paid	Omnia Chemical Group Limited	Common director, Mr Ross Finch
16/11/2018	The Goodwill	£5,000	Not paid	Omnia Chemical Group Limited	Common director, Mr Ross Finch
16/11/2018	The Intellectual Property	£1	Not paid	Omnia Chemical Group Limited	Common director, Mr Ross Finch
16/11/2018	The Records	£1	Not paid	Omnia Chemical Group Limited	Common director, Mr Ross Finch
16/11/2018	The Stock	£7,019	Not paid	Omnia Chemical Group Limited	Common director, Mr Ross Finch
16/11/2018	The Vehicles	£2,800	Not paid	Omnia Chemical Group Limited	Common director, Mr Ross Finch
16/11/2018	The Work in Progress	£1,699	Not paid	Omnia Chemical Group Limited	Common director, Mr Ross Finch

2.17 The SPA details that the deferred consideration is due from the Purchaser as follows:

- £11,330.50 due on 6 February 2019;
- £11,330.50 due on 4 April 2019;
- £11,330.50 due on 5 June 2019; and
- £11,330.50 due on 5 July 2019.

2.18 The consideration will be collected by the Joint Administrators.

2.19 The Company's business and assets were valued by Walker Singleton (Asset Management) Ltd on 12 November 2018 on behalf of the Company. A copy of the valuation report has been provided to the Joint Administrators.

2.20 The Joint Administrators have instructed Mr J Pinder of Pinder Asset Solutions to verify that the sale has been completed at fair market value. An update will be provided to creditors in my progress report regarding the valuation and the collection of the deferred consideration.

3 Joint Administrators' Receipts and Payments

- 3.1 A summary of receipts and payments for the Administration period from the date of my appointment to is attached at Appendix B. I confirm no realisations have been made to date.

4 Financial Position

- 4.1 Attached at Appendix C is a summary of the Director's Estimated Statement of Affairs of the Company as at the date of the appointment of the Joint Administrators. This was verified by a statement of truth by the Director on 18 January 2019 and is stated before the costs of the Administration procedure are considered.

- 4.2 I have the following observations to make in relation to the Directors' Statement of Affairs:

- The Company has a fixed assets in the sum of £152,185 which relates to the Aldermore debtors.
- The Company has a fixed assets with a book value of £8,000 which relate to the equipment charged to The Trustees of the OCPS.
- The Company has a floating charge asset in the sum of £45,323 which relates to the deferred consideration.
- The Company has a floating charge asset in the sum of £49,114 which relates to the Directors' Loan Accounts.
- The Company does not have any preferential creditors.
- The Company has unsecured creditors of £1,518,140.

5 Proposals

- 5.1 It is proposed that the Joint Administrators will continue to manage the affairs of the Company in order to achieve the objective of the Administration. In the circumstances it is proposed that:
- 5.2 If the Joint Administrators believe that the Company has no property which might permit a distribution to its creditors, they will file a notice with the Court and the Registrar of Companies for the dissolution of the Company.
- 5.3 See Section 6 below on **Exit Routes** for further information on the exit routes available from Administration.
- 5.4 The Joint Administrators shall do all such other things and generally exercise all of their powers as contained in Schedule 1 of the Insolvency Act 1986, as they consider desirable or expedient to achieve the statutory purpose of the Administration.
- 5.5 If the Joint Administrators consider it necessary to extend the period of the Administration, they will seek the consent of creditors or the approval of the Court to the extension. Creditors may consent to an extension for a period of up to one year and the Court can order that the Joint Administrators' term of office be extended for a specified period determined by it.

- 5.6 The creditors consider establishing a Creditors' Committee and that if any such Committee is formed they be authorised to sanction the basis of the Joint Administrators' remuneration and disbursements and any proposed act on the part of the Joint Administrators without the need to report back to creditors generally, to include any decision regarding the most appropriate exit route from the Administration.
- 5.7 The basis of the Joint Administrators' remuneration may be fixed as one or more of the following bases and different bases may be fixed in respect of different things done by them:
- As a percentage of the value of the assets they have to deal with, or
 - By reference to time properly spent by the Joint Administrators and their staff managing the Administration, or
 - As a set amount
- 5.8 In accordance with Statement of Insolvency Practice 9, issued by the Association of Business Recovery Professionals, the Joint Administrators be authorised to draw Category 2 disbursements as and when funds are available, in accordance with their firm's published tariff. Details of Category 2 disbursements charged by the firm can be found at Appendix D.
- 5.9 Where no Creditors' Committee is appointed the remuneration and disbursements of the Joint Administrators shall be fixed by a decision of creditors or where the Joint Administrators think that the Company has insufficient property to enable a distribution to be made to the unsecured creditors (other than via the Prescribed Part), approval will be sought from the secured and (if necessary) the preferential creditors in accordance with insolvency legislation. The Joint Administrators will also seek approval for any unpaid pre-administration costs detailed in this report and their discharge from liability in the same manner.
- 5.10 In this case, the Joint Administrators are seeking to approve the basis of their remuneration as follows:
- As a set amount of £44,000 plus VAT and disbursements.
- 5.11 Further details about the proposed fee basis can be found in Section 8 below and Appendix E.
- 5.12 The Joint Administrators will be discharged from liability under Paragraph 98 of Schedule B1 to the Insolvency Act 1986 immediately upon their appointment as Joint Administrators ceasing to have effect.

6 Exit Routes

- 6.1 All Administrations automatically come to an end after the period of one year, unless the Company's creditors agree to extend this period, or the Court orders the Joint Administrators' term of office be extended for a specified period of time.
- 6.2 At the time of drafting these Proposals I do not believe that an extension to the period of Administration will be necessary, however I will confirm the position to creditors in a subsequent progress report in due course.
- 6.3 Based on information currently available, the information on the exit route I believe may be appropriate in this Administration is set out below.

Dissolution of the Company

- 6.4 Based on present information, the Joint Administrators believe that the Company has insufficient property to permit a distribution to the unsecured creditors and that there may only be a distribution available to the secured and/or preferential creditors of the Company. As a result, once these distributions have been made, a notice will be filed at Court and with the Registrar of Companies with the Joint Administrator's final report, for the dissolution of the Company.
- 6.5 The Joint Administrators' appointment will end following the registration of the notice by the Registrar of Companies.

7 Joint Administrators' Remuneration

- 7.1 As Joint Administrators, we are required to provide creditors with details of the work we propose to undertake in the Administration and the expenses we consider will be, or is likely to be, incurred in dealing with the Company's affairs, prior to determining the basis upon which our remuneration will be fixed.
- 7.2 In addition to this, where Joint Administrators seek agreement to the basis of their remuneration by reference to time properly spent by them and their staff in attending to matters arising in the Administration, a fees estimate outlining the time and estimated cost of the work to be done must also be provided.
- 7.3 In this case, we are not seeking to determine the basis of our remuneration as time properly spent by us and our staff in dealing with the affairs of the Company and we are therefore not, required to provide a fees estimate to creditors. Details of the basis or bases we are proposing, together with information about the work we consider will be necessary in this case and the expenses we consider will, or are likely to be, incurred on this case can be found at Appendix D. Further information on the work done since our appointment to the date of this report, can be found in section 2. Appropriate approval to the basis of our remuneration will be sought as outlined in section 7 of this report.
- 7.4 In circumstances where my initial investigations reveal matters for further detailed investigation or previously unknown assets to be realised, we reserve the right to refer back to creditors to establish how we are to be remunerated for such additional work, which may be proposed on a time cost basis. If such work proves necessary, we will revert to creditors with our fees estimate for approval.
- 7.5 We will provide updates on the expenses we consider will be, or are likely to be, incurred during this case with our progress reports in due course.
- 7.6 A copy of "A Creditors' Guide to the Joint Administrators' Fees" is available on request or can be downloaded from:

http://www.armstrongwatson.co.uk/sites/armstrongwatson.co.uk/files/guide_to_administrators_fees_oct_2015_0.pdf
- 7.7 If you would prefer this to be sent to you in hard copy please contact Alex Weil of this office on 0113 2211 300.

8 Estimated Outcome

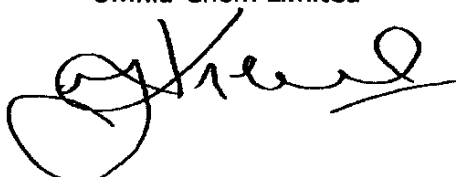
- 8.1 An estimate of the outcome of the Administration as at 23 January 2019 is attached as Appendix E. This indicates that there will be no dividend to the unsecured creditors.

- 8.2 Based on the Director's Estimated Statement of Affairs attached to this report, the Company does not have any preferential creditors and the unsecured creditors are £1,518,140.
- 8.3 The Company granted a fixed and floating charge to Aldermore Bank PLC on 27 October 2016. Accordingly, I am required to create a fund out of the Company's net floating charge property for the benefit of unsecured creditors (known as the **Prescribed Part**).
- 8.4 Based on present information, we estimate the value of the Company's net floating charge property to be Nil. Therefore there is no requirement to create a Prescribed Part fund. Should the position change, further updates will be provided in my progress reports in due course.

9 Proposals approval and next report

- 9.1 I am seeking a decision of creditors on the approval of my proposals by correspondence. The letter issued to creditors with this report (or the link to this report) contains further information about this decision process.
- 9.2 As I believe the Company has insufficient property to enable it to make a distribution to its unsecured creditors (other than a potential distribution of the prescribed part fund of any net floating charge property), I am not required to seek a decision from the unsecured creditors on the approval of my Proposals.
- 9.3 The Joint Administrators are required to provide a progress report within one month of the end of the first six months of the Administration and we will report to you again at this time.

For and on behalf of
Omnia-Chem Limited



Mike Kienlen
Joint Administrator

Enc

Michael Kienlen and Robert Adamson are licensed to act as Insolvency Practitioners in the UK by the Insolvency Practitioners Association.

The affairs, business and property of the Company are being managed by the Joint Administrators. The Joint Administrators act as agents of the Company and without personal liability.

Appendix A

Statutory Information

1 Company information

Company name	Omnia-Chem Limited
Trading name	None
Registered number	02764376
Registered office address	Armstrong Watson LLP, Third Floor, 10 South Parade, Leeds, LS1 5QS
Former registered office address	3rd Floor, The Lexicon, Mount Street, Manchester, M2 5NT
Trading address	Unit 9-10, Waterside Business Park, Waterside, Glossop, SK13 1BE
Court details	The High Court of Justice, Business and Property Courts in Leeds, Insolvency & Companies list (ChD)
Court reference number	1184 of 2018

2 Details of the Company's Directors, Secretary and Shareholdings

Stephen Finch	01/12/1992	23/09/2016	-
Joan Finch	01/01/2010	01/11/2018	219
Ross Finch	18/02/2013	-	494
Mark Finch	-	-	15
Simon Bagshaw	-	-	15

3 Joint Administrators' Details

Name of The Joint Administrators	Mike Kienlen	Rob Adamson
Address	Third Floor 10 South Parade Leeds LS1 5QS	Third Floor 10 South Parade Leeds LS1 5QS
Telephone Number	0113 2211300	0113 2211300
Fax Number	0113 2211301	0113 2211301
Administrator's IP Number	9367	9380
Authorising Body	IPA	IPA
Date of Appointment	30/11/2018	30/11/2018

Appendix B

Receipts and Payments Account for the Period from 30 November 2018 to 23 January 2019

	£	£
		NIL
REPRESENTED BY		
		NIL

Appendix C

Summary of the Director's Statement of Affairs of the Company

R3 30/18/2016

Statement of affairs

Name of Company
Omnia-Chem Limited

Company number
02764376

In The High Court of Justice, Business and Property Courts in
Leeds, Insolvency & Companies list (ChD)

Court case number
1184 of 2018

(a) Insert name and address of
registered office of the company

Statement as to the affairs of (a) OMNIA-CHEM LTD 1/2 CREWE RD
3RD FLOOR, THE LEXICON, MOUNT STREET, MANCHESTER
M2 5NT

(b) Insert date

on the (b) 30 NOVEMBER 2018, the date that the company entered
administration

Statement of Truth

I believe that the facts stated in this statement of affairs are a full, true and complete
statement of the affairs of the above-named company as at (b) 30/11/2018 the date
that the company entered administration

Full name ROSS FINCH

Signed [Signature]

Dated 22/1/2019

A – Summary of Assets

Assets

	Book Value £	Estimated to Realise £
Assets subject to fixed charge		
Receivable	152,183	152,183
(Accounts Payable)	(82,183)	(82,183)
Fixed Asset	5,000	5,000
(Current & Future Liabilities)	(46,700)	(46,700)


Assets subject to floating charge

Current Assets	43,323	43,323
Current Liabilities	(4,000)	(5,000)

Uncharged assets

Estimated total assets available for preferential creditors

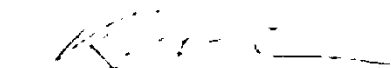
12,403	50,323
--------	--------

Signature  Date 12/11/11

A1 – Summary of Liabilities

	Estimated to realise £
Estimated total assets available for preferential creditors (carried from page A)	£ 50,323
Liabilities	
Preferential creditors:-	
Estimated deficiency/surplus as regards preferential creditors	£ 50,323
Estimated prescribed part of net property where applicable (to carry forward)	£ 15,004
Estimated total assets available for floating charge holders	£ 37,259
Debts secured by floating charges	£ Nil
Estimated deficiency/surplus of assets after floating charges	£ 37,259
Estimated prescribed part of net property where applicable (brought down)	£ 15,004
Total assets available to unsecured creditors	£ 22,259
Unsecured non-preferential claims (excluding any shortfall to floating charge holders)	£ 1,578,403
Estimated deficiency/surplus as regards non-preferential creditors (excluding any shortfall to floating charge holders)	£ (1,551,551)
Shortfall to floating charge holders (brought down)	£ Nil
Estimated deficiency/surplus as regards creditors	£ (1,485,551)
Issued and called up capital	£ 743
Estimated total deficiency/surplus as regards members	£ (1,486,212)

Signature



Date

22/1/19

COMPANY CREDITORS

Note: You must include all creditors and identify all creditors under hire-purchase, chattel leasing or conditional sale agreements *and* customers claiming amounts paid in advance of the supply of goods or services *and* creditors claiming retention of title over property in the company's possession.

[illegible]

जम्मा

Date: 12/1/19

2011-12-16

Date: 03/01/2019

Time: 14:44:51

Supplier From:

Supplier To: ZZZZZZZZ

Show Active/Inactive: Active and Inactive (*)

Omnia-Chem Limited

Supplier Address List

A/C	Name	Contact
10CAMPBE	Cruxton Clark Whitehead LLP Foley House 123 Stourport Road Kidderminster Worcestershire DY11 7BW	
12ARMSTR	Armstrong Watson 15 Victoria Place Carlisle Cumbria CA1 1EW	
18PENNN	Pennine Telecom Limited Pennine House Salford Street Bury Lancs BL9 6YA	
50HIGHPE	High Peak Borough Council Town Hall Buxton Derbyshire SK17 6EL	
59SAGE	Sage (UK) Limited North Park Newcastle upon Tyne NE13 9AA	
9011	11 Technologies Unit 6 Centrepoint Off Marshall Stevens Way Trafford Park Manchester M17 1PP	
901ONZA	Arch Water Products France SAS c/o Mr. Gerry Kennedy Legal Services Lonza Biologics 228 Bath Road Slough SL1 4DX	
90TREATC	Treatchem Ltd PO Box 645 Crewe Cheshire	

COMPANY SHAREHOLDERS

Name of Shareholder	Address (with postcode)	No. of shares held	Nominal Value	Details of Shares held
James Wilson		479	£179	ORDINARY
		15	£15	ORDINARY
John Smith		15	£15	ORDINARY
John Smith		149	£149	ORDINARY
		70	£70	ORDINARY
John Wilson		15	£15	ORDINARY
TOTALS				748 £748

Signature

2017

21/23

Appendix D

Fees Information in accordance with The Insolvency (England and Wales) Rules 2016 and Statement of Insolvency Practice 9

Fees Overview

Prior to an insolvency practitioner agreeing the basis of their remuneration as Administrator, details of the work proposed to be done and the expenses it is considered will be, or are likely to be, incurred in dealing with a company's affairs must be provided to creditors.

In addition, where the Administrator proposes to take all or any part of this remuneration based on the time they and their staff will spend dealing with the affairs of the insolvent company, a ***fees estimate*** must also be provided. This will outline the anticipated cost of that work, how long it is anticipated the work will take and whether any further approvals may be needed from creditors in due course.

In this case, I am not proposing to agree the basis of my remuneration as Joint Administrator based on time spent dealing with the Company's affairs, therefore am not required to provide creditors with a ***fees estimate***. I am required to confirm the basis or bases I am seeking in the alternative and details of the work proposed to be done in this case, which can be found below.

Work anticipated and the likely return to creditors

Some of the work undertaken by an insolvency practitioner is required by statute and may not necessarily provide a financial benefit to creditors. Examples of this work include investigations required by Statement of Insolvency Practice 2 and the Company Directors Disqualification Act 1986 or dealing with the claims of former employees via the National Insurance Fund.

Where the work to be done is anticipated to produce a financial benefit to creditors, this will be stated and it may be necessary for the Administrator to instruct third parties to assist in this process because of a particular expertise that the third party may bring such as valuation, tax or legal advice.

Where it is practical to do so, an Administrator will provide an indication of the likely return to creditors when seeking approval for the basis of his remuneration. Again due to the complex nature of the work undertaken by insolvency practitioners and the uncertainties that may exist in relation to the realisation of a company's assets at the outset of a case, this may not be possible. An Administrator is however, required by statute to provide periodic reports to creditors on the progress of a case which will include an update as to the likely return creditors may expect.

Proposed Fee Basis

In this case, I am proposing the basis for my remuneration as Joint Administrator will be as a set amount of £44,000 plus VAT and disbursements.

The set amount of the proposed fee basis is expected to produce a fair and reasonable reflection of the work that the office holder anticipates will be undertaken and these costs are similar to past assignments carried out by this firm.

Please note however, that in circumstances where my initial investigations reveal matters for further detailed investigation or previously unknown assets to be realised, I reserve the right to refer back to creditors to establish how I am to be remunerated for such

additional work, which may be proposed on a time cost basis. If such work proves necessary, I will revert to creditors with my fees estimate for approval.

Outline of work to be done by the Administrator

Below are details of the work I propose undertaking in support of the above fee proposal for the Administration:

Administration (Including statutory compliance & reporting)

Joint Administrators are required to carry out certain tasks in nearly every insolvency assignment, namely administrative duties and dealing with the Company's creditors. Whilst these tasks are required by statute or regulatory guidance, or are necessary for the orderly conduct of the proceedings, they do not necessarily produce any direct financial benefit for creditors, but nonetheless still have to be carried out.

This work includes:

- Notifying creditors of the Joint Administrators' appointment and other associated formalities including statutory advertising and filing relevant statutory notices at Companies House;
- Preparing and issuing the Joint Administrators' statement of proposals for achieving the purpose of the Administration and thereafter providing periodic progress reports to members and creditors (typically every 6 months);
- Lodging periodic returns with the Registrar of Companies for the Administration;
- Complying with statutory duties in respect of the Joint Administrators' specific penalty bond;
- Creation and update of case files on the firm's insolvency software;
- Establishing and holding periodic meetings of the creditors' committee and associated filing formalities (if a committee is appointed);
- Securing the Company's books and records;
- Pension regulatory reporting and auto-enrolment cancellation;
- Completion and filing of the notice of the Company's insolvency to HMRC;
- Initial assessment required by Statement of Insolvency Practice 2 and the Company Directors Disqualification Act 1986 (CDDA) including the review of the Company's books and records and the identification of potential further asset realisations which may be pursued in the Administration;
- Submitting a statutory report to the Insolvency Service under the CDDA;
- Periodic case progression reviews (typically at the end of month 1, month 3 and every 6 months thereafter);
- Opening, maintaining and managing the Administration estate cashbook and bank account;
- Dealing with all post-appointment VAT and corporation tax compliance; and
- Liaison with secured creditors, obtaining charge documents and validating the security.

Realisation of assets

Please refer to section 2 of this report for details of the asset realisations on this case.

Work done by the Joint Administrators, their staff and any third parties engaged to assist the Joint Administrators in realising the Company's assets will, it is anticipated, provide a financial benefit to creditors. This may involve realising assets to facilitate a distribution to secured creditors of the Company only (from which a Prescribed Part fund may be derived for the benefit of unsecured creditors) or may, depending on realisations and the extent of any third party security, result in a distribution to the preferential and unsecured creditors of the Company. Further information on the likely outcome of the

Administration process will be provided in the Joint Administrators' subsequent progress reports.

Creditors (claims and distributions)

As Joint Administrator, I will deal with all secured, and unsecured creditor correspondence and claims as received, including any claims of creditors under retention of title. Based on the director's estimated statement of affairs, I currently think that after taking into consideration the costs of realising the assets and dealing with the statutory formalities of the Administration process and the related costs and expenses, a distribution may be available to the secured creditors.

It should be noted that the above is based on the Director's estimated statement of affairs and the projected realisable value of the Company's assets which at this stage is unconfirmed, together with the anticipated costs of the Administration. I will confirm the likely return to creditors in my future progress reports.

Investigations

As Joint Administrator, I am required to conduct investigations into the conduct of the directors of the Company and transactions entered into prior to the Company's insolvency, as required by the Company Directors Disqualification Act 1986 and Statement of Insolvency Practice 2 (Investigations by Office Holders in Administrations and Insolvent Liquidations).

This work may not necessarily lead to any financial benefit to creditors yet is work I am required to undertake by statute. My initial investigations may reveal that further recoveries could be available for the insolvent estate and if this proves to be the case and I consider that further work will be required to pursue these assets, I will refer back to creditors about the likely costs involved in pursuing such recoveries.

Joint Administrators' Expenses

As also noted, I am required to provide creditors with details of the expenses I consider will be, or are likely to be, incurred in the Administration. These may include expenses such as agent's costs for assisting in the disposal and realisation of the Company's physical assets or other routine expenses associated with an insolvency case such as statutory advertising costs or the office holder's specific penalty bond.

Below is a summary of the expenses I consider will be, or are likely to be, incurred in this case. I will provide a further update to creditors in my subsequent progress reports.

Agent's costs in dealing with valuation of assets	Pinder Asset Solutions	Time costs	1,500
Statutory advertising	Courts Advertising Ltd	Cost = £157	157
Legal Costs	Clarion Limited	Time costs	2,000
Joint Administrators bond	Willis Ltd	Cost = £150	150
Category 2 - mileage	-	45 pence per mile	100

Armstrong Watson LLP's Category 2 disbursements policy

Attached are details of my firm's Category 2 disbursements policy.

Category 2 disbursements require approval from creditors. These are costs which are directly referable to the appointment in question but are not payments which are made to an independent third party and may include shared or allocated costs that can be allocated to the appointment on a proper and reasonable basis such as internal room hire, document storage or business mileage. Any Category 2 disbursements which this firm proposes to charge in this case are reflected in the table of expenses above. Approval to charge these will be sought from creditors when the basis of my remuneration as Joint Administrator is fixed.

Appendix E
Estimated Outcome Statement as at 23 January 2019

	Notes	Realisations to date £	Anticipated Future Realisations £	Anticipated Total Realisations £
Assets subject to fixed charge charge				
Book debts		-	Uncertain	Uncertain
Less: Aldermore Bank PLC	1	-	(132,000)	(132,000)
		-	(132,000)	(132,000)
Equipment		-	Uncertain	Uncertain
Less: Omnia-Chem Limited Pension Scheme (c/d)	2	-	(46,766)	(46,766)
Total asset realisations		-	(46,766)	(46,766)
Floating charge assets				
Debtor	3	-	45,323	45,323
Directors' Loan Account	4	-	Uncertain	Uncertain
Total asset realisations		-	45,323	45,323
		Paid to date £	Anticipated future £	Anticipated total costs £
Less: Costs of Administration				
Post Appointment Joint Administrators' Fees	5	-	(44,000)	(44,000)
Joint Administrators' Disbursements		-	(500)	(500)
Agent's fees		-	(1,500)	(1,500)
Legal fees		-	(2,000)	(2,000)
Statutory Advertising		-	(157)	(157)
Insolvency Practitioner's Bond		-	(150)	(150)
Travel Costs		-	(100)	(100)
		-	(48,407)	(48,407)
Assets available for preferential creditors		-	(3,084)	(3,084)
Preferential creditors	6			-
Net floating charge assets before prescribed part				(3,084)
Less: prescribed part				-
Assets available for floating charge creditor				(3,084)
Amount due to floating charge creditor b/d				(46,766)
Shortfall after floating charge creditor				(49,850)
Unsecured creditors (estimated):				
Trade creditors	7			(1,478,140)
HM Revenue & Customs				(40,000)
Total Unsecured creditors	8			(1,518,140)
Shortfall as regards unsecured creditors				(1,567,990)

Notes

1. Amount due to Aldermore Bank PLC as at 23 January 2019, excluding any default interest or termination charges.
2. Amount due to The Trustees of the Omnia-Chem Limited Pension Scheme.
3. Deferred consideration due in respect of the sale of the business and certain assets.
4. The Directors' Loan Account will be investigated by the Joint Liquidators. However, the Director's Statement of Affairs states a realisable value of £5,000.
5. Fees information proposed to creditors.
6. The Company does not have any preferential creditors.
7. Unsecured trade creditors as per claims received and company information.
8. Total claims anticipated will be received but not yet adjudicated.