

TO ALL KNOWN CREDITORS

24 February 2021

Ref: CPD/CW/MP/API/D16

Email: [apigroup@uk.ey.com](mailto:apigroup@uk.ey.com)  
Direct line: 0131 240 2544

Dear Sirs

**Cedar 2015 Limited ('Cedar')**

**API Group Services Limited ('Group Services')**

**API-Stace Limited ('Stace')**

**APIL Realisations Limited (formerly API Laminates Limited) ('Laminates')**

**API Foils Holdings Limited ('Foils Holdings')**

**APIF Realisations Limited (formerly API Foils Limited) ('Foils')**

**API Holographics Limited ('Holographics')**

**(All in Administration) (together 'the Companies')**

**High Court of Justice, Business and Property Courts, Manchester District Registry,  
Insolvency and Companies List (ChD) (Numbers 121; 124; 125; 120; 122; 119; and 123 of  
2020)**

On 31 January 2020, the Companies entered Administration and C P Dempster and R H Kelly were appointed Joint Administrators (**'the Administrators'**). The appointments were made by the Companies' directors under the provisions of Paragraph 22 (2) of Schedule B1 to the Insolvency Act 1986 (**'the Act'**).

On 11 December 2020, API Group Limited (**'Group'**) was moved into Creditors' Voluntary Liquidation and C P Dempster and R H Kelly were appointed Joint Liquidators of Group. For an update on the matters in Group, please refer to the Administrators' Final Progress Report, dated 13 November 2020 which can be found at [https://www.ey.com/en\\_uk/ey-api-group-administrations](https://www.ey.com/en_uk/ey-api-group-administrations).

I write, in accordance with Rules 18.3 and 18.6 of the Insolvency (England and Wales) Rules 2016 (**'the Rules'**), to provide creditors with a report on the progress of the Administrations. This report covers the period from 31 July 2020 to 30 January 2021 and should be read in conjunction with the Administrators' Statement of Proposals dated 26 March 2020 (**'the Proposals'**) and my previous progress report dated 28 August 2020. This report focuses on the key outstanding matters from my previous report.

C P Dempster and R H Kelly are UK licenced insolvency practitioners and consequently are bound by the Insolvency Code of Ethics when carrying out all professional work relating to the Administrations.

Statutory information about the Companies, the Administrations and the Administrators is given at Appendix 1.

## Summary of progress since our last report

### Asset Realisations

#### Group Services

##### Post appointment services

As discussed in my previous report, the Administrators retained 15 staff to assist in providing ongoing central services required by Foils, Laminates (and their respective purchasers) and the US businesses under the Transitional Services Agreement.

All costs incurred by Group Services are recharged to the users of the services and the Administrators and at the time of my last report, the final reconciliation of amounts due was being completed. I confirm that the reconciliation is now complete and as a result of recovering prepayments, the Administrators now hold funds of c. £130k.

##### Intercompany balances

At the date of appointment, Group Services was due £2.7m from companies across the wider API Group including £1.4m from API Americas Inc.

As previously reported, a first and final dividend of £38,176 has been received from API Americas Inc.

In respect of the other claims against the Companies, I anticipate total recoveries of less than £5,000 by way of unsecured dividends from Foils, Laminates and Group.

#### Stace

##### Long leasehold property – Livingston (Foils)

As part of the business and assets sale of Foils, a Licence to Occupy over the Livingston property was granted to the purchaser of the Foils business. We continue in discussions with the landlord and API Foilmakers Limited (**‘the Foils Purchaser’**) to assign this property lease.

##### Other assets

As at the date of appointment, there was an intercompany debt owing from Laminates of £42,500 and Foils of £40,000. Although dividends are expected from both Laminates and Foils, we expect these will be minimal with a combined value of less than £1,000.

#### Laminates

##### Trade debtors

On appointment, trade debtor balances due to Laminates totalled £3.5m (after provisions for uncollectable amounts are taken into account). Of this, we are pleased to advise that £3.26m has been collected. In respect of the final debtor balance that was being pursued, as a result of quality disputes on the invoices, this amount is uncollectable. Accordingly, debtor collections are now complete

#### Terminal loss relief claim

The Administrators have submitted a claim of £248,827 in respect of tax paid by Laminates in FY17 and FY18 which may be reclaimed due to the losses suffered in the period to 30 January 2020.

To date, we have received a sum of £27,745.22 from HMRC in respect of this claim after HMRC deducted outstanding PAYE liabilities. The Administrators continue to pursue the remaining balance.

#### **Foils Holdings**

##### Sale of shares in overseas entities

As previously reported, the Administrators secured the sale of the shares in certain overseas subsidiaries as part of the wider sale of the Foils sale. The Administrators' generated £500,001 from these sales.

We do not expect any significant further realisations for Foils Holdings other than an unsecured dividend from Foils of less than £5,000.

#### **Foils**

##### Trade Debtors

As at the date of appointment, trade debtor balances due to Foils totalled £1.6m. I am pleased to report that to date, the Administrators have collected £1.4m with the remaining balances uncollectable due to disputes raised on the outstanding balances

##### Insurance Claim

As previously reported, the Administrators agreed a full and final settlement of £88,178 in respect of the insurance claim and these funds have now been received.

#### **Receipts and payments account**

A summary of the Administrators' receipts and payments account for each of the Companies for the period from 31 July 2020 to 30 January 2021 is attached at Appendix 2. Please note that these accounts do not reflect future estimated realisations or costs including our remuneration or disbursements. A separate trading receipts and payments account is also provided for Foils and Laminates.

#### **Other matters**

##### **Corporation tax**

The Administrators have submitted corporation tax returns for Foils and Laminates in respect of the pre-appointment period. No liabilities were incurred.

The Administrators will shortly submit corporation tax returns in respect of the post-appointment period and will request tax clearance to allow the Administrations to be concluded at the appropriate time.

## VAT

The Administrators have submitted pre appointment VAT returns which show that Group Services, Foils and Laminates are due a refund from HMRC of £196,739 as detailed below:

Company Name	Refund due (£)
Group Services	77,528
Foils	16,382
Laminates	102,829
<b>Total</b>	<b>196,739</b>

HMRC have advised that they intend to offset outstanding pre-appointment liabilities against this amount.

The Administrators have submitted post appointment returns but due to significant delays at HMRC, we have yet to receive full payment of the VAT sums due.

After the period of this report, we have received a cheque from HMRC for £267,559. This includes VAT refunds in respect of Group however it also includes set-offs in respect of various pre and post appointment liabilities which we disagree with. We are in correspondence with HMRC to clarify the position.

## Employee Tribunal Hearings

We have received notification of claims submitted to an Employment Tribunal by former employees who were made redundant by the Administrators. These claims, if successful, will rank as unsecured claims in the Administrations. The claims are subject to Tribunal proceedings which are at differing stages and until they are concluded, and the unsecured claims quantified, the Administrators are unable to declare the Prescribed Part dividend, as discussed below. I am hopeful these will be concluded in the next two to three months.

## Administrators' remuneration

The statutory provisions relating to remuneration are set out in Part 18 of the Insolvency (England and Wales) Rules 2016. Further information is given in the Association of Business Recovery Professionals' publication 'A Creditors' Guide to Administrators' Fees', a copy of which may be accessed from the web site of the Institute of Chartered Accountants in England and Wales at <https://www.icaew.com/en/technical/insolvency/creditors-guides> or is available in hard copy upon written request to me.

In certain circumstances, creditors are entitled to request further information about our remuneration or expenses, or to apply to court if they consider the costs to be excessive (Rules 18.9 and 18.34 of the Rules). Further information is provided in 'A Creditors' Guide to Administrators' Fees' referred to above.

## Foils, Laminates, Cedar, Stace, Foils Holdings, Holographics

A statement was made in the Proposals under the provision of paragraph 52(1) of Schedule B1 to the Act to the effect that there will be no funds available for the non-preferential creditors of the companies noted above other than by virtue of the Prescribed Part (in the case of Foils, Laminates and Holographics only). No creditors' committees were formed. PNC Bank, NA ('PNC'), as secured creditor, has given approval for the Administrators to draw fees for these companies in line with the fee estimate provided in the Proposals. In respect of Foils and Laminates, we were required to seek

approval from the preferential creditors. The required approvals were received and fees in line with the Fee Estimate have been drawn.

As set out below, the Administrators have now incurred time costs in excess of the Fee Estimate. The Administrators therefore wrote to WebFinancial Holding Corporation ('WFHC') (who replaced PNC as secured creditor, further details of this are below) and they have given their approval for the Administrators to draw an additional £160,000 (excluding VAT) of remuneration from Foils (£60,000), Laminates (£60,000) and Stace (£40,000). We have also written to the preferential creditors to seek their approval. These approvals have been received following the period of this report and the Administrators' will draw additional fees in line with the increased approvals shortly.

### Group Services

In respect of Group Services, at the time of the Administrators' proposals, it was not anticipated that there would be any realisations to draw a fee. However, as a result of receiving an intercompany dividend and recovery of prepayments, the Administrators are now of the opinion that there will be funds available to draw a fee from these funds.

The Administrators will shortly write to creditors to provide an amended proposal for approval to consider the additional fee which will also require the approval from the secured and preferential creditors.

### Summary

During the period covered by this report, we have incurred time costs totalling £2.3m across the Companies. This is an increase of £547,177 on the Fee Estimate dated 26 March 2020 and the additional fee approvals on 28 January 2021. Of this sum, £1.6m has been paid to date. A summary of these costs is set out in the table below and a detailed analysis for each company is provided at Appendix 4 to this report.

In respect of Group Services, given that no realisations were expected at the time of the Proposals, all time relating to Group Services was allocated to Foils and Laminates as those companies were the ultimate beneficiary of the Group Services costs. However, for the purposes of this progress report, we have now reallocated that time to Group Services which explains the increase in time costs for that company.

Company Name	Time costs (£)	Increase in costs (£)	Paid in the Period (£)
Foils	978,031	107,559	810,472
Laminates	659,206	31,097	568,109
Stace	156,398	15,330	101,068
Cedar	40,592	28,575	12,017
Foils Holdings	108,760	17,768	90,992
Holographics	39,278	17,721	21,557
Group Services	329,127	329,127	0
<b>Total</b>	<b>2,311,392</b>	<b>547,177</b>	<b>1,604,215</b>

We will not draw remuneration in excess of the fee estimate without the prior approval of the secured creditor and preferential creditors where appropriate.

The principal reasons for the increases are:

***Foils***

- ▶ Finalising the Administration trading account has taken longer than anticipated due to delayed receipt of final supplier invoices and pursuing debtor balances;
- ▶ Post-sale completion issues arising that required to be dealt with including agreeing final apportionment calculations and stock queries from the purchaser;
- ▶ Dealing with employment tribunal claims in respect of redundant employees;
- ▶ Work in connection with securing the realisation of the HMRC deferred duty amount;
- ▶ Work in support of the pre appointment VAT returns to secure additional realisations; and
- ▶ Work in support of the insurance claim settlement.

***Laminates***

- ▶ Finalising the Administration trading account has taken longer than anticipated due to delayed receipt of final supplier invoices and pursuing debtor balances;
- ▶ Post-sale completion issues arising that required to be dealt with including agreeing final apportionment calculations and stock queries from the purchaser;
- ▶ Dealing with employment tribunal claims in respect of redundant employees;
- ▶ Work in connection with securing the realisation of the HMRC deferred duty amount and the Terminal Loss Relief claim; and
- ▶ Work in support of the pre appointment VAT returns to secure additional realisations;

***Stace***

- ▶ Additional time has been spent in respect of the property assignment in respect of the Foils Livingston site.

***Cedar***

- ▶ Additional reporting requirements to the shareholder and PNC.

***Foils Holdings***

- ▶ Additional work on post sale completion matters relating to foreign companies.

***Holographics***

- ▶ Additional work required to agree commercial settlement of the deferred consideration recovery.

### Group Services

- ▶ Significant time has been incurred in respect of the Group's shared services and in particular implementing two TSAs (at different times for different sale transactions), balancing the different needs of two buyers and the US businesses (and their buyers), weekly and often more frequent calls with the different parties, dealing with and resolving various disputes over the allocations of costs between the parties, extending the TSAs from their original eight week timescales and negotiating with 20 service providers on continued supply and transition to the various parties. This was a significant exercise which was critical to ensure that the sale of businesses could be completed, and the realisations achieved.

### The Administrators' statement of expenses incurred

During the period covered by this report, we have incurred expenses totalling £1.5m plus VAT. A breakdown of expenses paid in this period, and to date, is provided at Appendix 3. We have also incurred Category 1 Disbursements of £41,775, to date £35,325.46 has been drawn, and Category 2 Disbursements of £1,857, of which £1,681.05 has been drawn.

Name	Expenses paid (£)	Category 1 Disbursements (£)	Category 2 Disbursements (£)
Cedar	3,897	210	-
Stace	18,929	20	-
Group Services	461,459	6,251	-
Foils	556,035	13,856	1,261
Foils Holdings	63,728	24	-
Laminates	427,213	21,304	596
Holographics	5,805	80	-
<b>Total</b>	<b>1,537,066</b>	<b>41,775</b>	<b>1,857</b>

Where the expenses incurred have exceeded our initial estimate an explanation as to the reasons why is provided at Appendix 3.

### Distributions to creditors

#### Secured creditor

The principal lender to the Companies was PNC, however on 22 December 2020, WebFinancial Holdings Corporation ('WFHC'), a subsidiary of Steel Partners Holdings LP ('Steel Partners'), assumed the debt of PNC. As a result, WFHC has now become the secured creditor to the Companies. Going forward, any reference to WFHC or the secured creditor will include the period in which PNC was secured creditor.

With the exception of Group, WFHC has a debenture (fixed and floating charges) created on 14 November 2017 covering all property, stock, trade debtors, intercompany debtors and other assets of the Companies. Accordingly, the Prescribed Part applies and more information regarding the Prescribed Part is detailed below.

As at the date of appointment, WFHC was owed c. £19m.

To date, the Administrators have distributed £8.68m to WFHC. The total distributions are made up as follows:

<b>Company</b>	<b>Total distributed (£)</b>
Laminates	3,550,000
Stace	1,790,000
Foils	2,014,996
Cedar	770,000
Foils Holdings	335,001
Holographics	220,000
<b>Total</b>	<b>8,679,997</b>

It is currently anticipated that further distributions will be made to WFHC under their fixed and floating charges. At this time, we anticipate there will be a significant shortfall to WFHC on its secured debt.

#### **Preferential creditors**

Preferential claims of £62,465.23 and £43,638.36 in Foils and Laminates respectively were received in respect of employees' salaries, holiday pay and pension contributions.

I am pleased to confirm that in the period of this report, preferential claims of 100p / £ have been paid in respect of Foils and Laminates.

In respect of Group Services, we expect to finalise the dividend prospects for preferential creditors in the next six to eight weeks.

#### **Unsecured creditors**

We continue to receive claims from the non-preferential unsecured creditors of the Companies. As the secured creditor is likely to suffer a shortfall on its secured debt, we do not expect a distribution to be made to the unsecured creditors of any of the Companies, other than by virtue of the Prescribed Part in respect of Foils, Laminates and Holographics only.

#### **Prescribed Part**

The Prescribed Part is a proportion of floating charge assets set aside for unsecured creditors pursuant to section 176A of the Act. The Prescribed Part applies to floating charges created on or after 15 September 2003.

We currently anticipate the Prescribed Part distribution will be less than 1p in the £ in each of the Companies where it applies mainly due to the significant claim received from the Pension Protection Fund ('PPF') in respect of the deficit under the defined benefit pension scheme. The claim totals £72.9m and the Companies granted the PPF cross guarantees across each company and therefore the PPF claim will rank in each entity.

Subject to continued progress in the Administrations, we are hopeful that distributions may be made to the unsecured creditors by the summer of 2021. The principal reasons for the delay in paying dividends are:



- Conclusion of the employee tribunal claims in respect of Foils and Laminates which require to be quantified for the purposes of calculating the final dividend levels; and
- Receipt of post appointment VAT refunds from HMRC which, despite the recent receipt noted above, means that we do not hold sufficient funds to distribute to unsecured creditors.

We continue to pursue these matters and will write to all known creditors of Foils, Laminates and Holographics in due course with further details on their claims.

## Remaining work

We will continue to deal with the Administrations in accordance with the stated objective outlined in the Proposals. Future tasks will include, but may not be limited to, the following:

- ▶ Seeking to realise value from all remaining assets;
- ▶ Distributing realisations to the secured creditor of the Companies;
- ▶ Dealing with unsecured creditor enquiries and claims;
- ▶ Agreeing unsecured creditor claims and distributing to the unsecured creditors via the Prescribed Part or otherwise;
- ▶ Finalising the Administration including the payment of all Administration period liabilities;
- ▶ Preparing and filing corporation tax and VAT returns;
- ▶ Completion of statutory and reporting requirements of the Administration; and
- ▶ Any such actions required to be undertaken by the Administrators to fulfil the purpose of the Administration.

## The end of the Administrations

The Administrations of the Companies were due to automatically end after twelve months following the date of appointment, being 30 January 2021. As set out in this report, a number of matters need to be resolved before the Companies' administrations are concluded and, therefore, extensions to the administrations were required.

In accordance with the insolvency regulations, the consents of the secured creditor in the Companies and the preferential creditors in Group Services were obtained and the administrations were extended for a period of 12 months to 30 January 2022. Separate correspondence, notifying all known creditors to the extensions, was issued in January 2021.

Currently, we do not anticipate that there will be any assets remaining at the end of the Administration. Accordingly, it is proposed that if at the end of the Administrations the Companies have no property which might permit a distribution to their creditors other than by way of the Prescribed Part, the Administrators will send a notice to that effect to the Registrar of Companies.

On registration of the notice, the Administrators' appointment will come to an end. In accordance with the provisions of Paragraph 84 (6) of Schedule B1 to the Act, the Companies will be deemed dissolved three months after the registration of the notice.

## Next report

We will report to you again at the conclusion of the Administrations or in six months' time, whichever is the sooner.

Yours faithfully  
for the Companies



C P Dempster  
Joint Administrator

C P Dempster and R H Kelly are both licensed in the United Kingdom to act as Insolvency Practitioners by The Institute of Chartered Accountants of Scotland.

The affairs, business and property of the Companies are being managed by the Joint Administrators, C P Dempster and R H Kelly, who act as agents of the Companies only and without personal liability.

The Joint Administrators may act as data controllers of personal data as defined by the UK General Data Protection Regulation (as incorporated in the Data Protection Act 2018), depending upon the specific processing activities undertaken. Ernst & Young LLP and/or the Company may act as a data processor on the instructions of the Joint Administrators. Personal data will be kept secure and processed only for matters relating to the Joint Administrator's appointment. The Office Holder Data Privacy Notice can be found at [www.ey.com/uk/officeholderprivacy](http://www.ey.com/uk/officeholderprivacy).

## Information about the proceedings, the company and the office holders, as required by Rule 18.3(1) of the Insolvency (England and Wales) Rules 2016

Name of court:	High Court of Justice, Business and Property Courts, Manchester District Registry, Insolvency and Companies List (ChD)	
Court reference:	CR-2020-MAN-000121 of 2020	
Registered name of the company:	Cedar 2015 Limited	
Registered office address of the company:	c/o Ernst & Young LLP, 2 St Peter's Square, Manchester, M2 3EY	
	09381566	
Registered number:	N/A	
Country of incorporation (for a company incorporated outside the United Kingdom):		
Date of appointment of the Administrators	31 January 2020	
Details of any changes of administrator:	None	
Full names of the administrators:	Colin Peter Dempster and Robert Hunter Kelly	
Office holder number(s):	8908 and 8582	
Administrators' address(es):	Colin P Dempster Ernst & Young LLP Atria One, 144 Morrison Street Edinburgh	Robert H Kelly Ernst & Young LLP 1 Bridgewater Place Leeds
Telephone number:	+ 44 131 777 2000	
Name of alternative person to contact with enquiries about the case:	Craig Waddell	

## Information about the proceedings, the company and the office holders, as required by Rule 18.3(1) of the Insolvency (England and Wales) Rules 2016

Name of court:	High Court of Justice, Business and Property Courts, Manchester District Registry, Insolvency and Companies List (ChD)
Court reference:	CR-2020-MAN-000124 of 2020
Registered name of the company:	API Group Services Limited
Registered office address of the company:	c/o Ernst & Young LLP, 2 St Peter's Square, Manchester, M2 3EY
Registered number:	05017829
Country of incorporation (for a company incorporated outside the United Kingdom):	N/A
Date of appointment of the Administrators:	31 January 2020
Details of any changes of administrator:	None
Full names of the administrators:	Colin Peter Dempster and Robert Hunter Kelly
Office holder number(s):	8908 and 8582
Administrators' address(es):	Colin P Dempster Ernst & Young LLP Atria One, 144 Morrison Street Edinburgh Robert H Kelly Ernst & Young LLP 1 Bridgewater Place Leeds
Telephone number:	+ 44 131 777 2000
Name of alternative person to contact with enquiries about the case:	Craig Waddell

## Appendix 1

### Information about the proceedings, the company and the office holders, as required by Rule 18.3(1) of the Insolvency (England and Wales) Rules 2016

Name of court:	High Court of Justice, Business and Property Courts, Manchester District Registry, Insolvency and Companies List (ChD)	
Court reference:	CR-2020-MAN-000125 of 2020	
Registered name of the company:	API-Stace Limited	
Registered office address of the company:	c/o Ernst & Young LLP, 2 St Peter's Square, Manchester, M2 3EY	
Registered number:	02850332	
Country of incorporation (for a company incorporated outside the United Kingdom):	N/A	
Date of appointment of the Administrators:	31 January 2020	
Details of any changes of administrator:	None	
Full names of the administrators:	Colin Peter Dempster and Robert Hunter Kelly	
Office holder number(s):	8908 and 8582	
Administrators' address(es):	Colin P Dempster Ernst & Young LLP Atria One, 144 Morrison Street Edinburgh	Robert H Kelly Ernst & Young LLP 1 Bridgewater Place Leeds
Telephone number:	+ 44 131 777 2000	
Name of alternative person to contact with enquiries about the case:	Craig Waddell	

## Appendix 1

### Information about the proceedings, the company and the office holders, as required by Rule 18.3(1) of the Insolvency (England and Wales) Rules 2016

Name of court:	High Court of Justice, Business and Property Courts, Manchester District Registry, Insolvency and Companies List (ChD)	
Court reference:	CR-2020-MAN-000120 of 2020	
Registered name of the company:	APIL Realisations Limited	
Registered office address of the company:	c/o Ernst & Young LLP, 2 St Peter's Square, Manchester, M2 3EY	
Registered number:	00173955	
Country of incorporation (for a company incorporated outside the United Kingdom):	N/A	
Date of appointment of the Administrators:	31 January 2020	
Details of any changes of administrator:	None	
Full names of the administrators:	Colin Peter Dempster and Robert Hunter Kelly	
Office holder number(s):	8908 and 8582	
Administrators' address(es):	Colin P Dempster Ernst & Young LLP Atria One, 144 Morrison Street Edinburgh	Robert H Kelly Ernst & Young LLP 1 Bridgewater Place Leeds
Telephone number:	+ 44 131 777 2000	
Name of alternative person to contact with enquiries about the case:	Craig Waddell	

## Information about the proceedings, the company and the office holders, as required by Rule 18.3(1) of the Insolvency (England and Wales) Rules 2016

Name of court:	High Court of Justice, Business and Property Courts, Manchester District Registry, Insolvency and Companies List (ChD)	
Court reference:	CR-2020-MAN-000122 of 2020	
Registered name of the company:	API Foils Holdings Limited	
Registered office address of the company:	c/o Ernst & Young LLP, 2 St Peter's Square, Manchester, M2 3EY	
Registered number:	02488951	
Country of incorporation (for a company incorporated outside the United Kingdom):	N/A	
Date of appointment of the Administrators:	31 January 2020	
Details of any changes of administrator:	None	
Full names of the administrators:	Colin Peter Dempster and Robert Hunter Kelly	
Office holder number(s):	8908 and 8582	
Administrators' address(es):	Colin P Dempster Ernst & Young LLP Atria One, 144 Morrison Street Edinburgh	Robert H Kelly Ernst & Young LLP 1 Bridgewater Place Leeds
Telephone number:	+ 44 131 777 2000	
Name of alternative person to contact with enquiries about the case:	Craig Waddell	

## Appendix 1

### Information about the proceedings, the company and the office holders, as required by Rule 18.3(1) of the Insolvency (England and Wales) Rules 2016

Name of court:	High Court of Justice, Business and Property Courts, Manchester District Registry, Insolvency and Companies List (ChD)	
Court reference:	CR-2020-MAN-000119 of 2020	
Registered name of the company:	APIF Realisations Limited	
Registered office address of the company:	c/o Ernst & Young LLP, 2 St Peter's Square, Manchester, M2 3EY	
Registered number:	00202034	
Country of incorporation (for a company incorporated outside the United Kingdom):	N/A	
Date of appointment of the Administrators:	31 January 2020	
Details of any changes of administrator:	None	
Full names of the administrators:	Colin Peter Dempster and Robert Hunter Kelly	
Office holder number(s):	8908 and 8582	
Administrators' address(es):	Colin P Dempster Ernst & Young LLP Atria One, 144 Morrison Street Edinburgh	Robert H Kelly Ernst & Young LLP 1 Bridgewater Place Leeds
Telephone number:	+ 44 131 777 2000	
Name of alternative person to contact with enquiries about the case:	Craig Waddell	



## Appendix 1

### Information about the proceedings, the company and the office holders, as required by Rule 18.3(1) of the Insolvency (England and Wales) Rules 2016

Name of court:	High Court of Justice, Business and Property Courts, Manchester District Registry, Insolvency and Companies List (ChD)	
Court reference:	CR-2020-MAN-000123 of 2020	
Registered name of the company:	API Holographics Limited	
Registered office address of the company:	c/o Ernst & Young LLP, 2 St Peter's Square, Manchester, M2 3EY	
Registered number:	03503309	
Country of incorporation (for a company incorporated outside the United Kingdom):	N/A	
Date of appointment of the Administrators:	31 January 2020	
Details of any changes of administrator:	None	
Full names of the administrators:	Colin Peter Dempster and Robert Hunter Kelly	
Office holder number(s):	8908 and 8582	
Administrators' address(es):	Colin P Dempster Ernst & Young LLP Atria One, 144 Morrison Street Edinburgh	Robert H Kelly Ernst & Young LLP 1 Bridgewater Place Leeds
Telephone number:	+ 44 131 777 2000	
Name of alternative person to contact with enquiries about the case:	Craig Waddell	

## Cedar 2015 Limited (in Administration)

## Joint Administrators' Summary of Receipts and Payments from 31 January 2020 to 30 January 2021

	Transactions to 30 July 2020	Transactions since 31 July 2020	Cumulative to 30 January 2021
Statement of Affairs			
estimated to realise Receipts	£		
802,154.00 Cash on appointment	792,171.36	-	792,171.36
Bank Interest received	564.93	4.51	569.44
Total	792,736.29	4.51	792,740.80
Payments	£		
Joint Administrators Fees	-	(12,017.00)	(12,017.00)
Legal fees	-	(3,840.10)	(3,840.10)
Public Notices	(35.43)	-	(35.43)
Bank charges and interest	(5.00)	(16.50)	(21.50)
Irrecoverable VAT	-	(2,403.40)	(2,403.40)
Total	(40.43)	(18,277.00)	(18,317.43)
Distribution			
Secured Creditors	(600,000.00)	(190,000.00)	(770,000.00)
Balances in hand	192,695.86	(188,272.49)	4,423.37
Represented by:			
Royal Bank of Scotland			3,665.35
Vat receivable			758.02
Total			4,423.37

## Notes:

- 1) The receipts and payments are stated net of VAT or other applicable goods and services taxes.
- 2) These accounts do not reflect estimated future realisations or associated costs.

## API Group Services Limited (in Administration)

## Joint Administrators' Summary of Receipts and Payments from 31 January 2020 to 30 January 2021

		Transactions to 30 July 2020	Transactions since 31 July 2020	Cumulative to 30 January 2021
Statement of Affairs				
estimated to realise	Receipts	£	£	£
50,000.00	Office equipment and IT	783.33	1,000.00	1,783.33
77,000.00	Other debtors and prepayments	-	-	-
	TSA Income	352,424.73	197,547.21	549,971.94
	API Americas Ch 11 Dividend	-	38,175.57	38,175.57
	Bank Interest Received	115.03	6.24	121.27
	<b>Total</b>	<b>353,323.09</b>	<b>236,729.02</b>	<b>590,052.11</b>
	Payments	£		
	Legal Fees	-	(3,830.90)	(3,830.90)
	Gross Wages	(235,123.46)	-	(235,123.46)
	Employers NIC	(25,907.01)	-	(25,907.01)
	Telephone	(8,239.00)	-	(8,239.00)
	Stationery and Printing	(6,338.51)	-	(6,338.51)
	IT Costs	(163,463.72)	(32.66)	(163,496.38)
	Bank Charges and Interest	(38.70)	(27.10)	(65.80)
	Other Employee Costs	(13,929.43)	4,509.74	(9,419.69)
	Agents' Fees	(2,798.49)	-	(2,798.49)
	Public Notices	(35.44)	-	(35.44)
	Sundry Expenses	(6,204.80)	-	(6,204.80)
	<b>Total</b>	<b>(462,078.56)</b>	<b>619.08</b>	<b>(461,459.48)</b>
	Balance in hand	(108,755.47)	237,348.10	128,592.63
	Represented by:			
	Royal Bank of Scotland			157,808.43
	Interco - API Foils Ltd			299.99
	Interco - API Laminates Ltd			(0.01)
	VAT Payable			(29,515.78)
	<b>Total</b>			<b>128,592.63</b>

## Notes:

- 1) The receipts and payments are stated net of VAT or other applicable goods and services taxes.
- 2) These accounts do not reflect estimated future realisations or associated costs.
- 3) Intercompany amounts represent payments made by, or on behalf of, Group Services and will be settled in due course.

## API-Stage Limited (in Administration)

## Joint Administrators' Summary of Receipts and Payments from 31 January 2020 to 30 January 2021

		Transactions to 30 July 2020	Transactions since 31 July 2020	Cumulative to 30 January 2021
Statement of Affairs estimated to realise				
	Receipts	£		
1,600,000.00	Property	1,900,000.00	-	1,900,000.00
65,881.00	Cash on appointment	65,061.40	-	65,061.40
	Licence Fees - Livingston	57,500.00	57,500.00	115,000.00
	Rent Prepayment recovery	29,301.51	-	29,301.51
	Insurance Recharge	-	35,892.64	35,892.64
	Bank Interest Received	198.98	6.27	205.25
	<b>Total</b>	<b>2,052,061.89</b>	<b>93,398.91</b>	<b>2,145,460.80</b>
	Payments	£		
	Joint Administrators Fees	-	(101,068.00)	(101,068.00)
	Rent	(57,500.00)	(57,500.00)	(115,000.00)
	Insurance	-	(28,390.02)	(28,390.02)
	Legal Fees	-	(12,366.60)	(12,366.60)
	Agents' Fees	(6,523.87)	-	(6,523.87)
	Public Notices	(35.43)	-	(35.43)
	Bank charges and interest	(0.90)	(1.80)	(2.70)
	<b>Total</b>	<b>(64,060.20)</b>	<b>(199,326.42)</b>	<b>(263,386.62)</b>
	Distribution			
	Secured Creditors	(1,750,000.00)	(40,000.00)	(1,790,000.00)
	<b>Balance in hand</b>	<b>238,001.69</b>	<b>(145,927.51)</b>	<b>92,074.18</b>
	Represented by:			
	Royal Bank of Scotland			73,952.78
	VAT Receivable			18,121.40
	<b>Total</b>			<b>92,074.18</b>

## Notes:

1) The receipts and payments are stated net of VAT or other applicable goods and services taxes.

2) These accounts do not reflect estimated future realisations or associated costs.

## Appendix 2

### APIL Realisations Limited (formerly API Laminates Limited) (in Administration)

#### Joint Administrators' Summary of Receipts and Payments from 31 January 2020 to 30 January 2021

		Transactions to 30 July 2020	Transactions since 31 July 2020	Cumulative to 30 January 2021
Statement of Affairs estimated to realise	Receipts	£	£	£
1,000,000.00	Plant and Machinery	150,000.00		150,000.00
200,000.00	Stock	49,996.00		49,996.00
1,259,120.00	Cash on appointment	1,243,652.98		1,243,652.98
3,000,000.00	Debtors	3,263,824.17		3,263,824.17
-	Bank Interest received	4,276.80	67.98	4,344.78
103,000.00	Other debtors and prepayments	43,116.83		43,116.83
	Consideration - Goodwill	1.00		1.00
	Consideration - Intellectual Property	1.00		1.00
	Consideration - Contracts	1.00		1.00
	Consideration - Business Records	1.00		1.00
	Terminal Loss Relief Claim		27,745.22	27,745.22
	Rates refund		2,448.58	2,448.58
	HMRC Deferred Duty	343,246.72		343,246.72
	Trading account (see below for more detail)	187,441.92	(100,810.13)	86,631.79
	<b>Total</b>	<b>5,285,559.42</b>	<b>(70,548.35)</b>	<b>5,215,011.07</b>
	<b>Payments</b>	<b>£</b>		
	Professional Fees	(100.11)		(100.11)
	Sundry Expenses	(1,417.68)		(1,417.68)
	Gross Wages	(194,377.15)		(194,377.15)
	Employers NIC	(18,415.45)		(18,415.45)
	Employers Pension	(10,476.41)		(10,476.41)
	Bank Charges and Interest	(1,267.49)	(48.80)	(1,316.29)
	Agents' Fees	(19,702.34)		(19,702.34)
	Legal Fees		(35,184.64)	(35,184.64)
	Joint Administrators' Fees		(568,109.00)	(568,109.00)
	Joint Administrators' Category 1 Disbursements		(21,899.60)	(21,899.60)
	Debt Collection Expenses	(3,687.61)		(3,687.61)
	Public Notices	(35.44)		(35.44)
	Other Professional Fees	(972.00)		(972.00)
	<b>Total</b>	<b>(250,451.68)</b>	<b>(625,242.04)</b>	<b>(875,693.72)</b>
	<b>Distribution</b>			
	Secured Creditors	(3,000,000.00)	(550,000.00)	(3,550,000.00)
	Preferential Creditors		(43,638.36)	(43,638.36)
	<b>Balances in hand</b>	<b>2,035,107.74</b>	<b>(1,289,428.75)</b>	<b>745,678.99</b>
	<b>Represented by:</b>			
	Royal Bank of Scotland			750,069.30
	Unknown deposit			(872.38)
	Interco - API Group Services Ltd			30,297.04
	JPF API Laminates UK Ltd Control Account			(34,812.33)
	Trade Creditors			(121,496.62)
	VAT Receivable			122,493.98
	<b>Total</b>			<b>745,678.99</b>

**APIL Realisations Limited (formerly API Laminates Limited) (in Administration)**

**Joint Administrators' Trading Account**

Trading account	Receipts			
	Post Appointment Sales	228,159.77	-	228,159.77
		<u>228,159.77</u>	<u>0.00</u>	<u>228,159.77</u>
	Payments			
	TSA Costs	-	(66,600.37)	(66,600.37)
	Material Purchases	(12,574.44)		(12,574.44)
	Carriage	(3,045.00)		(3,045.00)
	Other Direct Costs	(2,315.25)		(2,315.25)
	Electricity	(881.48)	(17,247.50)	(18,128.98)
	Gas	(586.50)	(13,514.72)	(14,101.22)
	Appliance Testing Costs	(928.50)		(928.50)
	Insurance	(18,856.87)		(18,856.87)
	Hire of Equipment	-	(3,447.54)	(3,447.54)
	Water Rates	(1,529.81)		(1,529.81)
		<u>(40,717.85)</u>	<u>(100,810.13)</u>	<u>(141,527.98)</u>
	Trading surplus / (deficit)	<u>187,441.92</u>	<u>(100,810.13)</u>	<u>86,631.79</u>

## Notes:

- 1) The receipts and payments are stated net of VAT or other applicable goods and services taxes.
- 2) These accounts do not reflect estimated future realisations or associated costs.
- 3) Intercompany amounts represent payments made by, or on behalf of, Laminates and will be settled in due course

## API Foils Holdings Limited (in Administration)

## Joint Administrators' Summary of Receipts and Payments from 31 January 2020 to 30 January 2021

		Transactions to 30 July 2020	Transactions since 31 July 2020	Cumulative to 30 January 2021
		£	£	£
Statement of Affairs estimated to realise	Receipts			
-	Consideration - Italy Shares	500,000.00		500,000.00
-	Consideration - France Shares	1.00		1.00
	Bank Interest received	121.01	3.90	124.91
	<b>Total</b>	<b>500,122.01</b>	<b>3.90</b>	<b>500,125.91</b>
	Payments			
	Bank Charges and Interest		(0.60)	(0.60)
	Legal Fees		(45,493.31)	(45,493.31)
	Joint Administrator Fees		(90,992.00)	(90,992.00)
	Public Notices	(35.44)		(35.44)
	Irrecoverable VAT		(18,198.40)	(18,198.40)
	<b>Total</b>	<b>(35.44)</b>	<b>(154,684.31)</b>	<b>(154,719.75)</b>
	Distribution			
	Secured Creditors	(400,001.00)	65,000.00	(335,001.00)
	<b>Balance in hand</b>	<b>100,085.57</b>	<b>(89,680.41)</b>	<b>10,405.16</b>
	Represented by:			
	Royal Bank of Scotland			1,316.50
	VAT			9,088.66
	<b>Total</b>			<b>10,405.16</b>

## Notes:

- 1) The receipts and payments are stated net of VAT or other applicable goods and services taxes.
- 2) These accounts do not reflect estimated future realisations or associated costs.

**APIF Realisations Limited (formerly API Foils Limited) (in Administration)**

**Joint Administrators' Summary of Receipts and Payments from 31 January 2020 to 30 January 2021**

Statement of Affairs estimated to realise	Transactions to 30 June 2020	Transactions since 31 July 2020	Cumulative to 30 Jan 2021
	£	£	£
1,300,000.00	1,009,175.08	-	1,009,175.08
1,430,000.00	608,646.46	-	608,646.46
-	1.00	-	1.00
-	1.00	-	1.00
-	1.00	-	1.00
-	1.00	-	1.00
-	1.00	-	1.00
16,000.00	28,151.06	861.61	29,012.67
-	-	88,177.65	88,177.65
-	2,974.64	78.15	3,052.79
950,000.00	1,389,451.90	20,097.81	1,409,549.71
	-	27,500.89	27,500.89
	37,250.00	-	37,250.00
	117,164.07	-	117,164.07
	706,733.32	(19,908.68)	686,824.64
<b>Total</b>	<b>3,899,551.53</b>	<b>116,807.43</b>	<b>4,016,358.96</b>
<b>Payments</b>			
Joint Administrators Fees	-	(810,472.00)	(810,472.00)
Joint Administrators Category 1 Disbursements	-	(13,435.86)	(13,435.86)
Joint Administrators Category 2 Disbursements	-	(1,681.05)	(1,681.05)
Legal Fees	-	(79,416.96)	(79,416.96)
Gross Wages	(167,207.48)	-	(167,207.48)
Employee expenses	(1,815.74)	-	(1,815.74)
Employers Pension	(5,624.95)	-	(5,624.95)
Employers NIC	(9,223.12)	-	(9,223.12)
Agents' Fees	(17,383.06)	-	(17,383.06)
Debt Collection Expenses	(13,570.31)	(1,592.81)	(15,163.12)
Public Notices	(35.44)	-	(35.44)
Bank charges and interest	(415.63)	(49.31)	(464.94)
TSA Costs	-	(47,990.62)	(47,990.62)
Contribution to API Foils SAS	-	(2,654.87)	(2,654.87)
Rent	(37,250.00)	-	(37,250.00)
Ransom creditors	(35,000.00)	-	(35,000.00)
<b>Total</b>	<b>(287,525.73)</b>	<b>(957,293.48)</b>	<b>(1,244,819.21)</b>
<b>Distribution</b>			
Secured Creditor	(1,599,996.00)	(415,000.00)	(2,014,996.00)
Preferential Creditors	-	(62,465.23)	(62,465.23)
	(1,599,996.00)	(477,465.23)	(2,077,461.23)
<b>Balances in hand</b>	<b>2,012,029.80</b>	<b>(1,317,951.28)</b>	<b>694,078.52</b>
<b>Represented by:</b>			
Royal Bank of Scotland - Floating			670,446.16
Intercompany - API Group Services Ltd			0.01
Unidentified Income			(6,069.46)
API Foilmakers Ltd Control Account			(11,896.16)
API Deutschland Control Account			(2,932.12)
Trade Creditors			(153,963.28)
VAT Control Account			3,457.16
VAT Receivable			195,036.21
<b>Total</b>			<b>694,078.52</b>



## APIF Realisations Limited (formerly API Foils Limited) (in Administration)

### Joint Administrators' Trading Account

Receipts			
Livingston Post-Appointment Sales	180,217.36	-	180,217.36
Sheffield Post-Appointment Sales	224,216.90	-	224,216.90
Netherlands Hub Sales	39,114.53	-	39,114.53
Italy Hub Sales	277,488.76	-	277,488.76
France Hub Sales	55,100.29	-	55,100.29
Asia Hub Sales	10,092.38	-	10,092.38
Poland Hub Sales	37,398.43	-	37,398.43
	823,628.65	-	823,628.65
Payments			
Material Purchases	(3,803.23)	-	(3,803.23)
Factory Supplies	(554.10)	(479.29)	(1,033.39)
Hire of Equipment	(78.36)	(2,039.99)	(2,118.35)
Carriage	(5,943.22)	-	(5,943.22)
Other Direct Costs	(23,454.96)	(170.00)	(23,624.96)
Consultant Costs	(2,548.50)	-	(2,548.50)
Electricity	(29,612.28)	-	(29,612.28)
Gas	(718.01)	(17,219.40)	(17,937.41)
Rates	(9,622.14)	-	(9,622.14)
Water Rates	(765.09)	-	(765.09)
Hire of Equipment	(1,362.61)	-	(1,362.61)
Cleaning Services	(1,194.23)	-	(1,194.23)
Security	(14,433.90)	-	(14,433.90)
Insurance	(16,533.44)	-	(16,533.44)
Retention of Title Payments	(6,271.26)	-	(6,271.26)
	(116,895.33)	(19,908.68)	(136,804.01)
Trading surplus/(deficit)	706,733.32	(19,908.68)	686,824.64

Notes:

- 1) The receipts and payments are stated net of VAT or other applicable goods and services taxes.
- 2) These accounts do not reflect estimated future realisations or associated costs.
- 3) Intercompany amounts represent payments made by, or on behalf of, Foils and will be settled in due course.

## API Holographics Limited (in Administration)

### Joint Administrators' Summary of Receipts and Payments from 31 January 2020 to 30 January 2021

	Transactions to 30 July 2020	Transactions since 31 July 2020	Cumulative to 30 January 2021
Statement of Affairs estimated to realise	£	£	£
181,268.00	179,012.30		179,012.30
254,000.00	87,984.18	44,332.62	132,316.80
	178.37	6.53	184.90
Total	267,174.85	44,339.15	311,514.00
	£		
Receipts			
Cash at Date of Appointment			
Other debtors and prepayments			
Bank Interest received			
Total			
Payments			
Legal Fees		(5,743.90)	(5,743.90)
Joint Administrators' fees		(21,557.00)	(21,557.00)
Bank charges and interest		(25.90)	(25.90)
Public Notices	(35.44)		(35.44)
Total	(35.44)	(27,326.80)	(27,362.24)
Distribution			
Secured Creditors	(100,000.00)	(120,000.00)	(220,000.00)
Balances in hand	167,139.41	(102,987.65)	64,151.76
Represented by:			
Royal Bank of Scotland			58,701.58
Vat Recievable			5,450.18
Total			64,151.76

## Notes:

- 1) The receipts and payments are stated net of VAT or other applicable goods and services taxes.
- 2) These accounts do not reflect estimated future realisations or associated costs.

**Cedar 2015 Limited (in Administration)**  
**Summary of Joint Administrators' expenses incurred**

Type of Expense	Per Revised estimate dated 28 August 2020	Paid in period to 30 January 2021	Outstanding	Revised Estimate
Payments made from the estate which are not disbursements (see notes 1 and 2)				
Legal Fees	4,000	3,840	160	4,000
Statutory costs	75	35	40	75
Storage costs	1,000	-	1,000	1,000
Bank charges and interest	200	22	179	200
Total	5,275	3,897	1,378	5,275
Category 1 disbursements	-	-	-	-
Category 2 disbursements	-	-	-	-
Total	5,275	3,897	1,378	5,275

**API Group Services Limited (in Administration)**  
**Summary of Joint Administrators' expenses incurred**

Type of Expense	Per revised estimate dated 28 August 2020	Paid in period to 30 January 2021	Outstanding	Revised Estimate
Payments made from the estate which are not disbursements (see notes 1 and 2)				
Employee costs	275,000	270,450	4,550	275,000
Legal fees	5,000	3,831	1,169	5,000
Agents fees	5,000	2,798	2,202	5,000
IT costs / Group Services recharge	178,041	184,279	0	184,279
Statutory costs	100	35	65	100
Bank charges and interest	200	66	134	200
<b>Total</b>	<b>463,341</b>	<b>461,459</b>	<b>8,120</b>	<b>469,579</b>
Category 1 disbursements	-	-	-	-
Category 2 disbursements	-	-	-	-
<b>Total</b>	<b>463,341</b>	<b>461,459</b>	<b>8,120</b>	<b>469,579</b>

**Expenses exceeding revised estimate**

- ▶ IT costs – These are costs incurred as part of the TSA agreements with Foils, Laminates (and their respective purchasers) and API Americas Inc. These costs have been recharged respectively and therefore there is no incremental cost to Group Services.

**API-Stace Limited (in Administration)**  
**Summary of Joint Administrators' expenses incurred**

Type of Expense	Per revised estimate dated 28 August 2020	Paid in period to 30 January 2021	Outstanding	Revised Estimate
Payments made from the estate which are not disbursements (see notes 1 and 2)				
Legal Fees	15,000	12,367	2,633	15,000
Agents fees	7,000	6,524	476	7,000
Statutory costs	75	35	40	75
Storage costs	2,000	-	2,000	2,000
Bank charges and interest	200	3	197	200
<b>Total</b>	<b>24,275</b>	<b>18,929</b>	<b>5,346</b>	<b>24,275</b>
Category 1 disbursements	-	-	-	-
Category 2 disbursements	-	-	-	-
<b>Total</b>	<b>24,275</b>	<b>18,929</b>	<b>5,346</b>	<b>24,275</b>

## APIL Realisations Limited (formerly API Laminates Limited) (in Administration)

### Summary of Joint Administrators' expenses incurred

Type of Expense	Per revised estimate dated 28 August 2020	Paid in period to 30 January 2021	Outstanding	Revised Estimate
<b>Payments made from the estate which are not disbursements (see notes 1 and 2)</b>				
Site costs	30,000	36,106	-	35,842
Stock / conversion purchases	19,352	21,382	-	20,847
Employee costs	223,269	223,269	-	223,269
Bank charges and interest	2,000	1,316	684	2,000
Agents fees	30,000	24,462	5,538	30,000
Corporation tax	-	-	-	-
Legal fees	43,000	35,185	7,815	43,000
Storage costs	10,000	-	10,000	10,000
IT costs / Group services recharge	60,000	66,600	-	66,600
Insurance	20,000	18,857	1,143	20,000
Statutory costs	75	35	40	75
<b>Total</b>	<b>437,696</b>	<b>427,213</b>	<b>25,220</b>	<b>451,633</b>
<b>Category 1 disbursements</b>				
Accommodation and subsistence	12,100	11,302	798	12,100
Travel cost (excluding mileage)	9,750	9,582	168	9,750
Postage and printing	3,300	-	3,300	3,300
Telecommunications	-	-	-	-
<b>Total</b>	<b>25,150</b>	<b>20,884</b>	<b>4,266</b>	<b>25,150</b>
<b>Category 2 disbursements</b>				
Mileage	1,600	596	-	-
<b>Total</b>	<b>464,446</b>	<b>448,693</b>	<b>29,486</b>	<b>476,783</b>

#### Expenses exceeding initial estimate

- ▶ Stock /conversion purchases and IT Costs / Group Services Recharge – additional costs incurred due to additional stock sales achieved in the Administration trading period.

**API Foils Holdings Limited (in Administration)**  
**Summary of Joint Administrators' expenses incurred**

Type of Expense	Per revised estimate dated 28 August 2020	Paid in period to 30 January 2021	Outstanding	Revised estimate
<b>Payments made from the estate which are not disbursements (see notes 1 and 2)</b>				
Legal fees	4,500	45,493	-	45,493
Storage costs	1,000	-	1,000	1,000
Statutory costs	75	35	40	75
Bank charges and interest	200	1	199	200
Irrecoverable VAT	-	18,198	-	18,198
<b>Total</b>	<b>5,775</b>	<b>63,728</b>	<b>1,239</b>	<b>64,966</b>
<b>Category 1 disbursements</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Category 2 disbursements</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Total</b>	<b>5,775</b>	<b>63,728</b>	<b>1,239</b>	<b>64,966</b>

**Expenses exceeding revised estimate**

- ▶ Legal fees – additional costs incurred due to the sale of the shares held by Foils Holdings as part of the wider business and asset sale of Foils.

## APIF Realisations Limited (formerly API Foils Limited) (in Administration)

### Summary of Joint Administrators' expenses incurred

Type of Expense	Per revised estimate dated 28 August 2020	Paid in period to 30 January 2021	Outstanding	Revised Estimate
<b>Payments made from the estate which are not disbursements (see notes 1 and 2)</b>				
Site costs	100,000	110,815	-	110,815
Stock / conversion purchases	41,468	44,157	-	44,157
Employee costs	186,420	189,075	-	189,075
Bank charges and interest	2,000	465	1,535	2,000
Agents fees	37,500	32,546	4,954	37,500
Corporation tax	-	-	-	-
Legal fees	121,500	79,417	55,583	135,000
Storage costs	5,000	-	5,000	5,000
IT costs / Group services recharge	48,000	47,991	9	48,000
Insurance	16,533	16,533	-	16,533
Statutory costs	75	35	40	75
Ransom Creditors	35,000	35,000	-	35,000
<b>Total</b>	<b>593,496</b>	<b>556,034</b>	<b>67,121</b>	<b>623,155</b>
<b>Category 1 disbursements</b>				
Accommodation and subsistence	7,100	5,373	-	5,373
Travel cost (excluding mileage)	5,750	8,030	-	8,030
Postage and printing	3,500	-	3,500	3,500
Telecommunications	50	32.50	-	32.50
<b>Total</b>	<b>16,400</b>	<b>13,436</b>	<b>3,500</b>	<b>16,936</b>
<b>Category 2 disbursements</b>				
Mileage	1,600	1,261	-	1,600
<b>Total</b>	<b>595,096</b>	<b>557,295</b>	<b>67,121</b>	<b>624,755</b>

#### Expenses exceeding initial estimate

- ▶ Site costs, stock / conversion purchases and insurance costs – additional costs incurred due to additional stock sales achieved in the Administration trading period.
- ▶ Agents fees – additional costs incurred due to plant and machinery and property advice to support the sale of the business and assets of Foils. Debt collection costs incurred in respect of debtor collections.
- ▶ Travel costs – additional costs incurred due to extra time on site to secure sale of the business and assets



## API Holographics Limited (in Administration)

### Summary of Joint Administrators' expenses incurred

Type of Expense	Per revised estimate dated 28 August 2020	Paid in period to 30 January 2021	Outstanding	Revised Estimate
<b>Payments made from the estate which are not disbursements (see notes 1 and 2)</b>				
Legal Fees	4,000	5,744	0	5,744
Statutory costs	75	35	40	75
Storage costs	1,000	-	1,000	1,000
Bank charges and interest	200	26	174	200
<b>Total</b>	<b>5,275</b>	<b>5,805</b>	<b>1,214</b>	<b>7,019</b>
<b>Category 1 disbursements</b>	-	-	-	1
<b>Category 2 disbursements</b>	-	-	-	-
<b>Total</b>	<b>5,275</b>	<b>5,805</b>	<b>1,214</b>	<b>7,020</b>

#### Expenses exceeding initial estimate

- ▶ Legal fees – additional costs incurred to realise the deferred consideration due to Holographics.

#### Notes

- 1 Statement of Insolvency Practice 9 (SIP 9) defines expenses as amounts properly payable from the insolvency estate which are not otherwise categorised as office holders' remuneration or distributions to creditors.
- 2 SIP 9 defines disbursements as a type of expense which is met by, and reimbursed to, an office holder in connection with an insolvency appointment. Disbursements fall into two categories: Category 1 and Category 2.
  - Category 1 disbursements are payments to independent third parties where there is specific expenditure directly referable to the appointment
  - Category 2 disbursements are expenses which are directly referable to the appointment but not a payment to an independent third party. They may include shared and allocated costs.







**APIL Realisations Limited (formerly API Laminates Limited) (in Administration)**

**Joint Administrators' time costs for the period from 31 January 2020 to 30 January 2021**

	Staff Grade							Total Hours	Time Cost (£)	Average
	Partner	Associate Partner	Director	Assistant Director	Manager	Executive	Analyst			Hourly Rate (£)
Accounting & Administration	3.5	-	37.0	12.5	19.6	130.7	66.2	269.5	95,383.8	354
Bank & Statutory Reporting	15.5	-	12.0	46.5	-	0.5	21.0	95.5	49,291.0	516
Creditors	-	-	-	23.6	11.8	6.0	95.4	136.8	36,294.2	265
Debtors	2.0	-	16.3	39.9	114.5	21.0	1.9	195.6	89,893.7	460
Employee Matters	-	-	8.8	7.1	9.6	172.0	8.3	205.8	72,394.0	352
General	-	-	-	-	-	1.3	(15.4)	(14.1)	(2,205.7)	156
Immediate Tasks	-	-	-	6.0	4.1	-	0.1	10.2	5,065.9	497
Investigation & CDDA	-	-	-	6.8	4.5	-	15.8	27.1	8,361.0	309
Job Acceptance & Strategy	1.0	-	-	(1.0)	-	-	1.7	1.7	543.2	320
Legal Issues	-	-	-	-	-	-	0.4	0.4	68.4	171
Members	-	-	-	(1.0)	-	-	-	(1.0)	(549.0)	549
Other Assets	8.5	-	25.0	29.7	37.7	0.5	39.3	140.7	61,735.7	439
Other Matters	17.5	-	-	21.5	7.2	41.3	44.2	131.7	50,206.0	381
Property	1.5	-	-	100.0	4.4	-	3.1	109.0	58,528.3	537
Public Relations issues	3.5	-	-	-	-	-	-	3.5	2,835.0	810
Retention of Title	-	-	-	2.3	41.6	-	52.1	96.0	27,976.6	291
Statutory Duties	-	-	-	18.9	10.2	24.8	60.6	114.5	33,255.0	290
Trading	4.0	-	-	3.6	13.6	-	134.4	155.6	34,019.6	219
VAT & Taxation	-	-	5.8	1.5	17.9	18.6	104.7	148.5	36,109.6	243
<b>Total Hours</b>	<b>57.0</b>		<b>104.9</b>	<b>317.9</b>	<b>296.7</b>	<b>416.7</b>	<b>633.8</b>	<b>1,827.0</b>		
<b>Time Costs (£)</b>	<b>46,170</b>		<b>66,058</b>	<b>175,076</b>	<b>126,346</b>	<b>137,094</b>	<b>107,634</b>		<b>659,206</b>	
<b>Average Hourly Rate (£)</b>	810		630	551	426	329	170			
<b>Category 1 Disbursements (£)</b>									<b>21,303.80</b>	
<b>Category 2 Disbursements (£)</b>									<b>595.80</b>	
									<b>21,899.60</b>	

Note: Time is charged in 6 minute intervals





## API Holographics Limited (in Administration)

**Joint Administrators' time costs for the period from 31 January 2020 to 30 January 2021**

	Staff Grade							Total Hours	Time Cost (£)	Average Hourly Rate (£)
	Partner	Associate Partner	Director	Assistant Director	Manager	Executive	Analyst			
Accounting & Administration	-	-	-	1.5	-	2.5	26.2	30.2	6,126.2	203
Bank & Statutory Reporting	4.0	-	2.5	6.2	-	0.5	9.7	22.9	10,019.5	438
Creditors	-	-	-	0.8	-	-	4.1	4.9	1,140.3	233
Debtors	4.0	-	2.5	-	-	-	0.9	7.4	4,952.8	669
General	-	-	-	-	-	1.6	0.6	2.2	755.0	343
Investigation & CDDA	-	-	-	1.4	-	-	2.5	3.9	1,196.1	307
Other Assets	-	-	4.5	6.8	-	-	0.4	11.7	6,596.1	564
Job Acceptance & Strategy	1.0	-	-	-	-	-	1.7	2.7	1,092.2	405
Statutory Duties	-	-	-	3.0	9.7	1.2	4.8	18.7	7,005.7	375
VAT & Taxation	-	-	-	-	0.7	-	0.5	1.2	394.1	328
<b>Total Hours</b>	<b>9.0</b>	<b>-</b>	<b>9.5</b>	<b>19.7</b>	<b>10.4</b>	<b>5.8</b>	<b>51.4</b>	<b>105.8</b>		
<b>Time Costs (£)</b>	<b>7,290</b>	<b>0</b>	<b>5,900</b>	<b>10,815</b>	<b>4,451</b>	<b>1,908</b>	<b>8,914</b>		<b>39,278</b>	
<b>Average Hourly Rate (£)</b>	810		621	549	428	329	173			
<b>Category 1 Disbursements (£)</b>		<b>80.00</b>								
<b>Category 2 Disbursements (£)</b>		-								
		<b>80.00</b>								

Note: Time is charged in 6 minute intervals



Category of work	Description of work completed
Accounting & Administration	<ul style="list-style-type: none"> <li>▶ Overall management of the case, treasury and accounting functions, statutory compliance diaries and time cost reporting.</li> </ul>
Bank and Statutory Reporting	<ul style="list-style-type: none"> <li>▶ Regular reporting to the secured creditor.</li> <li>▶ Preparing the Joint Administrators' Statement of Proposals, six monthly progress reports and final report.</li> </ul>
Creditors	<ul style="list-style-type: none"> <li>▶ Dealing with creditor claims.</li> <li>▶ Correspondence with creditors.</li> <li>▶ Processing distributions to the secured, preferential and unsecured creditors (as applicable).</li> </ul>
Debtors	<ul style="list-style-type: none"> <li>▶ Collection of the debtor book, negotiations with customers</li> <li>▶ Monitoring and recording cash receipts</li> </ul>
Employee Matters	<ul style="list-style-type: none"> <li>▶ Assessing staffing requirements and making redundancies.</li> <li>▶ Dealing with employee enquiries.</li> <li>▶ Processing employee claims (if applicable).</li> </ul>
Immediate Tasks	<ul style="list-style-type: none"> <li>▶ Tasks requiring immediate attention following the appointments, in order to execute the strategy outlined in the Proposals.</li> </ul>
Investigations	<ul style="list-style-type: none"> <li>▶ Investigations into the Companies affairs in accordance with Statement of Insolvency Practice 2 "Investigations by Office Holders".</li> <li>▶ The Joint Administrators' reports on the conduct of the directors under the Company Directors Disqualification Act 1986.</li> </ul>
Job Acceptance & Strategy	<ul style="list-style-type: none"> <li>▶ Matters relating to the appointments and initial planning of the administration strategy, including meetings with the Companies' directors and management and formulating and executing the strategy adopted.</li> <li>▶ Considering exit routes from administration and implementing the most appropriate route.</li> </ul>
Legal Issues	<ul style="list-style-type: none"> <li>▶ Dealing with any ad hoc legal issues.</li> </ul>
Other Assets	<ul style="list-style-type: none"> <li>▶ Realizing the Companies' assets.</li> <li>▶ Assessing, quantifying and seeking to realize value from assets not recorded in the management accounts of the Companies at the date of appointment.</li> </ul>
Other Matters	<ul style="list-style-type: none"> <li>▶ Sale of the business and/or assets of the Companies in pursuance of the Administrators' objectives.</li> <li>▶ Managing the transitional services arrangements in place with the purchasers of the businesses post sale</li> <li>▶ Dealing with any assets owned by third parties.</li> <li>▶ Recovery of the Companies' physical books and records, and electronic records (including a backup of Companies' servers and systems).</li> <li>▶ Liaising with the Purchaser and relevant suppliers in relation to transitional arrangements.</li> </ul>
Prescribed Part	<ul style="list-style-type: none"> <li>▶ Calculating the Companies' net property and Prescribed Part to be set aside, as appropriate.</li> </ul>

---

Property	<ul style="list-style-type: none"><li>▶ Distributing the Prescribed Part to the creditors</li><li>▶ Negotiating and completing the sale of freehold property</li><li>▶ Realizing value from the Companies' leasehold interests (if any).</li><li>▶ Dealing with landlord enquiries regarding the property interests</li></ul>
Public Relations	<ul style="list-style-type: none"><li>▶ Agreeing and issuing statements to the press as required in pursuit of the administration strategies.</li></ul>
Retention of Title	<ul style="list-style-type: none"><li>▶ Assessment and settlement or rejection of claims for retention of title from the Companies' suppliers (if applicable).</li></ul>
Statutory Duties	<ul style="list-style-type: none"><li>▶ Complying with statutory requirements of the administrations, including notifications to creditors and members, advertising the appointment, letter to creditors pursuant to Statement of Insolvency Practice 16, and sending to creditors and filing at Companies House.</li></ul>
VAT & Taxation	<ul style="list-style-type: none"><li>▶ Preparing annual corporation tax and quarterly VAT returns, with input from EY VAT and tax specialists.</li></ul>

---