

Eleventh report pursuant to article 73A of the bankruptcy act in the bankruptcies of

- **Landis Group N.V. (bankruptcy number 02/238F)**
- **Landis Group B.V. (bankruptcy number 02/239F)**
- **Landis Group International B.V. (bankruptcy number 02/146F)**
- **Landis ICT Group B.V. (bankruptcy number 02/145F)**
- **Detron Zakelijke Netwerken B.V. (bankruptcy number 02/154F)**
- **Detron Group B.V. (bankruptcy number 02/333F)**
all having their registered offices in Utrecht

- **Detron Metaal B.V., having its registered office in Zaltbommel (bankruptcy number 209/2002 MB)**
- **ICT.com B.V., having its registered office in Nieuw Vennep (bankruptcy number F132/2002)**

Bankruptcy judge: W.W. de Nijs Bik

Receivers: W.J.M. van Andel, Postbus 354, 3500 AJ, Utrecht
H. Dulack, Postbus 85005, 3508 AA, Utrecht

Utrecht, 13 June 2005

Introduction

The receivers have opted to record their findings on the above companies in one report in view of the relationship between the various companies. Where necessary the companies will be discussed individually.

The receivers are involved in a number of claim validation proceedings. In addition, the receivers have been involved in winding up foreign subsidiaries, preparing tax returns and collecting remaining receivables. The investigation into Landis' past was continued in this period. Insofar as necessary this report is to be read in conjunction with the previous reports.

A Dutch and an English version of this report are available. In the event of a difference in interpretation, the Dutch version shall prevail.

This report is intended to provide information to interested parties pursuant to Article 73a of the Bankruptcy Act. No rights can be derived from this report.

1. Bank consortium

The claim of the Bank Consortium has been acknowledged for an amount of € 136,319,316.77 and disputed for an amount of € 2,241,047.02. The difference was determined by a discussion on outstanding guarantees. As stated in the 10th report, the receivers have in the meantime been able to effect in consultation with all parties involved that the outstanding guarantees have decreased from the above-mentioned amount of € 2,241,047.02 to € 346,736. It is expected that the latter amount will fall further in the coming period.

2. Description per company

Supplementing previous reports, following is a description per (bankrupt) company insofar as there is anything to report on the company in question.

2.1. Landis UK Plc / Landis ICT Services Ltd.

Agreement has been reached on the main points with the English receivers in a meeting on 7 September 2004 regarding a number of important topics connected with the further liquidation of Landis UK Plc and Landis ICT Services Ltd. It was expected that this agreement would be formalised before the end of 2004/beginning of 2005, but this turned out not to be feasible for a number of reasons. The most important point is that the pace of the further winding-up of the liquidation depends in particular on the willingness of the UK revenue service to wind up a number of files with due expedition. Formalisation of the agreement reached and the winding up of the liquidations is now foreseen for no earlier than the second half of 2005. As soon as this formalisation is a fact, further announcements will be made on this point.

2.2. Landis ICT Group S.A. (France)

Consultation has been continued with the French receiver regarding verification of the claims of the Dutch Landis companies. The receivers intend to purchase the claims acknowledged by the French receiver in order to accelerate the winding-up of this bankruptcy. The receivers were confronted in this respect with a number of (formal) objections which in the meantime appear to have been removed. It is expected that these can only be wound up starting as from the summer of 2005.

2.3. Denmark, Norway and Sweden

It is expected that the liquidation of the Danish Landis subsidiary can be wound up during the course of this summer, which for Landis ICT Group will lead to assets in the order of € 1.7 million. Liquidation in Sweden and Norway has now been completed.

2.4. Landis ICT Group SA (Spain)

This company is expected to be liquidated in the course of this year.

2.5. Landis ICT Group GmbH (Germany)

The company is in liquidation. The lease, which was still in effect, has now been amicably terminated. Aside from this, the winding-up of this company is in the final stage.

2.6. Landis ICT Group N.V. (Belgium)

The dispute with a former employee has not yet been resolved. An attempt is being made to solve this in an amicable manner and at justifiable cost. After this matter is resolved the company will be liquidated.

2.7. Landis ICT Group GmbH (Austria)

This file has been wound up. For the estate of Landis ICT Group B.V. this resulted in assets of € 169,760.83 to be increased by an amount of € 147,000, being the released proceeds in respect of the sale of Austrian assets to Westcon.

2.8. Landis ICT Group B.V.

2.8.1. Assets

a. Personal property

This point has been fully wound up now.

b. Receivables and work in progress

From 23 April 2002 to 1 June 2005 an amount of € 15.5 million rounded was collected with regard to receivables and work in progress. This amount includes a balance of € 311,000 in relation to payments made after 23 April 2002 in favour of the guarantee account of Landis ICT Group, which the revenue service recently released to the estate. Currently receivables (exclusive of inter-company claims) of some € 1 million are still open. The receivers do not deem it the right time to give an opinion on the value of the remaining receivables portfolio. Collection proceedings are still ongoing against a limited number of receivables.

c. Shares in subsidiaries

These companies will be liquidated insofar as possible.

2.8.2. Realised takeovers

- *Datatech/Westcon*
As described in the tenth report, an amicable settlement for final discharge has in the meantime been agreed with Westcon. This settlement has now been fully realised, including with regard to the aforementioned amount of € 147,000 relating to Austria which was recently released to the estate by the notary involved in the winding-up.
- *Future Telecom B.V. and Westminster Capital B.V. (now Detron Corporation B.V.)*
By judgment dated 13 April 2005 the District Court of Utrecht rejected the receivers' claim against Detron Corporation B.V. to – in short – make final payment for the work in progress. The receivers' primary claim in respect of the work in progress was over € 1.2 million. The receivers deem this result disappointing and are seeking advice with regard to lodging an appeal.
- *Foundation*
There are no new developments.

3. Status of the estate

The receivers have drawn up interim financial reports per bankruptcy of the status as at 1 June 2005, which are attached as **Appendix 1** to this report.

As at 1 June 2005 the total realised assets were € 32.5 million rounded. This is offset by € 7.3 million in costs and debts of the bankrupt estate which have already been paid to lessors and lease companies, among others. After deduction of the € 4 million to which the bank consortium is entitled from the proceeds on the basis of the settlement which was made, currently free assets of € 21.2 million rounded remain.

The financial reports are preliminary in nature and no rights can be derived from the reports. In particular, in certain cases final decisions still have to be made regarding the internal passing on of bankruptcy costs to the various bankrupt companies.

3.1. Liabilities

The definite amount of the preferred claims has not yet been determined. At present 17 claim validation proceedings are still ongoing. It is expected that a number of these meetings will be settled.

4. Other activities of the receivers

1. *Fiscal position*

There are no new developments.

2. *Investigation into backgrounds and causes of bankruptcies*

The investigation committee is fully engaged in this and expects to be able to wind up its activities in 2005.

3. *Inquiry*

The Enterprise Section determined by decree of 22 March 2005 that the receivers are obliged to accept the costs of the inquiry as a debt of the bankrupt estate. The receivers cannot agree with this decision and have consequently filed an appeal before the Supreme Court of the Netherlands. While awaiting the outcome of these proceedings, the investigator stated that he is suspending his activities for the time being.

4. *Ongoing proceedings*

The District Court of Den Bosch has passed judgment in the proceedings between the estate of Landis Group BV and Detron Invest after oral arguments. Landis Group BV succeeded fully in this action and Detron Invest was ordered to pay an amount of € 2.5 million to the estate, including interest and costs. Detron Invest has not yet complied with this judgment. It has stated that it will appeal.

5. *Organisation of the estate*

No new developments.

6. *Pension fund*

Watson Wyatt has in the meantime made a recommendation regarding the pension situation. The receivers still have to draw definite conclusions after consultation with Watson Wyatt. Insofar as these conclusions are relevant to employees, they will be announced in an appropriate manner.

5. Prospects

The receivers' aim is to make a payment to creditors in 2005. This depends on the successful liquidation of foreign subsidiaries, in particular the French subsidiary, and a definitive establishment of the fiscal position. Payments will naturally only be made in those bankruptcies where this is possible, in view of the status of the estate.

H. Dulack, receiver

W.J.M. van Andel, receiver