

AM20

Notice of automatic end of administration



Companies House

For further information, please
refer to our guidance at
www.gov.uk/companieshouse

1 Company details

Company number 0 4 6 3 6 6 7 3

Company name in full Dawnus Sierra Leone Limited

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

2 Court details

Court name High Court of Justice, Business and Property Court

Court case number 3 3 3 4 2 0 1 9

3 Former administrator's name

Full forename(s) Alistair

Surname Wardell

4 Former administrator's address

Building name/number 6th Floor

Street 3 Callaghan Square

Post town Cardiff

County/Region

Postcode C F 1 0 5 B T

Country

AM20

Notice of automatic end of administration

5 Former administrator's name **1**

Full forename(s) Philip

Surname Stephenson

1 Other administrator
Use this section to tell us about another administrator.**6** Former administrator's address **2**

Building name/number 30 Finsbury Square

Street London

Post town EC2A 1AG

County/Region

Postcode

Country

2 Other administrator
Use this section to tell us about another administrator.**7** Statement of appointment

I was/we were appointed as administrator(s) on:

Date

d	2	d	1	m	0	m	5	y	2	y	0	y	1	y	9
---	---	---	---	---	---	---	---	---	---	---	---	---	---	---	---

8 Appointor/applicant's name

Give the name of the person who made the appointment or the administration application

Full forename(s) a qualifying floating

Surname chargeholder

9 Statement of ceasing to act

I/we give notice that my/our appointment as administrator ceased to have effect on:

Date

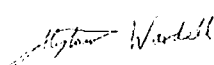
d	2	d	0	m	0	m	5	y	2	y	0	y	2	y	0
---	---	---	---	---	---	---	---	---	---	---	---	---	---	---	---

10 Final progress report☒ A copy of the final progress report is attached.**11** Sign and date

Former administrator's signature

Signature

X



X

Signature date

d	1	d	7	m	0	m	5	y	2	y	0	y	2	y	2
---	---	---	---	---	---	---	---	---	---	---	---	---	---	---	---

AM20

Notice of automatic end of administration



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 **Kirsty L Dolmor**

Company name **Grant Thornton UK LLP**

Address **11th Floor**

Landmark St Peter's Square

Post town **1 Oxford St**

County/Region **Manchester**

Postcode **M 1 4 P B**

Country

DX

Telephone **0161 953 6900**



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



Dawnus International Limited and Dawnus Sierra Leone Limited - both in Administration

UK Restructuring
Grant Thornton UK LLP
11th Floor
Landmark St Peter's Square
1 Oxford St
Manchester
M1 4PB

Joint administrators' final progress report

Prepared by: Alistair Wardell, joint administrator

Contact details: Should you wish to discuss any matters in
this report, please email
cmusupport@uk.gt.com or write to the
above address

Guide to this report

Report sections

Definitions

1 **Executive summary**

This should be read in conjunction with the remainder of the report, together with its appendices

2 **An overview of the administrations**

Includes implementation of the joint administrators' proposals and details of any extensions to the administrations

3 **Progress to conclusion**

Includes details on overall strategy and progress (realisation of assets)

4 **Creditors and dividends**

Includes creditor balances and information on dividends

5 **Investigations into the affairs of the companies**

Includes a summary of the outcome

6 **Joint administrators' remuneration and expenses**

Includes details of payments to the joint administrators (including details of fees and expenses incurred) and their associates

7 **Outcome of administrations**

Includes summary details of the exit from administrations, matters to be dealt with in the liquidations, details on the joint administrators' discharge from liability, and general information for readers (eg data protection)

Report appendices

A **Notice about this report**

Includes information about the preparation and purpose of the report, reliance on it and no liability

B **Statutory information**

Includes information required about the companies (eg name, address) and about the administrations (eg proceedings, administrators, contact details)

C **Abstract of the joint administrators' receipts and payments**

D **Statement of Insolvency Practice 9 disclosure: Payments to the joint administrators and their associates**

Includes remuneration basis, work done, expenses of the joint administrators, sub-contracted out work, relationships requiring disclosure

Definitions

The following definitions are used either within the body of this report, the appendices to it, or both.

Act	The Insolvency Act 1986
Companies	Dawnus International Limited and Dawnus Sierra Leone Limited
CVL	Creditors' Voluntary Liquidation
DIL	Dawnus International Limited – in Administration
DJM	DJM Limited
DSLL	Dawnus Sierra Leone Limited – in Administration
Eversheds	Eversheds Sutherland (International) LLP
Firm / Grant Thornton	Grant Thornton UK LLP
First Administrations	The administrations of DIL and DSLL which commenced on 21 May 2019 and automatically terminated 12 months thereafter
HEF	HSBC Equipment Finance (UK) Limited
HMRC	HM Revenue & Customs
HSBC	HSBC Bank Plc
Joint Administrators / we / us / our	Alistair Wardell, Philip Stephenson
LEC	Liberia Electricity Company
Period	The period from 21 November 2019 to 20 May 2020
Proposals	The Joint Administrators' proposals dated 5 July 2019
RPS	Redundancy Payments Service
Rules	the Insolvency (England and Wales) Rules 2016
Second Administration	The administration of DIL which commenced on 21 May 2020
SIP	Statement of Insolvency Practice
SOA	The directors' Statement of Affairs dated 14 June 2019
UK	United Kingdom
VAT	Value added tax
WG	The Welsh Government
WIP	Work in progress

1 Executive summary

- This final progress report for the Companies' administrations covers the entirety of the administrations from 21 May 2019 to 20 May 2020
- Our Proposals were deemed approved on 25 July 2019 in accordance with rule 3.38(4) of the Insolvency (England and Wales) Rules 2016
- The key work done in the period since the previous progress report since 19 November 2019 has been pursuing the book debts of the Companies with a key debtor being located in Liberia in respect of DIL and concluding administration matters of DSL and progressing to case closure
- The First Administrations automatically ended on 20 May 2020 and therefore urgent applications were made to court to retrospectively reappoint the Joint Administrators and extend the administrations, details of which are included in the Second Administration reports
- It is unlikely that there will be sufficient funds to make a distribution to unsecured creditors (other than potentially by virtue of the prescribed part in DIL), therefore, it is intended that the administrations will end by the dissolution of the Companies



Alistair Wardell
Joint Administrator

17 May 2022

2 An overview of the administrations

2.1 Implementation of the Proposals

The Proposals were approved in accordance with rule 3.38(4) of the Rules.

The duty of the Joint Administrators is to act in the best interests of the creditors as a whole in order to achieve the purpose of the administrations, which was to achieve one of the three objectives set out in the Insolvency legislation:

- Rescuing the company as a going concern; or
- Achieving a better result for a company's creditors as a whole than would be likely if a 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

The Joint Administrators have pursued the objective of realising property in order to make a distribution to one or more secured or preferential creditors.

However, due to insufficient asset realisations, we were not able to achieve the objective above in respect of DSLL and therefore the case is being closed accordingly.

2.2 Extension of the administrations

The appointment of joint administrators ordinarily ceases to have effect at the end of the period of one year from the date of appointment.

In certain circumstances it is necessary to extend joint administrators' term in office to achieve the objective of an administration.

Due to an administrative error, the First Administrations of the Companies automatically ended after one year (ie 20 May 2020).

On identification of this error, an urgent application was made to court in respect of DIL to retrospectively approve the extension and reappoint the Joint Administrators. As such, the Second Administration with the same Joint Administrators took effect for DIL. The appointment was made in accordance with paragraph 12 of Schedule B1 to the Insolvency Act 1986.

The Second Administration was duly extended by the court and is currently due to end on 21 December 2022.

An application to retrospectively approve the extension and reappoint the Joint Administrators for DSLL was not made as all administration matters had concluded and therefore an extension of DSLL's administration was not required. As such, the administration of DSLL lapsed on 20 May 2020.

3 Progress to conclusion

3.1 Strategy and progress from last report

We continue to pursue the objective of realising property to make a distribution to one or more secured or preferential creditors in DIL.

This objective is being achieved by seeking to recover the book debts of DIL as there are no other known realisable assets.

3.2 Realisation of assets

We attach as Appendix C, accounts of our receipts and payments for the Period, and cumulative accounts for the period since appointment to the end of the First Administrations.

The balance held in DSLL's First Administration bank account of £498 was used to discharge costs of the administration. The balance held in DIL's First Administration bank account of £9,376 has been transferred to the Second Administration bank account.

DIL – Trade debtors, WIP and retentions

The SOA indicated that £693,475 and £771,860 was due to DIL in respect of trade debtors and WIP and retentions respectively.

On appointment, our instructed solicitors, DJM, undertook a review of the trade debtors, WIP and retentions. We identified a significant debtor (LEC) owing \$606,492 (c£500,000) to DIL with unbilled WIP of £137,780. It is considered that due to the nature of the debtors, cross-jurisdictional complexities and lack of information in DIL's books and records, it is unlikely that any other balances will be recovered.

The amounts due from LEC are in respect of pre-appointment work undertaken by DIL for LEC. LEC has advised that certain remedial works are required before it is willing to release any funds. To complete the remedial works, we have been liaising with the former sub-contractor of this contract who is also a creditor.

The recovery of these debts has become protracted given the nature of the debt and location of the debtor, but we remain in discussions with LEC, our solicitors, DJM, and the subcontractor to resolve this position.

As previously advised, book debt recoveries of £12,578 were made in the prior reporting period.

DSLL – Trade debtors

The SOA indicated that DSLL had trade debtors of £83,747.

Due to the nature and location of the debts, we considered that it was not cost effective to pursue the debts and the balance was written off in full.

There are no further assets to realise.

DIL and DSLL - Cash at bank

As previously advised, we have recovered cash at bank of £507 in DIL.

During the Period, further cash at bank of £433 has been recovered in DSLL, bringing total cash at bank recoveries to £498.

4 Creditors and dividends

4.1 Secured creditors

Below is a summary of the secured creditors, including the potential outcome for each based on current estimates:

Summary of secured creditors

	Dates of creation of charges	Types of charges	Debt outstanding at appointment	Potential outcome based on current information
WG	27/03/2018	Debenture and chattels mortgage	£1.56 million	<p>A distribution of £1.04 million has been made to WG to date from associated companies.</p> <p>It is anticipated that there may be sufficient realisations to enable a further distribution, although the quantum and timing is uncertain.</p>
HEF	16/03/2018, 02/08/2018	Debenture and chattels mortgage	Awaiting outcome of asset sales	HEF instructed agents to dispose of its equipment and may make a recovery in full subject to those disposals
HSBC	01/08/2017, 04/08/2017, 02/02/2018, 16/02/2018, 16/03/2018	Legal mortgage, debenture, chattels mortgage, benefits of certain contracts and security of cash deposits	£5 million	<p>HSBC has received a total of c£1.04 million to date from associated companies.</p> <p>It is anticipated that there may be sufficient realisations to enable a distribution, although the quantum and timing is uncertain</p>

4.2 Preferential creditors

Preferential creditors

These may include employee claims for wages and salary up to £800 per person and accrued holiday pay, and employee contributions to occupational pension schemes deducted in the four months before the insolvency. A significant element of these claims will be transferred to the Secretary of State following payment of employment related claims by the RPS.

There were no employees in either of the Companies at the date of administrations, therefore we do not anticipate receiving any preferential claims.

4.3 Unsecured creditors

Prescribed part

In accordance with section 176A of the Act, a prescribed part is to be set aside from the floating charge assets and made available to the unsecured creditors of the Companies'. The prescribed part calculation is applied to the net property available and is calculated at 50% of the first £10,000 of net property and 20% of all further amounts, up to a maximum prescribed part of £600,000.

The SOA details the following:

- nine unsecured creditors of DIL totalling £210,647
- two unsecured creditors of DSLL totalling £5.3 million, of which the largest is an inter-company creditor, Dawnus Construction Holdings Limited also in administration

At this stage, it is not possible to determine whether there will be sufficient funds to enable a distribution under the prescribed part to the creditors of DIL due to ongoing work to realise the assets.

There are insufficient recoveries in DSLL to enable a distribution to unsecured creditors via the prescribed part.

Dividends

There will be no dividend payable to this class of creditor.

5 Investigations into the affairs of the Companies

5.1 Investigations

We undertook an investigation into the Companies' affairs to establish whether there were any potential asset recoveries, or conduct matters that required further investigation, taking into account the creditors' interest, potential recoveries, the funds likely to be available to fund an investigation and the costs involved.

Based on the outcome of our investigations into the affairs of the Companies, there were no matters identified that need to be reported to the creditors.

6 Joint Administrators' remuneration and expenses

6.1 Overview

The basis of our fees has not yet been fixed and we have not previously taken steps to fix it due to the limited information available to us at the outset of the case. The basis of the Joint Administrators' fees will be fixed for DIL in the Second Administration.

We do not propose to fix the basis of the Joint Administrators' fee in relation to DSLL as there have been insufficient asset realisations.

In relation to DIL, we have incurred time costs of £22,074 and no expenses during the Period. Cumulative totals at the year-end amount to £47,126 and £750 respectively.

In relation to DSLL, we have incurred time costs of £7,096 and no expenses during the Period. Cumulative totals at the year-end amount to £28,179 and £150 respectively.

No fees or expenses have been drawn to date for either of the Companies.

Further details about remuneration and expenses are provided in Appendix D to this report.

7 Outcome of the administrations

7.1 Exit from the administrations

Our Proposals were deemed approved on 25 July 2019 in accordance with rule 3.38(4) of the Insolvency (England and Wales) Rules 2016.

The Proposals empowered the Joint Administrators to conclude the administrations by filing the necessary paperwork with the Registrar of Companies and dissolving the Companies.

As advised in section 2.2, the administrations automatically ended following the First Administrations. As such, we are sending Form AM23 to the Registrar of Companies with a copy of this final progress report on the administrations.

Upon registration of Form AM23 by the Registrar of Companies the administrations will have formally ceased.

The Second Administration has already commenced and the administration of DSLI lapsed on 20 May 2020.

7.2 Matters still to be dealt with

We will take steps to conclude the matters of the Second Administration and progress the case to closure.

7.3 Discharge from liability

At the conclusion of the administration we require discharge from liability.

We are enclosing a notice of deemed consent with this report in order to obtain our discharge from liability.

7.4 Data protection

Any personal information held by the Companies will continue to be processed for the purposes of the administrations of the Companies and in accordance with the requirements of data protection. Our privacy notice on our website (www.grantthornton.co.uk/en/privacy) contains further details as to how we may use, process and store personal data.

7.5 Contact from third parties

Please be aware fraudsters have been known to masquerade as the legitimate joint administrators. Fraudsters may contact creditors asking for an upfront fee or tax to release an investment or pay a dividend / to enable release of money payable to the creditor. An administrator would never ask for such a payment nor instruct a third party to make such a request.

A Notice about this report

This report has been prepared solely to comply with the Joint Administrators' statutory duty to report to creditors under the Rules and for no other purpose. It is not suitable to be relied upon by any other person, or for any other purposes, or in any other context.

This report has not been prepared in contemplation of it being used, and is not suitable to be used, to inform any investment decision in relation to the debt of or any financial interest in the Companies.

Any estimated outcomes for creditors included in this report are illustrative only and cannot be relied upon as guidance as to the actual outcomes for creditors.

Any persons choosing to rely on this report for any purpose or in any context other than under the Rules do so at their own risk. To the fullest extent permitted by law, the Joint Administrators do not assume any liability in respect of this report to any such person.

Please note that we are both authorised by the Insolvency Practitioners Association to act as insolvency practitioners.

The Joint Administrators are bound by the Insolvency Code of Ethics.

The Joint Administrators act as agents of the Companies and contract without personal liability. The appointment of the Joint Administrators are personal to them and to the fullest extent permitted by law, Grant Thornton does not assume any responsibility and will not accept any liability to any person in respect of this report or the conduct of the administrations.

Please note you should read this progress report in conjunction with the Joint Administrators' previous progress reports and proposals issued to the Companies' creditors, which can be found on the Grant Thornton Insolvency Act portal. Unless stated otherwise, all amounts in this progress report and appendices are stated net of VAT. For definitions of abbreviations please refer to the 'Definitions' table at the start of this progress report.

B Statutory information

Company Information

Company name and number	Dawnus International Limited (04645692)
Date of incorporation	23 January 2003
Court reference	Court Reference: 000336 of 2019
Company name and number	Dawnus International Limited (04645692) 23
Date of incorporation	January 2003
Court reference	Court Reference: 000334 of 2019
Former trading address	Unit 7 Dyffryn Court, Riverside Business Park, Swansea Vale, Swansea, SA7 0AP
Present registered office	Grant Thornton UK LLP, 11th Floor, Landmark St Peter's Square, 1 Oxford St, Manchester, M1 4PB

Administration information

Administration appointment	The administration appointment in the High Court of Justice, Business and Property Court
Appointor	a qualifying floating charge holder
Date of appointment	21 May 2019
Joint Administrators' names	Alistair Wardell Philip Stephenson
Joint Administrators' addresses	6th Floor, 3 Callaghan Square, Cardiff, CF10 5BT 30 Finsbury Square, London, EC2A 1AG
Purpose of the administration	Realising property in order to make a distribution to one or more secured or preferential creditors
Estimated values of the Net Property and Prescribed Part	The Net Property of DIL is unknown at this stage and the Net Property of DSLL is nil. The Prescribed Part is capped at the statutory maximum of £600,000
Prescribed Part distribution	The Joint Administrators do not intend to apply to Court to obtain an order that the Prescribed Part shall not apply Therefore, the Joint Administrators intend to make a distribution to the unsecured creditors should funds become available
Functions	In accordance with paragraph 100(2) of Schedule B1 to the Act, the functions of the administrators are to be exercised by any or all of them.

Dawnus International Limited
(In Administration)

C

Joint Administrators' Summary of Receipts & Payments

Statement of Affairs £		From 21/11/2019 To 20/05/2020 £	From 21/05/2019 To 20/05/2020 £
	ASSET REALISATIONS		
693,475.00	Book Debts	NIL	12,577.94
75,424.00	Cash at Bank	NIL	507.44
771,860.00	WIP/Retentions	NIL	NIL
		NIL	13,085.38
	COST OF REALISATIONS		
	Bank Charges	0.40	1.20
	Legal Fees (1)	NIL	2,500.00
	Preparation of S. of A.	275.00	620.00
	Statutory Advertising	NIL	73.55
		(275.40)	(3,194.75)
1,540,759.00		(275.40)	9,890.63
	REPRESENTED BY		
	Floating Current Account NIB		9,375.92
	VAT on Purchases		514.71
			9,890.63

Dawnus Sierra Leone Limited
(In Administration)
Joint Administrators' Summary of Receipts & Payments

Statement of Affairs £		From 21/11/2019 To 20/05/2020 £	From 21/05/2019 To 20/05/2020 £
	ASSET REALISATIONS		
83,747.00	Book Debts	NIL	NIL
	Cash at Bank	433.37	497.96
		433.37	497.96
83,747.00		433.37	497.96
	REPRESENTED BY		
	Floating Current Account		497.96
			497.96

DIL

D - Payments, remuneration and expenses to the Joint Administrators or their associates

SIP 9 disclosure

This appendix has been prepared in accordance with the requirements of the Act 1986, the Rules and SIP9. In summary, it covers:

- pre-appointment costs
- fee basis
- work done by the Joint Administrators and their team during the Period
- disbursements and expenses
- sub-contracted out work
- payments to associates
- relationships requiring disclosure
- information for creditors (rights, fees, committees)

Pre-appointment costs

Pre-administration costs are fees charged and expenses incurred by an administrator or other qualified insolvency practitioners before a company enters administration but with a view to it doing so. To the extent they remain unpaid when a company enters administration and payment is sought, approval is required from the appropriate body of creditors as to whether they should be paid from the estate.

In the period leading up to appointment, the Firm incurred costs in undertaking certain tasks prior to placing DIL into Administration. We will not be seeking approval of these costs as an expense of the Administration under Rule 3.52 and, therefore, there will be no pre-appointment fee paid to the Firm.

Eversheds was instructed by the Firm to assist with the drafting of the pre-appointment documentation. Its costs incurred in respect of this matter are £14,484 including disbursements. We are in the process of seeking approval from the secured creditors to settle Eversheds' costs.

Post-appointment costs

Fee basis of the Joint Administrators

As at the date of this report, the fee basis has not been set due to the limited information available to us about DIL and the realisable assets on appointment. We will seek approval of our remuneration in the Second Administration.

During the Period time costs were incurred totalling £22,074, represented by 61 hrs at an average of 360 £/hr (as shown in the 'Work done' section below). This brings cumulative time costs at the Period end to £47,126, all of which remains unpaid. Description of the work done in the Period is provided in the respective section below.

Proposed fee basis

The Proposals stated that the Joint Administrators think that DIL has insufficient property to enable a distribution to be made to unsecured creditors other than potentially by virtue of Section 176A of the Insolvency Act 1986 (the "prescribed part" to be carved out of money which would otherwise be payable to the holder of a floating charge).

A consequence of this statement is that rule 18.18(4) of the Rules provides that the basis of the Joint Administrators' remuneration shall be fixed, if, as in this case, there is no creditors committee, by the consent of each of the secured creditors.

Likely return to creditors

We do not anticipate being in a position to pay a dividend, except for potentially as a prescribed part under section 176A of the Act.

Work done by the Joint Administrators and their team during the Period

We are required to detail costs of actual work done in the Period, including any expenses incurred in connection with it, as against any fees estimate provided. In this case, we have not provided a fees estimate due to the limited information available to us about DIL and the realisable assets on appointment to enable us to determine the level of work required.

We are also required to provide a narrative explanation of the work done, which can be seen in the table below. Details of expenses incurred in connection with work done are provided in the 'Disbursements and expenses' section below.

Area of work	Work done	Why the work was necessary	Financial benefit to creditors	Fees (time costs) incurred		
Assets				35 hrs	£15,025	£/hr430
Debtors	<ul style="list-style-type: none"> Continued to regularly liaise with DJM for updates and to discuss strategy in relation to the recovery from a key debtor in Liberia Corresponded with LEC and the subcontractor to negotiate settlement terms which became protracted due to nature of the debt and location of debtor Liaised with LEC and the subcontractor to agree and look to facilitate remedial works Undertook interim discussions with Liberian lawyers in order to understand the legal argument in Liberia 	<ul style="list-style-type: none"> To secure and realise the debts where possible To maximise recoveries for creditors 	<ul style="list-style-type: none"> This work was necessary to help realise financial value for the benefit of the estate and for a distribution to creditors should sufficient funds become available 			
Creditors				3 hrs	£755	£/hr260
Secured	<ul style="list-style-type: none"> Formal reporting to the secured creditors 	<ul style="list-style-type: none"> To keep the secured creditors updated as the key stakeholders in the administration due to their fixed and floating charges over the company's assets 	<ul style="list-style-type: none"> This work was necessary for administrative purposes and/or complying with statutory requirements and it had no direct financial benefit to the estate 			
Unsecured	<ul style="list-style-type: none"> Corresponded with the National Revenue Authority of Sierra Leone in relation to their queries and claim 	<ul style="list-style-type: none"> To ensure all creditors are kept up to date with the administration To ensure all creditor claims are dealt with appropriately 	<ul style="list-style-type: none"> This work was necessary for administrative purposes and/or complying with statutory requirements and it had no direct financial benefit to the estate 			
Administration				23 hrs	£6,295	£/hr268
Case management	<ul style="list-style-type: none"> Undertook six-monthly file reviews Corresponded with solicitors in respect of outstanding invoices 	<ul style="list-style-type: none"> To comply with insolvency law and regulations 	<ul style="list-style-type: none"> This work was necessary for administrative purposes and/or complying with statutory requirements and it had no direct financial benefit to the estate 			
Reports to creditors, notices & decisions	<ul style="list-style-type: none"> Draft, circulate and file the joint administrators' six-monthly progress report 	<ul style="list-style-type: none"> To comply with insolvency law and regulations 	<ul style="list-style-type: none"> This work was necessary for administrative purposes and/or complying with statutory 			

			requirements and it had no direct financial benefit to the estate
Treasury, billing & funding	<ul style="list-style-type: none"> Managed and maintained the estate's bank account Undertook bank reconciliations Liaising with Liberian lawyers to arrange for payment of their invoice 	<ul style="list-style-type: none"> To comply with insolvency law and regulations 	<ul style="list-style-type: none"> This work was necessary for administrative purposes and/or complying with statutory requirements and it had no direct financial benefit to the estate
Tax	<ul style="list-style-type: none"> Undertook periodic tax status reviews 	<ul style="list-style-type: none"> To comply with tax legislation 	<ul style="list-style-type: none"> This work was necessary for administrative purposes and/or complying with statutory requirements and it had no direct financial benefit to the estate
Closure	<ul style="list-style-type: none"> To progress the case to closure 	<ul style="list-style-type: none"> To ensure the proper closure of the case following the completion of the administration To comply with insolvency law and regulations 	<ul style="list-style-type: none"> This work was necessary for administrative purposes and/or complying with statutory requirements and it had no direct financial benefit to the estate
Total remuneration charged in the Period			61 hrs £22,074 £/hr360

Commercial in confidence

Detailed SIP9 time cost analysis for the period

Period from 21/11/2019 to 20/05/2020

Area of work	Partner		Manager		Executive		Administrator		Period total			Cumulative total as at period end		
	Hrs	£	Hrs	£	Hrs	£	Hrs	£	Hrs	£	£/hr	Hrs	£	£/hr
Realisation of Assets:									34.90	15,025.00	430.52	50.75	20,028.00	400.83
Debtors	25.50	13,005.00	1.50	595.00	6.20	1,519.00	2.70	351.00	35.90	15,470.00	430.92	50.15	19,881.00	396.43
General	-	-	-	-	-	-	-	-	-	-	-	0.60	147.00	245.00
Investigations:									-	-	-	9.10	2,041.00	224.29
Debtor / director / senior employees	-	-	-	-	-	-	-	-	-	-	-	4.80	932.50	179.56
General	-	-	-	-	-	-	-	-	-	-	-	4.30	1,108.50	257.79
Creditors:									2.90	754.50	260.17	11.95	3,165.50	264.90
Secured	-	-	0.30	90.00	1.60	392.00	-	-	1.90	482.00	253.68	9.40	2,529.50	269.10
Employees & pensions	-	-	-	-	-	-	-	-	-	-	-	0.60	147.00	245.00
Unsecured	-	-	0.50	150.00	0.50	122.50	-	-	1.00	272.50	272.50	1.95	489.00	250.77
Administration:									23.45	6,294.50	268.42	84.85	21,891.00	258.00
Case management	-	-	-	-	1.05	271.00	0.75	135.00	1.80	406.00	225.56	1.80	406.00	225.56
Reports to creditors, notices & decisions	1.00	705.00	5.90	1,826.00	4.00	1,200.00	6.00	1,005.00	16.90	4,736.00	280.24	16.90	4,736.00	280.24
Treasury, billing & funding	-	-	-	-	2.40	484.00	1.50	270.00	3.90	754.00	193.33	16.10	3,034.50	188.48
Tax	-	-	0.60	323.50	0.25	75.00	-	-	0.85	398.50	468.82	6.55	2,409.50	367.86
Pensions	-	-	-	-	-	-	-	-	-	-	-	0.60	267.00	445.00
General	-	-	-	-	-	-	-	-	-	-	-	42.90	11,038.00	257.30
Closure	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Total	26.50	13,710.00	9.80	3,429.50	16.00	4,063.50	10.95	1,761.00	61.25	22,074.00	360.39	156.65	47,125.50	300.83

Notes:

- Partner includes partners and directors
- Manager includes associate directors and managers
- Executive includes assistant manager and executives
- Total time costs paid to date: £0

Statement of expenses and disbursements incurred in the Period

This table provides details of expenses and disbursements incurred in the Period in connection with the work done by the Joint Administrators, description of which is provided in the 'Work done' section above.

Category	Incurred in the Period (£)	Cumulatively incurred as at Period end (£)	Of which paid by the estate as at Period end (£)
Category 1 disbursements			
Insolvency Practitioners' Bond	-	750	-
Expenses			
Preparation of Statement of Affairs	275	620	620
Legal Fees: DJM Limited	-	2,500	2,500
Statutory Advertising	-	74	74
Bank Charges	-	1	1
Total expenses and disbursements	275	3,945	3,195

Disbursements are expenses met by and reimbursed to an office holder in connection with an insolvency appointment and fall into two categories:

Category 1 disbursements

These are also known as 'out of pocket expenses' and are payments to independent third parties where there is specific expenditure directly referable to the insolvent estate; they can be drawn without prior approval and consist of the following categories:

- Travel and subsistence – these costs, which exclude mileage, are incurred by staff in attending trading premises or meetings, for example
- Office costs – these are costs such as postage or courier charges which are incurred in managing the case
- Statutory costs – these are costs such as bonding and advertising relating specifically to the case, which are required by statute

They also include expenses which have been paid using a Grant Thornton Loan, the balance of which (if any) can be seen on the joint administrators' receipts and payment account at Appendix C.

Category 2 disbursements

These are expenses that are directly referable to the insolvent estate but not a payment to an independent third party. They may include shared or allocated costs that may be incurred by an office holder or their firm, and that can be allocated to the appointment on a proper and reasonable basis. Category 2 disbursements require approval in the same manner as an office holder's remuneration.

To the extent that recovery of category 2 disbursements is sought, this will be for mileage only.

Mileage is charged at 45p a mile. VAT is added as appropriate. No category 2 disbursements have been incurred.

Sub-contracted out work

We confirm that, in the Period, we have not sub-contracted out any work that could otherwise have been carried out by us or our team.

Payments to associates

Where we have enlisted the services of others we have sought to obtain the best value and service. In the interest of transparency, we disclose below services we have sought from within our firm or from a party with whom (to the best of our knowledge) our firm, or an individual within our firm, has a business or personal relationship:

Service provider	Services enlisted	Cost of service
Grant Thornton UK LLP	• Tax work/advice (narrative is included within the above narrative of work done)	• Costs are included within the above SIP9 time cost analysis

Relationships requiring disclosure

We confirm that we are not aware of any business or personal relationships with any parties responsible for approving the joint administrators' fee basis, or who provide services to us as Joint Administrators, which may give rise to a potential conflict.

Information for creditors and members

Information to help creditors and members to understand their rights in insolvency and regarding officeholders' (ie administrators or liquidators) fees, and the roles and functions of committees is available via Grant Thornton's website:

<https://www.grantthornton.co.uk/portal>

Alternatively, we will supply this information by post, free of charge, on request.

DSLL

D – Payments, remuneration and expenses to the Joint Administrators or their associates

SIP 9 disclosure

This appendix has been prepared in accordance with the requirements of the Act 1986, the Rules and SIP9. In summary, it covers:

- pre-appointment costs
- fee basis
- work done by the Joint Administrators and their team during the Period
- disbursements and expenses
- sub-contracted out work
- payments to associates
- relationships requiring disclosure
- information for creditors (rights, fees, committees)

Pre-appointment costs

Pre-administration costs are fees charged and expenses incurred by administrators or other qualified insolvency practitioners before a company enters administration but with a view to it doing so. To the extent they remain unpaid when a company enters administration and payment is sought, approval is required from the appropriate body of creditors as to whether they should be paid from the estate.

In the period leading up to appointment, the Firm incurred costs in undertaking tasks required for placing DSLI into Administration. We will not be seeking approval of these of costs as an expense of the Administration under Rule 3.52 and, therefore, there will be no pre-appointment fee paid to the Firm.

Eversheds was instructed by the Firm to assist with the drafting of the pre-appointment documentation. Their costs incurred in respect of this matter are £116 inclusive of disbursements. The secured creditors approved the payment of these costs and they have been discharged accordingly.

Post-appointment costs

Fee basis of the Joint Administrators

As at the date of this report, the fee basis has not been set due to the limited information available to us about DSLI and the realisable assets on appointment. Due to insufficient realisations in the estate, no remuneration will be drawn and all time costs will be written off.

During the Period, time costs were incurred totalling £7,096 represented by 27 hrs at an average of 260 £/hr (as shown in the 'Work done' section below). Description of the work done in the Period is provided in the respective section below.

Proposed fee basis

The Proposals stated that the Joint Administrators consider that DSLI has insufficient property to enable a distribution to be made to unsecured creditors other than potentially by virtue of Section 176A of the Insolvency Act 1986 (the "prescribed part" to be carved out of money which would otherwise be payable to the holder of a floating charge).

A consequence of this statement is that rule 18.18(4) of the Rules provides that the basis of the Joint Administrators' remuneration shall be fixed, if, as in this case, there is no creditors committee, by the consent of each of the secured creditors.

Likely return to creditors

There are insufficient funds available to unsecured creditors.

Work done by the Joint Administrators and their team during the Period

We are required to detail costs of actual work done in the Period, including any expenses incurred in connection with it, as against any fees estimate provided. In this case, we have not provided a fees estimate due to the limited information available to us about DSLI and the realisable assets on appointment to enable us to determine the level of work required.

We are also required to provide a narrative explanation of the work done, which can be seen in the table below. Details of expenses incurred in connection with work done are provided in the 'Disbursements and expenses' section below.

Area of work	Work done	Why the work was necessary	Financial benefit to creditors	Fees (time costs) incurred		
Assets				1 hr	£150	£/hr300
Cash at bank	<ul style="list-style-type: none"> Liaised with bank in Sierra Leone to recover cash at bank 	<ul style="list-style-type: none"> To secure and realise the debts where possible To maximise recoveries for creditors 	<ul style="list-style-type: none"> This work was necessary to help realise financial value for the benefit of the estate and for a distribution to creditors should sufficient funds become available 			
Creditors				1 hr	£335	£/hr258
Secured	<ul style="list-style-type: none"> Formal reporting to the secured creditors 	<ul style="list-style-type: none"> To keep the secured creditors updated as the key stakeholders in the administration due to their fixed and floating charges over the company's assets 	<ul style="list-style-type: none"> This work was necessary for administrative purposes and/or complying with statutory requirements and it had no direct financial benefit to the estate 			
Unsecured	<ul style="list-style-type: none"> Corresponded with the National Revenue Authority of Sierra Leone in relation to their queries and claim 	<ul style="list-style-type: none"> To ensure all creditors are kept up to date with the administration To ensure all creditor claims are dealt with appropriately 	<ul style="list-style-type: none"> This work was necessary for administrative purposes and/or complying with statutory requirements and it had no direct financial benefit to the estate 			
Administration				25 hrs	£6,611	£/hr260
Case management	<ul style="list-style-type: none"> Undertook six-monthly file reviews Corresponded with solicitors in respect of outstanding invoices 	<ul style="list-style-type: none"> To comply with insolvency law and regulations 	<ul style="list-style-type: none"> This work was necessary for administrative purposes and/or complying with statutory requirements and it had no direct financial benefit to the estate 			
Reports to creditors, notices & decisions	<ul style="list-style-type: none"> Prepared, circulated and filed our six-monthly progress report 	<ul style="list-style-type: none"> To comply with insolvency law and regulations 	<ul style="list-style-type: none"> This work was necessary for administrative purposes and/or complying with statutory requirements and it had no direct financial benefit to the estate 			

Treasury, billing & funding	<ul style="list-style-type: none">• Liaised with overseas pre-appointment bank and required significant amounts of correspondence and chasing• Managed and maintained the estate's bank account• Undertook bank reconciliations	<ul style="list-style-type: none">• To comply with insolvency law and regulations	<ul style="list-style-type: none">• This work was necessary for administrative purposes and/or complying with statutory requirements and it had no direct financial benefit to the estate
Tax	<ul style="list-style-type: none">• Undertook periodic tax status reviews	<ul style="list-style-type: none">• To comply with tax legislation	<ul style="list-style-type: none">• This work was necessary for administrative purposes and/or complying with statutory requirements and it had no direct financial benefit to the estate
Total remuneration charged in the Period			27 hrs £7,096 £/hr260

Commercial in confidence

Detailed SIP9 time cost analysis for the period

Period from 21/11/2019 to 20/05/2020

Area of work	Partner		Manager		Executive		Administrator		Period total			Cumulative total as at period end		
	Hrs	£	Hrs	£	Hrs	£	Hrs	£	Hrs	£	£/hr	Hrs	£	£/hr
Realisation of Assets:									0.50	150.00	300.00	7.95	2,452.75	308.52
Debtors	-	-	-	-	-	-	-	-	-	-	-	7.15	2,229.25	311.78
Cash at bank	-	-	0.50	150.00	-	-	-	-	0.50	150.00	300.00	0.50	150.00	300.00
General	-	-	-	-	-	-	-	-	-	-	-	0.30	73.50	245.00
Investigations:												8.80	1,951.00	221.70
Debtor / director / senior employees	-	-	-	-	-	-	-	-	-	-	-	4.30	793.50	184.53
General	-	-	-	-	-	-	-	-	-	-	-	4.50	1,157.50	257.22
Creditors:									1.30	335.00	257.69	6.10	1,593.50	261.23
Secured	-	-	0.30	90.00	-	-	-	-	0.30	90.00	300.00	4.50	1,201.50	267.00
Employees & pensions	-	-	-	-	-	-	-	-	-	-	-	0.60	147.00	245.00
Unsecured	-	-	-	-	1.00	245.00	-	-	1.00	245.00	245.00	1.00	245.00	245.00
Administration:									25.45	6,610.75	259.75	89.05	22,181.25	249.09
Case management	-	-	-	-	0.50	122.50	0.25	45.00	0.75	167.50	223.33	0.75	167.50	223.33
Reports to creditors, notices & decisions	1.00	705.00	3.10	966.00	4.00	1,200.00	6.50	1,070.00	14.60	3,941.00	269.93	14.60	3,941.00	269.93
Treasury, billing & funding	-	-	-	-	5.55	1,093.25	1.90	342.00	7.45	1,435.25	192.65	27.30	5,063.50	185.48
Tax	-	-	2.10	918.50	0.55	148.50	-	-	2.65	1,067.00	402.64	8.00	2,812.50	351.56
Pensions	-	-	-	-	-	-	-	-	-	-	-	0.60	267.00	445.00
General	-	-	-	-	-	-	-	-	-	-	-	37.80	9,929.75	262.69
Closure	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Total	1.00	705.00	6.00	2,124.50	11.60	2,809.25	8.65	1,457.00	27.25	7,095.75	260.39	111.90	28,178.50	251.82

Notes:

- Partner includes partners and directors
- Manager includes associate directors and managers
- Executive includes assistant manager and executives
- Total time costs paid to date: £0

Statement of expenses and disbursements incurred in the Period

This table provides details of expenses and disbursements incurred in the Period in connection with the work done by the Joint Administrators, description of which is provided in the 'Work done' section above.

Category	Incurred in the Period (£)	Cumulatively incurred as at Period end (£)	Of which paid by the estate as at Period end (£)
Category 1 disbursements			
Insolvency Practitioners' Bonding	-	150	-
Total expenses and disbursements	-	150	150

Disbursements are expenses met by and reimbursed to an office holder in connection with an insolvency appointment and fall into two categories:

Category 1 disbursements

These are also known as 'out of pocket expenses' and are payments to independent third parties where there is specific expenditure directly referable to the insolvent estate; they can be drawn without prior approval and consist of the following categories:

- Travel and subsistence – these costs, which exclude mileage, are incurred by staff in attending trading premises or meetings, for example
- Office costs – these are costs such as postage or courier charges which are incurred in managing the case
- Statutory costs – these are costs such as bonding and advertising relating specifically to the case, which are required by statute

They also include expenses which have been paid using a Grant Thornton Loan, the balance of which (if any) can be seen on the joint administrators' receipts and payment account at Appendix C.

Category 2 disbursements

These are expenses that are directly referable to the insolvent estate but not a payment to an independent third party. They may include shared or allocated costs that may be incurred by an office holder or their firm, and that can be allocated to the appointment on a proper and reasonable basis. Category 2 disbursements require approval in the same manner as an office holder's remuneration.

To the extent that recovery of category 2 disbursements is sought, this will be for mileage only.

Mileage is charged at 45p a mile. VAT is added as appropriate. No category 2 disbursements have been incurred.

Sub-contracted out work

We confirm that, in the Period, we have not sub-contracted out any work that could otherwise have been carried out by us or our team.

Payments to associates

Where we have enlisted the services of others, we have sought to obtain the best value and service. In the interest of transparency, we disclose below services we have sought from within our firm or from a party with whom (to the best of our knowledge) our firm, or an individual within our firm, has a business or personal relationship:

Service provider	Services enlisted	Cost of service
Grant Thornton UK LLP	<ul style="list-style-type: none">Tax work/advice (narrative is included within the above narrative of work done)	<ul style="list-style-type: none">Costs are included within the above SIP9 time cost analysis

Relationships requiring disclosure

We confirm that we are not aware of any business or personal relationships with any parties responsible for approving the joint administrators' fee basis, or who provide services to us as Joint Administrators, which may give rise to a potential conflict.

Information for creditors and members

Information to help creditors and members to understand their rights in insolvency and regarding officeholders' (ie administrators or liquidators) fees, and the roles and functions of committees is available via Grant Thornton's website:

<https://www.grantthornton.co.uk/portal>

Alternatively, we will supply this information by post, free of charge, on request.

