

The Insolvency Act 1986

Administrator's progress report

Name of Company Greenfield Energy Limited	Company number 05204149
In the High Court of Justice, Chancery Division, Bristol District Registry (full name of court)	Court case number 295 of 2015

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

We (a)
Richard Lewis
Grant Thornton UK LLP
1020 Eskdale Road
Winnersh
Wokingham
RG41 5TS


David J Dunckley
Grant Thornton UK LLP
30 Finsbury Square
London
EC2P 2YU

Joint administrators of the above company attach a progress report for the period

(b) Insert date

From (b) 1 July 2015	To (b) 31 December 2015
-------------------------	----------------------------

Signed


Joint Administrator

Dated

29 January 2016

Contact Details:

You do not have to give any contact information in the box opposite but if you do, it will help Companies House to contact you if there is a query on the form

The contact information that you give will be visible to searchers of the

Richard Lewis
Grant Thornton UK LLP
1020 Eskdale Road
Winnersh
Wokingham
RG41 5TS

DX Number

DX Exchange

WEDNESDAY



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COMPANIES HOUSE

When you have completed and signed this form, please send it to the Registrar of Companies at -
Companies House, Crown Way, Cardiff CF14 3UZ DX 33050 Cardiff



Our Ref RJL/PAM/KLM/TXA/G20597007/

To the creditors

Recovery and Reorganisation

Grant Thornton UK LLP
4 Hardman Square
Spinningfields
Manchester M3 3EB

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29 January 2016

Dear Sirs

**Greenfield Energy Limited - In Administration
(the Company)
High Court of Justice, Chancery Division, Bristol District Registry
No 295 of 2015**

1 Introduction

- 1.1 Following my appointment as joint administrator of the above company with David Dunkley by the director on 1 July 2015, I now report on the progress of the administration to 31 December 2015 and attach
- Appendix A, Form 2.24B, together with an account of our receipts and payments for the period from 1 July 2015 to 31 December 2015 and also for the whole administration to date
 - Appendix B, a statement of the remuneration charged by the joint administrators in the period 1 July 2015 to 31 December 2015 and a statement of expenses incurred in the period
 - Appendix C, an analysis of our time costs as required by Statement of Insolvency Practice 9
 - Appendix D, an extract from the Insolvency Rules 1986 relating to creditors' rights to request additional information from the administrator (Rule 2.48A)
 - Appendix E, an extract from the Insolvency Rules 1986 relating to creditors' rights to challenge the administrator's remuneration or expenses, if excessive (Rule 2.109)
- 1.2 Please note that we are both authorised by the Insolvency Practitioners Association to act as insolvency practitioners
- 1.3 In accordance with paragraph 100(2) of Schedule B1 to the Insolvency Act 1986, the functions of the administrators are to be exercised by any or all of them

Chartered Accountants

Grant Thornton UK LLP is a limited liability partnership registered in England and Wales. No. 06307742. Registered office: Grant Thornton House, Melton Street, Euston Square, London NW1 2EP. A list of members is available from our registered office. Grant Thornton UK LLP is authorised and regulated by the Financial Conduct Authority. Grant Thornton UK LLP is a member firm of Grant Thornton International Ltd (GTIL). GTIL and the member firms are not a worldwide partnership. Services are delivered by the member firms. GTIL and its member firms are not agents of, and do not obligate, one another and are not liable for one another's acts or omissions. A list of personnel permitted by Grant Thornton to accept appointments as insolvency practitioners and of their respective authorising bodies may be inspected at the above address. Please see grantthornton.co.uk for further details.

2 Statutory information

2 1 The Company's statutory details are as follows

Registered number	05204149
Registered office	Grant Thornton UK LLP, 4 Hardman Square, Spinningfields, Manchester, M3 3EB

3 Pre-appointment expenses

3 1 At a meeting held on 4 September 2015, creditors approved a resolution stating the joint administrators' remuneration for work carried out prior to the appointment be set according to the time properly given by the administrators and their staff, capped at £12,500 plus VAT

3 2 It was also approved that legal costs incurred by the administrators prior to the administration of £23,610 plus VAT be paid in full

4 Progress report

Trading

4 1 The majority of employees involved in the installation business were made redundant upon my appointment

4 2 I initially retained a small number of staff to

- maintain the Company's operating and monitoring obligations,
- carry out limited maintenance,
- assess the remedial work necessary to maximise book debt collections, and
- assist in bringing the Company's books and records up-to-date

4 3 Following receipt of legal advice indicating the Company did not own the intellectual property to enable it to carry out installations, to reduce costs further I subsequently made a further eight redundancies, leaving three employees

Sale of business and assets

4 4 Following my appointment I explored the possibility of selling the Company's operating and maintenance business and liaised with a number of potential interested parties

4 5 As the Company did not own the intellectual property there was limited interest aside primarily from stakeholders with a financial interest in the existing installations and required the operating and maintenance support to continue

4 6 Following the consideration of potential options a sale of the business and assets was completed to Thermal Energy Networks Limited ("TENL") on 4 September 2015 for £50,000. This value was significantly above of our agent's valuation of the incumbent physical assets on both an in situ and ex situ basis with the uplift representing value achieved for the business

4 7 The shareholders and directors of TENL are also directors of other companies within a joint venture structure between the Company's holding company, Greenfield Management Co Limited and HREHL HoldCo Limited ("HREHL"), which is also the Company's largest unsecured creditor

4 8 Following the sale of the business and assets, the three remaining employees transferred to the purchaser

Book debts

4 9 On my appointment the Company had outstanding book debts totalling £1,022,778. The majority of these debts relate to installations at the final stages of completion

4 10 To date I have received pre-appointment book debts of £235,000, including £35,000 where work was completed post appointment

4 11 I continue to progress discussions with certain key debtors to recover these amounts. I am being assisted by TENL particularly where reductions are sought by debtors due to the impact of the administration and concerns in relation to future operating and maintenance support in relation to the installations

4 12 Our strategy in trading the business and completing the sale to TENL has been with the primary objective of maximising debtor realisations

4 13 It is currently too early to estimate the quantum of realisations

4 14 The director's statement of affairs includes intercompany debtors which we will be reviewing to assess the potential for recovery and counter claims

Leasehold property

4 15 At the date of my appointment the Company occupied two properties in St Andrews Hill, London. The 2nd floor property was vacated on 24 July 2015. The vacation date of the 3rd floor property was 8 September 2015 and the deemed surrender of the lease was 8 October 2015

Liabilities

Secured creditors

4 16 There are no secured creditors in this matter

Preferential and unsecured creditors

4 17 Preferential claims for arrears of wages and holiday pay are estimated at £40,786 in the director's statement of affairs

4 18 Unsecured claims are estimated at £9,323,180 in the director's statement of affairs

4 19 Current calculations indicate that the dividend prospects for preferential and unsecured creditors remain uncertain and will depend on future debtor recoveries

5 Joint administrators' remuneration and expenses

- 5 1 On 4 September 2015 the creditors resolved that we draw our remuneration by reference to our time costs, capped at £200,000 plus VAT. You will note from the SIP 9 table attached at Appendix C that our time costs to date are £207,432 and from the receipts and payments account attached at Appendix A that I have yet to draw any fees. Time costs incurred in the period but not drawn as remuneration to date are disclosed in Appendix B.
- 5 2 Expenses incurred to date total £1,128 relating to travel and postage expenses.
- 5 3 Background information regarding the fees of administrators can be found at https://www.r3.org.uk/media/documents/publications/professional/Guide_to_Administrators_Fees_Nov2011.pdf. Alternatively, we will supply this information by post on request. Time is charged in 6 minute units.

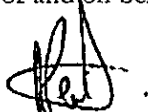
6 Other expenses incurred by the joint administrators

- 6 1 The following professionals were engaged to assist in the administration and have been paid the amounts detailed:
- Wyles Hardy & Co Ltd – paid £1,612 to value the Company's stock and chattel assets,
 - Ogier – paid £2,544 to assist with legal matters relating to the share security agreement,
 - Osborne Clarke – paid £67,207 to assist with the appointment process and legal matters generally,
 - Coffin Mew LLP – paid £2,332 to assist with retention of title claims,
 - Eacotts International Limited – paid £1,033 for assistance with payroll during the trading process,
 - Dmitry Zaynulin – paid £900 to assist the administration team with advice and data management,
 - Mitchell Collins – paid £600 to assist with RHI Consultancy,
 - ERA Solutions Limited (ERA) – paid £1,560 to assist employees with employment claims, and
 - JLT Specialty Limited (JLT) – paid £2,386 to ensure appropriate insurance cover is maintained.

7 Contact

- 7 1 Should you require any further information please contact Andrew Aindow on 0161 953 6361.

Yours faithfully
for and on behalf of Greenfield Energy Limited



Richard Lewis
Joint Administrator

The affairs, business and property of Greenfield Energy Limited are being managed by Richard Lewis and David Duncley, appointed as joint administrators on 1 July 2015.

Enc

Greenfield Energy Limited - in administration
 Joint Administrators' receipts and payments account
 from 1 July 2015 to 31 December 2015

Receipts	Statement of Affairs (£)	Total (£)
Intercompany Debt	358,783 34	0 00
Sale of Business		50,000 00
Furniture & Equipment	29,609 91	0 00
Stock/WIP	86,959 07	0 00
Book Debts	700,000 00	235,000 00
Cash at Bank	914 93	468 75
Bank/ISA InterestGross		134 97
Misc Refunds		1,136 87
Vat on Sales		7,000 00
		<hr/> 293,740 59 <hr/>
Payments		
Subcontractor costs		3,104 65
Telephone/Dataservices		2,114 49
Insurance		2,386 52
Professional Fees		2,533 00
PAYE/NI		15,517 95
Net Wages		41,908 63
Employee Expenses		1,353 19
Preparation of S of A		1,345 00
VAT irrecoverable		88 39
Agents/Valuers Fees (1)		1,612 39
Legal Fees (1)		72,083 40
Professional Fees		1,560 00
Storage Costs		1,175 30
Re-Direction of Mail		240 00
Statutory Adverusing		169 20
Bank Charges		165 00
Vat on Purchases		19,194 94
HMRC - VAT received/paid		1,847 59
		<hr/> 168,399 64 <hr/>
Balance - 31 December 2015		<hr/> 125,340 95 <hr/>

Made up as follows

Floating Current Account	35,896 40
Barclays Trading Account	89,444 55

Greenfield Energy Limited - in administration
Joint Administrators' receipts and payments account
from 1 July 2015 to 31 December 2015

125,340 95

The Insolvency Act 1986

Administrator's progress report

Name of Company

Greenfield Energy Limited

Company number

05204149

In the
High Court of Justice, Chancery Division,
Bristol District Registry

(full name of court)

Court case number
295 of 2015(a) Insert full
name(s) and
address(es) of
administrator(s)We (a)
Richard Lewis
Grant Thornton UK LLP
1020 Eskdale Road
Winnersh
Wokingham
RG41 5TSDavid Dunckley
Grant Thornton UK LLP
30 Finsbury Square
London
EC2P 2YU

joint administrators of the above company attach a progress report for the period

From

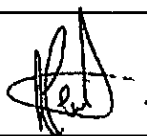
To

(b) Insert date

(b) 1 July 2015

(b) 31 December 2015

Signed



Joint Administrator

Dated

29 January 2016

B Remuneration charged and expenses incurred by the administrators in the period

	Charged/incurred in period 01/07/2015 to 31/12/2015	Of which paid to 31/12/2015
	£	£
Joint administrators' fees	207,432	0
Time costs		
Expenses	1,128	0
Professional fees		
ERA Solutions Limited	1,560	1,560
Mitchell Collins	600	600
Dmitriy Zaynulin	900	900
Eacotts	1,033	1,033
Legal fees		
Coffin Mew LLP	4,454	2,332
Osborne Clarke	67,207	67,207
Ogier	2,544	2,544
Agents/valuers		
Wyles Hardy & Co	1,612	1,612
Insurance		
JLT	2,386	2,386
Storage costs		
P A Miller	1,175	1,175
Statutory Advertising		
Courts Advertising Limited	169	169

C SIP 9 information

Introduction

The following information is provided in connection with the administrators' remuneration and disbursements in accordance with SIP 9

Explanation of Grant Thornton UK LLP charging and disbursement recovery policies

Time costs

All partners and staff are charged out at hourly rates appropriate to their grade, as shown on the attached schedule. Details of the hourly charge-out rates are made available to creditors or committees at the time of fixing the basis of our fees. Support staff (ie secretaries, cashiers and filing clerks) are charged to the case for the time they work on it.

	From 01/07/10	From 01/07/11	From 01/07/12	From 01/07/13	From 01/07/14 to date
	£	£	£	£	£
Partners up to	535	560	580	600	740
Managers up to	405	425	440	455	470
Administrators up to	285	300	310	320	345
Assistants and support staff up to	195	205	210	220	230

Disbursements

Out of pocket expenses are charged at cost and mileage is charged at standard rates. VAT is added to disbursement charges as necessary.

Greenfield Energy Limited - In Administration - G20597007 - SIP 9 TIME COST ANALYSIS

Transaction period 01/07/2015 to 31/12/2015

	Partner		Manager		Executive		Administrator		Total	
	Hrs	£	Hrs	£	Hrs	£	Hrs	£	Hrs	£
Administration and Planning	36 15	17,003 00	53 95	23,973 00	58 58	14,196 70	60 90	8,477 50	209 58	63,650 20
Creditors	11 35	5,334 50	17 20	7 972 00	26 50	6 560 00	21 90	3,488 00	76 95	23 354 50
Hiatus period										
Investigations	3 45	1,621 50			5 75	1 405 00	2 60	416 00	11 80	3 442 50
Realisation of Assets	37 10	17,437 00	65 70	30,347 00	59 75	14,340 00	10 10	1,544 00	172 65	63,668 00
Trading			66 75	31,372 50	89 00	21,742 50			155 75	53,115 00
Unclassified			40	202 00					40	202 00
Total	88 05	41,396 00	204 00	93,866 50	239 58	58,244 20	95 50	13,925 50	627 13	207,432 20

Total fees billed to date (Time) £

Greenfield Energy Limited - In Administration - G20597007 - SIP 9 TIME COST ANALYSIS

Transaction period 01/07/2015 to 31/12/2015

	Partner		Manager		Executive		Administrator		Total	
	Hrs	£	Hrs	£	Hrs	£	Hrs	£	Hrs	£
Administration and Planning (incl statutory reporting)	36 15	17 003 00	41 20	17 980 50	57 58	13 956 70	59 70	8 285 50	194 63	57 225 70
Chargeholders (incl bank reporting)							20	32 00	20	32 00
Hiatus period										
Investigations and reports on directors	3 45	1 621 50			5 75	1 405 00	2 60	4 16 00	11 80	3 442 50
Legal			12 75	5 992 50	1 00	240 00	1 20	192 00	14 95	6 424 50
Preferential creditors			10 70	4 917 00	19 25	4 620 00	2 30	368 00	32 25	9 905 00
Realisation of Assets Debtors	14 30	6 721 00	5 00	2 350 00	20 25	4 860 00	60	96 00	40 15	14 027 00
Realisation of Assets Other assets	1 50	705 00	3 90	1 833 00	7 75	1 860 00			13 15	4 398 00
Realisation of Assets Property plant vehicles etc (incl HP leasing and third party)					9 25	2 220 00	6 60	984 00	15 85	3 204 00
Realisation of Assets Stock and WIP (incl ROT)	25	117 50	7 40	3 478 00	4 75	1 140 00	1 50	240 00	13 90	4 975 50
Sale of business	21 05	9 893 50	49 40	22 686 00	17 75	4 260 00	1 40	224 00	89 60	37 063 50
Trading			66 75	31 372 50	89 00	21 742 50			155 75	53 115 00
Unclassified			40	202 00					40	202 00
Unsecured creditors	11 35	5 334 50	6 50	3 055 00	7 25	1 940 00	19 40	3 088 00	44 50	13 417 50
Total	88 05	41 396 00	204 00	93 866 50	239 58	56 244 20	95 50	13 925 50	627 13	207 432 20

Total fees billed to date (Time) • £

TASKS	Incurred to date		
	Av Hnly Rate	Hrs	£
STATUTORY AND ADMINISTRATIVE TASKS		210	63,852
Case planning Case set up and acceptance compliance Appointment notification Statutory advertising, minutes of meetings File reviews Bank account administration (treasury) Consider Tax and VAT position Report to creditors on appointment and meeting notice Administrators Statement of Proposals Preparation and hosting initial creditors meeting Undertakings to utility companies Liaising with lawyers Reports to creditors			
REALISATION OF ASSETS	369	173	63,668
<u>Preservation of assets</u> Take control of company books and records Review company's bank statements and records Initial letters to various parties inc banks, agents Dealing with stock and Retention of Title claims <u>Sale/realisation of assets</u> Obtain information from various sources relating to assets Liaising with landlords Ensuring insurance compliance Instruct agents to manage/sell the assets and liaise throughout Dealing with interested parties and sale of business Collection of book debts			
TRADING	341	156	53,115
Reviewing management operations Managing employee issues Attending site Arranging undertakings with suppliers / HP companies Dealing with insurance issues Trading the business			
CREDITORS	304	77	23,354
Creditor correspondence Dealing with employee queries and liaising with Redundancy Payments Service			
INVESTIGATION	292	12	3,443
Review transactions in accordance with SIP 2 Prepare D Returns and attachments			
Total costs	332	627	207,432

D An extract from the Insolvency Rules 1986 relating to creditors' rights to request additional information from the administrator

Rule 2 48A

- (1) If
 - (a) within 21 days of receipt of a progress report under Rule 2 47 -
 - (i) a secured creditor, or
 - (ii) an unsecured creditor with the concurrence of at least 5% in value of the unsecured creditors (including the creditor in question), or
 - (b) with the permission of the court upon an application made within that period of 21 days, any unsecured creditor makes a request in writing to the administrator for further information about remuneration or expenses (other than pre-administration costs) set out in a statement required by Rule 2 47(1)(db) or (dc), the administrator must, within 14 days of receipt of the request, comply with paragraph (2)
- (2) The administrator complies with this paragraph by either -
 - (a) providing all of the information asked for, or
 - (b) so far as the administrator considers that
 - (i) the time or cost of preparation of the information would be excessive, or
 - (ii) disclosure of the information would be prejudicial to the conduct of the administration or might reasonably be expected to lead to violence against any person, or
 - (iii) the administrator is subject to an obligation of confidentiality in respect of the information,
 giving reasons for not providing all of the information
- (3) Any creditor, who need not be the same as the creditor who requested further information under paragraph (1), may apply to the court within 21 days of -
 - (a) the giving by the administrator of reasons for not providing all of the information asked for, or
 - (b) the expiry of the 14 days provided for in paragraph (1),
 and the court may make such order as it thinks just
- (4) Without prejudice to the generality of paragraph (3), the order of the court under that paragraph may extend the period of 8 weeks provided for in Rule 2 109(1B) by such further period as the court thinks just

E An extract from the Insolvency Rules 1986 relating to creditors' rights to challenge the administrator's remuneration or expenses if excessive

Rule 2 109

- (1) Any secured creditor, or any unsecured creditor with either the concurrence of at least 10% in value of the unsecured creditors (including that creditor) or the permission of the court, may apply to the court for one or more of the orders in paragraph (4)
- (1A) Application may be made on the grounds that -
 - (a) the remuneration charged by the administrator,
 - (b) the basis fixed for the administrator's remuneration under Rule 2 106, or
 - (c) expenses incurred by the administrator,
 is or are, in all the circumstances, excessive or, in the case of an application under sub-paragraph (b), inappropriate
- (1B) The application must, subject to any order of the court under Rule 2 48A(4), be made no later than 8 weeks after receipt by the applicant of the progress report which first reports the charging of the remuneration or the incurring of the expenses in question ("the relevant report")
- (2) The court may, if it thinks that no cause is shown for a reduction, dismiss it without a hearing but it shall not do so without giving the applicant at least 5 business days' notice, upon receipt of which the applicant may require the court to list the application for a without notice hearing. If the application is not dismissed, the court shall fix a venue for it to be heard, and give notice to the applicant accordingly
- (3) The applicant shall, at least 14 days before the hearing, send to the administrator a notice stating the venue and accompanied by a copy of the application, and of any evidence which the applicant intends to adduce in support of it
- (4) If the court considers the application to be well-founded, it must make one or more of the following orders -
 - (a) an order reducing the amount of remuneration which the administrator was entitled to charge
 - (b) an order fixing the basis of remuneration at a reduced rate or amount
 - (c) an order changing the basis of remuneration
 - (d) an order that some or all of the remuneration or expenses in question be treated as not being expenses of the administration
 - (e) an order that the administrator or the administrator's personal representative pay to the company the amount of the excess of remuneration or expenses or such part of the excess as the court may specify
 and may make any other order that it thinks just, but an order under sub-paragraph (b) or (c) may be made only in respect of periods after the period covered by the relevant report
- (5) Unless the court orders otherwise, the costs of the application shall be paid by the applicant, and are not payable as an expense of the administration