

The Insolvency Act 1986

**Administrator's progress report**

Name of Company
<b>Horizon Mineral Handling Limited</b>

Company number
<b>05346865</b>

In the
<b>High Court of Justice</b>
(full name of court)

Court case number
<b>7325 of 2013</b>

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

I/We (a)  
**Stephen Robert Cork**  
**Cork Gully**  
**52 Brook Street**  
**London**  
**W1K 5DS**

**Andrew Howard Beckingham**  
**Cork Gully**  
**52 Brook Street**  
**London**  
**W1K 5DS**


administrator(s) of the above company attach a progress report for the period

(b) Insert date

From
(b) <b>19/06/2016</b>

To
(b) <b>18/10/2016</b>

Signed

  
Joint / Administrator(s)

Dated

**17/11/2016**

TUESDAY



A07

\*A5K9U7LD\*

22/11/2016

#175

COMPANIES HOUSE

# CORK GULLY

Unity Power Plc and its  
Subsidiaries

(in Administration)

Joint Administrators' Progress Report

Based on a solid heritage we are an advisory firm bringing clarity to complex restructuring, recovery and insolvency situations.

The firm remains as committed to our founding principles today as we were a hundred years ago. Our partners and staff have worked together for many years, reorganising operations and structures to deliver sustainable stakeholder value. The current trading environment is increasingly complex, so the solutions we provide for our clients are more creative, more responsive and more effective than ever.

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# Unity Group Progress Report

**Unity Power plc, Horizon Mining Limited, Horizon Mineral Handling Limited, Unity Mine Limited, Ocean Coal Limited, Abbey Mine Limited, Centreclear Limited (all in Administration) (together "the Group")**

## 1 Introduction

Andrew Beckingham and I were appointed Joint Administrators of the Group on 30 October 2013

The automatic end of each Administration was extended from 30 October 2014 to 31 January 2015 by virtue of the consent of creditors (in accordance with paragraph 78(2) of Schedule B1 to the Insolvency Act 1986) and subsequently by the Court to 31 July 2015 and, thereafter, to 31 January 2016, 31 July 2016 and 30 November 2016

At the time of writing, it is considered that the purpose of each of the Administrations presently being pursued may not be achieved by 30 November 2016 and, accordingly, we consider it appropriate to seek to extend each of the Administrations by a further four months to 31 March 2017 for the reasons explained herein

This report has been prepared in accordance with Rule 2.112 of the Insolvency Rules 1986. This report, attached to the respective Forms 2.24B, will also provide the creditors with an update on the progress of each of the Administrations since our last report for the period to 18 June 2016

Creditors will note that the Joint Administrators are able to seek to extend the Administrations by virtue of clause (a)(iv) of the Joint Administrators' approved proposals, as set out at Appendix 3 to this report, which provide that the Joint Administrators may be at liberty to do all such things and generally exercise all their powers as Joint Administrators as they in their discretion consider desirable in order to achieve the purpose of the

Administrations or protect and preserve the assets of the Group or maximise the realisations of those assets or of any purpose incidental to the proposals

## 2. Details of the Joint Administrators' Appointment

Each of the companies within the Group was placed into administration on 30 October 2013 and Andrew Beckingham and I were appointed as Joint Administrators. The Joint Administrators carry out their functions jointly and severally.

We consider that the EC regulation on insolvency proceedings applies to the Group and also consider that they are "main" proceedings as the Group's registered office and former management address are in the United Kingdom

## 3 Statutory Information

The statutory information relating to each of the companies within the Group is attached at Appendix 1

## 4 Principal Activity of the Group

As previously reported, the principal activity of the Group is the development and operation of the Unity underground coal mine, located in the Vale of Neath, South Wales. The Unity mine is the largest drift mine in Wales and holds substantial deposits of high ranking anthracite coal suitable for the steel industry, thermal power stations, ferro-alloy carbon additive and carbonisation plants, water treatment and domestic use markets. For ease of reference, we remind you of the activity of each of the entities within the Group as follows:

- **Unity Power plc and Horizon Mining Limited**

Unity Power plc is the ultimate parent of the Group and wholly owns all other companies, either directly

## Unity Group Progress Report

or indirectly. A detailed group structure is attached at Appendix 2. The principal activity of both Unity Power plc and its immediate subsidiary Horizon Mining Limited is to raise and provide finance to all other companies within the Group.

- **Unity Mine Limited**

The mining operation of the Group is carried out by Unity Mine Limited. Development of the mine began in 2008 and extraction from 2011. Under the current operating license the mine is focused on establishing coal mining operations at the six feet seam, where there are an estimated 205 million tonnes of reserves.

In 2011 and 2012 the Coal Authority granted extensions to the Unity Mine license area and an option for lease, increasing total estimated reserves to 972 million tonnes.

- **Ocean Coal Limited**

In addition to the above reserves, Ocean Coal Limited, a non-trading entity, held a conditional exploration license to exploit deposits at the Ocean Coal field. It is estimated that this site holds further reserves of approximately 1,300 million tonnes.

- **Centreclear Limited**

To facilitate transport to and from the Unity Mine site a railhead has been constructed on the surface. The existing railway line capacity is 1.8 million tonnes per year. Centreclear Limited owns the railhead and is the entity responsible for seeking opportunities in rail infrastructure.

- **Abbey Mine Limited and Horizon Mineral Handling Limited**

Both Abbey Mine Limited and Horizon Mineral Handling Limited are non-trading entities and are currently classified as dormant.

### 5 Steps Taken Since Our Last Report To Creditors

Since our last report to creditors, we have primarily been engaged with regard to the following matters:

- **Negotiations with Interested Parties**

At the time of our last report, Party A (as previously referred) had been working closely with the Joint Administrators' staff to redevelop the mine model and to prove alternative anthracite markets in response to its investor's concerns following Tata Steel's announcement in early 2016 to sell its loss making UK plants. The revised mining model focused on niche markets for premium anthracite products where prices remained robust, as opposed to supplying the bulk markets of power generation and PCI for steel production. The revised model presented an attractive NPV and Party A's investor was close to concluding its own due diligence on the model.

Party A has now finalised an offer to acquire the shares in Horizon Mining Limited ('the Share Capital'). This offer has been accepted by the Joint Administrators and recommended for acceptance to the secured lender group ('the Secured Creditors'). To date the consent of the Secured Creditors has not been forthcoming although it is anticipated that the offer will ultimately be accepted.

- **Revisions to the Joint Administrators' Proposals and proposal for a CVA**

The offer received from Party A was subject to

## Unity Group Progress Report

contract and conditional upon Horizon Mining Limited and each of its subsidiaries (together "the Companies") being free of the historic liabilities that were outstanding as at the date of administration. It was therefore necessary for the Joint Administrators to propose a company voluntary arrangement ("CVA") to the creditors and members of each of the respective Companies.

During the report period, the Joint Administrators firstly convened meetings of the Companies' creditors to consider revising their original proposals and, secondly, meetings of the Companies' creditors and members to consider the specific terms of a CVA which, if agreed by creditors, would settle the preferential and ordinary unsecured liabilities of the respective Companies as at 30 October 2013.

The meetings of creditors to consider the Joint Administrators' revised proposals were convened under Paragraph 52 of Schedule B1 to the Insolvency Act 1986. The meetings were adjourned to and held on 7 October 2016 at which the Joint Administrators' revised proposals were approved. The revised proposals are documented at Appendix 3 to this report.

The meetings of creditors and members to consider the specific terms of the CVA proposed by the Joint Administrators for each of the Companies were convened under Section 3 of the Insolvency Act 1986. The meetings were adjourned and held on 7 October 2016 at which the terms of the CVA proposal were approved by the respective creditors of each of the Companies.

Notice of the outcome of the meetings was sent to all known creditors and members in accordance

with statute. The effect of the outcome of the meetings is that the claims of the Companies' creditors as at 30 October 2013 (being the date of administration) are bound by the respective CVA which each provide for a dividend payment in full and final settlement of their debt. This means that the Share Capital can now be sold (subject to the consent of the Secured Creditors) free from the Companies' historic liabilities, thereby facilitating the rescue of each of the Companies as a going concern.

- **Reporting to the Creditors' Committee and Secured Creditors**

We have regularly updated the Secured Creditors with regard to the progress made during the report period, particularly those that sit on the creditors' committees in respect of Unity Mine Limited and Horizon Mining Limited.

- **Mine Care & Maintenance**

The care and maintenance program has continued in this report period with all statutory roles being fulfilled in accordance with mining regulations. The team is primarily involved with monitoring and regulating methane emissions at the mine's surface, ensuring surface lagoons are compliant with environmental legislation and 24/7 security.

- **Bwlch Ffos Open-Cast Quarry**

In addition to the mine care and maintenance program, we have also sought to safeguard the group's interest in the nearby open-cast quarry known as Bwlch Ffos. Upon appointment, it was deemed necessary to retain the benefit of the waste disposal facility that the quarry provides in the form of voids for mine spoil, thereby preserving

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the value of the mine and the Group as a whole

During the report period, we have continued to renew the relevant leases with the land and mineral owners on a rolling basis and maintain a dialogue with the local planning authority whose principal concern is to see the site restoration plan enforced

Since our last report, additional stone sales have been made which has generated revenue for the administration process

### 6 Receipts and Payments

Abstract summaries of the Joint Administrators' receipts and payments for the Group are attached at Appendix 4. The statements confirm both the receipts and payments made during this report period, being the four months from 19 June 2016 to 18 October 2016, and the total receipts and payments to date. Creditors should note that there have been no receipts or payments with respect to the administration of Horizon Mineral Handling Limited.

All receipts and payments disclosed in Appendix 4 are net of VAT and VAT is recoverable in respect of each entity through the group VAT registration in the name of Unity Power plc. The receipts and payments are largely self-explanatory, however, we comment on the more significant transactions in the report period for Unity Mine Limited, being the Administration of the principal business activity, as follows:

#### Receipts

- **Coal & Stone Sales**

Stone quarried from the open-cast mine known as Bwlch Ffos has continued to be sold from stockpiles to local trade customers. During the report period, £18,806 was received in this regard.

- **Trading Loans**

Given the protracted nature of the sales process, it has been necessary to secure additional funding in order to defray certain trading expenses of the Administration of Unity Mine Limited. The Secured Creditors continue to be informed of the trading position and external financial support has been obtained during the report period, totalling £210,350, in order to facilitate the conclusion of the sales process. Such advances will be repaid as an expense of the Administration.

#### Payments

- **Wages & Salaries**

In order to facilitate the ongoing care and maintenance programme, a skeleton team of staff remains employed by Unity Mine Limited. Wages and salaries paid during the report period totalled £83,512.

- **Plant & Equipment Hire**

During the report period, £4,045 plus VAT was paid in respect of plant and equipment hire. The cost predominately relates to the hire of security porta-cabins and an electricity generator at the open-cast quarry.

- **Fuel Payments**

Fuel costing £28,851 has been purchased in order to maintain operations at the open-cast quarry.

- **Rent at Bwlch Ffos**

In order to maintain the Group's interest in the open-cast quarry with a view to preserving the mine's value and maximising realisations, rent falling due



## Unity Group Progress Report

under the lease with the mineral owner has been paid, totalling £30,545, during the report period

- **Site Security**

In order to comply with our insurance policies and safeguard the Group's assets, 24 hour security at both sites, being the surface of the underground deep-mine and that of the open-cast quarry, is required. This is outsourced to a third party for night and weekend shifts. During the report period, £48,708 had been paid in this regard.

- **Professional Fees and Expenses**

The Joint Administrators have instructed a number of third party agents and professional advisors to assist with achieving the purpose of the Administrations. A total of £18,561 has been paid to such advisors during the report period. Further detail of the companies engaged and the fees paid are included in section 13 to this report.

### 7. Outcome for creditors

#### Secured Creditors

The Joint Administrators would note that all assets held by the Group are subject to collateralised cross guarantees in favor of the Secured Creditors. The relative security rights of these creditors are recorded by a formal priority agreement and as at the date of appointment totaled approximately £84,326,854 (in addition to accruing interest).

The sale proceeds to be received from the sale of the Share Capital to Party A is subject to the security granted to the Secured Creditors. Details of the sale consideration and outcome for the Secured Creditors will remain confidential until such time that the sale of the Share Capital is completed. We are regularly reporting to the Secured Creditors under separate cover.

#### Preferential Creditors

The Directors' statement of affairs for Unity Mine Limited estimated preferential creditors of £162,648 in respect of outstanding employee holiday entitlements. The Redundancy Payments Service is yet to submit a final claim with respect to preferential amounts paid to employees.

There are no preferential claims against any of the other group companies on account of these entities having no employees.

Should Party A purchase the Share Capital of Horizon Mining Limited, there would be insufficient realisations to pay a dividend to the preferential creditors of Unity Mine Limited given the level of indebtedness to the Secured Creditors. Under the terms of the CVA Proposal agreed by creditors, a contribution will however be made from the sale proceeds (which are the subject of the Secured Creditors' fixed charges) to allow the creation of the CVA Fund so that the costs and expenses of the administration and CVA process can be paid and to permit the payment of a dividend of 100 pence in the pound to the preferential creditors.

#### Non-preferential Unsecured Creditors (including Crown Creditors)

There are provisions within the insolvency legislation that require an administrator to set aside a percentage of a company's assets for the benefit of the unsecured creditors in cases where the company gave a floating charge over its assets to a lender on or after 15 September 2003. This is known as the 'prescribed part of the net property'.

A company's net property is that which is left from the proceeds of sale after settlement of any fixed charge over the property and after paying any preferential creditors, but before paying the lender who holds a

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floating charge. An administrator has to set aside

- 50% of the first £10,000 of the net property, and
- 20% of the remaining net property up to a maximum of £600,000

Should Party A purchase the Share Capital of Horizon Mining Limited, such realisations would be payable to the Secured Creditors under their fixed charge. Given the extent of the indebtedness falling due to the Secured Creditors, there will be no net property and, accordingly, no Prescribed Part can be set aside with which to pay a dividend to the ordinary unsecured creditors.

Under the terms of the CVA Proposal agreed by creditors, a contribution will however be made from the sale proceeds (which are the subject of the Secured Creditors' fixed charges) to allow the creation of the CVA Fund so that the costs and expenses of the administration and CVA process ('the Costs and Expenses') can be paid and to permit the payment of a dividend to both the preferential and ordinary unsecured creditors.

On present information, it is estimated that the preferential creditors will receive a dividend of 100 pence in the pound and the quantum of the dividend to ordinary creditors in respect of each of the Companies will be as follows:

Company	Est. Dividend to Ordinary Creditors (pence in the £)
Horizon Mining Limited	0.06
Unity Mine Limited	0.06
Ocean Coal Limited	0.10
Horizon Mineral Handling Limited	0.07
Abbey Mine Limited	0.06
Centreclear Limited	0.07

Please note that the quantum of the estimated part of the CVA Fund available to ordinary creditors and, in turn, the proposed dividend may vary subject to:

1. The quantum of the Costs and Expenses
2. The quantum of claims received from the Preferential Creditors, and
3. The quantum of the claims of Ordinary Creditors

The statements of affairs submitted in respect of each of the companies within the Group included ordinary unsecured creditors with an estimated total liability of £234,547,330. To date, we have received claims from 122 creditors at a total of £164,716,984.

The ordinary unsecured creditors for each of the Companies are as follows:

Company	Statement of affairs (£)	Claims Received (£)
Unity Power plc	44,285,929	4,926,984
Horizon Mining Limited	70,667,343	48,955,151
Unity Mine Limited	163,234,476	103,593,028
Ocean Coal Limited	25,957,947	519,974
Horizon Mineral Handling Limited	28,996,935	3,556,790
Abbey Mine Limited	25,796,830	358,857
Centreclear Limited	28,235,708	2,806,200
<b>Total *</b>	<b>234,547,330</b>	<b>164,716,984</b>

Please note that the statements of affairs of each company include an unsecured liability of £25,437,973 which has been cross-guaranteed against each of the Companies. Despite the liability appearing in each of the statements of affairs, the liability would only need to be repaid by one of the Companies. At present, the claim submitted for this amount has been recorded against the administration of Unity Mine Limited. The above total of £234,547,330 for claims recorded on the directors' statement of affairs excludes the duplication of the claim in the additional six statements of affairs.

The claims received to date will be adjudicated by the Supervisor of the respective company voluntary

## Unity Group Progress Report

arrangement for the purpose of paying the agreed dividend to ordinary unsecured creditors following the sale of the Share Capital

Please note, a company voluntary arrangement was not proposed in respect of Unity Power plc as this company will not transfer to the buyer of the Share Capital. This company will exit administration by way of liquidation or dissolution and a dividend will not be paid to its unsecured creditors by virtue of the Prescribed Part or otherwise.

### 8 Investigation into the Affairs of the Group

Following our initial investigations, we have continued our enquiries into the Group's affairs to establish whether there are any further potential asset recoveries or matters that justify further investigation. Our review is taking into account the public interest, the likelihood of potential recoveries and the costs of investigation and litigation.

Under statute, a confidential report is required to be submitted to the Secretary of State to include any matters which have come to our attention during the course of our work which may indicate that the conduct of any past (within 3 years of our appointment) or present director would make him unfit to be concerned with the management of a limited liability company. A report had been submitted in this regard for each of the companies within the Group.

### 9. Achievement of the statutory purpose of the Administration

The first objective of any administration is to seek to rescue the company as a going concern.

At the present time, we are of the opinion that all of the companies within the Group, with the exception of Unity Power plc, will be rescued as a going concern by way of

a sale of Horizon Mining Limited's shares to Party A and the subsequent completion of the approved company voluntary arrangements.

Should the sale not complete as anticipated, another interested party may wish to structure a sale in another manner, e.g. a sale of the Companies' business and assets as opposed to a sale of Horizon Mining Limited's shares. The outcome for each of the companies within the Group and its creditors would be dependent upon the proposed deal structure and level of realisations. This could result in either certain companies being rescued as a going concern or, at the very least, realising property in order to make a distribution to one or more of the Secured Creditors in accordance with objective (c) of the hierarchical statutory purpose of an administration.

### 10 Application for extension

The automatic end of each of the Administrations was originally 30 October 2014. This was extended with the consent of the Secured Creditors to 31 January 2015 (in accordance with Paragraph 78(2)(a) of Schedule B1 of the Act) and subsequently by the Court to 31 July 2015 and, thereafter, to 31 January 2016, 31 July 2016 and 30 November 2016.

On account of the offer from Party A, we consider it appropriate to seek to extend each of the Joint Administrators for a further four month period to 31 March 2017 with the consent of the court. An extension will facilitate additional time for

- The Secured Creditors to discuss the offer between themselves and to report as necessary to their internal credit committees and obtain sanction,
- Each of the Secured Creditors to release their security over the Share Capital and other assets

## Unity Group Progress Report

of the Group or, alternatively, for applications to be made to court by the Joint Administrators of each of the Companies under Paragraph 71 of Schedule B1 to the Insolvency Act 1986 requiring them to do so

- The completion of the sale of the Share Capital to Party A and therefore, the realisation of sufficient property to complete each of the CVAs,
- The orderly handover of the mine and other assets within the Group to the buyer,
- The beneficial conclusion of all other matters required in advance of the Administrators ceasing to act

Should the Administrations not be extended and each of the companies within the Group enters liquidation the aforementioned purpose of the Administrations would not be achievable given

- The relevant mining licenses would be revoked by the Coal Authority, leading to an abandonment of the mine and loss of a recognised business to sell,
- Valuable brought forward trading losses would be lost (estimated to be worth circa £8 million),
- The offer from Party A would be withdrawn, and
- The approved CVAs would not be implemented

In considering the merits of a further extension we would bring to the Courts attention that Unity mine remains an attractive and feasible proposition despite the present challenges facing the UK coal and steel industries. The key reasons for this are

- The coal resource (972 million tonnes) within the Horizon licence areas (H1, H2 and H3) is a high-

ranking anthracite grade coal which accounts for just 1% of global coal reserves and, accordingly is a rare commodity which commands a premium price,

- Anthracite has wide industrial use and the mine's key markets are domestic and industrial heating products esoteric products used in carbon-additive processes and water filtration. Such markets are not affected by the global depression of thermal coal prices or the political desire to move away from coal-fired power stations
- The exhaustion of domestic open-cast anthracite coal reserves will create strong market opportunities for any buyer by 2017/2018,
- The mine will be the only high rank anthracite mine in Europe,
- Brexit is unlikely to materially affect the business model given only 4% of target revenue was from EU markets and, notwithstanding this, a weakened pound will make the price of exports more competitive

### 11 Pre-Administration Costs

The pre-administration costs that were incurred and remained unpaid were disclosed in our reports dated 5 December 2013 and 21 May 2014. By way of a brief summary, the following pre-appointment costs were approved by the creditors' committee of Unity Mine Limited by written correspondence on 13 January 2014 and ratified at a subsequent meeting of the creditors' committee held on 21 January 2014 as follows

- Pre-appointment fees charged by Duane Morris in the total sum of £253,356 (inclusive of VAT) and SGH Martineau in the total sum of £3,300

## Unity Group Progress Report

(inclusive of VAT) and

- Unpaid pre-appointment Joint Administrators time costs in the total sum of £105,547 (exclusive of VAT)

### 12 Joint Administrators' Remuneration

The basis of the Joint Administrators' remuneration in Unity Mine Limited and Horizon Mining Limited were approved by the creditors' committee for those two companies on 13 January 2014 by written correspondence and ratified at a meeting of the creditors committee held on 21 January 2014. It was resolved that the Joint Administrators' fees be fixed by reference to the time properly given by the Joint Administrators and their staff in attending to matters arising in the administration at the charge out rates of Cork Gully LLP.

In addition, it was resolved that the Joint Administrators will receive a fee of 1% of any investment introduced or assets realised to reflect the extensive time and risk associated with the M&A activity.

At the time of writing the creditors' committees for both Unity Mine Limited and Horizon Mining Limited had passed resolutions confirming that the Joint Administrators be authorised to draw fees on account of their time costs up to 21 June 2016 totalling £4,080,407 and £57,309 respectively.

Schedules confirming the total time incurred by us and our staff during the reporting period for each of the Joint Administrations, together with the cumulative time costs for each Administration to date, is attached at Appendix 5 to this report. Cork Gully LLP staff record time in minimum units of 6 minutes.

The following table summarises the position with regard to each Administration (see p 10).

Pre appointment fees of £25,000 were paid to Cork Gully prior to the commencement of the Administration. The Joint Administrators have not drawn the balance of their pre-administration costs or any post appointment remuneration in this matter to date.

A description of the routine work undertaken in respect of the Administrations to 18 October 2016 is as follows:

#### 1. Administration and Planning

- Reviews and documentation of Administration strategy
- Site monitoring for matters for environmental and safety concern
- Preparing the documentation and dealing with the formalities of appointment
- Collection of the Companies' books and records including extraction of financial and customer information from Pegasus
- Dealing with storage of company records
- Statutory notifications and advertising
- Preparing documentation required
- Dealing with all routine correspondence
- Maintaining physical case files and electronic case details on Insolvency Practitioner System ('IPS')
- Case bordereau and insurance
- Liaising with the Groups' directors regarding completion and submission of the statements of affairs
- Preparing the Joint Administrators' proposals and progress reports to creditors

## Unity Group Progress Report

Company	For the period 19 June 2016 to 18 October 2016			For the total period 30 October 2013 to 18 October 2016		
	Total Hrs	Time Costs (£)	Av Hrly Rate	Total Hrs	Time Costs (£)	Av Hrly Rate
Unity Power plc	6.40	1,947.25	304.5	52.17	19,776.50	379.08
Horizon Mining Ltd	13.48	4,337.51	321.77	129.8	61,646.79	474.94
Unity Mine Ltd	865.06	428,896.14	495.8	8,459.80	4,544,047.30	537.13
Ocean Coal Ltd	11.69	3,188.00	272.83	48.5	16,825.75	346.92
Horizon Mineral Handling Ltd	10.89	2,678.50	246.07	38.91	12,992.00	333.9
Abbey Mine Ltd	9.44	2,414.75	255.94	37.11	12,535.25	337.79
Centreclear Ltd	10.14	2,596.75	256.22	44.71	15,534.75	347.46

<ul style="list-style-type: none"> <li>Maintaining and managing the Joint Administrators' cashbook and bank account</li> <li>Ensuring statutory lodgements and tax lodgement obligations are met</li> <li>Strategy planning meetings</li> <li>Making necessary arrangements for the extension of the Administrations (either by the consent of the secured creditors or the Court) and drafting the supplementary documents and reports to creditors</li> <li>Travelling to and from meetings and the mine</li> </ul>	<ul style="list-style-type: none"> <li>redundancies</li> <li>Maintaining creditor information on IPS case management software</li> <li>Receiving and logging creditor claims</li> <li>Coordinating and holding of the initial meeting of creditors</li> <li>Meetings and communication with the creditors' committee</li> <li>Reporting regular updates to the consortium of secured lenders and creditor committees,</li> <li>Instruction to legal advisers regarding the review of the secured creditor position, consideration and review of advice received,</li> <li>Liaising with the Security Trustee nominated by the consortium of lenders under the terms of the intercreditor agreement,</li> <li>Liaising with creditors' auditors</li> <li>Answering creditors' queries and recording proxy forms and claims in respect of the meetings of</li> </ul>
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### 2. Creditors

<ul style="list-style-type: none"> <li>Dealing with creditor correspondence and telephone conversations</li> <li>Preparing reports and circulars to creditors</li> <li>Liaising with ERA in relation to employee claims and review of necessary forms for filing with Redundancy Payments Service in respect of employee claims</li> <li>Addressing employees as regards their</li> </ul>	
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## Unity Group Progress Report

the Companies' creditors to consider the Joint Administrators' revised proposals and proposal for a CVA

- Reporting to the Companies' creditors following the approval of the Joint Administrators' revised proposals and proposal for a CVA

### 3 Investigations

- Review of the Group's records
- Prepare and issue questionnaires to directors
- Review and consider questionnaires received from directors
- Review and completion of comprehensive investigation checklists
- Draft and submit a confidential report to the Secretary of State on the conduct of any past or present director

### 4 Realisation of Assets

- Preparation of an Information Memorandum for perspective investors/purchasers
- Preparation of Non-Disclosure Agreements to facilitate the M&A process
- Set up and ongoing maintenance of a virtual data room for perspective investors/purchasers
- Formulating lists of interested parties from various sources
- Preparing and updating an expression of interest schedule
- Drafting and organising for the placement of

adverts seeking investment into the group / sale of the business and assets

- Review of the original long-wall mining model prepared by senior management and sensitivity analysis for discussion with interested parties
- Communication with all interested parties who were sent the information memorandum
- Liaise with parties expressing an interest in investing or acquiring the business and asset of the Companies
- Assisting interested parties in conducting their due diligence
- Coordinating and attending site visits and conference calls with interested parties to include assisting with visa applications for site visit where applicable
- Meetings with and presentations to interested parties
- Review of data room activity reports
- Review of offers received and ongoing negotiations with interested parties
- Liaising with the Secured Creditors
- Liaising with the directors of the Group
- Prepare and discuss enterprise value calculations
- Engage and liaise with our agents, Webster's in relation to the sale of the continuous mining equipment subject to a fixed charge with Barclays Bank and the Welsh Assembly
- Review and consideration of the tax position of the

## Unity Group Progress Report

### Group

- Conducting research and investigations in order to compile profiling reports on interested parties
- Instruction to legal advisers regarding draft heads of terms and contract of sale
- Prepare a flow of funds analysis on the basis that there is a sale of the Share Capital
- In conjunction with drafting a contract of sale, consider and draft a template for a Creditors Voluntary Arrangement ("CVA") proposal in order to rescue the Companies as a going concern and exit via a CVA if required
- Further review and ongoing updates to the draft CVA proposal
- Further review and sensitivity analysis of mine plan and business model to assist interested parties with due diligence
- Verifying niche anthracite markets and pricing per tonne
- Verifying demand per annum for niche anthracite markets both domestically and globally
- Modifications to mine plan to minimise requisite working capital post acquisition
- Preparation of investor guides to assist with their understanding of the target and potential future markets
- Safeguarding certain intellectual property
- Commissioning independent mining advice to verify feasibility of the elected mining method
- Convening and holding meetings of creditors to consider revisions to the Joint Administrators' proposals
- Finalising the Joint Administrators' proposal for a CVA in respect of Horizon Mining Limited and each of its subsidiaries
- Convening and holding meetings of the Companies' creditors and members to consider the terms of the proposed CVA
- Drafting and filing all requisite statutory documentation following the approval of the Joint Administrators' revised proposals and proposal for a CVA in respect of each of the Companies

### 5 Trading / Care and Maintenance Program

- Attend the mine and ascertain site care and maintenance along with health and safety procedures and practices
- Establish and develop systems and controls for Administration period
- Management of cashflow and site maintenance program, including authorisation of purchase orders
- Prepare and consider site care and maintenance program and contingency planning
- Processing and payment of weekly and monthly wages and salaries
- Approval and processing of weekly payments as part of the site care and maintenance program for the mine
- Negotiations on leases and access and hire



## Unity Group Progress Report

agreements in relation to the quarry

- Liaising with quarry manager and foreman regarding operations at Bwlch Ffos
- Negotiating terms of supply with stone and coal customers of open-cast quarry
- Weekly monitoring of cashflow forecasts (budget v actual) for both underground mine and open-cast quarry
- Undertaking risk assessment of changes to care and maintenance program and implementation of such changes
- Ongoing assessment of care and maintenance position

A copy of 'A creditors Guide to Administrators' Fees may be downloaded at

<http://www.icaew.com/~media/Files/Technical/Insolvency/creditors-guides/creditors-guide-administrators-fees-final.pdf>

A hard copy of the above document may be provided to creditors upon request

### 13 Joint Administrators' Expenses

With regard to the administration of Unity Mine Limited, Cork Gully LLP has incurred category 1 expenses to 18 October 2016 totalling £40,896 (of which £6,887 was incurred in the report period between 19 June 2016 and 18 October 2016)

With regard to the other Administrations, Cork Gully LLP has incurred category 1 disbursements as follows

Company	Disbursements for period 19/06/16 to 18/10/16	Total disbursements for period 30/10/13 to 18/10/13
Unity Power plc	-	398 00
Horizon Mining Ltd	-	1 935 00
Ocean Coal Ltd	-	355 00
Horizon Mineral Handling Ltd	-	35 00
Abbey Mine Ltd	-	35 00
Centreclear Ltd	-	195 00

The expenses have arisen as a direct result of administering the estates and have been paid to independent third parties by our firm. To date, we have not been reimbursed for any of the expenses incurred, which principally relate to

- Court filing fees
- Courier charges,
- Statutory bonding,
- Travel, accommodation and sustenance,
- Statutory advertising,
- Mail redirection from the Group's head office and
- Contracted printing and postage of circular to creditors

We have not charged any Category 2 disbursements. Category 2 disbursements are defined as those charged by Cork Gully LLP directly, for example room hire, printing, stationery etc.

The summary of receipts and payments in respect of

## Unity Group Progress Report

Professional Advisor	Nature of Work	Fee Arrangement
Cohen & Co	Technical input into the Information Memorandum	Time Costs
ERA Solutions ("ERA")	To assist the redundant employees to submit their claims to the Redundancy Payments Office ("RPO")	Fixed Fee
Intralinks Limited	Technical input into the virtual data room	Fixed fee
Gabelle LLP	Tax advice	Time costs
SLR Consulting Limited & Graham Daws Associates	Consultancy services with regard to various ongoing planning issues	Time costs
DAC Beachcroft LLP	Legal advice	Time costs
Duane Morris LLP	Legal advice	Time costs
Webster Machines Limited	Specialists in the provision of mining equipment	Fixed fee
Animus Associates Ltd Maddox Advisors (UK) Limited	Profiling and reputational research	Fixed fee
CSG Computer Services Limited	IT software consultants	Time costs
DMT Consulting Ltd	Technical mining consultants	Time costs subject to agreed cap
Blandford Consulting	Technical geological consultants	Time costs
Environmental Scientifics Limited, RPS – The Environmental Consultancy Ltd	Rescue and life extension examinations	Fixed fee
WWL ALS UK	International shipping merchants & hauliers	Fixed fee
Caer Health Services Ltd	Staff medical assessments	Fixed fee
Glenn Robinson Mining Services Bill Tonks Ventilation Services, Grange (UK) Limited	Technical mining consultants	Time costs
Feltons Limited	Payroll	Fixed fee per payslip
Savills Plc	Mineral Planning Consultancy	Time costs
EPC-UK Plc	Sub-contracted blasting services	Fixed fee

Unity Mine Limited (at Appendix 4) confirms that a total of £309,522 has been paid in respect of professional advisor fees and expenses (of which £18,561 was paid in the report period between 19 June 2016 and 18 October 2016)

The following agents or professional advisors have been engaged in this matter to date (see above)

The choice of professionals was based on the Joint Administrators' perception of their experience and ability to perform this type of work, the complexity and nature of the assignment and the basis of the fee arrangement with them. The fees charged have been reviewed and the Joint Administrators are satisfied that they are reasonable in the circumstances of this case.

During the report period, the following professional

## Unity Group Progress Report

advisors have been paid for work done

EPC-UK Plc were paid £15,751 plus VAT in respect of blasting services provided at the open-cast quarry in previous reporting periods

Blandford Consulting was instructed to advise on the geology of the H1 licence area and feasibility of the elected mining method. During the report period Blandford Consulting was paid £2,310 plus VAT

Savills were instructed to provide mineral planning advice and to present to one of the interested parties during the report period. Their invoice of £500 plus VAT was paid in this regard

### 14 Creditor Rights

A statement of creditors' rights in relation to our remuneration and expenses is provided in Appendix 6

### 15 Summary

We will continue to pursue the completion of a sale of Horizon Mining Limited's shares to either Party A or one of the other interested parties with a view to implementing the approved company voluntary arrangements and rescuing the majority of the companies within the Group as a going concern. We will advise creditors of the outcome in due course.

A further report to creditors will be issued within one month following the six month anniversary of this report or on conclusion of the Administration, whichever is sooner.

Should creditors have any queries, they should contact Udobi Nzelu of this office on 020 7268 2150 or email [udobinzelu@corkgully.com](mailto:udobinzelu@corkgully.com)

Yours faithfully

For and on behalf of the Group



**Stephen Cork**  
Joint Administrator

Stephen Cork and Andrew Beckingham were appointed as Joint Administrators of the Companies on 30 October 2013. The affairs, business and property of the Companies are being managed by the Joint Administrators, who act as the Companies' agents and without personal liability. Andrew Howard Beckingham and Stephen Robert Cork are both authorised to act as Insolvency Practitioners in the United Kingdom by the Institute of Chartered Accountants in England and Wales. This report has been produced for the sole purpose of advising creditors and the Court pursuant to the provisions of the Insolvency Act 1986. The report is private and confidential and may not be relied upon, referred to, reproduced or quoted from in whole or in part, by creditors for any purpose other than this report to them or apart from the Court, by any other person for any purpose whatsoever.

At Cork Gully LLP we always strive to provide a professional and efficient service. However, we recognise that it is in the nature of insolvency proceedings for disputes to arise from time to time. If you should have cause to complain about the way that we are acting, you should, in the first instance, put details of your complaint in writing to our complaints officer, Dina Davila at 52 Brook Street, London, W1K 5DS. This will formally invoke our complaints procedure and we will endeavour to deal with your complaint under the supervision of a senior partner unconnected with the appointment.

Most disputes can be resolved amicably either through the provision of further information or following negotiations. However, in the event that our complaints to our complaints procedure and you are not satisfied that your complaint has been resolved or dealt with appropriately, you may complain to the regulatory body that regulates the insolvency practitioner concerned. Any such complaints should be addressed to The Insolvency Service, IP Complaints, 3rd Floor, 1 City Walk, Leeds, LS11 9DA. And you can make a submission using an online form available at [www.gov.uk/complaint-about-insolvency-practitioner](http://www.gov.uk/complaint-about-insolvency-practitioner) or you can email [ip.complaints@insolvency.gov.uk](mailto:ip.complaints@insolvency.gov.uk) or you may phone 0845 602 9848 - calls are charged at both standard and 10p per minute from a landline or for mobiles between 12p and 41p per minute if you're calling from the UK.

## Appendix I - Statutory Information

<b>Company name</b>	<b>Unity Power Plc (in Administration)</b>	
Previous name	Chian Resources Plc	
Company number	05352542	
Date of incorporation	4 February 2005	
Trading address	N/A	
Current registered office	One America Square, Crosswall London EC3N 2SG	
Principal trading activity	The development of Unity underground coal mine	
Date of appointment	30 October 2013	
Appointment made by	Directors	
Court name and reference	High Court of Justice Companies Court (Case No 7322 of 2013)	
Administrators appointed	Stephen Robert Cork and Andrew Beckingham of Cork Gully LLP	
<b>Directors</b>	<b>Appointed</b>	<b>Resigned</b>
Richard Nugent	29 November 2010	
Roy Aubrey Pitchford	29 November 2007	
Simon Richard Rennick	10 July 2009	
Michael Mark Comer-Jones	1 August 2013	10 October 2013
John Griffiths Anthony	4 December 2006	23 April 2013
Anthony Peter Barton	4 February 2005	4 December 2006
Sally Ann Brook Shanahan	1 December 2011	17 June 2013
Jeremy Bewick Dowler	30 March 2006	12 December 2011
Sir Roger Spencer Jones	26 November 2007	23 August 2008
Eustance Patrick Garnet Sherrard	7 February 2011	30 March 2012
David Grenville Thomas	25 January 2007	11 November 2009
Michael Ross Warner	4 February 2005	30 March 2006
Gerwyn Llewellyn Williams	4 December 2006	10 July 2009
Ian Wilson	8 June 2011	17 October 2012
<b>Company secretary</b>	<b>Appointed</b>	<b>Resigned</b>
John Michael Bottomley	4 February 2005	
<b>Share capital</b>	Authorised share capital of 1 000,000 ordinary shares of £0.01 each of which 206 201,004 have been allotted and fully paid	

## Appendix I - Statutory Information

<b>Company name</b>	<b>Horizon Mining Limited (in Administration)</b>	
Previous name	N/A	
Company number	05346654	
Date of incorporation	28 January 2005	
Trading address	N/A	
Current registered office	One America Square Crosswall London, EC3N 2SG	
Principal trading activity	The development of Unity underground coal mine	
Date of appointment	30 October 2013	
Appointment made by	Directors	
Court name and reference	High Court of Justice Companies Court (Case No 7324 of 2013)	
Administrators appointed	Stephen Robert Cork and Andrew Beckingham of Cork Gully LLP	
<b>Directors</b>	<b>Appointed</b>	<b>Resigned</b>
Richard Nugent	10 January 2011	
Roy Aubrey Pitchford	10 July 2009	
Simon Richard Rennick	10 July 2009	
Michael Mark Corner-Jones	1 August 2013	10 October 2013
John Griffiths Anthony	8 September 2005	23 April 2013
Michael Arthur	16 June 2008	14 January 2011
Jeremy Bewick Dowler	10 July 2009	5 December 2011
Keith George Leighfield	18 July 2008	28 July 2009
Richard Howard Rigg	8 September 2005	20 August 2008
Michael William Sharpe	5 September 2005	20 August 2008
Eustace Patrick Garnet Sherrard	25 February 2011	30 March 2012
Gerwyn Llewellyn Williams	28 January 2005	13 July 2009
<b>Company secretary</b>	<b>Appointed</b>	<b>Resigned</b>
John Anthony	10 July 2009	23 April 2013
Shelagh Rose Williams	28 January 2005	10 July 2008
<b>Share capital</b>	Authorised share capital of 1,000 ordinary shares of £1.00 each all of which have been allotted and fully paid as follows	
	<b>Shareholder</b>	<b>Shares Held</b>
	Unity Power Plc	1,000

## Appendix I - Statutory Information

<b>Company name</b>	<b>Unity Mine Limited (in Administration)</b>	
Previous name(s)	Horizon Coal Seam Gasification Limited Horizon Mining Limited	
Company number	03616432	
Date of incorporation	11 August 1998	
Trading address	Heol Wenallt Cwmgwrach Neath West Glamorgan SA11 5PT	
Current registered office	One America Square Crosswall London EC3N 2SG	
Principal trading activity	The identification extraction & sale of commercially viable coal from Unity	
Date of appointment	30 October 2013	
Appointment made by	Directors	
Court name and reference	High Court of Justice Companies Court (Case No 7329 of 2013)	
Administrators appointed	Stephen Robert Cork and Andrew Beckingham of Cork Gully LLP	
<b>Directors</b>	<b>Appointed</b>	<b>Resigned</b>
Simon Richard Grant-Pennick	25 February 2011	
Richard Nugent	25 February 2011	
Roy Aubrey Pitchford	10 July 2009	
Michael Mark Corner-Jones	1 August 2013	10 October 2013
John Griffiths Anthony	1 September 2008	23 April 2013
Michael Arthur	16 June 2008	14 January 2011
Jeremy Bewick Dowler	10 July 2009	5 December 2011
Eustace Patrick Garnet Sherrard	25 February 2011	30 March 2012
Gerwyn Llewellyn Williams	12 August 1998	13 July 2009
<b>Company secretary</b>	<b>Appointed</b>	<b>Resigned</b>
John Anthony	10 July 2009	23 April 2013
Sally Anne Roberts	12 August 1998	12 October 2000
Shelagh Rose Williams	12 October 2000	10 July 2009
<b>Share capital</b>	Authorised share capital of 1 ordinary shares of £1.00 which has been allotted and fully paid as follows	
	<b>Shareholder</b>	<b>Shares Held</b>
	Horizon Mining Limited	1

## Appendix I - Statutory Information

<b>Company name</b>	<b>Ocean Coal Limited (in Administration)</b>	
Previous name	N/A	
Company number	05567558	
Date of incorporation	19 September 2005	
Trading address	N/A	
Current registered office	One America Square, Crosswall London EC3N 2SG	
Principal trading activity	The identification, extraction and sale of commercially viable coal	
Date of appointment	30 October 2013	
Appointment made by	Directors	
Court name and reference	High Court of Justice Companies Court (Case No. 7326 of 2013)	
Administrators appointed	Stephen Robert Cork and Andrew Beckingham of Cork Gully LLP	
<b>Directors</b>	<b>Appointed</b>	<b>Resigned</b>
Richard Nugent	25 February 2011	
Roy Aubrey Pitchford	20 February 2013	
Michael Mark Corner-Jones	1 August 2013	10 October 2013
John Griffiths Anthony	10 July 2009	23 April 2013
Jeremy Bewick Dowler	10 July 2009	5 December 2011
Eustace Patrick Garnet Sherrard	25 February 2011	30 March 2012
Gerwyn Llewellyn Williams	19 September 2005	13 July 2009
<b>Company secretary</b>	<b>Appointed</b>	<b>Resigned</b>
John Griffiths Anthony	10 July 2009	23 April 2013
Shelagh Rose Williams	4 July 2007	10 July 2009
7SIDF SECRETARIAL LIMITED	19 September 2005	4 July 2007
<b>Share capital</b>	Authorised share capital of 1 ordinary shares of £1.00 which has been allotted and fully paid as follows	
	<b>Shareholder</b>	<b>Shares Held</b>
	Horizon Mining Limited	1

## Appendix I - Statutory Information

<b>Company name</b>	<b>Horizon Mineral Handling Limited (in Administration)</b>	
<b>Previous name</b>	N/A	
<b>Company number</b>	05346865	
<b>Date of incorporation</b>	31 January 2005	
<b>Trading address</b>	N/A	
<b>Current registered office</b>	One America Square Crosswall London, EC3N 2SG	
<b>Principal trading activity</b>	The identification, extraction and surface stone and coal	
<b>Date of appointment</b>	30 October 2013	
<b>Appointment made by</b>	Directors	
<b>Court name and reference</b>	High Court of Justice Companies Court (Case No. 7325 of 2013)	
<b>Administrators appointed</b>	Stephen Robert Cork and Andrew Beckingham of Cork Gully LLP	
<b>Directors</b>	<b>Appointed</b>	<b>Resigned</b>
Richard Nugent	25 February 2011	
Roy Aubrey Pitchford	20 February 2013	
Michael Mark Corner-Jones	1 August 2013	10 October 2013
John Griffiths Anthony	11 April 2005	23 April 2013
Jeremy Bewick Dowler	10 July 2009	5 December 2011
Eustace Patrick Garnet Sherrard	25 February 2011	30 March 2012
Gerwyn Llewellyn Williams	31 January 2005	13 July 2009
<b>Company secretary</b>	<b>Appointed</b>	<b>Resigned</b>
John Anthony	10 July 2009	23 April 2013
Shelagh Rose Williams	31 January 2005	10 July 2009
<b>Share capital</b>	Authorised share capital of 1 ordinary shares of £1.00 which has been allotted and fully paid as follows	
	<b>Shareholder</b>	<b>Shares Held</b>
	Horizon Mining Limited	1



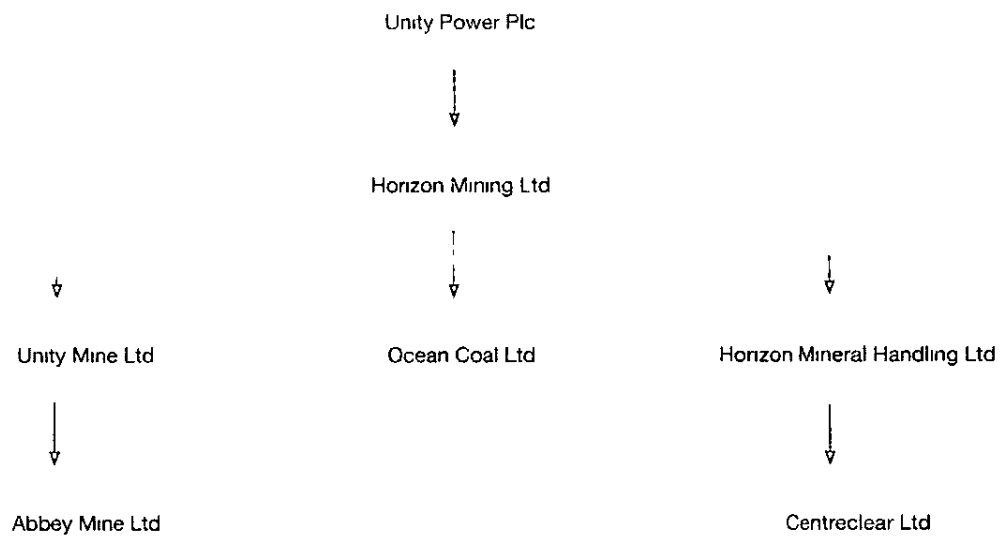
## Appendix I - Statutory Information

<b>Company name</b>	<b>Abbey Mine Limited (in Administration)</b>	
<b>Previous name</b>	N/A	
<b>Company number</b>	05303498	
<b>Date of incorporation</b>	03 December 2004	
<b>Trading address</b>	N/A	
<b>Current registered office</b>	One America Square, Crosswall London EC3N 2SG	
<b>Principal trading activity</b>	The identification, extraction and sale of commercially viable coal	
<b>Date of appointment</b>	30 October 2013	
<b>Appointment made by</b>	Directors	
<b>Court name and reference</b>	High Court of Justice Companies Court (Case No. 7327 of 2013)	
<b>Administrators appointed</b>	Stephen Robert Cork and Andrew Beckingham of Cork Gully LLP	
<b>Directors</b>	<b>Appointed</b>	<b>Resigned</b>
Richard Nugent	25 February 2011	
Roy Aubrey Pitchford	20 February 2013	
Michael Mark Corrier-Jones	1 August 2013	10 October 2013
John Griffiths Anthony	1 December 2006	23 April 2013
Jeremy Bewick Dowler	10 July 2009	5 December 2011
Eustace Patrick Garnet Sherrard	25 February 2011	30 March 2012
Gerwyn Llewellyn Williams	3 December 2004	13 July 2009
<b>Company secretary</b>	<b>Appointed</b>	<b>Resigned</b>
John Anthony	10 July 2009	23 April 2013
Shelagh Rose Williams	3 December 2004	10 July 2009
<b>Share capital</b>	Authorised share capital of 100 ordinary shares of £1.00 which has been allotted and fully paid as follows	
	<b>Shareholder</b>	<b>Shares Held</b>
	Unity Mine Limited	1

## Appendix I - Statutory Information

<b>Company name</b>	<b>Centreclear Ltd (in Administration)</b>	
<b>Previous name</b>	N/A	
<b>Company number</b>	04899634	
<b>Date of incorporation</b>	15 September 2003	
<b>Trading address</b>	N/A	
<b>Current registered office</b>	One America Square Crosswall, London EC3N 2SG	
<b>Principal trading activity</b>	Railhead owner and seeking opportunities in rail infrastructure	
<b>Date of appointment</b>	30 October 2013	
<b>Appointment made by</b>	Directors	
<b>Court name and reference</b>	High Court of Justice Companies Court (Case No 7328 of 2013)	
<b>Administrators appointed</b>	Stephen Robert Cork and Andrew Beckingham of Cork Gully LLP	
<b>Directors</b>	<b>Appointed</b>	<b>Resigned</b>
Richard Nugent	25 February 2011	
Roy Aubrey Pitchford	20 February 2013	
Michael Mark Corner-Jones	1 August 2013	10 October 2013
John Griffiths Anthony	29 July 2005	23 April 2013
Maureen Elizabeth Dance	1 February 2005	29 July 2005
Douglas Nominees Limited	15 September 2003	1 February 2005
Jeremy Bewick Dowler	10 July 2009	5 December 2011
Alan Robert Scofield	1 February 2005	29 July 2005
Eustace Patrick Garnet Sherrard	25 February 2011	30 March 2012
Gerwyn Llewellyn Williams	29 July 2005	13 July 2009
<b>Company secretary</b>	<b>Appointed</b>	<b>Resigned</b>
John Anthony	10 July 2009	23 April 2013
Elizabeth Maureen Dance	1 February 2005	29 July 2005
Shelagh Rose Williams	29 July 2005	10 July 2009
H W Douglas & Company Limited	15 September 2003	1 February 2005
<b>Share capital</b>	Authorised share capital of 100,000 ordinary shares of £0.01 of which 1,500 have been allotted and fully paid as follows	
	<b>Shareholder</b>	<b>Shares Held</b>
	Horizon Mineral Handling Limited	1,500

## Appendix II - Group Structure



## Appendix III - Extract from the Joint Administrators' Proposals

### **Extract from the Joint Administrators' Proposals dated 6 December 2013 for each of the companies**

The Joint Administrators formally propose to creditors in each individual company that

(a) The Joint Administrators continue to manage the business, affairs and property of the Companies in order to achieve the purpose of the Administration. In particular that they

- i) undertake M&A activity with a view to attracting new investment or, in the alternative, asset or securities disposals,
- ii) pursue amounts due to the Companies and, where appropriate, agree commercial settlement
- iii) investigate and, if appropriate, pursue any claims that the Companies may have against any person, firm or Companies whether in contract or otherwise, including any officer or former officer of the Companies or any person, firm or Companies which supplies or has supplied goods or services to the Companies,
- iv) do all such things and generally exercise all their powers as Joint Administrators as they in their discretion consider desirable or expedient in order to achieve the purpose of the Administration or protect and preserve the assets of the Companies or maximise the realisations of those assets, or of any purpose incidental to these proposals

(b) If sufficient new investment in the Companies is achieved the Joint Administrators will seek to exit the Administrations and pass control of the Companies back to the directors

(c) If it appears that there will be sufficient funds to pay a dividend to the unsecured creditors, the relevant Administrations will end by placing the Companies into creditors' voluntary liquidation and Stephen Cork and Andrew Beckingham will be appointed as Joint Liquidators of the Companies

For the purpose of the winding up, any act required or authorised under any enactment to be done by the Joint

Liquidators is to be done by all or any one or more of the persons for the time being holding office. Creditors may nominate a different person(s) as the proposed liquidator(s) but you must make the nomination(s) at any time after you receive these proposals, but before they are approved.

Information about the approval of proposals is discussed later in this report.

(d) If it appears that there will be insufficient funds to pay a distribution to unsecured creditors of any of the Companies, the relevant Administration will end by filing a Notice of Dissolution with the Registrar of Companies. The relevant company will then automatically be dissolved by the Registrar of Companies three months after the notice is registered.

(e) The Joint Administrators be discharged from liability under the Administration in accordance with Paragraphs 98 and 99 of Schedule B1 of the Insolvency Act 1986 immediately upon the Joint Administrators' filing of their final progress report and vacating office.

### **Joint Administrators revised proposals as agreed by the Creditors of Horizon Mining Limited and its subsidiaries on 7 October 2016**

At the meetings of creditors convened under Paragraph 52 of Schedule B1 to the Insolvency Act 1986 in respect of Horizon Mining Limited and each of its subsidiaries, the following revisions to the Joint Administrators' proposals were approved:

- THAT the Joint Administrators may seek to exit the Administration and rescue the company as a going concern by way of a company voluntary arrangement in accordance with Part I of the Insolvency Act 1986, and
- THAT the Joint Administrators be discharged from liability under the Administration in accordance with Paragraph 98 and 99 of Schedule B1 of the Insolvency Act 1986 immediately upon the Joint Administrators filing their final progress report with the Registrar of Companies and vacating office.

## Appendix IV - Summary of Receipts & Payments

### Unity Power Plc (in Administration)

Statement of Affairs	From 19/06/2016 to 18/10/2016	From 30/10/2013 to 18/10/2016
<b>RECEIPTS</b>	£	£
Uncertain VAT Refund	-	127,915.46
Uncertain Cash at Bank	-	1613.66
Bank Interest Gross	0.06	68.17
Sundry Refund	-	45.02
Uncertain Goodwill	-	-
Uncertain Intercompany Debtor	-	-
	0.06	129,642.30
<b>PAYMENTS</b>	-	-
Transfer to Unity Mine Ltd	-	129,400.00
Redirection of Mail	-	195.00
	-	(129,595.00)
Balance to Hand		47.30
<b>REPRESENTED BY</b>		
Cash at Bank		47.30
		47.30

### Centreclear (in Administration) continued

Statement of Affairs	From 19/06/2016 to 18/10/2016	From 30/10/2013 to 18/10/2016
	-	(355.00)
Balance to Hand		64.24
<b>REPRESENTED BY</b>		
Cash at Bank		64.24
		64.24

### Horizon Mining Limited (in Administration)

Statement of Affairs	From 19/06/2016 to 18/10/2016	From 30/10/2013 to 18/10/2016
<b>RECEIPTS</b>	£	£
VAT Refund	-	1,627.50
816.00 Cash at Bank	-	807.88
Uncertain Sundry Refund	-	21.04
Bank Interest Gross	-	3.92
75,678,381.00 Intercompany debtor	-	-
	-	2,460.34

### Centreclear (in Administration)

Statement of Affairs	From 19/06/2016 to 18/10/2016	From 30/10/2013 to 18/10/2016
<b>RECEIPTS</b>	£	£
Uncertain VAT refund	-	418.68
Bank Interest Gross	0.02	0.56
Uncertain Land & Buildings	-	-
	0.02	419.24
<b>PAYMENTS</b>		
Re-Direction of Mail	-	355.00

<b>PAYMENTS</b>		
Transfer to Unity Mine	-	2,200.00
Re-Direction of Mail	-	195.00
Stationery & Postage	-	33.83
	-	(2,428.83)
Balance to Hand		31.51
<b>REPRESENTED BY</b>		
Cash at Bank		31.51
		31.51

## Appendix IV - Summary of Receipts & Payments

### Unity Mine Limited (in Administration)

Statement of Affairs	From 19/06/2016 to 18/10/2016	From 30/10/2013 to 18/10/2016		
	£	£		
<b>RECEIPTS</b>				
13 767,704 00 Plant & Machinery	-	3 234 710 00	Plant & Equipment Hire	4 045 43 607 470 64
Cash at Bank	-	1,530 824 73	Agent Fees & Expenses	- 385,892 68
Trading Loans	210 350 00	1 178 550 00	Fuel Payments	28,850 90 361 585 11
Coal & Stone Sales	18 806 13	829 684 58	Rent at Bwlch Ffos	30 545 49 358 559 56
Intercompany Transfers	-	131 600 00	Professional Fees & Expenses	18 560 89 309 521 74
85 339 00 VAT Refund	-	85 339 37	Site Security	48 707 94 326 052 45
766 031 00 Escrow Funds	-	83 824 06	Staff Expenses	1 367 94 84 020 01
40,455 00 Book Debts	-	43,067 39	Insurance	- 47 071 66
Scrap Metal	-	24,004 90	Repairs & Maintenance	- 46,149 39
Young Recruit Funding	-	9 900 00	Rescue Services	- 37,765 50
Fuel Sales	-	4,291 34	Motor Vehicle Hire & Expenses	3 371 68 37,999 66
Bank Interest Gross	1 25	1 357 36	Legal Fees & Expenses	200 00 29 955 00
Sundry Refund	-	222 15	Ransom Payments	- 28 808 42
104 233 488 0 Mine Development	-	-	Telephone Internet & IT	2 794 76 36,145 89
529 754 00 Intercompany Debtor	-	-	Loan to Ocean Coal Limited	- 22 240 86
95,612 00 Leases and Licences	-	-	Office Cleaning	484 30 14,011 26
75,494 00 Security Funds & Bonds	-	-	Bwlch Ffos Bond	- 10,000 00
59 716 00 Furniture & Equipment	-	-	Royalties	- 9 182 85
100 Investment in Subsidiaries	-	-	Employee Agent Fees	- 6 850 00
	<b>229,157 38</b>	<b>7,157,375.88</b>	Storage Costs	2 08 6 802.24
<b>PAYMENTS</b>			Stationery Printing & Postage	25 99 7 603 43
Chargeholders	-	1 983 966 08	Marketing	- 5 821 50
Wages & Salaries	83 511 69	1 509 935 56	Bank Charges	- 5 110 00
Electricity & Gas	345 00	844 072 56	Water Treatment	- 4 842 64
			Perm's & Registrations	523 00 5 677 00
			Water Rates	- 3,442 50
			Planning App'cation Fees	- 2 345 00
			Rates	387 00 3 225.09
			Re-Direction of Mail	- 515 00

## Appendix IV - Summary of Receipts & Payments

### Unity Mine Limited (in Administration) continued

Statement of Affairs	From 19/06/2016 to 18/10/2016	From 30/10/2013 to 18/10/2016
Sundry Expenses	-	362 00
Statutory Advertising	-	337 50
Petty Cash	-	200 00
	(223,724 09)	(7,143,540.78)
Balance to Hand		13,835 10
<b>REPRESENTED BY</b>		
Vat Receivable		15 966 38
Cash at Bank		59 52
Vat Payable		(2 190 80)
		13 835 10

### Abbey Mine Limited (in Administration)

Statement of Affairs	From 19/06/2016 to 18/10/2016	From 30/10/2013 to 18/10/2016
<b>RECEIPTS</b>	£	£
5 00 VAT refund	-	5 00
25 000 00 Intercompany Debts	-	
	-	5.00
<b>PAYMENTS</b>		-
N/A	-	-
Balance to Hand		5.00
<b>REPRESENTED BY</b>		
Cash at Bank		5 00
		5 00

### Ocean Coal Limited (in Administration)

Statement of Affairs	From 19/06/2016 to 18/10/2016	From 30/10/2013 to 18/10/2016
<b>RECEIPTS</b>	£	£
Transfer from Unity Mine Limited	-	22 240 86
2 944 00 Cash at Bank	-	2 943 71
Bank Interest Gross	-	13 10
252 000 00 Licenses	-	-
	-	25,197 67
<b>PAYMENTS</b>		
Lease Retainer Fee	-	25 000 00
Re-Direction of Mail	-	195 00
	-	(25,195 00)
Balance to Hand		2.67
<b>REPRESENTED BY</b>		
Cash at Bank		2 67
		2.67

## Appendix V - Summary of Joint Administrators' Time Costs

### Unity Power Plc (in Administration)

Classification of Work Function	For the period 19 June 2016 to 18 October 2016							For the Total Period 30 October 2013 to 18 October 2016	
	Partner	Manager	Other Senior Professionals	Assistants & Support Staff	Total Hours	Time Cost	Average Hourly Rate	Cumulative Total Hours	Cumulative Time Cost (£)
Administration & Planning	0.00	2.00	1.75	0.50	4.25	1,284.00	302.47	27.42	9,912.25
Shareholders	0.00	0.10	0.00	0.00	0.10	42.50	425.00	6.95	2,886.25
Creditors	0.10	0.75	1.20	0.00	2.05	620.75	302.80	13.70	5,302.00
Investigations	0.00	0.00	0.00	0.00	0.00	0.00	0.00	2.00	850.00
Realisations of Assets	0.00	0.00	0.00	0.00	0.00	0.00	0.00	2.10	826.00
<b>Total Hours / Costs</b>	<b>0.10</b>	<b>2.85</b>	<b>2.95</b>	<b>0.50</b>	<b>6.40</b>	<b>1,947.25</b>	<b>304.50</b>	<b>52.17</b>	<b>19,776.50</b>
<b>Total Fees Drawn to date</b>	<b>0.00</b>								

### Centreclear Limited (in Administration)

Classification of Work Function	For the period 19 June 2016 to 18 October 2016							For the Total Period 30 October 2013 to 18 October 2016	
	Partner	Manager	Other Senior Professionals	Assistants & Support Staff	Total Hours	Time Cost	Average Hourly Rate	Cumulative Total Hours	Cumulative Time Cost (£)
Administration & Planning	0.00	1.00	1.85	0.20	3.05	842.00	276.52	21.92	7,422.50
Creditors - Unsecured	0.40	0.75	5.94	0.00	7.09	1,754.75	247.50	13.69	4,424.75
Investigations - Directors	0.00	0.00	0.00	0.00	0.00	0.00	0.00	2.80	1,010.00
Realisation of Assets	0.00	0.00	0.00	0.00	0.00	0.00	0.00	6.30	2,677.50
<b>Total Hours / Costs</b>	<b>0.40</b>	<b>1.75</b>	<b>7.79</b>	<b>0.20</b>	<b>10.14</b>	<b>2,596.75</b>	<b>256.22</b>	<b>44.71</b>	<b>15,534.75</b>
<b>Total Fees Drawn to date</b>	<b>0.00</b>								



## Appendix V - Summary of Joint Administrators' Time Costs

### Ocean Coal Limited (in Administration)

Classification of Work Function	For the period 19 June 2016 to 18 October 2016							For the Total Period 30 October 2013 to 18 October 2016	
	Partner	Manager	Other Senior Professionals	Assistants & Support Staff	Total Hours	Time Cost	Average Hourly Rate	Cumulative Total Hours	Cumulative Time Cost (£)
Administration & Planning	0.00	1.00	1.75	0.20	2.95	822.00	279.12	22.51	7,466.00
Creditors	0.40	0.75	6.34	0.00	7.49	1,834.75	244.96	15.09	4,929.75
Investigations - Directors	0.00	0.00	0.00	0.00	0.00	0.00	0.00	2.90	1,030.00
Realisation of Assets	0.00	1.25	0.00	0.00	1.25	531.25	425.00	8.00	3,400.00
<b>Total Hours / Costs</b>	<b>0.40</b>	<b>3.00</b>	<b>8.09</b>	<b>0.20</b>	<b>11.69</b>	<b>3,188.00</b>	<b>272.63</b>	<b>48.50</b>	<b>16,825.75</b>
<b>Total Fees Drawn to date</b>	<b>0.00</b>								

### Horizon Mineral Holding Limited (in Administration)

Classification of Work Function	For the period 19 June 2016 to 18 October 2016							For the Total Period 30 October 2013 to 18 October 2016	
	Partner	Manager	Other Senior Professionals	Assistants & Support Staff	Total Hours	Time Cost	Average Hourly Rate	Cumulative Total Hours	Cumulative Time Cost (£)
Administration & Planning	0.00	1.20	1.85	0.00	3.05	872.00	286.37	21.17	7,293.00
Creditors	0.30	0.50	7.04	0.00	7.84	1,806.50	230.42	14.94	4,689.00
Investigations - Directors	0.00	0.00	0.00	0.00	0.00	0.00	0.00	2.80	1,010.00
<b>Total Hours / Costs</b>	<b>0.30</b>	<b>1.70</b>	<b>8.89</b>	<b>0.00</b>	<b>10.89</b>	<b>2,678.50</b>	<b>246.07</b>	<b>38.91</b>	<b>12,992.00</b>
<b>Total Fees Drawn to date</b>	<b>0.00</b>								

## Appendix V - Summary of Joint Administrators' Time Costs

### Unity Mine Limited (in Administration)

Classification of Work Function	For the period 19 June 2016 to 18 October 2016						For the Total Period 30 October 2013 to 18 October 2016		
	Partner	Manager	Other Senior Professionals	Assistants & Support Staff	Total Hours	Time Cost	Average Hourly Rate	Cumulative Total Hours	Cumulative Time Cost (£)
<b>Administration &amp; Planning</b>									
Statutory returns, reports & meeting	0.00	12.60	8.80	0.40	21.80	8,280.66	379.85	398.90	160,476.02
Initial post-appointment letters incl	0.00	0.00	0.00	0.00	0.00	0.00	0.00	13.10	4,958.50
Cash entry general including bonding	0.00	3.10	0.60	13.40	17.10	5,062.77	296.07	332.90	101,881.27
Job planning & progression meetings	65.00	22.70	0.30	0.00	88.00	51,776.30	588.37	965.75	654,008.56
Taxation non-trading	0.00	1.40	0.79	0.00	2.19	754.00	344.29	19.14	6,696.01
Collection of company records	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.50	212.50
Insurance	0.00	0.10	0.00	0.00	0.10	42.50	425.00	8.55	3,563.74
Travelling	0.00	6.00	3.40	0.00	9.40	4,377.50	465.69	191.90	96,771.50
Filing	0.00	0.50	1.55	0.00	2.05	522.50	254.88	53.05	21,333.01
Company searches	0.00	0.00	1.00	0.00	1.00	200.00	200.00	3.10	683.00
Other	0.00	0.00	8.00	0.00	8.00	1,663.00	207.88	104.27	47,780.70
	<b>65.00</b>	<b>46.40</b>	<b>24.45</b>	<b>13.80</b>	<b>149.64</b>	<b>72,679.23</b>	<b>485.69</b>	<b>2,091.16</b>	<b>1,098,367.81</b>
<b>Shareholders</b>									
General communications	0.00	0.00	0.00	0.00	0.00	0.00	0.00	1.70	798.10
Return of capital	0.00	0.00	0.00	0.00	0.00	0.00	0.00	2.00	850.00
Other	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.10	26.60
	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>	<b>3.80</b>	<b>1,674.70</b>
<b>Creditors - Fixed</b>									
Reporting to fixed chargeholder	0.00	1.90	3.40	0.00	5.30	1,810.08	341.52	145.10	84,207.29
Claims adjudication	0.00	0.10	0.00	0.00	0.10	56.53	565.25	0.10	56.53
General communications	0.00	0.25	0.50	0.00	0.75	206.25	275.00	39.25	22,085.34
Other	0.00	0.00	0.20	0.00	0.20	40.00	200.00	26.80	10,682.00

## Appendix V - Summary of Joint Administrators' Time Costs

### Unity Mine Limited (in Administration) continued

Classification of Work Function	For the period 19 June 2016 to 18 October 2016						For the Total Period 30 October 2013 to 18 October 2016		
	Partner	Manager	Other Senior Professionals	Assistants & Support Staff	Total Hours	Time Cost	Average Hourly Rate	Cumulative Total Hours	Cumulative Time Cost (£)
<b>Creditors - Floating</b>									
General communications	0 00	0 00	0 80	0 00	0 80	232 00	290 00	13 80	7,580 25
Other	0 00	0 00	0 00	0 00	0 00	0 00	0 00	0 30	60 00
<b>Creditors - Employees &amp; RPO</b>									
Claims adjudication	0 00	0 00	0 00	0 00	0 00	0 00	0 00	2 90	1 498 98
General communications	0 00	1 00	0 00	0 00	1 00	425 00	425 00	37 05	13 131 60
Other	0 00	0 00	1 00	0 00	1 00	200 00	200 00	6 15	1 970 93
<b>Creditors - Unsecured</b>									
Reporting	9 25	13 30	8 90	0 00	31 45	14,892 63	473 53	82 70	37 723 43
Claims adjudication	0 00	0 00	0 00	0 00	0 00	0 00	0 00	1 70	531 70
General communications	0 00	0 00	4 40	0 00	4 40	880 00	200 00	54 30	18 324 70
Distributions	0 00	0 00	0 00	0 00	0 00	0 00	0 00	1 50	637 50
Other	1 00	0 00	47 52	0 00	48 52	10 130 60	208 79	60 72	15 664 50
ROT claims	0 00	0 00	0 00	0 00	0 00	0 00	0 00	0 85	361 25
	10 25	16 55	66 72	0 00	93 52	28 873 08	308 74	473 22	214,516 00
<b>Investigations - Directors</b>									
Directors correspondence conduct	0 00	0 00	0 00	0 00	0 00	0 00	0 00	4 70	1 727 50
CDDA report/return	0 00	0 00	0 00	0 00	0 00	0 00	0 00	12 50	4 052 50
Statutory book & accounting records	0 00	0 00	0 00	0 00	0 00	0 00	0 00	5 30	1 060 00
<b>Investigations - General</b>									
Asset tracing	0 00	0 00	1 10	0 00	1 10	220 00	200 00	1 10	220 00
Other matters	0 00	0 00	0 00	0 00	0 00	0 00	0 00	2 65	1 071 31
	0 00	0 00	1 10	0 00	1 10	220 00	200 00	26 25	8,131 31

## Appendix V - Summary of Joint Administrators' Time Costs

### Unity Mine Limited (in Administration) continued

Classification of Work Function	For the period 19 June 2016 to 18 October 2016						For the Total Period 30 October 2013 to 18 October 2016		
	Partner	Manager	Other Senior Professionals	Assistants & Support Staff	Total Hours	Time Cost	Average Hourly Rate	Cumulative Total Hours	Cumulative Time Cost (£)
<b>Realisation of Assets - Fixed Charge Assets</b>									
Goodwill & IPR	0 00	0 00	0 00	0 00	0 00	0 00	0 00	7 00	2,975 00
Sale of business	242 00	197 50	2 00	0 60	442 10	251 834 54	569 63	3 716 27	2,195 318 41
Other tangible assets	0 00	0 00	0 00	0 00	0 00	0 00	0 00	64 10	27,768 25
Other matters	0 00	0 00	0 00	0 00	0 00	0 00	0 00	18 70	8,291 13
<b>Realisation of Assets - Floating/General</b>									
Freehold & leasehold property	0 00	0 00	0 00	0 00	0 00	0 00	0 00	2 90	1 492 30
Book debts	0 00	0 00	0 00	0 00	0 00	0 00	0 00	2 00	901 19
Sale of business	0 00	0 00	0 00	0 00	0 00	0 00	0 00	112 50	57 566 95
Stock/WIP	0 00	0 00	0 00	0 00	0 00	0 00	0 00	5 55	2 576 15
Other intangible assets	0 00	0 00	0 00	0 00	0 00	0 00	0 00	0 40	226 10
Other tangible assets	0 00	0 00	0 00	0 00	0 00	0 00	0 00	101 55	51 252 75
Cash/bank	0 00	0 00	0 00	0 00	0 00	0 00	0 00	2 40	756 75
Other matters	0 00	0 00	0 00	0 00	0 00	0 00	0 00	5 45	2 484 63
Agents/Vendors	0 00	0 00	0 00	0 00	0 00	0 00	0 00	0 60	339 15
	242 00	197 50	2 00	0 60	442 10	251,834 54	569 63	4 039 42	2,351,948 76
<b>Trading</b>									
Trading on decision strategy	0 00	66 40	0 00	0 00	66 40	29 131 63	438 73	471 25	232 712 19
Sales and customers	0 00	5 55	3 70	0 00	9 25	3 540 54	382 76	295 85	133 774 68
Purchasers and suppliers	2 00	36 20	13 15	0 00	51 35	21 363 59	416 04	595 25	274 897 62
Landlord	0 00	0 00	0 00	0 00	0 00	0 00	0 00	0 30	111 60
Employees & Payroll inc PAYE/NIC	1 00	16 45	3 50	0 00	20 95	9 074 79	433 16	263 15	132 299 50

## Appendix V - Summary of Joint Administrators' Time Costs

### Unity Mine Limited (in Administration) continued

ROT	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.20	85.00
Utilities	0.00	0.00	0.00	0.00	0.00	0.00	0.00	10.30	3,468.60
Security	0.00	0.60	0.00	0.00	0.60	297.08	495.13	3.55	1,866.39
Insurance	0.00	4.05	0.00	0.00	4.05	2,043.83	504.65	27.60	13,663.99
HP/lease/3rd party negotiations	0.00	0.00	0.00	0.00	0.00	0.00	0.00	4.10	1,258.83
Financial control for trading	0.00	0.00	0.00	0.00	0.00	0.00	0.00	10.50	5,304.00
Taxation - VAT	0.00	0.00	0.00	0.00	0.00	0.00	0.00	9.45	4,450.05
Taxation - CT	0.00	1.90	9.60	0.00	11.50	2,727.50	237.17	11.50	2,727.50
Other matters	0.00	14.20	0.40	0.00	14.60	7,110.36	487.01	122.95	62,788.77
	3.00	145.35	30.35	0.00	178.70	75,289.30	421.32	1,825.95	869,408.72
<b>Total Hours</b>	<b>320.25</b>	<b>405.80</b>	<b>124.61</b>	<b>14.40</b>	<b>865.06</b>	<b>428,896.14</b>	<b>495.80</b>	<b>8,459.80</b>	<b>4,544,047.30</b>
<b>Total Fees Drawn to Date</b>	<b>£0.00</b>								

### Abbey Mine Limited (in Administration)

Classification of Work Function	For the period 19 June 2016 to 18 October 2016							For the Total Period 30 October 2013 to 18 October 2016	
	Partner	Manager	Other Senior Professionals	Assistants & Support Staff	Total Hours	Time Cost	Average Hourly Rate	Cumulative Total Hours	Cumulative Time Cost (£)
Administration & Planning	0.00	1.00	1.85	0.20	3.05	842.00	276.52	20.82	7,070.00
Creditors - Unsecured	0.30	0.75	5.34	0.00	6.39	1,572.75	246.13	13.49	4,455.25
Investigations - Directors	0.00	0.00	0.00	0.00	0.00	0.00	0.00	2.80	1,010.00
<b>Total Hours</b>	<b>0.30</b>	<b>1.75</b>	<b>7.19</b>	<b>0.20</b>	<b>9.44</b>	<b>2,414.75</b>	<b>255.94</b>	<b>37.11</b>	<b>12,535.25</b>
<b>Total Fees Drawn to Date</b>	<b>£0.00</b>								

## Appendix V - Summary of Joint Administrators' Time Costs

### Horizon Mining Limited (in Administration)

Classification of Work Function	For the period 19 June 2016 to 18 October 2016						For the Total Period 30 October 2013 to 18 October 2016		
	Partner	Manager	Other Senior Professionals	Assistants & Support Staff	Total Hours	Time Cost	Average Hourly Rate	Total Hours	Time Cost (£)
<b>Administration &amp; Planning</b>									
Statutory returns, reports & meeting	0 00	2 80	0 50	0 00	3 30	1 419 81	430 25	19 50	8 921 09
Initial post-appoint notification letters	0 00	0 00	0 00	0 00	0 00	0 00	0 00	1 00	200 00
Cashiering general includ ng bonding	0 00	0 00	0 30	0 20	0 50	121 20	242 40	3 95	1,132 81
Job plann ng & progression meetings	0 00	0 10	0 10	0 00	0 20	62 50	312 50	14 70	8 137 05
Taxation non-trading	0 00	0 20	0 79	0 00	0 99	244 00	246 46	2 89	848 20
Filing	0 00	0 00	0 25	0 00	0 25	50 00	200 00	0 65	156 40
Other	0 00	0 00	0 00	0 00	0 00	0 00	0 00	0 97	194 00
<b>Administration &amp; Planning Total</b>	<b>0 00</b>	<b>3 10</b>	<b>1 94</b>	<b>0 20</b>	<b>5 24</b>	<b>1,897 51</b>	<b>362 12</b>	<b>43 66</b>	<b>19,589 55</b>
<b>Creditors - Fixed</b>									
Reporting to fixed chargeholder	0 00	0 20	0 60	0 00	0 80	272 65	340 81	1 30	405 65
General communications	0 00	0 00	0 00	0 00	0 00	0 00	0 00	0 25	106 25
Other	0 00	0 00	0 20	0 00	0 20	40 00	200 00	9 70	3 515 00
<b>Creditors - Unsecured</b>									
Reporting	0 40	1 40	0 40	0 00	2 20	1 119 35	508 80	16 10	6,513 25
General communications	0 00	0 00	0 80	0 00	0 80	160 00	200 00	1 55	555 89
Other	0 00	0 00	4 24	0 00	4 24	848 00	200 00	4 24	848 00
<b>Creditors Total</b>	<b>0 40</b>	<b>1 60</b>	<b>6 24</b>	<b>0 00</b>	<b>8 24</b>	<b>2,440 00</b>	<b>296 12</b>	<b>33 14</b>	<b>11,944 04</b>
<b>Investigations - Directors</b>									
Directors correspondence	0 00	0 00	0 00	0 00	0 00	0 00	0 00	0 80	160 00
CDDA report/return	0 00	0 00	0 00	0 00	0 00	0 00	0 00	3 00	1 275 00
<b>Investigations Total</b>	<b>0 00</b>	<b>0 00</b>	<b>0 00</b>	<b>0 00</b>	<b>0 00</b>	<b>0 00</b>	<b>0 00</b>	<b>3 80</b>	<b>1,435 00</b>
<b>Realisation of Assets - Fixed Charge Assets</b>									

## Appendix V - Summary of Joint Administrators' Time Costs

### Horizon Mining Limited (in Administration) continued

Freehold & leasehold property	0.00	0.00	0.00	0.00	0.00	0.00	00.00	1.70	690.70
Sale of business	0.00	0.00	0.00	0.00	0.00	0.00	0.00	47.50	27,987.50
<b>Realisation of Assets Total</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>	<b>00.00</b>	<b>49.20</b>	<b>28,678.20</b>
<b>Total Hours</b>	<b>0.40</b>	<b>4.70</b>	<b>8.18</b>	<b>0.20</b>	<b>13.48</b>	<b>4,337.51</b>	<b>321.77</b>	<b>129.80</b>	<b>61,646.79</b>
<b>Total Fees Drawn to date</b>	<b>0.00</b>								

<b>Cork Gully LLP charge out rates*</b>	<b>£</b>
Partners/Directors	495-620
Associates/Managers	350-450
Other Senior Professionals	200-290
Assistants and Support Staff	85-240

Time is charged in minimum units of 6 minutes

The creditors' committees of both Horizon Mining Limited and Horizon Mining Limited passed resolutions confirming that the Joint Administrators be authorised to charge an uplift of 33% on their hourly charge out rates for the period 1 January 2015 to 15 July 2016 as a result of the financial support provided by Cork Gully LLP to these Administrations.

## Appendix VI - Statement of Creditor Rights

The Insolvency Rules 1986 provide for creditors to request further information and challenge the Administrators' remuneration and expenses. The relevant provisions are as follows -

### **Rule 2 48A - Creditors' request for further information**

(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

### **Rule 2 109 - Creditors' claim that remuneration is or other expenses are excessive**

(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



## Appendix VI - Statement of Creditor Rights

(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 sufficient 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.

## Appendix VII - Forms

### 2.24B Progress Report

**APPENDIX 7**  
**Form 2.24B**

**Rule 2.47**  
**The Insolvency Act 1986**  
**Administrator's progress report**

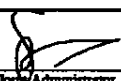
<b>Name of Company</b> Unity Mine Limited	<b>Company number</b> 03616432
<b>In the</b> High Court of Justice, Chancery Division, Companies Court <small>(full name of court)</small>	<b>Court case number</b> 7329 of 2013

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

<b>We (s)</b> Stephen Robert Clark Cork Gully LLP 52 Brook Street London W1K 5DS	Andrew Howard Buckingham Cork Gully LLP 52 Brook Street London W1K 5DS
--	--

Administrators of the above company attach a progress report for the period

<b>From</b> (b) 19 June 2016	<b>To</b> (b) 18 October 2016
---------------------------------	----------------------------------

**Signed**   
 John Administrator

**Dated** 31 October 2016

TUESDAY

COMPANIES ACT 2006

## Appendix VII - Forms 2.24B Progress Report

APPENDIX 7

Rule 2.47

Form 2.24B

The Insolvency Act 1986

### Administrator's progress report

Name of Company Cemraclear Limited	Company number 04899634
In the High Court of Justice, Chancery Division, Companies Court (full name of court)	Court case number 7328 of 2013

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

We (s) Stephen Robert Clark  
Clark Gofly LLP  
52 Broad Street  
London  
W1K 5DS

Andrew Howard Blackington  
Clark Gofly LLP  
52 Broad Street  
London  
W1K 5DS

Administrators of the above company attach a progress report for the period

(b) Insert dates

from

to

(b) 19 June 2016

(b) 18 October 2016

Signed

John Administrator

Dated

31 October 2016



COMPANIES HOUSE

## Appendix VII - Forms

### 2.24B Progress Report

**APPENDIX 7**

**Rule 2.47** **Form 2.24B**

**The Insolvency Act 1986**

**Administrator's progress report**


Name of Company Abbey Mine Limited	Company number 05303498
In the High Court of Justice, Chancery Division, Companies Court <small>(full name of court)</small>	Court case number 7327 of 2013

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

We (s) <b>Stephen Robert Clark</b> <b>Clark Gully LLP</b> <b>52 Broad Street</b> <b>London</b> <b>W1K 5DS</b>	<b>Andrew Howard Buckingham</b> <b>Clark Gully LLP</b> <b>52 Broad Street</b> <b>London</b> <b>W1K 5DS</b>
---	--

Administrators of the above company attach a progress report for the period

(b) Insert date From <div style="border: 1px solid black; padding: 2px; display: inline-block;">(b) 19 June 2016</div>	To <div style="border: 1px solid black; padding: 2px; display: inline-block;">(b) 18 October 2016</div>
--	--

Signed   
John Administrator

Dated **31 October 2016**

TUESDAY

COMPANIES HOUSE

## Appendix VII - Forms 2.24B Progress Report

APPENDIX 7

Rule 2.47

Form 2.24B

The Insolvency Act 1986

### Administrator's progress report

Name of Company Horizon Mineral Handling Limited	Company number 05346865
In the High Court of Justice, Chancery Division, Companies Court <small>(full name of court)</small>	Court case number 7325 of 2013

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

We (c) Stephen Robert Cook  
Oak Gully LLP  
52 Bunch Street  
London  
W1K 5DS

Andrew Howard Richardson  
Oak Gully LLP  
52 Bunch Street  
London  
W1K 5DS

Administrators of the above company attach a progress report for the period

(b) Insert dates

from

to

(b) 19 June 2016

(b) 18 October 2016

Signed

  
Jack Administrator

Dated

31 October 2016

APPENDIX VII

COMPANIES HOUSE

## Appendix VII - Forms

### 2.24B Progress Report

**APPENDIX 7**

**Rule 2.47** **Form 2.24B**

**The Insolvency Act 1986**  
**Administrator's progress report**


<b>Name of Company</b> Ocean Coal Limited	<b>Company number</b> 05567558
<b>In the</b> High Court of Justice, Chancery Division, Companies Court <small>(full name of court)</small>	<b>Court case number</b> 7326 of 2013

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

**We (s)** **Stephen Robert Clark** **Andrew Howard Buckingham**  
**Cork Gully LLP** **Cork Gully LLP**  
**52 Broad Street** **52 Broad Street**  
**London** **London**  
**W1K 5DG** **W1K 5DG**

**Administrators of the above company attach a progress report for the period**

<b>(b) From date</b> <b>From</b> (b) 19 June 2016	<b>To</b> (b) 18 October 2016
---	----------------------------------

**Signed**  **John Administrator**

**Dated** **31 October 2016**

COMPANIES HOUSE

## Appendix VII - Forms 2.24B Progress Report

APPENDIX 7

Form 2.24B

Form 2.24B

The Insolvency Act 1986

### Administrator's progress report

Name of Company Horizon Mining Limited	Company number 05346654
In the High Court of Justice, Chancery Division, Companies Court <small>(full name of court)</small>	Court case number 7324 of 2013

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

We (c) Benjamin Robert Clark  
Clark Gully LLP  
51 Eversh Street  
London  
W1K 5DG

Andrew Edward Buckingham  
Clark Gully LLP  
51 Eversh Street  
London  
W1K 5DG

Administrators of the above company attach a progress report for the period

(c) Insert date

from

to

(b) 19 June 2016

(b) 18 October 2016

Signed

  
Joint Administrator

Dated

31 October 2016

COMPANIES HOUSE

## Appendix VII - Forms

### 2.24B Progress Report

**APPENDIX 7**  
**Form 2.24B**

**Rule 2.47**

**The Insolvency Act 1986**  
**Administrator's progress report**

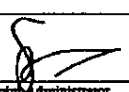
<b>Name of Company</b> Unity Power plc	<b>Company number</b> 05352542
<b>In the</b> High Court of Justice, Chancery Division, Companies Court <small>[full name of court]</small>	<b>Court case number</b> 7322 of 2013

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

<b>We (c)</b> Stephen Robert Clark Clark Gully LLP 52 Brook Street London W1K 5DS	<b>Andrew Howard Blackingham</b> Clark Gully LLP 52 Brook Street London W1K 5DS
---	---

Administrators of the above company attach a progress report for the period

<b>(b) From date</b> from (b) 19 June 2016	<b>to</b> (b) 18 October 2016
--	----------------------------------

**Signed**   
John V. Administrator

**Dated** 31 October 2016

COMPANIES HOUSE



## Contact

**Stephen Cork Managing Partner, Phil Hemming Associate Partner**

Cork Gully LLP 52 Brook Street, London W1K 5DS

T +44 (0)20 7268 2150 F +44 (0)20 7268 2151

e [unity@corkgully.com](mailto:unity@corkgully.com)