

The Insolvency Act 1986

Administrators' progress report**2.24B**

Name of Company B.E.S Consulting Holdings Limited	Company number 05509155
In the Leeds District Registry <small>[full name of court]</small>	Court case number 1796 of 2009

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

I/We (a) Toby Scott Underwood and Francis Graham Newton of BDO LLP 1 Bridgewater Place, Water Lane, Leeds, LS11 5RU

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

(b) Insert date

From

to

(b)

2 July 2010

(b)

1 January 2011

Signed

F. Graham Newton
Joint/administrator(s)

Dated

13 January 2011**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 public record.

BDO LLP, 1 Bridgewater Place, Water Lane, Leeds, LS11 5RU

Our Ref 01429/DB/B0295/A6

Tel 0113 244 3839

DX Number

DX Exchange



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A42

19/01/2011

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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

**B.E.S. Consulting Holdings Limited
(In Administration)**

JOINT ADMINISTRATORS' RECEIPTS AND PAYMENTS ACCOUNT

	Statement of affairs £	From 02/07/2010 To 01/01/2011 £	From 02/07/2009 To 01/01/2011 £
RECEIPTS			
Book Debts		0.00	3,736 05
Sale of Shares	900,000.00	0 00	600,000.00
Bank Interest Gross		0.98	159.63
Vat Control Account		14,923 34	14,923.34
		<u>14,924.32</u>	<u>618,819.02</u>
PAYMENTS			
Office Holders Fees		0.00	64,506.15
Office Holders Expenses		0.00	878 53
Legal Fees		1,309.00	24,401.14
Royal Bank of Scotland		0.00	500,000 00
Legal Fees (1)		2,612.00	2,612 00
Vat Receivable		686.17	15,609 51
		<u>4,607.17</u>	<u>608,007 33</u>
BALANCE - 01 January 2011			<u><u>10,811.69</u></u>



Tel +44 (0)113 244 3839
Fax +44 (0)113 204 1200
www.bdo.co.uk

1 Bridgewater Place
Water Lane
Leeds LS11 5RU

TO ALL CREDITORS

13 January 2011

Our Ref 01429/DB/B0295/A6

Please ask for Donna Berriman
Direct Line 0113 204 1295

Dear Sir

B.E.S. Consulting Holdings Limited - In Administration ("the Company")

It is now 18 months since our appointment in respect of the Company. In accordance with Rule 2.47 of the Insolvency Rules 1986 we are now reporting on the progress made in implementing the approved proposals and achieving the statutory purpose of the Administration

1 Statutory Information.

The Joint Administrators are myself and Toby Scott Underwood of BDO LLP, 1 Bridgewater Place, Water Lane, Leeds, LS11 5RU and we were appointed in respect of the above Company on 2 July 2009. Under the provisions of paragraph 100(2) of Schedule B1 to the Insolvency Act 1986 the Administrators carry out their functions jointly and severally and neither Administrator has exclusive power to exercise any function.

The Administrators were appointed by the Directors of the Company, pursuant to Paragraph 22 of Schedule B1 to the Insolvency Act 1986. The Administration proceedings are dealt with in the Leeds District Registry and the court case number is 1796 of 2009.

The Company's registered office is situated at BDO LLP, 1 Bridgewater Place, Water Lane, Leeds, LS11 5RU and the registered number is 05509155.

We enclose, for your information, a summary of the receipts and payments to date showing a balance in hand of £10,811.69, together with a copy of the abstract account covering the last six month period, and report as follows.

2 Receipts

The receipts shown are largely self-explanatory, however we would comment specifically on the following:

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Sale of Shares

A sale of the Company shares was agreed with Project Management Group Limited ("PMG") for a total consideration of £900k. As previously advised, £600k has been received in respect of this transaction. The balance of £300k was expected on or before 1 July 2010.

PMG failed to discharge the balance of £300k within the required timescale. We instructed our solicitors, Pinsent Masons LLP ("Pinsents") to issue demand against PMG for the outstanding balance plus interest at the rate of 4% above the Royal Bank of Scotland's Plc base rate. No response was received from PMG, therefore upon our instruction Pinsents issued demand against the personal guarantees provided by Geoffrey John Cook, Michael Birtwhistle and Peter Nabridnyj (together the "Guarantors"). The Guarantors are liable both jointly and severally as principal debtor to pay the Company the outstanding balance.

Since issuing demand against the guarantors we have received notification that BES Consulting Limited ("BES") was placed into Administration in December 2010. Given that BES was the only asset of PMG, and the lack of a repayment proposal from PMG, steps will be taken to recover the funds from the guarantors.

Book Debts

The Company's only other asset was shares in E-Labs Environmental Limited ("E-Labs"), a company that has been dormant since February 2008. It was found that no value could be allocated to the shares. Further investigations into the affairs of E-Labs found cash at bank of £3,736 which has now been received.

3 Future of the Administration

We confirm that a meeting of creditors was not called pursuant to Paragraph 51(1) of the Insolvency Act 1986 or requisitioned by the creditors. On this basis the proposals have been deemed to be approved by the creditors pursuant to Rule 2.33(5) of the Insolvency Rules 1986.

Once all matters are completed the Company will exit the Administration by way of dissolution under Paragraph 84 of Schedule B1 of the Insolvency Act 1986.

4 Extension of Administration

As previously advised, the Administration was extended for a period of six months by consent of the secured creditor to 1 January 2011. A further twelve month extension has now been sought and granted by Order of the Court, in order to attend to the recovery of the balance of the consideration for the sale of the Company shares.

5 Prospects for Creditors

Secured Creditors

At the date of our appointment the amount due to the Bank was £6.8m. The sum of £500k has been paid to the Bank to date, under the terms of a fixed charge over the Company's assets. It is anticipated that a final distribution will be made to the Bank once the remaining funds have been received.

Preferential Creditors

There are no preferential claims as the Company did not employ any staff.

Unsecured Creditors

To date we have received claims from unsecured creditors in the sum of £481,076.

Under Section 176A of the Insolvency Act 1986, where after 15 September 2003 a company has granted to a creditor a floating charge, a proportion of the net property of the company must be made available purely for the unsecured creditors. Based on current information, we estimate that after allowing for our costs and preferential claims, the value of the net property will be below the prescribed minimum level and therefore pursuant to Section 176A(3) of the Insolvency Act 1986 the prescribed part provisions will not apply in this Administration

For the avoidance of doubt there is no prospect of a distribution to unsecured creditors in this matter.

6 Administrators' Remuneration

Administrators' time costs to date total £80,915 and we attach a summary of these time costs, pursuant to Statement of Insolvency Practice 9, for your information

Pursuant to Rule 2.106 of the Insolvency Rules 1986, the Bank has approved our fees on a time cost basis and to date we have drawn fees totalling £64,506 plus VAT in respect of these costs

Disbursements

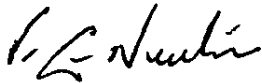
Where disbursements are recovered in respect of precise sums expended to third parties there is no necessity for these costs to be authorised. These are known as category 1 disbursements. We therefore report that the sum of £898 has been incurred and £879 has been drawn in respect of category 1 disbursements and are detailed as follows:

	£
Statutory Bond	539.00
Statutory Advertising	339.53
Mileage	12.30
Courier	6.80
Total	<u>897.63</u>

Some administrators recharge expenses for example postage, stationery, photocopying charges, telephone and fax costs, which cannot economically be recorded in respect of each specific case. Such expenses, which are apportioned to cases, require the approval of the creditors before they can be drawn, and these are known as category 2 disbursements. The policy of BDO LLP is not to charge any category 2 disbursements.

If you require any further information, please contact Donna Berriman of this office on 0113 204 1295.

Yours faithfully
for and on behalf of
B E S Consulting Holdings Limited



FG Newton
Joint Administrator

TS Underwood and FG Newton are authorised by the Insolvency Practitioners Association
The Joint Administrators act as agents of the Company and without personal liability

B.E.S. Consulting Holdings Limited
(In Administration)
Joint Administrators' Abstract of Receipts & Payments
To 13/01/2011

S of A £		£	£
	COSTS OF REALISATION		
	Office Holders Fees	64,506 15	
	Office Holders Expenses	878 53	
	Legal Fees	24,401 14	
			(89,785 82)
(4,536,484 00)	SECURED CREDITORS		
	Royal Bank of Scotland	500,000 00	
			(500,000 00)
900,000.00	ASSET REALISATIONS		
	Book Debts	3,736 05	
	Sale of Shares	600,000.00	
	Bank Interest Gross	159.63	
			603,895 68
	COST OF REALISATIONS		
	Legal Fees (1)	2,612 00	
			(2,612 00)
(13,029 00)	UNSECURED CREDITORS		
	Trade & Expense Creditors	NIL	
			NIL
(3,649,513.00)			11,497.86
	REPRESENTED BY		
	Vat Receivable		686 17
	Floating Current A/c		10,811.69
			11,497.86

BES Consulting Holdings Limited

Summary of Time Charged and Rates Applicable for the Period From 6 June 2009 to 12 January 2011

Description	Partner		Manager		Assistant Manager		Administrator		Grand total		Avg rate
	Hours	Total (£)	Hours	Total (£)	Hours	Total (£)	Hours	Total (£)	Hours	Total (£)	
A Pre Appointment Matters	18 50	6,734 00	144 75	36,094 90	1 00	167 00			164 25	42,995 90	261 77
B Steps on Appointment	0.75	278 25	0 35	69 30	1.50	250.50	4 00	244 00	6.60	842 05	127 58
C Planning and Strategy	1 00	364 00							1 00	364 00	364 00
D General Administration	13 50	4,928 00	61 70	13,374 05	13 45	2,313.20	14 45	2,223 30	103 10	22,838 55	221 52
E Assets Realisation/Dealing	2 75	1,002 75	4 10	868 30	0 70	116.90			7 55	1,987 95	263 30
H Creditor Claims			1 15	254 90					1 15	254 90	221 65
I Reporting	3 50	1,274 00	33 90	8,123 95	13 00	2,233 70			50 40	11,631 65	230 79
	40 00	14,581 00	245 95	58,785 40	29 65	5,081 30	18 45	2,467 30	334 05	80,915 00	242 22

Disbursements

897.63

Grand total

81,812 63