

The Insolvency Act 1986

Administrator's progress report

Name of Company Silverdell Plc	Company number 05755897
In the High Court of Justice, Chancery Division <small>[full name of court]</small>	Court case number 697 of 2014

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

I/We (a) Antony David Nygate and David Harry Gilbert of BDO LLP 55 Baker Street, London, W1U 7EU

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

(b) Insert date	From (b) 28 July 2014	to (b) 22 January 2015
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Signed

[Signature]
Joint administrator(s)

Dated

26/01/15

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, 55 Baker Street, London,	
W1U 7EU	
Our Ref 009290/CB/ADM933 - 2/A6	Tel
DX Number	DX Exchange



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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

26 January 2015

Please ask for Craig Ballard
Telephone 020 7893 2939
E-mail craig.p.ballard@bdo.co.uk**TO ALL KNOWN CREDITORS AND MEMBERS**

Dear Sirs

Silverdell Plc (the 'Company') - formerly in Administration now in Creditors' Voluntary Liquidation

I now supply my final report in respect of this Administration.

This report should be read in conjunction with my proposal document dated 21 March 2014 and my progress report dated 20 August 2014

1 Statutory Information

The Joint Administrators are Antony David Nygate and David Harry Gilbert of BDO LLP, 55 Baker Street, London W1U 7EU and they were appointed in respect of the Company on 28 January 2014. Under the provisions of paragraph 100(2) of Schedule B1 of 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 Murray Pearce Limited, being a qualifying floating charge holder, pursuant to Paragraph 14 of Schedule B1 of the Insolvency Act 1986. The Administration proceedings are dealt with in the High Court of Justice, Chancery Division and the court case number is 697 of 2014.

The Company's registered office is situated at 55 Baker Street, London, W1U 7EU and the registered number is 05755897

2 Receipts & Payments

I enclose for your information a summary of my receipts and payments to date showing a balance in hand of £149,840, together with an abstract receipts and payments account since my last report. I would comment specifically on the following matters

2.1 Receipts**2.1.1 Book Debts**

As detailed in my previous report the Company's only known recoverable asset was a book debt, which was being pursued by the directors prior to the Administration. I can

report that following discussions with the debtor the Joint Administrators collected a net amount of £329k in respect of this debt. The total amount of £417k was offset against an £88k counter-claim by the debtor

In addition the Joint Administrators collected an additional small book debt of £4k.

2.2 Payments

In the period the Joint Administrators incurred £39,341 in respect of legal expenses which were primarily related to the collection of the Company's book debt.

3 Future of the Administration

The Joint Administrators' Proposals, deemed approved on 4 April 2014 in the absence of a meeting of creditors, stated that the Company would move to Creditors' Voluntary Liquidation. I can advise that the Company moved to liquidation with effect from 22 January 2014, being the date the notice was registered at Companies House. Antony David Nygate and David Harry Gilbert of BDO LLP, 55 Baker Street, London, W1U 7EU were appointed Joint Liquidators

4 Pre Appointment Costs

The Joint Administrators' proposal included provision for pre appointment fees of £14,940 to be approved by the secured and preferential creditors. To date these fees have not been drawn.

5 Prescribed Part

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 present information the Joint Administrators estimate that the Company will have net property of c£259,000 after allowing for costs of the Administration and distributions to the preferential creditors. Accordingly, I anticipate there will be a prescribed part available of c£49,000 to distribute to the unsecured creditors of the Company. This amount is stated before deducting the associated costs of adjudicating claims

6 Prospects for Creditors

6.1 Secured Creditor

As at the date of Administration, Murray Pearce Ltd (the 'Secured Creditor') was owed £11.73m. The debt is secured by way of fixed and floating charge security over the assets of the Company and by separate fixed and floating charges over its insolvent subsidiary companies, EDS Group Holdings Limited, Euro Dismantling Services Limited and EDS Plant Solutions Limited.

At the time of this report, the Secured Creditor has received distributions totalling £5,784,001 under the fixed and floating charge security granted by the above companies, including £200,000 distributed directly by the Company

It is expected that the Secured Creditor will suffer a significant shortfall under its security.

6.2 Preferential Creditors

Preferential creditors are employee claims in respect of unpaid wages, pension arrears and holiday pay. We have received a claim from a former employee of the Company.

6.3 Unsecured Creditors

To date I have received notice of unsecured creditor claims in the sum of £2,012,266. As discussed in paragraph 5, above, I anticipate there being funds available to enable a limited distribution to the unsecured creditors of the Company by virtue of the prescribed part.

7 Joint Administrators' Remuneration

In accordance with Rule 2.106(5A)(a)/(b) of the Insolvency Rules 1986, the Secured Creditor and the preferential creditors will be asked to approve the Joint Administrators fees on a time cost basis.

I will approach the Secured Creditor and preferential creditors for approval of the pre-appointment and administration time costs in due course, following which fees will be drawn from the liquidation estate.

In the meantime, I attach a schedule that summarises the time costs incurred to date of £62,227 and indicates the work undertaken in that respect. I also provide at the end of this report an extract from the Insolvency Rules 1986 setting out the rights of creditors to request further information and/or challenge the remuneration or fees within the Administration.

8 Joint Administrators' 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. I have not currently incurred any category 1 time costs.

The creditors have previously been deemed to have approved that the Joint Administrators may draw category 2 disbursements in respect of postage, stationery, photocopying charges, telephone, fax and other electronic communications on the basis of £12.50 per creditor in the first year of the Administration and £6.25 per creditor in respect of each subsequent year, subject to the approval of the Secured Creditor and preferential creditors. At the time of this report, I have not sought approval to draw any category 2 disbursements.

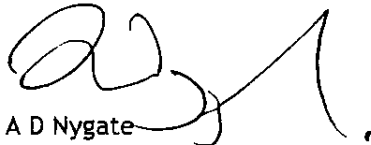
9 Other Matters

The Insolvency Service has established a central gateway for considering complaints in respect of Insolvency practitioners. In the event that you make a complaint to me but are not satisfied with the response from me then you should visit <https://www.gov.uk/complain-about-insolvency-practitioner> where you will find further information on how you may pursue the complaint.

If you require any further information regarding this matter, please do not hesitate to contact my colleague, Craig, on the above number.

Please note, the affairs, business and property of the Company are being managed by the Joint Administrators who act only as agents of the Company and without personal liability.

Yours faithfully
For and on behalf of
Silverdell Plc



A D Nygate
Former Joint Administrator

Enc

Statement from the Insolvency Rules 1986 (as amended) regarding the rights of creditors in respect of the Joint Administrators' fees and expenses:-

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
- (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

Statement from the Insolvency Rules 1986 (as amended) regarding the rights of creditors in respect of the Joint Administrators' fees and expenses (continued):-

Rule 2.109 (continued)

(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

Silverdell plc
Formerly in Administration

Summary of Joint Administrators' Receipts and Payments from 28 January 2014 (date of appointment) to 22 January 2015

	Estimated to realise Per Directors' Statement of Affairs	Change in Period	Total
	£	£	£
Assets Subject to Fixed Charge			
Investments in subsidiary companies	-	-	-
	<u>-</u>	<u>-</u>	<u>-</u>
Assets Subject to Floating Charge			
Book debts	Unknown	332,313	332,313
Sundry refunds	-	175	175
Bank interest	-	8	8
Group balance - EDS Australia Pty Limited	Unknown	-	-
Output VAT	-	83,435	83,435
	<u>-</u>	<u>415,931</u>	<u>415,931</u>
Less costs to realise			
Legal fees and disbursements		39,341	39,341
Accounting costs		1,255	1,255
Input VAT		25,494	25,494
		<u>66,090</u>	<u>66,090</u>
Less Distributions to the Secured Creditor			
Distributions to R Capital under its floating charge security		200,000	200,000
Balance in hand		149,840	149,840
		<u>415,931</u>	<u>415,931</u>

BDO LLP
55 Baker Street
London
W1U 7EU

Antony David Nygate & David Harry Gilbert
Former Joint Administrators

26 January 2015

Summary of Time Charged and Rates Applicable for the Period From 28 January 2014 (date of appointment) to 22 January 2015

[illegible]

Silverdell Plc - In Administration

Summary of Time Charged and Rates Applicable for the Period From 29 July 2014 to 22 January 2015

Description	PARTNER		MANAGER		ASSISTANT MANAGER		SENIOR EXECUTIVE		EXECUTIVE		OTHER STAFF		GRAND TOTAL		AV RATE
	Hours	£	Hours	£	Hours	£	Hours	£	Hours	£	Hours	£	Hours	£	£
B Steps on Appointment			3 90	1,392 90									3 90	1,392 90	455 00
C Planning and Strategy			2 90	1,041 00									2 90	1,041 00	424 40
D General Administration	1 00	785 00	10 75	4,875 00	6 75	1 380 00			15 60	2,657 95			34 10	9 898 60	290 26
E Asset Realisation/Dealing	7 00	4 606 00	14 60	6 626 00	1 90	351 00			4 90	1 102 90			28 05	12,685 50	452 25
G Employee Matters			0 90	162 70					4 35	861 55			5 25	1,044 25	198 90
H Creditor Claims			0 15	195 25	6 65	1,870 75			12 65	1 658 80			19 65	3 688 80	187 72
I Reporting			8 00	4 045 50	9 00	2,648 00			2 00	290 50			19 90	6 988 00	351 16
J Distribution and Closure			0 25	113 75					2 00	490 00			2 25	603 75	248 33
	8 00	5,391 00	41 75	18,660 35	24 35	6,249 75	0 00	0 00	41 10	7,161 30	0 00	0 00			

Net Total	115 20	97,582 40	326 06
Other Disbursements		1 522 69	
Billed		0 00	
Grand Total		39 085 09	

The Insolvency Act 1986

Administrator's progress report

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In the High Court of Justice, Chancery Division <small>[full name of court]</small>	Court case number 697 of 2014

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

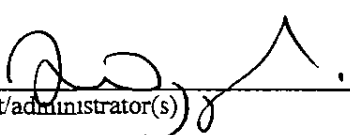
I/We (a) Antony David Nygate and David Harry Gilbert of BDO LLP 55 Baker Street, London, W1U 7EU

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

(b) Insert date

from (b) 28 July 2014	to (b) 22 January 2015
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Signed


Joint/administrator(s)

Dated

26/01/15

FRIDAY

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30/01/2015
COMPANIES HOUSE

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