

The Insolvency Act 1986

Administrator's progress report

Pursuant to Rule 2.38 of the Insolvency (Scotland) Rules 1986

Name of Company

Dawson International PLC

Company number

SC054505

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

IAWe (a) Blair Carnegie Nimmo
KPMG LLP
Saltire Court
20 Castle Terrace
Edinburgh
EH1 2EG

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

from

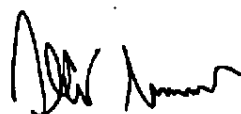
to

(b) Insert date(s)

(b) 15 February 2015

(b) 14 August 2015

Signed



Administrator

Dated

8 September 2015

Contact Details:

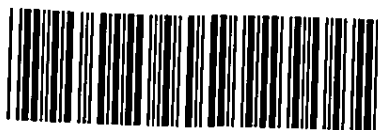
You do not have to give any contact information in the box opposite but if you do, it will help Companies House to contact you if there is a query on the form.

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

Blair Carnegie Nimmo
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WEDNESDAY



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09/09/2015

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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, 4th Floor, Edinburgh Quay 2, 139 Fountainbridge,
Edinburgh, EH3 9FF
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Dawson International PLC - in Administration

Administrator's progress report for the
period 15 February 2015 to 14 August
2015

8 September 2015

Notice to creditors

This progress report provides an update on the administration of the Company.

We have included (Appendix 2) an account of all amounts received and payments made since the date of our appointment.

We have also explained our future strategy for the administration and how likely it is that we will be able to pay each class of creditor.

You will find other important information in this progress report such as the costs which we have incurred to date.

A glossary of the abbreviations used throughout this document is attached (Appendix 4).

Finally, we have provided answers to frequently asked questions and a glossary of insolvency terms on the following website, <http://www.insolvency-kpmg.co.uk/case+KPMG+DC816C5204.html>. We hope this is helpful to you.

Please also note that an important legal notice about this progress report is attached (Appendix 5).



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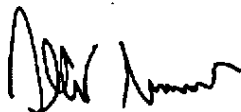
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1 Executive summary

- This progress report covers the period from 15 February 2015 to 14 August 2015.
- The key outstanding items to be dealt with in the administration are explained in Section 2 – 'Progress to date' and include:
 - Realising value from the Company's USA subsidiary, Dawson International Investments (Kinross) Inc ('DIKI');
 - Selling the Company's 9% equity stake in King Deer, a cashmere fibre business based in Mongolia;
 - Resolving a potential legacy environmental issue at the former Pringle of Scotland site in Berwick upon Tweed, which was formerly used by one of the Company's subsidiaries.
- As previously reported, based upon the Directors' statement of affairs and the level of asset realisations a dividend will be paid to DIPLC's creditors. The dividend amount will depend on the level of realisations from DIKI and King Deer and also any costs that may be incurred in connection with, or unsecured claims relating to, the legacy environmental issue. (Section 3 - Dividend prospects).
- As the total unsecured creditors' claims, including the PPF claim, will exceed the level of total asset realisations in DIPLC, there is no prospect of a return to DIPLC's shareholders (Section 3 - Dividend prospects).
- During the period Gary Steven Fraser retired from KPMG LLP and resigned as Joint Administrator of DIPLC.
- During the period, the Court granted a 12 month extension to the period of the administration. The administration is now due to end on 14 August 2016.
- Please note: you should read this progress report in conjunction with our previous progress reports and proposals which were issued to the Company's creditors and can be found at <http://www.insolvency-kpmg.co.uk/case+KPMG+DC816C5204.html>. Unless stated otherwise, all amounts in this progress report and appendices are stated net of VAT.



Blair Nimmo
Administrator



2 Progress to date

This section updates you on our strategy for the administration and on our progress to date. It follows the information provided in our previous progress report.

2.1 Strategy and progress to date

Strategy

- The key outstanding items to be dealt with in the administration are:
 - Realising value from the Company's USA subsidiary, Dawson International Investments (Kinross) Inc ('DIKI');
 - Selling the Company's 9% equity stake in King Deer, a cashmere fibre business based in Mongolia;
 - Resolving a potential legacy environmental issue at the former Pringle of Scotland site in Berwick upon Tweed, which was formerly used by one of the Company's subsidiaries.

Sale of business

At the date of administration the Group comprised two businesses based in the UK and US, and a small central administrative function.

The UK business comprised Barrie, which was a trading division of DITL. Barrie manufactured high quality cashmere garments, which were sold to customers worldwide.

The US business comprises DCLLC trading as Dawson Forte, which was a cashmere business based in Boston, Massachusetts. Dawson Forte sourced cashmere garments from Chinese manufacturers and supplied them to US retailers.

Barrie – owned by DITL

As previously reported, the sale of the business and assets of Barrie to SSL was completed on 16 October 2012. The total consideration was approximately £4.5 million.

DIHL is a wholly owned subsidiary of DIPLC and DITL is a wholly owned subsidiary of DIHL. Due to the shortfalls to creditors in DIHL and DITL there will be no recovery by DIPLC in respect of its investment in DIHL or its indirect investment in DITL. However, the Directors' Statements of Affairs for DIPLC and DITL show an inter-company loan of approximately £4.1 million due by DITL to DIPLC. DIPLC will therefore rank as an unsecured creditor in the administration of DITL and receive a dividend. The level of dividend available to unsecured creditors in DITL is unclear at present.

Dawson Forte – owned by DCLLC

DIKI, a wholly owned subsidiary of DIPLC, is the holding company for the Group's USA operations, which included DCLLC which owned the Dawson Forte business. DCLLC did not enter administration and continued to trade under the control of its management team in the USA with separate banking facilities with Bank of America.

As previously reported, a sale of the Dawson Forte business and assets was successfully completed in May 2014. Following the sale DIKI currently holds cash of approximately \$6.7 million.

DIKI's assets will ultimately be distributed to its creditors. DIKI's creditors include the Dawson Consumer Products Inc. Employees Pension Plan, a defined benefit pension plan, and an intercompany balance of approximately \$1.5 million due to DIPLC. There are also several legacy environmental liabilities within specific subsidiaries of the US subgroup, but the US management



team is hopeful that these liabilities can be ring-fenced in the individual subsidiaries and that they will not therefore impact the funds available to DIIKI's creditors.

The US management team has engaged specialist pension consultants and pensions lawyers in the USA to assist them with winding up the plan and purchasing an annuity with an insurance company to fully secure plan members' benefits. Due to the various administrative, regulatory and legal steps that need to be undertaken, the US management team estimate that it could take approximately 12-18 months to wind up the plan. In particular, there is a requirement to liaise with the Internal Revenue Service and Pensions Benefit Guaranty Corporation when winding up a defined benefit plan in the USA.

The US management team remains hopeful that DIIKI can be wound up on a solvent basis, that the intercompany balance due to DIPLC can be repaid in full and that there may be a small equity return available to DIPLC on its investment in DIIKI. The potential return to DIPLC from DIIKI is unclear at present and will depend upon a number of factors including, *inter-alia*:

- the quantum of the USA pension plan liabilities within DIIKI, and the costs of buying an annuity to fully secure the benefits of plan members;
- ensuring that the legacy USA environmental liabilities can be ring-fenced in the relevant USA subsidiaries and that there will be no liabilities or costs that impact DIIKI;
- the amount of any other creditors within DIIKI;
- DIPLC's ranking as an unsecured creditor of DIIKI in respect of the inter-company debt;
- any USA taxation issues;
- the legal and professional costs associated with tidying up DIIKI and the rest of the USA subgroup.

We continue to monitor the progress and liaise with KPMG USA and the USA management team and directors on a regular basis in order to ensure value is received by DIPLC.

Environmental issue

As previously reported, DIPLC may have a legacy environmental liability as a result of the former ownership of the Pringle of Scotland Limited factory in Berwick upon Tweed by one of the Group's former subsidiaries, DPOSL Limited. This issue is extremely complex and we are continuing to assess the extent of this liability with DIPLC's solicitors and environmental advisers. Any costs or claims relating to this potential environmental liability may impact the level of dividend available to DIPLC's unsecured creditors. Due to the nature of the environmental issue this matter could take a considerable period of time to resolve.

2.2 Asset realisations

Realisations during the period are set out in the attached receipts and payments account (Appendix 2).

There have been no realisations during the period other than bank interest.

2.3 Costs

Payments made in this period are set out in the attached receipts and payments account (Appendix 2).

Summaries of the most significant payments made during the period are provided below.

Rates

A total of £2,496 was paid to Northumberland City Council in respect of rates for the land in Berwick upon Tweed.



Agents' fees

Fees totalling £4,419 were paid to DC Consulting Limited in relation to DIIKI.

3 Dividend prospects

3.1 Secured creditors

We are not aware of any secured claims against the Company.

3.2 Preferential creditors

We estimate the amount of preferential claims to be £1,000.

Based on current estimates, we anticipate that preferential creditors should receive a dividend of 100p in the £.

3.3 Floating charge creditor

No floating charges have been granted. DIPLC had provided a cross-guarantee to GECF for the invoice discounting agreement GECF had in place with DITL. The facility was in credit at the date of administration and GECF has no claim against DIPLC.

3.4 Unsecured creditors

Based upon the directors statement of affairs and the level of asset realisations, a dividend will be payable to DIPLC creditors.

The dividend amount will depend upon the remaining asset realisations (principally the inter-company balance with DIIKI and DIPLC's investment in King Deer) and resolving the legacy environmental issue, together with the overall quantum of creditors' claims.

As previously reported, the Group operated two defined benefit pension schemes, the Staff Scheme and the Works Scheme. The scheme actuaries served contributions notices on DIPLC and DITL for £129 million, the full buy out deficits. The assessment period for the Schemes has completed and they have transferred to the PPF. We have received the PPF's final claims in the administration of DIPLC, which amounts to £10.3 million for the Staff Scheme. The quantum of the PPF's claim in the administration is significant and will therefore dilute the overall level of dividend available to unsecured creditors.

The total unsecured creditors' claims, including the PPF claim, will exceed the level of total asset realisations in DIPLC and therefore there is no prospect of a return to DIPLC's shareholders.

4 Other matters

4.1 Creditors' meeting

Conducting the business of a meeting by correspondence

In order to minimise costs, we propose to conduct the business of a meeting of creditors by correspondence. Formal notice is attached to the covering letter.



The purpose of conducting the business of a meeting by correspondence is to seek approval for:

- the amount of our remuneration and outlays
- the drawing of Category 2 disbursements

Creditors' right to request a meeting

We will summon such a meeting (1) if asked to do so by creditors whose debts amount to at least 10% of the total debts of the Company, and (2) if the procedures set out below are followed.

Requests for a creditors' meeting must be made within five business days of us sending the formal notice of conducting the business of a meeting by correspondence. They must include:

- a list of the creditors concurring with the request, showing the amounts of their respective claims against the company in the administration;
- written confirmation of their concurrence from each concurring creditor; and
- a statement of the purpose of the proposed meeting.

In addition, the expenses of summoning and holding a meeting at the request of a creditor must be paid by that creditor. That creditor is required to deposit security for such expenses with us.

If you wish to request a creditors' meeting, please contact David Bonthron on 0131 527 6939 to obtain the requisite forms.

5 Administrator's remuneration, outlays and disbursements

During the administration the creditors have provided approval for:

- remuneration of £312,818.25.
- disbursements for services provided by KPMG (defined as Category 2 disbursements in Statement of Insolvency Practice 9) to be charged in accordance with KPMG's policy as set out in Appendix 3.

We are seeking approval from the creditors for:

- remuneration of £44,213.75.
- an interim fee to KPMG China of £5,517.80 for the work done on the King Deer investment.

See Section 4 for details regarding conducting the business of a meeting by correspondence.

Time costs

From 15 February 2015 to 14 August 2015, we have incurred time costs of £44,213.75. These represent 114.35 hours at an average rate of £386.65 per hour.

A detailed analysis of the time spent is provided at Appendix 3.



Remuneration and outlays

During the period, we have drawn remuneration of £15,244.25 relating to our time costs for the previous accounting period.

The Administrator had also requested approval to draw remuneration of £36,926.00 in respect of the costs incurred in dealing with the legacy environmental issue in the previous accounting period, but these costs have not yet been approved by creditors.

Disbursements

During the period, we have not incurred any disbursements.

Additional information

We have attached (Appendix 3) an analysis of the time spent, the charge-out rates for each grade of staff and the expenses paid directly by KPMG for the period from 15 February 2015 to 14 August 2015. We have also attached our charging and disbursements policy.

6 Future strategy

6.1 Future conduct of the administration

We will continue to manage the affairs, the business and the property of the Company in order to achieve the purpose of the administration. This will include but not be limited to:

- Working with KPMG Advisory (China) Limited to realise value from DIPLC's investment in King Deer;
- Working with the USA directors and management team of DIKI and KPMG US to realise value from DIPLC's US subsidiaries;
- Resolving the legacy environmental issue;
- Liaising with KPMG Indirect Tax to determine whether any value can be recovered from a VAT Flemings claim;
- Agreeing inter-company accounts, submitting DIPLC's claim in the administration of DITL and recovering a dividend from DITL;
- Preparing VAT and Corporation tax returns and submitting these to HMRC;
- Adjudicating on creditors' claims and paying a dividend to preferential and unsecured creditors; and
- Attending to all other statutory and administrative matters.

6.2 Extension of the administration

The duration of an administration is restricted to 12 months from the date of commencement unless it is extended with the permission of creditors or the Court.

The Court granted a 12 month extension to the period of the administration.

The administration is currently due to end on 14 August 2016.

Whilst we will try and resolve the outstanding matters as soon as possible, given the complex nature of these matters, it may not be possible to resolve these before 14 August 2016. Consequently we may require a further extension to the period of the administration. If you object to such an extension please write to us at KPMG LLP, Saltire Court, 20 Castle Terrace, Edinburgh, EH1 2EG United Kingdom by no later than Friday 30 October 2015. If we do not hear from creditors by this date, we



will assume that there are no objections to the extension and will make an application if and when necessary.

6.3 Discharge from liability

During the period Gary Steven Fraser retired from KPMG LLP and resigned as Joint Administrator of DITL. The creditors granted approval for the discharge of Gary Steven Fraser from his liability as Joint Administrator with immediate effect. Discharge does not prevent the exercise of the Court's power in relation to any misfeasance action.

6.4 Future reporting

We will provide a further progress report within six weeks of 14 February 2016 or earlier if the administration has been completed prior to that time.



Appendix 1 Statutory information

Company information

Company name	Dawson International PLC
Date of incorporation	15 November 1973
Company registration number	SC054505
Present registered office	KPMG LLP, Saltire Court, 20 Castle Terrace, Edinburgh, EH1 2EG

Administration information

Administration appointment	The administration appointment was granted in the Court of Session
Appointor	Directors, Burnfoot Industrial Estate, Hawick, TD9 8RJ
Date of appointment	15 August 2012
Administrator's details	Blair Nimmo
Current administration expiry date	14 August 2016



Appendix 2 Administrator's receipts and payments account

Dawson International PLC - in Administration

Administrator's abstract of receipts & payments

Statement of affairs (£)	From 15/02/2015 To 14/08/2015 (£)	From 15/08/2012 To 14/08/2015 (£)
ASSET REALISATIONS		
94,000.00 Future contract realisations	NIL	93,750.00
1,000,000.00 Investment - King Deer	NIL	NIL
125,000.00 Inter-co - Dawson International Trading	NIL	NIL
3,679,000.00 Cash at bank	NIL	3,683,278.88
Joseph Dawson AG	NIL	31,972.05
	NIL	3,809,000.93
OTHER REALISATIONS		
Bank interest, gross	5,647.30	65,915.67
Sundry refunds	NIL	11,264.05
	5,647.30	77,179.72
COST OF REALISATIONS		
Direct labour	NIL	(66,941.95)
RNS fees	NIL	(150.00)
Specific bonds	NIL	(400.00)
Books and Records costs	NIL	(2,880.00)
Translation Fees	NIL	(108.76)
Administrators' fees	(15,244.25)	(312,818.25)
Agents'/Valuers' fees	(4,418.53)	(23,485.07)
Agents'/Valuers' fees (2)	NIL	(213.87)
Legal fees	NIL	(21,500.77)
Legal fees (2)	NIL	(316.00)
IT expenses	NIL	(13.97)
Travel and staff expenses	NIL	(7,066.35)
Sundry expenses	NIL	(362.77)
Telephone/Telex/Fax	NIL	(76.30)
Statutory advertising	NIL	(1,122.59)
Rates	(2,496.00)	(7,105.20)
Other property expenses	NIL	(15.00)
Insurance of assets	NIL	(9,830.00)
Bank charges	NIL	(109.98)
	(22,158.78)	(454,516.83)



Dawson International PLC - in Administration**Administrator's abstract of receipts & payments**

Statement of affairs (£)	From 15/02/2015 To 14/08/2015 (£)	From 15/08/2012 To 14/08/2015 (£)
PREFERENTIAL CREDITORS		
(3,200.00) Employees' wage arrears	NIL	(3,200.00)
(25,000.00) Employees' holiday pay	NIL	NIL
(40,000.00) Conts. to pension schemes	NIL	NIL
	NIL	(3,200.00)
UNSECURED CREDITORS		
Employees	NIL	(8,971.45)
(311,000.00) King Deer	NIL	NIL
(11,300,000.00) Pension scheme	NIL	NIL
(1,058,000.00) Joseph Dawson AG	NIL	NIL
(18,000.00) Inter-co Dawson International Holdings	NIL	NIL
	NIL	(8,971.45)
(7,857,200.00)	(16,511.48)	3,419,492.37
REPRESENTED BY		
Floating ch. VAT rec'able	9,793.13	3,963.70
Floating charge current	(6,718.35)	3,415,528.67
	(16,511.48)	3,419,492.37



Appendix 3 Administrator's charging and disbursements policy

Administrator's charging policy

The time charged to the administration is by reference to the time properly given by us and our staff in attending to matters arising in the administration. This includes work undertaken in respect of tax, VAT, employee, pensions and health and safety advice from KPMG in-house specialists.

Our policy is to delegate tasks in the administration to appropriate members of staff considering their level of experience and requisite specialist knowledge, supervised accordingly, so as to maximise the cost effectiveness of the work performed. Matters of particular complexity or significance requiring more exceptional responsibility are dealt with by senior staff or us.

A copy of "A Creditors' Guide to Administrators' Remuneration Scotland" from Statement of Insolvency Practice 9 ('SIP 9') produced by the Association of Business Recovery Professionals is available at:

[https://www.r3.org.uk/media/documents/technical_library/SIPS/Creditors' Guide to Administrators' Remuneration Scotland.pdf](https://www.r3.org.uk/media/documents/technical_library/SIPS/Creditors'_Guide_to_Administrators'_Remuneration_Scotland.pdf)

If you are unable to access this guide and would like a copy, please contact David Bonthron on 0131 527 6939.

Hourly rates

Set out below are the relevant hourly charge-out rates for the grades of our staff actually or likely to be involved on this administration. Time is charged by reference to actual work carried out on the administration, using a minimum time unit of six minutes.

All staff who have worked on the administration, including cashiers and secretarial staff, have charged time directly to the administration and are included in the analysis of time spent. The cost of staff employed in central administration functions is not charged directly to the administration but is reflected in the general level of charge-out rates.

Charge-out rates (£) for: Dawson International PLC – in Administration

Grade	From 01 Oct 2014 £/hr
Partner	595
Director	535
Senior Manager	485
Manager	405
Senior Administrator	280
Administrator	205
Support	125

The charge-out rates used by us might periodically rise (for example to cover annual inflationary cost increases) over the period of the administration. In our next statutory report, we will inform creditors of any material amendments to these rates.



Policy for the recovery of disbursements

Where funds permit the officeholders will seek to recover both Category 1 and Category 2 disbursements from the estate. For the avoidance of doubt, such expenses are defined within SIP 9 as follows:

Category 1 disbursements: These are costs where there is specific expenditure directly referable to both the appointment in question and a payment to an independent third party. These may include, for example, advertising, room hire, storage, postage, telephone charges, travel expenses, and equivalent costs reimbursed to the officeholder or his or her staff.

Category 2 disbursements: These are costs that are directly referable to the appointment in question but not to a payment to an independent third party. They may include shared or allocated costs that can be allocated to the appointment on a proper and reasonable basis, for example, business mileage.

Category 2 disbursements charged by KPMG Restructuring include mileage. This is calculated as follows:

Mileage claims fall into three categories:

- Use of privately-owned vehicle or car cash alternative – 45p per mile.
- Use of company car – 60p per mile.
- Use of partner's car – 60p per mile.

For all of the above car types, when carrying KPMG passengers an additional 5p per mile per passenger will also be charged where appropriate.

We have not incurred any disbursements during the period.

We have the authority to pay Category 1 disbursements without the need for any prior approval from the creditors of the Company.

The Category 2 disbursements have not been approved.

Creditors' right to challenge our remuneration and outlays

If you wish to challenge the basis of our remuneration, the remuneration approved, or the outlays approved during the period covered by this progress report, you must do so by making an application to Court within eight weeks of the accounting period and no later than 9 October 2015 or within 14 days of receiving this progress report.

Applications by any creditor must be made with concurrence of at least 25% in value of unsecured creditors (including the creditor making the challenge).

The full text of the relevant rules can be provided on request by writing to David Bonthron at KPMG LLP, Saltire Court, 20 Castle Terrace, Edinburgh, EH1 2EG United Kingdom.

Narrative of work carried out for the period 15 February 2015 to 14 August 2015

The key areas of work have been:

Statutory and compliance	■ preparing statutory receipts and payments accounts;
	■ ensuring compliance with all statutory obligations within the relevant timescales.
Strategy	■ formulating, monitoring and reviewing the administration strategy;
	■ briefing of our staff on the administration strategy and matters in relation to various work-



documents, Checklist and reviews	<ul style="list-style-type: none"> streams; ■ regular case management and reviewing of progress, including regular team update meetings and calls; ■ reviewing and authorising junior staff correspondence and other work; ■ dealing with queries arising during the appointment; ■ reviewing matters affecting the outcome of the administration; ■ allocating and managing staff/case resourcing and budgeting exercises and reviews; ■ complying with internal filing and information recording practices, including documenting strategy decisions.
Cashiering	<ul style="list-style-type: none"> ■ creating remittances and sending payments to settle post-appointment invoices; ■ reconciling post-appointment bank accounts to internal systems; ■ ensuring compliance with appropriate risk management procedures in respect of receipts and payments.
Tax	<ul style="list-style-type: none"> ■ dealing with post appointment tax compliance.
Shareholders	<ul style="list-style-type: none"> ■ responding to enquiries from shareholders regarding the administration.
General	<ul style="list-style-type: none"> ■ reviewing time costs data and producing analysis of time incurred which is compliant with Statement of Insolvency Practice 9; ■ drawing remuneration in accordance with the basis and amount which has been approved together with outlays including disbursements as determined by the creditors.
Asset realisations	<ul style="list-style-type: none"> ■ liaising with KPMG Advisory (China) and the COO of King Deer regarding DIPLC's investment; ■ liaising with US directors regarding the wind up of DIKI and recovery of intercompany balances.
Health and safety	<ul style="list-style-type: none"> ■ liaising with both internal and external legal and environmental advisors in relation to the legacy environmental issue on the site of the former Pringle of Scotland factory in Berwick upon Tweed; ■ liaising with our surveillance officer in respect of the operation of the pump and treat system; ■ ensuring adequate repair and maintenance of the pump and treat system is performed; ■ meetings and correspondence with the landowner re. potential commercial agreement; ■ corresponding with the Environment Agency; ■ performing required sampling in line with the terms of the abstraction license; ■ obtaining renewal of abstraction license.
Creditors and claims	<ul style="list-style-type: none"> ■ responding to enquiries from creditors regarding the administration and submission of their claims; ■ drafting our progress report.

Time costs

SIP 9 - Time costs analysis (15/02/2015 to 14/08/2015)

	Hours					Time Cost (£)	Average Hourly Rate (£)
	Partner / Director	Manager	Administrator	Support	Total		
Administration & planning							
Bankrupt/Director/Member							
Share Registrars		0.30	3.00		3.30	985.50	298.64
Cashiering							
General (Cashiering)			1.50	0.10	1.60	417.50	260.94
Reconciliations (& IPS accounting reviews)		0.10	1.00		1.10	328.50	298.64
General							
Fees and WIP		0.60	0.60		1.20	429.00	357.50
Statutory and compliance							
Appointment and related formalities	2.00	1.10	1.90		5.00	2,255.50	451.10
Checklist & reviews		0.30	0.80		1.10	369.50	335.91
Closure and related formalities		0.40			0.40	194.00	485.00
Reports to debenture holders	1.10				1.10	588.50	535.00
Strategy documents		0.60			0.60	291.00	485.00
Tax							
Post appointment corporation tax		0.90	2.55		3.45	963.25	279.20
Post appointment VAT			1.30		1.30	364.00	280.00
Creditors							
Creditors and claims							
General correspondence	1.00		2.40		3.40	1,252.00	368.24
Statutory reports	6.10	3.80	13.20		23.10	8,786.00	380.35
Employees							
Correspondence			0.30		0.30	84.00	280.00
Realisation of assets							
Asset Realisation							
Cash and investments		8.50	0.50		9.00	4,262.50	473.61
Debtors	1.30				1.30	695.50	535.00
Environmental issue	8.00	17.90	30.20		56.10	21,417.50	381.77
Open cover insurance		0.10			0.10	48.50	485.00
Other assets	0.90				0.90	481.50	535.00
Total in period	20.40	34.60	59.25	0.10	114.35	44,213.75	386.65



SIP 9 - Time costs analysis (15/02/2015 to 14/08/2015)

	Hours				Time Cost (£)	Average Hourly Rate (£)
	Partner / Director	Manager	Administrator	Support	Total	
Brought forward time (appointment date to SIP 9 period start date)					1,035.55	349,744.25
SIP 9 period time (SIP 9 period start date to SIP 9 period end date)					114.35	44,213.75
Carry forward time (appointment date to SIP 9 period end date)					1,149.90	393,958.00

All staff who have worked on this assignment, including cashiers and secretarial staff, have charged time directly to the assignment and are included in the analysis of time spent. The cost of staff employed in central administration functions is not charged directly to the assignment but is reflected in the general level of charge out rates.

All time shown in the above analysis is charged in units of six minutes.



Appendix 4 Glossary

Administrator/we/our/us	Blair Nimmo
Barrie	Barrie Knitwear, a division of DITL
Court	Court of Session
Company	Dawson International PLC - in Administration ('DIPLC')
DCLLC	Dawson Cashmere LLC
DIHL	Dawson International Holdings (UK) Limited
DIKI	Dawson International Investments (Kinross) Inc
DITL	Dawson International Trading Limited
GECF	GE Capital Commercial Finance Limited
Group	Dawson International Group comprising Dawson International PLC and its subsidiaries
KPMG	KPMG LLP
PPF	Pension Protection Fund
Staff Scheme	Dawson International Staff Retirement Benefit Plan
SSL	Sport in Scotland Limited
Vantona	Vantona Limited
Works Scheme	Dawson International Retirement Benefit Scheme

Any references in this progress report to sections, paragraphs or rules are to Sections, Paragraphs and Rules in the Insolvency Act 1986, Schedule B1 of the Insolvency Act 1986 and the Insolvency (Scotland) Rules 1986 respectively.



Appendix 5 Notice: About this report

This report has been prepared by Blair Nimmo, the Administrator of Dawson International PLC – in Administration (the 'Company'), solely to comply with his statutory duty to report to creditors under the Insolvency (Scotland) Rules 1986 on the progress of the administration, and for no other purpose. It is not suitable to be relied upon by any other person, or for any other purpose, or in any other context.

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

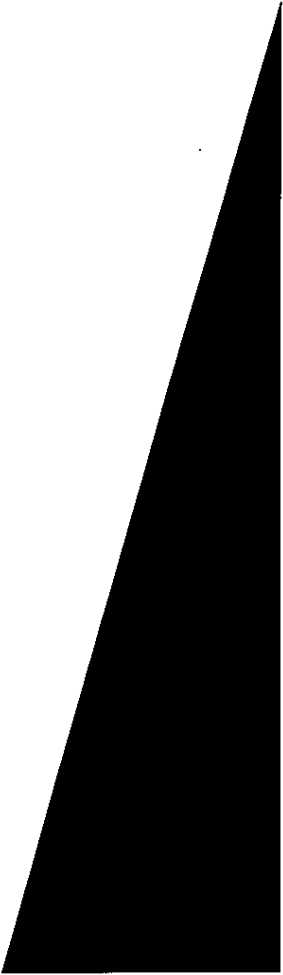
Any estimated outcomes for creditors included in this report are illustrative only and cannot be relied upon as guidance as to the actual outcomes for creditors.

Any person that chooses to rely on this report for any purpose or in any context other than under the Insolvency (Scotland) Rules 1986 does so at its own risk. To the fullest extent permitted by law, the Administrator does not assume any responsibility and will not accept any liability in respect of this report to any such person.

Blair Carnegie Nimmo is authorised to act as an insolvency practitioner by the Institute of Chartered Accountants of Scotland.

The Administrator act as an agent for the Company and contracts without personal liability. The appointment of the Administrator is personal to him and, to the fullest extent permitted by law, KPMG LLP does not assume any responsibility and will not accept any liability to any person in respect of this report or the conduct of the administration.





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