

The Insolvency Act 1986

**Administrator's progress report****R2.38**

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

Name of Company
C&M Group Limited

Company number
SC097157

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

I/We (a)  
Nicholas James Dargan  
Deloitte LLP  
Lomond House  
9 George Square  
Glasgow  
G2 1QQ

John Charles Reid

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

from

to

(b) Insert date(s)

(b) 28 July 2009
------------------

(b) 27 January 2010
---------------------

Signed

Joint / Administrator(s)

Dated

12/3/10

**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

Nicholas James Dargan  
Deloitte LLP  
Lomond House  
9 George Square  
Glasgow  
G2 1QQ

DX Number DX: GW 223

Tel: 0141 204 2800  
DX Exchange

When you have completed and signed this form, please send it to the Registrar of Companies at:-  
**Registrar of Companies, 4<sup>th</sup> Floor, Edinburgh Quay 2, 139 Fountainbridge, Edinburgh, EH3 9FF**

TUESDAY



SCT

\*S88YOICO\*  
16/03/2010  
COMPANIES HOUSE

945

**TO ALL KNOWN CREDITORS OF TENTOR TRADE LIMITED,  
SILTERS CO. LIMITED, C&M GROUP HOLDINGS LIMITED, C&M  
GROUP LIMITED, C&M – ENGINEERING SERVICES (UK) LIMITED,  
C&M MARINE SERVICES LIMITED (ALL IN ADMINISTRATION)  
("THE COMPANIES")**

Direct: 0141 304 5091  
Direct fax: 0141 314 5893  
mmcfarlane@deloitte.co.uk

13 March 2010

Our ref: CM/NJD/JCR/SCR/MM - 1

Dear Sirs

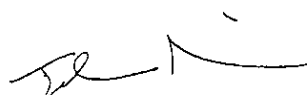
**Tentor Trade Limited, Silters Co. Limited, C&M Group Holdings Limited, C&M Group Limited, C&M – Engineering Services (UK) Limited, C&M Marine Services Limited) (All in Administration) ('the Companies')**

In accordance with Rule 2.38 of the Insolvency Rules (Scotland) Rules, I now write to advise you on the progress of the Administrations of the Companies.

The following document is enclosed:

- **Six Monthly Progress Report to Creditors** which includes the additional information, prescribed by the Insolvency (Scotland) Rules 1986 (as amended) ("the Rules").

Yours faithfully  
For and on behalf of the Companies



**John Charles Reid**  
**Joint Administrator**

Encs

The affairs, business and property of the Companies are currently being managed by Nicholas James Dargan and John Reid as Joint Administrators. The Administrators act as agents of the Companies and without personal liability. All licensed insolvency practitioners of Deloitte LLP are licensed in the UK.

Important notice: Partners, Associate Partners and Directors acting as receivers and administrators contract without personal liability. Unless otherwise shown, all appointment taking Partners, Associate Partners and Directors are authorised by The Institute of Chartered Accountants in England and Wales.

Deloitte LLP is a limited liability partnership registered in England and Wales with registered number OC303675 and its registered office at 2 New Street Square, London EC4A 3BZ, United Kingdom.

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**C & M Group Holdings Limited  
C & M Group Limited  
C & M - Engineering Services (UK) Limited  
C & M - Marine Services Limited  
Silters Co. Limited  
Tentor Trade Limited**

**(ALL IN ADMINISTRATION)  
("the Companies" or "the Group")**

**Court of Session Edinburgh**

**SIX MONTHLY PROGRESS REPORT TO CREDITORS  
PURSUANT TO RULE 2.38 OF THE INSOLVENCY (SCOTLAND) RULES  
1986 (AS AMENDED)**

**13 March 2010**

**This report has been prepared for the sole purpose of advising the Creditors. 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 advising them, or by any other person for any purpose whatsoever.**

**The Administrators act as agents of the Companies without personal liability**

**Nicholas James Dargan and John Charles Reid  
Deloitte LLP  
Saltire Court  
20 Castle Terrace  
Edinburgh  
EH1 2DB**

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## **APPENDICES**

- 1. Summary of Statutory information**
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- 4. Estimated outcome statement for the UK Sub Group and Tentor as at 27 January 2010**

## ABBREVIATIONS

For the purpose of this report the following abbreviations shall be used:

"the Act"	Insolvency Act 1986 (as amended)
"the Rules"	Insolvency (Scotland) Rules 1986 (as amended)
"the Administrators", "we" or "us"	Nicholas James Dargan and John Charles Reid of Deloitte LLP, Saltire Court, 20 Castle Terrace, Edinburgh, EH1 2DB
"Deloitte"	Deloitte LLP
"Tentor"	Tentor Trade Limited (In Administration)
"Silters"	Silters Co. Limited (In Administration)
"Holdings"	C & M Group Holdings Limited (In Administration)
"Group"	C & M Group Limited (In Administration)
"Engineering"	C&M - Engineering Services (UK) Limited (In Administration)
"Marine UK"	C&M - Marine Services Limited (In Administration)
"Marine USA"	C&M - Marine Services (USA) Inc
"the UK Sub Group"	Holdings, Group, Engineering & Marine UK
"the Cypriot Companies"	Tentor and Silters
"the Companies" or "the Group"	the UK Sub Group & the Cypriot Companies
"the Bank" or "RBS"	Royal Bank of Scotland plc
"the Directors"	The Directors of the Companies as detailed in Appendix 1
"A&P"	A&P Tyne Limited
"HMRC"	Her Majesty's Revenue & Customs
"VAT"	Value Added Tax
"WIP"	Work in Progress
"EOS"	Estimated Outcome Statement
"Maclays"	Maclay Murray Spens LLP
"Norton"	Norton Rose Group
"Boyar"	Boyar and Miller
"Paull"	Paull and Williamsons LLP
"Entier"	Entier Limited
"Chrysostomides"	Dr K Chrysostomides & Co
"Dunfare"	Dunfare Limited
"Mortons"	Morton Fraser LLP

## **1. INTRODUCTION**

### **1.1 Introduction**

This report has been prepared in accordance with Rule 2.38 of The Rules to provide creditors with an update on the progress of the Administrations of the Companies since our last report to creditors dated 3 September 2009.

Given the information previously provided in our last report to creditors, we have not included detailed background information in respect of the Companies and have focussed on progress of the Administrations since the second report to creditors.

As confirmed previously, the reporting for the Group will be prepared on a combined basis although individual Estimated Outcome Statements are attached as appropriate.

A summary of statutory information in respect of the Companies is attached at Appendix 1.

A Consolidated Estimated Outcome Statement for Silters is attached at Appendix 3. A Consolidated Estimated Outcome Statement for other Group Companies is attached at Appendix 4.

An Abstract of Receipts and Payments account for the relevant six month period for each Company is also attached at Appendix 2 with reconciliation where necessary to the values used in the Estimated Outcome Statements at 27 January 2010.

It is not anticipated that the Bank will recover its lending in full. Accordingly, there will be no funds available to pay a dividend to the unsecured creditors of the Companies other than via the prescribed part as discussed below.

### **1.2 Details of the appointment of the administrators**

Nicholas James Dargan and Patrick Alexander Lannagan of Deloitte were appointed Joint Administrators of the Companies by the directors of the Companies on 28 July 2008 (UK Sub Group), 1 August 2008 (Silters) and 4 August 2008 (Tentor).

The appointments were made under the out of Court procedure at the Court of Session, Edinburgh under paragraphs 22 to 34 of Schedule B1 of the Act.

Further to the resignation of Patrick Lannagan on 16 January 2009, he was replaced as Joint Administrator by John Reid, a partner of Deloitte, on 20 March 2009.

For the purposes of Paragraph 100(2) of Schedule B1 of the Act, the Administrators confirm that they are authorised to carry out all functions, duties and powers by either of them jointly and severally.

## **2. THE ADMINISTRATORS' PROPOSALS**

### **2.1 Introduction**

As previously reported to creditors, the Administrators concluded that the objective of the Administration appointments should be that of achieving a better result for the Companies' creditors as a whole than would be likely if the Companies were wound up (without first being in Administration).

Consequently, the Administrators have performed their functions in relation to the Companies with the objective set out above.

The Administrators' proposals in order to achieve this objective, which were approved by the creditors of the Companies are as follows:

1. they continue to manage the affairs and assets of the Companies, including (but not exclusive to) the continued trading operations of the Companies, collection of debts due to the Companies, completion of the sales of the remaining business and assets of the Companies where necessary, utilising realisations of assets where appropriate, settle any Administration expenses where such expenses are incurred for the purpose of the Administration; and
2. they continue with their enquiries into the conduct of the Directors and former directors and continue to assist any regulatory authorities with their investigations into the affairs of the Companies (to the extent required by law or other regulatory rules); and
3. the Administrators be authorised to agree the claims of the secured, preferential and unsecured creditors against the Companies unless the Administrators conclude, in their reasonable opinion, that the Companies will have no assets available for distribution; and
4. the Administrators be authorised to distribute funds to the secured and preferential creditors as and when claims are agreed and funds permit. In relation to distributions to unsecured creditors the Administrators be authorised to seek the consent of the Court to make a distribution to the unsecured creditors; and
5. if creditors of each of the Companies so determine, at a meeting of creditors, to appoint a creditors' committee in respect of each of the Companies to assist the Administrators (such committee must comprise of between 3 and 5 creditors of each of the Companies); or
6. in the absence of a creditors' committee, the secured and preferential creditors (to the extent they exist) of each of the Companies shall be asked to agree that the Administrators' fees, in accordance with the Rules, by reference to the time given in attending to matters arising in the Administration for each of the Companies; and
7. in the absence of a creditors' committee, that the creditors approve disbursements of the Administrators to be drawn from the Companies' assets at the Administrators' discretion; and
8. in the absence of a creditors' committee, the secured and preferential creditors (to the extent they exist) of each of the Companies shall be asked to

agree that the Administrators be discharged from liability per Paragraph 98 of Schedule B1 of the Act, immediately upon the Administrators' filing their final report to creditors; and

9. that the Administrators be discharged from liability under the Administration per Paragraph 99 of Schedule B1 of the Act, immediately upon the Administrators' filing their final report to creditors; and
10. if the Administrators believe it to be appropriate, for any of the Companies to exit the Administration by way of a Liquidation and that the Administrators will be the Joint Liquidators; or
11. if the Administrators believe it to be appropriate, for each of the Companies to exit the Administration by way of dissolving the Companies under Paragraph 84 of Schedule B1 of the Act.

*NB. Under Paragraph 83(7) of Schedule B1 of the Act and the Rules creditors may nominate different Liquidators, but in the absence of such nomination the above named would become the Liquidators.*

## 2.2 Progress on and achievement of the approved proposals

We have summarised below the progress and current status in respect of each of the approved proposals:

Proposal	Current status
1	Ongoing
2	Complete – Reports Submitted in respect of each Company between 27 January 2009 and 31 March 2009 as per Section 5.2.
3	Will commence shortly
4	Ongoing
5	No committee appointed
6	Ongoing
7	Ongoing
8	Pending
9	Pending
10	Pending
11	Pending

Further information in respect of the realisation of assets, the status of liabilities and the estimated outcome for creditors of each company is contained in the following sections of this report.



### **3. THE ADMINISTRATORS' RECEIPTS AND PAYMENTS ACCOUNTS AND ESTIMATED OUTCOME STATEMENTS**

#### **3.1 Introduction**

Attached at Appendix 2 are Abstract of Receipts and Payments accounts covering the appropriate 6 month reporting period for each Company. An Estimated Outcome and Distribution Statement for Silters as at 27 January 2010 is presented in Appendix 3 and for the other Group Companies in Appendix 4.

The actions of the Administrators to date which are set out in this section are divided between:

- Silters and the Ice Maiden Conversion; and
- The UK Sub Group and Tentor

In this section, we have summarised the main asset realisations during the 6 month period and an estimation of those assets yet to be realised.

#### **3.2 Asset realisations, Estimated Outcomes and Future Realisation Strategies**

##### **Silters and the Ice Maiden Conversion**

As detailed in our report of 27 February 2009, the sale of the Ice Maiden vessel to O'Briens was concluded on 2 February 2009. Ownership of the vessel transferred with effect from 23 February 2009.

Also detailed in our previous report was confirmation of an agency agreement entered into with A&P for the sale of the remaining equipment associated with the Ice Maiden.

To September 2009 we had concluded the sale of a number of the assets for the gross sum of \$1,975k (USD). Since our last report, three further sales have been concluded for all the remaining equipment for a further \$6,962k (USD). These sales included the sale of remaining thrusters, generators, aquamaster units, marine motors and furniture. This resulted in total asset realisations of \$8,937k (USD) which have been reflected in £ sterling (net of the A&P agency agreement costs of \$2,316k (USD)) in the EOS included at Appendix 3.

There are no further assets to be realised.

## **The UK Sub Group and Tentor**

We now estimate total recoveries to the Bank from the UK Sub Group and Tentor to be £1,606k and recoveries to unsecured creditors via the prescribed parts to be £420k as detailed in Appendix 4.

Key realisations since the date of our last report in the UK Sub Group are as follows:

- Negotiated settlements in respect of prepayments made to certain suppliers for assets and services not delivered/provided at the time of our appointment totalling £762k in Group;
- Pre appointment VAT refund of £208k in Group; and
- Pre appointment debtors and WIP recovered of £31k in Engineering.

Key future realisations include the prescribed part dividends anticipated from the intercompany balances within the Group. These are based on the anticipated realisations within the Group and intercompany balances as presented in the Statement of Affairs prepared by the Directors.

Future costs including Administrators fees and legal fees have increased as a result of anticipated work around the adjudication and payment of unsecured claims and are offset against an anticipated saving on debt and WIP recovery costs.

## **Ongoing recoveries and actions**

*Ongoing asset recoveries and other actions in respect of asset realisations include:*

- The ongoing identification and recovery of any VAT and tax due to the Companies; and
- We continue to pursue certain other suppliers for goods and services ordered and paid for pre appointment but not delivered.

## **4. DISTRIBUTIONS TO CREDITORS**

### **4.1 Secured creditors**

The Bank indebtedness at the date of appointment, excluding accrued interest and charges, totalled:

- Net lending of £4.8m in respect of the UK Sub Group, Tentor and Marine USA; and
- Lending of \$54.5m (USD) in respect of Silters.

Details of the Bank security can be found in our previous report. It is not anticipated that the Bank will recover its lending in full. In addition, there is not expected to be any recovery to Lime Rock as second ranking floating charge holder.

### **4.2 Preferential creditors**

Preferential claims of £39k in Group, Engineering and Marine UK have been paid by the Administrators representing payments for the arrears of wages, salaries and holiday pay for certain staff retained by the Administrators or staff transferred to Dunfare.

Future preferential claims in respect of employee claims for wages, holiday pay and outstanding pension contributions are estimated at £59k for Group, Engineering and Marine UK (nil in Holdings, Silters and Tentor).

It is expected there will be funds to pay preferential creditors in full.

### **4.3 Unsecured creditors and the Prescribed Part**

The Prescribed Part (Section 176A and the Insolvency Act 1986 (Prescribed Part) Order 2003) applies where there are floating charge realisations, net of costs, to be set aside for unsecured creditors. This equates to:

- 50% of net property up to £10,000;
- 20% of net property in excess of £10,000; and is
- Subject to a maximum amount of £600,000.

The availability of amounts to creditors under the prescribed parts is estimated in Section 3.2 (UK Sub Group and Tentor only), however recoveries depend upon future realisations and costs in the Administrations, including the cost of agreeing the claims of, and making distributions to, unsecured creditors.

The quantum of unsecured claims will also impact any dividend available to unsecured creditors, the quantum of unsecured claims remains uncertain at this stage.

## **5. OTHER MATTERS AND INFORMATION TO ASSIST CREDITORS**

### **5.1 Extensions to the initial appointment period**

The initial period of appointment was from 28 July 2008 to 27 July 2009 (the UK Sub Group), 1 August 2008 to 31 July 2009 (Silters) and 4 August 2008 to 3 August 2009 (Tentor).

The extent of intercompany claims within the Group and the ongoing realisation of assets required us to extend the Administrations.

Applications to the Court of Session in Edinburgh were made with extensions granted as follows:

The UK Sub Group	Extensions to 27 July 2010 granted 24 July 2009
Silters	Extension to 31 July 2010 granted 28 July 2009
Tentor	Extension to 3 August 2010 granted 28 July 2009

### **5.2 Investigations**

We have carried out investigations into the conduct of the Directors and a return for each Company was submitted to the Department for Business Innovation and Skills on the following dates:

- 27 January 2009 – Engineering and Holdings
- 30 January 2009 – Silters and Tentor
- 31 March 2009 – Group and Marine

### **5.3 Exit**

The exit routes available, in respect of each Company, to the Administrators were detailed in the Administrators' Report and Proposals dated 8 September 2008.

Following realisation of the remaining assets and conclusion of the Administrations, it is anticipated that the Administrators will file notices with the Court and Companies House stating that the purpose of the Administration has been sufficiently achieved and request the dissolution of the each Company.

### **5.4 SIP 13 – Transactions with connected parties**

In accordance with Statement of Insolvency Practice Number 13 (Scotland), we confirm that there have been no transactions with connected parties in the period.

### **5.5 EC Regulations**

As stated in the Administration Orders in respect of the Companies, Council Regulation (EU) No 1346/2000 applies and these are the main proceedings as defined in Article 3(1) of that regulation.

## **6. JOINT ADMINISTRATORS' FEES AND EXPENSES**

### **6.1 Joint Administrators' Fees**

Fees of £531k and expenses of £45k have been drawn since our appointment in relation to the administrations of the Group under resolutions passed by the secured and preferential creditors in accordance with the Rules. Fees to date have been drawn in respect of the time costs incurred to 30 September 2008 and have been restricted in agreement with the Bank. No fees have been drawn in respect of the 6 month period covered by this report. We have therefore not deemed it necessary to provide a fee analysis.

### **6.2 Disbursements**

The Administrators have drawn total expenses of £45K across the Group. These direct disbursements in the Administrations as follows:

- C&M Group Engineering Services (UK) Limited = £14,269.00
- Silters Co. Limited = £31,177.00

Note that Deloitte LLP policy is to seek approval of both Category 1 and 2 disbursements and therefore there is no need to distinguish between the two. Disclosure is required where we have incurred Category 2 expenses such as mileage and internal copying.

Mileage is calculated at the prevailing standard mileage rate of up to 40p used by Deloitte LLP at the time when the mileage is incurred.

### **6.3 Charge out rates**

Our charge out rates for the staff involved in these assignments have been provided in prior progress reports. No fees have been drawn in respect of the 6 month period covered by this report. We have therefore not deemed it necessary to provide an updated schedule of charge out rates.

All partners and technical staff (including cashiers) assigned to the cases record their time spent working on the cases on a computerised time recording system. Time spent by secretarial staff working on the assignments has not been recorded or recovered. The appropriate staff have been assigned to work on each aspect of the cases based upon their seniority and experience, having regard to the complexity of the relevant work, the financial value of the assets being realised and/or claims agreed.

### **6.4 Other professional costs**

Maclays, Norton, Boyar, Paull, Entier and Chrysostomides, separate firms of lawyers, were instructed by the Administrators to advise on appropriate legal matters, in relation to the various aspects of the Companies and realisations of assets. The total legal fees to date across the group (excl VAT) are £219k.

In addition, Dunfare and Mortons, were instructed by the Administrators to assist in the collection of debts due to the Companies on appointment. Fees of £9k and £5k have been paid to these Companies respectively.

# SUMMARY OF STATUTORY INFORMATION

Company Name	C & M Group Holdings Limited	C & M Group Limited	C&M - Marine Services Limited	C&M - Engineering Services (UK) Limited	Sifters Co Limited	Tentor Trade Limited
Proceedings	In Administration	In Administration	In Administration	In Administration	In Administration	In Administration
Court Reference	Court of Session, Parliament House, Edinburgh	Court of Session, Parliament House, Edinburgh	Court of Session, Parliament House, Edinburgh	Court of Session, Parliament House, Edinburgh	Court of Session, Parliament House, Edinburgh	Court of Session, Parliament House, Edinburgh
Date of Appointment	28 July 2008	28 July 2008	28 July 2008	28 July 2008	1 Aug 2008	4 Aug 2008
Joint Administrators	Nicholas James Dargan and John Charles Reid, Deloitte LLP, Saltire Court, 20 Castle Terrace, Edinburgh, EH1 2DB	Nicholas James Dargan and John Charles Reid, Deloitte LLP, Saltire Court, 20 Castle Terrace, Edinburgh, EH1 2DB	Nicholas James Dargan and John Charles Reid, Deloitte LLP, Saltire Court, 20 Castle Terrace, Edinburgh, EH1 2DB	Nicholas James Dargan and John Charles Reid, Deloitte LLP, Saltire Court, 20 Castle Terrace, Edinburgh, EH1 2DB	Nicholas James Dargan and John Charles Reid, Deloitte LLP, Saltire Court, 20 Castle Terrace, Edinburgh, EH1 2DB	Nicholas James Dargan and John Charles Reid, Deloitte LLP, Saltire Court, 20 Castle Terrace, Edinburgh, EH1 2DB
Registered Office Address	c/o Deloitte LLP, Lomond House, Glasgow G2 1QQ	c/o Deloitte LLP, Lomond House, Glasgow G2 1QQ	c/o Deloitte LLP, Lomond House, Glasgow G2 1QQ	c/o Deloitte LLP, Lomond House, Glasgow G2 1QQ	2 Soufouli Street, Chanteclair Building, 2nd Floor, 1096 Nicosia, Cyprus	2 Soufouli Street, Chanteclair Building, 2nd Floor, 1096 Nicosia, Cyprus
Company Number	SC308575	SC097157	SC292310	SC292309	N/A	N/A
Appointment by	The Directors of the Company (under para 22-34 of Schedule B1 of the Insolvency Act 1986)	The Directors of the Company (under para 22-34 of Schedule B1 of the Insolvency Act 1986)	The Directors of the Company (under para 22-34 of Schedule B1 of the Insolvency Act 1986)	The Directors of the Company (under para 22-34 of Schedule B1 of the Insolvency Act 1986)	The Directors of the Company (under para 22-34 of Schedule B1 of the Insolvency Act 1986)	The Directors of the Company (under para 22-34 of Schedule B1 of the Insolvency Act 1986)
Directors at date of appointment	Jeremy Neil Henderson Gordon Angus	Jeremy Neil Henderson Gordon Angus	Jeremy Neil Henderson Gordon Angus	Jeremy Neil Henderson Gordon Angus	Lawrence Ross Michaelis Michael Marios Eliades	Lawrence Ross Michaelis Michael Marios Eliades

# Appendix 2 - Joint Administrators Abstract of Receipts and Payments Accounts to 27 January 2010

## C&M - Engineering Services (UK) Limited (In Administration) Joint Administrators' Abstract of Receipts & Payments

	From 28/07/2009 To 27/01/2010	From 28/07/2008 To 27/01/2010
<b>ASSET REALISATIONS</b>		
Other Equipment	0.00	74,995.00
Goodwill	0.00	5.00
Stock	0.00	10,000.00
Stock/WIP	15,000.00	174,803.74
Book Debts	16,293.49	274,414.95
Tax Refund	0.00	297,429.28
Cash at Bank	0.00	336.95
Petty Cash on appointment	0.00	61.53
Bank Interest Gross	458.62	3,315.82
Trading Surplus/(Deficit)	0.00	-56,418.22
Rates Refund	0.00	1,218.24
	<b>31,752.11</b>	<b>780,162.29</b>
<b>COST OF REALISATIONS</b>		
Specific Bond	0.00	-264.00
Administrators' Fees	0.00	-122,179.00
Administrators' Expenses	0.00	-14,269.00
Debt and WIP collection costs - Dunfar	0.00	-8,800.26
Debt collection costs - Morton Fraser	-4,735.18	-4,735.18
Legal Fees	-3,015.33	-68,329.33
Legal expenses	0.00	-1,724.00
Stationery/ Property Searches	0.00	-15.00
Postage & Redirection	0.00	-241.40
Statutory Advertising	0.00	-100.75
Wages & Salaries	0.00	-60,695.12
Bank Charges	0.00	-560.00
Ransom Payments	0.00	-10,000.00
ROT Settlement	0.00	-5,666.08
	<b>-7,750.51</b>	<b>-297,579.12</b>
<b>PREFERENTIAL CREDITORS</b>		
Employees Wage Arrears	0.00	-31,200.00
Employees Holiday Pay	0.00	-6,500.00
Pension Schemes	0.00	-998.97
	<b>0.00</b>	<b>-38,698.97</b>
	<b>24,001.60</b>	<b>443,884.20</b>
<b>REPRESENTED BY</b>		
Trade Debtors		27,049.24
VAT		-3,698.16
IB Current A/C		187,116.88
Provision against Debtor account		-20,121.93
Intercompany Group		256,412.68
Provision/unknown receipts		-2,874.51
		<b>443,884.20</b>

Source: Deloitte Analysis

Appendix 2 - Joint Administrators Abstract of Receipts and Payments Accounts to  
27 January 2010

<b>C &amp; M Group Limited (In Administration)</b>		
<b>Joint Administrators' Abstract of Receipts &amp; Payments</b>		
	<b>From 28/07/2009 To 27/01/2010</b>	<b>From 28/07/2008 To 27/01/2010</b>
<b>ASSET REALISATIONS</b>		
Leasehold Property	0.00	20,000.00
Furniture & Equipment	0.00	3,500.00
VAT Refund	208,347.00	287,494.63
Sundry Income	0.00	2,894.85
Administrators Asset Recovery Actions	128,784.26	761,891.70
Bank Interest Gross	1,243.37	4,086.00
Trading Surplus/(Deficit)	-44,286.84	544,829.30
	<b>294,087.79</b>	<b>1,624,696.48</b>
<b>COST OF REALISATIONS</b>		
Shipbrokers Fees & Expenses	0.00	-7,636.23
Agents/Valuers Fees	0.00	-4,969.00
Legal Fees - Ice Maiden	-6,581.33	-119,044.37
Legal Fees - Regent Road	0.00	-3,836.00
Legal Fees - Marine USA	0.00	-5,063.36
Stationery	0.00	-485.55
Storage Costs	-176.91	-1,920.80
Statutory Advertising	0.00	-1,404.38
Insurance of Assets	0.00	-377,435.83
Wages & Salaries	0.00	-36,457.69
Bank Charges	-25.00	-1,091.20
Debit Interest	0.00	-1,515.87
Ice Maiden Maintenance Costs	0.00	-3,525.00
	<b>-6,783.24</b>	<b>-564,385.28</b>
<b>PREFERENTIAL CREDITORS</b>		
Department of Employment	0.00	-2,665.86
Employees Wage Arrears	0.00	-5,600.00
	0.00	-8,265.86
	<b>0.00</b>	<b>-16,531.72</b>
<b>FLOATING CHARGE CREDITORS</b>		
Floating Charge Creditor	-102,654.23	-647,049.77
	<b>-102,654.23</b>	<b>-647,049.77</b>
<b>UNSECURED CREDITORS</b>		
Unsecured - HMRC crown set off	0.00	-3,843.72
	<b>0.00</b>	<b>-3,843.72</b>
	<b>184,650.32</b>	<b>401,151.85</b>
<b>REPRESENTED BY</b>		
VAT Receivable		3,106.59
IB Current A/C		501,452.43
Intercompany - Tentor		324.68
Intercompany - Silters		149,484.04
Intercompany - Engineering		-252,695.06
Pension		-520.83
		<b>401,151.85</b>
<i>Source: Deloitte Analysis</i>		



Appendix 2 - Joint Administrators Abstract of Receipts and Payments Accounts to 27 January 2010

<b>C&amp;M - Marine Services Limited (In Administration)</b>		
<b>Joint Administrators' Abstract of Receipts &amp; Payments</b>		
	<b>From 28/07/2009 To 27/01/2010</b>	<b>From 28/07/2008 To 27/01/2010</b>
<b>ASSET REALISATIONS</b>		
Bank Interest Gross	0.03	10.70
	<b>0.03</b>	<b>10.70</b>
<b>COST OF REALISATIONS</b>	0.00	0.00
	<b>0.03</b>	<b>10.70</b>
<b>REPRESENTED BY</b>		
IB Current A/C		10.70
		<b>10.70</b>
<i>Source: Deloitte Analysis</i>		

<b>C &amp; M Group Holdings Limited (In Administration)</b>		
<b>Joint Administrators' Abstract of Receipts &amp; Payments</b>		
	<b>From 28/07/2009 To 27/01/2010</b>	<b>From 28/07/2008 To 27/01/2010</b>
<b>ASSET REALISATIONS</b>	0.00	0.00
<b>COST OF REALISATIONS</b>	0.00	0.00
<b>REPRESENTED BY</b>	0.00	0.00
<i>Source: Deloitte Analysis</i>		

Appendix 2 - Joint Administrators Abstract of Receipts and Payments Accounts to  
27 January 2010

<b>Tentor Trade Limited (In Administration)</b>		
<b>Joint Administrators' Abstract of Receipts &amp; Payments</b>		
	<b>From 28/07/2009 To 27/01/2010</b>	<b>From 28/07/2008 To 27/01/2010</b>
<b>ASSET REALISATIONS</b>		
Cash at Bank	0.00	102,395.22
Bank Interest Gross	7.24	475.72
	<b>7.24</b>	<b>102,870.94</b>
<b>COST OF REALISATIONS</b>		
Specific Bond	-13.50	-13.50
Legal Fees	0.00	-293.00
	<b>-13.50</b>	<b>-324.50</b>
	<b>-6.26</b>	<b>102,546.44</b>
<b>REPRESENTED BY</b>		
VAT Receivable		31.68
IB Current A/C		2,870.94
Intercompany Transfer		-324.68
Intercompany - Silters		100,000.00
Due to Deloitte		-31.50
		<b>102,546.44</b>
<i>Source: Deloitte Analysis</i>		

**Appendix 2 - Joint Administrators Abstract of Receipts and Payments Accounts to 27 January 2010**

<b>Silters Co. Limited (In Administration)</b>		
<b>Joint Administrators' Abstract of Receipts &amp; Payments</b>		
	<b>From 28/07/2009 To 27/01/2010</b>	<b>From 28/07/2008 To 27/01/2010</b>
<b>PLANT &amp; MACHINERY</b>		
Chargeholder	0.00	-20,394.02
	<b>0.00</b>	<b>-20,394.02</b>
<b>ASSET REALISATIONS</b>		
Vessel & Associated Equipment	4,373,858.89	5,602,803.95
Book Debts	0.00	942,000.00
VAT Refund	0.00	2,043.79
Cash at Bank	0.00	195,696.08
Bank Interest Gross	5,826.82	14,710.63
Bank Interest Gross Re:A&P Tyne	522.12	748.57
Trading Surplus/(Deficit)	-87,519.70	-969,684.03
Other recoveries	0.00	1,250.00
	<b>4,292,688.13</b>	<b>5,789,568.99</b>
<b>COST OF REALISATIONS</b>		
Specific Bond	0.00	-3,360.00
Administrators' Fees	0.00	-409,241.00
Administrators' Expenses	0.00	-31,177.00
Vessel Storage Costs	-352,500.00	-352,500.00
Agents Costs	-178,821.90	-178,821.90
Agents Commission	-720,713.15	-1,346,690.82
Other Professional Fees	-1,007.24	-1,316.16
Legal Fees	-6,289.50	-20,533.26
Stationery	0.00	-524.34
Brokers Commission	-72,562.48	-72,562.48
Cypriot Counsel Expenses	0.00	-3,426.47
Storage Costs	-51.20	-121.47
Insurance of Assets	0.00	-20,495.42
Bank Charges	-164.00	-456.20
Ice Maiden Maintenance Costs	0.00	-18,954.00
	<b>-1,332,109.47</b>	<b>-2,460,180.52</b>
<b>FLOATING CHARGE CREDITORS</b>		
Floating Charge Creditor	-2,000,000.00	-2,019,500.42
	<b>-2,000,000.00</b>	<b>-2,019,500.42</b>
	<b>960,578.66</b>	<b>1,289,494.03</b>
<b>REPRESENTED BY</b>		
VAT		59,093.75
IB Current A/C		1,511,495.40
Intercompany - Tentor		-100,000.00
Intercompany - Group		-193,770.88
Silters Co. Limited Re:A&P		13,075.76
Due to Deloitte		-400.00
		<b>1,289,494.03</b>

Source: Deloitte Analysis

## Appendix 3 - Estimated outcome statement for Silters as at 27 January 2010

	To Date £000	Future £000	Estimated Final £000	Previous £000	Variance £000
<b>ASSETS SUBJECT TO FLOATING CHARGE</b>					
Vessel & Associated Equipment	5,603	0	5,603		
Less: A&P share	-1,421		-1,421		
Net Vessel & Associated Equipment	4,182	0	4,182	4,069	113
Yard Prepayment	942	0	942	942	0
Cash at Bank	196	0	196	196	0
Other Realisations	19	0	19	9	10
<b>Gross Realisations</b>	<b>5,339</b>	<b>0</b>	<b>5,339</b>	<b>5,216</b>	<b>123</b>
Ice Maiden - Insurance	-397	-33	-430	-430	0
Ice Maiden - Yard Storage Costs	-353	0	-353	-353	0
Ice Maiden - Other Holding Costs	-448	0	-448	-380	-68
Administrators' Fees	-409	-225	-634	-609	-25
Ship Brokers' Fees & Expenses	-8	0	-8	-8	0
Legal Fees & Expenses	-178	-143	-321	-321	0
Other Costs of Realisations	-216	0	-216	-95	-121
<b>Net Property</b>	<b>3,330</b>	<b>-401</b>	<b>2,929</b>	<b>3,020</b>	<b>-91</b>
Prescribed Part	0	-363	-363	-600	237
<b>Total available to Secured Creditors</b>	<b>3,330</b>	<b>-764</b>	<b>2,566</b>	<b>2,420</b>	<b>146</b>
Secured Creditors	-2,040	-526	-2,566	-2,420	-146
<b>Net available to Secured Creditors</b>	<b>1,290</b>	<b>-1,290</b>	<b>0</b>	<b>0</b>	<b>0</b>
<b>REPRESENTED BY</b>					
Bank Accounts	1,524	-1,524	0		
Debtors	60	-60	0		
Creditors	0	0	0		
Intercompany	-294	294	0		
	<b>1,290</b>	<b>-1,290</b>	<b>0</b>		

Source: Deloitte Analysis

**Appendix 4 - Estimated outcome statement for the UK Sub Group and Tentor as at 27 January 2010**

	To Date £000	Future £000	Estimated Final £000	Previous £000	Variance £000
<b>ASSETS SUBJECT TO FLOATING CHARGE</b>					
Engineering - Book Debts & WIP	449	-	449	416	33
Engineering - Goodwill, Stock & Equipment	85	-	85	85	-
Tax / VAT Refunds	584	-	584	297	287
Cash at Bank	102	-	102	102	-
Administrators' Asset Recovery Actions	762	-	762	695	67
Other Realisations	36	761	797	153	644
<b>Gross Realisations</b>	<b>2,018</b>	<b>761</b>	<b>2,779</b>	<b>1,748</b>	<b>1,031</b>
Engineering - Trading and Debt & WIP Recovery Costs	(64)	-	(64)	(87)	23
Ice Maiden - Insurance	-	-	-	-	-
Ice Maiden - Yard Storage Costs	-	-	-	-	-
Ice Maiden - Other Holding Costs	(3)	-	(3)	-	(3)
Ice Maiden - Import Duty	-	-	-	-	-
Marine USA - Babcock	-	-	-	-	-
Employee Wage Arrears - Non Preferential	(61)	-	(61)	(61)	-
Administrators' Fees	(122)	(112)	(234)	(159)	(75)
Legal Fees & Expenses	(88)	-	(88)	(64)	(24)
Other Agents' Fees & Expenses	(19)	-	(19)	(13)	(6)
Other Costs of Realisations	(24)	(28)	(52)	(48)	(4)
Preferential Creditors	(39)	(42)	(81)	(96)	15
<b>Net Property</b>	<b>1,598</b>	<b>579</b>	<b>2,177</b>	<b>1,220</b>	<b>957</b>
Prescribed Part	-	(451)	(451)	(257)	(194)
<b>Total available to Secured Creditors</b>	<b>1,598</b>	<b>128</b>	<b>1,726</b>	<b>963</b>	<b>763</b>
Distributed to the Bank	(647)	(1,079)	(1,726)	(963)	(763)
<b>Net available to Secured Creditors</b>	<b>951</b>	<b>(951)</b>	<b>(0)</b>	<b>-</b>	<b>(0)</b>
<b>REPRESENTED BY</b>					
Bank Accounts	691	(691)	-	-	-
Debtors	11	(11)	-	-	-
Creditors	-	-	-	-	-
Intercompany	249	(249)	-	-	-
	<b>951</b>	<b>(951)</b>	<b>-</b>		

Source: Deloitte Analysis