

The Insolvency Act 1986

Administrator's progress report

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

Name of Company

Pelamis Wave Power Limited

Company number

SC182368

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

I/We (a) Blair Carnegie Nimmo
c/o KPMG LLP
Saltire Court
20 Castle Terrace
Edinburgh
EH1 2EG

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

from

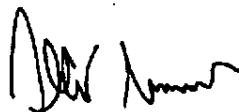
to

(b) Insert date(s)

(b) 21 May 2015

(b) 20 November 2015

Signed



Administrator

Dated

17 December 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

Kirsty Marshall
KPMG LLP
Saltire Court
20 Castle Terrace
Edinburgh
EH1 2EG

Tel +44 (0) 131 222 2000

TUESDAY



SCT

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29/12/2015

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COMPANIES HOUSE

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Pelamis Wave Power Limited - in Administration

Administrator's progress report for the
period 21 May 2015 to 20 November 2015

22 December 2015

Notice to creditors

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

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

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

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

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

Finally, I 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+PEB24E5700.html>. I 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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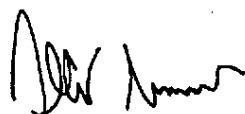
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1 Executive summary

- This progress report covers the period from 21 May 2015 to 20 November 2015.
- The directors resolved on 21 November 2014 to place the Company into administration. The notice of appointment was lodged at the Court of Session on 21 November 2014 and Gary Steven Fraser and I were duly appointed Joint Administrators.
- The background and events leading up to the administration were outlined in Statement of Proposals (the 'proposals'), sent to all known creditors on 14 January 2015. The proposals were deemed to be approved without modification on 3 February 2015.
- A subsequent progress report on the administration was sent to the Company's creditors on 20 May 2015
- A sale of the majority of the Company's assets to WES completed on 16 January 2015. I continue to pursue a distribution from the solvent liquidation of a joint venture in which the Company had an interest (Section 2 - Progress to date)
- I anticipate there will be a significant shortfall to the secured creditor, Scottish Enterprise (Section 3 - Dividend prospects).
- The preferential creditors have now received a dividend of 100p in the £ (Section 3 - Dividend prospects).
- Unsecured creditors are unlikely to receive a dividend other than through the Prescribed Part (should funds allow it) (Section 3 - Dividend prospects).
- Following his retirement from KPMG and as advised in my previous report, Gary S Fraser has resigned as Joint Administrator of the Company with effect from 10 June 2015. Approval for Mr Fraser's discharge from liability following his resignation has now been granted by the secured and preferential creditors (Section 4 – Other matters).
- The administration was originally due to end on 20 November 2015. However, a request was made to the secured and preferential creditors to consider a 12 month extension. This was approved and the administration is now due to end on 20 November 2016, although I am hopeful that the full 12 months will not be required (Section 6 – Future strategy).
- Please note: you should read this progress report in conjunction with the previous progress report and proposals which were issued to the Company's creditors and can be found at <http://www.insolvency-kpmg.co.uk/case+KPMG+PEB24E5700.html>. Unless stated otherwise, all amounts in this progress report and appendices are stated net of VAT.



Blair Nimmo
Administrator



2 Progress to date

2.1 Strategy

As detailed in the proposals and recent progress report, following a focused post administration sales process, no buyer was found for the business and assets as a going concern. Highlands and Islands Enterprise ('HIE') acting through its subsidiary, WES, was the highest bidder for the assets of the Company.

A period of exclusivity was granted to WES until 16 January 2015 and a transaction was successfully completed on this date for a sum of £305,000. The sale to WES comprised the majority of the Company's tangible assets, intellectual property and know-how.

Following the sale of assets to WES, a licence to occupy the Company's former leasehold premises was granted to WES whilst it arranged for the assets to be transferred to its location. During the period that the licence was in place and WES occupied the premises, WES was responsible for all rent, rates and utilities in relation to the site. WES provided funds in advance to enable payments to be made by the Company.

The premises have since been vacated and the keys were returned to the landlord on 27 March 2015.

2.2 Asset realisations

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

Debtors

As the Company was not generating revenue, it had no trade debtors of note. During the period there have been some small recoveries from sundry debtors (e.g. prepaid insurance).

Other

The Company holds shares in two Joint Ventures; Aegir Wave Power Limited and Campanhia da Energia Ocanica SA (Portuguese). In relation to the former, the Company is expected to receive a distribution through the solvent liquidation of the Joint Venture which is currently in progress, however the quantum of this distribution is presently unclear. I continue to liaise with the liquidator of Aegir Wave Power Limited on this matter. The Portuguese Joint Venture will unfortunately yield no return to the administration.

A sum of £14,000 was received from Scottish Power during the period in relation to routine inspection and maintenance work carried out by the Company following the administration.

I am not aware of any other assets and, as such, upon receipts of funds from the liquidation of Aegir Wave Power Limited, the asset realisation phase of the administration will be concluded.

Investigations

I reviewed the affairs of the Company to ascertain if there are any actions which could be taken against third parties to increase recoveries for creditors, however no such actions were identified and I have concluded that further investigation work will not be necessary. If you wish to bring to my attention to any matters which you believe to be relevant, please do so by writing to the Administrator at KPMG LLP, Saltire Court, 20 Castle Terrace, Edinburgh, EH1 2EG United Kingdom.



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.

Solicitors' fees

During the period legal fees of £2,465.30 were paid to my solicitor, Harper Macleod. This brings total legal costs of the administration to date to £52,901.00. These costs cover arranging the administration appointment documentation and assisting with legal matters - in particular in relation to the sale of assets to WES and extensive legal advice required regarding the determination of preferential creditor claims.

3 Dividend prospects and dividends paid

3.1 Secured creditors

RBS

RBS had set off rights over £20,000 held in a deposit account in relation to the Company's corporate credit cards. These funds were returned to the administration post appointment and RBS have no further claim in the administration.

Scottish Enterprise

As outlined in the Proposals, Scottish Enterprise provided funding to the Company which was secured by a bond and floating charge over the Company's business and assets. Scottish Enterprise has confirmed that at the date of my appointment, the principal debt owed by the Company was £12,880,647 (interest and charges continue to accrue on this balance). The dividend available to Scottish Enterprise will be dependent on the final realisations in the administration. It is currently estimated that a small dividend may be available to Scottish Enterprise under its floating charge, however I expect it will incur a significant shortfall on its debt.

3.2 Preferential creditors

Preferential creditors have now been paid in full, with the final amount payable totalling £201,154.22 as shown in Appendix 2.

3.3 Unsecured creditors

Based on current estimates, it is unlikely that there will be a dividend to unsecured creditors, other than a small distribution under the Prescribed Part. The amount of any dividend will ultimately be dependent on the final level of realisations and associated costs of the administration, however it is likely that any dividend will not be material in the context of the Company's debts.

4 Other matters

4.1 Discharge from liability – Gary Steven Fraser

Following his decision to retire, Gary S Fraser left the employment of KPMG on 30 June 2015. It was therefore necessary for him to resign as Joint Administrator of the Company. I would advise that the resignation took effect from 10 June 2015. Approval was sought from the secured and preferential creditors for the discharge from liability of Mr Fraser, following his resignation as Joint Administrator of the Company. This has now been approved. As previously intimated I will continue to act as Administrator in this case.

5 Administrator's remuneration, outlays and disbursements

Time costs

From 21 May 2015 to 20 November 2015, we have incurred time costs of £37,417. These represent 112.3 hours at an average rate of £333.19 per hour.

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

Remuneration and outlays

During the period, approval was sought from the secured and preferential creditors to me and my firm's time costs for the period 21 November 2014 to 11 February 2015, which totalled £254,522.15 plus VAT, and outlays of £362.49 plus VAT. A detailed analysis of the time spent in this period is included at Appendix 3. Approval was granted and it is my intention to draw this fee by 31 January 2016. In terms of the Insolvency (Scotland) Rules 1986, the creditors may appeal against this determination to the Court of Session within fourteen days from the date of this letter. Please forward a copy of any appeal to me. Further details regarding the charging and disbursements in the administration and a link to relevant guidance for creditors is contained in Appendix 3

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 20 May 2015 to 20 November 2015. We have also attached our charging and disbursements policy.



6 Future strategy

6.1 Future conduct of the administration

I 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:

- Pursuing a distribution from the liquidation of the Company's Joint Venture.
- Continuing to log creditors' claims and, in the event that a Prescribed Part dividend is available for distribution, adjudicating on these claims and applying to the Court to enable a distribution to be made.
- Statutory reporting to creditors to provide updates on the progress of the administration.
- Seeking advice, as appropriate from our specialist corporation tax team in relation to the tax position of the Company and any tax liability arising during the administration.
- Attending to all statutory aspects of the administration process.

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 secured and preferential creditors granted approval for a 12 month extension to the period of the administration.

The administration is currently due to end on 20 November 2016 however it is unlikely that the full 12 months will be required to deal with the outstanding issues.

6.3 Future reporting

I will provide a further progress report within six weeks of 20 May 2016 or earlier if (1) a further extension request is necessary or (2) the administration has been completed prior to that time.

Appendix 1 Statutory information

Company information

Company name	Pelamis Wave Power Limited
Date of incorporation	26 January 1998
Company registration number	SC182368
Present registered office	KPMG LLP, Saltire Court, 20 Castle Terrace, Edinburgh, EH1 2EG

Administration information

Administration appointment	The administration appointment granted in Court of Session
Appointor	Directors
Date of appointment	21 November 2014
Administrator's details	Blair Nimmo
Prescribed Part distribution	<p>The Administrator does not intend to apply to Court to obtain an order that the Prescribed Part shall not apply.</p> <p>Accordingly, the Administrator intends to apply to Court to approve distribution to the unsecured creditors, should funds on hand allow it.</p>
Current administration expiry date	20 November 2016



Appendix 2 Administrator's receipts and payments account

Pelamis Wave Power Limited - in Administration

Administrator's abstract of receipts & payments

	From 21/05/2015 To 20/11/2015 (£)	From 21/11/2014 To 20/11/2015 (£)
ASSET REALISATIONS		
Sale of assets to WES	NIL	305,000.00
Furniture & equipment	NIL	950.00
Motor vehicles	NIL	250.00
Cash at bank	0.12	474,406.67
	<u>0.12</u>	<u>780,606.67</u>
OTHER REALISATIONS		
Bank interest (gross)	553.08	833.05
Insurance recharge	NIL	3,459.96
Sundry refunds	6,304.07	14,506.00
Inspection fees	14,000.00	14,000.00
	<u>20,857.15</u>	<u>32,799.01</u>
COST OF REALISATIONS		
Direct labour	NIL	(80,740.38)
Consultant fees	NIL	(5,500.64)
Rent	NIL	(33,392.95)
Rates	(10,934.95)	(14,563.04)
Repairs/maintenance	NIL	(5,904.41)
Other property expenses	(277.72)	(362.47)
Electricity	NIL	(10,919.57)
Telephone & IT	NIL	(5,458.25)
Agent's/Valuer's fees	NIL	(10,812.00)
Legal fees	(2,465.30)	(52,901.00)
Statutory costs	NIL	(99.60)
Bank charges	NIL	(500.00)
	<u>(13,677.97)</u>	<u>(221,154.31)</u>

Pelamis Wave Power Limited - in Administration
Administrator's abstract of receipts & payments

	From 21/05/2015 To 20/11/2015 (£)	From 21/11/2014 To 20/11/2015 (£)
PREFERENTIAL CREDITORS		
Employees' wage arrears, accrued holidays etc	(188,354.22)	(201,154.22)
	(188,354.22)	(201,154.22)
UNSECURED CREDITORS		
Employees	NIL	(43,895.47)
	NIL	(43,895.47)
	(181,174.92)	347,201.68
REPRESENTED BY		
Floating charge current		346,761.69
Net VAT receivable/(payable)		439.99
		347,201.68



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 Kirsty Marshall on 0131 527 6658.

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 the administration of Pelamis Wave Power Limited

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 31 January 2016 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 Kirsty Marshall at KPMG LLP, Saltire Court, 20 Castle Terrace, Edinburgh, EH1 2EG United Kingdom.



Narrative of work carried out for the period 20 May 2015 to 20 November 2015

The key areas of work have been:

Statutory and compliance	<ul style="list-style-type: none"> ■ preparing statutory receipts and payments accounts; ■ obtaining approval from secured and preferential creditors of a 12 month extension of the administration; ■ ensuring compliance with all statutory obligations within the relevant timescales.
Strategy documents, Checklist and reviews	<ul style="list-style-type: none"> ■ formulating, monitoring and reviewing the administration strategy; ■ briefing of staff on the administration strategy and matters in relation to various work-streams; ■ regular case management and reviewing of progress, including regular team update meetings and calls; ■ meeting with management to review and update strategy and monitor progress; ■ 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; ■ liaising with legal advisors regarding the various matters; ■ complying with internal filing and information recording practices, including documenting strategy decisions.
Reports to secured creditors	<ul style="list-style-type: none"> ■ providing written and oral updates to representatives of secured creditors regarding the progress of the administration and case strategy.
Cashiering	<ul style="list-style-type: none"> ■ preparing and processing vouchers for the payment of post-appointment invoices; ■ 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"> ■ analysing VAT related transactions; ■ dealing with post appointment tax compliance.
Shareholders	<ul style="list-style-type: none"> ■ responding to enquiries from shareholders regarding the administration; ■ providing copies of statutory reports to the shareholders.
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 secured and preferential creditors; ■ dealing with the ongoing storage of company books and records.
Property matters	<ul style="list-style-type: none"> ■ arranging for the assignation of Orkney lease.
Open cover insurance	<ul style="list-style-type: none"> ■ arranging ongoing insurance cover for the Company's business and assets; ■ liaising with the post-appointment insurance brokers to provide information, assess risks and ensure appropriate cover in place; ■ assessing the level of insurance premiums.
Employees	<ul style="list-style-type: none"> ■ dealing with queries from employees regarding various matters relating to the administration and their employment; ■ communicating and corresponding with HM Revenue and Customs; ■ dealing with issues arising from employee redundancies, including statutory notifications and liaising with the Redundancy Payments Office; ■ managing claims from employees.
Creditors and claims	<ul style="list-style-type: none"> ■ updating the list of unsecured creditors; ■ responding to enquiries from creditors regarding the administration and submission of their claims; ■ reviewing completed forms submitted by creditors, recording claim amounts and maintaining claim records; ■ agreeing preferential claims; ■ arranging distributions to the preferential creditors;

Time costs for the period of this report:

SIP 9 – Time costs analysis (21/05/2015 to 20/11/2015)

	Hours					Time Cost (£)	Average Hourly Rate (£)
	Partner / Director	Manager	Administrator	Support	Total		
Administration & planning							
Cashiering							
General (Cashiering)			3.25		3.25	850.00	261.54
Reconciliations (& IPS accounting reviews)			0.20		0.20	56.00	280.00
General							
Books and records			1.20		1.20	246.00	205.00
Statutory and compliance							
Appointment and related formalities		1.70	1.20		2.90	1,145.50	395.00
Checklist & reviews			0.60		0.60	168.00	280.00
Closure and related formalities	0.90				0.90	481.50	535.00
Tax							
Post appointment PAYE			1.20		1.20	336.00	280.00
Post appointment VAT			1.30		1.30	364.00	280.00
Creditors							
Creditors and claims							
Agreement of preferential claims		8.00	4.90		12.90	5,004.50	387.95
Agreement of unsecured claims			0.50		0.50	140.00	280.00
General correspondence		1.90	9.20		11.10	3,265.00	294.14
Payment of dividends		2.60	12.30		14.90	3,782.50	253.86
Secured creditors		3.30			3.30	1,600.50	485.00
Statutory reports	6.50	7.80	14.30		28.60	11,507.50	402.36
Employees							
Agreeing employee claims			6.40		6.40	1,792.00	280.00
Correspondence			11.25		11.25	3,018.75	268.33
DTI redundancy payments service			0.60		0.60	168.00	280.00
Pensions reviews			3.45		3.45	849.75	246.30
Investigation							
Directors							
Correspondence with directors		0.70			0.70	339.50	485.00
Realisation of assets							
Asset Realisation							



SIP 9 – Time costs analysis (21/05/2015 to 20/11/2015)

	Hours					Time Cost (£)	Average Hourly Rate (£)
	Partner / Director	Manager	Administrator	Support	Total		
Debtors			1.25		1.25	350.00	280.00
Leasehold property			1.95		1.95	546.00	280.00
Other assets		0.90	0.50		1.40	576.50	411.79
Sale of business			1.75		1.75	490.00	280.00
Purchases and trading costs		0.70			0.70	339.50	485.00
Total in period	7.40	27.60	77.30	0.00	112.30	37,417.00	333.19

Brought forward time (appointment date to SIP 9 period start date) 808.30 292,961.50

SIP 9 period time (SIP 9 period start date to SIP 9 period end date) 112.30 37,417.00

Carry forward time (appointment date to SIP 9 period end date) 920.60 330,378.50

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.



Time costs for the period for which the secured and preferential creditors have approved the Administrator's remuneration and outlays (refer to Section 5)

SIP 9 – Time costs analysis (21/11/2014 to 11/02/2015)

	Hours					Time Cost (£)	Average Hourly Rate (£)
	Partner / Director	Manager	Administrator	Support	Total		
Administration & planning							
Bankrupt/Director/Member							
General correspondence			0.90		0.90	252.00	280.00
Cashiering							
General (Cashiering)			7.40	1.20	8.60	1,892.00	220.00
Reconciliations (& IPS accounting reviews)			0.20		0.20	56.00	280.00
General							
Books and records			4.70		4.70	1,278.50	272.02
Fees and WIP			0.20		0.20	56.00	280.00
Statutory and compliance							
Appointment and related formalities	8.40	12.75	32.10		53.25	18,428.25	346.07
Bonding and bordereau		0.50	0.60		1.10	388.00	352.73
Closure and related formalities	0.40				0.40	214.00	535.00
Pre-appointment checks				5.00	5.00	625.00	125.00
Reports to debenture holders	3.60	3.10			6.70	3,429.50	511.87
Strategy documents	4.00	5.75	4.00		13.75	6,288.75	457.36
Tax							
Initial reviews - CT and VAT			5.15		5.15	1,442.00	280.00
Post appointment corporation tax		3.50	0.50		4.00	1,837.50	459.38
Post appointment VAT		2.00	6.25		8.25	2,185.00	264.85
Creditors							
Creditors and claims							
Agreement of claims			0.10		0.10	28.00	280.00
Agreement of unsecured claims			0.50		0.50	140.00	280.00
General correspondence		7.80	11.90	0.40	20.10	7,165.00	356.47
Pre-appointment VAT / PAYE / CT			1.00		1.00	280.00	280.00
ROT Claims		0.75	12.50		13.25	3,863.75	291.60
Statutory reports	21.40	11.25	15.75	1.50	49.90	22,402.75	448.95
Employees							
Correspondence	1.70		126.50	0.70	128.90	36,417.00	282.52



SIP 9 – Time costs analysis (21/11/2014 to 11/02/2015)

	Hours					Time Cost (£)	Average Hourly Rate (£)
	Partner / Director	Manager	Administrator	Support	Total		
DTI redundancy payments service			9.20		9.20	2,576.00	280.00
Pension funds			1.40		1.40	392.00	280.00
Pensions reviews			4.70		4.70	1,166.00	248.09
Investigation							
Directors							
Correspondence with directors		1.25			1.25	606.25	485.00
Statement of affairs			4.45		4.45	1,246.00	280.00
Investigations							
Review of pre-appt transactions			2.30		2.30	644.00	280.00
Realisation of assets							
Asset Realisation							
Cash and investments			2.85		2.85	798.00	280.00
Health & safety		1.00	6.40		7.40	2,197.00	296.89
Leasehold property		4.25	10.50		14.75	5,001.25	339.07
Open cover insurance			3.10		3.10	868.00	280.00
Plant and machinery		1.25	12.15		13.40	4,008.25	299.12
Sale of business	35.60	153.75	99.50		288.85	121,521.40	420.71
Vehicles			0.50		0.50	140.00	280.00
Cash & profit projections & strategy	6.20		4.00		10.20	4,437.00	435.00
Purchases and trading costs			0.90		0.90	252.00	280.00
Total in period	81.30	208.90	392.20	8.80	691.20	254,522.15	368.23

Brought forward time (appointment date to SIP 9 period start date)	0.00	0.00
SIP 9 period time (SIP 9 period start date to SIP 9 period end date)	690.20	254,522.15
Carry forward time (appointment date to SIP 9 period end date)	690.20	254,522.15



Appendix 4 Glossary

Company	Pelamis Wave Power Limited - in Administration
Administrator/I	Blair Nimmo
KPMG	KPMG LLP
Secured creditor	Scottish Enterprise
WES	Wave Energy Scotland Limited

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 Pelamis Wave Power Limited – 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.

I am bound by the Insolvency Code of Ethics.

The Administrator acts as an agent for the Company and contracts without personal liability. The appointments 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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