

The Insolvency Act 1986

Administrator's progress report

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

Name of Company Consolidate Limited	Company number SC 275090
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(a) Insert full name(s)
and address(es) of
administrator(s)

I/ We (a) John Gerard Montague of Grant Thornton UK LLP, 1/4 Atholl Crescent, Edinburgh, EH3 8LQ and Robert Caven of Grant Thornton UK LLP, 95 Bothwell Street, Glasgow, G2 7JZ

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

(b) Insert dates

from (b) 9 March 2011	to (b) 8 September 2011
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Signed

Joint Administrator(s)

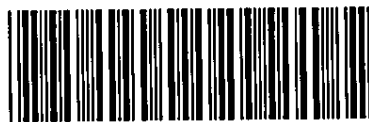
Dated

14/10/11

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

Euan McCorquodale, Grant Thornton UK LLP	
1/4 Atholl Crescent, Edinburgh, EH3 8LQ	
	Tel 0131 659 8552
DX Number	DX Exchange



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29/10/2011

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COMPANIES HOUSE

When you have completed and signed this form please send it to the Registrar of Companies at:

Companies House, 4th Floor, Edinburgh Quay 2, 139 Fountainbridge, Edinburgh, EH3 9FF
235 Edinburgh / LP 4 Edinburgh-2

SATURDAY

Our Ref JGM/ARE/EKM/C00912/7

TO THE CREDITORS

Recovery and Reorganisation

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19 October 2011

Dear Sirs

Consolidate Limited - In Administration ("the Company")

1 INTRODUCTION

- 1.1. Following the appointment of myself and Rob Caven as Joint Administrators of the above Company by the directors on 9 September 2011, I am now in a position to report on the progress of the administration to 8 September 2011. This report should be read in conjunction with the administrators proposals dated 1 November 2010 and my previous 6 month report dated 11 April 2011.
- 1.2. I enclose Form 2.20B(Scot) together with an account of my receipts and payments for the 6 months ended 8 September 2011 in accordance with Rule 2.38 of the Insolvency (Scotland) Rules 1986.
- 1.3. In accordance with paragraph 100 (2) of Schedule B1 to the Insolvency Act 1986 the functions of the administrators are to be exercised by any or all of them.

2 STATUTORY INFORMATION

2.1. The Company's statutory details are as follows:

Registered number	SC275090
Date of incorporation	22 October 2004
Registered office	c/o Grant Thornton UK LLP 1/4 Atholl Crescent EDINBURGH EH3 8LQ
Authorised share capital	1,000 A Ordinary Shares 30,250 Preferential Shares
Issued share capital	1,000 A Ordinary Shares 30,250 Preferential Shares
Directors:	Shareholding
William James Beaton Sutherland	300 A Ordinary Shares 24,250 Preference Shares
Paul Burns	300 A Ordinary Shares 2,000 Preference Shares
Gary Craig Miller	300 A Ordinary Shares 2,000 Preference Shares
Francis William Edward Bartlett	100 A Ordinary Shares 2,000 Preference Shares
Secretary	Shareholding
William James Beaton Sutherland	300 A Ordinary Shares 24,250 Preference Shares

2.2. The administration constitutes "main proceedings" under the EC Regulation on Insolvency Proceedings.

3 ACTIONS TAKEN SINCE LAST REPORT

- 3.1. The only remaining unrealised asset is a debtor of £55,682. This is a retention balance that relates to works completed prior to my appointment as Joint Administrator. Collection of this is currently being handled by specialist collection agents.

Receipts and Payments Account

- 3.2. A summary of the Joint Administrators' receipts and payments for the period from 9 September 2010 to 8 September 2011 is attached at Appendix A.
- 3.3. This shows net funds in hand at 8 September 2011 of £137,618.25

CREDITORS

Preferential Creditors

- 3.4. These comprise of:

	£
Arrears of Wages / Holiday Pay	32,940
Pensions	152
	<hr/>
	33,092

- 3.5. The wages and holiday pay claims have now been paid in full and the pensions claim will be settled shortly.

Floating Charge Creditors

- 3.6. The Company's secured creditors are Royal Bank of Scotland Plc (RBS) and HSBC Equipment Finance (UK) Ltd. A final claim has been provided by RBS, however, the HSBC claim cannot be finalised until hire purchase plant & machinery has been sold by HSBC and offset against their liability. An interim claim has been received from HSBC and an interim distribution will be paid shortly based upon this claim. The recovery to the floating charge creditors will be subject to the deduction of the Prescribed Part for ordinary creditors.

Unsecured Creditors

- 3.7. Due to the level of the floating charge claim there will only be a Prescribed Part element available to the unsecured creditors.
- 3.8. To date we have received claims of £464,938 compared to the initial estimate of claims of £635,769. Additional claims remain outstanding from a number of suppliers. If creditors do not submit claims they will be excluded from any final dividend available

- 3.9. Based upon current estimates the prescribed part funds are likely to be £37,304, subject to further debtor realisations. Based on creditor claims received to date this equates to a dividend of approximately 7p to 8p in £1. The level of dividend available will be subject to the costs of administration.

4 SUMMARY OF ADMINISTRATOR'S PROPOSALS

- 4.1. The administrators have pursued the objectives laid out in the creditors proposals dated 2 November 2010, i.e. achieving a better result for the Company's creditors as a whole than would be likely if the Company were wound up.
- 4.2. A meeting of creditors was not convened because we were of the opinion that the Company had insufficient net property to enable a distribution to unsecured creditors other than by virtue of the prescribed part.

5 COSTS OF ADMINISTRATION

Administration Fees

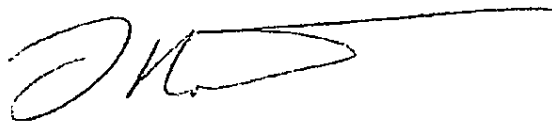
- 5.1. Time costs for the period from 9 September 2010 to 8 September 2011 total £77,093, representing 349.85 hours at an average rate of £220.36 per hour.
- 5.2. The basis of our remuneration was set out in our proposals to creditors dated 1 November 2010. This basis was deemed to be approved with effect from 13 November 2010. At the date of this report the Joint Administrators have drawn approved remuneration of £58,388 (excluding VAT).
- 5.3. A further claim for remuneration will be made subject to realisation of the remaining asset.

6 EXTENSION OF ADMINISTRATION

- 6.1. The Court has granted an extension to the administration for 12 months to allow for the realisations of the remaining book debt and to distribute funds to the creditors.
- 6.2. Once the final distributions have been made, the Joint Administrators will file a notice with the Court and the Registrar of Companies confirming that the purpose of the administration has been sufficiently achieved.

Should you require any further information or explanations, please do not hesitate to contact of this office

Yours faithfully
for and on behalf of Consolidate Limited

A handwritten signature in black ink, appearing to be 'J.M.', with a long horizontal line extending to the right.

John Montague
Joint Administrator

The affairs, business and property of Consolidate Limited are being managed by John Montague and Robert Caven of Grant Thornton UK LLP, appointed as Joint Administrators on 9 September 2010, who act as agents of the Company and without personal liability.

Appendix A


Consolidate Limited (In Administration) Joint Administrators' Trading Account

Statement of Affairs	From 09/03/2011 To 08/09/2011	From 09/09/2010 To 08/09/2011
TRADING EXPENDITURE		
Rents	3,452.05	3,452.05
Heat & Light	NIL	151.72
Telephone	33.00	33.00
Insurance	NIL	405.83
Hire of Equipment	NIL	589.85
Property Expenses	1,140.03	1,140.03
PAYE/NL	<u>3,377.84</u>	<u>3,377.84</u>
	(8,002.92)	(9,150.32)
TRADING SURPLUS/(DEFICIT)	<u>(8,002.92)</u>	<u>(9,150.32)</u>

Appendix A

Consolidate Limited (In Administration) Joint Administrators' Abstract of Receipts & Payments

Statement of Affairs	From 09/03/2011 To 08/09/2011	From 09/09/2010 To 08/09/2011
SECURED ASSETS		
Misc Fixed Receipts	NIL	108.70
	NIL	108.70
COSTS OF REALISATION		
Agents/Valuers Fees	NIL	1,400.00
	NIL	(1,400.00)
ASSET REALISATIONS		
Plant & Machinery	NIL	200,000.00
Book Debts	NIL	9,024.00
Cash at Bank	NIL	65,137.09
Misc Float Receipts	NIL	12.88
Bank/ISA InterestGross	86.10	208.17
Misc Refunds	NIL	1,650.42
Trading Surplus/(Deficit)	(8,002.92)	(9,150.32)
	(7,916.82)	266,892.24
COST OF REALISATIONS		
Specific Bond	NIL	158.00
Administrators Fees	58,388.00	58,388.00
Administrators Expenses	112.00	112.00
Quantity Surveyors Fees	NIL	116.22
Legal Fees (1)	NIL	1,803.98
Professional Fees	NIL	1,017.22
Storage Costs	110.49	110.49
Statutory Advertising	NIL	63.45
Liens	16,931.50	17,933.72
	(75,541.99)	(79,705.08)
PREFERENTIAL CREDITORS		
DE Arrears & Holiday Pay	NIL	22,165.02
Employee Arrears/Hol Pay	10,775.17	10,775.17
	(10,775.17)	(32,940.19)
DISTRIBUTIONS		
VAT Memo	27.65	NIL
	27.65	NIL
	(94,206.33)	152,945.67
REPRESENTED BY		
Floating Current Account		137,618.25
Fixed VAT Control Account		15,327.42
		152,945.67


John Montague
Joint Administrator