



For further information, please
refer to our guidance at
www.gov.uk/companieshouse

1 Company details

Company number	0	3	7	4	9	6	0	1
Company name in full	Cleveland Bridge UK Limited							

→ Filling in this form

Please complete in typescript or in
bold black capitals.

2 Administrator's name

Full forename(s)	Martyn James
Surname	Pullin

3 Administrator's address

Building name/number	1st Floor
Street	34 Falcon Court
Post town	Preston Farm Business Park
County/Region	Stockton on Tees
Postcode	T S 1 8 3 T X
Country	

4 Administrator's name ①

Full forename(s)	David Antony
Surname	Willis

① Other administrator

Use this section to tell us about
another administrator.

5 Administrator's address ②

Building name/number	1st Floor
Street	34 Falcon Court
Post town	Preston Farm Business Park
County/Region	Stockton on Tees
Postcode	T S 1 8 3 T X
Country	

② Other administrator

Use this section to tell us about
another administrator.

AM10

Notice of administrator's progress report

6 Period of progress report

From date	^d 2	^d 2	^m 0	^m 1	^y 2	^y 0	^y 2	^y 2
To date	^d 2	^d 1	^m 0	^m 7	^y 2	^y 0	^y 2	^y 2

7 Progress report

☒ I attach a copy of the progress report

8 Sign and date

Administrator's
signature

Signature

X 

X

Signature date

^d 1	^d 9	^m 0	^m 8	^y 2	^y 0	^y 2	^y 2
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**Presenter information**

You do not have to give any contact information, but if you do it will help Companies House if there is a query on the form. The contact information you give will be visible to searchers of the public record.

Contact name **Lianne Maidman**

Company name **FRP Advisory Trading Limited**

Address **1st Floor**

34 Falcon Court

Post town **Preston Farm Business Park**

County/Region **Stockton on Tees**

Postcode **T S 1 8 3 T X**

Country

DX **cp.teesside@frpadvisory.com**

Telephone **01642 917555**

**Checklist**

We may return forms completed incorrectly or with information missing.

Please make sure you have remembered the following:

- ☐ The company name and number match the information held on the public Register.
- ☐ You have attached the required documents.
- ☐ You have signed the form.

**Important information**

All information on this form will appear on the public record.

**Where to send**

You may return this form to any Companies House address, however for expediency we advise you to return it to the address below:

The Registrar of Companies, Companies House,
Crown Way, Cardiff, Wales, CF14 3UZ.
DX 33050 Cardiff.

**Further information**

For further information please see the guidance notes on the website at www.gov.uk/companieshouse or email enquiries@companieshouse.gov.uk

This form is available in an alternative format. Please visit the forms page on the website at www.gov.uk/companieshouse

Continuation page

Name and address of insolvency practitioner

✓ **What this form is for**
Use this continuation page to tell us about another insolvency practitioner where more than 2 are already jointly appointed. Attach this to the relevant form. ①
Use extra copies to tell us of additional insolvency practitioners.

✗ **What this form is NOT for**
You can't use this continuation page to tell us about an appointment, resignation, removal or vacation of office.

→ **Filling in this form**
Please complete in typescript or in bold black capitals.
All fields are mandatory unless specified or indicated by *

1 Appointment type

Tick to show the nature of the appointment:

- ☒ Administrator
- ☐ Administrative receiver
- ☐ Receiver
- ☐ Manager
- ☐ Nominee
- ☐ Supervisor
- ☐ Liquidator
- ☐ Provisional liquidator

① You can use this continuation page with the following forms:
- VAM1, VAM2, VAM3, VAM4, VAM6, VAM7
- CVA1, CVA3, CVA4
- AM02, AM03, AM04, AM05, AM06, AM07, AM08, AM09, AM10, AM12, AM13, AM14, AM19, AM20, AM21, AM22, AM23, AM24, AM25
- REC1, REC2, REC3
- LIQ2, LIQ3, LIQ05, LIQ13, LIQ14, WU07, WU15
- COM1, COM2, COM3, COM4
- NDISC

2 Insolvency practitioner's name

Full forename(s)

Iain

Surname

Townsend

3 Insolvency practitioner's address

Building name/number

1st Floor

Street

34 Falcon Court

Post town

Preston Farm Business Park

County/Region

Stockton on Tees

Postcode

T S 1 8 3 T X

Country

Cleveland Bridge UK Limited
(In Administration)
Joint Administrators' Trading Account

Statement of Affairs £	From 22/01/2022 To 21/07/2022 £	From 22/07/2021 To 21/07/2022 £
POST APPOINTMENT SALES		
Sale of Stock	NIL	286,034.40
Contribution to Insurance Costs	NIL	49,468.82
Administrators Sales	722,763.43	4,005,391.80
Furlough Grant	NIL	299,172.07
	<u>722,763.43</u>	<u>4,640,067.09</u>
PURCHASES		
Stock & Supplies	NIL	52,077.03
	<u>NIL</u>	<u>(52,077.03)</u>
OTHER DIRECT COSTS		
Sub Contractors	NIL	17,579.72
Direct Wages	48,081.37	895,983.87
Pension Contributions	10,483.88	105,905.03
	<u>(58,565.25)</u>	<u>(1,019,468.62)</u>
TRADING EXPENDITURE		
Site Security Costs	NIL	77,190.00
Indirect Labour	NIL	3,955.00
Business Rates	(7,518.68)	69,547.84
Utilities	NIL	84,911.10
Payroll Software	NIL	1,851.26
Telephone Line Rental	NIL	6,849.99
Sri Lanka Project Payments	194,679.94	2,600,208.08
Lease/HP Payments	NIL	17,314.20
Hire of Equipment	NIL	16,716.65
Repairs & Maintenance	2,200.00	17,208.04
Sundry Expenses	9,212.69	13,427.02
Petty Cash	NIL	300.00
Lien Payment	NIL	54,000.00
IT Provider Costs	2,877.80	21,255.98
Private Medical Insurance	NIL	8,508.99
Apprenticeship Levy	NIL	897.01
PAYE/NI Contributions	47,529.27	406,883.20
Ransom Payments	NIL	6,198.76
Workplace Supplies/Consumables	NIL	215.10
Union Payments	NIL	345.86
Various Gas Supplies	NIL	9,973.46
	<u>(248,981.02)</u>	<u>(3,417,757.54)</u>
TRADING SURPLUS/(DEFICIT)	<u>415,217.16</u>	<u>150,763.90</u>

Cleveland Bridge UK Limited
(In Administration)
Joint Administrators' Summary of Receipts & Payments

Statement of Affairs £		From 22/01/2022 To 21/07/2022 £	From 22/07/2021 To 21/07/2022 £
	SECURED ASSETS		
	Social Club Property	NIL	165,000.00
4,875,000.00	Long Leasehold Land & Property	NIL	5,248,000.00
1,725,000.00	Plant & Machinery	424,051.70	1,524,051.70
Uncertain	Goodwill	NIL	NIL
	Share of Buyer's Premium	31,805.00	31,805.00
724,500.00	Book Debts	NIL	674,951.00
	Bank Interest - Fixed	5,158.34	5,158.34
	Contribution From Fixed Charge Lende	NIL	100,000.00
		461,015.04	7,748,966.04
	COSTS OF REALISATION		
	Site Security Costs	33,967.50	95,535.00
	Administrators' Fees	69,402.00	269,402.00
	Agents' Disbursements	64,057.76	66,207.76
	Legal Fees	24,201.50	102,870.00
	Agents/Valuers Fees	25,000.00	52,350.00
	Debt Collection Fees	NIL	19,090.00
	Legal Disbursements	7,006.00	7,042.00
	Utilities	166,394.59	189,899.14
	Repay Fixed Charge Lender Contributi	NIL	100,000.00
	Bank Charges - Fixed	(10.40)	15.00
	Insurance	29,064.08	29,064.08
		(419,083.03)	(931,474.98)
	SECURED CREDITORS		
(3,400,000.00)	4Syte Limited	NIL	2,967,007.55
(6,000,000.00)	Al-Rushaid Petroleum Investment Gro	NIL	NIL
		NIL	(2,967,007.55)
	HIRE PURCHASE		
350,000.00	Assets subject to Finance	NIL	NIL
(341,000.00)	Lombard North Central	NIL	NIL
		NIL	NIL
	ASSET REALISATIONS		
	Bank Interest Gross	2,258.38	2,316.10
678,500.00	Book Debts	NIL	475,404.52
	Bupa Rebate	NIL	4,897.46
	Business Rates Refund	11,190.22	11,190.22
207,000.00	Cash at Bank	1,440.46	242,133.98
160,000.00	Freehold Land & Property	NIL	NIL
	Insurance Refund	NIL	1,141.68
Uncertain	Intercompany Debts	9,071.53	112,169.96
Uncertain	Overseas Book Debts	71,092.00	964,573.12
Uncertain	Overseas Performance and Tender Bo	NIL	1,800,000.00
NIL	Prepayments	NIL	NIL
	Reimbursement of Social Club Wages	NIL	9,000.00
290,000.00	Retentions	102,732.09	449,497.22
Uncertain	Sri Lankan Tax Rebate	NIL	NIL
Uncertain	Stock	NIL	116,045.80
	Sundry Rebates	169.68	325.03
	Suspense Account	2,812.32	4,190.28
	Third Party Funds	NIL	2,000.00
	Trading Surplus/(Deficit)	415,217.16	150,763.90
145,000.00	UK Performance and Tender Bonds	NIL	145,062.70

Cleveland Bridge UK Limited
(In Administration)
Joint Administrators' Summary of Receipts & Payments

Statement of Affairs £	From 22/01/2022 To 21/07/2022 £	From 22/07/2021 To 21/07/2022 £
	615,983.84	4,490,711.97
COST OF REALISATIONS		
Accountancy Fees	3,380.66	10,413.24
Administrators' Disbursements	5,966.58	11,113.22
Administrators' Remuneration	NIL	700,000.00
Agents/Valuers Fees	600.00	NIL
Assignment of Overseas Performance	NIL	1,300,000.00
Bank Charges - Floating	(133.60)	105.00
Debt Collection Costs	6,095.00	33,787.50
HR Consultancy Fees	510.00	11,520.00
Insurance of Assets	71,425.21	71,425.21
Inter-Bank Account Transfer	20,000.00	20,000.00
IT Provider Costs	2,275.88	3,578.27
Legal Disbursements	1,106.34	3,264.34
Legal Fees	4,581.62	56,340.12
Legal Fees - Pre-Administration	NIL	1,080.00
Pre Appointment Administrators Fees	NIL	46,749.00
Public Relations Consultancy	140.00	7,595.00
Public Relations Consultancy (pre appt)	NIL	700.00
Secure Document destruction	770.00	3,882.20
Statutory Advertising	NIL	81.00
Telephone/Internet Rental	14.26	14.26
	(116,731.95)	(2,281,648.36)
PREFERENTIAL CREDITORS		
(343,168.00) Arrears of Wages and Unpaid Holiday	266,461.42	383,726.22
HM Revenue & Customs (Tax & NI)	21,701.08	21,701.08
(57,592.00) Unpaid Pension Contributions	57,598.48	57,598.48
	(345,760.98)	(463,025.78)
SECONDARY PREFERENTIAL CREDITORS		
(2,595,424.00) H M Revenue & Customs	NIL	NIL
	NIL	NIL
UNSECURED CREDITORS		
(1.00) Arab National Bank	NIL	NIL
(2,685,578.00) Employee Unsecured Claims	NIL	NIL
(425,000.00) H M Revenue & Customs	NIL	NIL
(2,000,000.00) UK Export Finance	NIL	NIL
(44,509.00) Unpaid Pension Arrears	NIL	NIL
(6,604,945.95) Unsecured Creditors	NIL	NIL
	NIL	NIL
DISTRIBUTIONS		
(3,521,000.00) Ordinary Shareholders	NIL	NIL
	NIL	NIL
(18,863,217.95)	195,422.92	5,596,521.34
REPRESENTED BY		
Current Fixed Int Bearing		3,849,553.01
Current Floating Int Bearing		1,529,518.06
HNB £ account		218,408.20
Vat Control Account		(1,433.77)
Vat Payable - Fixed		(6,361.00)
Vat Recoverable - Fixed		7,291.50
Vat Recoverable - Floating		(454.66)

Cleveland Bridge UK Limited
(In Administration)
Joint Administrators' Summary of Receipts & Payments

Statement of Affairs £	From 22/01/2022 To 21/07/2022 £	From 22/07/2021 To 21/07/2022 £
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REPRESENTED BY CONTINUED

5,596,521.34

Cleveland Bridge UK Limited
(In Administration)
Sri Lankan Rupee Account

Statement of Affairs Rs	From 22/01/2022 To 21/07/2022 Rs	From 22/07/2021 To 21/07/2022 Rs
POST APPOINTMENT SALES		
Sales	NIL	516,120.00
Plant & Machinery	172,800.00	172,800.00
Scrap Steel Sales	2,994,000.00	2,994,000.00
	<u>3,166,800.00</u>	<u>3,682,920.00</u>
TRADING EXPENDITURE		
Bank Charges - Trading	91.25	656.25
Sri Lanka Payments	2,822,118.01	13,816,624.26
	<u>(2,822,209.26)</u>	<u>(13,817,280.51)</u>
TRADING SURPLUS/(DEFICIT)	<u>344,590.74</u>	<u>(10,134,360.51)</u>

Note:

As at 21 July 2022 the mid market exchange rate for Sri Lankan Rupees was:

1 GBP = 432.15 LKR

Cleveland Bridge UK Limited
(In Administration)
Summary of Receipts & Payments

Statement of Affairs Rs	From 22/01/2022 To 21/07/2022 Rs	From 22/07/2021 To 21/07/2022 Rs
ASSET REALISATIONS		
Cash at Bank	NIL	11,522,223.75
Inter-Bank Account Transfer	5,873,750.00	5,873,750.00
Trading Surplus/(Deficit)	344,590.74	(10,134,360.51)
Transfer from NDB Account	1,336,837.72	1,336,837.72
	<u>7,555,178.46</u>	<u>8,598,450.96</u>
COST OF REALISATIONS		
Accountancy Fees	1,640,734.75	3,201,343.50
	<u>(1,640,734.75)</u>	<u>(3,201,343.50)</u>
	<u>5,914,443.71</u>	<u>5,397,107.46</u>
REPRESENTED BY HNB LKR Account		<u>5,397,107.46</u>
		<u>5,397,107.46</u>



Martyn James Pullin
Joint Administrator

Note:

As at 21 July 2022 the mid market exchange rate for Sri Lankan Rupees was:
1 GBP = 432.15 LKR

FRP

**CLEVELAND BRIDGE UK LIMITED
(IN ADMINISTRATION) ("THE COMPANY")**

High Court of Justice, Business and Property Courts NO. 309 OF 2021

The Administrator's Progress Report for the period 22/01/2022 – 21/07/2022
pursuant to Rule 18.3 of the Insolvency (England and Wales) Rules 2016

19 August 2022

Contents and abbreviations

FRP

Section	Content
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- | | |
|----|---|
| 1. | Progress of the Administration in the period |
| 2. | Estimated Outcome for the creditors |
| 3. | Administrators' remuneration, disbursements, expenses and pre-appointment costs |

Appendix	Content
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- | | |
|----|---|
| A. | Statutory information regarding the Company and the appointment of the Administrators |
| B. | Form AM10 - formal notice of the progress report |
| C. | A schedule of work |
| D. | Details of the Administrators' time costs and disbursements for the Period and cumulatively |
| E. | Receipts and payments account for the period and cumulative |
| F. | Statement of expenses incurred in the Period |

The following abbreviations may be used in this report:

FRP	FRP Advisory Trading Limited
The Company	Cleveland Bridge UK Limited (In Administration)
The Administrators	Martyn James Pullin and David Antony Willis of FRP Advisory Trading Limited
The Period	The reporting period 22/01/2022 – 21/07/2022
CVL	Creditors' Voluntary Liquidation
SIP	Statement of Insolvency Practice
QFCH	Qualifying floating charge holder
HMRC	HM Revenue & Customs
4Syte	4Syte Ltd
ARPIC/AL Rushaid Group	Al-Rushaid Petroleum Investment Group
Endeavour Partnership	The Endeavour Partnership LLP
The UK Directors	Chris Droogan and Phil Heathcock
The Directors	Chris Droogan, Phil Heathcock, Al-Rushaid
Ward Hadaway	Ward Hadaway LLP

1. Progress of the Administration

This report should be read in conjunction with the Administrators' Proposals dated 9 September 2021 and previous progress report dated 14 February 2022.

Work undertaken during the period

I attach at **Appendix C** a schedule detailing all aspects of the work undertaken during the period together with a summary of work still to be completed. Aspects of work undertaken include:

- Collection of book debts
- Conclusion of overseas trading matters
- Progression of UK and overseas taxation matters
- Liaison with secured and preferential creditors and application to Court for directions concerning the application of Marshalling provisions in the priority of distribution of funds to secured and preferential creditors
- Payment of distribution to Primary preferential creditors (employees and redundancy payments service)

Trading

A separate trading receipts and payments account is attached at Appendix E. As reported previously, Trading concerned the delivery of three UK projects which were completed on 15 October 2021.

The Company's remaining overseas project in Sri Lanka was completed, moving now into the retentions stage. We however continue to be in discussions with the sub-contractor in Sri Lanka, the Sri Lankan Government (client) and the project funders as final sums due to the Company under the agreement remain unpaid.

The Administrators' decision to complete the above contracts allowed for the collection of outstanding applications on those contracts and the recovery of certain performance/tender bonds which otherwise would have proven uncollectable. The following recoveries have been made which would have been unlikely in the event that the Company had ceased trading immediately following Administration:

- Recovery of £893,000 of unpaid applications in relation to the overseas contract;
- Recovery of a tender bond of £500,000 from the overseas customer;
- Recovery of all outstanding pre-Administration applications and retentions due from the three UK based contracts.

The trading activities are explained in greater detail within the appended schedule of work.

The schedule of work details the work required to realise the following assets:

- Book debts and retentions
- Ongoing completion of the overseas project

As disclosed in the previous report, I subcontracted elements of the work in assisting with queries from employees and the collation of certain limited information required by overseas accountants that could have been undertaken by my staff, to KL Accounting. We have continued to utilise the services of KL Accounting in this reporting period. The instruction to KL Accounting was considered appropriate because the proprietor of KL Accounting is one of the Company's former staff members who was familiar with the issues and the Company's systems and was able to provide responses to queries more quickly than the Administrators own staff. Costs totalling £3,050 have been paid to KL Accounting in this reporting period and I estimate that a further £2,500 may ultimately be paid.

Attached at **Appendix E** is a receipts and payments account detailing both transactions for the period of this report and also cumulatively since my appointment as Administrator.

1. Progress of the Administration

FRP

Two separate receipts and payments accounts are attached at Appendix E. The first schedule details receipts and payments associated with both the Company's UK and Sri Lankan activities.

During this reporting period, the following re-postings have been allocated to the UK R&P in relation to monies realised and paid in the prior reporting period:

The sum of £5.25 million was allocated to the Company's long leasehold property and of this amount £2,000 was paid in relation to the superior lease (over which the Administrators were also appointed as LPA Receivers). The R&P shows the correct realisation of £5.248 million and the difference of £2,000 has been allocated to 'Third Party Funds' in the floating charge asset section.

In addition, legal advice received from WH confirmed that ARPIC's security extended to cover the Company's former freehold premises at Neasham Road, Darlington. Sums realised in relation to the disposal of this property, together with the costs associated with the sale are now detailed within Fixed Charge sums. The corresponding transfers have been made from the floating charge bank account to the fixed charge bank account.

The second receipts and payments account represent the Company's Sri Lankan Rupee bank accounts which have not yet been closed. These funds have been utilised to defray costs and expenses incurred in Sri Lanka. It should be noted that the approximate rate of exchange is 432 Sri Lankan Rupees to the £.

Payments made from the estate are fair and reasonable and proportionate to the insolvency appointment and are directly attributable to this insolvency.

No payments have been made to associates of the Administrators without the prior approval of creditors as required by SIP9.

Investigations

Part of my duties include carrying out proportionate investigations into what assets the Company has, including any potential claims against directors or other parties, and what recoveries could be made. I have reviewed the Company's books and records and accounting information, requested further information from the directors, and invited creditors to provide information on any concerns they have regarding the way in which the Company's business has been conducted.

Further details of the conduct of my investigations are set out in the schedule of work attached. I can confirm that my review is currently ongoing.

Extension to the initial period of appointment

Consent was granted by the secured creditors to extend the period of Administration for a further 12 months. No objections were received from the preferential and secondary preferential creditors.

Anticipated exit strategy

It is anticipated that the Administrators will take the necessary steps to dissolve the Company as it is not anticipated there will be any funds available for distribution to unsecured creditors.

2. Estimated Outcome for the creditors

FRP

The estimated outcome for creditors was set out in the Administrators proposals.

Outcome for the secured creditors

The primary secured creditor, 4Syte recovered their indebtedness in full, from the proceeds of fixed charge book debt realisations, plant & machinery and from the proceeds from the sale of the Company's long leasehold property.

As detailed previously, ARPIC is the second charge holder who have submitted a claim of £6 million in the Administration.

No distribution has been declared or paid to ARPIC. Further details relating to the ARPIC position have been provided in the schedule of work. It is anticipated that that there will be a return to ARPIC but given the ongoing position regarding the application of marshalling provisions, the estimated quantum available will be clearer in our next report. Application to Court for directions in this regard has been made.

Outcome for the preferential creditors

As detailed previously, claims from preferential creditors were originally estimated to total approximately £401,000 being the employees' preferential claim for arrears of wages, unpaid holiday pay and pension contributions as calculated in accordance with legislation.

It was explained in our previous report that as the Administrators had retained certain employees for the purposes of trading, the decision was made to discharge the pre-appointment holiday pay liability for a number of employees directly.

During this reporting period, we received an interim proof of debt from the RPS. A dividend of 100p in the £ was declared to the preferential creditors on 30 May 2022. The total amount paid was £275,946 which represented the employees' preferential element for arrears of pay and holiday pay as calculated in accordance with legislation. £21,701 of this amount was paid to HMRC in relation to tax and NI, leaving an amount of £254,245 to be paid to employees & the RPS.

A further amount of £57,598 in relation to unpaid pension contributions was declared and paid as an equalising preferential dividend on 14 July 2022.

In addition to these sums, payments totalling £12,216 were paid directly in relation to pre-appointment holiday pay during this reporting period.

The amounts paid to date total £441,325 which have exceeded the original estimate of £401,000.

A further preferential distribution estimated of approximately £1,600 is anticipated in respect of unpaid wage arrears for the two final employees who were made redundant on 15 July 2022.

Outcome for the secondary preferential creditors

It was previously estimated that secondary preferential creditors being monies owed to HM Revenue & Customs ('HMRC') that qualify as secondary preferential creditors will total c£2.5 million.

HMRC to date has not yet submitted a final proof of debt but have submitted an interim proof of debt for approximately £2.8 million from the Company.

The quantum due to HMRC will be clearer however once all pre-appointment returns have been submitted and accepted. This cannot be resolved at this moment whilst HMRC's discussions with the controlling member of the VAT Group remain ongoing.

It is anticipated that there will be a return to HMRC as secondary preferential creditor, but we are not yet in a position where we can estimate the likely quantum given the uncertainties regarding HMRC's final claim, the ongoing trading activities in relation to the Sri Lankan contract and the ongoing position regarding marshalling of funds.

2. Estimated Outcome for the creditors

FRP

Outcome for the unsecured creditors

Based on the assumptions made in the estimated outcome statement it was anticipated that there would not be sufficient funds available to make a distribution to unsecured creditors. The position remains unchanged.

Prescribed Part

The prescribed part is a carve out of funds available to the holder of a floating charge which is set aside for the unsecured creditors in accordance with Section 176A of the Insolvency Act 1986. The prescribed part only applies where the floating charge was created after 15 September 2003 and the net property available to the floating charge holder exceeds £10,000.

Due to the level of Preferential claims against the Company, it is not anticipated that there will be any prescribed part available for the unsecured creditors.

3. Administrators' remuneration, disbursements, expenses and pre-appointment costs

FRP

Administrators' remuneration

Following circulation of the Administrators' proposals, secured and preferential creditors passed a resolution that the Administrators' remuneration should be calculated on a time cost basis. Details of remuneration charged during the period of the report are set out in the statement of expenses attached. To date floating charge fees of £700,000 excluding VAT have been drawn from the funds available.

In addition, a fixed charge fee of £269,402 has been drawn from the fixed charge receipts in relation to dealing with the fixed charge assets. Both 4syte Ltd and ARPIC approved the Administrator's fixed charge fees.

A breakdown of our time costs incurred during the period of this report and for the duration of the Administration is attached at **Appendix D**. Separate schedules detailing the time costs between fixed and floating charge assets is enclosed.

The current floating charge time costs exceed the sums provided in the fees estimate to creditors. Total floating charge time costs are £984,212 compared to the original estimate of c£805k. Floating charge time costs have exceeded the original fee estimate due to the following reasons:

- Trading costs have exceeded the original estimate by c£60k. As mentioned in the schedule of work, trading lasted longer than originally anticipated and required the involvement of senior staff due to the complex negotiations involved. The ongoing political situation in Sri Lanka has contributed to the increased costs as sums due under the final trading contract have not been paid to the Company despite approval by the Sri Lankan Government. Numerous meetings have been held with the Sri Lankan sub-contractor and the British High Commission in Sri Lanka have been involved in correspondence/meetings.
- Floating charge time costs of £144,435 were anticipated with the Administration & Planning aspects of this case. This actually totals £213,903. The increase in these costs can be attributed in part to the

further time dealing with statutory duties, dealing with case accounting, case strategy and planning matters.

- Floating charge time costs of £403,796 have been incurred in dealing with creditors which is higher than the original estimate of £360,770. The increase is in part attributed to the level of time spent dealing with the Company's employees and associated matters such as liaising with the Trade Unions and the corresponding employee benefit schemes. As the majority of employee related matters have now been dealt with, we do not anticipate incurring any further significant employee related costs.

The Administrators will draw the remaining sums they are entitled to under their existing approved fee estimate, but they are unable to draw fees for any sums based on time costs exceeding the total amount set out in the fees estimate without further approval of the secured and preferential creditors. Approval will be sought upon conclusion of the ongoing marshalling matters.

The current fixed charge time costs exceed the sums provided in the fees estimate to creditors. Total fixed charge time costs are £317,681 against a fee estimate of £269,402. Approval is required from the secured creditors if a proposal to increase the fixed charge fees is made.

Administrators' disbursements

The Administrators' disbursements are a recharge of actual costs incurred by the Administrators on behalf of the Company. Mileage payments made for expenses relating to the use of private vehicles for business travel, which is directly attributable to the insolvency estate, are paid by FRP at the HMRC approved mileage rate prevailing at the time the mileage was incurred. Details of disbursements incurred during the period of this report are set out in **Appendix D**.

3. Administrators’ remuneration, disbursements, expenses and pre-appointment costs



Administrators’ expenses

An estimate of the Administrators’ expenses was set out in the Administrators’ proposals. I attach at **Appendix F** a statement of expenses that have been incurred during the period covered by this report. It is currently expected that the expenses incurred or anticipated to be incurred are likely to exceed the details previously provided.

In the table overleaf is the estimate of the anticipated costs that have or will exceed the original estimate excluding the Administrators remuneration.

IT Providers costs	Nil	4,578	3,578
Insurance of Assets	28,000	71,245	71,425
Total	110,000	231,903	200,646

The estimated costs, as per the table, have exceeded the original estimate for the following reasons:

Post Appointment Legal Fees

Post appointment legal fees have significantly exceeded the original estimate due to additional matters arising during to the course of the Administration. Solicitors have continued to assist with the collection of the book debt ledger and collection of certain debts have become more protracted than expected. As the Administrators were successful in reaching terms with customers (both UK and overseas) to complete contracts, it was necessary to formalise terms through the drafting of new agreements.

Specialist solicitors were required to assist and advise in respect of an ongoing Health and Safety executive claim. Counsel’s opinion was required due to the specialist nature of the claim. During this reporting period, we have also required the services of specialist South African solicitors to assist in the collection of a debt due from a South African customer.

The work involved whilst previously anticipated became more extensive than originally thought.

Accountancy Fees

Accountancy fees have been higher than anticipated given the ongoing assistance provided by KL Accounting and Bevan VAT Consultancy Limited.

Expenses (Floating Charge)	Estimated cost per initial estimate £	Revised anticipated costs £	Paid to date £
Post Appointment Legal Fees	42,000	68,340	58,340
Accountancy fees	10,000	19,000	10,413
HR Consultancy Fees	7,000	12,520	11,520
Debt Collection Costs	19,000	41,288	33,788
PR Advisers Costs	4,000	8,095	7,595
Bank Charges	Nil	455	105
Document Destruction	Nil	6,382	3,882

3. Administrators’ remuneration, disbursements, expenses and pre-appointment costs



HR Consultancy Fees

The HR Consultants fielded a significantly higher number of queries than anticipated from the Company’s employees, trade unions and the additional costs were for providing specialist advice where appropriate.

The period of trading on UK contracts, involving the retention of employees lasted longer than initially expected.

Debt Collection Costs

Debt collection costs relates to the work carried out by our quantity surveyors in collecting the Company’s book debts and retentions. Fees paid to date exceed the estimate due to the complicated nature of the applications, retentions and the protracted correspondence with certain debtors.

The debt collection is still ongoing.

PR Advisers Costs

More queries than anticipated were received from the media and therefore in turn, additional feedback was required.

Agents Fees and Disbursements (Floating)

Agents fees and disbursements so far as they relate to the sale of the freehold property at Neasham Road have now been allocated to Fixed Charge costs as detailed previously, following advice received from WH concerning the extent of the ARPIC security.

Insurance

Insurance costs are higher than anticipated because trading continued longer than anticipated and much of the additional cost relates to employer’s liability insurance.

Bank Charges, Document Destruction and IT Providers costs

The costs detailed above were considered and included within the provision for disbursements. As both have been paid directly out of the estate account, they are reflected separately on the attached Receipts & Payments account.

In addition, we have had to maintain the Company’s IT systems to assist with our activities which was not anticipated at the outset of the case. Due to the ongoing Sri Lanka position, we have had to maintain certain IT services to assist us with reviewing historic data.

Please note that the above only details floating charge expenses. The following fixed charge costs have or will exceed the original fee estimate.

Expenses (Fixed Charge)	Estimated cost per initial estimate £	Revised anticipated costs £	Paid to date £
Debt Collection Costs	11,000	19,090	19,090
Legal fees	108,000	140,870	100,870
Legal disbursements	7,000	19,941	7,042
Site Security Costs	1,000	95,535	95,535
Utilities	3,000	189,899	189,899
Agents’ fees	50,000	52,350	52,350

3. Administrators’ remuneration, disbursements, expenses and pre-appointment costs



Agents’ disbursements	35,000	66,208	66,208
Total	215,000	583,893	530,994

Legal fees and disbursements have exceeded the original fee estimate due to the ongoing marshalling matters which have required the involvement and feedback from specialist legal counsel and application being made to Court for directions.

Debt collection costs have exceeded the original fee estimate due to the reasons stated above.

The allocation of security costs have now been apportioned between fixed charge (relating to property and plant and machinery) and floating charge (relating to the additional security costs incurred as a result of trading activities undertaken from the property). No further site security costs will be incurred.

Utility costs relate to the utilities incurred following the cessation of trading. This period has been longer than originally anticipated and the fixed term utility agreement came to an end resulting in an increase to unit rates which has resulted in the significant costs. At the time of writing, we are still chasing the final water bill.

Agents’ fees are higher than anticipated as certain aspects of the sale proved to be more time consuming than expected and additional costs have been incurred which are reflected per the Agents’ disbursements. No further agency costs are anticipated. As detailed above, the Agents’ fees and Agents’ disbursements associated with the property at Neasham Road have also been reallocated to fixed charge costs.

Instructions to Third Parties

When instructing third parties to provide specialist advice and services, or having the specialist services provided by the firm, the Joint Administrator is obligated to

ensure that such advice or work is warranted, and that the advice or work contracted reflects the best value and service for the work being undertaken. This is reviewed by the Joint Administrator periodically throughout the duration of the assignment. The specialists chosen may regularly be used by the Joint Administrator and usually have knowledge specific to the insolvency industry and, where relevant, to matters specific to this insolvency appointment.

We have engaged the following agents or professional advisors:

Professional Advisor	Nature of work	Basis of fees
The Endeavour Partnership LLP	Varied legal advice including review of security, assistance with the sale of the properties and debt collection. Provision of advice relating to employment matters	Time costs
Clarion Solicitors Limited	Legal work including making application to Companies House	Time costs
Ward Hadaway LLP	Specialist insolvency legal advice with regards to Marshalling provisions	Time costs
Werkmans Attorneys (South Africa)	To assist with the collection of a debt from a South African customer	Time costs
Berrymans Lace Mawer	Specialist legal advice with the ongoing HSE	Time costs

3. Administrators' remuneration, disbursements, expenses and pre-appointment costs



LLP t/a ('BLM')	claim.	
Blake Newport Associates Limited	Assisted with the collection of the Company's applications and retentions.	Time Costs
Thomas Stevenson LLP	Valuing the freehold property at Neasham Road, arrange EPC's and provide letter of recommendation	Valuation fee – fixed
Sanderson Weatherall LLP (property)	Valuing the long-leasehold property and assisted with negotiations	0.5% of the gross sale price
Sanderson Weatherall LLP (plant and machinery)	Valuing the assets, marketing the business, liaising with interested parties, preparing and holding site auction	Valuation fee – fixed Time costs – marketing and dealing with interested parties for the business Commission – 10% of items sold by private treaty
Bevan VAT Consultancy Limited	Providing specialist VAT advice	Time Costs
Devereux Consulting	Specialist HR Advice	Time Costs
KL Accounting	Accountancy Advice	Time Costs

City Press Limited	PR Advice	Time Costs
KPMG Sri Lanka	Overseas Accountancy and tax advice	Mixture of Fixed Costs and Time Costs
Marsh	Insurance of Assets	Insurance Premium calculated based upon level of assets and risk identified by the underwriters

Creditors have a right to request further information from the Administrators and further have a right to challenge the Administrators' remuneration and other expenses, which are first disclosed in this report, under the Insolvency (England and Wales) Rules. (For ease of reference these are the expenses incurred in the reporting period as set out in **Appendix F** only). Further details of these rights can be found in the Creditors' Guide to Fees which you can access using the following link <https://www.frpadvisor.com/legal-and-regulatory-notice/information-creditors-insolvency-proceedings/> and select the one for administrations. Alternatively, a hard copy of the relevant guide will be sent to you on request. Please note there is a time limit for requesting information being 21 days following the receipt of this progress report. There is a time limit of 8 weeks following the receipt of this report for a Court application that the remuneration or expenses are excessive.

3. Administrators' remuneration, disbursements, expenses and pre-appointment costs

FRP

Administrators' pre-appointment costs

The Administrators' pre appointment costs were approved by preferential creditors on 26 October 2021, by 4syte Ltd on 7 October 2021 and by ARPIC on 10 November 2021. The costs set out below were approved and have all been paid.

- FRP - £46,749
- The Endeavour Partnership LLP - £1,080
- City Press Limited - £700

Appendix A

Statutory Information

FRP

CLEVELAND BRIDGE UK LIMITED (IN ADMINISTRATION)

COMPANY INFORMATION:

Other trading names: N/A

Company number: 03749601

Registered office: c/o FRP Advisory Trading Limited, 1st Floor, 34 Falcon Court, Preston Farm Business Park, Stockton on Tees, TS18 3TX

Previous registered office: Cleveland House, Yarm Road, Darlington, DL1 4DE

Business address: Cleveland House, Yarm Road, Darlington, DL1 4DE

Appointor details: 4Syte Ltd, Second Floor, Steeple House, Church Lane, Chelmsford, Essex, CM1 1NH

Previous office holders, if any: N/A

Extensions to the initial period of appointment: 12 months to 21 July 2023

Date of approval of Administrators' proposals: 28 September 2021

ADMINISTRATION DETAILS:

Administrators: Martyn James Pullin, David Antony Willis & Iain Townsend

Address of Administrators: FRP Advisory Trading Limited, 1st Floor, 34 Falcon Court, Preston Farm Business Park, Stockton on Tees, TS18 3TX

Date of appointment of Administrators: 22/07/2021

Court in which administration proceedings were brought: High Court of Justice, Business and Property Courts

Court reference number: CR-2021-LDS-000309

Appendix B

CH Form AM10 Formal Notice of the Progress Report

FRP



For further information, please
refer to our guidance at
www.gov.uk/companieshouse

1 Company details

Company number	0	3	7	4	9	6	0	1
Company name in full	Cleveland Bridge UK Limited							

→ Filling in this form

Please complete in typescript or in
bold black capitals.

2 Administrator's name

Full forename(s)	Martyn James
Surname	Pullin

3 Administrator's address

Building name/number	1st Floor
Street	34 Falcon Court
Post town	Preston Farm Business Park
County/Region	Stockton on Tees
Postcode	T S 1 8 3 T X
Country	

4 Administrator's name ①

Full forename(s)	David Antony
Surname	Willis

① Other administrator

Use this section to tell us about
another administrator.

5 Administrator's address ②

Building name/number	1st Floor
Street	34 Falcon Court
Post town	Preston Farm Business Park
County/Region	Stockton on Tees
Postcode	T S 1 8 3 T X
Country	

② Other administrator

Use this section to tell us about
another administrator.

AM10

Notice of administrator's progress report

6 Period of progress report

From date	^d 2	^d 2	^m 0	^m 1	^y 2	^y 0	^y 2	^y 2
To date	^d 2	^d 1	^m 0	^m 7	^y 2	^y 0	^y 2	^y 2

7 Progress report

☒ I attach a copy of the progress report

8 Sign and date

Administrator's
signature

Signature

X



X

Signature date

^d 1	^d 9	^m 0	^m 8	^y 2	^y 0	^y 2	^y 2
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**Presenter information**

You do not have to give any contact information, but if you do it will help Companies House if there is a query on the form. The contact information you give will be visible to searchers of the public record.

Contact name **Lianne Maidman**

Company name **FRP Advisory Trading Limited**

Address **1st Floor**

34 Falcon Court

Post town **Preston Farm Business Park**

County/Region **Stockton on Tees**

Postcode **T S 1 8 3 T X**

Country

DX **cp.teesside@frpadvisory.com**

Telephone **01642 917555**

**Checklist**

We may return forms completed incorrectly or with information missing.

Please make sure you have remembered the following:

- ☐ The company name and number match the information held on the public Register.
- ☐ You have attached the required documents.
- ☐ You have signed the form.

**Important information**

All information on this form will appear on the public record.

**Where to send**

You may return this form to any Companies House address, however for expediency we advise you to return it to the address below:

The Registrar of Companies, Companies House,
Crown Way, Cardiff, Wales, CF14 3UZ.
DX 33050 Cardiff.

**Further information**

For further information please see the guidance notes on the website at www.gov.uk/companieshouse or email enquiries@companieshouse.gov.uk

This form is available in an alternative format. Please visit the forms page on the website at www.gov.uk/companieshouse

Continuation page

Name and address of insolvency practitioner

✓ **What this form is for**
Use this continuation page to tell us about another insolvency practitioner where more than 2 are already jointly appointed. ❶
Attach this to the relevant form.
Use extra copies to tell us of additional insolvency practitioners.

✗ **What this form is NOT for**
You can't use this continuation page to tell us about an appointment, resignation, removal or vacation of office.

→ **Filling in this form**
Please complete in typescript or in bold black capitals.
All fields are mandatory unless specified or indicated by *

1 Appointment type

Tick to show the nature of the appointment:

- ☒ Administrator
- ☐ Administrative receiver
- ☐ Receiver
- ☐ Manager
- ☐ Nominee
- ☐ Supervisor
- ☐ Liquidator
- ☐ Provisional liquidator

❶ You can use this continuation page with the following forms:
- VAM1, VAM2, VAM3, VAM4, VAM6, VAM7
- CVA1, CVA3, CVA4
- AM02, AM03, AM04, AM05, AM06, AM07, AM08, AM09, AM10, AM12, AM13, AM14, AM19, AM20, AM21, AM22, AM23, AM24, AM25
- REC1, REC2, REC3
- LIQ2, LIQ3, LIQ05, LIQ13, LIQ14, WU07, WU15
- COM1, COM2, COM3, COM4
- NDISC

2 Insolvency practitioner's name

Full forename(s)

Iain

Surname

Townsend

3 Insolvency practitioner's address

Building name/number

1st Floor

Street

34 Falcon Court

Post town

Preston Farm Business Park

County/Region

Stockton on Tees

Postcode

T S 1 8 3 T X

Country

Cleveland Bridge UK Limited
(In Administration)
Joint Administrators' Trading Account

Statement of Affairs £	From 22/01/2022 To 21/07/2022 £	From 22/07/2021 To 21/07/2022 £
POST APPOINTMENT SALES		
Sale of Stock	NIL	286,034.40
Contribution to Insurance Costs	NIL	49,468.82
Administrators Sales	722,763.43	4,005,391.80
Furlough Grant	NIL	299,172.07
	<u>722,763.43</u>	<u>4,640,067.09</u>
PURCHASES		
Stock & Supplies	NIL	52,077.03
	<u>NIL</u>	<u>(52,077.03)</u>
OTHER DIRECT COSTS		
Sub Contractors	NIL	17,579.72
Direct Wages	48,081.37	895,983.87
Pension Contributions	10,483.88	105,905.03
	<u>(58,565.25)</u>	<u>(1,019,468.62)</u>
TRADING EXPENDITURE		
Site Security Costs	NIL	77,190.00
Indirect Labour	NIL	3,955.00
Business Rates	(7,518.68)	69,547.84
Utilities	NIL	84,911.10
Payroll Software	NIL	1,851.26
Telephone Line Rental	NIL	6,849.99
Sri Lanka Project Payments	194,679.94	2,600,208.08
Lease/HP Payments	NIL	17,314.20
Hire of Equipment	NIL	16,716.65
Repairs & Maintenance	2,200.00	17,208.04
Sundry Expenses	9,212.69	13,427.02
Petty Cash	NIL	300.00
Lien Payment	NIL	54,000.00
IT Provider Costs	2,877.80	21,255.98
Private Medical Insurance	NIL	8,508.99
Apprenticeship Levy	NIL	897.01
PAYE/NI Contributions	47,529.27	406,883.20
Ransom Payments	NIL	6,198.76
Workplace Supplies/Consumables	NIL	215.10
Union Payments	NIL	345.86
Various Gas Supplies	NIL	9,973.46
	<u>(248,981.02)</u>	<u>(3,417,757.54)</u>
TRADING SURPLUS/(DEFICIT)	<u>415,217.16</u>	<u>150,763.90</u>

Cleveland Bridge UK Limited
(In Administration)
Joint Administrators' Summary of Receipts & Payments

Statement of Affairs £		From 22/01/2022 To 21/07/2022 £	From 22/07/2021 To 21/07/2022 £
	SECURED ASSETS		
	Social Club Property	NIL	165,000.00
4,875,000.00	Long Leasehold Land & Property	NIL	5,248,000.00
1,725,000.00	Plant & Machinery	424,051.70	1,524,051.70
Uncertain	Goodwill	NIL	NIL
	Share of Buyer's Premium	31,805.00	31,805.00
724,500.00	Book Debts	NIL	674,951.00
	Bank Interest - Fixed	5,158.34	5,158.34
	Contribution From Fixed Charge Lende	NIL	100,000.00
		461,015.04	7,748,966.04
	COSTS OF REALISATION		
	Site Security Costs	33,967.50	95,535.00
	Administrators' Fees	69,402.00	269,402.00
	Agents' Disbursements	64,057.76	66,207.76
	Legal Fees	24,201.50	102,870.00
	Agents/Valuers Fees	25,000.00	52,350.00
	Debt Collection Fees	NIL	19,090.00
	Legal Disbursements	7,006.00	7,042.00
	Utilities	166,394.59	189,899.14
	Repay Fixed Charge Lender Contributi	NIL	100,000.00
	Bank Charges - Fixed	(10.40)	15.00
	Insurance	29,064.08	29,064.08
		(419,083.03)	(931,474.98)
	SECURED CREDITORS		
(3,400,000.00)	4Syte Limited	NIL	2,967,007.55
(6,000,000.00)	Al-Rushaid Petroleum Investment Gro	NIL	NIL
		NIL	(2,967,007.55)
	HIRE PURCHASE		
350,000.00	Assets subject to Finance	NIL	NIL
(341,000.00)	Lombard North Central	NIL	NIL
		NIL	NIL
	ASSET REALISATIONS		
	Bank Interest Gross	2,258.38	2,316.10
678,500.00	Book Debts	NIL	475,404.52
	Bupa Rebate	NIL	4,897.46
	Business Rates Refund	11,190.22	11,190.22
207,000.00	Cash at Bank	1,440.46	242,133.98
160,000.00	Freehold Land & Property	NIL	NIL
	Insurance Refund	NIL	1,141.68
Uncertain	Intercompany Debts	9,071.53	112,169.96
Uncertain	Overseas Book Debts	71,092.00	964,573.12
Uncertain	Overseas Performance and Tender Bo	NIL	1,800,000.00
NIL	Prepayments	NIL	NIL
	Reimbursement of Social Club Wages	NIL	9,000.00
290,000.00	Retentions	102,732.09	449,497.22
Uncertain	Sri Lankan Tax Rebate	NIL	NIL
Uncertain	Stock	NIL	116,045.80
	Sundry Rebates	169.68	325.03
	Suspense Account	2,812.32	4,190.28
	Third Party Funds	NIL	2,000.00
	Trading Surplus/(Deficit)	415,217.16	150,763.90
145,000.00	UK Performance and Tender Bonds	NIL	145,062.70

Cleveland Bridge UK Limited
(In Administration)
Joint Administrators' Summary of Receipts & Payments

Statement of Affairs £	From 22/01/2022 To 21/07/2022 £	From 22/07/2021 To 21/07/2022 £
	615,983.84	4,490,711.97
COST OF REALISATIONS		
Accountancy Fees	3,380.66	10,413.24
Administrators' Disbursements	5,966.58	11,113.22
Administrators' Remuneration	NIL	700,000.00
Agents/Valuers Fees	600.00	NIL
Assignment of Overseas Performance	NIL	1,300,000.00
Bank Charges - Floating	(133.60)	105.00
Debt Collection Costs	6,095.00	33,787.50
HR Consultancy Fees	510.00	11,520.00
Insurance of Assets	71,425.21	71,425.21
Inter-Bank Account Transfer	20,000.00	20,000.00
IT Provider Costs	2,275.88	3,578.27
Legal Disbursements	1,106.34	3,264.34
Legal Fees	4,581.62	56,340.12
Legal Fees - Pre-Administration	NIL	1,080.00
Pre Appointment Administrators Fees	NIL	46,749.00
Public Relations Consultancy	140.00	7,595.00
Public Relations Consultancy (pre appt)	NIL	700.00
Secure Document destruction	770.00	3,882.20
Statutory Advertising	NIL	81.00
Telephone/Internet Rental	14.26	14.26
	(116,731.95)	(2,281,648.36)
PREFERENTIAL CREDITORS		
(343,168.00) Arrears of Wages and Unpaid Holiday	266,461.42	383,726.22
HM Revenue & Customs (Tax & NI)	21,701.08	21,701.08
(57,592.00) Unpaid Pension Contributions	57,598.48	57,598.48
	(345,760.98)	(463,025.78)
SECONDARY PREFERENTIAL CREDITORS		
(2,595,424.00) H M Revenue & Customs	NIL	NIL
	NIL	NIL
UNSECURED CREDITORS		
(1.00) Arab National Bank	NIL	NIL
(2,685,578.00) Employee Unsecured Claims	NIL	NIL
(425,000.00) H M Revenue & Customs	NIL	NIL
(2,000,000.00) UK Export Finance	NIL	NIL
(44,509.00) Unpaid Pension Arrears	NIL	NIL
(6,604,945.95) Unsecured Creditors	NIL	NIL
	NIL	NIL
DISTRIBUTIONS		
(3,521,000.00) Ordinary Shareholders	NIL	NIL
	NIL	NIL
(18,863,217.95)	195,422.92	5,596,521.34
REPRESENTED BY		
Current Fixed Int Bearing		3,849,553.01
Current Floating Int Bearing		1,529,518.06
HNB £ account		218,408.20
Vat Control Account		(1,433.77)
Vat Payable - Fixed		(6,361.00)
Vat Recoverable - Fixed		7,291.50
Vat Recoverable - Floating		(454.66)

Cleveland Bridge UK Limited
(In Administration)
Joint Administrators' Summary of Receipts & Payments

Statement of Affairs £	From 22/01/2022 To 21/07/2022 £	From 22/07/2021 To 21/07/2022 £
------------------------------	---------------------------------------	---------------------------------------

REPRESENTED BY CONTINUED

5,596,521.34

Cleveland Bridge UK Limited
(In Administration)
Sri Lankan Rupee Account

Statement of Affairs Rs	From 22/01/2022 To 21/07/2022 Rs	From 22/07/2021 To 21/07/2022 Rs
POST APPOINTMENT SALES		
Sales	NIL	516,120.00
Plant & Machinery	172,800.00	172,800.00
Scrap Steel Sales	2,994,000.00	2,994,000.00
	<u>3,166,800.00</u>	<u>3,682,920.00</u>
TRADING EXPENDITURE		
Bank Charges - Trading	91.25	656.25
Sri Lanka Payments	2,822,118.01	13,816,624.26
	<u>(2,822,209.26)</u>	<u>(13,817,280.51)</u>
TRADING SURPLUS/(DEFICIT)	<u>344,590.74</u>	<u>(10,134,360.51)</u>

Note:

As at 21 July 2022 the mid market exchange rate for Sri Lankan Rupees was:

1 GBP = 432.15 LKR

Cleveland Bridge UK Limited
(In Administration)
Summary of Receipts & Payments

Statement of Affairs Rs	From 22/01/2022 To 21/07/2022 Rs	From 22/07/2021 To 21/07/2022 Rs
ASSET REALISATIONS		
Cash at Bank	NIL	11,522,223.75
Inter-Bank Account Transfer	5,873,750.00	5,873,750.00
Trading Surplus/(Deficit)	344,590.74	(10,134,360.51)
Transfer from NDB Account	1,336,837.72	1,336,837.72
	<u>7,555,178.46</u>	<u>8,598,450.96</u>
COST OF REALISATIONS		
Accountancy Fees	1,640,734.75	3,201,343.50
	<u>(1,640,734.75)</u>	<u>(3,201,343.50)</u>
	<u>5,914,443.71</u>	<u>5,397,107.46</u>
REPRESENTED BY		
HNB LKR Account		5,397,107.46
		<u>5,397,107.46</u>



Martyn James Pullin
Joint Administrator

Note:

As at 21 July 2022 the mid market exchange rate for Sri Lankan Rupees was:
1 GBP = 432.15 LKR

Appendix C
A schedule of work

FRP

Cleveland Bridge UK Limited (IN ADMINISTRATION)**Schedule of Work**

The table below sets out a detailed summary of the work undertaken by the office holder(s) during the reporting period together with an outline of work still to complete. Where work undertaken results in the realisation of funds (from the sale of assets; enhanced recoveries; recoveries from successful actions taken against third parties), there may be a financial benefit to creditors should there be sufficient funds available to make a distribution to one or more class of creditor.

A proportion of the work undertaken by an Insolvency Practitioner is required by statute, including ensuring the appointment is valid, notifications of the appointment to third parties, regular reporting on the progress, notifying statutory bodies where required in relation to the conduct of the directors, complying with relevant legislation and regulatory matters. This may not have a direct financial benefit to creditors but is substantially there to protect creditors and other stakeholders and ensuring they are kept informed of developments.

Note	Category	
1	ADMINISTRATION AND PLANNING	ADMINISTRATION AND PLANNING
	Work undertaken during the reporting period	Future work to be undertaken
	Regulatory Requirements	
	<p>We have considered any ongoing requirements under the Money Laundering Regulations.</p> <p>As mentioned in our proposals, we received significant interest from the industry press, local and national media due to the high-profile nature of the Company. Further time been spent responding to enquiries received from the press and enquiries from stakeholders as a result of information detailed within press and statutory reports.</p> <p>Time has been spent dealing with our solicitors and the solicitors representing the Health and Safety Executive ('HSE') regarding an action brought by the HSE against the Company prior to Administration.</p>	<p>We will continue to take account of Money Laundering issues and any other regulatory requirements for the remainder of the assignment.</p> <p>Continue to consider the implications of legislation such as the Bribery Act and Data Protection Act for the duration of the assignment.</p> <p>Deal with any further press interest, if it is received.</p> <p>Continue to review and liaise with relevant bodies/third parties concerning the environmental and health & safety aspects that are applicable to the Company.</p> <p>Continue to review and adhere to GDPR.</p>

Cleveland Bridge UK Limited (IN ADMINISTRATION)**Schedule of Work**

	Ethical Requirements	
	<p>Prior to the Joint Administrators' appointment, a review of ethical issues was undertaken and the following threats to compliance with the Code of Ethics were identified: potential lack of objectivity.</p> <p>The potential threat was a consequence of the fact that FRP had previously been engaged to carry out an options review for the Company's management in January 2021. Due to a delay in the provision of information, this report was not completed until March 2021. There was therefore a risk that the Administrators may have been unduly familiar with the business.</p> <p>The work was however limited to a high-level desktop review of the Company's cash flow, identifying any likely future cash flow problems. In addition, detailing the various options available to the Company at that time, including formal insolvency procedures. The Company instructed solicitors Ward Hadaway to advise the Board generally.</p> <p>The Company chose to instruct an independent broker to source new funding options and ultimately fresh funding was put in place to deal with the Company's immediate working capital requirements. The Administrators had no involvement in the fund raising or subsequent activities.</p> <p>In addition, the following potential threat was identified: potential lack of objectivity</p> <p>This arose from the fact that the Administrators, MJ Pullin and DA Willis had been previously appointed as Joint Liquidators of Whessoe Oil & Gas Limited ('Whessoe') on 24 September 2020. Whessoe has a common UBO, being the Al Rushaid Petroleum Investment Company. Whessoe however shares no common directors with CBUK. The appointment was a non-contentious</p>	<p>We will continue to consider the ethical requirements for the duration of the case.</p>

Cleveland Bridge UK Limited (IN ADMINISTRATION)**Schedule of Work**

	<p>Creditors Voluntary Liquidation assignment, and the Administrators consider that no conflict of interests has arisen as a result of this engagement.</p> <p>As the liquidation is concluded, and potential threats to objectivity will be assessed and managed.</p> <p>The firm has safeguards in place to mitigate any potential threats and will take legal advice if appropriate. The Joint Administrators are mindful of their status as officers of the court and of their duty to act in the best interests of all creditors.</p> <p>The safeguards have been reviewed and they are effectively managing the potential threat identified. No other threats to compliance with the Code of Ethics have arisen in the Period.</p>	
	Case Management Requirements	
	<p>We have continued to determine the case strategy and regularly reviewed the conduct of the case and the case strategy and updated it as required by the Administrators' regulatory professional bodies to ensure all statutory matters are attended to and to ensure the case is progressing. This has aided efficient case management.</p> <p>Obtained legal advice on other matters relating to the second charge holder's claim.</p> <p>Continuing to administer separate fixed and floating charge estate bank accounts.</p> <p>A larger amount of time than originally anticipated has been spent dealing with the Case Accounting function of this case. Trading lasted longer than anticipated (with activity in Sri Lanka ongoing until very recently) and as such a</p>	<p>We will continue to regularly review the conduct of the case and the case strategy and update it as required by the Administrators' regulatory professional body to ensure all statutory matters are attended to and to ensure the case is progressing. This will aid efficient case management.</p> <p>We will continue to administer the bank accounts both in the UK and Sri Lanka and utilise the third-party professionals to assist the Administrators.</p>

Cleveland Bridge UK Limited (IN ADMINISTRATION)**Schedule of Work**

	<p>greater number of transactions have been completed. We have also had to spend extra time reconciling the multiple Sri Lankan bank accounts, further payment instructions relating to the Sri Lankan bank accounts are required to be sent directly to the Banks which has led to an increase in administrative costs, which were not anticipated at the onset of the case.</p> <p>Continuing to liaise with the Company's bankers in Sri Lanka to ensure that the Company's bank accounts in Sri Lanka remain operational.</p> <p>All insurance cover has now been cancelled.</p> <p>As mentioned earlier, we identified that the Company had a live case being brought by the Health and Safety Executive ('HSE') in relation to a death on site prior to Administration. The Court case required the engagement of solicitors BLM and communication with the HSE, their solicitors, our and the Court. Due to the specialist nature of this case, the company's existing solicitors BLM were retained to provide us with advice.</p> <p>We have also been made aware of other live insurance claims which we are reviewing.</p> <p>We have corresponded with former Company advisors requesting relevant information to assist in general enquiries.</p> <p>During the Period, we have continued to use the following parties to assist us:</p> <p><u>The Endeavour Partnership LLP ('EP') Solicitors</u></p> <ul style="list-style-type: none">Continued to assist with the collection of the Company's book debts and retentionsReviewed the position and provided advice relating to the Company's	
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Cleveland Bridge UK Limited (IN ADMINISTRATION)**Schedule of Work**

	<p>freehold and long leasehold properties.</p> <ul style="list-style-type: none"> • Corresponded with a third party who has an interest in the Administration. • Provided other ad-hoc legal advice as and when required. <p><u>Werksmans Attorneys (South Africa)</u></p> <p>We instructed specialist solicitors in South Africa to pursue collection of an overseas debt due to the Company from a South African customer. This debt (£71k) was recovered.</p> <p><u>Sanderson Weatherall LLP ('SW') Agents and valuers</u></p> <ul style="list-style-type: none"> • Collected the remaining sums due from purchasers of assets from the auction; • Remitted funds to the Administrators <p><u>Ward Hadaway LLP ('Ward Hadaway') Solicitors</u></p> <p>Ward Hadaway have continued to provide specialist insolvency legal advice regarding the Marshalling claim brought by the second charge holder.</p> <p>They have been liaising with the solicitors acting for the second charge holder and HMRC. Opinion has also been provided by legal counsel and application made to Court for directions.</p> <p><u>BLM Solicitors LLP ('BLM') Solicitors</u></p> <p>BLM were retained to assist and advise in relation to an ongoing HSE matter due to their expertise in this sector and their familiarity with the claim. No further work is anticipated in this regard.</p>	
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Cleveland Bridge UK Limited (IN ADMINISTRATION)

Schedule of Work

	<p><u>Blake Newport Associates Limited ('BNA') Quantity surveyors</u></p> <p>BNA has continued to correspond and pursue outstanding book debts and retentions.</p> <p><u>Devereux Consulting ('DC') HR Consultants</u></p> <p>DC provided assistance and advice regarding communications with the Trade Unions and the Company's employees.</p> <p><u>Bevan VAT Consultancy Limited ('Bevan VAT')</u></p> <p>Bevan VAT was instructed to provide specialist VAT advice as our investigations identified that the Company was part of a VAT Group.</p> <p><u>City Press ('CP') PR Consultants</u></p> <p>A significant level of interest was received from media organisations across the country. CP were brought in to provide advice, assistance and to handle all press enquiries.</p> <p><u>KL Accounting ('KL')</u></p> <p>Continued to assist with the collation of historic financial information required by KPMG relating to the Sri Lankan branch.</p> <p><u>KPMG Sri Lanka ('KPMG')</u></p> <p>KPMG have continued to assist and advice with Sri Lankan tax matters, including preparing audits, preparing and filing tax returns, advising on the</p>	
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Cleveland Bridge UK Limited (IN ADMINISTRATION)**Schedule of Work**

	<p>Company's tax liability due to the Sri Lankan Government.</p> <p>Prior to the above instructions, we considered the likely requirements of the Company and the Administrators, the specialisms offered by each party. In addition we undertook an ethics check prior to each instruction.</p> <p>The Administration and Planning aspects of this case have become more time consuming than anticipated due to the reasons detailed above and the number of professional advisers instructed during this matter was not anticipated earlier.</p> <p>We have incurred total time costs of £213,903 relating to Administration and Planning aspects which exceeds the original estimate of £144,435. A fee increase will be requested from creditors in due course.</p> <p>The work undertaken in this category is generally of a statutory nature and is not expected to provide a financial benefit to creditors.</p>	
2	ASSET REALISATION Work undertaken during the reporting period	ASSET REALISATION Future work to be undertaken
	<p>Please consult the previous report for details of asset realisation in the prior period. The following assets have been realised during this period.</p> <p><u>Plant & Machinery ('P&M' and Fixtures, Fittings and Equipment ('FFE'))</u></p> <p>All unsold lots from the auction held in November 2021 have now been realised. Further sums totalling £424,051 were received from the agents in this period bringing gross realisations to a total of £1,524,051.</p>	<p><u>Plant & Machinery ('P&M' and Fixtures, Fittings and Equipment ('FFE'))</u></p> <p>No further realisations are anticipated.</p>

Cleveland Bridge UK Limited (IN ADMINISTRATION)**Schedule of Work**

<p><u>Long Leasehold Property</u></p> <p>As reported previously, a sale of the Company's long leasehold property completed on 16 December 2021. Enquiries had been made to the written enquiries unit of HMRC shortly following our appointment as Administrators however only during this reporting period, have received confirmation from HMRC that the Company's former long leasehold property was opted for tax. Initial enquiries of management had indicated the reverse.</p> <p>A demand for the VAT on the disposal has been made to the purchaser however to date the sum has not been remitted. Additional time was also spent in liaising with the purchaser regarding numerous queries that emerged post completion.</p> <p><u>Book Debts and Retentions</u></p> <p>We have continued to pursue outstanding book debts and retentions with the assistance of BNA and EP. During this reporting period, we have spent time costs of c£15k in pursuing these debts and realised a further £102,732 in retentions. In total £475,405 has been received from book debts and £449,497 has been realised from retentions to date.</p> <p>Pursuit of certain debtors has become more protracted with debtors alleging defects and significant time has been spent reviewing the Company's records for information to corroborate these allegations.</p> <p>It appears that the remaining applications are largely subject to dispute, and sums anticipated in relation to further book debt and retentions realisations are uncertain.</p> <p>BNA continue to review the position regarding retentions and are currently</p>	<p><u>Long Leasehold Property</u></p> <p>Continue to liaise with the purchaser of the long leasehold property to recover the VAT element of the consideration due.</p> <p><u>Book Debts and Retentions</u></p> <p>Continue to pursue collection of the outstanding sums due to the Company liaising with solicitors and quantity surveyors as necessary.</p>
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<p>corresponding as appropriate. A number of retentions do not however fall due until later in 2022 and 2023. The outstanding value of the remaining retentions total c£201,000.</p> <p><u>Cash at Bank</u></p> <p>We previously advised that the Company operated bank accounts in the United Kingdom with National Westminster Bank Plc ('Natwest') and in Sri Lanka with Hatton National Bank ('HNB') and National Development Bank ('NDB').</p> <p>During this reporting period, we have continued to deal with queries received from Natwest on a periodic basis regarding funds received into the Company's former UK bank account. This bank account has now been closed.</p> <p>We have continued to liaise with HNB in Sri Lanka regarding the separate £ and LKR accounts held with them. Cash balances are still held in both accounts as funds continue to be utilised in defraying any costs required with the provision of overseas goods and services from Sri Lankan based suppliers. This is detailed in the trading section.</p> <p>During this reporting period, NDB have acknowledged our appointment. The funds held with NDB £ account has been transferred to the HNB £ account and the NDB bank account has been closed.</p> <p><u>Sri Lanka Tax Refund</u></p> <p>As reported previously, initial advice provided to the Administrators indicated that the Company may be entitled to a tax refund from the Sri Lankan Government ('SLG') in respect of the 2017/2018 period.</p> <p>It was reported that the Company's overseas tax advisors, KPMG Sri Lanka</p>	<p><u>Cash at Bank</u></p> <p>Continue to liaise with HNB.</p> <p><u>Sri Lanka Tax Refund</u></p> <p>Continue to investigate and liaise as appropriate with the SLG and KPMG.</p>
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Cleveland Bridge UK Limited (IN ADMINISTRATION)**Schedule of Work**

	<p>have now advised that the Company has a liability owed to the SLG due a change in basis of assessment of profits by the SLG.</p> <p>We have now received KPMG's initial calculation regarding the sums due to the SLG. We have spent additional time locating historic information required by SLG and sought feedback from the Company's former officers.</p> <p>Due to the ongoing situation of unrest in Sri Lanka, we have not had the opportunity to progress discussions with KPMG and the SLG. In any event, it is highly unlikely that any tax refund in this regard will be recovered.</p> <p><u>Sri Lankan Performance and Tender Bonds and Overseas Book Debts</u></p> <p>Through the continuation of the Sri Lankan contract the Administrators were successful in recovering performance and tender bonds relating to various Sri Lankan contracts. In addition, applications relating to work undertaken by the Company on the Sri Lankan contract prior to administration were recovered, full details of which have been reported previously.</p> <p>As reported earlier, we instructed specialist solicitors Werksmans Attorneys ('Werksmans') in South Africa to pursue collection of a debt due from a South African customer. Time was spent liaising with Werksmans who reviewed the claim and issued correspondence to the debtor. The debtor proceeded to discharge the outstanding balance (£71k).</p> <p><u>UK Performance Bond</u></p> <p>The Company had provided cash bonds totalling £385,000 held by UK banks. One bond has now expired, and we negotiated the return of a £145,000 bond which was received in the previous period.</p>	
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Cleveland Bridge UK Limited (IN ADMINISTRATION)**Schedule of Work**

	<p>A claim has been made against the remaining bond which exceeds the quantum of the bond. No further realisations are expected.</p> <p><u>Amounts owed by Group Undertakings</u></p> <p>The accounting records disclosed historic sums due from three group entities totalling £716,000. £381,194 of this balance was due from Whessoe Oil & Gas Limited – In Liquidation. To date, the further sum of £9,071 has been received from the Liquidation of Whessoe Oil & Gas Limited in this reporting period leading to total realisations from intercompany debts of £112,169. No further sums are anticipated from either entity.</p> <p>The remaining balance of £334,806 is due from two overseas entities which are both subject to dispute.</p> <p><u>Business Rates Refund</u></p> <p>A refund of £11,190 was received in this reporting period from the local authority.</p>	
3	CREDITORS Work undertaken during the reporting period	CREDITORS Future work to be undertaken
	Secured Creditors <u>4Syte Limited</u> The Company's first ranking secured creditor was 4Syte Limited ('4Syte'). 4Syte hold a debenture, legal charge and chattels mortgage creating fixed and floating charges over the Company's book debt ledger, leasehold property and	Secured Creditors <u>ARPIC</u> We shall continue to liaise with ARPIC regarding their claim against the Company. We will take further advice where necessary concerning the application of the Marshalling provisions and deal with the application to Court for directions.

Cleveland Bridge UK Limited (IN ADMINISTRATION)**Schedule of Work**

<p>plant & machinery.</p> <p>As reported previously, 4Syte recovered their indebtedness in its entirety in the previous reporting period.</p> <p><u>Al Rushaid Petroleum Investment Company ('ARPIC')</u></p> <p>As discussed previously, ARPIC is the second ranking charge holder benefitting from a fixed charge over the Company's leasehold and freehold properties and a floating charge over the Company's remaining assets.</p> <p>ARPIC provided guarantees in relation to certain of the Company's liabilities. In this reporting period, they have submitted a claim of £6 million in the Administration which is in relation to the following guarantee which they provided:</p> <p>Arab National Bank ('ANB') – an unsecured creditor of the Company owed c£6 million. Debt fully guaranteed by ARPIC.</p> <p>Whilst submitting a claim of £6 million, ARPIC have confirmed that their exact claim so far is £6.313 million. It is noted that this amount may increase if the sums guaranteed by them in respect of other Company liabilities crystallise.</p> <p>During this reporting period, we have continued to liaise with ARPIC's UK based advisers by telephone, email and virtual meetings.</p> <p>ARPIC brought a claim under the Marshalling provisions. These provisions typically apply where there are multiple ranking charge holders with security over differing or common assets. Marshalling gives the singly-secured creditor (in this case ARPIC) a right to require a doubly-secured creditor (in this case 4Syte) to satisfy itself or, treated as having satisfied itself, as far as possible</p>	<p>We will take steps to agree the quantum of the ARPIC claim and make distribution(s) as appropriate.</p> <p>Preferential Creditors</p> <p><u>RPS</u></p> <p>Continue to chase the RPS for their final claim against the Company. Arrange to declare a further equalising distribution to the remaining preferential creditors.</p> <p><u>HMRC (secondary Preferential Creditor)</u></p> <p>Arrange to complete and submit the outstanding pre-appointment tax returns.</p> <p>Review HMRC's claim and declare a distribution to the secondary Preferential Creditor.</p> <p>Unsecured Creditors</p> <p>We will continue to deal with enquiries from unsecured creditors.</p>
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Cleveland Bridge UK Limited (IN ADMINISTRATION)**Schedule of Work**

<p>from security which to which the single secured creditor has no claims.</p> <p>Legal advice was sought from Ward Hadaway ('WH') on the application of these provisions in this case and Counsels opinion was received during this period. Ultimately Counsel advised the Administrators against declaring an interim distribution and raised further queries regarding elements of ARPIC's claim. Advice from Counsel in Saudi Arabia has also been sought in respect of a certain element of their claim due to a reliance on an overseas guarantee in respect of the Arab National Bank obligation.</p> <p>WH have in turn sought feedback from APRIC's solicitors and have also sought feedback from HMRC regarding the marshalling matters (as recommended by legal counsel). This matter has become more significantly protracted than originally anticipated.</p> <p>The advice provided to the Administrators by WH and by legal counsel is that the Administrators should consult with ARPIC and the secondary preferential creditor regarding the marshalling matters and with specific regard to the outcome to the different classes of creditor were marshalling to be applied, or not.</p> <p>This has been a protracted matter and the Administrators have relied upon the specialist insolvency legal advice provided to them. Counsel has recommended that directions should be sought from the Court. Application has been made and a hearing is anticipated to take place in September 2022.</p> <p>Preferential Creditors</p> <p><u>Employees and Redundancy Payments Service</u></p> <p>We have continued to assist employees with their claims, including answering</p>	
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Cleveland Bridge UK Limited (IN ADMINISTRATION)**Schedule of Work**

<p>queries relating to arrears of wages and accrued holiday pay both directly and via their union.</p> <p>We have submitted details of all redundancies to the Redundancy Payments Service ('RPS') and responded to their queries. All employees have now been made redundant.</p> <p>We have liaised with the Company's pension scheme provider and identified contributions not paid over to the fund. The necessary forms have been completed and have been sent to the pension scheme provider to allow these sums to be claimed on behalf of the employee beneficiaries.</p> <p>An interim distribution of 100p in the £ was declared and paid to the preferential creditors on 30 May 2022 together with an equalising distribution on 14 July 2022. A further claim is anticipated once the RPS has made final payments.</p> <p><u>HM Revenue & Customs ('HMRC') (secondary Preferential Creditor)</u></p> <p>During this reporting period, we have spent significant time corresponding with HMRC regarding the following matters:</p> <ul style="list-style-type: none"> • Assisting HMRC with their review of the Company's pre administration and Administration period furlough applications; • Liaising with HMRC regarding the ongoing marshalling matters as detailed above in the ARPIC section. • Chasing HMRC for their claim and dealing with queries in relation to the pre appointment VAT position. • Continuing to liaise and chase the Option to Tax department for 	
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Cleveland Bridge UK Limited (IN ADMINISTRATION)

Schedule of Work

	<p>feedback.</p> <ul style="list-style-type: none"> • Liaising with enquiries raised by HMRC regarding the Company's previous VAT Group. • Liaising with HMRC regarding the Company's pre appointment PAYE scheme. • Liaising with HMRC regarding the marshalling matters as set out earlier. <p><u>Unsecured Creditors</u></p> <p>During this reporting period, we have continued to deal with all queries and correspondence received from creditors on an on-going basis. (Retention of title, landlord and assets on finance are detailed within the Trading section).</p> <p>No return to unsecured creditors is anticipated.</p> <p><u>Employees</u></p> <p>We have assisted employees with the submission of claims to the RPS.</p> <p>We have completed and submitted to the RPS forms RP14 and RP14a.</p> <p>We have received a significant number of enquires from employees, their representatives and the trade unions during this case. As a result, we have spent considerably more time in dealing with the employee claims and queries than originally anticipated.</p> <p>To date, time costs of £307,351 have been incurred in dealing with employee matters which exceed the previous estimate of £207,125.</p>	
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Cleveland Bridge UK Limited (IN ADMINISTRATION)

Schedule of Work

4	INVESTIGATIONS Work undertaken during the reporting period <p>During this reporting period, we have continued to consider certain matters brought to our attention by creditors. Our investigations are still ongoing.</p>	INVESTIGATIONS Future work to be undertaken <p>We will deal with any matters raised by creditors or the Insolvency Service as required.</p>
5	STATUTORY COMPLIANCE AND REPORTING Work undertaken during the reporting period <u>Post-Appointment Tax/VAT</u> <p>The services of KPMG Sri Lanka were retained to assist with ongoing tax and filing requirements in Sri Lanka for the post appointment tax position.</p> <p>KPMG have assisted with the filing of the post appointment SVAT returns on a monthly period. Additionally, time has also been spent collating information for KPMG in relation to the audits still required by the SLG. Due to the complex nature, this work has required the involvement of senior staff.</p> <p>Due to the complexities of the Company's UK VAT position, we have also continued to seek periodic feedback from VAT specialists, Bevan VAT in this period. As reported elsewhere and contrary to the Company records, HMRC advised that the Company's long leasehold property was opted for VAT.</p> <p>We have spent significant time chasing the Administration department for the post appointment VAT returns which have now been completed and submitted.</p> <p>We continued to deducted and pay across PAYE/NIC in respect of all post-administration wages and holiday pay payments and filed all relevant returns.</p>	STATUTORY COMPLIANCE AND REPORTING Future work to be undertaken <u>Post-Appointment Tax/VAT</u> <p>Continue to submit all returns to HMRC in relation to pre and post Administration periods.</p> <p>We shall continue to arrange to complete and deal with necessary tax matters in Sri Lanka.</p> <p>Review and deal with any post appointment Corporation Tax related matters.</p>

Cleveland Bridge UK Limited (IN ADMINISTRATION)**Schedule of Work**

<p>We have also met with accountancy advisers and have provided instructions in relation to the post appointment Corporation Tax return. These instructions have not yet been accepted by the accountants.</p> <p><u>Statutory Compliance and Reporting</u></p> <p>We prepared and issued our initial six month progress report for the period ended 21 January 2022.</p> <p>Additionally, we prepared paperwork to seek an extension to the Administration for a further 12-month period. The extension paperwork was issued to the secured and preferential creditors. We filed the necessary paperwork with the Registrar of Companies once the extension was granted.</p> <p>Due to the uncertainties of the extension being granted by one creditor, solicitors were instructed to draft and prepare an application to Court if required necessary. This was ultimately not required.</p> <p><u>Employees and Pensions</u></p> <p>Continued to deal with subsequent queries received from employees and the RPS.</p> <p>The three remaining employees (employed at the date of the last report) have</p>	<p><u>Statutory Compliance and Reporting</u></p> <p>To provide statutory reports to various stakeholders at regular intervals and manage any queries arising therefrom. Copies of these reports are required to be filed at Court and the Registrar of Companies.</p> <p>Our time costs in this case have significantly exceeded those originally anticipated for the reasons set out in this schedule. A fee increase from creditors will be sought in due course.</p> <p>To place legal advertisements as required by statute which may include formal meetings of creditors and notices to submit claims.</p> <p>Once the Administrators' proposals have been achieved (or if becomes apparent that they are incapable of being achieved), to deal with the statutory requirements in order to bring the case to a close and for the office holders to obtain their release from office; this includes preparing final reports for stakeholders, convening final meetings, statutory advertising and filing the relevant documentation with the Court and the Registrar of Companies.</p> <p><u>Employees and Pensions</u></p> <p>We will continue to deal with claims from former employees and respond to queries raised by the RPS.</p>
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Cleveland Bridge UK Limited (IN ADMINISTRATION)**Schedule of Work**

	<p>since been made redundant. We have assisted them with the redundancy process.</p> <p>We have continued to expend significant time chasing the Company's pension scheme provider who have been slow to respond to correspondence. Due to their delays, we have received additional chasing telephone calls/emails from employees regarding pension contributions.</p> <p>Deduction of pension contributions from wages paid to employees during the post appointment period and payment of amounts deducted into the relevant pension schemes.</p> <p>Details of other employee work is included within both the Trading and Creditors section (see above)</p> <p>The work to be undertaken in this category is generally of a statutory nature and is not expected to provide a financial benefit to creditors.</p>	
6	TRADING Work undertaken during the reporting period Summary and Background	TRADING Future work to be undertaken
	<p>Details of the reasons for trading were set out in our previous report. As reported previously, UK operations ceased in October 2021.</p> <p>The Company's remaining overseas project known as 'Sri Lanka 2' was concluded (save for the retentions period) in March 2022.</p> <p>Whilst this contract has concluded, the final application and all retention sums still due to the Company (c£480k) remain unpaid. Arrangements in place with the Sri Lankan sub-contractor provided that they receive payment only and if</p>	<p>We will continue to pursue payment for the final sums due to the Company under the contract. In period since this reporting period the Administrators have sought advice from EP with respect to sums due from the Sri Lankan government, and sums claimed by the Sri Lankan sub-contractors.</p>

Cleveland Bridge UK Limited (IN ADMINISTRATION)**Schedule of Work**

	<p>payment was received by the Company. The political situation in Sri Lanka has led to significant delays and problems experienced with the funders.</p> <p>Correspondence is ongoing with the client and sub-contractor with regards to agreement of final balances and recovery of sums due.</p> <p>Due to the program extension, complexities and difficulties in dealing with the Sri Lanka 2 contract, total floating charge trading costs of £150,672 have been incurred in relation to the original floating charge time costs estimate of £52,333.</p> <p>Trading Performance</p> <p>The financial records prepared on a cash basis for the period from the start of Administration to 21 July 2022 record a trading profit of £150,764. This however does not take into account the trading time costs of £150,672.</p> <p>Trading has however enabled the successful completion of three ongoing UK projects and the recovery of significant book debts and retentions in relation to those contracts which would otherwise have been subject to dispute and counter claim rendering them in all likelihood uncollectable. Trading has therefore resulted in a significant financial benefit to creditors as a whole.</p> <p>Continuing to fulfil, the Sri Lanka Project has resulted in the recovery of a book debt totalling £893,481 which is reflected on the Receipts & Payments account. It has also led to the recovery of the Company's tender bond of £500,000 relating to a future project. Had agreement not been reached to complete the project, all sums due from the Sri Lankan Government would have been at risk.</p> <p>We therefore consider that trading has been in the best interests of the Company's creditors as a whole as it has facilitated very significant recoveries</p>	
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Cleveland Bridge UK Limited (IN ADMINISTRATION)

Schedule of Work

<p>of book debts, retentions and bonds.</p> <p>The overall trading position will be clearer once resolution is agreed with the Sri Lankan Government and with the overseas sub-contractor.</p> <p>Trading Procedure</p> <p>Procedures were put in place by the Administrators with assistance being provided by members of the Company's staff retained during the post-administration trading period.</p> <p>The Sri Lanka 2 contract was maintained with the assistance of two of the Company's employees who were retained by the Administrators.</p> <p>Funding</p> <p>The UK contracts were funded through advance payments negotiated with the UK customers.</p> <p>The costs of trading in Sri Lanka have been maintained from the Company's reserves in its Sri Lankan bank accounts and the receipts from the Sri Lankan Government.</p> <p>Employees</p> <p>The Administrators undertook a review of the Company's needs and retained those employees deemed necessary.</p> <p>Of those three employees retained during this reporting period, all have been made redundant during this period. Prior to redundancy, the Administrators continued to process payment of wages due to both furloughed and retained</p>	
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Cleveland Bridge UK Limited (IN ADMINISTRATION)**Schedule of Work**

	<p>employees on a weekly basis throughout the post-appointment period.</p> <p>Correspondence has taken place, post-appointment, with relevant parties regarding the reinstatement of certain insurance policies relating to employee benefits previously provided by the Company.</p> <p>Pension contributions for the post-administration period have been calculated and fulfilled.</p> <p>Retention of Title ('ROT') and Assets on Finance ('AOF')</p> <p>All ROT and AOF matters have now been resolved.</p> <p>Insurance</p> <p>All insurers with Marsh have now been paid and cancelled.</p> <p>Duration of Trading</p> <p>Whilst trading in Sri Lanka has concluded, there remain sums due in respect of final application and retentions. This matter has become protracted due to periods of civil unrest and wholesale changes within the Sri Lankan government (the employer under the contract).</p>	
7	<p>LEGAL AND LITIGATION</p> <p>Work undertaken during the reporting period</p>	<p>LEGAL AND LITIGATION</p> <p>Future work to be undertaken</p>
	<p>We have sought legal advice from EP, WH and Werksmans and BLM during this reporting period in relation to various legal matters.</p> <p>The work carried out by our legal advisers is detailed in Section 1 and elsewhere in this report.</p>	<p>We will continue to seek legal advice and intervention as and when needed throughout the assignment.</p>

Appendix D

Details of the Administrators' time costs and disbursements for the period and cumulative

FRP

Fixed charge time costs

FRP

Cleveland Bridge UK Limited (In Administration)

Time charged for the period 22 January 2022 to 21 July 2022.

	Appointment Takers / Partners	Managers / Directors	Other Professional	Total Hours	Total Cost £	Average Hrly Rate £
Asset Realisation	4.60	8.60	11.20	24.40	7,437.50	304.82
ROA - Asset Realisation	1.30	0.30	0.60	2.20	879.00	399.55
ROA - Asset Realisation Fixed	0.40	7.90	9.90	18.20	4,844.50	266.18
ROA - Freehold/Leasehold Property	1.90	0.40	0.70	3.00	1,219.00	406.33
ROA - Legal-asset Realisation	1.00			1.00	495.00	495.00
Creditors	38.00	31.70	0.50	70.20	30,370.00	432.62
CRE - Secured Creditors	36.50	30.50	0.20	67.20	29,159.00	433.91
CRE - Legal-Creditors	1.50	0.60	0.30	2.40	1,016.00	423.33
CRE - Shareholders		0.60		0.60	195.00	325.00
Investigation			0.80	0.80	152.00	190.00
INV - Legal - Investigations			0.80	0.80	152.00	190.00
Total Hours	42.60	40.30	12.50	95.40	37,959.50	397.90

FRP Charge out rates

Grade	From	
	1st May 2019	1st May 2022
Appointment taker / Partner	370-495	400-530
Managers / Directors	280-370	300-400
Other Professional	165-230	180-250
Junior Professional & Support	80-110	90-120

Fixed charge time costs

FRP

Cleveland Bridge UK Limited (In Administration)

Time charged for the period 22 January 2022 to 21 July 2022

	Total Hours	Total Cost £	Average Hrly Rate £
Asset Realisation	24.40	7,437.50	304.82
ROA - Asset Realisation	2.20	879.00	399.55
ROA - Asset Realisation Fixed	18.20	4,844.50	266.18
ROA - Freehold/Leasehold Property	3.00	1,219.00	406.33
ROA - Legal-asset Realisation	1.00	495.00	495.00
Investigation	0.80	152.00	190.00
INV - Legal - Investigations	0.80	152.00	190.00
Creditors	70.20	30,370.00	432.62
CRE - Secured Creditors	67.20	29,159.00	433.91
CRE - Legal-Creditors	2.40	1,016.00	423.33
CRE - Shareholders	0.60	195.00	325.00
Grand Total	95.40	37,959.50	397.90

Time charged from the start of the case to 21 July 2022

	Total Hours	Total Cost £	Average Hrly Rate £
Administration and Planning	58.30	21,218.00	363.95
A&P - Admin & Planning	0.20	65.00	325.00
A&P - Strategy and Planning	14.90	5,806.00	389.66
A&P - Case Accounting - General	1.80	891.00	495.00
A&P - Case Accounting	0.80	333.00	416.25
A&P - Fee and WIP	10.30	4,979.50	483.45
A&P - General Administration	3.60	602.00	167.22
A&P - Travel	1.00	370.00	370.00
A&P - Insurance	25.70	8,171.50	317.96
Statutory Compliance	1.50	512.00	341.33
STA - Statement of Affairs	0.70	227.50	325.00
STA - Statutory Compliance - General	0.70	252.00	360.00
STA - Statutory Reporting/ Meetings	0.10	32.50	325.00
Asset Realisation	649.60	237,740.50	365.98
ROA - Asset Realisation	60.35	18,588.50	308.01
ROA - Chatel Assets	2.70	1,336.50	495.00
ROA - Debt Collection	51.80	21,847.50	421.77
ROA - Asset Realisation Fixed	79.20	28,298.50	357.30
ROA - Freehold/Leasehold Property	83.50	35,772.00	428.41
ROA - Sale of Business	352.65	123,440.50	350.04
ROA - Legal-asset Realisation	7.90	3,723.50	471.33
ROA - Asset Realisation Floating	11.50	4,733.50	411.61
Trading	8.70	1,904.50	218.91
TRA - Trading - General	8.70	1,904.50	218.91
Investigation	1.40	398.00	284.29
INV - Investigatory Work	0.30	97.50	325.00
INV - Legal - Investigations	1.10	300.50	273.18
Creditors	133.12	55,908.40	419.98
CRE - Secured Creditors	115.32	49,360.40	428.03
CRE - Pensions - Creditors	0.20	65.00	325.00
CRE - Unsecured Creditors	0.50	179.50	359.00
CRE - TAX/VAT - Pre-appointment	0.80	311.00	388.75
CRE - HP/ Leasing	7.20	2,102.00	291.94
CRE - Legal-Creditors	5.30	2,111.50	398.40
CRE - Landlord	0.40	198.00	495.00
CRE - Shareholders	3.40	1,581.00	465.00
Grand Total	852.62	317,681.40	372.59

FRP Charge out rates

Grade	From	
	1st May 2019	1st May 2022
Appointment taker / Partner	370-495	400-530
Managers / Directors	280-370	300-400
Other Professional	165-230	180-250
Junior Professional & Support	80-110	90-120

Cleveland Bridge UK Limited (In Administration)
Time charged for the period 22 January 2022 to 21 July 2022

	Appointment Takers / Partners	Managers / Directors	Other Professional	Junior Professional & Support	Total Hours	Total Cost £	Average Hrlr Rate £
Administration and Planning	22.50	55.35	76.80	14.90	169.55	45,682.00	269.43
A&P - Admin & Planning	3.00	12.50	4.40	0.20	20.10	5,641.50	330.42
A&P - Strategy and Planning	5.00	4.25	2.40	1.30	12.95	4,111.00	317.45
A&P - Case Accounting - General	1.00	1.10	1.50	0.80	4.40	1,269.50	286.52
A&P - Case Accounting	6.10	18.40	41.30	6.30	72.10	17,166.50	238.09
A&P - Case Control and Review	4.60	10.70			15.30	5,924.00	387.19
A&P - Fee and WIP		1.70		0.10	1.80	562.50	312.50
A&P - General Administration		0.40	23.20	6.20	29.80	5,509.00	184.87
A&P - Insurance	2.00	5.70	4.00		11.70	3,868.50	330.73
A&P - Media	0.80	0.10			0.90	428.50	476.11
A&P - IT – Admin / planning and acquisition		0.50			0.50	200.00	400.00
Asset Realisation	24.00	22.90	11.70	1.80	60.40	22,444.00	371.59
ROA - Asset Realisation	3.50	3.30	3.50	1.80	12.50	3,904.00	312.32
ROA - Chatel Assets	0.30		0.50		0.80	238.50	298.13
ROA - Debt Collection	17.20	18.70	4.10		40.00	15,925.50	398.14
ROA - Asset Realisation Fixed		0.20	3.60		3.80	843.00	221.84
ROA - Freehold/Leasehold Property	0.70	0.70			1.40	611.50	436.79
ROA - Legal-asset Realisation	0.70				0.70	346.50	495.00
ROA - Asset Realisation Floating	1.20				1.20	575.00	479.17
Creditors	27.80	86.70	96.40	42.00	252.90	66,496.00	262.93
CRE - Employees	10.10	55.50	52.30	40.00	157.90	37,632.00	238.33
CRE - Pensions - Creditors		2.50	7.10		9.60	2,182.00	227.29
CRE - Unsecured Creditors	1.80	7.00	4.90	2.00	15.70	4,271.50	272.07
CRE - TAX/VAT - Pre-appointment	2.10	6.10	0.80		9.00	3,449.50	383.28
CRE - Preferential Creditors	13.10	14.00	28.20		55.30	17,396.50	314.40
CRE - CUSTOMERS			0.50		0.50	115.00	230.00
CRE - HP/ Leasing	0.70	1.30			2.00	793.50	396.75
CRE - ROT			2.60		2.60	546.00	210.00
CRE - Legal-Creditors		0.30			0.30	120.00	400.00
Investigation	0.10	2.00	32.50		34.60	7,584.50	219.21
INV - ODDA Enquiries	0.10	0.70			0.80	271.00	346.25
INV - IT – Investigations			19.00		19.00	3,990.00	210.00
INV - Investigatory Work		1.30	13.50		14.80	3,317.50	224.16
Statutory Compliance	18.30	48.20	15.60		82.10	28,112.50	342.42
STA - Pensions- Other		0.40	0.40		0.80	188.00	235.00
STA - Statutory Compliance - General	1.20	2.30	2.00		5.50	1,826.50	330.27
STA - Tax/VAT - Post appointment	3.40	20.00	8.50		31.90	10,441.50	327.32
STA - Statutory Reporting/ Meetings	13.70	25.50	4.70		43.90	15,558.50	354.36
Trading	85.00	22.60	2.20		109.80	51,473.50	468.79
TRA - Case Accounting - Trading	0.30	3.90	0.60		4.80	1,572.50	327.60
TRA - Trading - General	67.00	18.30	1.60		86.90	40,857.00	470.16
TRA - Trading forecasting/ Monitoring	8.50				8.90	4,465.00	501.69
TRA - Trade-sales/ Purchase	8.80	0.40			9.20	4,579.00	497.72
Total Hours	177.70	237.75	235.20	58.70	709.35	221,792.50	312.67

Disbursements for the period
22 January 2022 to 21 July 2022

	Value £
Category 1	
Courier	46.17
Postage	92.34
Storage	7,190.98
Grand Total	7,329.49

Mileage is charged at the HMRC rate
prevailing at the time the cost was incurred

FRP Charge out rates	From	
Grade	1st May 2019	1st May 2022
Appointment taker / Partner	370-495	400-530
Managers / Directors	260-370	300-400
Other Professional	165-230	180-250
Junior Professional & Support	80-110	90-120

Floating charge time costs

FRP

Cleveland Bridge UK Limited (In Administration)

Time charged for the period 22 January 2022 to 21 July 2022

	Total Hours	Total Cost £	Average Hrlly Rate £
Administration and Planning	169.55	45,682.00	269.43
A&P - Admin & Planning	20.10	6,641.50	330.42
A&P - Strategy and Planning	12.95	4,111.00	317.45
A&P - Case Accounting - General	4.40	1,269.50	288.52
A&P - Case Accounting	72.10	17,166.50	238.09
A&P - Case Control and Review	15.30	5,924.00	387.19
A&P - Fee and WIP	1.80	562.50	312.50
A&P - General Administration	29.80	5,509.00	184.87
A&P - Insurance	11.70	3,869.50	330.73
A&P - Media	0.90	428.50	476.11
A&P - IT – Admin / planning and acquisition	0.50	200.00	400.00
Statutory Compliance	82.10	28,112.50	342.42
STA - Pensions- Other	0.80	188.00	235.00
STA -Statutory Compliance - General	5.50	1,926.50	350.27
STA - Tax/VAT - Post appointment	31.90	10,441.50	327.32
STA - Statutory Reporting/ Meetings	43.90	15,556.50	354.36
Asset Realisation	60.40	22,444.00	371.59
ROA - Asset Realisation	12.50	3,904.00	312.32
ROA - Chatel Assets	0.80	238.50	298.13
ROA - Debt Collection	40.00	15,925.50	398.14
ROA - Asset Realisation Fixed	3.80	843.00	221.84
ROA - Freehold/Leasehold Property	1.40	611.50	436.79
ROA - Legal-asset Realisation	0.70	346.50	495.00
ROA - Asset Realisation Floating	1.20	575.00	479.17
Trading	109.80	51,473.50	468.79
TRA - Case Accounting - Trading	4.80	1,572.50	327.60
TRA - Trading - General	86.90	40,857.00	470.16
TRA - Trading forecasting/ Monitoring	8.90	4,465.00	501.69
TRA - Trade-sales/ Purchase	9.20	4,579.00	497.72
Investigation	34.60	7,584.50	219.21
INV - CDDA Enquiries	0.80	277.00	346.25
INV - IT – Investigations	19.00	3,990.00	210.00
INV - Investigatory Work	14.80	3,317.50	224.16
Creditors	252.90	66,496.00	262.93
CRE - Employees	157.90	37,632.00	238.33
CRE - Pensions - Creditors	9.60	2,182.00	227.29
CRE - Unsecured Creditors	15.70	4,271.50	272.07
CRE - TAX/VAT - Pre-appointment	9.00	3,449.50	383.28
CRE - Preferential Creditors	55.30	17,386.50	314.40
CRE - CUSTOMERS	0.50	115.00	230.00
CRE - HP/ Leasing	2.00	793.50	396.75
CRE - ROT	2.60	546.00	210.00
CRE - Legal-Creditors	0.30	120.00	400.00
Grand Total	709.35	221,792.50	312.67

Time charged from the start of the case to 21 July 2022

	Total Hours	Total Cost £	Average Hrlly Rate £
Administration and Planning	822.72	213,902.75	259.99
A&P - Admin & Planning	165.15	42,981.75	260.26
A&P - Strategy and Planning	176.05	56,716.50	322.16
A&P - Case Accounting - General	10.30	3,483.50	338.20
A&P - Case Accounting	176.12	39,759.50	225.75
A&P - Case Control and Review	41.30	14,301.00	346.27
A&P - Fee and WIP	3.40	979.50	288.09
A&P - General Administration	186.10	36,054.00	193.73
A&P - Travel	39.40	9,555.50	242.53
A&P - Insurance	16.20	5,914.50	365.09
A&P - Media	7.70	3,794.50	492.79
A&P - IT – Admin / planning and acquisition	1.00	362.50	362.50
Statutory Compliance	205.40	67,302.00	327.66
STA - Appointment Formalities	11.00	2,708.50	246.23
STA - Bonding/ Statutory Advertising	1.50	519.00	346.00
STA - Statement of Affairs	16.80	5,168.50	307.65
STA - Pensions- Other	4.10	912.00	222.44
STA -Statutory Compliance - General	21.30	5,411.50	254.06
STA - Tax/VAT - Post appointment	47.70	14,987.50	314.20
STA - Statutory Reporting/ Meetings	102.60	37,511.00	365.60
STA - GDPR Work	0.40	84.00	210.00
Asset Realisation	257.00	102,545.50	399.01
ROA - Asset Realisation	57.20	17,577.50	307.30
ROA - Chatel Assets	7.00	3,307.50	472.50
ROA - Debt Collection	161.60	68,262.00	422.41
ROA - Asset Realisation Fixed	8.00	2,922.00	365.25
ROA - Freehold/Leasehold Property	3.20	1,071.50	334.84
ROA - Legal-asset Realisation	1.90	906.50	477.11
ROA - Asset Realisation Floating	14.10	6,637.50	470.74
ROA - Stock/ WIP	4.00	1,861.00	465.25
Trading	390.40	150,672.00	385.94
TRA - Case Accounting - Trading	43.10	11,011.00	255.48
TRA - Trading - General	233.30	89,206.00	382.37
TRA - Trading forecasting/ Monitoring	51.00	21,754.50	426.56
TRA - Trade-sales/ Purchase	47.00	21,136.50	449.71
TRA - Legal-trading	14.60	7,057.00	483.36
TRA - IT – Trading / Sale support	1.40	507.00	362.14
Investigation	205.15	45,993.50	224.19
INV - CDDA Enquiries	14.60	4,805.00	329.11
INV - IT – Investigations	123.05	25,312.50	205.71
London Contentious Team - Funds Tracing	2.15	354.75	165.00
INV - Investigatory Work	62.50	14,908.00	238.53
INV - Legal - Investigations	0.10	49.50	495.00
INV - FTech - Project Management	0.50	162.50	325.00
Inv - Ftech - Data Processing Time	2.00	360.00	180.00
Inv- Ftech - Case Admin	0.25	41.25	165.00
Creditors	1,530.10	403,796.25	263.90
CRE - Employees	1,202.10	307,351.75	255.68
CRE - Secured Creditors	2.30	789.50	343.26
CRE - Pensions - Creditors	32.80	7,757.00	236.49
CRE - Unsecured Creditors	141.10	39,089.50	277.03
CRE - TAX/VAT - Pre-appointment	29.70	10,665.00	359.09
CRE - Preferential Creditors	60.90	19,843.50	325.84
CRE - CUSTOMERS	0.50	115.00	230.00
CRE - HP/ Leasing	7.60	2,604.00	342.63
CRE - ROT	41.30	11,164.50	270.33
CRE - Legal-Creditors	11.80	4,416.50	374.28
Grand Total	3,410.77	984,212.00	288.56

Disbursements for the period
22 January 2022 to 21 July 2022

	Value £
- Category 1	
Courier	46.17
Postage	92.34
Storage	7,190.98
Grand Total	7,329.49

Mileage is charged at the HMRC rate
prevailing at the time the cost was incurred

FRP Charge out rates

Grade	1st May 2019	From 1st May 2022
Appointment taker / Partner	370-495	400-530
Managers / Directors	280-370	300-400
Other Professional	165-230	180-250
Junior Professional & Support	80-110	90-120

Appendix E

Receipts and payments account for the period and cumulative

FRP

Cleveland Bridge UK Limited
(In Administration)
Joint Administrators' Trading Account

Statement of Affairs £	From 22/01/2022 To 21/07/2022 £	From 22/07/2021 To 21/07/2022 £
POST APPOINTMENT SALES		
Sale of Stock	NIL	286,034.40
Contribution to Insurance Costs	NIL	49,468.82
Administrators Sales	722,763.43	4,005,391.80
Furlough Grant	NIL	299,172.07
	<u>722,763.43</u>	<u>4,640,067.09</u>
PURCHASES		
Stock & Supplies	NIL	52,077.03
	NIL	(52,077.03)
OTHER DIRECT COSTS		
Sub Contractors	NIL	17,579.72
Direct Wages	48,081.37	895,983.87
Pension Contributions	10,483.88	105,905.03
	<u>(58,565.25)</u>	<u>(1,019,468.62)</u>
TRADING EXPENDITURE		
Site Security Costs	NIL	77,190.00
Indirect Labour	NIL	3,955.00
Business Rates	(7,518.68)	69,547.84
Utilities	NIL	84,911.10
Payroll Software	NIL	1,851.26
Telephone Line Rental	NIL	6,849.99
Sri Lanka Project Payments	194,679.94	2,600,208.08
Lease/HP Payments	NIL	17,314.20
Hire of Equipment	NIL	16,716.65
Repairs & Maintenance	2,200.00	17,208.04
Sundry Expenses	9,212.69	13,427.02
Petty Cash	NIL	300.00
Lien Payment	NIL	54,000.00
IT Provider Costs	2,877.80	21,255.98
Private Medical Insurance	NIL	8,508.99
Apprenticeship Levy	NIL	897.01
PAYE/NI Contributions	47,529.27	406,883.20
Ransom Payments	NIL	6,198.76
Workplace Supplies/Consumables	NIL	215.10
Union Payments	NIL	345.86
Various Gas Supplies	NIL	9,973.46
	<u>(248,981.02)</u>	<u>(3,417,757.54)</u>
TRADING SURPLUS/(DEFICIT)	<u>415,217.16</u>	<u>150,763.90</u>

Cleveland Bridge UK Limited
(In Administration)
Joint Administrators' Summary of Receipts & Payments

Statement of Affairs £		From 22/01/2022 To 21/07/2022 £	From 22/07/2021 To 21/07/2022 £
	SECURED ASSETS		
	Social Club Property	NIL	165,000.00
4,875,000.00	Long Leasehold Land & Property	NIL	5,248,000.00
1,725,000.00	Plant & Machinery	424,051.70	1,524,051.70
Uncertain	Goodwill	NIL	NIL
	Share of Buyer's Premium	31,805.00	31,805.00
724,500.00	Book Debts	NIL	674,951.00
	Bank Interest - Fixed	5,158.34	5,158.34
	Contribution From Fixed Charge Lende	NIL	100,000.00
		461,015.04	7,748,966.04
	COSTS OF REALISATION		
	Site Security Costs	33,967.50	95,535.00
	Administrators' Fees	69,402.00	269,402.00
	Agents' Disbursements	64,057.76	66,207.76
	Legal Fees	24,201.50	102,870.00
	Agents/Valuers Fees	25,000.00	52,350.00
	Debt Collection Fees	NIL	19,090.00
	Legal Disbursements	7,006.00	7,042.00
	Utilities	166,394.59	189,899.14
	Repay Fixed Charge Lender Contributi	NIL	100,000.00
	Bank Charges - Fixed	(10.40)	15.00
	Insurance	29,064.08	29,064.08
		(419,083.03)	(931,474.98)
	SECURED CREDITORS		
(3,400,000.00)	4Syte Limited	NIL	2,967,007.55
(6,000,000.00)	Al-Rushaid Petroleum Investment Gro	NIL	NIL
		NIL	(2,967,007.55)
	HIRE PURCHASE		
350,000.00	Assets subject to Finance	NIL	NIL
(341,000.00)	Lombard North Central	NIL	NIL
		NIL	NIL
	ASSET REALISATIONS		
	Bank Interest Gross	2,258.38	2,316.10
678,500.00	Book Debts	NIL	475,404.52
	Bupa Rebate	NIL	4,897.46
	Business Rates Refund	11,190.22	11,190.22
207,000.00	Cash at Bank	1,440.46	242,133.98
160,000.00	Freehold Land & Property	NIL	NIL
	Insurance Refund	NIL	1,141.68
Uncertain	Intercompany Debts	9,071.53	112,169.96
Uncertain	Overseas Book Debts	71,092.00	964,573.12
Uncertain	Overseas Performance and Tender Bo	NIL	1,800,000.00
NIL	Prepayments	NIL	NIL
	Reimbursement of Social Club Wages	NIL	9,000.00
290,000.00	Retentions	102,732.09	449,497.22
Uncertain	Sri Lankan Tax Rebate	NIL	NIL
Uncertain	Stock	NIL	116,045.80
	Sundry Rebates	169.68	325.03
	Suspense Account	2,812.32	4,190.28
	Third Party Funds	NIL	2,000.00
	Trading Surplus/(Deficit)	415,217.16	150,763.90
145,000.00	UK Performance and Tender Bonds	NIL	145,062.70

Cleveland Bridge UK Limited
(In Administration)
Joint Administrators' Summary of Receipts & Payments

Statement of Affairs £	From 22/01/2022 To 21/07/2022 £	From 22/07/2021 To 21/07/2022 £
	615,983.84	4,490,711.97
COST OF REALISATIONS		
Accountancy Fees	3,380.66	10,413.24
Administrators' Disbursements	5,966.58	11,113.22
Administrators' Remuneration	NIL	700,000.00
Agents/Valuers Fees	600.00	NIL
Assignment of Overseas Performance	NIL	1,300,000.00
Bank Charges - Floating	(133.60)	105.00
Debt Collection Costs	6,095.00	33,787.50
HR Consultancy Fees	510.00	11,520.00
Insurance of Assets	71,425.21	71,425.21
Inter-Bank Account Transfer	20,000.00	20,000.00
IT Provider Costs	2,275.88	3,578.27
Legal Disbursements	1,106.34	3,264.34
Legal Fees	4,581.62	56,340.12
Legal Fees - Pre-Administration	NIL	1,080.00
Pre Appointment Administrators Fees	NIL	46,749.00
Public Relations Consultancy	140.00	7,595.00
Public Relations Consultancy (pre appt)	NIL	700.00
Secure Document destruction	770.00	3,882.20
Statutory Advertising	NIL	81.00
Telephone/Internet Rental	14.26	14.26
	(116,731.95)	(2,281,648.36)
PREFERENTIAL CREDITORS		
(343,168.00) Arrears of Wages and Unpaid Holiday	266,461.42	383,726.22
HM Revenue & Customs (Tax & NI)	21,701.08	21,701.08
(57,592.00) Unpaid Pension Contributions	57,598.48	57,598.48
	(345,760.98)	(463,025.78)
SECONDARY PREFERENTIAL CREDITORS		
(2,595,424.00) H M Revenue & Customs	NIL	NIL
	NIL	NIL
UNSECURED CREDITORS		
(1.00) Arab National Bank	NIL	NIL
(2,685,578.00) Employee Unsecured Claims	NIL	NIL
(425,000.00) H M Revenue & Customs	NIL	NIL
(2,000,000.00) UK Export Finance	NIL	NIL
(44,509.00) Unpaid Pension Arrears	NIL	NIL
(6,604,945.95) Unsecured Creditors	NIL	NIL
	NIL	NIL
DISTRIBUTIONS		
(3,521,000.00) Ordinary Shareholders	NIL	NIL
	NIL	NIL
(18,863,217.95)	195,422.92	5,596,521.34
REPRESENTED BY		
Current Fixed Int Bearing		3,849,553.01
Current Floating Int Bearing		1,529,518.06
HNB £ account		218,408.20
Vat Control Account		(1,433.77)
Vat Payable - Fixed		(6,361.00)
Vat Recoverable - Fixed		7,291.50
Vat Recoverable - Floating		(454.66)

Cleveland Bridge UK Limited
(In Administration)
Joint Administrators' Summary of Receipts & Payments

Statement of Affairs £	From 22/01/2022 To 21/07/2022 £	From 22/07/2021 To 21/07/2022 £
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REPRESENTED BY CONTINUED

5,596,521.34

Cleveland Bridge UK Limited
(In Administration)
Sri Lankan Rupee Account

Statement of Affairs Rs	From 22/01/2022 To 21/07/2022 Rs	From 22/07/2021 To 21/07/2022 Rs
POST APPOINTMENT SALES		
Sales	NIL	516,120.00
Plant & Machinery	172,800.00	172,800.00
Scrap Steel Sales	2,994,000.00	2,994,000.00
	<u>3,166,800.00</u>	<u>3,682,920.00</u>
TRADING EXPENDITURE		
Bank Charges - Trading	91.25	656.25
Sri Lanka Payments	2,822,118.01	13,816,624.26
	<u>(2,822,209.26)</u>	<u>(13,817,280.51)</u>
TRADING SURPLUS/(DEFICIT)	<u>344,590.74</u>	<u>(10,134,360.51)</u>

Note:

As at 21 July 2022 the mid market exchange rate for Sri Lankan Rupees was:

1 GBP = 432.15 LKR

Cleveland Bridge UK Limited
(In Administration)
Summary of Receipts & Payments

Statement of Affairs Rs	From 22/01/2022 To 21/07/2022 Rs	From 22/07/2021 To 21/07/2022 Rs
ASSET REALISATIONS		
Cash at Bank	NIL	11,522,223.75
Inter-Bank Account Transfer	5,873,750.00	5,873,750.00
Trading Surplus/(Deficit)	344,590.74	(10,134,360.51)
Transfer from NDB Account	1,336,837.72	1,336,837.72
	<u>7,555,178.46</u>	<u>8,598,450.96</u>
COST OF REALISATIONS		
Accountancy Fees	1,640,734.75	3,201,343.50
	<u>(1,640,734.75)</u>	<u>(3,201,343.50)</u>
	<u>5,914,443.71</u>	<u>5,397,107.46</u>
REPRESENTED BY		
HNB LKR Account		5,397,107.46
		<u>5,397,107.46</u>



Martyn James Pullin
Joint Administrator

Note:

As at 21 July 2022 the mid market exchange rate for Sri Lankan Rupees was:
1 GBP = 432.15 LKR

Appendix F

Statement of expenses incurred in the Period

FRP

Cleveland Bridge UK Limited (In Administration)
Statement of expenses for the period ended
21 July 2022

Expenses	Period to 21 July 2022 £	Cumulative period to 21 July 2022 £
Office Holders' remuneration (Time costs)	215,792	984,212
Office Holders' disbursements	7,329	13,565
Office Holders' pre appointment fees	-	46,749
Pre appointment legal fees	-	1,080
Post appointment legal fees	4,581	58,340
Post appointment legal disbursements	1,106	3,264
HR Consultancy fees	510	11,520
Debt Collection Costs	6,095	33,788
Accountancy Fees	3,380	10,413
PR Advisers costs (post appointment)	140	7,595
PR Advisers costs (pre appointment)	-	700
Site Security costs	-	-
Utilities	-	-
Statutory Advertising	-	81
Insurance	13,163	71,425
Bank Charges	159	105
Document Destruction	770	3,882
IT Providers Costs	2,276	3,578
Expenses - Fixed Charge	-	-
Office Holder's remuneration	117,681	317,681
Legal Fees	54,202	130,870
Legal Disbursements	9,905	9,941
Debt Collection Costs (fixed)	-	19,090
Agent's Fees	-	52,350
Agent's Disbursements	16,058	66,208
Site Security costs	95,535	95,535
Utilities	189,899	189,899
Insurance (fixed)	-	29,064
Repayment Fixed Charge Contribution	-	100,000
Total	731,230	2,260,935