



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 7	^y 2	^y 0	^y 2	^y 1
To date	^d 2	^d 1	^m 0	^m 1	^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
6

^m
0

^m
2

^y
2

^y
0

^y
2

^y
2

**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 22/07/2021 To 21/01/2022 £	From 22/07/2021 To 21/01/2022 £
POST APPOINTMENT SALES		
Sale of Stock	£286,034.40	£286,034.40
Contribution to Insurance Costs	£49,468.82	£49,468.82
Administrators Sales	£3,282,628.37	£3,282,628.37
Furlough Grant	£299,172.07	£299,172.07
	<u>£3,917,303.66</u>	<u>£3,917,303.66</u>
PURCHASES		
Stock & Supplies	£52,077.03	£52,077.03
	<u>(£52,077.03)</u>	<u>(£52,077.03)</u>
OTHER DIRECT COSTS		
Sub Contractors	£17,579.72	£17,579.72
Direct Wages	£847,902.50	£847,902.50
Pension Contributions	£95,421.15	£95,421.15
	<u>(£960,903.37)</u>	<u>(£960,903.37)</u>
TRADING EXPENDITURE		
Site Security Costs	£77,190.00	£77,190.00
Indirect Labour	£3,955.00	£3,955.00
Business Rates	£77,066.52	£77,066.52
Utilities	£84,911.10	£84,911.10
Payroll Software	£1,851.26	£1,851.26
Telephone Line Rental	£6,849.99	£6,849.99
Sri Lanka Project Payments	£2,405,528.14	£2,405,528.14
Lease/HP Payments	£17,314.20	£17,314.20
Hire of Equipment	£16,716.65	£16,716.65
Repairs & Maintenance	£15,008.04	£15,008.04
Sundry Expenses	£4,214.33	£4,214.33
Petty Cash	£300.00	£300.00
Lien Payment	£54,000.00	£54,000.00
IT Provider Costs	£18,378.18	£18,378.18
Private Medical Insurance	£8,508.99	£8,508.99
Apprenticeship Levy	£897.01	£897.01
PAYE/NI Contributions	£359,353.93	£359,353.93
Ransom Payments	£6,198.76	£6,198.76
Workplace Supplies/Consumables	£215.10	£215.10
Union Payments	£345.86	£345.86
Various Gas Supplies	£9,973.46	£9,973.46
	<u>(£3,168,776.52)</u>	<u>(£3,168,776.52)</u>
TRADING SURPLUS/(DEFICIT)	<u>(£264,453.26)</u>	<u>(£264,453.26)</u>

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

Statement of Affairs		From 22/07/2021 To 21/01/2022	From 22/07/2021 To 21/01/2022
£		£	£
SECURED ASSETS			
£4,875,000.00	Long Leasehold Land & Property	£5,250,000.00	£5,250,000.00
£1,725,000.00	Plant & Machinery	£1,100,000.00	£1,100,000.00
Uncertain	Goodwill	NIL	NIL
£724,500.00	Book Debts	£674,951.00	£674,951.00
	Contribution From Fixed Charge Lender	£100,000.00	£100,000.00
		<u>£7,124,951.00</u>	<u>£7,124,951.00</u>
COSTS OF REALISATION			
	Site Security Costs	£61,567.50	£61,567.50
	Administrators' Fees	£200,000.00	£200,000.00
	Legal Fees	£76,668.50	£76,668.50
	Agents/Valuers Fees	£26,250.00	£26,250.00
	Debt Collection Fees	£19,090.00	£19,090.00
	Legal Disbursements	£36.00	£36.00
	Utilities	£23,504.55	£23,504.55
	Repay Fixed Charge Lender Contribution	£100,000.00	£100,000.00
	Bank Charges - Fixed	£25.40	£25.40
		<u>(£507,141.95)</u>	<u>(£507,141.95)</u>
SECURED CREDITORS			
(£3,400,000.00)	4Syte Limited	£2,967,007.55	£2,967,007.55
(£6,000,000.00)	Al-Rushaid Petroleum Investment Group	NIL	NIL
		<u>(£2,967,007.55)</u>	<u>(£2,967,007.55)</u>
HIRE PURCHASE			
£350,000.00	Assets subject to Finance	NIL	NIL
(£341,000.00)	Lombard North Central	NIL	NIL
		<u>NIL</u>	<u>NIL</u>
ASSET REALISATIONS			
	Bank Interest Gross	£57.72	£57.72
£678,500.00	Book Debts	£475,404.52	£475,404.52
	Bupa Rebate	£4,897.46	£4,897.46
£207,000.00	Cash at Bank	£240,693.52	£240,693.52
£160,000.00	Freehold Land & Property	£165,000.00	£165,000.00
	Insurance Refund	£1,141.68	£1,141.68
Uncertain	Intercompany Debts	£103,098.43	£103,098.43
Uncertain	Overseas Book Debts	£893,481.12	£893,481.12
Uncertain	Overseas Performance and Tender Bonds	£1,800,000.00	£1,800,000.00
NIL	Prepayments	NIL	NIL
	Reimbursement of Social Club Wages	£9,000.00	£9,000.00
£290,000.00	Retentions	£346,765.13	£346,765.13
Uncertain	Sri Lankan Tax Rebate	NIL	NIL
Uncertain	Stock	£116,045.80	£116,045.80
	Sundry Rebates	£155.35	£155.35
	Suspense Account	£1,377.96	£1,377.96
	Trading Surplus/(Deficit)	(£264,453.26)	(£264,453.26)
£145,000.00	UK Performance and Tender Bonds	£145,062.70	£145,062.70
		<u>£4,037,728.13</u>	<u>£4,037,728.13</u>
COST OF REALISATIONS			
	Accountancy Fees	£7,032.58	£7,032.58
	Administrators' Disbursements	£5,146.64	£5,146.64
	Administrators' Remuneration	£700,000.00	£700,000.00

	Agents Disbursements	£2,150.00	£2,150.00
	Agents/Valuers Fees	£500.00	£500.00
	Assignment of Overseas Performance	£1,300,000.00	£1,300,000.00
	Bank Charges - Floating	£238.60	£238.60
	Debt Collection Costs	£27,692.50	£27,692.50
	HR Consultancy Fees	£11,010.00	£11,010.00
	IT Provider Costs	£1,302.39	£1,302.39
	Legal Disbursements	£2,158.00	£2,158.00
	Legal Fees	£53,758.50	£53,758.50
	Legal Fees - Pre-Administration	£1,080.00	£1,080.00
	Pre Appointment Administrators Fees	£46,749.00	£46,749.00
	Public Relations Consultancy	£7,455.00	£7,455.00
	Public Relations Consultancy (pre appt	£700.00	£700.00
	Secure Document destruction	£3,112.20	£3,112.20
	Statutory Advertising	£81.00	£81.00
		<u>(£2,170,166.41)</u>	<u>(£2,170,166.41)</u>
	PREFERENTIAL CREDITORS		
(£343,168.00)	Arrears of Wages and Unpaid Holiday	£117,264.80	£117,264.80
(£57,592.00)	Unpaid Pension Contributions	NIL	NIL
		<u>(£117,264.80)</u>	<u>(£117,264.80)</u>
	SECONDARY PREFERENTIAL CREDITORS		
(£2,595,424.00)	H M Revenue & Customs	NIL	NIL
		<u>NIL</u>	<u>NIL</u>
	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)	Trade & Expense Creditors	NIL	NIL
		<u>NIL</u>	<u>NIL</u>
	DISTRIBUTIONS		
(£3,521,000.00)	Ordinary Shareholders	NIL	NIL
		<u>NIL</u>	<u>NIL</u>
(£18,863,217.95)		£5,401,098.42	£5,401,098.42
	REPRESENTED BY		
	Current Fixed Int Bearing		£3,790,667.99
	Current Floating Int Bearing		£1,369,472.08
	HNB £ account		£238,408.20
	Trade Creditors		(£1,056.00)
	Vat Payable - Fixed		(£221,282.60)
	Vat Payable - Floating		(£82,296.32)
	Vat Irrecoverable - Fixed		£81,416.11
	Vat Recoverable - Floating		£225,768.96
			£5,401,098.42



Martyn James Pullin
Joint Administrator

Cleveland Bridge UK Limited
(In Administration)
Joint Administrators' Sri Lankan Rupee Accounts

Statement of Affairs	From 22/07/2021 To 21/01/2022 LKR
INCOME	
Cash at Bank	12,326,232.50
Income	516,120.00
	<hr/> 12,842,352.50
EXPENDITURE	
Bank Charges - Trading	565.00
Sri Lanka Payments	10,994,506.25
Accountancy Fees	1,560,608.75
	<hr/> 12,555,680.00
CURRENT FUNDS HELD	286,672.50

Note.

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

1 GBP = 274.59 LKR

FRP

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

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

The Administrators' Progress Report for the period 22/07/2021 – 21/01/2022
pursuant to Rule 18.3 of the Insolvency (England and Wales) Rules 2016

14 February 2022

Contents and abbreviations



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2.	Estimated Outcome for the creditors
3.	Administrators' remuneration, disbursements, expenses and pre-appointment costs
Appendix	Content
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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
E.	Receipts and payments account for the Period
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, David Antony Willis and Iain Townsend of FRP Advisory Trading Limited
The Period	The reporting period 22/07/2021 – 21/01/2022
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.

Work undertaken during the period

I attach at **Appendix C** a schedule of work undertaken during the period together with a summary of work still to be completed.

Highlights include:

- Negotiations with key customers which facilitated the restart of trading;
- Putting in place systems and controls to enable ongoing trading;
- The successful completion of three UK projects securing outstanding applications and retentions;
- Successful negotiations with an overseas client, funders and subcontractors which allowed an overseas contract to restart, securing the recovery of pre-Administration debts totalling £893,000 and a bond of £500,000;
- Realising the Company's long-leasehold property for £5.25 million;
- Achieving a sale of the Company's freehold property at Neasham Road for £165,000;
- Auction sale of the Company's plant and machinery, realising £1.1 million to date;
- Realising the Company's cash at bank and program of scrap steel sales;
- Overseeing the process for raising all outstanding applications and retention releases and putting in place systems for debt collection, including the appointment of independent quantity surveyors to assist in the process.

Trading

A separate trading receipts and payments account is attached at Appendix E. Trading activities associated with the delivery of UK projects was completed on 15 October 2021. Trading is still ongoing to ensure completion of the Company's remaining overseas project in Sri Lanka and three staff members remain employed.

Trading results to date have resulted in a loss of £264,453 however 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 3 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
- Sale of steel stocks

Work has been subcontracted to third parties as set out below.

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. This was considered appropriate because the proprietor of KL Accounting was 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. Currently costs totalling £6,658 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 an abstract of receipts and payments covering both the period of this report, as well as those from the commencement of the Administration.

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.

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 270 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

No extension has been currently requested. It is evident that based on current information, the Administrators will be required to seek an initial 12 month extension to ensure that the outstanding matters are completed.

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 and is updated below:

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 and it is anticipated that their claim will be between £6-8 million following settlement of certain guarantee obligations provided on behalf of the Company.

No distribution has been declared or paid to ARPIC as they have not yet proved their claim.

Outcome for the preferential creditors

Primary preferential creditors were initially 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.

The Redundancy Payments Service have submitted an interim proof of debt totalling £175,000 in relation to preferential claims of employees which they have settled.

As the Administrators retained certain employees for the purposes of trading a decision was made to discharge the pre-appointment holiday pay liability for a number of employees directly and this is reflected on the attached receipts and payments account.

The final claim from the RPS is awaited and based upon current information, a 100p in the £ distribution to primary preferential creditors is anticipated.

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 a statement of liabilities which indicates that they are owed 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 calculate the possible quantum given the uncertainties regarding HMRC's final claim and the ongoing trading activities in relation to the Sri Lankan contract.

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 £200,000 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 do not exceed the sum provided in the fees estimate to creditors. It is however anticipated that the future costs which will be incurred by the Administrators will exceed the sum provided in the fees estimate circulated to creditors with the proposals. Certain areas have exceeded the original fee estimate and they are summarised as follows:

- Trading costs have to date exceeded the original estimate by c£46,000. Trading has lasted longer than originally anticipated. Due to the complexities associated with trading, the involvement of senior staff was required to progress this. Further details are provided in the schedule of work.
- Significant time has been spent dealing with Creditors and the Administration & Planning aspects of the case. Floating charge time costs of £144,435 were anticipated with the Administration and Planning and current time costs are £168,001. More time has been incurred than originally anticipated in dealing with matters associated with case accounting, case strategy and planning.

- Whilst the time spent dealing with all Creditor matters have not yet exceeded the original fee estimate. It is anticipated that the time costs will shortly exceed the original fee estimate. A large volume of enquiries have been received from creditors and employees and we continue to field a large volume of enquiries on a regular basis.

The Administrators are unable to draw fees 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 if appropriate under separate cover.

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**.

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.

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

FRP

Expenses (Floating Charge)	Estimated cost per initial estimate £	Revised anticipated costs £	Paid to date £
Post Appointment Legal Fees	42,000	71,208	53,759
HR Consultancy Fees	7,000	13,010	11,010
Debt Collection Costs	19,000	39,693	27,693
PR Advisers Costs	4,000	9,455	7,455
Agents Fees (floating charge)	Nil	1,100	500
Agents disbursements (floating charge)	Nil	2,150	2,150
Bank Charges	Nil	500	264
Document Destruction	Nil	6,500	3,112
IT Providers costs	Nil	2,500	1,300
Insurance of Assets	28,000	65,000	Nil
Total	100,000	211,116	107,243

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 been engaged 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. The work involved whilst anticipated became more extensive than originally anticipated.

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.

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



PR Advisers Costs

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

Agents Fees and Agents Disbursements (Floating)

No fees and disbursements were previously anticipated for floating charge assets.

The fees and disbursements incurred relate to the sale of the freehold property at Neasham Road.

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. We anticipate being in a position to shortly cease the instruction to the IT Provider.

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	21,590	19,090
Site Security Costs	4,000	92,568	61,658
Utilities	7,000	43,505	23,505
Agents fees	50,000	51,250	26,250
Agents disbursements	35,000	48,000	Nil
Total	107,000	256,913	130,503

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

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.

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



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.

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 detailed in the table below. Whilst the table summarises the nature of work for each third party, more comprehensive details are provided in Section 1 of the Schedule of Work.

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
Berrymans Lace Mawer LLP t/a ('BLM')	Specialist legal advice with the ongoing HSE claim.	Time costs
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

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

FRP

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

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

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://creditors.frpadvisor.com/info.aspx> 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.

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

Court reference number: CR-2021-LDS-000309

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: None requested at present

Date of approval of Administrators' proposals: 28 September 2021

ADMINISTRATION DETAILS:

Administrators: Martyn James Pullin, David Antony Willis and 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 in Leeds

Cleveland Bridge UK Limited (In Administration)
The Administrators' Progress Report

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 03749601
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 TS18 3TX
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 TS18 3TX
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 7	^y 2	^y 0	^y 2	^y 1
To date	^d 2	^d 1	^m 0	^m 1	^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
6

^m
0

^m
2

^y
2

^y
0

^y
2

^y
2

**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 22/07/2021 To 21/01/2022 £	From 22/07/2021 To 21/01/2022 £
POST APPOINTMENT SALES		
Sale of Stock	£286,034.40	£286,034.40
Contribution to Insurance Costs	£49,468.82	£49,468.82
Administrators Sales	£3,282,628.37	£3,282,628.37
Furlough Grant	£299,172.07	£299,172.07
	<u>£3,917,303.66</u>	<u>£3,917,303.66</u>
PURCHASES		
Stock & Supplies	£52,077.03	£52,077.03
	<u>(£52,077.03)</u>	<u>(£52,077.03)</u>
OTHER DIRECT COSTS		
Sub Contractors	£17,579.72	£17,579.72
Direct Wages	£847,902.50	£847,902.50
Pension Contributions	£95,421.15	£95,421.15
	<u>(£960,903.37)</u>	<u>(£960,903.37)</u>
TRADING EXPENDITURE		
Site Security Costs	£77,190.00	£77,190.00
Indirect Labour	£3,955.00	£3,955.00
Business Rates	£77,066.52	£77,066.52
Utilities	£84,911.10	£84,911.10
Payroll Software	£1,851.26	£1,851.26
Telephone Line Rental	£6,849.99	£6,849.99
Sri Lanka Project Payments	£2,405,528.14	£2,405,528.14
Lease/HP Payments	£17,314.20	£17,314.20
Hire of Equipment	£16,716.65	£16,716.65
Repairs & Maintenance	£15,008.04	£15,008.04
Sundry Expenses	£4,214.33	£4,214.33
Petty Cash	£300.00	£300.00
Lien Payment	£54,000.00	£54,000.00
IT Provider Costs	£18,378.18	£18,378.18
Private Medical Insurance	£8,508.99	£8,508.99
Apprenticeship Levy	£897.01	£897.01
PAYE/NI Contributions	£359,353.93	£359,353.93
Ransom Payments	£6,198.76	£6,198.76
Workplace Supplies/Consumables	£215.10	£215.10
Union Payments	£345.86	£345.86
Various Gas Supplies	£9,973.46	£9,973.46
	<u>(£3,168,776.52)</u>	<u>(£3,168,776.52)</u>
TRADING SURPLUS/(DEFICIT)	<u>(£264,453.26)</u>	<u>(£264,453.26)</u>

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

Statement of Affairs		From 22/07/2021 To 21/01/2022	From 22/07/2021 To 21/01/2022
£		£	£
SECURED ASSETS			
£4,875,000.00	Long Leasehold Land & Property	£5,250,000.00	£5,250,000.00
£1,725,000.00	Plant & Machinery	£1,100,000.00	£1,100,000.00
Uncertain	Goodwill	NIL	NIL
£724,500.00	Book Debts	£674,951.00	£674,951.00
	Contribution From Fixed Charge Lender	£100,000.00	£100,000.00
		<u>£7,124,951.00</u>	<u>£7,124,951.00</u>
COSTS OF REALISATION			
	Site Security Costs	£61,567.50	£61,567.50
	Administrators' Fees	£200,000.00	£200,000.00
	Legal Fees	£76,668.50	£76,668.50
	Agents/Valuers Fees	£26,250.00	£26,250.00
	Debt Collection Fees	£19,090.00	£19,090.00
	Legal Disbursements	£36.00	£36.00
	Utilities	£23,504.55	£23,504.55
	Repay Fixed Charge Lender Contribution	£100,000.00	£100,000.00
	Bank Charges - Fixed	£25.40	£25.40
		<u>(£507,141.95)</u>	<u>(£507,141.95)</u>
SECURED CREDITORS			
(£3,400,000.00)	4Syte Limited	£2,967,007.55	£2,967,007.55
(£6,000,000.00)	Al-Rushaid Petroleum Investment Group	NIL	NIL
		<u>(£2,967,007.55)</u>	<u>(£2,967,007.55)</u>
HIRE PURCHASE			
£350,000.00	Assets subject to Finance	NIL	NIL
(£341,000.00)	Lombard North Central	NIL	NIL
		<u>NIL</u>	<u>NIL</u>
ASSET REALISATIONS			
	Bank Interest Gross	£57.72	£57.72
£678,500.00	Book Debts	£475,404.52	£475,404.52
	Bupa Rebate	£4,897.46	£4,897.46
£207,000.00	Cash at Bank	£240,693.52	£240,693.52
£160,000.00	Freehold Land & Property	£165,000.00	£165,000.00
	Insurance Refund	£1,141.68	£1,141.68
Uncertain	Intercompany Debts	£103,098.43	£103,098.43
Uncertain	Overseas Book Debts	£893,481.12	£893,481.12
Uncertain	Overseas Performance and Tender Bonds	£1,800,000.00	£1,800,000.00
NIL	Prepayments	NIL	NIL
	Reimbursement of Social Club Wages	£9,000.00	£9,000.00
£290,000.00	Retentions	£346,765.13	£346,765.13
Uncertain	Sri Lankan Tax Rebate	NIL	NIL
Uncertain	Stock	£116,045.80	£116,045.80
	Sundry Rebates	£155.35	£155.35
	Suspense Account	£1,377.96	£1,377.96
	Trading Surplus/(Deficit)	(£264,453.26)	(£264,453.26)
£145,000.00	UK Performance and Tender Bonds	£145,062.70	£145,062.70
		<u>£4,037,728.13</u>	<u>£4,037,728.13</u>
COST OF REALISATIONS			
	Accountancy Fees	£7,032.58	£7,032.58
	Administrators' Disbursements	£5,146.64	£5,146.64
	Administrators' Remuneration	£700,000.00	£700,000.00

	Agents Disbursements	£2,150.00	£2,150.00
	Agents/Valuers Fees	£500.00	£500.00
	Assignment of Overseas Performance	£1,300,000.00	£1,300,000.00
	Bank Charges - Floating	£238.60	£238.60
	Debt Collection Costs	£27,692.50	£27,692.50
	HR Consultancy Fees	£11,010.00	£11,010.00
	IT Provider Costs	£1,302.39	£1,302.39
	Legal Disbursements	£2,158.00	£2,158.00
	Legal Fees	£53,758.50	£53,758.50
	Legal Fees - Pre-Administration	£1,080.00	£1,080.00
	Pre Appointment Administrators Fees	£46,749.00	£46,749.00
	Public Relations Consultancy	£7,455.00	£7,455.00
	Public Relations Consultancy (pre appt	£700.00	£700.00
	Secure Document destruction	£3,112.20	£3,112.20
	Statutory Advertising	£81.00	£81.00
		<u>(£2,170,166.41)</u>	<u>(£2,170,166.41)</u>
	PREFERENTIAL CREDITORS		
(£343,168.00)	Arrears of Wages and Unpaid Holiday	£117,264.80	£117,264.80
(£57,592.00)	Unpaid Pension Contributions	NIL	NIL
		<u>(£117,264.80)</u>	<u>(£117,264.80)</u>
	SECONDARY PREFERENTIAL CREDITORS		
(£2,595,424.00)	H M Revenue & Customs	NIL	NIL
		<u>NIL</u>	<u>NIL</u>
	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)	Trade & Expense Creditors	NIL	NIL
		<u>NIL</u>	<u>NIL</u>
	DISTRIBUTIONS		
(£3,521,000.00)	Ordinary Shareholders	NIL	NIL
		<u>NIL</u>	<u>NIL</u>
(£18,863,217.95)		£5,401,098.42	£5,401,098.42
	REPRESENTED BY		
	Current Fixed Int Bearing		£3,790,667.99
	Current Floating Int Bearing		£1,369,472.08
	HNB £ account		£238,408.20
	Trade Creditors		(£1,056.00)
	Vat Payable - Fixed		(£221,282.60)
	Vat Payable - Floating		(£82,296.32)
	Vat Irrecoverable - Fixed		£81,416.11
	Vat Recoverable - Floating		£225,768.96
			£5,401,098.42



Martyn James Pullin
Joint Administrator

Cleveland Bridge UK Limited
(In Administration)
Joint Administrators' Sri Lankan Rupee Accounts

Statement of Affairs	From 22/07/2021 To 21/01/2022 LKR
INCOME	
Cash at Bank	12,326,232.50
Income	516,120.00
	<hr/> 12,842,352.50
EXPENDITURE	
Bank Charges - Trading	565.00
Sri Lanka Payments	10,994,506.25
Accountancy Fees	1,560,608.75
	<hr/> 12,555,680.00
CURRENT FUNDS HELD	286,672.50

Note.

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

1 GBP = 274.59 LKR

Appendix C
A schedule of work

FRP

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

The table appended sets out a detailed summary of the work undertaken by the office holders 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. In this case work undertaken will include the scrutiny and agreement of creditor claims.

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.

Cleveland Bridge UK Limited (IN ADMINISTRATION)

Schedule of Work

Note	Category	
1	ADMINISTRATION AND PLANNING Work undertaken during the reporting period Regulatory Requirements	ADMINISTRATION AND PLANNING Future work to be undertaken
	<p>Completion of money laundering risk assessment procedures and know your client checks in accordance with the Money Laundering Regulations.</p> <p>Completion of take on procedures which include consideration of professional and ethical matters and other legislation such as the Bribery Act, Data Protection Act.</p> <p>In addition to the above take on procedures, we considered if there were any other case specific matters to be aware of prior to or on appointment, for example health and safety or environmental concerns.</p> <p>We reviewed the General Data Protection Regulation ("GDPR") in the context of the Company and considered any actions which may be required.</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. Time has been spent responding to enquiries received from the press and enquiries from stakeholders as a result of information detailed within press reports.</p> <p>Similarly, we have been contacted on a regular basis by the local Members of Parliament, The Tees Valley Combined Authority Mayor and the Local Council who all have had a close interest in the case.</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 liaise as necessary with the Local Authority and/or MPs.</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> <p>Continue to liaise with the HSE.</p>

Cleveland Bridge UK Limited (IN ADMINISTRATION)

Schedule of Work

	<p>As the majority of the Company's workforce was represented by the GMB Union, we met with the Union representatives on a regular basis whilst the Company was trading.</p> <p>We have also been dealing with our solicitors and the solicitors representing the Health and Safety Executive ('HSE') regarding an action which had been brought by the HSE against the Company prior to Administration.</p>	
	<p>Ethical Requirements</p> <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>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>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 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>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>Obtained legal advice on the validity of the appointor's charge and advice on the validity of the security held by the second charge holder.</p> <p>Obtained legal advice on the validity of appointment of Administrators to ensure all required documentation has been properly filed and submitted.</p> <p>Obtained legal advice on other matters relating to the second charge holder's claim.</p> <p>Set up and administering 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 and more transactions than anticipated have taken place. 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>Liaised with the Company's bankers in Sri Lanka to ensure that the Company's bank accounts in Sri Lanka remain operational. Ensuring that these accounts are reconciled on a regular basis.</p> <p>We have continued to arrange for insurance on the assets in the estate, reducing cover when appropriate following asset disposals.</p> <p>As mentioned earlier, we identified that the Company has 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 has required the engagement of solicitors BLM and communication with the HSE, their solicitors, our and the</p>	<p>We will monitor the Company's insurance requirements and liaise with insurers as required terminating policies and cover when appropriate.</p>
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Cleveland Bridge UK Limited (IN ADMINISTRATION)

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<p>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>Ascertained the online presence of the Company and taken appropriate measures to update the website to reflect the Administration status. The website has now been taken down.</p> <p>We have corresponded with former Company advisors requesting relevant information to assist in general enquiries.</p> <p>We have instructed our IT Advisory team to ensure the Company's digital records have been securely captured.</p> <p>We have instructed the following professionals to assist us to date:</p> <p><u>The Endeavour Partnership LLP ('EP') Solicitors</u></p> <ul style="list-style-type: none"> • EP has reviewed the validity of our appointment; • EP has reviewed the validity of the security held by both secured creditors; • Provided legal advice relating to the contractual position with customers and assisted with the negotiations that led to us restarting production with three separate customers; • Drafted supplemental agreements in relation to the above contracts; • Provided advice and assistance regarding our requirements with the Company's staff and employees; • Assisted with the collection of the Company's book debts and retentions 	<p>We will continue to liaise with EP regarding ongoing and new legal matters arising on this case as required.</p>
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Cleveland Bridge UK Limited (IN ADMINISTRATION)**Schedule of Work**

	<ul style="list-style-type: none"> Reviewed the position and provided advice relating to the Company's freehold and long leasehold properties. Acted for the Joint Administrators in respect of the sale of the Company's freehold property and long leasehold properties respectively. Corresponded with a third party who has an interest in the Administration. Provided other ad-hoc legal advice as and when required <p><u>Sanderson Weatherall LLP ('SW') Agents and valuers</u></p> <ul style="list-style-type: none"> Inspected the premises and valued the Company's assets on an ex-situ and in-situ basis; Prepared a suitable advert for the business and assets; Arranged to place an advert in the Financial Times; Arranged marketing with IP-Bid; Issued the opportunity to their database of interested parties; Assisted with ROT enquires; Assisted with responses to enquiries from interested parties; Instructed to review valuation advice for the long leasehold property and provide marketing proposals; Dealt with enquiries for the Company's long leasehold property; Provide other ad-hoc valuation advice; Prepared and held an Auction from the Company's premises; Provided advice regarding the offer received for the Company's long leasehold property and buildings and provided a letter of recommendation; Assisted in the provision of information to the Teesside Archive and the National Archive service regarding Company owned documentation and material. 	
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Cleveland Bridge UK Limited (IN ADMINISTRATION)**Schedule of Work**

<p><u>Clarion Solicitors LLP ('Clarion') Solicitors</u></p> <p>Clarion provided specific advice with regards to a trademark issue identified.</p> <p>Drafted the necessary paperwork for the appointment of LPA Receivers over the long leasehold held by the parent Company which was subject to a charge held by 4Syte. Arranged for the correction of certain filing errors with Companies House.</p> <p><u>Ward Hadaway LLP ('Ward Hadaway') Solicitors</u></p> <p>Ward Hadaway was instructed to provide specialist insolvency legal advice regarding the Marshalling claim brought by the second charge holder.</p> <p><u>BLM Solicitors LLP ('BLM') Solicitors</u></p> <p>As detailed earlier, the Company faces action by the HSE due to a fatal accident which occurred at the Company's premises in 2016. BLM has been retained to assist and advise in relation to this matter due to their expertise in this sector and their familiarity with the claim.</p> <p><u>Blake Newport Associates Limited ('BNA') Quantity surveyors</u></p> <p>The Joint Administrators instructed specialist and independent quantity surveyors, BNA to assist with the collection of the Company's book debts and retentions.</p> <p>BNA has regularly attended the Company's premises to gain an understanding of the position and collect information to assist them with the scope of their instructions. BNA has continued to correspond and pursue outstanding book debts and retentions.</p>	<p>We will continue to liaise with Ward Hadaway regarding ongoing and new legal matters arising on this case as required.</p> <p>We will continue to liaise with BNA regarding ongoing debt collection matters on this case as required.</p>
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<p><u>Thomas Stevenson LLP ('TS') Agents and Valuers</u></p> <p>TS has been engaged to provide valuation and marketing advice regarding the disposal of the Company's freehold social club property at Neasden Road, Darlington.</p> <p>TS reviewed the offer for the property and provided a letter of recommendation.</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>DC has conducted employee consultation meetings with employee representatives.</p> <p>DC has also assisted on a daily basis with employee queries – including attendance at site.</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>	
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<p><u>KL Accounting ('KL')</u></p> <p>Assisting with the collation of financial information required by KPMG relating to the Sri Lankan branch and also assisting with queries raised by the Company's employees detailing anomalies in the Company records.</p> <p><u>KPMG Sri Lanka ('KPMG')</u></p> <p>As mentioned previously, the Company has an overseas branch in Sri Lanka utilised for the purposes of an ongoing contract. The Company has continued to provide services under the contract following Administration.</p> <p>The Company's existing accountants in Sri Lanka is KPMG and they have been instructed to ensure that the relevant statutory filings for tax and legal purposes are being maintained. They have also been instructed to advise upon the formalities for the closure of the Company's branch in Sri Lanka. Several meetings and subsequent correspondence have been entered into in advance of the closure of the overseas branch to ensure statutory and tax compliance.</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 will continue to liaise with KPMG regarding the agreement and submission of overseas tax returns and accounts and the closure of the Sri Lankan branch.</p>
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	<p>We have incurred total time costs of £168,001 relating to Administration and Planning aspects which exceeds the original estimate of £144,435.</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	<p>ASSET REALISATION Work undertaken during the reporting period</p> <p><u>Marketing of the Company's Business and Assets as a whole</u></p> <p>The Administrators Proposals detailed our efforts in marketing the Company's Business and assets in an attempt to achieve a sale of the business as a going concern. The Proposals provided details on the marketing conducted and the interest received.</p> <p>A significant amount of interest was received for the Company's business and assets from several parties however despite best efforts, the Administrators did not receive a proceedable offer for the business as a going concern. A couple of parties indicated that they may be interested in purchasing the Company's business but only if they were able to secure favourable terms for occupation of the site with an eventual purchaser of the property. Following further review however these expressions of interest were withdrawn.</p> <p>Due to the significant level of interest and the complicated nature of ongoing discussions, the involvement of the Administrators and other Senior Staff were required for meetings, discussions, and negotiations with interested parties.</p> <p><u>Long-Leasehold Property</u></p> <p>The Company's long leasehold property had been valued by independent agents a number of months prior to our appointment. This valuation was</p>	<p>ASSET REALISATION Future work to be undertaken</p> <p><u>Long-Leasehold Property</u></p> <p>Continue to liaise with SW regarding the clearance of the site.</p> <p><u>Plant & Machinery ('P&M' and Fixtures, Fittings and Equipment ('FFE')</u></p> <p>Continue to liaise with SW regarding the sale of the remaining assets.</p> <p><u>Book Debts and Retentions</u></p> <p>Continue to pursue recovery of the outstanding book debt ledger and the outstanding retentions. Instructing BNA and EP as necessary.</p> <p><u>Sri Lanka Tax Rebate</u></p> <p>We shall continue to liaise with KPMG to gain an understanding in respect of the Company's overseas tax position. We will instruct such audit and submit such returns as are required of the Administrators.</p> <p><u>Cash at bank</u></p> <p>We will secure the funds held on deposit once all activities in Sri Lanka cease.</p>

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	<p>provided to us and indicated that the market value of the site to be £4.875 million on the assumption that a genuine purchaser would be found who would maintain ongoing or similar operations to the Company's existing activities.</p> <p>We instructed independent agents and valuers, Sanderson Weatherall ('SW') to review the report and provide their own valuation advice. SW considered the valuation obtained by the lender and considered the value of £4.875 million to represent a fair reflection of what an interested party might pay.</p> <p>SW however also did advise that if no parties sought to continue engineering from the premises, they considered the likely realisation may be significantly lower at around £2.925 million on a restricted realisation basis.</p> <p>Significant interest was received for the Company's long-leasehold property. A number of investor purchasers approached us directly. SW also assisted in the realisation of the property by approaching numerous well known investor purchasers.</p> <p>As the Administrators continued with their efforts to achieve a sale of the business and assets as a going concern, we did not formally enter into negotiations with those parties seeking to purchase the property only; offers were however always invited.</p> <p>Several site viewings continued to take place and whilst the prospect of a business sale remained possible, we continued to invite offers on a break-up basis. A number of offers were received for the property on different basis, both occupied (in the event a purchaser for the business could be found) and subject to vacant possession. As a prospective business sale required a separate realisation of the premises, the Administrators entered into direct negotiations with parties interested in the long leasehold property. Property</p>	
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	<p>only offers together with proof of funding were received from seven different parties with the offers initially ranging from £3 million to just under £5 million. The Administrators spent considerable time negotiating with the interested parties to secure an increase in value for the property and review proof of funding.</p> <p>In addition to the parties detailed above, significant interest was received from other parties who ultimately withdrew from the process or could not evidence proof of funds.</p> <p>Once it became clear that a sale of the business as a going concern was not likely to be achieved, best and final offers were sought on a vacant possession basis.</p> <p>Following protracted negotiations conducted by the Administrators, the highest bid received was for £5.25 million. A condition of sale being that the purchaser grant the Administrators a four-month, license to occupy without charge, to facilitate any final trading activity and for the opportunity to conduct a sale of the Company's plant and machinery by way of auction and to allow clearance of assets from site.</p> <p>Agents, SW reviewed the offers received and provided the Administrators with a letter of recommendation to accept the offer of £5.25 million.</p> <p>The sale of the property completed on 16 December 2021. At the date of this report, agents are arranging for the clearance of the final P&M assets from site before the Company formally vacates.</p>	
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<p><u>Plant & Machinery ('P&M' and Fixtures, Fittings and Equipment ('FFE'))</u></p> <p>The assets detailed above have been valued on an in-situ and ex-situ basis by independent RICS qualified agents and valuers, SW.</p> <p>An auction was held from site in November 2021, with the majority of assets being sold on that date. Certain unsold lots were re-offered for sale. As at today's date, some items remain unsold but gross realisations total £1.1 million.</p> <p><u>Cash at Bank</u></p> <p>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>Upon appointment, we contacted the Company's bankers requesting any balance be transferred to the Administrators estate account. We also requested the account remain open for post appointment receipts only. Funds held in the Company's UK accounts were received without delay.</p> <p>Following protracted correspondence, HNB in Sri Lanka has now recognised the appointment of the Administrators. The Company operated separate £ and LKR accounts with HNB. Cash balances are held in both accounts and these funds are being utilised to defray any costs required associated with the provision of overseas goods and services from Sri Lankan based suppliers, which is detailed in the trading section.</p> <p>Correspondence with NDB in Sri Lanka is still ongoing.</p>	
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	<p><u>Book Debts and Retentions</u></p> <p>A reconciliation of the Company's book debts and retentions was undertaken following our appointment.</p> <p>A significant proportion of the book debt ledger was subject to a factoring facility in favour of the Company's funder, 4Syte Limited.</p> <p>In addition to the Administrators staff and the Company's staff, BNA and EP were instructed where necessary to assist with the collection of these sums and to review any disputed claims.</p> <p>To date, fixed charge book debt realisations of £674,951 have been achieved and these monies have been remitted to the fixed charge holder.</p> <p>Floating charge book debt realisations of £475,405 have been received along with retentions of £346,765. We continue to pursue collection of the remaining ledger.</p> <p>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 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£303,000.</p>	
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<p><u>Sri Lanka Tax Refund</u></p> <p>Initial advice provided to the Administrators indicated that the Company may be entitled to a tax refund from the Sri Lankan Government in respect of the 2017/2018 period.</p> <p>During subsequent correspondence with the Company's overseas tax advisors, KPMG Sri Lanka, we have been advised that due to changes to the basis of assessment of profits the Company is in fact likely to have a liability owed to the Sri Lankan Government. We are continuing to liaise with KPMG to reconcile the position and final accounts and returns will be required following cessation of the ongoing Sri Lankan project.</p> <p>Due to the complex nature of this matter, numerous meetings and correspondence has been exchanged with KPMG Sri Lanka.</p> <p><u>Sri Lankan Performance and Tender Bonds and Overseas Book Debts</u></p> <p>The Company had provided cash performance and tender bonds (held in a Sri Lankan Bank) relating to one ongoing contract (for the provision of 250 rural bridges) and for one potential future contract. Cash bonds of £1.3 million and £500,000 had been deposited respectively.</p> <p>Were the Company to have defaulted on its contractual commitments in relation to its ongoing contract in Sri Lanka, it is understood that the client would have suffered significant additional cost, delay and disruption, likely to result in the retention by the client of all bonds as well as sums totalling £893,481 in respect of unpaid pre-administration works.</p> <p>The Administrators engaged in dialogue with the Sri Lankan Government, the Company's overseas sub-contractor, its funders and guarantors. Agreement</p>	
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<p>was reached allowing the Company in Administration to continue to provide the services under the contract to enable the successful delivery of the project.</p> <p>The £500,000 tender bond related to a contract known as Sri Lanka 4. The contract had not been commenced and following negotiation with the Sri Lankan Government, agreement was reached to release the bond. The funds were transferred to the Company's account held with HNB.</p> <p>As part of the negotiation with the client and overseas sub-contractors, it was necessary to assign the Company's interest in the performance bond of £1.3 million to the Company's Sri Lanka sub-contractor, Foresight Engineering (Private) Ltd ('Foresight') in set-off against their own pre-administration debt of c£1.5 million. The assignment of the bond to Foresight has enabled the re-start of the contract and the recovery of the overseas book debt totalling £893,481. It is considered that this debt, and any recovery under the bond would not have been recovered without recommencement of site works by the sub-contractor and agreement with the Sri Lankan government.</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 have negotiated the return of a £145,000 bond which has been received.</p> <p>A claim has been made against the remaining bond and no further realisations are anticipated.</p> <p><u>Freehold Property</u></p> <p>The Company owned a freehold property at Neasham Road, Darlington. This property was occupied by the Cleveland Bridge Sports & Social Club ("the Social</p>	
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<p>Club"). We instructed independent agents, Thomas Stevenson ('TS') to inspect and value the property.</p> <p>An initial offer of £160,000 was received from the Social Club occupying the site. Following negotiation, the offer was increased to £165,000.</p> <p>Marketing of the Social Club with vacant possession was not conducted as legal advice provided to the Administrators confirmed that action would first be required to terminate the occupancy of the club which could prove to be time-consuming and costly. It is likely that the tenant would have brought a claim in respect of a protected tenancy and compensation of £14,600 would therefore have been payable to terminate their occupation.</p> <p>Having due consideration to the circumstances in this case, TS recommended acceptance of the offer. The sale of the freehold property to the Social Club completed on 30 November 2021.</p> <p><u>Amounts owed by Group Undertakings</u></p> <p>The accounting records disclose 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 sum of £103,098 has been received from the Liquidation of Whessoe Oil & Gas Limited. It is anticipated that a further nominal sum will be received from the Liquidation of Whessoe Oil & Gas Limited.</p> <p>The remaining balance of £334,806 is due from two overseas entities. We have made initial enquiries to ascertain the extent of any inter-company debts and understand both to be subject to dispute.</p>	
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	<p><u>Stock</u></p> <p>Following cessation of trading, sales of the Company's remaining scrap stock have realised £116,045. Additional sales were achieved during the trading period, which are detailed later in this report.</p> <p><u>Sundry</u></p> <p>Numerous nominal rebates have been received and they are reflected on the Receipts & Payments account as sundry rebates.</p> <p><u>Business Rates</u></p> <p>We are currently in discussions with the local authority regarding the possibility of a non-domestic rates refund.</p>	
3	<p>CREDITORS</p> <p>Work undertaken during the reporting period</p>	<p>CREDITORS</p> <p>Future work to be undertaken</p>
	<p>Secured Creditors</p> <p><u>4Syte Limited</u></p> <p>As disclosed previously, 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 plant & machinery.</p> <p>We have provided 4Syte with regular updates with regards to the business sale process and debt collection.</p> <p>As detailed in the Proposals, shortly following our appointment, 4Syte approved a short term loan of £100,000 to the Company to assist with the payment of</p>	<p>Secured Creditors</p> <p><u>ARPIC</u></p> <p>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.</p> <p>We will take steps to agree the quantum of the ARPIC claim and make distribution(s) as appropriate.</p>

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<p>wages for essential staff. This sum has since been repaid but is reflected on the Receipts and Payments account.</p> <p>During this reporting period, 4Syte recovered sums totalling £674,951 from the collection of the Company's book debt ledger. A first on-account distribution of £800,000 was declared and paid to 4Syte on 29 November 2021 from the proceeds of the auction of plant and machinery.</p> <p>4Syte recovered the balance of their indebtedness in its entirety following the sale of the Company's long leasehold property on 16 December 2021. It is our understanding that 4Syte has no further claim against the Company. The register at Companies House is in the process of being updated to reflect the satisfaction of the security.</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 property and a floating charge over the Company's remaining assets.</p> <p>ARPIC provided guarantees in relation to certain of the Company's liabilities and consequently it is anticipated that they will be creditors for around £8 million. Liabilities guaranteed are as follows:</p> <p>UK Export Finance ('UKEF') - an unsecured creditor of the Company owed £2 million in respect of a guarantee relating to the Company's Sri Lankan Government contract.</p> <p>Arab National Bank ('ANB') – an unsecured creditor of the Company owed c£6 million. Debt fully guaranteed by ARPIC.</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 distribution of 100p in the £ to the 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. The current quantum to HMRC is unknown at this time and shall be clearer in our next report.</p> <p>Unsecured Creditors</p> <p>We will continue to deal with enquiries from unsecured creditors.</p>
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	<p>We have continued to liaise with ARPIC's UK based advisers since our appointment and numerous meetings and email correspondence has been exchanged.</p> <p>Al Rushaid have 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 from security which to which the single secured creditor has no claims.</p> <p>Legal advice has been received from Ward Hadaway of the application of these provisions in this case and Counsels opinion is awaited. On the assumption the provisions fully apply, the Administrators would first apply the realisations in respect of plant and machinery (subject to a chattels mortgage) and book debts (subject to a factoring facility) against 4Syte's debt with the remainder of their indebtedness being discharged from the property proceeds. The effect in this case is that a larger proportion of the value in the long-leasehold property is then available to ARPIC.</p> <p>To date, no distribution has been declared or paid to ARPIC who have yet to fully prove their claim.</p> <p>Preferential Creditors</p> <p><u>Employees and Redundancy Payments Service</u></p> <p>We have assisted employees with their claims, including answering queries relating to arrears of wages and accrued holiday pay both directly and via their union.</p>	
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<p>We have submitted details of all redundancies to the Redundancy Payments Service ('RPS') and responded to their queries.</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>As the Company continued to trade during Administration, and employees were retained for a period, a decision was made to pay the employees their entitlement to pre-appointment holiday pay in addition to the holiday pay accrued following Administration which would have constituted a preferential claim. This is detailed on the attached Receipts & Payments account.</p> <p>Based upon current information, a distribution of 100p in the £ is anticipated for the primary preferential creditors. The final claim from the RPS has not yet been received.</p> <p><u>HM Revenue & Customs ('HMRC') (secondary Preferential Creditor)</u></p> <p>HMRC has been notified of the Company's administration.</p> <p>We have spent significant time in corresponding with HMRC with regards to PAYE/NIC and VAT. Ultimately, we were notified by HMRC that the Company was part of a VAT Group.</p> <p>Discussions have been ongoing with HMRC to resolve the position and the Company has recently been re-registered for VAT purposes.</p>	
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	<p>The final pre-administration VAT returns still need to be submitted.</p> <p><u>Unsecured Creditors</u></p> <p>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 organised for the appointment of employee representatives for the purposes of consultation on proposed redundancy and chairing weekly meetings in that regard.</p> <p>We have liaised with and replied to queries received from the trade unions.</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 £269,720 have been incurred in dealing with employee matters which exceed the previous estimate of £207,125.</p>	
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4	INVESTIGATIONS Work undertaken during the reporting period	INVESTIGATIONS Future work to be undertaken
	<p>The Administrators have a duty to review the books and records and other information available to identify the assets that may be available to realise for the benefit of the insolvency estate.</p> <p>Furthermore, there may be other antecedent or voidable transactions that are identified which if pursued could swell the funds available for the insolvency estate.</p> <p>We have requested all directors of the Company both current and those holding office within 3 years of the insolvency to complete a questionnaire to assist in preparing the statutory return to the Department of Business Energy and Industrial Strategy ("DBEIS") in accordance with the Company Directors Disqualification Act. All questionnaires have been received and we have reviewed the questionnaires.</p> <p>We have utilised specialist 'Relativity' software to aid our interrogation of the Company's records. We have also continued to investigate certain matters brought to our attention by creditors.</p> <p>Our investigations are currently ongoing.</p>	<p>We will conclude our investigations and take any action as deemed necessary.</p>

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5	STATUTORY COMPLIANCE AND REPORTING Work undertaken during the reporting period <u>Post-Appointment Tax/VAT</u> <p>We have notified the relevant tax authorities of our appointment as Administrators and dealt with initial tax and VAT matters arising following the appointment.</p> <p>Issued a request to HMRC to confirm the option to tax position over the Company's properties. Also identified that the Company is part of a VAT Group.</p> <p>As mentioned earlier, we have corresponded with HMRC and the controlling member of the VAT Group to resolve the position and have re-registered the Company for VAT. Due to the complexities, we instructed VAT specialists, Bevan VAT to assist us.</p> <p>Liaised with the Company's management team and KPMG Sri Lanka to obtain an understanding of the Company's overseas tax position in Sri Lanka and the ongoing filing requirements.</p> <p>Submitted furlough claims for the post appointment period.</p> <p>Deducted and paid across PAYE/NIC in respect of all post-administration wages and holiday pay payments and filed all relevant returns.</p> <u>Statutory Compliance and Reporting</u> <p>To protect the value of assets that are not subject to a charge by obtaining a bond to the correct level.</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> <u>Statutory Compliance and Reporting</u> <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>To place legal advertisements as required by statute which may include formal meetings of creditors and notices to submit claims.</p> <p>To prepare and draft the necessary paperwork seeking an extension to the Administration.</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</p>

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

<p>Advertised notice of the office holders' appointment as required by statute.</p> <p>Ensured all appointment documentation has been properly filed and submitted.</p> <p>We have sought and obtained approval of the Administrators' proposals via the deemed consent process.</p> <p>The Company's secured and preferential creditors approved the basis of the Administrators' fees.</p> <p><u>Appointment Formalities</u></p> <p>Dealt with all appointment formalities. Notification to relevant parties of the appointment, filing documentation with the Court, issuing to creditors and filing with the Registrar of Companies.</p> <p>Preparation of the Administrators' proposals and issuing to members and creditors as required by legislation.</p> <p>Notifying secured and preferential creditors</p> <p><u>Employees and Pensions</u></p> <p>As disclosed previously, we met collectively with the Company's workforce, to advise them of our appointment and the proposed strategy in relation to the business.</p> <p>We took steps to place eligible employees onto the furlough scheme and issued relevant documentation and communication concerning the same. Follow up correspondence issued, in order to ensure consent to be included in the scheme was obtained from employees, where necessary.</p>	<p>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 maintain the payroll for retained employees.</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>Dealt with payroll matters and applications to the Government for furlough scheme funding.</p> <p>Issued notices to certain employees confirming termination of employment and providing assistance, where required, with submission of claims to the Redundancy Payments Service ("RPS"). Providing the RPS with confirmation of employee information held on the Company's records. Dealing with subsequent queries received from employees and the RPS.</p> <p>At present, 3 employees have not yet been made redundant as they are required to assist the administrators with their work.</p> <p>Established existence of pension schemes and taken appropriate action to notify all relevant parties.</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><u>Statement of Affairs ('SOA')</u></p> <p>A request was made of the directors on 29 July 2021 to prepare and provide (within 11 days of receipt of the notice) to the Administrators a Statement of Affairs, detailing the financial position of the Company. An extension was provided to 15 September 2021 as the Company had previously furloughed a number of its accounting staff to minimise costs and there had been absences due to the summer holidays.</p>	
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Cleveland Bridge UK Limited (IN ADMINISTRATION)

Schedule of Work

	<p>The Statement of Affairs was received and has been filed with Companies House.</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	<p>TRADING Work undertaken during the reporting period Summary and Background</p> <p>Following our review of the business, we concluded that it would be beneficial to complete the steel fabrication works on three ongoing projects in the UK. Completing these projects, would allow us to secure payment of outstanding June and July applications raised by the Company on those contracts together with retentions which otherwise would have been at risk. In addition, continued trading of the business allowed for an extended period of marketing of the business, and the possibility of achieving a going concern sale.</p> <p>Meetings were held with the clients involved and confirmatory agreements entered into to formalise the remaining works and payments due. Solicitors EP were instructed to draft the agreements. A detailed review of costings was undertaken utilising the Company's project managers.</p> <p>Throughout August to October 2021 all three contracts were successfully completed with all associated sums being recovered in full.</p> <p>As a sale was not achieved, trading in the UK ceased on completion of the final project in October 2021.</p>	<p>TRADING Future work to be undertaken</p> <p>We will continue to monitor the trading performance of the business to ensure that the remaining overseas contract is progressed in a timely manner.</p> <p>We will maintain controls deemed necessary for supervised ongoing trading of the business.</p> <p>We will review all necessary purchases, provide authority and discharge through Company funds the trading liabilities.</p> <p>We will continue to operate the Company's payroll in respect of the remaining UK based employees.</p> <p>We will seek to agree with the overseas client an extension of time payment in connection with a 3 month delay experienced as a result of the COVID-19 pandemic and localised flooding in Sri Lanka.</p>

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

<p>Separately, the Company had an ongoing overseas project known as 'Sri Lanka 2' which had an anticipated completion date of 31st December 2021. We entered into detailed negotiation with the Company's sub-contractor in Sri Lanka, the Sri Lanka Government (client), Deutsche Bank (funder) and UKEF who as mentioned earlier in this report, acted as guarantor of a performance bond in relation to this contract.</p> <p>Following protracted negotiation ultimately agreement was reached with all parties that the Company would continue to fulfil its obligations under this contract to completion of all installation works.</p> <p>All UK operations have now concluded, and 2 staff remain employed to exclusively assist with the Sri Lanka 2 project until it is completed.</p> <p>At the time of our initial fee estimate there were uncertainties as to whether agreement could be reached to re-commence the ongoing contract in Sri Lanka. Further, a significant proportion of the time spent in reaching agreements with all parties could not have been anticipated at that time. In addition, due to delays experienced on the Sri Lankan contract resulting from the COVID-19 lockdowns in Sri Lanka and localised flooding has required extension of the contract term to 31 March 2022. As a result of this, floating charge trading time costs have so far totalled £99,199 which is higher than 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 22 July 2021 to 21 January 2022 record a trading loss of £264,453.</p>	<p>Upon completion of all overseas bridge installation works we will liaise with the client and subcontractor to seek to put in place a retentions bond to allow for the early release of retentions to the Company.</p> <p>Upon cessation, we will ensure all accounts are reconciled and all necessary UK and overseas returns submitted.</p>
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Cleveland Bridge UK Limited (IN ADMINISTRATION)**Schedule of Work**

<p>It should be noted however that trading has 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 uncollectable. Trading has therefore resulted in a significant financial benefit to creditors as a whole.</p> <p>A significant element of trading expenditure relates to the ongoing Sri Lanka project. 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 lead 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 whilst trading has resulted in a loss for the period, it has been in the best interests of the Company's creditors as a whole as it has facilitated very significant recoveries of book debts, retentions and bonds.</p> <p>Trading Procedure</p> <p>The Joint Administrators and their staff were present at the Company's trading premises in Darlington, on a daily basis, to facilitate and manage the continued trading of the business whilst also dealing with general case management issues. Certain key management personnel were retained to maintain the contract management procedures.</p> <p>Systems were setup to monitor the financial affairs of the business post appointment and to prepare regular trading cash flow forecasts and budget</p>	
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Cleveland Bridge UK Limited (IN ADMINISTRATION)

Schedule of Work

<p>requests to ensure that sufficient funding was available to discharge the expenses of the administration as they fell due.</p> <p>Regular meetings were conducted with employees and with customers to ensure the efficient delivery of all ongoing projects.</p> <p>A health and safety audit was undertaken and procedures put in place to ensure the maintenance of required health and safety standards.</p> <p>Funding</p> <p>Initial funding was provided by way of a short-term loan of £100,000 from the secured creditor 4Syte, as detailed further below.</p> <p>In addition, the Administrators put in place a program of steel stock sales. The scrap stock has realised £286,034, which contributed to the initial costs of trading and allowed the prompt repayment of the working capital loan from 4Syte.</p> <p>Detailed costings of all works required to conclude on site fabrication works was undertaken and agreement reached with the clients for them to make advance stage payments to cover all direct trading costs.</p> <p>General Operational</p> <p>We oversaw all daily operational issues, liaising with and providing undertakings to suppliers (where necessary). A number of payments were made to key suppliers to facilitate the ongoing trading. The payments made to date are required as essential to ensure the business remains operational. The key suppliers include the providers of the Company's telephone line and IT services.</p>	
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Cleveland Bridge UK Limited (IN ADMINISTRATION)

Schedule of Work

<p>Payments have been made to utility suppliers and the local authority. These are reflected on the Trading account.</p> <p>In addition, to procure the ongoing support of the Company's overseas subcontractor to enable the delivery of the Sri Lanka contract it was necessary to agree an assignment of the Company's interest in a performance bond to the subcontractor in reduction of their pre-Administration debt. Had this agreement not been reached, the contract would likely have been determined and the bond withheld by the client.</p> <p>Employees</p> <p>Immediately following our appointment, we retained 25 core staff members to assist with matters arising on a day-to-day basis. The remaining employees were furloughed and an application for the necessary grant funding from the Government's Job Retention Scheme was prepared and submitted to HMRC. Various queries from HMRC in connection with the application submitted have been dealt with and further applications have been prepared, as necessary, during the period of trading.</p> <p>Shortly after appointment, a short term loan of £100,000 was agreed with the secured lender, 4syte. The funds received, facilitated payment of wages due to the 25 employees retained to work, and also enabled furlough payments to be made to the remaining staff members whilst HMRC's grant funding was awaited.</p> <p>This loan has since been repaid.</p>	
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Cleveland Bridge UK Limited (IN ADMINISTRATION)**Schedule of Work**

	<p>Following a review of the business and the cash flow, it was evident that a number of redundancies needed to be made for operational and financial reasons. 57 roles were made redundant on 3rd and 4th August 2021 and correspondence was duly issued to affected employees.</p> <p>On conclusion of successful negotiations with customers, operational requirements were assessed, and 93 furloughed employees were asked to return to work with effect from 9 August 2021 to assist with the restart of trading and completion of existing projects.</p> <p>As mentioned earlier, all employees save for 3 individuals have now been made redundant by the Administrators.</p> <p>The Administrators have continued to process payment of wages due to both furloughed and retained employees on a weekly basis throughout the post-appointment period.</p> <p>A significant amount of correspondence has taken place with employees as well as elected representatives and union representatives in connection with employment and payroll related queries. As part of the ongoing consultation process, several meetings with Employee Representatives have also taken place in order to further discuss matters raised and to provide updates, where possible.</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>	
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Cleveland Bridge UK Limited (IN ADMINISTRATION)

Schedule of Work

<p>In addition, it has been necessary to take advice regarding the 9 members of staff who were employed to work at the Social Club. As previously mentioned, the Company owned a freehold property which was occupied by the Social Club pursuant to a long-standing tenancy agreement with the Company. Whilst the Social Club operates as a separate entity, the Company has previously processed the payroll. The contracts of employment for these 9 members of staff were transferred to Cleveland Sports and Social Club Limited.</p> <p>Retention of Title ('ROT') and Assets on Finance ('AOF')</p> <p>Since our appointment, numerous ROT claims have been received. Time has been spent reviewing and agreeing claims. Where necessary, we have had to defray certain ROT and Lien claims to assist with the ongoing trading operations. Where ROT has been found to be valid we have either arranged for the collection of goods by the supplier, or for the payment of goods if required for ongoing trading.</p> <p>We have sought legal advice from EP where required.</p> <p>This is reflected on the trading receipts and payments account as Ransom Payments.</p> <p>In addition, we have notified all entities who provided the Company with AOF. Where necessary, accounts have been setup and payments have been made for the post administration period.</p> <p>Insurance</p> <p>We have contacted the Company's insurance broker and have liaised with them and our own brokers, Marsh, to obtain an understanding of the current cover</p>	
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Cleveland Bridge UK Limited (IN ADMINISTRATION)**Schedule of Work**

	<p>in place and to ensure all necessary covers remain for the duration of the administration and reducing cover / processing claims as required.</p> <p>It was agreed with those customers for whom contracts were to be completed during Administration that they would each contribute to pay in full the costs of insurance connected to trading (public liability, employers liability and products liability insurances). The cost of the cover was £49,469.</p> <p>Duration of Trading</p> <p>It is anticipated that the ongoing contract in Sri Lanka will complete by 31 March 2022.</p> <p>At that time only retentions due under that contract will be outstanding. It is intended that the sub-contractor will put in place a retentions bond to allow the prompt settlement of all retention sums due in advance of the 12 months defects period.</p>	
7	<p>LEGAL AND LITIGATION</p> <p>Work undertaken during the reporting period</p> <p>We have sought legal advice from EP, Clarion, Ward Hadaway and BLM who have assisted with various legal matters that have arisen so far.</p> <p>The work carried out by our legal advisers is detailed in Section 1.</p>	<p>LEGAL AND LITIGATION</p> <p>Future work to be undertaken</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

FRP

FRP

Cleveland Bridge UK Limited (In Administration)
Time charged for the period 22 July 2021 to 21 January 2022

	Appointment Takers / Partners	Managers / Directors	Other Professional	Junior Professional & Support	Total Hours	Total Cost £	Average Hnly Rate £
Administration and Planning	108.90	194.50	294.05	55.22	652.67	168,001.75	257.41
A&P - Media	6.40				6.40	3,168.00	495.00
A&P - Admin & Planning	27.30	35.90	81.35		144.55	36,171.25	250.23
A&P - Case Accounting	8.60	22.60	52.10	20.72	104.02	22,593.00	217.20
A&P - General Administration	0.20	20.10	113.30	22.70	156.30	30,545.00	195.43
A&P - Strategy and Planning	51.40	69.80	41.90	0.40	163.50	52,753.50	322.65
A&P - Insurance	3.60	0.80	0.10		4.50	2,045.00	454.44
A&P - Travel	3.90	25.00		10.50	39.40	9,555.50	242.53
A&P - Fee and WIP		1.00	0.40	0.20	1.60	417.00	260.63
A&P - Case Control and Review	4.30	16.80	4.90		26.00	8,377.00	322.19
A&P - Case Accounting - General	3.20	2.00		0.70	5.90	2,214.00	375.25
A&P - IT – Admin / planning and acquisition		0.50			0.50	162.50	325.00
Asset Realisation	128.70	66.00	19.40		214.10	87,255.00	407.54
ROA - Asset Realisation	11.10	18.40	15.20		44.70	13,673.50	305.89
ROA - Debt Collection	79.60	39.10	2.90		121.60	52,336.50	430.40
ROA - Freehold/Leasehold Property	7.70	5.20	1.30		14.20	5,674.00	399.58
ROA - Legal-asset Realisation	1.00	0.20			1.20	560.00	466.67
ROA - Stock/ WIP	3.30	0.70			4.00	1,861.00	465.25
ROA - Asset Realisation Floating	15.60	2.40			18.00	8,002.00	444.56
ROA - Asset Realisation Fixed	4.20				4.20	2,079.00	495.00
ROA - Chatel Assets	6.20				6.20	3,069.00	495.00
Creditors	152.00	542.25	404.55	178.50	1,277.30	337,321.25	264.09
CRE - Employees	98.80	463.65	304.75	177.10	1,044.30	269,740.75	258.30
CRE - Secured Creditors	1.10	0.20	1.00		2.30	789.50	343.26
CRE - Pensions - Creditors	2.20	6.50	14.50		23.20	5,575.00	240.30
CRE - TAX/VAT - Pre-appointment	5.60	11.90	3.20		20.70	7,215.50	348.57
CRE - ROT	5.70	18.50	14.50		38.70	10,618.50	274.38
CRE - HP/ Leasing	2.00	1.50	2.10		5.60	1,810.50	323.30
CRE - Unsecured Creditors	27.00	34.30	62.70	1.40	125.40	34,818.00	277.66
CRE - Preferential Creditors	4.60		1.00		5.60	2,457.00	438.75
CRE - Legal-Creditors	5.00	5.70	0.80		11.50	4,296.50	373.61
Investigation	8.70	13.90	139.95	4.00	166.55	37,454.00	224.88
INV - IT – Investigations		1.30	94.75	4.00	100.05	20,367.50	203.57
INV - Investigatory Work	5.20	5.10	37.40		47.70	11,590.50	242.99
INV - Legal - Investigations	0.10				0.10	49.50	495.00
INV - CDDA Enquiries	3.40	7.00	3.40		13.80	4,528.00	328.12
Inv - Ftech - Data Processing Time			2.00		2.00	360.00	180.00
INV - FTech - Project Management		0.50			0.50	162.50	325.00
London Contentious Team - Funds Tracing			2.15		2.15	354.75	165.00
Inv- Ftech - Case Admin			0.25		0.25	41.25	165.00

	Appointment Takers / Partners	Managers / Directors	Other Professional	Junior Professional & Support	Total Hours	Total Cost £	Average Hrly Rate £
Statutory Compliance	32.90	50.80	39.10	0.50	123.30	39,189.50	317.84
STA - Appointment Formalities	0.40	4.50	6.10		11.00	2,708.50	246.23
STA - Statutory Reporting/ Meeting:	26.50	24.50	7.70		58.70	21,954.50	374.01
STA - Pensions- Other		1.70	1.10	0.50	3.30	724.00	219.39
STA -Statutory Compliance - Gener	0.10	4.10	11.60		15.80	3,485.00	220.57
STA - Bonding/ Statutory Advertisin	0.70	0.80			1.50	519.00	346.00
STA - Statement of Affairs	4.40	5.20	7.20		16.80	5,168.50	307.65
STA - Tax/VAT - Post appointment	0.80	10.00	5.00		15.80	4,546.00	287.72
STA - GDPR Work			0.40		0.40	84.00	210.00
Trading	113.60	106.00	61.00		280.60	99,198.50	353.52
TRA - Trading forecasting/ Monitorii	17.30	24.80			42.10	17,289.50	410.68
TRA - Trading - General	47.70	70.70	28.00		146.40	48,349.00	330.25
TRA - Trade-sales/ Purchase	30.30	2.50	5.00		37.80	16,557.50	438.03
TRA - Legal-trading	13.60	1.00			14.60	7,057.00	483.36
TRA - Case Accounting - Trading	4.10	6.20	28.00		38.30	9,438.50	246.44
TRA - IT – Trading / Sale support	0.60	0.80			1.40	507.00	362.14
Total Hours	544.80	973.45	958.05	238.22	2,714.52	768,420.00	283.08

Disbursements for the period
22 July 2021 to 21 January 2022

	Value £
Category 1	
Hotels	1,318.90
Travel	99.00
Storage	2,018.35
Bonding	350.01
Computer Consumables	83.86
Subsistence	104.49
Subscriptions	99.00
Category 2	
Car/Mileage Recharge	2,162.40
Grand Total	6,236.01

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

FRP Charge out rates	From
Grade	1st May 2019
Appointment taker / Partner	370-495
Managers / Directors	280-370
Other Professional	165-230
Junior Professional & Support	80-110

FRP

FRP SIP 9 Report - Period cost report

Printed 16/02/2022

Cleveland Bridge UK Limited (In Administration)
Time charged for the period 22 July 2021 to 21 January 2022

	Appointment Takers / Partners	Managers / Directors	Other Professional	Junior Professional & Support	Total Hours	Total Cost £	Average Hourly Rate £
Administration and Planning	28.40	15.50	12.70	1.70	58.30	21,218.00	363.95
A&P - Admin & Planning		0.20			0.20	65.00	325.00
A&P - Case Accounting	0.60		0.20		0.80	333.00	416.25
A&P - General Administration			2.20	1.40	3.60	602.00	167.22
A&P - Strategy and Planning	8.90	3.50	2.50		14.90	5,806.00	389.66
A&P - Insurance	6.50	11.10	7.80	0.30	25.70	8,171.50	317.96
A&P - Travel	1.00				1.00	370.00	370.00
A&P - Fee and WIP	9.60	0.70			10.30	4,979.50	483.45
A&P - Case Accounting - General	1.80				1.80	891.00	495.00
Asset Realisation	257.40	233.90	116.40		607.70	223,149.50	367.20
ROA - Asset Realisation	15.70	18.35	24.10		58.15	17,709.50	304.55
ROA - Debt Collection	33.90	13.60	4.30		51.80	21,847.50	421.77
ROA - Sale of Business	118.80	156.05	77.80		352.65	123,440.50	350.04
ROA - Freehold/Leasehold Property	52.60	5.30	10.20		68.10	29,339.00	430.82
ROA - Legal-asset Realisation	5.80	1.10			6.90	3,228.50	467.90
ROA - Asset Realisation Floating	4.20	2.20			6.40	2,794.00	436.56
ROA - Asset Realisation Fixed	23.70	37.30			61.00	23,454.00	384.49
ROA - Chatel Assets	2.70				2.70	1,336.50	495.00
Creditors	37.82	18.60	6.50		62.92	25,538.40	405.89
CRE - Secured Creditors	32.02	10.80	5.30		48.12	20,201.40	419.81
CRE - Pensions - Creditors		0.20			0.20	65.00	325.00
CRE - TAX/VAT - Pre-appointment	0.30	0.50			0.80	311.00	388.75
CRE - HP/ Leasing	1.30	4.70	1.20		7.20	2,102.00	291.94
CRE - Unsecured Creditors	0.10	0.40			0.50	179.50	359.00
CRE - Shareholders	2.80				2.80	1,386.00	495.00
CRE - Legal-Creditors	0.90	2.00			2.90	1,095.50	377.76
CRE - Landlord	0.40				0.40	198.00	495.00
Investigation	0.30	0.30			0.60	246.00	410.00
INV - Investigatory Work		0.30			0.30	97.50	325.00
INV - Legal - Investigations	0.30				0.30	148.50	495.00
Statutory Compliance	0.40	0.80	0.30		1.50	512.00	341.33
STA - Statutory Reporting/ Meetings		0.10			0.10	32.50	325.00
STA - Statutory Compliance - General	0.40		0.30		0.70	252.00	360.00
STA - Statement of Affairs		0.70			0.70	227.50	325.00
Trading		3.40	5.30		8.70	1,904.50	218.91
TRA - Trading - General		3.40	5.30		8.70	1,904.50	218.91
Total Hours	324.32	272.50	141.20	1.70	739.72	272,568.40	368.48

FRP Charge out rates

Grade	From 1st May 2019
Appointment taker / Partner	370-495
Managers / Directors	280-370
Other Professional	165-230
Junior Professional & Support	80-110

Appendix E

Receipts and payments account for the period

FRP

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

Statement of Affairs £	From 22/07/2021 To 21/01/2022 £	From 22/07/2021 To 21/01/2022 £
POST APPOINTMENT SALES		
Sale of Stock	£286,034.40	£286,034.40
Contribution to Insurance Costs	£49,468.82	£49,468.82
Administrators Sales	£3,282,628.37	£3,282,628.37
Furlough Grant	£299,172.07	£299,172.07
	<u>£3,917,303.66</u>	<u>£3,917,303.66</u>
PURCHASES		
Stock & Supplies	£52,077.03	£52,077.03
	<u>(£52,077.03)</u>	<u>(£52,077.03)</u>
OTHER DIRECT COSTS		
Sub Contractors	£17,579.72	£17,579.72
Direct Wages	£847,902.50	£847,902.50
Pension Contributions	£95,421.15	£95,421.15
	<u>(£960,903.37)</u>	<u>(£960,903.37)</u>
TRADING EXPENDITURE		
Site Security Costs	£77,190.00	£77,190.00
Indirect Labour	£3,955.00	£3,955.00
Business Rates	£77,066.52	£77,066.52
Utilities	£84,911.10	£84,911.10
Payroll Software	£1,851.26	£1,851.26
Telephone Line Rental	£6,849.99	£6,849.99
Sri Lanka Project Payments	£2,405,528.14	£2,405,528.14
Lease/HP Payments	£17,314.20	£17,314.20
Hire of Equipment	£16,716.65	£16,716.65
Repairs & Maintenance	£15,008.04	£15,008.04
Sundry Expenses	£4,214.33	£4,214.33
Petty Cash	£300.00	£300.00
Lien Payment	£54,000.00	£54,000.00
IT Provider Costs	£18,378.18	£18,378.18
Private Medical Insurance	£8,508.99	£8,508.99
Apprenticeship Levy	£897.01	£897.01
PAYE/NI Contributions	£359,353.93	£359,353.93
Ransom Payments	£6,198.76	£6,198.76
Workplace Supplies/Consumables	£215.10	£215.10
Union Payments	£345.86	£345.86
Various Gas Supplies	£9,973.46	£9,973.46
	<u>(£3,168,776.52)</u>	<u>(£3,168,776.52)</u>
TRADING SURPLUS/(DEFICIT)	<u>(£264,453.26)</u>	<u>(£264,453.26)</u>

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

Statement of Affairs		From 22/07/2021 To 21/01/2022	From 22/07/2021 To 21/01/2022
£		£	£
SECURED ASSETS			
£4,875,000.00	Long Leasehold Land & Property	£5,250,000.00	£5,250,000.00
£1,725,000.00	Plant & Machinery	£1,100,000.00	£1,100,000.00
Uncertain	Goodwill	NIL	NIL
£724,500.00	Book Debts	£674,951.00	£674,951.00
	Contribution From Fixed Charge Lender	£100,000.00	£100,000.00
		<u>£7,124,951.00</u>	<u>£7,124,951.00</u>
COSTS OF REALISATION			
	Site Security Costs	£61,567.50	£61,567.50
	Administrators' Fees	£200,000.00	£200,000.00
	Legal Fees	£76,668.50	£76,668.50
	Agents/Valuers Fees	£26,250.00	£26,250.00
	Debt Collection Fees	£19,090.00	£19,090.00
	Legal Disbursements	£36.00	£36.00
	Utilities	£23,504.55	£23,504.55
	Repay Fixed Charge Lender Contribution	£100,000.00	£100,000.00
	Bank Charges - Fixed	£25.40	£25.40
		<u>(£507,141.95)</u>	<u>(£507,141.95)</u>
SECURED CREDITORS			
(£3,400,000.00)	4Syte Limited	£2,967,007.55	£2,967,007.55
(£6,000,000.00)	Al-Rushaid Petroleum Investment Group	NIL	NIL
		<u>(£2,967,007.55)</u>	<u>(£2,967,007.55)</u>
HIRE PURCHASE			
£350,000.00	Assets subject to Finance	NIL	NIL
(£341,000.00)	Lombard North Central	NIL	NIL
		<u>NIL</u>	<u>NIL</u>
ASSET REALISATIONS			
	Bank Interest Gross	£57.72	£57.72
£678,500.00	Book Debts	£475,404.52	£475,404.52
	Bupa Rebate	£4,897.46	£4,897.46
£207,000.00	Cash at Bank	£240,693.52	£240,693.52
£160,000.00	Freehold Land & Property	£165,000.00	£165,000.00
	Insurance Refund	£1,141.68	£1,141.68
Uncertain	Intercompany Debts	£103,098.43	£103,098.43
Uncertain	Overseas Book Debts	£893,481.12	£893,481.12
Uncertain	Overseas Performance and Tender Bonds	£1,800,000.00	£1,800,000.00
NIL	Prepayments	NIL	NIL
	Reimbursement of Social Club Wages	£9,000.00	£9,000.00
£290,000.00	Retentions	£346,765.13	£346,765.13
Uncertain	Sri Lankan Tax Rebate	NIL	NIL
Uncertain	Stock	£116,045.80	£116,045.80
	Sundry Rebates	£155.35	£155.35
	Suspense Account	£1,377.96	£1,377.96
	Trading Surplus/(Deficit)	(£264,453.26)	(£264,453.26)
£145,000.00	UK Performance and Tender Bonds	£145,062.70	£145,062.70
		<u>£4,037,728.13</u>	<u>£4,037,728.13</u>
COST OF REALISATIONS			
	Accountancy Fees	£7,032.58	£7,032.58
	Administrators' Disbursements	£5,146.64	£5,146.64
	Administrators' Remuneration	£700,000.00	£700,000.00

	Agents Disbursements	£2,150.00	£2,150.00
	Agents/Valuers Fees	£500.00	£500.00
	Assignment of Overseas Performance	£1,300,000.00	£1,300,000.00
	Bank Charges - Floating	£238.60	£238.60
	Debt Collection Costs	£27,692.50	£27,692.50
	HR Consultancy Fees	£11,010.00	£11,010.00
	IT Provider Costs	£1,302.39	£1,302.39
	Legal Disbursements	£2,158.00	£2,158.00
	Legal Fees	£53,758.50	£53,758.50
	Legal Fees - Pre-Administration	£1,080.00	£1,080.00
	Pre Appointment Administrators Fees	£46,749.00	£46,749.00
	Public Relations Consultancy	£7,455.00	£7,455.00
	Public Relations Consultancy (pre appt	£700.00	£700.00
	Secure Document destruction	£3,112.20	£3,112.20
	Statutory Advertising	£81.00	£81.00
		<u>(£2,170,166.41)</u>	<u>(£2,170,166.41)</u>
	PREFERENTIAL CREDITORS		
(£343,168.00)	Arrears of Wages and Unpaid Holiday	£117,264.80	£117,264.80
(£57,592.00)	Unpaid Pension Contributions	NIL	NIL
		<u>(£117,264.80)</u>	<u>(£117,264.80)</u>
	SECONDARY PREFERENTIAL CREDITORS		
(£2,595,424.00)	H M Revenue & Customs	NIL	NIL
		<u>NIL</u>	<u>NIL</u>
	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)	Trade & Expense Creditors	NIL	NIL
		<u>NIL</u>	<u>NIL</u>
	DISTRIBUTIONS		
(£3,521,000.00)	Ordinary Shareholders	NIL	NIL
		<u>NIL</u>	<u>NIL</u>
(£18,863,217.95)		£5,401,098.42	£5,401,098.42
	REPRESENTED BY		
	Current Fixed Int Bearing		£3,790,667.99
	Current Floating Int Bearing		£1,369,472.08
	HNB £ account		£238,408.20
	Trade Creditors		(£1,056.00)
	Vat Payable - Fixed		(£221,282.60)
	Vat Payable - Floating		(£82,296.32)
	Vat Irrecoverable - Fixed		£81,416.11
	Vat Recoverable - Floating		£225,768.96
			£5,401,098.42



Martyn James Pullin
Joint Administrator

Cleveland Bridge UK Limited
(In Administration)
Joint Administrators' Sri Lankan Rupee Accounts

Statement of Affairs	From 22/07/2021 To 21/01/2022 LKR
INCOME	
Cash at Bank	12,326,232.50
Income	516,120.00
	<hr/> 12,842,352.50
EXPENDITURE	
Bank Charges - Trading	565.00
Sri Lanka Payments	10,994,506.25
Accountancy Fees	1,560,608.75
	<hr/> 12,555,680.00
CURRENT FUNDS HELD	286,672.50

Note.

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

1 GBP = 274.59 LKR

Appendix F

Statement of expenses incurred in the Period

FRP

Cleveland Bridge UK Limited (In Administration)
Statement of expenses for the period ended
21/01/2022

	Period to 21/01/2022 £
Expenses - Floating Charge	
Office Holders' remuneration (Time costs)	768,420
Office Holders' disbursements	6,236
Office Holders' pre appointment fees	46,749
Pre appointment legal fees	1,080
Post appointment legal fees	53,759
Post appointment legal disbursements	2,158
HR Consultancy fees	11,010
Debt Collection Costs	27,693
Accountancy Fees	7,033
PR Advisers costs (post appointment)	7,455
PR Advisers costs (pre appointment)	700
Agents fees	1,100
Agents disbursements	2,150
Statutory Advertising	81
Insurance	58,262
Bank Charges	264
Document Destruction	3,112
IT Providers Costs	1,302
	-
	-
Expenses - Fixed Charge	-
Office Holder's remuneration	200,000
Legal Fees	76,668
Legal Disbursements	36
Debt Collection Costs	19,090
Agent's Fees	51,250
Agent's Disbursements	48,000
Site Security costs	61,568
Utilities	23,505
Insurance	32,673
Repayment Fixed Charge Contribution	100,000
Total	1,611,354