In accordance with Rule 18.6 of the Insolvency (England & Wales) Rules 2016.

AM10
Notice of administrator's progress report

Companies House

WEDNESDAY

A8KL6I1D
A27 18/12/2019 #43
COMPANIES HOUSE

1 Company details

Company number	0 4 6 4 5 6 9 2
Company name in full	Dawnus International Limited

→ **Filling in this form**
Please complete in typescript or in bold black capitals.

2 Administrator's name

Full forename(s)	Alistair
Surname	Wardell

3 Administrator's address

Building name/number	11/13 Penhill Road
Street	
Post town	Cardiff
County/Region	South Glamorgan
Postcode	C F 1 1 9 U P
Country	

4 Administrator's name ❶

Full forename(s)	Matthew E
Surname	Richards

❶ **Other administrator**
Use this section to tell us about another administrator.

5 Administrator's address ❷

Building name/number	30 Finsbury Square
Street	
Post town	London
County/Region	
Postcode	E C 2 A 1 A G
Country	

❷ **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	2 1 / 0 5 / 2 0 1 9
To date	2 0 / 1 1 / 2 0 1 9

7 Progress report

☑ I attach a copy of the progress report

8 Sign and date

Administrator's signature	Signature X [signature] X
Signature date	1 6 / 1 2 / 2 0 1 9

AM10
Notice of administrator's progress report

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 David Buckley

Company name Grant Thornton UK LLP

Address 4 Hardman Square

Spinningfields

Post town Manchester

County/Region

Postcode M 3 3 E B

Country

DX

Telephone 0161 953 6900

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. ❶
Use extra copies to tell us of additional insolvency practitioners.

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

→ Filling in this form
Please complete in typescript or in bold black capitals.

All fields are mandatory unless specified or indicated by *

1 Appointment type

Tick to show the nature of the appointment:

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

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

2 Insolvency practitioner's name

Full forename(s)	Philip
Surname	Stephenson

3 Insolvency practitioner's address

Building name/number	30 Finsbury Square
Street	London
Post town	EC2P 2YU
County/Region	
Postcode	
Country	

Grant Thornton

Recovery and Reorganisation
Grant Thornton UK LLP
4 Hardman Square
Spinningfields
Manchester
M3 3EB

Dawnus International Limited (DIL) and Dawnus Sierra Leone Limited (DSLL) Both in administration (the Companies)

Joint administrators' progress report for the period 21 May 2019 to 20 November 2019

Prepared by: Matthew Richards, Joint Administrator

Contact details: Should you wish to discuss any matters in this report, please do not hesitate to contact David Buckley on 0161 953 6900

1 Executive summary

- *This progress report for the Companies' administrations covers the period from 21 May 2019 to* 20 November 2019.
- Our proposals were approved on 25 July 2019 by deemed consent.
- The key work done in the period has been to pursue the book debts of the Companies.
- The administrations are currently due to end on 20 May 2020. It is anticipated that DIL will take a *further 18 months to be completed, whilst DSLL may be completed within the next 6 months.*
- It is unlikely that there will be sufficient funds to make distributions to unsecured creditors (other than potentially by virtue of the prescribed part), and therefore it is intended to exit the administrations and move to dissolution.

Matthew Richards
Joint Administrator

16 December 2019

Please be aware that fraudsters have been known to masquerade as the administrators of a company that has entered administration, or as the administrators' staff or agents. Fraudsters may contact creditors asking for a payment to enable release of money payable to the creditor or other purposes. The administrators, their staff or agents will never make such a request.

Definitions

The following definitions are used either within the body of this report, the appendices to it, or both.

The Companies	Dawnus International Limited and Dawnus Sierra Leone Limited
DIL	Dawnus International Limited
DSLL	Dawnus Sierra Leone Limited
VAT	Value added tax

2 Progress to date

2.1 Strategy and progress since our statement of proposals

It was not possible to achieve a rescue of the Companies as a going concern because the Companies ceased to trade prior to the administrations and there was no funding available. The outcome of the administrations would be no different had the Companies been wound up so we continue to pursue the third statutory objective of realising the Companies' property in order to make a distribution to one or more secured or preferential creditors.

Since our previous report, we have continued to pursue the book debts of the Companies.

2.2 Realisation of assets

Trade debtors – DIL and DSLL

The directors' statement of affairs indicated that there were trade debtors with an estimated realisable value of £693,475 and £83,747 for DIL and DSLL respectively. To date, £12,578 has been recovered in DIL and no recoveries have been made to date in DSLL. We have instructed legal advisors, DJM Limited, to assist with the recoveries of the remaining debts.

WIP and Retentions – DIL

The directors' statement of affairs indicated that there are WIP and retentions in DIL with an estimated realisable value of £771,860. We have instructed legal advisors, DJM Limited, to assist with the recoveries of the remaining debts. No recoveries have been made to date.

Cash at bank – DIL and DSLL

The directors' statement of affairs indicated that there was cash at bank of £75,424 for DIL and no cash in DSLL. Our investigations of the bank accounts located in Sierra Leone and Liberia showed that the funds listed in the statement of affairs were not available on the date of the administration of DIL. We have recovered £507 in DIL and £65 in DSLL.

3 Creditors

3.1 Secured creditors

The Welsh Government has a debenture dated 27 March 2018 with fixed and floating charges over both DIL and DSLL. At the date of the administrations, the balance due secured by the debentures was £1.56 million.

HSBC Equipment Finance (UK) Limited has a debenture dated 16 March 2018 with fixed and floating charges over certain assets of both DIL and DSLL. The debt outstanding will depend upon the amount the assets subject to the debenture were realised for prior to our appointment and we await details from this creditor.

HSBC Bank Plc has debentures dated 16 August 2018 over DIL and 1 August 2018 over DSLL, both with fixed and floating charges. At the date of the administrations, the balance due secured by the debentures was £5.1 million.

The above debts result from funds borrowed by the Companies' associated companies where the Companies have granted the creditors cross-guarantees.

There will be a shortfall to the secured creditors.

3.2 Preferential creditors

Preferential creditor claims consist of employee claims for wages and holiday pay, up to certain statutory limits. A significant element of these claims will be subrogated to the Secretary of State, following payment of claims by the Redundancy Payments Service.

There were no employees as at the date of the administrations.

3.3 Prescribed part – unsecured creditors

In accordance with section 176A of the Insolvency Act 1986, a prescribed part is to be set aside from the floating charge assets and made available to the unsecured creditors of the Company. The prescribed part calculation is applied to the net property available and is calculated at 50% of the first £10,000 of net realisations and 20% of all further amounts, up to a maximum prescribed part of £600,000.

The statement of affairs details the following:

- nine unsecured creditors of DIL totalling £210,647
- two unsecured creditors of DSLL totalling £5.3 million, of which the largest is an inter-company creditor, Dawnus Construction Holdings Limited

At this stage, it is not possible to determine whether there will be sufficient assets to enable a distribution to the prescribed part due to on-going work to realise the assets of the Companies.

3.4 Non-preferential unsecured creditors

There will not be a dividend payable to this class of creditor except in respect of the Prescribed Part mentioned above.

4 Investigations into the affairs of the Companies

4.1 Statutory investigations

We undertook an investigation into the Companies' affairs to establish whether there were any potential asset recoveries, or conduct matters that required further investigation, taking into account the public interest, potential recoveries, the funds likely to be available to fund an investigation and the costs involved.

Also, within three months of our appointment as joint administrators, as required by the Companies Directors Disqualification Act 1986, we reported to the Secretary of State the required facts about the Companies' business and the conduct of its directors (including those acting within the past three years).

Based on the outcome of our investigations into the affairs of the Companies to date, there are no matters identified that need to be reported to the creditors. However, we would be pleased to receive from any creditor any useful information concerning the Companies, their dealing or conduct which may assist us.

5 Fees and costs

5.1 DIL

The basis of our fees has not yet been fixed and we have not previously taken steps to fix it due to the limited information available to us on the onset of the case.

The joint administrators' statement of proposals dated 5 July 2019 stated that the administrators think that the company has insufficient property to enable a distribution to be made to unsecured creditors other than by virtue of section 176A(2)(a) of the Insolvency Act 1986 (the "prescribed part" to be carved out of money which would otherwise be payable to the holder of a floating charge).

A consequence of this statement is that rule 18.18(4) of the Rules provides that the basis of the joint administrators' remuneration shall be fixed, if, as in this case, there is no creditors' committee and no preferential creditors, by the consent of each of the secured creditors.

5.2 DSLL

The basis of our fees has not yet been fixed and we have not taken steps to fix it due to the lack of assets in this case.

Further details about remuneration and expenses are provided in Appendix B to this report.

6 Future strategy

6.1 Future conduct of the administrations

We will continue to manage the affairs, business and property of the Companies in order to achieve the purpose of the administrations. This will include but not be limited to:

- continue to pursue the debtors, WIP and retentions;
- payment of administration expenses, including our remuneration;
- agreeing the claims of the unsecured creditors and payment a dividend, if future realisations make this feasible;
- paying any potential distributions to the secured creditors, if future realisations make this feasible;
- finalisation of the Companies' tax affairs, including completion of corporation tax and VAT returns and settlement of any liabilities; and
- complying with statutory and compliance obligations.

It is estimated that the administration of DIL will take approximately 18 months to be concluded due to the nature of the assets.

DSLL may be concluded within the next six months as, based on information obtained to date, there are less recoverable assets to pursue.

6.2 Extension of the administration – DIL

The duration of an administration is restricted to 12 months from the date of commencement, unless it is extended with the permission of the creditors or the Court. The administrations are currently due to end on 20 May 2020.

It has been identified that an extension to the administration of DIL is required to enable us to continue to realise the assets.

An extension will be sought from the secured creditors. We do not require consent for an extension from the unsecured creditors because, in accordance with paragraph 52(1) of Schedule B1 of the Insolvency Act 1986, we are of the opinion that DIL has insufficient funds to enable a distribution to the unsecured creditors, other than by virtue of Section 176A of the Insolvency Act 1986 (prescribed part).

6.3 Discharge from liability

At the conclusion of the administrations, we require discharge from liability.

As there are insufficient funds to make a distribution to unsecured creditors other than by virtue of the prescribed part, we will seek a resolution from the secured creditors in order to obtain our discharge from liability.

6.4 Exit from administration

At this stage, it is envisaged that the administrations will end by the dissolution of the Companies.

6.5 Data Protection

Any personal information held by the company will continue to be processed for the purposes of the administrations of the Companies and in accordance with the requirements of data protection.

6.6 Future reporting

The date of our next report to creditors is anticipated to be by 20 June 2020.

If the administrations are concluded before the next reporting date, the next report will be a final report.

A Abstract of the administrators' receipts and payments

Dawnus International Limited - in administration
Joint Administrators' receipts and payments account
from 21 May 2019 to 20 November 2019

Receipts	**Statement of Affairs (£)**	**Total (£)**
WIP/Retentions	771,860.00	0.00
Book Debts	693,475.00	12,577.94
Cash at Bank	75,424.00	507.44
		13,085.38
Payments		
Preparation of S. of A.		345.00
Legal Fees (1)		2,500.00
Statutory Advertising		73.55
Bank Charges		0.80
VAT on Purchases		514.71
		3,434.06
Balance - 20 November 2019		9,651.32

Made up as follows

Floating Current Account	9,651.32
	9,651.32

A Abstract of the administrators' receipts and payments

Dawnus Sierra Leone Limited - in administration
Joint Administrators' receipts and payments account
from 21 May 2019 to 20 November 2019

Receipts	**Statement of Affairs (£)**	**Total (£)**
Book Debts	83,747.00	0.00
Cash at Bank		64.59
		64.59
Payments		
		0.00
Balance - 20 November 2019		64.59

Made up as follows

Floating Current Account	64.59
	64.59

B Payments, remuneration and expenses to the joint administrators or their associates

Statement of Insolvency Practice 9 disclosure

This appendix has been prepared in conjunction with the requirements of the Insolvency Act 1986, the Insolvency (England and Wales) Rules 2016 (the Rules) and Statement of Insolvency Practice 9 (SIP9). In summary, it covers:

- pre-appointment costs
- fee basis
- work done by the joint administrators and their team during the period
- disbursements and expenses
- sub-contracted out work
- payments to associates
- relationships requiring disclosure
- information for creditors (rights, fees, committees)

Pre-appointment costs

Pre-appointment administration costs are fees charged and expenses incurred by administrators or other qualified insolvency practitioners, before the company entered administration but with a view to it doing so. To the extent they remain unpaid when the company enters administration and payment is sought, approval is required from the appropriate body of creditors as to whether they should be paid from the estate.

In the period leading up to appointment, the firm incurred costs in undertaking certain tasks prior to placing the company into administration. We will not be seeking approval of those costs as an expense of the administration under Rule 3.52 and, therefore, there will be no pre-appointment fee paid to the firm.

Eversheds Sutherland (Eversheds) was instructed by Grant Thornton UK LLP to assist with the drafting of the pre-appointment documentation. Its costs incurred in respect of this matter are £14,484 including disbursements. To date, there are insufficient funds to enable payment of these costs, so we are yet to seek approval of the payment from the secured creditors but will do so in due course.

Post-appointment costs

Fee basis of the joint administrators

We have not yet taken steps to fix the fee basis due to the limited information available to us about the Company / realisable assets on appointment.

Proposed fee basis

The joint administrators' statement of proposals dated 5 July 2019 stated that the administrators think that the company has insufficient property to enable a distribution to be made to unsecured creditors other than by virtue of section 176A(2)(a) of the Insolvency Act 1986 (the "prescribed part" to be carved out of money which would otherwise be payable to the holder of a floating charge).

A consequence of this statement is that rule 18.18(4) of the Rules provides that the basis of the joint administrators' remuneration shall be fixed, if, as in this case, there is no creditors' committee and no preferential creditors, by the consent of each of the secured creditors.

Likely return to creditors

We do not anticipate to be in a position to pay a dividend, except for potentially as a prescribed part under section 176A of the Insolvency Act 1986.

Work done by the joint administrators and their team during the Period

We are required to detail costs of actual work done in the Period, including any expenses incurred in connection with it, as against any fees estimate provided. In this case, we have not provided a fee estimate because our fee proposal is not by reference to time given by the joint administrators and their staff. We are also required to provide a narrative explanation of the work done, which can be seen in the table below. Details of expenses incurred in connection with work done are provided in the 'Disbursements and expenses' section below.

Area of work	Work done	Why the work was necessary	Financial benefit to creditors
Assets			
Debtors	• Conduct a review of the company records with the assistance of the director • Engage legal advisors, DJM Limited, to assist with the review of debtors (including retentions, outstanding invoices and WIP), locating supporting and relevant information, and liaising with former employees of the group	• To secure and realise the debts where possible • To maximise recoveries for creditors	• This work was necessary to realise financial value for the estate and for a distribution to creditors should sufficient funds become available
Investigations			
Debtor/ directors/ senior employees	• Conduct preliminary review into the affairs of the company using the books and records and financial accounting software • Complete relevant forms on the Directors Conduct Reporting Service website and internal checks	• To report on the conduct of the directors • To ensure that all company assets are identified, secured and realised	• This work was necessary to discharge the office holders' duties. As explained under 'Why the work was necessary', although it did not add financial value to the estate it adds value to the insolvency process
Creditors			
Secured	• Formal reporting to the secured creditors	• To keep the secured creditors updated as the key stakeholders in the administration due to their fixed and floating charges over the company's assets	• This work was completed solely for the purpose of complying with statutory requirements and had no direct financial benefit to the estate
Employees & pensions	• Searches of public information and books and records for any pension schemes	• To ensure any claims are dealt with appropriately	• This work was completed solely for the purpose of complying with statutory requirements and had no direct financial benefit to the estate
Unsecured	• Liaise with unsecured creditors in respect of their claims in the estate and deal with the queries received	• To ensure all creditor claims and correspondence was dealt with appropriately	• This work was completed solely for the purpose of complying with statutory requirements and had no direct financial benefit to the estate

Administration

Treasury, billing & funding	• Transfer of funds from pre-appointment bank accounts, including correspondence with overseas banks • Manage and maintain the estate's bank account • Undertake bank reconciliations	• To recover cash in pre-administration bank accounts • To comply with insolvency law and regulations	• This work was necessary to realise financial value for the estate and for a distribution to creditors should sufficient funds become available
Tax	• Collation of information on the tax position of the company • Review company's tax liabilities and any potential refunds • Correspondence with HMRC including submission of statutory forms	• To comply with tax legislation	• This work was completed solely for the purpose of complying with statutory requirements and had no direct financial benefit to the estate
Take-on	• Obtain and assess statutory company information together with other publicly available information • Complete the necessary relationship and ethical checks to confirm independence and objectivity for taking the insolvency appointment and implementing and maintaining safeguards which may be required • Conduct anti-money laundering checks including client verification and assessing the risks • Continue to monitor and maintain compliance with anti-money laundering procedures	• To comply with financial crime legislation as well as internal risk management policies • To facilitate knowledge of client • To ensure and maintain independence in line with Insolvency Code of Ethics • To comply with anti-money laundering regulations and internal risk policies	• This work was completed solely for the purpose of complying with statutory requirements and had no direct financial benefit to the estate
Appointment formalities	• Check the presence, validity and filing of all formal appointment documentation • Prepare, circulate, advertise and file notice of appointment	• To ensure that the appointment is valid • To comply with insolvency law and regulation	• This work was completed solely for the purpose of complying with statutory requirements and had no direct financial benefit to the estate

Case set-up	• Set up insolvency practitioner's software and transaction processing software • Set up document and mail merge templates for standard letters • Calculate, complete and submit the bordereau notification • Continue to maintain insolvency practitioner's software and transaction processing software	• To capture key information and facilitate compliance with statutory requirements • To ensure the appointees are insured and the insolvency estate is protected • To understand the data in use, its sensitivities (if any) and to comply with data protection laws • To comply with insolvency law and regulations	• This work was completed solely for the purpose of complying with statutory requirements and had no direct financial benefit to the estate
Reports, circulars notices & decisions	• Notify creditors of appointment • Draft, circulate and file the joint administrators' proposals for achieving the purpose of administration • Monitor deemed consent	• To comply with insolvency law and regulations	• This work was completed solely for the purpose of complying with statutory requirements and had no direct financial benefit to the estate
Statement of Affairs	• Request statement of affairs from the directors • Review statement of affairs and circulating to creditors • Reconciliation of creditor claims	• To comply with insolvency law and regulations	• This work was completed solely for the purpose of complying with statutory requirements and had no direct financial benefit to the estate

Statement of expenses and disbursements incurred in the Period

This table provides details of expenses and disbursements incurred in the Period in connection with the work done by the joint administrators, description of which is provided in the 'Work done' section above.

Category	Incurred in the Period (£)	Cumulatively incurred as at Period end (£)	Of which paid by the estate as at Period end (£)
Category 1 disbursements			
Insolvency Practitioners' Bond	750	750	-
Expenses			
Legal fees: DJM Limited	2,500	2,500	2,500
Preparation of statement of affairs	345	345	345
Statutory advertising	74	74	74
Total expenses and disbursements	**3,670**	**3,670**	**2,920**

Disbursements are expenses met by and reimbursed to an office holder in connection with an insolvency appointment and fall into two categories:

Category 1 disbursements

These are also known as 'out of pocket expenses' and are payments to independent third parties where there is specific expenditure directly referable to the insolvent estate; they can be drawn without prior approval and consist of the following categories:

- Travel and subsistence – these costs, which exclude mileage, are incurred by staff in attending trading premises or meetings, for example
- Office costs – these are costs such as postage or courier charges which are incurred in managing the case
- Statutory costs – these are costs such as bonding and advertising relating specifically to the case, which are required by statute

They also include expenses which have been paid using a Grant Thornton Loan, the balance of which (if any) can be seen on the joint administrators' receipts and payment account at Appendix A

Category 2 disbursements

These are expenses that are directly referable to the insolvent estate but not a payment to an independent third party. They may include shared or allocated costs that may be incurred by an office holder or their firm, and that can be allocated to the appointment on a proper and reasonable basis. Category 2 disbursements require approval in the same manner as an office holder's remuneration.

To the extent that recovery of category 2 disbursements is sought, this will be for mileage only.

Mileage is charged at 45p a mile. VAT is added as appropriate. No category 2 disbursements have been incurred.

Sub-contracted out work

We confirm that, in the Period, we have not sub-contracted out any work that could otherwise have been carried out by us or our team.

Payments to associates

Where we have enlisted the services of others, we have sought to obtain the best value and service. In the interest of transparency, we disclose below services we have sought from within our firm or from a party with whom (to the best of our knowledge) our firm, or an individual within our firm, has a business or personal relationship:

Service provider	Services enlisted	Cost of service
Grant Thornton UK LLP	• Tax work/advice (narrative is included within the above narrative of work done) • Pensions work/advice (narrative is included within the above narrative of work done)	• Costs are included within the fixed fee that has been proposed

Relationships requiring disclosure

We confirm that we are not aware of any business or personal relationships with any parties responsible for approving the joint administrators' fee basis, or who provide services to us as joint administrators, which may give rise to a potential conflict.

Information for creditors and members

Information to help creditors and members to understand their rights in insolvency and regarding officeholders' (ie administrators or liquidators) fees, and the roles and functions of committees is available via Grant Thornton's website:

https://www.grantthornton.co.uk/portal

Alternatively, we will supply this information by post, free of charge, on request.

B Payments, remuneration and expenses to the joint administrators or their associates

Statement of Insolvency Practice 9 disclosure

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- pre-appointment costs
- fee basis
- work done by the joint administrators and their team during the period
- disbursements and expenses
- sub-contracted out work
- payments to associates
- relationships requiring disclosure
- information for creditors (rights, fees, committees)

Pre-appointment costs

Pre-appointment administration costs are fees charged and expenses incurred by administrators or other qualified insolvency practitioners, before the company entered administration but with a view to it doing so. To the extent they remain unpaid when the company enters administration and payment is sought, approval is required from the appropriate body of creditors as to whether they should be paid from the estate.

In the period leading up to appointment, the firm incurred costs in undertaking tasks required for placing the company into administration. We will not be seeking approval of these costs as an expense of the administration under Rule 3.52 and, therefore, there will be no pre-appointment fee paid to the firm.

Eversheds Sutherland (Eversheds) was instructed by Grant Thornton UK LLP to assist with the drafting of the pre-appointment documentation. Its costs incurred in respect of this matter are £97 inclusive of disbursements. There are insufficient funds to enable payment of these costs, so we have not sought approval of this payment from the secured creditors.

Post-appointment costs

Fee basis of the joint administrators

As at the date of this report, the fee basis has not been set. In view of the lack of assets, the joint administrators are not attempting to fix a fee basis for this case at this stage.

Work done by the joint administrators and their team during the Period

We are required to detail costs of actual work done in the Period, including any expenses incurred in connection with it, as against any fees estimate provided. In this case, we have not provided a fees estimate as we are not proposing to fix the basis of our fees. We are also required to provide narrative explanation of the work done, which can be seen in the table below. Details of expenses incurred in connection with work done are provided in the 'Disbursements and expenses' section below.

Area of work	Work done	Why the work was necessary	Financial benefit to creditors
Assets			
Debtors	• Conduct a review of the company records with the assistance of the director • Engage legal advisors, DJM, to assist with the review of contract debtors (including retentions, outstanding invoices and WIP), locating supporting and relevant information, and liaising with former employees of the group	• To secure and realise the debts where possible • To maximise recoveries for creditors	• This work was necessary to realise financial value for the estate and for a distribution to creditors should sufficient funds become available
Investigations			
Debtor/ directors/ senior employees	• Conduct preliminary review into the affairs of the company using the books and records and financial accounting software • Complete relevant forms on the Directors Conduct Reporting Service website and internal checks	• To report on the conduct of the directors • To ensure that all company assets are identified, secured and realised	• This work was necessary to discharge the office holders' duties. As explained under 'Why the work was necessary', although it did not add financial value to the estate it adds value to the insolvency process

Creditors			
Secured	• Formal reporting to the secured creditors	• To keep the secured creditors updated as the key stakeholders in the administration due to their fixed and floating charges over the company's assets	• This work was completed solely for the purpose of complying with statutory requirements and had no direct financial benefit to the estate
Employees & pensions	• Searches of public information and books and records for any pension schemes	• To ensure any claims are dealt with appropriately	• This work was completed solely for the purpose of complying with statutory requirements and had no direct financial benefit to the estate
Unsecured	• Liaise with unsecured creditors in respect of their claims in the estate and deal with the queries received	• To ensure all creditor claims are dealt with appropriately	• This work was completed solely for the purpose of complying with statutory requirements and had no direct financial benefit to the estate
Administration			
Treasury, billing & funding	• Transfer of funds from pre-appointment bank accounts which included significant amount of chasing overseas banks • Manage and maintain the estate's bank account • Undertake bank reconciliations	• To recover cash in pre-administration bank accounts • To comply with insolvency law and regulations	• This work was necessary to realise financial value for the estate and for a distribution to creditors should sufficient funds become available
Tax	• Collation of information on the tax position of the company • Review company's tax liabilities and any potential refunds • Correspondence with HMRC including submission of statutory forms	• To comply with tax legislation	• This work was completed solely for the purpose of complying with statutory requirements and had no direct financial benefit to the estate
Take-on	• Obtain and assess statutory company information together with other publicly available information • Complete the necessary relationship and ethical checks to confirm independence and objectivity for taking the insolvency appointment and implementing and maintaining safeguards which may be required • Conduct anti-money laundering checks including client verification and assessing the risks • Continue to monitor and maintain compliance with anti-money laundering procedures	• To comply with financial crime legislation as well as internal risk management policies • To facilitate knowledge of client • To ensure and maintain independence in line with Insolvency Code of Ethics • To comply with anti-money laundering regulations and internal risk policies	• This work was completed solely for the purpose of complying with statutory requirements and had no direct financial benefit to the estate

Appointment formalities	• Check the presence, validity and filing of all formal appointment documentation • Prepare, circulate, advertise and file notice of appointment	• To ensure that the appointment is valid • To comply with insolvency law and regulation	• This work was completed solely for the purpose of complying with statutory requirements and had no direct financial benefit to the estate
Case set-up	• Set up insolvency practitioner's software and transaction processing software • Set up document and mail merge templates for standard letters • Calculate, complete and submit the bordereau notification • Continue to maintain insolvency practitioner's software and transaction processing software	• To capture key information and facilitate compliance with statutory requirements • To ensure the appointees are insured and the insolvency estate is protected • To understand the data in use, its sensitivities (if any) and to comply with data protection laws • To comply with insolvency law and regulations	• This work was completed solely for the purpose of complying with statutory requirements and had no direct financial benefit to the estate
Reports, circulars notices & decisions	• Notify creditors of appointment • Draft, circulate and file the joint administrators' proposals for achieving the purpose of administration • Monitor deemed consent	• To comply with insolvency law and regulations	• This work was completed solely for the purpose of complying with statutory requirements and had no direct financial benefit to the estate
Statement of Affairs	• Request Statement of Affairs from the directors • Review Statement of Affairs and circulating to creditors • Reconciliation of creditor claims	• To comply with insolvency law and regulations	• This work was completed solely for the purpose of complying with statutory requirements and had no direct financial benefit to the estate

Statement of expenses and disbursements incurred in the Period

This table provides details of expenses and disbursements incurred in the Period in connection with the work done by the joint administrators, description of which is provided in the 'Work done' section above.

Category	Incurred in the Period (£)	Cumulatively incurred as at Period end (£)	Of which paid by the estate as at Period end (£)
Category 1 disbursements			
Insolvency Practitioners' Bond	150	150	-
Total expenses and disbursements			

Disbursements are expenses met by and reimbursed to an office holder in connection with an insolvency appointment and fall into two categories:

Category 1 disbursements

These are also known as 'out of pocket expenses' and are payments to independent third parties where there is specific expenditure directly referable to the insolvent estate; they can be drawn without prior approval and consist of the following categories:

- Travel and subsistence – these costs, which exclude mileage, are incurred by staff in attending trading premises or meetings, for example
- Office costs – these are costs such as postage or courier charges which are incurred in managing the case
- Statutory costs – these are costs such as bonding and advertising relating specifically to the case, which are required by statute

They also include expenses which have been paid using a Grant Thornton Loan, the balance of which (if any) can be seen on the joint administrators' receipts and payment account at Appendix A.

Category 2 disbursements

These are expenses that are directly referable to the insolvent estate but not a payment to an independent third party. They may include shared or allocated costs that may be incurred by an office holder or their firm, and that can be allocated to the appointment on a proper and reasonable basis. Category 2 disbursements require approval in the same manner as an office holder's remuneration.

To the extent that recovery of category 2 disbursements is sought, this will be for mileage only

Mileage is charged at 45p a mile. VAT is added as appropriate. No category 2 disbursements have been incurred.

Sub-contracted out work

We confirm that, in the Period, we have not sub-contracted out any work that could otherwise have been carried out by us or our team.

Payments to associates

Where we have enlisted the services of others, we have sought to obtain the best value and service. In the interest of transparency, we disclose below services we have sought from within our firm or from a party with whom (to the best of our knowledge) our firm, or an individual within our firm, has a business or personal relationship:

Service provider	Services enlisted	Cost of service
Grant Thornton UK LLP	• Tax work/advice (narrative is included within the above narrative of work done) • Pensions work/advice (narrative is included within the above narrative of work done)	• Costs are included within the fixed fee that has been proposed

Relationships requiring disclosure

We confirm that we are not aware of any business or personal relationships with any parties responsible for approving the joint administrators' fee basis, or who provide services to us as joint administrators, which may give rise to a potential conflict.

Information for creditors and members

Information to help creditors and members to understand their rights in insolvency and regarding officeholders' (ie administrators or liquidators) fees, and the roles and functions of committees is available via Grant Thornton's website:

https://www.grantthornton.co.uk/portal

Alternatively, we will supply this information by post, free of charge, on request.

C Statutory information

Company Information	
Company name and number	Dawnus International Limited (04645692)
Date of incorporation	23 January 2003
Company name and number	Dawnus Sierra Leone Limited (04636673)
Date of incorporation	23 January 2003
Former trading address	Unit 7 Dyffryn Court,Riverside Business Park Swansea Vale, Swansea, SA7 0AP
Present registered office	4 Hardman Square, Spinningfields, Manchester M3 3EB
Administration information	
Administration appointment	The administration appointment granted in the High Court of Justice, Business and Property Court, 3336 and 3334 of 2019
Appointor	a qualifying floating charge holder
Date of appointment	21 May 2019
Joint Administrators' names	Alistair Wardell Matthew E Richards Philip Stephenson
Joint Administrators' addresses	11/13 Penhill Road, Cardiff, South Glamorgan, CF11 9UP 30 Finsbury Square, London, EC2A 1AG 30 Finsbury Square, London, EC2P 2YU
Purpose of the administration	Realising property in order to make a distribution to one or more secured or preferential creditors
Estimated values of the Net Property and Prescribed Part	The company's Net Property is unknown at this stage. The Prescribed Part is capped at the statutory maximum of £600,000
Prescribed Part distribution	The joint administrators do not intend to apply to Court to obtain an order that the Prescribed Part shall not apply Therefore, the joint administrators intend to make a distribution to the unsecured creditors should funds become available
Functions	In accordance with paragraph 100(2) of Schedule B1 to the Insolvency Act 1986, the functions of the administrators are to be exercised by any or all of them.
Current administration expiry date	20 May 2020

D Notice about this report

This report has been prepared by Alistair Wardell, the joint administrator of Dawnus International Limited and Dawnus Sierra Leone Limited – both in administration, solely to comply with the joint administrators' statutory duty to report to creditors under the Insolvency (England and Wales) Rules 2016 on the progress of the administrations, and for no other purpose. It is not suitable to be relied upon by any other person, or for any other purposes, or in any other context.

This report has not been prepared in contemplation of it being used, and is not suitable to be used, to inform any investment decision in relation to the debt of or any financial interest in the Companies.

Any estimated outcomes for creditors included in this report are illustrative only and cannot be relied upon as guidance as to the actual outcomes for creditors.

Any persons choosing to rely on this report for any purpose or in any context other than under the Insolvency (England and Wales) Rules 2016 do so at their own risk. To the fullest extent permitted by law, the joint administrators do not assume any liability in respect of this report to any such person.

Please note that we are all authorised by the Insolvency Practitioners Association to act as insolvency practitioners.

The joint administrators are bound by the Insolvency Code of Ethics.

The joint administrators act as agents for the Companies and contract without personal liability. The appointment of the joint administrators are personal to them and to the fullest extent permitted by law, Grant Thornton UK LLP does not assume any responsibility and will not accept any liability to any person in respect of this report or the conduct of the administrations.

Please note you should read this progress report in conjunction with the joint administrators' previous progress reports and proposals issued to the Companies' creditors, which can be found on the Grant Thornton portal. Unless stated otherwise, all amounts in this progress report and appendices are stated net of VAT. For definitions of abbreviations please refer to the 'Definitions' table at the start of this progress report.