

The Insolvency Act 1986

Administrator's progress report

Name of Company Code Construction Demolition Plc	Company number 05197031
In the Birmingham District Registry [full name of court]	Court case number 8442

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

I, George H W Griffith
Century House
31 Gate Lane
Boldmere
Sutton Coldfield
B73 5TR

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

from

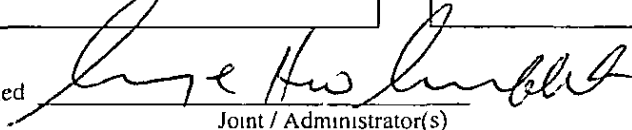
to

(b) Insert dates

(b) 2 January 2010

(b) 1 July 2010

Signed



Joint / Administrator(s)

Dated 2 July 2010

WEDNESDAY



A05

AR63WMG8
11/08/2010
COMPANIES HOUSE

106

**Code Construction Demolition Plc
In Administration**

Report to Creditors pursuant to Rule 2.47 of
The Insolvency (Amendment) Rules 2003

2 July 2010

2 July 2010

Notice: About this report

This report has been prepared by G H W Griffith, the Administrator of Code Construction Demolition Plc, solely to comply with his statutory duty to report to creditors under the Insolvency Rules 1986 on the progress of the administration, and for no other purpose, It is not suitable to be relied upon by any other person, or for any other purpose, or in any other context

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

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

Any person that chooses to rely on this report for any purpose or in any context, other than under the Insolvency Rules 1986, does so at their own risk To the fullest extent permitted by law the Administrator does not assume any responsibility and will not accept any liability in respect of this report to any such person

The Administrator acts as agent for Code Construction Demolition Plc and contracts without any personal liability The appointment of the Administrator is personal to him and, to the fullest extent permitted by law George H W Griffith Limited does not assume any responsibility and will not accept any liability to any person in respect of this report or the conduct of the administration

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1. Introduction

At the request of the directors George H W Griffith was appointed Administrator of the company on 2 July 2009 in the High Court of Justice, Birmingham District Registry. The Court Administration Order Number is 8442 of 2009.

In accordance with Rules 2.47 and 2.112(1) of the Insolvency (Amendment) Rules 2003 I am writing to provide an update on the progress of the administration for the 6 month period 2 January 2010 to 1 July 2010.

An abstract receipts and payments account for the year ended 1 July 2010 is attached at appendix 3. Other information required by rule 2.47 of the Insolvency (Amendment) Rules 2003 is attached at appendix 1. A schedule of the Administrator's costs is attached at appendix 2.

2 Administrator's proposals

The Administrator's proposals were sent to creditors in August 2009.

In accordance with Paragraph 52(1) of Schedule B1 of the Insolvency Act 1986 the Administrator may dispense with the requirement to summon an initial meeting of creditors under paragraph 51 of Schedule B1 where the company has insufficient property to enable a distribution to be made to unsecured creditors other than by virtue of Section 176A(2)(a), the prescribed part. Based on the directors' initial advice on the collectability of debts I intended to convene a creditors meeting. A closer inspection of the company's debtor book led me to believe that the directors had been too optimistic and I concluded that there would be insufficient recoveries to enable a dividend to unsecured creditors. No meeting of creditors was convened.

The Administrator would have been duty bound to summon an initial creditors meeting if it had been requested by creditors of the company whose debts amounted to at least 10% of the total debts of the company in the prescribed manner and within the prescribed period under Paragraph 52(2) of schedule B1 of the Insolvency Act 1986. No such requests were received.

As no meeting was requested in accordance with the above, pursuant to Rule 2 33(5) of the Insolvency Amendment Rules 2003, the proposals as previously circulated are deemed to have been approved by creditors

3. Purpose and Progress of Administration

One of the company's motor vehicles was subject to a finance agreement and the finance company requested that the vehicle be surrendered to them. The Administrator resisted this request and agreed a settlement figure with the finance company in order that the equity be realised for the benefit of creditors. All other chattel assets have been sold for the figures estimated in the Statement of Affairs.

The Administrator has negotiated a sale of residual stocks for the sum of £15,697.

The Administrator has performed his function with the Paragraph 3(1)(B) objective of achieving a better result for the company's creditors as a whole than would likely if the company had been wound up without first being in administration.

Following his initial review of Debtors, carried out with the directors, the Administrator contacted all known debtors with a view to obtaining payment. Unfortunately because of the prevailing economic climate and the disastrous effect on the construction industry the majority of debtors have themselves been the subject of insolvency proceedings. The Administrator has engaged the services of a firm of quantity surveyors to attempt to collect retentions from remaining debtors. They have agreed to work on a no collections, no fee basis.

A recent report suggests that the quantity surveyor believes that out of total remaining debtors of £133,927 he may collect a total of £85,000. As there are no secured creditors and this level of realisations would enable a dividend to unsecured creditors the Administrator has taken the decision to convert the Administration to a Creditors Voluntary Liquidation. Under the terms of the original proposal, as there have been no other nominations the Administrator is appointed Liquidator for the purposes of the winding up.

4. Funds available to creditors

4.1 Secured creditors

As noted above the Administrator was able to negotiate a settlement with the only secured creditor.

4.2 Preferential creditors

The only preferential claims are in respect of employee claims for outstanding wages and holiday pay. Employees have made claims under Employment Protection legislation and their claims have been paid by the Redundancy Payments Office. As yet they have not lodged a claim in the proceedings.

4.3 Unsecured creditors

Following the report from quantity surveyors appointed by the Administrator it now seems possible that funds will become available for unsecured creditors.

At the present time it is impossible to predict the quantum and timing of any distribution.

5 Future Strategy

The Liquidator proposes to continue attempts to recover money from debtors. A further update will be provided to creditors at the anniversary of the liquidation or its conclusion, whichever is the earlier.

Should you require any further information please contact Bill Bickerstaff on 0121 321 4800

A handwritten signature in black ink, appearing to read 'G H W Griffith', with a long horizontal flourish extending to the right.

G H W Griffith
Administrator

Appendix 1

Code Construction Demolition Plc – Statutory Information

Company Registration number	05197031
Date of incorporation	4 August 2004
Previous names	A W Code Plc Changed 3 June 2005
Present Registered Office	Griffith & Griffith Century House 31 Gate Lane Sutton Coldfield B73 5TR
Previous Registered Office	Old House Gorsey Lane Coleshill Birmingham B46 1SW
Trading Address	As registered office
Issued Share Capital	£550,100
Shareholders	Old House Holdings Plc £525,000 Code Properties Ltd £ 25,000 B Guy £ 100
Directors	C P Rawlins N A Evans C P Denning C Dent P G Goodwin
Company Secretary	C Dent

Appendix 2 – Time cost analysis

	Director	Manager	Support Staff	Total Hours	Time Cost	Average Rate
Administration and Planning						
Statutory and compliance	39	83	6	128	22336	174 5
Creditors						
Correspondence, agreement & claims		21 5		21 5	3010	140
Statutory report		37		37	5500	148 6
Investigation						
D form		9		9	1305	145
Statement of Affairs		10		10	1400	140
Asset Realisations						
	27 5	24	2	53 5	11217 5	209 67
	66 5	184 5	8	259	44768 5	172 85

The Administrator has drawn fees on account of £29,239

Receipts and Payments Abstract: Code - Code Construction Demolition Plc In Administration

All Bank, Cash and Cash Investment Accounts To 02/07/2010

SOA Value £		£	£
SECURED ASSETS			
6,000 00	Motor Cars	5,000 00	5,000 00
SECURED CREDITORS			
(2,755 00)	Barclays AssetFinance	(3,045 31)	(3,045 31)
ASSET REALISATIONS			
985 00	Cash at bank	2,439 10	
108,167 00	Debtors (Pre-Appointment)	8,291 50	
	Interest Income	3 19	
5,250 00	Motor Cars	5,250 00	
	Other Current Assets	3,800 00	
12,000 00	Plant and Machinery	12,000 00	
	Work In Progress	15,697 50	47,481 29
COST OF REALISATIONS			
	Advertisements	(276 53)	
	Appointee Fees	(29,239 13)	
	Debt Collection Fees	(2,799 00)	
	Fees	(7,000 00)	
	Legal Fees	(1,270 00)	
	Specific Bond	(400 00)	
	Sundry Costs	(750 00)	(41,734 66)
PREFERENTIAL CREDITORS			
(33,932 90)	Holiday Pay	0 00	
(13,600 00)	Wages	0 00	0 00
UNSECURED CREDITORS			
(202,841 43)	Employees	0 00	
(72,890 04)	HM Revenue and Customs	0 00	
(1,414,853 20)	Trade and Expense Creditors	0 00	0 00
EQUITY			
(25,000 00)	Ordinary A shares	0 00	
(25,000 00)	Ordinary B shares	0 00	
(100 00)	Ordinary C £1 shares	0 00	
(500,000 00)	Preference Shares	0 00	0 00
(2,158,570 57)			7,701 32

SOA Value £

£

£

REPRESENTED BY

Cash at Bank

3,776 68

VAT Receivable (Payable)

3,924 64

7,701 32

7,701 32