

## The Insolvency Act 1986

## Administrator's progress report

Form 2.24B(CH)

Name of Company  TAG Energy Solutions Limited	Company number  07379608
In the High Court of Justice, Chancery Division Companies Court	Court case number 7326 of 2014

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

We (a) Geoffrey Bouchier of Duff & Phelps Ltd , The Shard, 32 London Bridge Street,  
London, SE1 9SG and Philip Duffy of Duff & Phelps Ltd , The Chancery, 58 Spring Gardens,  
Manchester, M2 1EW

the Joint Administrators of the above Company attach a progress report for the period

(b) Insert dates

from	to
(b) 27 November 2015	(b) 26 May 2016

Signed   
Joint Administrator

Dated 24 June 2016

## Contact Details

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

Duff & Phelps Ltd  
The Chancery  
58 Spring Gardens  
Manchester, M2 1EW  
  
Tel +44 (0) 161 827 9000

When you have completed and signed this form please send it to the Registrar of Companies at  
Companies House, Crown Way, Cardiff CF14 3UZ DX 33050 Cardiff

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# Progress Report to Creditors

24 June 2016

Tees Alliance Group Corporate  
Limited and TAG Energy Solutions  
Limited  
(Both In Administration)

Joint Administrators' Progress Report to Creditors  
for the period from 27 November 2015 to 26 May 2016  
pursuant to Rule 2 47(1) of the Insolvency Rules 1986 (as amended)

Duff & Phelps Ltd.  
The Chancery  
58 Spring Gardens  
Manchester  
M2 1EW

## Definitions

Word or Phrase	Definition
the Act	The Insolvency Act 1986 (as amended)
the Appointment Date	22 October 2014, being the date of appointment of the Joint Administrators
Category 2 Disbursements	The Joint Administrators' internal costs and expenses in dealing with the Administration
the Companies	Tees Alliance Group Corporate Limited (In Administration) (Company Number 06486957) and TAG Energy Solutions Limited (In Administration) (Company Number 07379608)
DBIS	The Department for Business Innovation and Skills
the Directors of TAGC	Stuart Oakley and TAGES
the Directors of TAGES	Stuart Oakley, Neil Adamson, Fabien Castello, Timothy Eggar, Michael Foster, Thomas Rottner and Patrick Sheehan
Duff & Phelps	Duff & Phelps Ltd, The Chancery, 58 Spring Gardens, Manchester, M2 1EW
ESO	ESO Capital II S a r l, holder of fixed and floating charges over the assets of TAGC and TAGES
E On	E On Climate & Renewable UK Humber Wind Limited
the Former Joint Administrator	Keith Marshall of Duff & Phelps, 1 City Square, Leeds, LS1 2ES
the Freehold Property	The freehold property situated at Haverton House, Haverton Hill Yard, Billingham, Cleveland, TS23 1PZ
the Joint Administrators	Geoffrey Bouchier and Philip Duffy of Duff & Phelps
MITIE	Mitie Technical Facilities Management Limited
the Order	A Block Transfer Order (High Court of Justice Manchester District Registry No 3132 of 2015) dated 26 November 2015
Prescribed Part	Pursuant to Section 176A of the Act where, a floating charge is created after 15 September 2003, a designated amount of the Company's net property (floating charge assets less costs of realisation) shall be made available to ordinary unsecured creditors
the Proposals	The Joint Administrators' Report to Creditors and Statement of Proposals issued on 10 December 2014
the Purchaser/the JV Party	The Joint Venture party comprises of EEW Special Pipe Constructions GmbH and Bladt Industries A/S, the purchaser of TAGC's business assets, whose purchasing vehicle is Offshore Structures (Britain) Limited

the Reporting Period	27 November 2015 to 26 May 2016
the Rules	The Insolvency Rules 1986 (as amended)
the Secured Creditors	ESO and TIL, the holders of fixed and floating charges over the Companies' assets
SIP 9	Statement of Insolvency Practice 9 – industry best practice for Insolvency Practitioners in relation to disclosure of remuneration and disbursements
SOA	Statement of Affairs, documentation to be supplied by the Directors outlining the Companies' financial position as at the Appointment Date
TAGC / the Company	Tees Alliance Group Corporate Limited (In Administration)
TAGES	TAG Energy Solutions Limited (In Administration)
TAGL	Tees Alliance Group Limited (Company Number 05798543)
TIL	TAG Investment Limited, a holder of a fixed and floating charge over TAGES' assets and shareholder of TAGES
TAG Group	The companies within the TAG Group as per the Group Structure at Appendix 4

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<b>Names of Joint Administrators</b>	Geoffrey Bouchier	Keith Marshall	Philip Duffy
<b>Date of Appointment</b>	22 October 2014	22 October 2014 (resigned 26 November 2015)	26 November 2015
<b>Date of Report:</b>	24 June 2016		
<b>Appointed By</b>	The Directors c/o Haverton Hill House Haverton Hill Industrial Estate Billingham Cleveland TS23 1PZ		
<b>Court Reference</b>	TAGC High Court of Justice Chancery Division Companies Court No 7323 of 2014		High Court of Justice Manchester District Registry Court No 3132 of 2015
	TAGES High Court of Justice Chancery Division Companies Court No 7326 of 2014		

High Court of Justice Manchester District Registry No 3401 of 2014

A Block Transfer Order (High Court of Justice Manchester District Registry No 3132 of 2015) was obtained on 26 November 2015

The Order provided for the formal removal of Keith Marshall from office and appointed a replacement office holder, Philip Duffy, a Licensed Insolvency Practitioner of Duff & Phelps

The former Joint Administrator, Keith Marshall, was released from all liability on 24 December 2015

**1. Introduction**

- 1 1 The Joint Administrators were appointed on the Appointment Date by the Directors of the Companies pursuant to Paragraph 22 of Schedule B1 to the Act
- 1 2 In accordance with Paragraph 100(2) of Schedule B1 to the Act, the functions of the Joint Administrators are being exercised by either of the Administrators
- 1 3 The Order provided for the formal removal of Keith Marshall from office. The Former Joint Administrator will be released from liability 28 days after the date of this report
- 1 4 Following the removal of Keith Marshall from office, the reporting periods changed
- 1 5 The purpose of this report is to provide creditors with details of the progress of the Administration for the Reporting Period, in accordance with Rule 2.47(1) of the Rules
- 1 6 This report should be read in conjunction with the Proposals and previous progress reports
- 1 7 Statutory information on the Companies is attached at Appendix 1

**2. Joint Administrators' Report and Statement of Proposals**

- 2 1 In accordance with Paragraph 51 of Schedule B1 to the Act, a creditors' meeting was not required to be held as there will be insufficient realisations to enable a distribution to non-preferential creditors of either TAGC or TAGES, other than via the Prescribed Part. No meeting was convened and in accordance with Rule 2.33(5) of the Rules, the Proposals were deemed to have been approved by creditors on 23 December 2014
- 2 2 As advised in the Proposals, the Joint Administrators must perform their functions with the purpose of achieving one of the following hierarchical objectives
- Rescuing the Companies as a going concern, or
  - Achieving a better result for the Companies creditors as a whole than would be likely if the Companies were wound up (without first being in Administration), or
  - Realising property in order to make a distribution to one or more secured or preferential creditors
- 2 3 Given that TAGC ceased to trade prior to appointment, the focus has been on achieving the second and third objectives
- 2 4 The second objective has been achieved as a dividend has been paid to the non-preferential creditors of the Companies via a Prescribed Part distribution
- 2 5 The third objective has already been achieved in the Administration of TAGC as a distribution has been made to ESO under its fixed and floating charge security
- 2 6 The third objective has also been achieved in the Administration of TAGES as a distribution has been made to ESO under its fixed and floating charge security resulting in the recovery in full by ESO of its indebtedness
- 2 7 Furthermore, a distribution will be made prior to the closure of the Administration to TIL from the estate of TAGES under its floating charge security. Such distribution will not be sufficient for TIL to recover its indebtedness in full

### 3. Progress of the Administration

- 3 1 In September 2014, the Directors concluded that the Companies were insolvent and could not continue to trade as far as TAGC was concerned. On 26 September 2014, TAGC's employees were made redundant by the Directors of TAGC. Therefore, upon appointment as Joint Administrators, a going concern sale of the Companies' business and assets was not possible.
- 3 2 The Joint Administrators therefore concluded that the asset realisation process would focus on completing a sale of TAGC's business and assets.

#### TAGC

##### **Sale of Business Assets**

- 3 3 A sale of the business and assets of TAGC was completed to the JV Party on 5 February 2015 for the agreed sum of £8,250,000 plus VAT.
- 3 4 The breakdown of the sale consideration is summarised below:

Asset	Amount (£)
Freehold Land & Property	4,000,000
Intellectual Property	1
Plant & Machinery	4,245,000
Furniture & Equipment	4,999
<b>Total</b>	<b>8,250,000</b>

- 3 5 The sale consideration has now been received in full by the Joint Administrators.
- 3 6 A detailed explanation relating to the full marketing and sale process was provided in the Proposals and previous progress reports.
- #### **Third Party Utility Contributions**
- 3 7 In addition to the contribution received from the JV totalling £68,000 plus VAT, a number of third parties who also traded from the site alongside the Company's trading address were required to make a contribution towards the electricity supplied.
- 3 8 These third party tenants have been pursued by the Joint Administrators' with the assistance of the utility company's managing agent, Mitie.
- 3 9 The contributions being sought relate to the period from August 2014 to 5 February 2015 i.e. up to the date of completion of the sale of the business and assets to the JV Party.
- 3 10 Any amounts due to TAGC in relation to the period up to the Appointment Date will be retained for the benefit of the estate. Funds received in relation to the period between the Appointment Date and the 5 February 2015 will be paid across to Mitie as they have paid the utility company directly for their supplies.
- 3 11 During the Reporting Period a total of £7,594 has been received in relation to this. These contributions now total £120,940 since the Appointment Date including the amounts paid by the JV Party.
- 3 12 As previously reported, a payment of £44,049 was raised to Mitie in relation to both the Joint Administrators' and the tenants' liability in relation to utility usage on site. This payment was

made in the Reporting Period and is shown on the Receipts and Payment Account at Appendix 2

- 3 13 Creditors should note that all monies considered due by these third party tenants have now all been paid in full since the Reporting Period

- 3 14 No further realisations are expected from this source

#### **Bank Interest Gross**

- 3 15 During the Reporting Period, £4 has been received in respect of gross bank interest in the estate of TAGC

- 3 16 A total of £1,099 has been received since the Appointment Date

- 3 17 During the Reporting Period, £24 has been received in respect of gross bank interest in the estate of TAGES

- 3 18 A total of £38 has been received since the Appointment Date

#### **Legal Claims & Disputes**

- 3 19 As at the Appointment Date, TAGC was involved in various contractual disputes and various legal proceedings were underway

- 3 20 Following an extensive review of the potential claims by the Joint Administrators and our legal advisors, it is unlikely that there will be any recoveries for the benefit of the estate

#### **Other Loan Account**

- 3 21 As previously reported, a review of the Company's books and records has identified a balance due to the Company totalling £100,000 from a former officer and employee of the Company

- 3 22 The Joint Administrators and their legal advisers remain in dialogue with the debtor regarding repayment of the outstanding sum

- 3 23 The claims are being disputed and the Joint Administrators are seeking further advice here before deciding whether or not it is in the interests of the creditors to pursue this balance via litigation or not

- 3 24 A further update will be provided in the next report

#### **Other Assets**

- 3 25 There are no other known assets to be realised in respect of the Companies for the benefit of the estates of either TAGC or TAGES

#### **4. Investigations**

- 4 1 The Joint Administrators have complied with their statutory obligation to file a report with DBIS concerning the conduct of all directors of the Company that served in the three years prior to the Joint Administrators' appointment. The content of this report is confidential

- 4 2 There are no outstanding lines of enquiry in either TAGC or TAGES

**5 Dividend Prospects / Prescribed Part**

**Secured Creditors**

ESO

- 5 1 In consideration for the monies advanced under a loan, the Companies granted ESO a debenture dated 12 December 2013, which confers fixed and floating charges over the assets of the Companies
- 5 2 As at the Appointment Date, the indebtedness owing to ESO was £7,273,882 subject to accruing interest and charges
- 5 3 An interim distribution was paid to ESO on 9 February 2015 for the sum of £3,692,244 under ESO's fixed charge and the sum of £3,421,618 under ESO's floating charge
- 5 4 ESO will not receive any further distributions from TAGC
- 5 5 However, ESO were paid a distribution from TAGES totalling £205,119 under ESO's floating charge in respect of the balance outstanding to them resulting in a recovery of their indebtedness in full

TIL

- 5 6 In consideration for monies advanced under a loan, TAGES granted TIL a debenture dated 18 July 2013, which confers fixed and floating charges over the assets of TAGES
- 5 7 TIL also has security registered at Land Registry over the Freehold Property of TAGC
- 5 8 As at the Appointment Date, the Company's indebtedness to TIL was approximately £38,000,000 of which approximately £7,500,000 is secured, subject to accruing interest and charges
- 5 9 There are insufficient realisations to repay TIL in full from the realisations in both TAGC and TAGES
- 5 10 TIL have received a Prescribed Part distribution from the Joint Administrators of TAGES totalling £75,188 against an admitted unsecured claim of £35,195,599
- 5 11 It is expected following the conclusion of the legal dispute mentioned in in 3 21 – 3 24, that a floating charge distribution will be made against the secured element of their claim in the region of £150,000 after taking into account any future realisations and the costs of the Administration

**Preferential Creditors**

- 5 12 The Joint Administrators understand that only TAGC had employees, therefore TAGES has no preferential creditors
- 5 13 Prior to TAGC entering Administration, all employees of TAGC were made redundant on 26 September 2014 and the Joint Administrators believe the redundancy costs have been paid in full via the Escrow fund that was put in place with E On
- 5 14 There will not be any preferential creditor claims with either TAGC or TAGES

### Prescribed Part

- 5 15 The Prescribed Part is calculated as a percentage of net property, is as follows -

Net property less than £10,000	50% unless the Joint Administrator considers that the costs of making a distribution to the non-preferential unsecured creditors would be disproportionate to the benefits
Net property greater than £10,000	50% up to £10,000 plus 20% thereafter to a maximum of £600,000

### TAGC

- 5 16 The total sum distributed in respect of this Prescribed Part dividend was £552,500 after making a provision for costs of £47,500 that have been paid that relate specifically to the Prescribed Part distribution

### TAGES

- 5 17 The total sum distributed in respect of this Prescribed Part dividend was £82,931 after making a provision for costs of £9,000 that have been paid that relate specifically to the Prescribed Part distribution

### Non-Preferential Creditors

- 5 18 According to the SOA, the non-preferential creditors can be summarised as follows

<b>TAGC</b>	<b>Claim</b>
Trade & Expense Creditors	£ 895,986
Inter-Company Loan – TAGES	£ 55,294,837
Inter-Company Loan – TAGL	£ 143,319
ONE Grant	£ 1,125,000
HM Revenue & Customs	£ 694,764
<b>Total</b>	<b>£ 58,153,906</b>

  

<b>TAGES</b>	<b>Claim</b>
Loan Note Holders	£ 38,592,386
<b>Total</b>	<b>£ 38,592,386</b>

### TAGC

- 5 19 There have been insufficient realisations to enable a distribution to the non-preferential creditors of TAGC, other than from the Prescribed Part

### TAGES

- 5 20 There have been insufficient realisations to enable a distribution to the non-preferential creditors of TAGES, other than from the Prescribed Part
- 5 21 Please note there was an underpayment in relation to a non-preferential claim in the Prescribed Part distribution which has resulted in a 'catch-up' payment of £49 being paid in the Reporting Period

**6. Joint Administrators' Receipts and Payments Account**

6 1 Detailed Receipts and Payments Accounts for the Reporting Period are shown in Appendix 2

6 2 As at 26 May 2016, there was a cash balance of £14,541 in respect of TAGC

6 3 As at 26 May 2016, there was a cash balance of £156,779 in respect of TAGES

**7. Pre-Administration Costs**

7 1 As previously reported, the pre-administration costs have been paid in full out of the realisations in TAGC following approval by the Secured Creditors

**8. Joint Administrators' Costs and Expenses**

8 1 The basis of the Joint Administrators' remuneration was approved on the basis of time properly incurred and authority to draw Category 2 Disbursements by the Secured Creditors on 2 February 2015

8 2 The Joint Administrators' time costs in the period since Appointment Date are analysed at Appendix 3

TAGC

8 3 The Joint Administrators of TAGC have incurred time costs of £23,163 which equates to 64 hours at an average charge out rate of £360

8 4 In accordance with SIP 9, the Joint Administrators comments on time charged during the Reporting Period as follows

- o Time costs totalling £6,612 has been charged (under Other Intangible Assets) in dealing with the on-going discussions in relation to the outstanding balance due to the Company
- o Time costs totalling £6,275 have been charged in dealing with Cashiering and Accounting This relates to the distribution of cheques for the Prescribed Part distribution for TAGC

8 5 A total of £52,500 plus VAT has been paid in the Reporting Period in respect of the Joint Administrators' post appointment remuneration for TAGC

8 6 Details of payments are shown on the Receipts and Payments Account at Appendix 3

TAGES

8 7 The Joint Administrators of TAGES have incurred time costs of £11,852 which equates to 34 hours at an average charge out rate of £349 in the Reporting Period

8 8 In accordance with SIP 9, the Joint Administrators comments on time charged during the Reporting Period as follows

- o Time costs totalling £2,709 have been charged in dealing with Tax Compliance and Planning This relates to the final corporation tax computations in relation to TAGES

- o Time costs totalling £2,299 have been charged in dealing with Cashiering and Accounting. This relates to the distribution of cheques for the Prescribed Part distribution for TAGES
- 8 9 A total of £45,000 plus VAT and Category 2 Disbursements of £949 has been paid in the Reporting Period in respect of the Joint Administrators' post appointment remuneration for TAGES. A further £9,500 plus VAT has been paid in the Reporting Period relating specifically to the Prescribed Part distribution that has been paid
- 8 10 No disbursements have been incurred during the Reporting Period for TAGC and TAGES
- 8 11 The Joint Administrators have incurred expenses in dealing with the Administration of the Companies and these are detailed at Appendix 3
- 8 12 Information regarding the fees and disbursements of Administrators, including details of the Duff & Phelps' disbursements policy and hourly charge out rates for each grade of staff that may undertake work on this case, is in a document called "A Creditors' Guide to Administrators' Fees". This can be viewed and downloaded from the Joint Administrators' website at <http://www.duffandphelps.com/uk-restructuring/creditor-guides>. Should you require a copy, please contact this office
- 8 13 In accordance with Rule 2.48A of the Rules, secured creditors and non-preferential creditors (with the concurrence of at least 5% in value of total non-preferential claims) may make a request in writing to the Joint Administrators for further information about the remuneration or expenses set out in this progress report. This should be done within 21 days receipt of this report, after which the Joint Administrators have 14 days to respond
- 8 14 In addition to the above, any secured creditor, or any non-preferential creditor (with the support of at least 10% in value of the non-preferential creditors or the permission of the Court), may apply to the court on the grounds that the remuneration or basis fixed for the Joint Administrators' remuneration or the expenses incurred by the Joint Administrators are considered to be excessive. In accordance with Rule 2.109 of the Rules, this application must be made no later than eight weeks after receipt of the progress report, where the charging of the remuneration or the incurring of expenses in question occurs

## **9. Conclusion and Ending the Administration**

- 9 1 The Joint Administrators' Proposals advised that the Administration automatically comes to an end after one year, unless an extension is granted by the Court or with the creditors' consent
- 9 2 The Joint Administrators have received consent to a 12 month extension and therefore the revised end date for the end of the Administrations is now 21 October 2016
- 9 3 Once all the outstanding issues have been dealt with, the Joint Administrators will file Forms 2.35B – Notice of Move from Administration to Dissolution for both of the Companies and they will be dissolved within 3 months

## **10 Next Report**

- 10 1 On present information, as it is anticipated that the Administration will conclude within the next six months, the next report to creditors will be a final report

- 10.2 If you have any queries or require any further assistance, please do not hesitate to contact my colleague Sam Pacey of this office



**Geoffrey Bouchier**  
Joint Administrator

The affairs, business and property of the Company are being managed by the Joint Administrators Geoffrey Bouchier and Philip Duffy who act as agents for the Company and without personal liability. Both are licensed by the Insolvency Practitioners Association.

## **Appendix 1**

### **Statutory Information**

**Statutory Information**

<b>Company</b>	Tees Alliance Group Corporate Limited
<b>Date of Incorporation</b>	29 January 2008
<b>Registered Number</b>	06486957
<b>Company Directors</b>	Stuart Oakley TAG Energy Solutions Limited
<b>Company Secretary</b>	Scott Eason
<b>Shareholders</b>	TAG Energy Solutions Limited (3,500,200 Ordinary Shares)
<b>Trading Address</b>	Haverton Hill Yard Haverton Hill Industrial Estate Billingham Cleveland TS23 1PZ
<b>Registered Office</b>	<b>Current</b> The Chancery 58 Spring Gardens Manchester M2 1EW  <b>Former:</b> Haverton Hill Yard Haverton Hill Industrial Estate Billingham Cleveland TS23 1PZ

**Statutory Information**

**Company** TAG Energy Solutions Limited

**Date of Incorporation** 17 September 2010

**Registered Number** 07379608

**Company Directors** Neil Adamson  
Fabien Castello  
Timothy Eggar  
Michael Foster  
Stuart Oakley  
Thomas Rottner  
Patrick Sheehan

**Company Secretary** Scott Eason

**Shareholders** TAG Investors Limited (8,774,216 A Ordinary Shares, 184,399 C Ordinary Shares, 386,266 D Ordinary Shares)  
David Eason (305,307 B Ordinary Shares, 31,842 C Ordinary Shares, 529,699 Deferred Shares)  
Timothy Eggar (43,220 A Ordinary Shares, 3,582 B Ordinary Shares, 5,810 Deferred Shares)  
Alex Dawson (153,863 B Ordinary Shares, 400,490 Deferred Shares)  
Scott Eason (226,591 Deferred Shares)  
James Dawson (53,350 C Ordinary Shares, 45,370 D Ordinary Shares)  
Glenn Wilson (1,588 Deferred Shares)  
Neil Adamson (53,350 C Ordinary Shares, 45,370 D Ordinary Shares, 1,588 Deferred Shares, 22,328 B Ordinary Shares)

**Trading Address** N/A

**Registered Office** **Current:**  
The Chancery  
58 Spring Gardens  
Manchester  
M2 1EW

**Former**  
Haverton Hill Yard  
Haverton Hill Industrial Estate  
Billingham  
Cleveland  
TS23 1PZ

## **Appendix 2**

### **Joint Administrators' Receipts and Payments Account**

**Tees Alliance Group Corporate Limited**  
**(In Administration)**  
**Joint Administrators' Abstract of Receipts & Payments**

Statement of Affairs	From 27/11/2015 To 26/05/2016	From 22/10/2014 To 26/05/2016
<b>SECURED ASSETS</b>		
3,900,000 00		
NIL		
Freehold Land & Property	NIL	4,000,000 00
Investments	NIL	NIL
Intellectual Property	NIL	1 00
	NIL	4,000,001 00
<b>SECURED CREDITORS</b>		
(6,961,363 00)		
ESO Investeco Capital II S.a r l	NIL	3,692,224 00
	NIL	(3,692,224 00)
<b>ASSET REALISATIONS</b>		
2,900,000 00		
30,000 00		
NIL		
46,375 00		
Plant & Machinery	NIL	4,245,000 00
Furniture & Equipment	NIL	4,999 00
Debtors	NIL	NIL
Cash at Bank	NIL	46,374 91
Bank Interest Gross	3 80	1,098 70
Third Party Utility Contributions	36,455 38	76,890 93
Pension Refund	NIL	167 81
	(36,451 58)	4,374,531 35
<b>COST OF REALISATIONS</b>		
Site Security	NIL	56,390 00
IT Costs	NIL	1,500 00
Utilities	NIL	10,548.06
Pre-Insolvency Remuneration	NIL	99,148 00
Advisory	NIL	2,500 00
Joint Administrators' Remuneration	52,500 00	202,500 00
Joint Administrators' Disbursements	NIL	725 59
Joint Administrators' Remuneration - PP	NIL	27,500 00
Accountants Fees	3,500 00	3,500 00
Agents/Valuers Fees	NIL	17,500 00
Agents/Valuers Disbursements	NIL	404 00
Legal Fees	NIL	165,934 55
Legal Disbursements	NIL	870 00
Legal Fees - Orrick	NIL	43,392 50
Legal Disbursements - Orrick	NIL	39 44
Legal fees - Orrick PP	NIL	20,000 00
Storage Costs	823 83	1,443 51
Statutory Advertising	NIL	169 20
Machine Maintenance costs	NIL	6,490 00
Insurance of Assets	NIL	30,024 50
Bank Charges	7 55	70.19
	(56,831 38)	(690,649 54)
<b>FLOATING CHARGE CREDITORS</b>		
ESO Investco SARL	NIL	3,421,618 00
	NIL	(3,421,618 00)
<b>UNSECURED CREDITORS</b>		
(895,986 20)		
(394,923 00)		
(299,841 00)		
Trade & Expense Creditors	NIL	NIL
HMRC VAT- non-pref 0 94p in the £	NIL	NIL
Non-Pref Dividend 0 94p in the £	NIL	552,500 00
HMRC PAYE/NL - non-pref 0 94p/£	NIL	NIL

**Tees Alliance Group Corporate Limited**  
**(In Administration)**  
**Joint Administrators' Abstract of Receipts & Payments**

<b>Statement of Affairs</b>		<b>From 27/11/2015 To 26/05/2016</b>	<b>From 22/10/2014 To 26/05/2016</b>
(55,294,837.00)	Intercompany Loan - TAGES	NIL	NIL
(143,319.00)	Intercompany Loan - TAGL	NIL	NIL
(1,125,000.00)	ONE Grant	<u>NIL</u>	<u>NIL</u>
		NIL	(552,500.00)
	<b>DISTRIBUTIONS</b>		
(3,500,200.00)	Ordinary Shareholders	<u>NIL</u>	<u>NIL</u>
		NIL	NIL
<b>(61,739,094.20)</b>		<b><u>(93,282.96)</u></b>	<b><u>17,540.81</u></b>
	<b>REPRESENTED BY</b>		
	VAT Receivable		3,000.00
	Closings Account		14,540.81
			<b><u>17,540.81</u></b>

**TAG Energy Solutions Limited**  
**(In Administration)**  
**Joint Administrators' Abstract of Receipts & Payments**

Statement of Affairs		From 27/11/2015 To 26/06/2016	From 22/10/2014 To 26/06/2016
	<b>SECURED ASSETS</b>		
NIL	Investments	<u>NIL</u>	<u>NIL</u>
		NIL	NIL
	<b>SECURED CREDITORS</b>		
(7,533,012 00)	TAG Investors Limited	NIL	NIL
	ESO Investeco Capital II S a r l	<u>NIL</u>	<u>205,119 00</u>
		NIL	(205,119 00)
	<b>ASSET REALISATIONS</b>		
575,000 00	Insurance Refund	NIL	439 12
	Intercompany Loan - TAGC	NIL	NIL
	Bank Interest Gross	23 72	37 56
	Dividend Income- TAGC	<u>NIL</u>	<u>518,223 17</u>
		23 72	518,699 85
	<b>COST OF REALISATIONS</b>		
	Joint administrators' remuneration	45,000 00	45,000 00
	Joint administrators' disbursements	949 45	949 45
	Joint Administrators' Remuneration -PP	9,500 00	9,500 00
	Accountants Fees	2,000 00	2,000 00
	Legal Fees	NIL	3,837 37
	Legal Disbursements	NIL	120 00
	Storage Costs	87 00	87 00
	Statutory Advertising	NIL	84 60
	Bank Charges	<u>9 33</u>	<u>25 63</u>
		(57,545 78)	(61,604 05)
	<b>UNSECURED CREDITORS</b>		
(38,592,386 00)	Non-Pref Dividend 0 21p in the £	49 49	82,881 95
	Loan Note Holders	<u>NIL</u>	<u>NIL</u>
		(49 49)	(82,881 95)
	<b>DISTRIBUTIONS</b>		
(11,527,979 00)	Ordinary Shareholders	<u>NIL</u>	<u>NIL</u>
		NIL	NIL
<b>(57,078,377.00)</b>		<b>(57,571.55)</b>	<b>169,094.85</b>
	<b>REPRESENTED BY</b>		
	VAT Receivable		12,315 68
	Closings Account		156,779 17
			<b>169,094 85</b>

**Appendix 3**

**Analysis of Time Charged and Expenses Incurred**

54146 · TEES ALLIANCE GROUP CORPORATE LIMITED

ANALYSIS OF TIME COSTS FOR THE PERIOD 27/11/2015 to 26/05/2016

ADM-Admin - Post Appt

Classification of Work Function	Hours					Total Hours	Time Cost	Avg Hourly Rate
	Partner	Manager	Senior	Assistant	Support			
<b>Administration and Planning</b>								
Case review and Case Diary management	0 00	0 50	0 00	1 00	0 00	1 50	420 00	280 00
Cashiering & accounting	0 00	4 20	8 70	7 80	0 00	20 70	6,274 50	303 12
Statutory matters (Meetings & Reports & Notices)	0 30	3 40	0 50	2 80	0 00	7 00	2,338 50	334 07
Strategy planning & control	0 00	2 30	0 00	0 30	0 00	2 60	1,029 00	395 77
Tax Compliance/Planning	0 00	7 10	0 00	0 70	0 00	7 80	3,129 00	401 15
<b>Creditors</b>								
Communications with Creditors/Employees	0 00	0 10	0 00	1 20	0 00	1 30	294 00	226 15
Non Pref Creditor claims adjudication and dist'n	0 00	0 40	0 00	0 00	0 00	0 40	168 00	420 00
Non Pref Creditors/Employee claims handling	0 00	0 00	0 00	0 40	0 00	0 40	84 00	210 00
Secured Creditors	0 00	0 70	0 00	0 00	0 00	0 70	294 00	420 00
<b>Investigations</b>								
Financial review and investigations (S238/239 etc)	0 00	0 60	0 00	0 90	0 00	1 50	441 00	294 00
<b>Realisation of Assets</b>								
Book debts	0 00	0 20	0 00	0 50	0 00	0 70	189 00	270 00
Freehold and Leasehold Property	0 00	3 10	0 00	0 40	0 00	3 50	1,386 00	396 00
Other Tangible Assets	1 50	13 60	0 00	0 00	0 00	15 10	6,612 00	437 88
Sale of business	0 00	1 20	0 00	0 00	0 00	1 20	504 00	420 00
<b>Total Hours</b>	<b>1 80</b>	<b>37 40</b>	<b>9 20</b>	<b>16 00</b>	<b>0 00</b>	<b>64 40</b>		<b>359 67</b>
<b>Total Fees Claimed</b>	<b>1,080 00</b>	<b>15,708 00</b>	<b>2,960 50</b>	<b>3,414 50</b>	<b>0 00</b>		<b>23,163 00</b>	

Category 2 Disbursements Nil

51589 TAG ENERGY SOLUTIONS LIMITED

ANALYSIS OF TIME COSTS FOR THE PERIOD 27/11/2015 to 26/05/2016

ADM-Admin - Post Appt

Classification of Work Function	Hours					Total Hours	Time Cost	Avg Hourly Rate
	Partner	Manager	Senior	Assistant	Support			
<b>Administration and Planning</b>								
Case review and Case Diary management	0 00	0 50	0 00	1 00	0 00	1 50	420 00	280 00
Cashienng & accounting	0 00	1 10	2 30	5 20	0 00	8 60	2,298 50	267 27
Statutory matters (Meetings & Reports & Notices)	0 60	2 30	0 50	2 70	0 00	6 10	2,035 50	333 69
Strategy planning & control	0 00	1 90	0 00	0 30	0 00	2 20	861 00	391 36
Tax Compliance/Planning	0 00	6 10	0 00	0 70	0 00	6 80	2,709 00	398 38
<b>Creditors</b>								
Communications with Creditors/Employees	0 00	0 00	0 00	0 80	0 00	0 80	168 00	210 00
Non Pref Creditor claims adjudication and dist'n	0 00	1 20	0 00	0 00	0 00	1 20	504 00	420 00
Secured Creditors	0 00	2 60	0 00	0 00	0 00	2 60	1,092 00	420 00
<b>Realisation of Assets</b>								
Other Tangible Assets	0 00	4 20	0 00	0 00	0 00	4 20	1,764 00	420 00
<b>Total Hours</b>	<b>0 60</b>	<b>19 90</b>	<b>2 80</b>	<b>10 70</b>	<b>0 00</b>	<b>34 00</b>		<b>348 59</b>
<b>Total Fees Claimed</b>	<b>360 00</b>	<b>8,358 00</b>	<b>904 50</b>	<b>2,229 50</b>	<b>0 00</b>		<b>11,862 00</b>	

Category 2 Disbursements Nil

**Tees Alliance Group Corporate Limited (In Administration)**  
**Joint Administrators' Expenses**

Company	Activity	Fee Basis	Incurred	Amount Paid (£)
<b>Professional Advisors</b>				
Kreston Reeves LLP	Accountants. Corporation Tax Computations	Fixed Fee	5,000.00	3,500 00
TDM	Collection and Storage of Company's records	Fixed Fee	823 83	823 83
Barclays Bank	Bank Charges	Fixed Fee	7 55	7 55
<b>TOTAL</b>			<u><b>5,831.38</b></u>	<u><b>4,331.38</b></u>

The Joint Administrators' choice of professional advisors was based on their perception of the experience and ability of the respective firms/individuals to perform their work, the complexity and nature of the assignment and the basis of their fee

**TAG Energy Solutions Limited (In Administration)**  
**Joint Administrators' Expenses**

<b>Company</b>	<b>Activity</b>	<b>Fee Basis</b>	<b>Incurred</b>	<b>Amount Paid</b>
			<b>(£)</b>	<b>(£)</b>
<b>Professional Advisors</b>				
Kreston Reeves LLP	Accountants Corporation Tax Computations	Fixed Fee	3,500.00	2,000.00
Barclays Bank	Bank charges	Fixed Fee	9 33	9 33
TDM	Collection and Storage of Company's records	Time costs	87 00	87 00
<b>TOTAL</b>			<u><b>3,596.33</b></u>	<u><b>2,096.33</b></u>

The Joint Administrators' choice of professional advisors was based on their perception of the experience and ability of the respective firms/individuals to perform their work, the complexity and nature of the assignment and the basis of their fee

## **Appendix 4**

### **Group Structure**

# TAG Group Structure

