

The Insolvency Act 1986

Notice of move from Administration to Dissolution

Pursuant to paragraph 84(1) of Schedule B1 to the Insolvency Act 1986 and Rule 2.48(1) of the Insolvency (Scotland) Rules 1986

Name of Company

Andrew Weir Shipping Limited

Company number

SC005991

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

We (a) Brian Green
KPMG LLP
1 St Peter's Square
Manchester
M2 3AEDavid James Costley-Wood
KPMG LLP
1 St Peter's Square
Manchester
M2 3AEBlair Carnegie Nimmo
KPMG LLP
191 West George Street
Glasgow
G2 2LJ

(b) Insert name and address of registered office of company

having been appointed administrators of (b) Andrew Weir Shipping Limited, 191 West George Street, Glasgow, G2 2LJ

(c) Insert date of appointment

on (c) 20 November, 2014 by (d) the Directors

(d) Insert name of applicant/appointor

hereby give notice that the provisions of paragraph 84(1) of Schedule B1 to the Insolvency Act 1986 apply.

We attach a copy of the final progress report

Signed


Joint Administrator

Dated

30 August 2016

Contact Details:

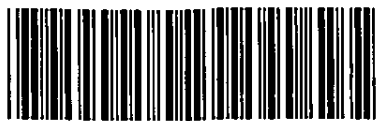
You do not have to give any contact information in the box opposite but if you do, it will help Companies House to contact you if there is a query on the form.

The contact information that you give will be visible to searchers of the public record

David Costley-Wood
KPMG LLP
1 St Peter's Square
Manchester
M2 3AE

Tel +44 (0) 161 246 4000

MONDAY



SCT

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05/09/2016

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COMPANIES HOUSE

When you have completed and signed this form, please send it to the Registrar of Companies at:-

Companies House,
4th Floor, Edinburgh Quay 2,
139 Fountainbridge,
Edinburgh,
EH3 9FF
DXED235 Edinburgh 1 / LP- 4 Edinburgh 2



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Andrew Weir Shipping Limited - in Administration

Joint Administrators' final progress report
for the period 20 May 2016 to 30 August
2016

30 August 2016



Notice to creditors

This progress report provides a final update on the administration of the Company.

We have included (Appendix 2) an account of all amounts received and payments made since our previous progress report.

We have also explained the exit route from the administration and the outcome for each class of creditor.

You will find other important information in the document such as the costs we have incurred.

A glossary of the abbreviations used throughout this document is attached (Appendix 5).

Finally, we have provided answers to frequently asked questions and a glossary of insolvency terms on the following website, <http://www.insolvency-kpmg.co.uk/case+KPMG+AEB21C3422.html>. We hope this is helpful to you.

Please also note that an important legal notice about this report is attached (Appendix 6).



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1 Executive summary

- This final progress report covers the period from 20 May 2016 to 30 August 2016.
- Asset realisations were completed in a prior period. A total of £9,897,403 has been realised since the outset of the administration and all costs incurred have been settled. (Section 2 - Progress to date).
- There are no known secured creditors. There was one preferential claim that was paid in full in a previous period. (Section 3 – Outcome for creditors).
- A first and final distribution to unsecured creditors was paid during the Period. The agreed unsecured claims totalled £97,610,298 representing 9.97p in the £. (Section 3 – Outcome for creditors).
- We consider that all matters have been completed and that the purpose of the administration has been fulfilled. Accordingly, we are now taking steps to exit the administration.
- We have filed a copy of this final progress report with the Registrar of Companies together with the requisite form. The administration will cease to have effect when the Registrar of Companies registers these documents. The Company will be dissolved three months after that date.
- Please note: you should read this progress report in conjunction with our previous progress reports and proposals issued to the Company's creditors, which can be found at <http://www.insolvency-kpmg.co.uk/case+KPMG+AEB21C3422.html>. Unless stated otherwise, all amounts in this progress report and appendices are stated net of VAT.



David Costly-Wood
Joint Administrator

2 Progress to date

This section provides a final update on the strategy for the Administration and on the progress made. It follows the information provided in our previous progress reports.

2.1 Strategy and progress to date

Strategy

Asset realisations were completed in a previous period. A total of £9,897,403 has been realised since the outset of the Administration. All costs incurred during the Administration have also been settled.

A total dividend of £9,729,067 was declared on 24 May 2016 and paid to all unsecured creditors with an agreed claim.

Upon completion of the dividend process we are now in a position to take the necessary steps to exit the Administration as the purpose of the Administration has been fulfilled and no matters remain outstanding.

There have been no amendments to or major deviations from the proposals expressly approved by the creditors of the Company.

Following the completion of the remaining formalities, we will file this report with the Registrar of Companies, bringing the Administration to a close. The Company will be dissolved three months thereafter.

2.2 Asset realisations

There were no assets left to realise as asset realisations were completed in a prior period.

Sundry refund

An amount of £17 has been received in relation to an overpayment to HMRC.

Investigations

We have complied with the relevant statutory requirements to provide information on the conduct of the Company's directors and any shadow directors to the Department for Business, Innovation and Skills. The contents of our submission are confidential.

2.3 Costs

Payments made in this period are set out in the attached receipts and payments account (Appendix 2). Summaries of the most significant payments made during the period are provided below.

Bank charges

Bank charges of £198 were paid in the Period.

Administrators fees

Fees totalling £31,949 have been drawn in the Period. With a total of £120,000 being drawn in total during the Administration.



3 Outcome for creditors

3.1 Secured creditors

We are not aware of any secured claims against the Company.

3.2 Preferential creditors

The preferential claims totalled £3,426 and were paid in full in a prior period.

3.3 Unsecured creditors

A first and final dividend was declared on 24 May 2016 and paid to the unsecured creditors of the Company with an agreed claim.

The agreed claim totalled £97,610,298 with the distribution totalling £9,728,067. This represented a 9.97 pence in the £ payment.

Due to the nature of the claims and the significant sums involved, we sought advice from pension specialists to confirm the validity of certain claims prior to the final adjudication.

4 Joint Administrators' remuneration, outlays, disbursements and pre-administration costs

Time costs

From 20 May 2016 to 30 August 2016, we have incurred time costs of £12,294. These represent 61 hours at an average rate of £202 per hour.

Please see a detailed analysis of the time spent and a narrative description of the work performed (Appendix 3) and in our previous progress reports.

Additional information

We have attached (Appendix 3) an analysis of the time spent, the charge-out rates for each grade of staff and the expenses paid directly by KPMG for the period from 20 May 2016 to 30 August 2016. We have also attached our charging and disbursements policy.



5 Conclusion of the administration

We have filed a copy of this final progress report with the Registrar of Companies together with the requisite form.

The administration will cease to have effect when the Registrar of Companies registers these documents. The Company will be dissolved three months after that date.

We will be discharged from liability in respect of any action of ours as Joint Administrators from the date this report is filed by the Registrar of Companies.



Appendix 1 Statutory information

Company Information

Company name	Andrew Weir Shipping Limited
Date of incorporation	20 October 1905
Company registration number	SC005991
Present registered office	191 West George Street, Glasgow, G2 2LJ

Administration Information

Administration appointment	The administration appointment granted in Edinburgh Sheriff Court, No. B1714 of 2014
Appointor	Directors
Date of appointment	20 November 2014
Joint Administrators' details	Brian Green, David Costley-Wood and Blair Nimmo
Functions	The functions of the Joint Administrators are being exercised by them individually or together in accordance with Paragraph 100(2)
Current administration expiry date	19 November 2016



Appendix 2 Joint Administrators' receipts and payments account

London and River Shipping Limited (in administration)

Abstract of receipts & payments

Statement of affairs (£)	From 20/05/2016 To 30/08/2016 (£)	From 20/11/2014 To 30/08/2016 (£)
ASSET REALISATIONS		
5,000.00 Furniture & equipment	NIL	5,000.00
20,000.00 Book debts	NIL	103,586.86
50,000.00 Shares and investments	NIL	50,000.00
Goodwill	NIL	1.00
15,000.00 Cash at bank	NIL	12,111.59
9,666,698.00 Proceeds from Joint Venture Sale	NIL	9,666,697.81
	NIL	9,837,397.26
OTHER REALISATIONS		
Bank interest, gross	NIL	51,409.96
Contribution to employee costs	NIL	3,054.78
Sundry refunds	16.92	558.00
Deferred Consideration	NIL	5,000.00
	16.92	60,022.74
COST OF REALISATIONS		
Meeting Room Hire	NIL	(450.00)
Filing Costs	NIL	(15.00)
Administrators' fees	(31,948.82)	(120,000.00)
Administrators' disbursements	NIL	(732.91)
Legal fees	NIL	(35,386.00)
Legal Disbursements	NIL	(3,754.80)
Statutory advertising	NIL	(236.20)
Insurance of assets	NIL	(265.00)
Wages & salaries	NIL	(4,777.92)
Bank charges	(197.64)	(309.05)
	(32,146.46)	(165,926.88)
PREFERENTIAL CREDITORS		
Subrogated EP(C)A claim	NIL	(1,435.77)
Employees' wage arrears / holiday pay	NIL	(1,990.46)
	NIL	(3,426.23)
UNSECURED CREDITORS		
Trade & expense	(8,719,995.47)	(8,719,995.47)



Statement of affairs (£)	From 20/05/2016 To 30/08/2016 (£)	From 20/11/2014 To 30/08/2016 (£)
Employees	(92.89)	(92.89)
Connected companies	(1,004,695.66)	(1,004,695.66)
Corp tax etc/nonpref PAYE	(3,282.87)	(3,282.87)
	(9,728,066.89)	(9,728,066.89)
9,756,698.00	(9,760,098.79)	0.00

REPRESENTED BY

0.00

Appendix 3 Joint Administrators' charging and disbursements policy

Joint Administrators' charging policy

The time charged to the administration is by reference to the time properly given by us and our staff in attending to matters arising in the administration. This includes work undertaken in respect of tax, VAT, employee, pensions and health and safety advice from KPMG in-house specialists.

Our policy is to delegate tasks in the administration to appropriate members of staff considering their level of experience and requisite specialist knowledge, supervised accordingly, so as to maximise the cost effectiveness of the work performed. Matters of particular complexity or significance requiring more exceptional responsibility are dealt with by senior staff or us.

A copy of "A Creditors' Guide to Administrators' Remuneration Scotland" from Statement of Insolvency Practice 9 ('SIP 9') produced by the Association of Business Recovery Professionals is available at:

[https://www.r3.org.uk/media/documents/technical_library/SIPS/Creditors' Guide to Administrators' Remuneration_Scotland.pdf](https://www.r3.org.uk/media/documents/technical_library/SIPS/Creditors'_Guide_to_Administrators'_Remuneration_Scotland.pdf)

If you are unable to access this guide and would like a copy, please contact Ruth Pearson on 0161 2464708.

Hourly rates

Set out below are the relevant charge-out rates per hour worked for the grades of our staff actually or likely to be involved on this administration. Time is charged by reference to actual work carried out on the administration; using a minimum time unit of six minutes.

All staff who have worked on the administration, including cashiers and secretarial staff, have charged time directly to the administration and are included in the analysis of time spent. The cost of staff employed in central administration functions is not charged directly to the administration but is reflected in the general level of charge-out rates.

Charge-out rates (£) for Restructuring

Grade	From 01 Oct 2015 £/hr
Partner	595
Director	535
Senior Manager	485
Manager	405
Senior Administrator	280
Administrator	205
Support	125

The hourly charge-out rates we use might periodically rise over the period of the administration, for example to cover annual inflationary cost increases.



Policy for the recovery of disbursements

For the avoidance of doubt, such expenses are defined within SIP 9 as follows:

Category 1 disbursements: These are costs where there is specific expenditure directly referable to both the appointment in question and a payment to an independent third party. These may include, for example, advertising, room hire, storage, postage, telephone charges, travel expenses, and equivalent costs reimbursed to the officeholder or his or her staff.

Category 2 disbursements: These are costs that are directly referable to the appointment in question but not to a payment to an independent third party. They may include shared or allocated costs that can be allocated to the appointment on a proper and reasonable basis, for example, business mileage.

Category 2 disbursements charged by KPMG Restructuring include mileage. This is calculated as follows:

Mileage claims fall into three categories:

- Use of privately-owned vehicle or car cash alternative – 45p per mile.
- Use of company car – 60p per mile.
- Use of partner's car – 60p per mile.

For all of the above car types, when carrying KPMG passengers an additional 5p per mile per passenger will also be charged where appropriate.

We have incurred the following disbursements (excluding VAT) during the period 20 May 2016 to 30 August 2016.

SIP 9 – Disbursements					
Disbursements	Category 1		Category 2		Totals (£)
	Paid (£)	Unpaid (£)	Paid (£)	Unpaid (£)	
Postage	364.64		NIL		364.64
Total	364.64		NIL		364.64

We have the authority to pay Category 1 disbursements without the need for any prior approval from the creditors of the Company.

Creditors' right to challenge our remuneration and outlays

If you wish to challenge the basis of our remuneration, the remuneration approved, or the outlays approved during the period covered by this progress report, you must do so by making an application to Court within eight weeks of the accounting period or within 14 days of receiving this progress report.

Applications by any creditor must be made with concurrence of at least 25% in value of unsecured creditors (including the creditor making the challenge).

The full text of the relevant rules can be provided on request by writing to Ruth Pearson at KPMG LLP, 1 St Peter's Square, Manchester, M2 3AE, United Kingdom.



Narrative of work carried out for the period 20 May 2016 to 30 August 2016.

The key areas of work have been:

Statutory and compliance	<ul style="list-style-type: none"> ■ preparing statutory receipts and payments accounts; ■ dealing with all closure related formalities; ■ ensuring compliance with all statutory obligations within the relevant timescales.
Strategy documents, Checklist and reviews	<ul style="list-style-type: none"> ■ formulating, monitoring and reviewing the administration strategy; ■ regular case management and reviewing of progress, including regular team update meetings and calls; ■ reviewing and authorising junior staff correspondence and other work; ■ dealing with queries arising during the appointment; ■ reviewing matters affecting the outcome of the administration; ■ complying with internal filing and information recording practices, including documenting strategy decisions.
Cashiering	<ul style="list-style-type: none"> ■ preparing and processing vouchers for the payment of post-appointment invoices; ■ creating remittances and sending payments to settle post-appointment invoices; ■ reconciling post-appointment bank accounts to internal systems; ■ ensuring compliance with appropriate risk management procedures in respect of receipts and payments.
Tax	<ul style="list-style-type: none"> ■ reviewing the Company's duty position to ensure compliance with duty requirements; ■ dealing with post appointment corporate tax and VAT compliance.
General	<ul style="list-style-type: none"> ■ reviewing time costs data and producing analysis of time incurred which is compliant with Statement of Insolvency Practice 9;
Creditors and claims	<ul style="list-style-type: none"> ■ reviewing completed forms submitted by creditors, recording claim amounts and maintaining claim records; ■ agreeing unsecured claims; ■ arranging distributions to the unsecured creditors; ■ drafting our final progress report.

Time costs

S 4.3 - Time costs analysis 20/05/2016 to 30/08/2016							
	Hours					Time Cost (£)	Average Hourly Rate (£)
	Partner / Director	Manager	Administrator	Support	Total		
Administration & planning							
Cashiering							
General (Cashiering)	0.50		8.80		9.30	2,184.00	234.84
Reconciliations (& IPS accounting reviews)			0.10		0.10	28.00	280.00
Statutory and compliance							
Checklist & reviews	1.50		2.30		3.80	1,364.00	358.95
Closure and related formalities			5.10		5.10	917.50	179.90
Strategy documents			0.50		0.50	102.50	205.00
Tax							
Post appointment corporation tax		0.70	3.20		3.90	993.00	254.62
Post appointment VAT			3.40		3.40	779.50	229.26
Creditors							
Creditors and claims							
Agreement of unsecured claims			0.40		0.40	82.00	205.00
General correspondence			5.30		5.30	1,086.50	205.00



See P 9 Time costs analysis (25/05/2016 to 30/05/2016)

	Hours					Time Cost (£)	Average Hourly Rate (£)
	Partner / Director	Manager	Administrator	Support	Total		
Payment of dividends		1.30	4.70		6.00	1,514.00	252.33
Pre-appointment VAT / PAYE / CT			0.50		0.50	102.50	205.00
Statutory reports		2.00	20.50		22.50	3,140.50	139.58
Total in period	2.00	4.00	54.80	0.00	60.80	12,294.00	202.20

Brought forward time (appointment date to SIP 9 period start date)	431.75	151,851.00
SIP 9 period time (SIP 9 period start date to SIP 9 period end date)	60.80	12,294.00
Carry forward time (appointment date to SIP 9 period end date)	492.55	164,145.00

All staff who have worked on this assignment, including cashiers and secretarial staff, have charged time directly to the assignment and are included in the analysis of time spent. The cost of staff employed in central administration functions is not charged directly to the assignment but is reflected in the general level of charge out rates.

All time shown in the above analysis is charged in units of six minutes.





Appendix 4 Glossary

Company	Andrew Weir Shipping Limited - in Administration
Joint Administrators/we/our/us	Brian Green, David Costley-Wood and Blair Nimmo
KPMG	KPMG LLP
Notice	Form 2.26B – Notice to move from Administration to Dissolution
Period	20 May 2016 to 30 August 2016
Solicitors	Bond Dickinson LLP

Any references in this progress report to sections, paragraphs and rules are to Sections, Paragraphs and Rules in the Insolvency Act 1986, Schedule B1 of the Insolvency Act 1986 and the Insolvency (Scotland) Rules 1986 respectively.



Appendix 5 Notice: About this report

This report has been prepared by Brian Green, David Costley-Wood and Blair Nimmo the Joint Administrators of Andrew Weir Shipping Limited – in Administration (the 'Company') solely to comply with their statutory duty to report to creditors under the Insolvency (Scotland) 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 is not suitable to be used, to inform any investment decision in relation to the debt of or any financial interest in the Company.

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 person that chooses to rely on this report for any purpose or in any context other than under the Insolvency (Scotland) Rules 1986 does so at its own risk. To the fullest extent permitted by law, the Joint Administrators do not assume any responsibility and will not accept any liability in respect of this report to any such person.

Brian Green and David James Costley-Wood are authorised to act as insolvency practitioners by the Institute of Chartered Accountants in England & Wales.

Blair Carnegie Nimmo is authorised to act as an insolvency practitioner by the Institute of Chartered Accountants of Scotland.

We are bound by the Insolvency Code of Ethics.

The Joint Administrators act as agents for the Company and contract without personal liability. The appointments of the Joint Administrators are personal to them and, to the fullest extent permitted by law, KPMG 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 administration.



Appendix 6 Joint Administrators' Proposals

We propose the following:

General matters

- to continue to do everything that is reasonable, and to use all our powers appropriately, in order to maximise realisations from the assets of the Company in accordance with the objective as set out above;
- to investigate and, if appropriate, to pursue any claims the Company may have; and
- to seek an extension to the administration period if we consider it necessary.

Distributions

- to make distributions to the preferential creditors where funds allow; and
- to make a distribution to unsecured creditors after seeking the approval of the Court.

Ending the administration

We might use any or a combination of the following exit route strategies in order to bring the administration to an end:

- place the Company into creditors' voluntary liquidation. In these circumstances we propose that we, Brian Green, David Costley-Wood and Blair Nimmo, be appointed as Joint Liquidators of the Company without any further recourse to creditors. If appointed Joint Liquidators, any action required or authorised under any enactment to be taken by us may be taken by us individually or together. The creditors may nominate different persons as the proposed Joint Liquidators, provided the nomination is received before these proposals are approved; or
- file notice of move from administration to dissolution with the Registrar of Companies if we consider that liquidation is not appropriate because there are no other outstanding matters that require to be dealt with in liquidation. The Company will be dissolved three months after the registering of the notice with the Registrar of Companies.

Alternatively, we may allow the administration to end automatically.

Joint Administrators' remuneration and pre-administration costs

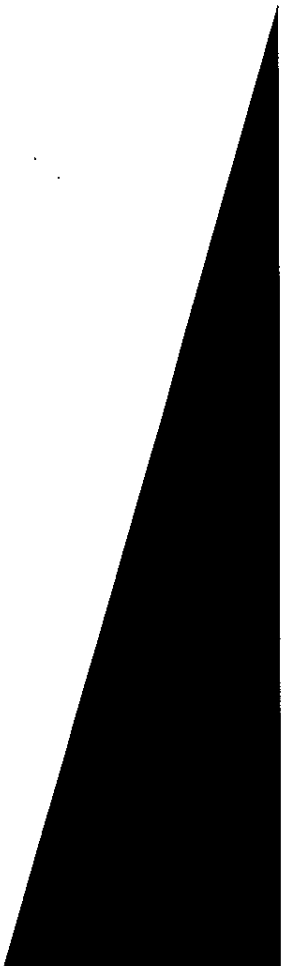
We propose that:

- our remuneration will be set and drawn on the basis of time properly given by us and the various grades of our staff in accordance with the charge-out rates included in Appendix 3;
- disbursements for services provided by KPMG (defined as Category 2 disbursements in Statement of Insolvency Practice 9) will be charged in accordance with KPMG's policy as set out in Appendix 3; and
- unpaid pre-administration costs be an expense of the administration.

Discharge from liability

- We propose that we shall be discharged from liability in respect of any action of ours as Joint Administrators upon the filing of our final receipts and payments account with the Registrar of Companies.





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