

The Insolvency Act 1986

Administrator's progress report

Pursuant to Rule 2.38 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
administratorsHWe (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

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

from

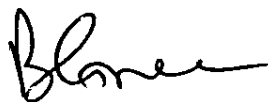
to

(b) Insert date(s)

(b) 20 November 2014

(b) 19 May 2015

Signed



Joint Administrator

Dated

16 June 2015

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

Louise Rigby
KPMG LLP
1 St Peter's Square
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DX Exchange

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' progress report
for the period 20 November 2014 to

19 May 2015



Notice to creditors

This progress report provides an update on the administration of the Company.

We have included (Appendix 2) an account of all amounts received and payments made since the date of our appointment.

We have also explained our future strategy for the administration and how likely it is that we will be able to pay each class of creditor.

You will find other important information in this progress report such as the costs which we have incurred to date.

A glossary of the abbreviations used throughout this document is attached (Appendix 4).

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 progress report is attached (Appendix 5).



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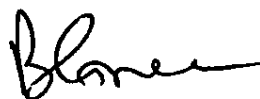
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1 Executive summary

- This progress report covers the period from the date of our appointment to 19 May 2015.
- We circulated our statement of proposals ('Proposals Report') to all known creditors on 13 January 2015 and held a meeting of creditors on 28 January 2015.
- As detailed in our proposals, the Company's primary asset was its stake in a joint venture which held contracts with the Ministry of Defence. The Company sold its shares in this joint venture in August 2014 for £9.67 million with the proceeds being held by the Company's solicitors, Bond Dickinson, pending the appointment of administrators. (Section 2 – Progress to date).
- Shortly after the sale of the joint venture shares completed, the Directors commenced an accelerated sales process to sell the remaining business and assets of the Company. The Directors of the Company appointed Brian Green, David Costley-Wood and Blair Nimmo as Joint Administrators of the Company on 20 November 2014. Shortly after this appointment, the business and assets of the Company were sold to AW Ship Management Limited ("AWSML" for initial consideration of £75,000 plus contingent deferred consideration. (Section 2 - Progress to date).
- The majority of contingent deferred consideration has now been received and we have placed £9.7 million of the Company's money in a higher interest bearing account to ensure enhanced interest realisations.
- There are no known secured creditors of the Company and one preferential claim. This preferential claim is in the process of being repaid in full. (Section 3 - Dividend prospects).
- There will be a distribution to unsecured creditors, however the timing and quantum remains uncertain as not all claims have been submitted. We are urging all creditors to submit their claims as soon as practicable to enable the payment of the dividend. Our Solicitors are currently in the process of applying to court for permission to pay the unsecured dividend in the administration, which is a more cost effective process than subsequently placing the Company into liquidation. (Section 3 - Dividend prospects).
- We will next report to creditors by the end of the year.
- Please note: you should read this progress report in conjunction with our proposals which were issued to the Company's creditors and 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.



Brian Green
Joint Administrator



2 Progress to date

This section updates you on our strategy for the administration and on our progress to date. It follows the information provided in our proposals.

2.1 Strategy and progress to date

Strategy

As detailed in our Proposals document, a sale of the Company's business and assets was completed to AWSML for £75,000 shortly after the appointment of the Joint Administrators. All but two of the Company's 24 employees transferred across to AWSML. The two employees declined to transfer to AWSML and the first individual's employment ceased on 20 November 2014. The second employee was retained by the Joint Administrators for a week to assist with finalising the Company's accounting records.

Post appointment actions

Since appointment, the Joint Administrators' and their staff have been involved in the following:

- Liaising with the directors of AWSML and our Solicitors regarding the novation of the Company's contracts;
- Facilitating regular sweeps of cash which was necessary due to a delay in the establishment of replacement new merchant acquirer facilities. This resulted in customer payments continuing to be made into the Company's pre-appointment bank accounts. This assistance is no longer required by AWSML;
- Collecting the deferred consideration as detailed in Section 2.2;
- Liaising with pension creditors regarding the formal submission of their claims. We have not yet fixed a deadline for the submission of claims but to date we have only received the claim of one of the three major pension scheme creditors. We have also taken legal advice on the eligibility of certain pension claims;
- Assisting a number of retired former employees, who had been receiving regular ex-gratia pension top-up payments directly from the Company, to calculate and lodge claims in the administration;
- Liaising with the Financial Conduct Authority with regard to cancelling the Company's permissions to carry out regulated activities; and
- Preparing our proposals and subsequently holding a creditors meeting on 28 January 2015 in London to consider our proposals and resolutions regarding remuneration and expenses.



2.2 Asset realisations

Realisations from the date of our appointment to 19 May 2015 are set out in the attached receipts and payments account (Appendix 2).

Summaries of the most significant realisations to date are provided below.

Proceeds from joint venture sale

The proceeds from the sale of the Company's joint venture stake and recovery of loans to the joint venture totalling £9.67 million referred to in our Proposals have been received from the Company's solicitors, Bond Dickinson.

Sale of business

As detailed in the SIP16 memorandum, the total initial consideration received for the sale of the business was £75,000 which was received on completion of the sale and apportioned as follows:

- Shares and investments; £50,000 was attributed to the Company's South African subsidiary.
- Furniture and equipment; £5,000 was allocated to the Company's fixtures and fittings, IT and office equipment
- Debtors; £19,999 was allocated in respect of the customer contract debtors.
- Goodwill; £1 was allocated to the Company's goodwill and intellectual property.

A further £50,000, which was contingent on future debtor recoveries by AWSML, has been received together with £5,000 which was contingent on certain operational cost savings being achieved. Under the SPA, the Company remains entitled to receive a proportion of an aged contract debt and of an insurance claim which the Company had been pursuing for a number of years prior to the Administrators' appointment. While we continue to seek updates on AWSML's progress on these issues we do not anticipate that any significant realisations will be made.

Other realisations comprise:

- The sum of £14,754 received from the Company's former South African subsidiary in respect of the pro-rated percentage of the annual management charge for 2014;
- Cash balances totalling £9,596 at the date of the administration order which have been transferred to the Company's Administration bank account;
- A contribution to the wages costs of the retained employee made by AWSML (Section 2.3 below);
- A sundry refund of £541; and
- Bank interest of £3,396 earned on funds held.

Investigations

The Administrators have a statutory duty to investigate the affairs of the Company for the purposes of reporting to the Directors Disqualification Unit of the Department for Business, Innovation and Skills and ascertaining whether there are any actions which can be taken against third parties to increase recoveries for creditors. The Joint Administrators have complied with this duty and have not identified any potential further recoveries. Creditors should note that the report to the Directors Disqualification Unit is 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.



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Wages and salaries

As detailed previously, one employee was retained for one week to assist the Joint Administrators' staff. The gross payment of £4,778 shown in the statement of affairs represents the employee's November salary to which the purchaser contributed £3,055. The associated PAYE and NIC deductions in relation to these payments have been paid to HMRC.

Solicitors' fees

Legal fees of £17,859 were incurred together with legal disbursements of £1,091. These costs relate to advice received in respect of the novation of contracts and the eligibility of certain pension claims (see Section 3.3).

3 Dividend prospects

3.1 Secured creditors

We are not aware of any secured claims against the Company. No charges are registered against the Company.

3.2 Preferential creditors

Claims from employees in respect of arrears of wages up to a maximum of £800 per employee, unlimited accrued holiday pay and certain unpaid pension deductions, rank preferentially.

One preferential claim has been submitted totalling £3,426. We are in the process of settling this claim in full.

3.3 Unsecured creditors

Unsecured creditors will receive a dividend, the amount of which will depend on the level of claims admitted.

The Company had significant liabilities to three defined benefit multi-employer pension schemes including the Andrew Weir Group scheme (£36.8 million on a Section 75 basis according to the Directors' statement of affairs) and two industry wide schemes, the MNOPF (£34.4 million according to the statement of affairs) and MNRPF.

The amount of the liability to the MNRPF is unclear. The Company was not a statutory employer of the MNRPF scheme but the trustees proposed scheme rule changes which will enable it to be treated as such an employer. As a consequence, the MNRPF may also submit a claim based on a Section 75 assessment. We have however sought legal advice on the ability of the MNRPF to lodge a claim on this basis given that the aforementioned rule changes post date the administration order.

To date we have not received all the pension creditors' claims as the quantification of these claims involve actuarial valuations which can take time. We haven't yet issued a formal notice giving creditors a deadline to submit their claims but we urge creditors to send in their claims as soon they are able.

The Company was also indebted to its wholly owned subsidiary, United Baltic Corporation Limited ("UBC") for approximately £10 million according to the Company's records. UBC's liabilities also comprise amounts due to the MNOPF and the MNRPF. The Company was also indebted to Bibby International Services under an indemnity which required the Company to meet liabilities to the MNOPF incurred by Bibby as a result of a historic staff transfer.

The Directors also identified unsecured liabilities due to HMRC in respect of one month's PAYE, its parent company, Andrew Weir and Company Limited and to one non-transferring employee. We have subsequently become aware that the Company had made regular payments to a small number of



retired former employees by way of pension top-ups. We are assisting these individuals in the calculation of their claims.

Our solicitors will also apply for permission from the Court for the Joint Administrators to distribute to unsecured creditors in the Administration, without the need for placing the Company into a creditors' voluntary liquidation.

4 Other matters

4.1 Other case specific matters

Creditors meeting

As detailed in our Proposals Report, a creditors meeting was held on 28 January 2015. At this meeting the Joint Administrators' proposals were approved together with resolutions regarding our remuneration and expenses.

The resolution regarding unpaid pre-appointment costs (detailed in Section 5.2) being paid as an expense of the administration was rejected.

A creditors committee was not formed at the meeting.

Money market

Given the quantum of funds held by the Joint Administrators', we placed £9.7 million in a higher interest bearing account for six months. If the unsecured dividend is not agreed once this time has expired, the funds may be reinvested to maximise interest realisations.

5 Joint Administrators' remuneration, expenses and pre-administration costs

5.1 Joint Administrators' remuneration and expenses

Remuneration

At the meeting held on 28 January 2015, creditors passed a resolution agreeing that the Administrators' fees were to be calculated in accordance with time costs.

Expenses

We have incurred only category 1 disbursements in the period totalling £916 which have not been paid.

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 our appointment to 19 May 2015. We have also attached our charging and disbursements policy.

Where a creditors' voluntary liquidation is the exit route for the administration and if we are appointed as Joint Liquidators, the basis of remuneration which is approved for the administration will continue to apply in the creditors' voluntary liquidation.



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5.2 Pre-administration costs

The following pre-administration costs were incurred in relation to the pre-administration work:

Pre administration costs	Paid (£)	Unpaid (£)	Total (£)
KPMG Advisory fees	40,000	-	40,000
Bond Dickinson LLP legal fees	15,008	7,128	22,136
Total	55,008	7,128	62,136

The payment of unpaid pre-administration costs as an expense of the administration is subject to the same approval as our remuneration, as outlined above. Payment of the unpaid pre-appointment legal fees as an expense of the administration was not approved at the meeting of creditors in January and therefore these costs have not been paid.

6 Future strategy

6.1 Future conduct of the administration

We will continue to manage the affairs, the business and the property of the Company in order to achieve the purpose of the administration. This will include but not be limited to contacting creditors to invite them to submit their claims, agreeing claims received and finally, distributing the dividend to the unsecured creditors.

6.2 Extension of the administration

If an extension to the Administration is required in order to pay the dividend to unsecured creditors, we will first seek consent from the creditors of the Company.

6.3 Discharge from liability

We will ask creditors to grant our discharge from liability in respect of any action of ours as Joint Administrators prior to finalising the administration.

6.4 Future reporting

We will provide a further progress report within one month of 19 November 2015 or earlier if an extension request is necessary or the administration has been completed prior to that time.



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, Case number B1714 of 2014.
Appointor	Directors
Date of appointment	20 November 2014
Joint Administrators	Brian Green, David Costley-Wood and Blair Nimmo
Purpose of the administration	Achieving a better result for the Company's creditors as a whole than would be likely if the Company were wound up.
Prescribed Part	The Prescribed Part is not applicable on this case as the Company had no registered floating charges.
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 2015
Application of EC Regulations	EC Regulations apply and these proceedings will be the Main Proceedings as defined in Article 3 of the EC Regulations.



Appendix 2 Joint Administrators' receipts and payments account

Andrew Weir Shipping Limited - in Administration

Joint Administrators' abstract of receipts & payments

Statement of affairs (£)		From 20/11/2014 To 19/05/2015 (£)	From 20/11/2014 To 19/05/2015 (£)
5,000.00	Furniture & equipment	5,000.00	5,000.00
20,000.00	Book debts	84,752.58	84,752.58
50,000.00	Shares and investments	50,000.00	50,000.00
	Goodwill	1.00	1.00
15,000.00	Cash at bank	9,596.13	9,596.13
9,666,698.00	Proceeds from Joint Venture Sale	9,666,697.81	9,666,697.81
		9,816,047.52	9,816,047.52
OTHER REALISATIONS			
	Bank interest, gross	3,396.17	3,396.17
	Contribution to employee costs	3,054.78	3,054.78
	Sundry refunds	541.08	541.08
	Deferred consideration	5,000.00	5,000.00
		11,992.03	11,992.03
COST OF REALISATIONS			
	Meeting room hire	(450.00)	(450.00)
	Filing Costs	(15.00)	(15.00)
	Legal fees	(17,859.00)	(17,859.00)
	Legal disbursements	(1,091.00)	(1,091.00)
	Statutory advertising	(84.60)	(84.60)
	Insurance of assets	(265.00)	(265.00)
	Wages & salaries	(4,777.92)	(4,777.92)
	Bank charges	(111.41)	(111.41)
		(24,653.93)	(24,653.93)
9,803,385.62		9,803,385.62	9,803,385.62
REPRESENTED BY			
	Floating charge VAT rec'able		3,896.92
	Floating charge current		99,488.70
	Floating charge mon.mar.		9,700,000.00
		9,803,385.62	9,803,385.62



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Creditors' right to challenge our remuneration and expenses

Creditors are reminded of the statutory rights of creditors representing at least 25% of total creditors to appeal to the Court of Session against the administrators' remuneration within 14 days of being notified of the administrators' intention to draw remuneration.

The full text of the relevant rules can be provided on request by writing to Louise Rigby at 1 St Peter's Square, Manchester, M2 3AE.



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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 Joint Administrators Fees" from Statement of Insolvency Practice 9 ('SIP 9') produced by the Association of Business Recovery Professionals is available at:

<http://www.icaew.com/~media/corporate/files/technical/insolvency/regulations%20and%20standards/sips/scotland/sip%209%20scotland%20payments%20to%20insolvency%20office%20holders%20and%20their%20associates%201%20june%202012.ashx>

If you are unable to access this guide and would like a copy, please contact Louise Rigby on 0161 246 4875.

Hourly rates

Set out below are the relevant hourly charge-out rates 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 2014 £/hr
Partner	595
Director	535
Senior Manager	485
Manager	405
Senior Administrator	280
Administrator	205
Support	125

The charge-out rates used by us might periodically rise (for example to cover annual inflationary cost increases) over the period of the administration. In our next statutory report, we will inform creditors of any material amendments to these rates.

Policy for the recovery of disbursements

Where funds permit the officeholders will seek to recover both Category 1 and Category 2 disbursements from the estate. 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,



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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 from the date of our appointment to 19 May 2015 .

SIP 9 - Disbursements					
Disbursements	Category 1.		Category 2		Totals (£)
	Paid (£)	Unpaid (£)	Paid (£)	Unpaid (£)	
Bonding	346.67		NIL		346.67
Travel	569.57		NIL		569.57
Total	916.24		NIL		916.24

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

Category 2 disbursements are to be approved in the same manner as our remuneration.

Narrative of work carried out for the period 20 November 2014 to 19 May 2015

The key areas of work have been:

Statutory and compliance	<ul style="list-style-type: none"> ■ collating initial information to enable us to carry out our statutory duties, including creditor information, details of assets and information relating to the licences; ■ providing initial statutory notifications of our appointment to the Registrar of Companies, The Registrar of Inhibitions and Adjudications, creditors and other stakeholders, and advertising our appointment; ■ issuing regular press releases and posting information on a dedicated web page; ■ preparing statutory receipts and payments accounts; ■ arranging bonding and complying with statutory requirements; ■ 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; ■ briefing of our staff on the administration strategy and matters in relation to various work-streams; ■ 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;



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	<ul style="list-style-type: none"> ■ allocating and managing staff/case resourcing and budgeting exercises and reviews; ■ liaising with legal advisors regarding the various instructions, including agreeing content of engagement letters; ■ complying with internal filing and information recording practices, including documenting strategy decisions.
Cashiering	<ul style="list-style-type: none"> ■ setting up administration bank accounts and dealing with the Company's pre-appointment accounts; ■ preparing and processing vouchers for the payment of post-appointment invoices; ■ creating remittances and sending payments to settle post-appointment invoices; ■ preparing payroll payments for retained staff, dealing with salary related queries and confirming payments with the employee's banks; ■ ensuring compliance with appropriate risk management procedures in respect of receipts and payments.
Tax	<ul style="list-style-type: none"> ■ gathering initial information from the Company's records in relation to the taxation position of the Company; ■ submitting relevant initial notifications to HM Revenue and Customs; ■ reviewing the Company's pre-appointment corporation tax and VAT position; ■ analysing and considering the tax effects of various sale options, tax planning for efficient use of tax assets and to maximise realisations; ■ dealing with post appointment tax compliance.
Shareholders	<ul style="list-style-type: none"> ■ providing notification of our appointment;
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;
Asset realisations	<ul style="list-style-type: none"> ■ reviewing outstanding debtors and management of debt collection strategy;
Open cover insurance	<ul style="list-style-type: none"> ■ arranging ongoing insurance cover for the Company's business and assets; ■ liaising with the post-appointment insurance brokers to provide information, assess risks and ensure appropriate cover in place; ■ assessing the level of insurance premiums.
Employees	<ul style="list-style-type: none"> ■ dealing with queries from employees regarding various matters relating to the administration and their employment; ■ dealing with statutory employment related matters, including statutory notices to employees and making statutory submissions to the relevant government departments; ■ administering the Company's payroll, including associated taxation and other deductions, and preparing PAYE and NIC returns; ■ communicating and corresponding with HM Revenue and Customs; ■ dealing with issues arising from employee redundancies, including statutory notifications and liaising with the Redundancy Payments Office; ■ managing claims from employees;
Pensions	<ul style="list-style-type: none"> ■ collating information and reviewing the Company's pension schemes; ■ calculating employee pension contributions and review of pre-appointment unpaid contributions; ■ ensuring compliance with our duties to issue statutory notices; ■ liaising with the trustees of the defined benefit pension scheme, the Pensions Regulator and the Pensions Protection Fund concerning the changes caused to the pension scheme as a result of our appointment;
Creditors and claims	<ul style="list-style-type: none"> ■ drafting and circulating our proposals; ■ convening and preparing for the meeting of creditors; ■ creating and updating the list of unsecured creditors; ■ responding to enquiries from creditors regarding the administration and submission of their claims; ■ agreeing preferential claims;
Investigations/directors	<ul style="list-style-type: none"> ■ liaising with management to produce the Statement of Affairs and filing this document with the Registrar of Companies;



Time costs

Time costs

	Hours					Time Cost (£)	Average Hourly Rate (£)
	Partner / Director	Manager	Administrator	Support	Total		
Administration & planning							
Bankrupt/Director/Member							
Notification of appointment			4.75		4.75	973.75	205.00
Cashiering							
General (Cashiering)			15.00		15.00	3,150.00	210.00
Reconciliations (& IPS accounting reviews)			0.40		0.40	112.00	280.00
General							
Books and records			0.50		0.50	102.50	205.00
Fees and WIP				0.50	0.50	62.50	125.00
Statutory and compliance							
Appointment and related formalities	2.80	17.30	8.75		28.85	10,770.25	373.32
Appointment documents			2.50		2.50	512.50	205.00
Bonding and bordereau		1.30	0.30		1.60	714.50	446.56
Checklist & reviews		5.00	2.00		7.00	2,675.00	382.14
Statutory advertising		0.50			0.50	202.50	405.00
Strategy documents	2.50	2.10			4.60	2,506.00	544.78
Tax							
Initial reviews - CT and VAT		2.20			2.20	1,051.00	477.73
Post appointment corporation tax		3.90	9.00		12.90	4,411.50	341.98
Post appointment VAT		1.50	1.00		2.50	812.50	325.00
Creditors							
Creditors and claims							
Agreement of claims		0.40			0.40	194.00	485.00
Agreement of preferential claims		0.50			0.50	202.50	405.00
Agreement of unsecured claims		9.30			9.30	3,870.50	416.18
General correspondence	1.50	18.70	3.25	0.10	23.55	9,240.75	392.39
Notification of appointment		3.50			3.50	1,417.50	405.00
Pre-appointment VAT / PAYE / CT		0.50			0.50	202.50	405.00
Statutory reports	3.60	17.80	6.00		27.40	11,405.00	416.24
Employees							
Agreeing employee claims		1.50			1.50	727.50	485.00



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	Hours				Time Cost (£)	Average Hourly Rate (£)
	Partner / Director	Manager	Administrator	Support		
Correspondence		5.50			2,227.50	405.00
Pension funds		1.50			727.50	485.00
Pensions reviews	0.50	7.50	19.80		7,364.00	264.89
Investigation						
Directors						
D form drafting and submission	0.10	4.30			1,825.00	414.77
Statement of affairs	0.10	3.80	1.25		2,118.75	411.41
Investigations						
Review of pre-appt transactions		2.50			1,212.50	485.00
Realisation of assets						
Asset Realisation						
Cash and investments		6.90	0.40		3,348.50	458.70
Debtors		6.70			2,849.50	425.30
Deferred consideration		0.50			202.50	405.00
Goodwill	0.10				59.50	595.00
Open cover insurance		1.80			793.00	440.56
Other assets			3.00		615.00	205.00
Sale of business	0.10	8.30			3,965.00	472.02
Total in period	11.30	135.30	77.90	0.60	225.10	82,625.00

Brought forward time (appointment date to SIP 9 period start date)	0.00	0.00
SIP 9 period time (SIP 9 period start date to SIP 9 period end date)	225.10	82,625.00
Carry forward time (appointment date to SIP 9 period end date)	225.10	82,625.00



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Appendix 4 Glossary

Company	Andrew Weir Shipping Limited - in Administration
Directors	Steve Corkhill and Nick Walters
HMRC	HM Customs & Excise
Joint Administrators/we/our/us	Brian Green, David Costley-Wood and Blair Nimmo
KPMG	KPMG LLP
MNOPF	Merchant Navy Officers Pension Fund
MNRPF	Merchant Navy Ratings Pension Fund
Solicitors	Bond Dickinson LLP
TUPE	Transfer of Undertakings (Protection of Employment) Regulations 2006

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



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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 Rules (Scotland) 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 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.

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.



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