

The Insolvency Act 1986

**R2.25****Statement of administrator's proposals**

Pursuant to paragraph 49 of Schedule B1 to the Insolvency Act 1986  
and Rule 2.25 of the Insolvency (Scotland) Rules 1986

Name of Company

Scotstone Limited

Company number

SC184514

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

I/We (a)  
Derek Forsyth  
Campbell Dallas LLP  
Titanium 1  
King's Inch Place  
Renfrew  
PA4 8WF

David K Hunter  
Campbell Dallas LLP  
Titanium 1  
King's Inch Place  
Renfrew  
PA4 8WF

attach a copy of our proposals in respect of the administration of the above company.

A copy of these proposals was sent to all known creditors on

(b) Insert date

(b) 3 March 2014

Signed



Joint Administrator

Dated

3 March 2014

**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

Derek Forsyth  
Campbell Dallas LLP  
Titanium 1  
King's Inch Place  
Renfrew  
PA4 8WF

DX Number

0141 886 6644  
DX Exchange

TUESDAY



\*S32YNS3S\*

SCT

04/03/2014

#2

COMPANIES HOUSE

When you have completed and signed this form, please send it to the  
Registrar of Companies at:-  
**Companies House, 37 Castle Terrace, Edinburgh EH1 2EB**  
**DX 235 Edinburgh / LP4 Edinburgh-2**

## **Scotstone Limited (in Administration)**

This report has been prepared for the sole purpose of updating creditors pursuant to the Insolvency Act 1986. The report is private and confidential and may not be relied upon, referred to, reproduced or quoted from, in whole or in part, by creditors for any purpose other than advising them, or by any other person for any purpose whatsoever.

The Joint Administrators act as agents of the Company without personal liability.

Derek Forsyth & David K Hunter  
Campbell Dallas LLP  
Titanium 1  
King's Inch Place  
Renfrew, PA4 8WF

## CONTENTS

	<b>Page</b>
<b>1. INTRODUCTION</b>	<b>1</b>
<b>2. BACKGROUND AND EVENTS LEADING TO THE APPOINTMENT OF THE JOINT ADMINISTRATORS</b>	<b>1</b>
<b>3. PURPOSE AND PROGRESS OF THE ADMINISTRATION</b>	<b>2</b>
<b>4. DIRECTORS' ESTIMATED STATEMENT OF AFFAIRS</b>	<b>3</b>
<b>5. ADMINISTRATORS' FEES AND EXPENSES</b>	<b>4</b>
<b>6. CREDITORS MEETING</b>	<b>5</b>
<b>7. STATEMENT OF PROPOSALS PURSUANT TO PARAGRAPH 49 OF SCHEDULE B1 OF THE INSOLVENCY ACT 1986</b>	<b>6</b>
<b>8. OTHER INFORMATION TO ASSIST CREDITORS</b>	<b>7</b>

## APPENDICES

**I - Statutory Information**

**II - Directors' Estimated Statement of Affairs as at 7 January 2014  
including Schedule of Creditors**

**III - Form 2.32B (Scot) - Notice in accordance with Para 52(2)(b)**

## **1 INTRODUCTION**

Derek Forsyth and David Hunter were appointed Joint Administrators of Scotstone Limited ("the Company") on 7 January 2014. The appointment was made by the qualifying floating charge holder, Clydesdale Bank Plc ("the Bank"), pursuant to Paragraph 14 of Schedule B1 to the Insolvency Act 1986 ("the Act"). Notice of appointment was filed in the Court of Session.

For the purposes of paragraph 100 of Schedule B1 to the Act the Joint Administrators confirm that they are authorised to carry out all functions, duties and powers, jointly or severally

This report is prepared pursuant to Paragraph 49 of Schedule B1 to the Act. The purpose of the report is to provide creditors with details of the Joint Administrators' proposals to achieve the purpose of the Administration. The majority of the background information has been obtained from records held at Companies House and from discussions with the Directors at the date of appointment and other parties and has not been verified by the Joint Administrators.

## **2 BACKGROUND AND EVENTS LEADING TO THE APPOINTMENT OF THE JOINT ADMINISTRATORS**

The Company was incorporated on 3 April 1998 under Company number SC184514. A background history of the Company has been provided by the Directors at the date of appointment, and this is summarized as follows:

The Company operated as investment property managers. The parent company is GWS Property Limited and it also controlled two other companies in the group, Cordelt Limited and Mako Property Limited. GWS Property Limited was placed into liquidation on 4 February 2014.

The Company generated income from property sales and also ingathered rent. At the date of appointment the Company owned 19 properties in the Edinburgh area.

An action against the Company had been raised by Playfair Investments Limited, resulting in inhibitions being placed over all of the properties. This prevented the disposal of any properties and thus restricted the income generated by the Company.

The Company was in default with its bankers, Clydesdale Bank Plc, who held standard securities and a qualifying floating charge. In light of the Company's financial position the Bank decided to place the Company into administration.

A notice of appointment was filed at the Court of Session and the Company was placed into administration on 7 January 2014.

A summary of statutory information together with the Abbreviated Accounts for the year ended 30 April 2012, is attached at Appendix I.

### **3 PURPOSE AND PROGRESS OF THE ADMINISTRATION**

#### **3.1 Purpose of Administration**

The statutory purpose of administration consists of three objectives, as follows:

- (i) to rescue a Company as a going concern (in other words a restructuring which keeps the legal entity of the Company intact); or
- (ii) if the first purpose is not reasonably practicable (or the second purpose would clearly be better for the creditors as a whole), then the Administrator must perform his functions with the objective of achieving a better result for creditors than would be obtained through an immediate liquidation of the Company. This would normally be a sale of the business and assets as a going concern; or
- (iii) if neither of the first two parts of the purpose are reasonably practicable, the Administrator must perform his functions with the objective of realising property in order to make a distribution to secured and/or preferential creditors.

The Joint Administrators are currently in discussion with an interested party which may achieve the first purpose of administration. In the event that this cannot be achieved, the Joint Administrators intend to pursue the second objective of realising the Company's property.

#### **3.2 Actions to date**

Upon the appointment of the joint administrators they undertook an immediate review of the Company's affairs and made contact with the Directors at the date of our appointment and the Company's former advisers to ingather background and financial information.

The Joint Administrators contacted the tenants and letting agents to confirm which properties were occupied and obtained copies of the tenancy agreements that were in place. Legal agents were instructed to review these tenancy agreements.

In addition, the Joint Administrators, with the approval of the secured creditor, appointed Graham & Sibbald to assess the value and marketability of each property.

They also met with the Directors at the date of our appointment to gain further knowledge and background information on the history of the Company and the actions taken by the Company to date.

## **ASSETS**

### **Investment Properties**

There are 19 investment properties of which 17 are secured to the Clydesdale Bank Plc, all the properties are located in the Edinburgh area. It is understood that the majority of the properties are occupied and the administrators' are seeking legal advice in respect of the tenancy agreements in place. The Joint Administrators' advised the tenants of the administration and they shall gather the rents as they fall due.

## **4 ESTIMATED STATEMENT OF AFFAIRS**

### **4.1 Introduction**

The Directors at the date of our appointment were formally requested to prepare a sworn statement of the Company's affairs and this has been received. I attach, at Appendix II, an extract of the Directors' Estimated Statement of Affairs.

The following comments apply to the statement attached:-

- The Directors did not attribute a specific value to the property portfolio. A formal valuation has been carried out by Graham & Sibbald. The actual value obtained by the Joint Administrators for the properties has not been detailed as this could prejudice future offers received.
- In accordance with the standard format of statements of affairs, no provision has been made for the costs of realising the Company's assets or administering the case.
- We have not carried out anything in the nature of an audit of the information provided within the statement.

### **4.2 Secured creditors**

The Company's assets are subject to the following securities/charges:

#### ***Standard Securities***

The Company granted standard securities over the various properties owned by the Company in favour of Clydesdale Bank Plc. These were created and registered on the dates noted on Appendix I.

#### ***Floating Charge***

The Company granted a floating charge over all of the Company's assets in favour of Clydesdale Bank Plc. This was created on 5 August 2005 and registered on 10 August 2005.

We are advised that the sum outstanding to the Bank at the date of administration was approximately £1,214,000.

#### **Other Lender Arrangements**

We are not aware of any other secured borrowings.

It should be noted that interest will continue to accrue on the debt due to the Company's secured creditor.

The final outcome may vary materially from the position set out in the Directors' Estimated Statement of Affairs; however it is clear that, in any event, the Company is substantially insolvent.

#### **4.3 Prescribed part of the Companies' net property pursuant to Section 176A of the Insolvency Act 1986**

Section 176A of the Insolvency Act 1986 requires that where there are floating charge realisations (net of costs) a Prescribed Part is set aside for unsecured creditors. These provisions apply where the floating charge was created and registered after 15 September 2003, as is the case in this administration.

However, at this stage it appears unlikely that there will be any floating charge realisations (after costs) from which the Prescribed Part will be paid.

### **5 ADMINISTRATORS' FEES AND DISBURSEMENTS**

#### **5.1 General**

The Joint Administrators' remuneration is fixed in accordance with Rule 2.39 of the Insolvency (Scotland) Rules 1986. In this case, the Joint Administrators shall be seeking approval of their remuneration on a time cost basis.

A Creditors Guide to Administrators' Remuneration Scotland is available for download at:

<http://www.insolvency-practitioners.org.uk/regulation-and-guidance/guides-to-fees>

It appears that there will be insufficient assets to enable a distribution to be made to unsecured creditors other than potentially by virtue of Section 176A(2)(a) of the Act (the Prescribed Part). Statutory notice of this has been lodged at Companies House, a copy of which is attached at Appendix III.

Consequently, the Joint Administrators' remuneration shall be fixed by the secured creditor in accordance with Rule 2.39(8) of the Insolvency (Scotland) Rules 1986.

## **5.2 Other Professional Costs**

To advise on legal issues including the potential refinance or sale of the Company's assets and a review of the securities and leases granted by the Company, the Joint Administrators instructed HBJ Gateley ("HBJ"); a legal firm which has the appropriate expertise and experience in insolvency matters.

HBJ have yet to submit a fee request. Their fees will be based upon their recorded time costs incurred at their prevailing charge out rates and will be reviewed by the Joint Administrators' staff before being approved for payment.

As advised, Graham & Sibbald have been instructed to value the properties in the portfolio and provided recommendations as regards strategy for maximising realisations. This was done with the approval of the Bank, as secured creditor.

## **6 CREDITORS MEETING**

In accordance with Paragraph 52(1)(b) of Schedule B1 to the Act, it is not necessary to convene a meeting of creditors to consider these proposals. However, the Joint Administrators are obliged to convene a meeting if requested to do so by creditors whose debts amount to at least 10% of the total debts of the Company. Any such request must be made within 8 business days of the date of these proposals and in the prescribed form.

In accordance with Rule 2.25(3) of the Insolvency (Scotland) Rules 1986, if the Joint Administrators are not requested to call a meeting within the above timescale, these Proposals shall be deemed to have been approved by the creditors and notice will be sent to Companies House on Form 2.16ZB (Scot).

A request for an initial meeting of creditors must be made in writing to the Joint Administrators (address on the covering letter with this report) and must include:

- a list of the creditors concurring with the request, showing the amounts of their respective debts in the administration;
- from each creditor concurring, written confirmation of his concurrence; and
- a statement of the purpose of the proposed meeting.

## **7 STATEMENT OF PROPOSALS PURSUANT TO PARAGRAPH 49 OF SCHEDULE B1 OF THE INSOLVENCY ACT 1986**

The Joint Administrators propose the following:



- a) To continue to do all such things reasonably expedient and generally exercise all their powers as Joint Administrators which they consider desirable in order to maximise realisations from the assets of the Company, which may include a refinance or sale of the Company's assets;
- b) to continue with their enquiries into the conduct of the Directors of the Company and assist any regulatory authorities if required;
- c) to agree the claims of the secured, preferential and unsecured creditors against the Company, as appropriate;
- d) to distribute funds to the secured creditor as and when claims are agreed and funds permit and in relation to distributions to unsecured creditors when the Court gives permission;
- e) that if the creditors of the Company so determine, at a meeting of creditors, to appoint a Creditors' Committee in the Administration, comprising of not more than five and not less than three creditors of the Company;
- f) in the event that the proceeds of asset realisation are insufficient to discharge the claims of the secured creditor, then the secured creditor may agree the Joint Administrators fees and outlays, per Rule 2.39 of the Insolvency (Scotland) Rules 1986;
- g) to seek an extension of the administration period if deemed necessary by them;
- h) that the Joint Administrators be discharged at the end of the Administration from liability in respect of any action as Joint Administrators pursuant to Paragraph 98(1) of Schedule B1 to the Insolvency Act 1986 immediately following the registration of the notice given pursuant to Paragraph 83 of Schedule B1 to the Insolvency Act 1986; and
- i) to use any or a combination of the exit route strategies in order to bring the administration to an end. In this particular instance the joint administrators are likely to wish to pursue one of the following options as being the most cost effective and practical in the present circumstances:-
  - 1. If Creditors Voluntary Liquidation is deemed appropriate, the joint administrators are permitted to appoint Derek Forsyth of Campbell Dallas LLP as Liquidator without further recourse to the creditors. In accordance with Paragraph 83(7) of Schedule B1 to Insolvency Act 1986 and Rule 2.117(3) of Insolvency Rules 1986, creditors may nominate a different person as the proposed liquidator, provided that the nomination is made after receipt of the Proposals and before the Proposals are approved, or

2. Automatic end one year after the joint administrators' appointment pursuant to Paragraph 76(1) of Schedule B1 to Insolvency Act 1986, or
3. Dissolution of the Company by filing notice under Paragraph 84(1) of Schedule B1 to Insolvency Act 1986 with the Registrar of Companies.

## **8 OTHER INFORMATION TO ASSIST CREDITORS**

### **8.1 Directors' Conduct**

As part of the Joint Administrators' statutory duties they will consider the conduct of the Directors in the three years prior to administration and any persons considered to be shadow or de facto Directors in relation to their management of the affairs of the Company and the cause of the failure of the Company and they will submit their confidential report to the Department for Business, Innovation and Skills.

As part of the Joint Administrators' investigations they will consider, among other matters, the following:

- Statutory compliance issues
- Misfeasance or breach of duty
- Transactions at Undervalue and Preferences

Creditors who wish to draw any matters to the attention of the Joint Administrators should write to this office.

### **8.2 EC Regulations**

EC Regulations will apply and these proceedings will be the main proceedings as defined in Article 3 of the EC Regulations. The centre of main interest of the Company is in Scotland within the EC.



**Derek Forsyth**  
**Joint Administrator**

**Authorised by the Institute of Chartered Accountants  
Of Scotland to act as an Insolvency Practitioner**

## APPENDIX I - STATUTORY INFORMATION

<b>Name:</b>	Scotstone Limited
<b>Company Number:</b>	SC184514
<b>Date of Incorporation:</b>	3 April 1998
<b>Registered Office:</b>	Titanium 1 King's Inch Place Renfrew PA4 8WF
<b>Previous Registered Office:</b>	c/o MacGregor Thomson Forsyth House Lomond Court The Castle Business Park Stirling FK9 4TU
<b>Authorised Share Capital:</b>	100 Ordinary £1 Shares
<b>Issued Share Capital:</b>	2 Ordinary £1 Shares
<b>Shareholder:</b>	GWS Property 2 Ordinary Shares
<b>Directors:</b>	Anthony McElvogue (resigned 15 January 2014) Anielka McElvogue (resigned 15 January 2014) Michael Karus (appointed 15 January 2014)
<b>Bankers:</b>	Clydesdale Bank Plc

The Abbreviated Accounts for the year ended 30 April 2012 follow.

The Standard Securities granted by the Company follow.

Scotstone Limited

Balance Sheet

30 April 2012

	Notes	30/4/12 £	30/4/11 £
<b>FIXED ASSETS</b>			
Tangible assets	4	1,411,438	1,411,438
<b>CURRENT ASSETS</b>			
Debtors	5	188,518	203,270
Cash at bank		-	11,469
		<u>188,518</u>	<u>214,739</u>
<b>CREDITORS</b>			
Amounts falling due within one year	6	<u>130,723</u>	<u>104,623</u>
<b>NET CURRENT ASSETS</b>		<u>57,795</u>	<u>110,116</u>
<b>TOTAL ASSETS LESS CURRENT LIABILITIES</b>		<u>1,469,233</u>	<u>1,521,554</u>
<b>CREDITORS</b>			
Amounts falling due after more than one year	7	<u>1,085,163</u>	<u>1,161,172</u>
<b>NET ASSETS</b>		<u><u>384,070</u></u>	<u><u>360,382</u></u>
<b>CAPITAL AND RESERVES</b>			
Called up share capital	9	2	2
Revaluation reserve	10	88,000	88,000
Profit and loss account	10	<u>296,068</u>	<u>272,380</u>
<b>SHAREHOLDERS' FUNDS</b>		<u><u>384,070</u></u>	<u><u>360,382</u></u>

The company is entitled to exemption from audit under Section 477 of the Companies Act 2006 for the year ended 30 April 2012.

The members have not required the company to obtain an audit of its financial statements for the year ended 30 April 2012 in accordance with Section 476 of the Companies Act 2006.

The directors acknowledge their responsibilities for:

- (a) ensuring that the company keeps accounting records which comply with Sections 386 and 387 of the Companies Act 2006 and
- (b) preparing financial statements which give a true and fair view of the state of affairs of the company as at the end of each financial year and of its profit or loss for each financial year in accordance with the requirements of Sections 394 and 395 and which otherwise comply with the requirements of the Companies Act 2006 relating to financial statements, so far as applicable to the company.

The notes form part of these financial statements

Scotstone Limited

Balance Sheet - continued  
30 April 2012

The financial statements have been prepared in accordance with the special provisions of Part 15 of the Companies Act 2006 relating to small companies and with the Financial Reporting Standard for Smaller Entities (effective April 2008).

The financial statements were approved by the Board of Directors on 10 December 2012 and were signed on its behalf by:

A McElvogue - Director

The notes form part of these financial statements

Scotstone Limited

Notes to the Financial Statements  
for the Year Ended 30 April 2012

1. **ACCOUNTING POLICIES**

**Accounting convention**

The financial statements have been prepared under the historical cost convention modified to include the revaluation of freehold land and buildings and are in accordance with applicable accounting standards.

**Freehold Property**

In accordance with Statement of Standard Accounting Practice No.19 freehold properties are revalued periodically and the aggregate surplus or deficit is transferred to a revaluation reserve. No depreciation or amortisation is provided in respect of freehold properties. The director considers that this accounting policy results in the financial statements giving a true and fair view.

**Deferred tax**

Deferred tax is recognised in respect of all timing differences that have originated but not reversed at the balance sheet date.

2. **OPERATING PROFIT**

The operating profit is stated after charging:

	30/4/12 £	30/4/11 £
Directors' remuneration and other benefits etc	-	-
	<u>-</u>	<u>-</u>

3. **TAXATION**

**Analysis of the tax charge**

No liability to UK corporation tax arose on ordinary activities for the year ended 30 April 2012 nor for the year ended 30 April 2011.

4. **TANGIBLE FIXED ASSETS**

	Land and buildings £
<b>COST</b>	
At 1 May 2011	
and 30 April 2012	1,411,438
<b>NET BOOK VALUE</b>	
At 30 April 2012	1,411,438
At 30 April 2011	1,411,438

5. **DEBTORS: AMOUNTS FALLING DUE WITHIN ONE YEAR**

	30/4/12 £	30/4/11 £
Trade debtors	1,127	1,127
Other debtors	187,391	202,143
	<u>188,518</u>	<u>203,270</u>

Scotstone Limited

Notes to the Financial Statements - continued  
for the Year Ended 30 April 2012

6. **CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR**

	30/4/12	30/4/11
	£	£
Bank loans and overdrafts	107,353	82,603
Taxation and social security	3,638	3,638
Other creditors	19,732	18,382
	<u>130,723</u>	<u>104,623</u>

7. **CREDITORS: AMOUNTS FALLING DUE AFTER MORE THAN ONE YEAR**

	30/4/12	30/4/11
	£	£
Bank loans	<u>1,085,163</u>	<u>1,161,172</u>
Amounts falling due in more than five years:		
Repayable by instalments		
Bank loans more 5 yr by instal	<u>670,571</u>	<u>746,580</u>

8. **SECURED DEBTS**

The following secured debts are included within creditors:

	30/4/12	30/4/11
	£	£
Bank loans	<u>1,167,766</u>	<u>1,243,775</u>

The loans from Clydesdale Bank PLC are secured by way of a standard security over the heritable property together with a floating charge over the whole assets of the company. In addition there is a directors guarantee for £50,000 and a cross company guarantee for £350,000.

9. **CALLED UP SHARE CAPITAL**

Allotted, issued and fully paid:

Number:	Class:	Nominal value:	30/4/12	30/4/11
		£1	£	£
2	Ordinary		<u>2</u>	<u>2</u>

10. **RESERVES**

	Profit and loss account	Revaluation reserve	Totals
	£	£	£
At 1 May 2011	272,380	88,000	360,380
Profit for the year	23,688		23,688
At 30 April 2012	<u>296,068</u>	<u>88,000</u>	<u>384,068</u>

**Scotstone Limited**

**APPENDIX I – SECURITIES**

**Standard Securities – , In Favour of Clydesdale Bank Plc.**

Created: 13 December 2005 Registered: 19 December 2005

Amount Secured: All Sums Due Or To Become Due

Short Particulars: 112 Gorgie Road, Edinburgh

• In Favour of Clydesdale Bank Plc.

Created: 13 December 2005 Registered: 19 December 2005

Amount Secured: All Sums Due Or To Become Due

Short Particulars: 6-10 Brandon Terrace, Edinburgh

In Favour of Clydesdale Bank Plc.

Created: 13 December 2005 Registered: 19 December 2005

Amount Secured: All Sums Due Or To Become Due

Short Particulars: 37 Dalry Road, Edinburgh

• In Favour of Clydesdale Bank Plc.

Created: 13 December 2005 Registered: 19 December 2005

Amount Secured: All Sums Due Or To Become Due

Short Particulars: 42 St. Stephen Street, Edinburgh

: In Favour of Clydesdale Bank Plc.

Created: 13 December 2005 Registered: 19 December 2005

Amount Secured: All Sums Due Or To Become Due

Short Particulars: 34 Easter Road, Edinburgh



· In Favour of Clydesdale Bank Plc.

Created: 13 December 2005 Registered: 19 December 2005

Amount Secured: All Sums Due Or To Become Due

Short Particulars: 235 Leith Walk, Edinburgh

· In Favour of Clydesdale Bank Plc.

Created: 13 December 2005 Registered: 19 December 2005

Amount Secured: All Sums Due Or To Become Due

Short Particulars: 24 Montagu Terrace, Edinburgh

· In Favour of Clydesdale Bank Plc.

Created: 13 December 2005 Registered: 19 December 2005

Amount Secured: All Sums Due Or To Become Due

Short Particulars: 8 Lochrins Buildings, Edinburgh

· In Favour of Clydesdale Bank Plc.

Created: 13 December 2005 Registered: 19 December 2005

Amount Secured: All Sums Due Or To Become Due

Short Particulars: 6 Lochrins Buildings, Edinburgh

· In Favour of Clydesdale Bank Plc.

Created: 13 December 2005 Registered: 19 December 2005

Amount Secured: All Sums Due Or To Become Due

Short Particulars: 4 Lochrins Buildings, Edinburgh

In Favour of Clydesdale Bank Plc.

Created: 13 December 2005 Registered: 19 December 2005

Amount Secured: All Sums Due Or To Become Due

Short Particulars: 5 Yardheads, Leith

In Favour of Clydesdale Bank Plc.

Created: 13 December 2005 Registered: 19 December 2005

Amount Secured: All Sums Due Or To Become Due

Short Particulars: 38 Longstone Road, Edinburgh

In Favour of Clydesdale Bank Plc.

Created: 13 December 2005 Registered: 19 December 2005

Amount Secured: All Sums Due Or To Become Due

Short Particulars: 5 West Register Street, Edinburgh

In Favour of Clydesdale Bank Plc.

Created: 13 December 2005 Registered: 19 December 2005

Amount Secured: All Sums Due Or To Become Due

Short Particulars: 20 Albert Place, Leith Walk, Edinburgh

In Favour of Clydesdale Bank Plc.

Created: 13 December 2005 Registered: 19 December 2005

Amount Secured: All Sums Due Or To Become Due

Short Particulars: 12-14 Lochrin Buildings, Edinburgh

In Favour of Clydesdale Bank Plc.

Created: 13 December 2005 Registered: 19 December 2005

Amount Secured: All Sums Due Or To Become Due

Short Particulars: 66 Home Street, Edinburgh

In Favour of Clydesdale Bank Plc.

Created: 13 December 2005 Registered: 19 December 2005

Amount Secured: All Sums Due Or To Become Due

Short Particulars: 86 Raeburn Place, Edinburgh

In Favour of Clydesdale Bank Plc.

Created: 13 December 2005 Registered: 19 December 2005

Amount Secured: All Sums Due Or To Become Due

Short Particulars: 17 Comley Road, Edinburgh

In Favour of Clydesdale Bank Plc.

Created: 13 December 2005 Registered: 19 December 2005

Amount Secured: All Sums Due Or To Become Due

Short Particulars: 13 Montagu Terrace, Edinburgh

**Floating Charge –**

In Favour of Clydesdale Bank Plc.

Created: 5 August 2005 Registered: 10 August 2005

Amount Secured: All Sums Due Or To Become Due

Short Particulars: Undertaking And All Property And Assets Present And  
Future Of The Company Including Uncalled Capital

Scotstone Limited (in Administration)

Administrators' Statements of Proposals Pursuant to Paragraph 49 of Schedule B1 of the Insolvency Act 1986

## **APPENDIX II –DIRECTORS' ESTIMATED STATEMENT OF AFFAIRS INCLUDING SCHEDULE OF CREDITORS**

Insolvency Act 1986

Scotstone Limited  
Estimated Statement Of Affairs as at 7 January 2014

	Book Value £	Estimated to Realise £	£
<b>ASSETS</b>			
Portfolio	Uncertain	Uncertain	
Clydesdale Bank Plc		(1,200,000.00)	<u>NIL</u>
<b>LIABILITIES</b>			
<b>PREFERENTIAL CREDITORS:-</b>			
Employees Wage Arrears		151,440.00	<u>151,440.00</u>
			<u>(151,440.00)</u>
<b>DEBTS SECURED BY FLOATING CHARGE PRE 15 SEPTEMBER 2003</b>			
<b>OTHER PRE 15 SEPTEMBER 2003 FLOATING CHARGE CREDITORS</b>			<u>NIL</u>
			<u>(151,440.00)</u>
Estimated prescribed part of net property where applicable (to carry forward)			<u>NIL</u>
			<u>(151,440.00)</u>
<b>DEBTS SECURED BY FLOATING CHARGE POST 15 SEPTEMBER 2003</b>			
			<u>NIL</u>
			<u>(151,440.00)</u>
Estimated prescribed part of net property where applicable (brought down)			<u>NIL</u>
			<u>(151,440.00)</u>
<b>Unsecured non-preferential claims (excluding any shortfall to floating charge holders)</b>			
Trade & Expense Creditors		<u>5,875.00</u>	<u>5,875.00</u>
Estimated deficiency/surplus as regards non-preferential creditors (excluding any shortfall in respect of F.C's post 14 September 2003)			<u>(157,315.00)</u>
			<u>(157,315.00)</u>
<b>Issued and called up capital</b>			
Ordinary Shareholders		100.00	<u>100.00</u>
<b>TOTAL SURPLUS/(DEFICIENCY)</b>			<u><u>(157,415.00)</u></u>

**Campbell Dallas LLP**  
**Scotstone Limited**  
**A5 - Unsecured Creditors Statement of Affairs Figures**

Key	Name	£
CM00	Anthony McElvogue	151,440.00
CM01	M L Cowan & Co	5,875.00
<b>2 Entries Totalling</b>		<b>157,315.00</b>

@ - Denotes associate creditor

Signature \_\_\_\_\_

Scotstone Limited (in Administration)

Administrators' Statements of Proposals Pursuant to Paragraph 49 of Schedule B1 of the Insolvency Act 1986

**APPENDIX III – Form 2.32B (SCOT) – NOTICE IN ACCORDANCE WITH PARA 52(2)(b)**