

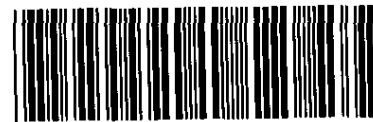
AM10

Notice of administrator's progress report



Companies House

THURSDAY



A15 *A8BWWG3T* 15/08/2019 #394
COMPANIES HOUSE

1 Company details

Company number 0 9 3 2 7 3 3 9

Company name in full Mederco (Glasgow) Ltd

→ Filling in this form

Please complete in typescript or in
bold black capitals.

2 Administrator's name

Full forename(s) Philip Francis

Surname Duffy

3 Administrator's address

Building name/number The Chancery

Street 58 Spring Gardens

Post town Manchester

County/Region

Postcode M 2 1 E W

Country

4 Administrator's name ①

Full forename(s) Steven

Surname Muncaster

① Other administrator

Use this section to tell us about
another administrator.

5 Administrator's address ②

Building name/number The Chancery

Street 58 Spring Gardens

Post town Manchester

County/Region

Postcode M 2 1 E W

Country

② Other administrator

Use this section to tell us about
another administrator.

AM10

Notice of administrator's progress report

6

Period of progress report

From date	^d 1	^d 7	^m 0	^m 1	^y 2	^y 0	^y 1	^y 9
To date	^d 1	^d 6	^m 0	^m 7	^y 2	^y 0	^y 1	^y 9

7

Progress report

☒ I attach a copy of the progress report

8

Sign and date

Administrator's
signature

Signature

X

[Handwritten Signature]

X

Signature date

^d 1	^d 4	^m 0	^m 8	^y 2	^y 0	^y 1	^y 9
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**Presenter information**

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

Contact name **Callum.OBrien**

Company name **Duff & Phelps Ltd.**

Address **The Chancery
58 Spring Gardens**

Post town **Manchester**

County/Region

Postcode **M 2 1 E W**

Country

DX

Telephone **+44 (0) 161 827 9000**

**Checklist**

We may return forms completed incorrectly or with information missing.

Please make sure you have remembered the following:

- ☐ The company name and number match the information held on the public Register.
- ☐ You have attached the required documents.
- ☐ You have signed the form.

**Important information**

All information on this form will appear on the public record.

**Where to send**

You may return this form to any Companies House address, however for expediency we advise you to return it to the address below:

The Registrar of Companies, Companies House,
Crown Way, Cardiff, Wales, CF14 3UZ.
DX 33050 Cardiff.

**Further information**

For further information please see the guidance notes on the website at www.gov.uk/companieshouse or email enquiries@companieshouse.gov.uk

This form is available in an alternative format. Please visit the forms page on the website at www.gov.uk/companieshouse

Progress Report to Creditors

14 August 2019

**Mederco (Glasgow) Ltd
(In Administration)**

*Joint Administrators' Progress Report to Creditors
For the period from 17 January 2019 to 16 July 2019*

**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 Agents	Middleton Barton Asset Valuation Limited, being the independent agents who were instructed to value and sell the assets of the Company
the Appointment Date	17 January 2019, being the date of appointment of the Joint Administrators
the Bank / HSBC	HSBC with whom the Company banked
Category 2 Disbursements	The Joint Administrators' internal costs and expenses in dealing with the Administration
the Company	Mederco (Cardiff) Ltd (In Administration) (Company Number: 09477164)
DBEIS	Department for Business, Energy & Industrial Strategy
the Director	Stewart Paul Day, the sole director of the Company
Duff & Phelps	Duff & Phelps Ltd., The Chancery, 58 Spring Gardens, Manchester, M2 1EW
the Joint Administrators	Philip Duffy and Steven Muncaster of Duff & Phelps
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 non-preferential creditors
the Property / Glasgow Site	Euro Car Park Site, Jocelyn Square, Glasgow, G1 5JU
the Proposals	The Joint Administrators' Report to Creditors and Statement of Proposals dated 8 March 2019
the Reporting Period	From 17 January 2019 to 16 July 2019
RSM	RSM Restructuring Advisory, being the appointed Special Administrator of the Secured Creditor on 24 May 2019
the Rules	The Insolvency (England & Wales) Rules 2016 (as amended)
the Secured Creditor / RSM	Saving Stream Security Limited, a trading division of Lendy Limited, being the holder of fixed and floating charges over the Company 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
Director outlining the Company's financial position as at the
Appointment Date

Contents

1. Introduction
2. Joint Administrators' Report and Statement of Proposals
3. Progress of the Administration
4. Investigations
5. Dividend Prospects / Prescribed Part
6. Joint Administrators' Receipts and Payments Account
7. Pre-Administration Costs
8. Joint Administrators' Costs and Expenses
9. Conclusion of the Administration
10. Next Report

Appendices

1. Statutory Information
2. Joint Administrators' Receipts and Payments Account
3. Analysis of Time Charged
4. Statement of Creditors' Rights
5. Proof of Debt form

1. Introduction

- 1.1 The Joint Administrators were appointed on the Appointment Date by the Director of the Company.
- 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 purpose of this report is to detail the Joint Administrators' acts and dealings together with the conduct of the Administration in the Reporting Period.
- 1.4 This report should be read in conjunction with the Proposals.
- 1.5 Statutory information on the Company is attached at Appendix 1.

2. Joint Administrators' Report and Statement of Proposals

- 2.1 In accordance with Paragraph 52(1) 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. No meeting was convened, and the Proposals were deemed to have been approved by creditors on 25 March 2019.
- 2.2 As advised in the Proposals report, the Joint Administrators must perform their functions with the purpose of achieving one of the following objectives:
 - Rescuing the Company as a going concern;
 - Achieving a better result for the Company's creditors as a whole than would be likely if the Company 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 there are insufficient funds and assets available to enable the Company to be rescued as a going concern, the Joint Administrators focus has been on achieving the second and third objectives.
- 2.4 The Joint Administrators are pursuing the second objective, but it may not be achievable as it is unlikely that a better result for the Company's creditors as a whole will be achieved than if the Company was wound.
- 2.5 The Joint Administrators will achieve the third objective as it is anticipated that a distribution will be paid to the Secured Creditor and therefore the statutory purpose will be attained.

3. Progress of the Administration

- 3.1 The manner in which the affairs and business of the Company have been managed since the appointment of Joint Administrators and will continue to be managed and financed are set out below.

Sale of the Property

- 3.2 The Joint Administrators' appointed the Agents to assist in the valuation and marketing of the Property to potentially interested parties.

- 3.3 During the Reporting Period the Joint Administrators have received initial interest from a number of interested parties for the purchase of the Property, which has led to offers being received.
- 3.4 Following a review of the offers by the Joint Administrators, and the recommendation received from the Agents, an offer received was deemed to be at an acceptable level.
- 3.5 As such, the Joint Administrators are continuing to negotiate a sale with the interested party and their solicitors.
- 3.6 A further update will be provided in the next progress report to creditors.

Cash at Bank

- 3.7 As at the Appointment Date, the Company's business bank accounts were frozen by HSBC.
- 3.8 HSBC have confirmed a credit balance totalling £18. The Joint Administrators received remittance of the balance on 27 February 2019.

Other Assets

- 3.9 At this stage, the Joint Administrators are not aware of any other assets of the Company to be realised for the benefit of the creditors.

4. Investigations

- 4.1 The Joint Administrators have a statutory obligation to file a report with the DBEIS 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 and the report was submitted to the Insolvency Practitioners Compliance Unit on 16 April 2019.
- 4.2 The Joint Administrators also have a duty to investigate antecedent transactions which include:
- Transactions at an undervalue, Section 238 of the Act;
 - Preferences, Section 239 of the Act; and
 - Transactions to defraud creditors, Section 423 of the Act.
- 4.3 The Joint Administrators are continuing to investigate the affairs of the Company. However, at this stage we cannot detail the exact nature of these investigations as it may prejudice any further action that may be required. However, if any creditor has any information concerning the Company's affairs that they would like to bring to the Joint Administrators' attention, then we would be pleased to hear from them.

5. Dividend Prospects / Prescribed Part

Secured Creditors

- 5.1 The Secured Creditor holds several charges over the Property, of which are listed in further detail in the Proposals.

- 5.2 As at the Appointment Date, the outstanding indebtedness to the Secured Creditor, excluding contractual interest and charges, was £4.5m.
- 5.3 This outstanding indebtedness to the Secured Creditor relates to legal charges over the Glasgow Site.
- 5.4 The Secured Creditor went into Administration on 24 May 2019 with RSM being appointed as the Special Administrator.
- 5.5 It is currently anticipated that there will be insufficient funds to repay the Secured Creditor in full.

Preferential Creditors

- 5.6 Based on information provided by the Director, it is not anticipated that there will be any preferential creditor claims, as the Company did not have any employees as at the Appointment Date.

Prescribed Part

- 5.7 The Prescribed Part is calculated as a percentage of net property, 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 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.

- 5.8 The Company granted several fixed and floating charges to the Secured Creditor, however the Prescribed Part will not apply in this instance given there are no floating charge assets.

Non-Preferential Creditors

- 5.9 According to the current information available, it is not anticipated that there will be any non-preferential creditor claims, as there are no non-preferential creditors of the Company.
- 5.10 Based upon the current information available, it is anticipated that there will be insufficient realisations to enable a distribution to the non-preferential creditors of the Company, other than from the Prescribed Part, if any.

6. Joint Administrators' Receipts and Payments Account

- 6.1 A detailed receipts and payments account for the Reporting Period is shown at Appendix 2.
- 6.2 As at the end of the Reporting Period, there was a cash balance of £18.

7. Pre-Administration Costs

- 7.1 Pre-Administration costs are fees charged and expenses incurred by the Joint Administrators or their firm, or another person qualified to act as an insolvency practitioner, before the Company entered Administration but with a view to it doing so.

- 7.2 The Joint Administrators have incurred Pre-Administration time costs totalling £765, representing 4 hours at an average charge out rate of £180.
- 7.3 In accordance with SIP 9, the Pre-Administration time costs incurred in respect of the Company includes providing formal insolvency advice and assisting with placing the Company into Administration and liaising with the Secured Creditor.
- 7.4 In addition, the Joint Administrators incurred Pre-Administration expenses as detailed below. In total, costs incurred prior to the appointment of the Joint Administrators are summarised below:

Name of Recipient	Brief Description of Services Provided	Total Amount Approved (£)
Duff & Phelps	Meetings with the Director and the Purchaser, exploring the insolvency options and strategies and negotiations with interested parties and preparing the NOI and NOA	765
Walker Morris LLP	Assistance in placing the Company into Administration and other ad hoc legal matters	2,500
Middleton Barton Asset Valuation Limited	Attending site and producing a valuation report on the Company's property	2,100
Total Unpaid Pre-Administration Costs		5,365

- 7.5 The Joint Administrators requested approval for the payment of these pre-appointment expenses from the Secured Creditor when the Proposals were issued on 8 March 2019.
- 7.6 However, these will now need to be approved by RSM as all outstanding Pre-Administration fees and disbursements will need to be approved by the Special Administrator of a Secured Creditor in accordance with insolvency legislation.

8. Joint Administrators' Costs and Expenses

Joint Administrators' Remuneration

- 8.1 The Joint Administrators' requested for approval of their post-appointment remuneration based on time properly charged from the Secured Creditor on 8 March 2019, and was capped at £41,535, as per the original Fee Estimate.
- 8.2 To date, the Joint Administrators have drawn no post-appointment remuneration and have now requested that their post-appointment remuneration, capped at £41,535, to be approved by the Special Administrator of the Secured Creditor in RSM.
- 8.3 Time costs incurred during the Reporting Period total £21,137, representing 69 hours at an average charge out rate of £307.
- 8.4 The time costs charged in the Reporting Period are analysed at Appendix 3. Time has been charged in six-minute units.
- 8.5 In accordance with SIP 9, the Joint Administrators have provided creditors with additional information regarding major areas of time incurred during the Reporting Period overleaf:

- Time costs of £16,430 have been incurred under the heading Administration & Planning. This has not provided a direct benefit to creditors, but relates to time spent reviewing the case on a regular basis; dealing with the Administration estate, including bank reconciliations, payments and journals for receipts of funds; liaising with the Director; completing reports, notices and all statutory requirements; strategy planning to proactively progress the Administration; and dealing with all tax obligations.
- Time costs of £3,024 have been incurred under the heading Realisation of Assets. This is in relation to dealing with the sale of the Property, and in particular, liaising with the interested parties and RSM.
- Time costs of £1,471 have been incurred under the heading investigations. This relates to time spent conducting an investigation into the Company's conduct prior to the Administration and submitting a report to the Insolvency Practitioners Unit, which is a statutory obligation. In addition, time has also been spent on further investigations that may potentially result in additional realisations for the benefit of the in relation to an inter-company position This remains ongoing.
- Time costs of £212 have been incurred under the heading Creditors. This relates to time spent liaising with the Secured Creditor and subsequent Special Administrator of the Secured Creditor in RSM regarding their appointment and the Sale of the Property.

Joint Administrators' Expenses

8.6 The Joint Administrators have not incurred any expenses in dealing with the Administration of the Company but the Estimated Expenses Schedule is detailed in Appendix 3.

8.7 A statement of creditors' rights concerning the Join Administrators' fees is enclosed as Appendix 4.

9. Conclusion of the Administration

9.1 An Administration automatically comes to an end after one year, unless an extension is granted by the Court or with the creditors' consent.

9.2 As it is currently anticipated that the sale of the Property should complete in the next few months and therefore achieving a better result for the Company's creditors as a whole than would be likely if the Company were wound up, it is therefore the Joint Administrators' intention to dissolve the Company once all assets have been sold and other matters dealt with.

10. Next Report

10.1 The Joint Administrators are required to provide a Progress Report within one month of every six months of the Administration. The next report will be issued no later than 16 February 2019. It is anticipated that the next report to creditors will be the final report, following the Sale of Property, distribution to non-preferential creditors and the settlement of the costs of the Administration.

- 10.2 If you have any queries or require any further assistance, please do not hesitate to contact my colleague Callum O'Brien of this office.



Philip Duffy
Joint Administrator

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

Appendix 1

Statutory information

Date of Incorporation	25 November 2014
Registered Number	09477164
Company Director	Stewart Paul Day
Company Secretary	Stewart Paul Day
Shareholders	Stewart Paul Day – 100% Shareholding
Trading Address	Unit 18 Cunningham Court Lions Drive Blackburn Lancashire BB1 2QX
Registered Office	Current: C/o Duff & Phelps Ltd. The Chancery 58 Spring Gardens Manchester Former: Unit 18 Cunningham Court Lions Drive Blackburn Lancashire BB1 2QX
Any Other Trading Names	N/A

Appendix 2

Joint Administrators' Receipts and Payments Account

Mederco (Glasgow) Ltd
(In Administration)
Joint Administrators' Summary of Receipts & Payments
To 16/07/2019

S of A £	£	£
ASSET REALISATIONS		
Cash at Bank	18.10	18.10
		18.10
REPRESENTED BY		
Floating/main current account		18.10
		18.10

Appendix 3

Analysis of Time Charged

98703 MEDERCO (GLASGOW) LTD

ANALYSIS OF TIME COSTS FOR THE PERIOD 08/01/2019 to 16/01/2019

ADP-Admin. - Pre Appt.

Classification of Work Function	Hours					Total Hours	Time Cost £	Avg Hourly Rate £
	Managing Director	Manager	Senior	Assistant	Support			
Administration and Planning								
Cashiering & accounting	0.00	0.00	0.00	0.20	0.00	0.20	36.00	180.00
Strategy planning & control	0.00	0.00	0.00	3.45	0.00	3.45	621.00	180.00
Creditors								
Secured Creditors	0.00	0.00	0.00	0.60	0.00	0.60	108.00	180.00
Total Hours:	0.00	0.00	0.00	4.25	0.00	4.25		180.00
Total Fees Claimed: £	0.00	0.00	0.00	765.00	0.00		765.00	

ANALYSIS OF TIME COSTS FOR THE PERIOD 17/01/2019 to 16/07/2019

ADM-Admin. - Post Appt.

Classification of Work Function	Hours					Total Hours	Time Cost £	Avg Hourly Rate £
	Managing Director	Manager	Senior	Assistant	Support			
Administration and Planning								
Case review & Case Diary management	0.50	1.75	0.00	3.30	0.00	5.55	1,646.50	296.67
Cashiering & accounting	0.00	0.10	0.20	2.55	0.00	2.85	603.00	211.58
Dealings with Directors and Management	0.80	0.00	0.00	0.25	0.00	1.05	469.00	446.67
IPS set up & maintenance	0.00	0.00	0.00	0.15	0.00	0.15	27.00	180.00
Insurance	0.00	0.00	0.00	1.55	0.00	1.55	279.00	180.00
Statement of affairs	0.00	0.00	0.00	0.45	0.00	0.45	81.00	180.00
Statutory matters (Meetings & Reports & Notices)	0.00	6.25	0.00	8.80	0.00	15.05	4,239.25	281.68
Strategy planning & control	0.00	17.25	0.00	6.75	0.00	24.00	8,977.50	374.06
Tax Compliance / Planning	0.00	0.00	0.00	0.60	0.00	0.60	108.00	180.00
Creditors								
Secured Creditors	0.00	0.35	0.00	0.30	0.00	0.65	211.50	325.38
Investigations								
CDDA & reports & Communication	0.50	0.00	0.00	5.50	0.00	6.00	1,255.00	209.17
Financial review and investigations (S238/239 etc)	0.00	0.00	0.00	1.20	0.00	1.20	216.00	180.00
Realisation of Assets								
Freehold and Leasehold Property	0.00	4.00	0.00	3.20	0.00	7.20	2,376.00	330.00
Sale of business	0.00	0.50	0.00	2.10	0.00	2.60	648.00	249.23
Total Hours:	1.80	30.20	0.20	36.70	0.00	68.90		306.77
Total Fees Claimed: £	954.00	13,473.00	68.00	6,641.75	0.00		21,136.75	

Appendix 4

Statement of Creditors' Rights

STATEMENT OF CREDITORS' RIGHTS

Rule numbers refer to Insolvency (England & Wales) Rules 2016 (as amended)

Section or paragraph numbers refer to Insolvency Act 1986

If you require a copy of any relevant rule or section, please contact Callum O'Brien at Callum.O'Brien@duffandphelps.com.

This notice is accompanied by the Joint Administrators' Statement of Proposals.

Information for creditors on remuneration and disbursements of administrators

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:

<https://www.duffandphelps.co.uk/services/restructuring/corporate-restructuring-and-debt-advisory/creditor-guides-and-employee-fact-sheets>

(click on the document 'Administration (appointment from 1 October 2015)'. Should you require a copy, please contact this office.

Creditors may requisition a decision to be made by all of the creditors for approval of the Joint Administrator' Proposals under para 52(2) Schedule B1 Insolvency Act 1986

The Joint Administrators shall seek a decision from the Company's creditors as to whether they approve the proposals if requested by creditors of the Company, whose debts amount to at least 10% of the total debts of the Company. Such a request must be received by the Joint Administrators within 8 business days of the date on which the Joint Administrator's statement of proposals is delivered.

The request for a requisitioned decision must include a statement of the purpose of the proposed decision and either—

(a) a statement of the requesting creditor's claim together with—

- a list of the creditors or contributories concurring with the request and of the amounts of their respective claims or values, and
- confirmation of concurrence from each creditor; or

(b) a statement of the requesting creditor's debt and that that alone is sufficient without the concurrence of other creditors

Creditor/s may be requested to meet the costs of a requisitioned decision and a deposit will be required for this purpose. These costs may be ordered to be paid as an expense of the Administration if the creditors so resolve.

A requisitioned decision must be made within 28 days of receiving the deposit or the expiry of 14 days without the Administrator informing the requesting creditor of the deposit sum.

Appendix 5

Proof of Debt Form

PROOF OF DEBT - GENERAL FORM

Mederco (Glasgow) Ltd - In Administration Company No. 09327339		
Date of Administration: 17 January 2019		
1	Name of Creditor (If a company please also give company registration number and if non-UK, country of registration)	
2	Address of Creditor for correspondence	REF
	Contact telephone number of creditor	
	Email address of creditor	
3	Total amount of claim, including any Value Added Tax, as at the date of administration, less any payments made after this date in relation to the claim, any deduction under R14.20 of the Insolvency (England & Wales) Rules 2016 and any adjustment by way of set-off in accordance with R14.24 and R14.25	
4	Details of any documents by reference to which the debt can be substantiated (please attach)	
5	If amount in 3 above includes outstanding uncapitalised interest please state amount	£
6	Particulars of how and when debt incurred (If you need more space append a continuation sheet to this form)	
7	Particulars of any security held, the value of the security, and the date it was given	
8	Particulars of any reservation of title claimed, in respect of goods supplied to which the claim relates	
9	Signature of creditor or person authorised to act on his behalf	
	Name in BLOCK LETTERS	DATE
	Are you the sole member of the creditor?	YES / NO
	Position with or in relation to creditor	
	Address of person signing (if different from 2 above)	
Admitted to vote for £		Admitted for dividend for £
Date		Date
Administrator		Administrator