

The Insolvency Act 1986
Administrator's progress report

Name of Company
CLA Construction Services NE Limited

Company number
08018991

In the
Newcastle upon Tyne District Registry
(full name of court)

Court case number
287 of 2013

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

I/We (a)
Julie Swan
PCR
2nd Floor, Cuthbert House
Newcastle upon Tyne
NE1 2ET

Iain Nairn
PCR
2nd Floor, Cuthbert House
Newcastle upon Tyne
NE1 2ET

administrator(s) of the above company attach a progress report for the period

(b) Insert date

From
(b) 8 March 2013

To
(b) 7 September 2013

Signed


Joint / Administrator(s)

Dated

3/10/13

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

PCR
Second Floor
Cuthbert House
Newcastle upon Tyne
NE1 2ET

Companies House receipt date barcode

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

SATURDAY



A23 12/10/2013 #119
COMPANIES HOUSE



**CLA Construction Services NE Limited
(In Administration)**

Registered Number: 08018991

Court Ref: 287 of 2013

Newcastle upon Tyne County Court

**Joint Administrators' first progress report in accordance with Rule 2.47 of the
Insolvency Rules 1986**

Report period

8 March 2013 to 7 September 2013

3 October 2013

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**STRICTLY PRIVATE AND CONFIDENTIAL
NOT FOR PUBLICATION**

**TO: THE REGISTRAR OF COMPANIES
ALL CREDITORS
ALL MEMBERS**

1 INTRODUCTION

This report has been produced in accordance with Rule 2.47 of the Insolvency Rules 1986 to provide creditors with an update on the progress of the administration of CLA Construction Services NE Limited ("the Company") for the period from 8 March 2013 to 7 September 2013. This is the Joint Administrators' first progress report to creditors

2 STATUTORY INFORMATION

Company name CLA Construction Services NE Limited

Previous company name CLA Construction Services LLP

Registered office Second floor, Cuthbert House, Newcastle upon Tyne, NE1 2ET

Former registered office Unit 5, Bensham Street, Boldon Colliery, Tyne & Wear, NE35 9LN

Registered number 08018991

Date of incorporation 4 April 2012

Trading address Unit 5, Bensham Street, Boldon Colliery, Tyne & Wear, NE35 9LN

Principal trading activity Unit 5, Bensham Street, Boldon Colliery, Tyne & Wear, NE35 9LN

Joint Administrators' name Julie Swan & Iain Nairn

Joint Administrators' address: Second floor, Cuthbert House, Newcastle upon Tyne, NE1 2ET

Joint Administrators' date of appointment: 8 March 2013

Court name and reference: Newcastle upon Tyne

3 Joint Administrators' Proposals

The joint Administrators' proposals were issued to creditors on 1 May 2013 and were approved on the 15 May 2013.

The objective of the administration is to achieve a better result for the Company's creditors as a whole than would be likely if the Company were to be wound up (without first being in Administration).

The Joint Administrators believe that this objective has been achieved in so far as:

- A result of the sale of the business, goodwill with a value of £20,000 was realised which may not have been realised had the Company ceased to trade.
- The Company operated from leasehold premises. Following the sale of the business, the Buyer has taken occupation of the premises, mitigating the claims of the Landlord
- The sale of the business allowed customer orders to be fulfilled, preserving the value of book debts and ensuring that no counterclaims were received which may have resulted in an increase in the level of unsecured creditors

4 Progress of the Administration

Sale of Business

As previously reported to creditors, the business and assets of the Company were sold on 8 March 2013 to CLA Electrical Services Limited, a company incorporated by the incumbent management team

The agreed sale consideration was £22,500 and of the total consideration £7,500 was paid on completion, with the balance of £15,000 payable in 6 monthly instalments.

Payments have been received as specified in the sale agreement and we can report that the total sale consideration has now been received

Book Debts

On appointment, the Company books and records indicated that outstanding book debts in the region of £18,000 were due to the Company from various customers. The directors believed that they would be in the best position to ensure a timely collection of the book debts, given their relationship with the customers, and they therefore worked in conjunction with the administrators to recover said debts

It was anticipated that £16,000 will be recovered from the outstanding book debts, after allowing for bad debts and counterclaims. We have received £15,629 11

Principal areas of activity during the period are

Administration and planning - implementing case strategy, complying with statutory duties and performing general administrative work. Case related treasury and support time is also recorded here

Statutory duties – complying with duties as laid down in the Insolvency Act 1986, and Companies Directors Disqualification Act 1986

Creditors –preparing statutory reports and reporting together with agreeing the claims of the unsecured creditors

The Joint Administrators can confirm that no category 2 disbursements have been taken.

Attached at Appendix C is additional information in relation to the Joint Administrators' disbursements and details of their current charge-out rates by staff grade

7. Outcome for Creditors

Secured Creditor

There are no secured creditors in the Company

Preferential Creditors

No claims have been received in relation to preferential claims

8. Ending the Administration

I will report to you again at the end of the twelve months or on closure of the Administration.

I am also obliged to inform you that should you wish to request any further information regarding fees in this matter; you must do so within 21 days of receipt of this report. Furthermore, should you wish to challenge the Administrators' fees then you have 8 weeks from receipt of this report to make an application to court. I should of course be obliged if you would notify this office in advance of any request/ application in order to resolve any difficulties.

For and behalf of

CLA Construction Services NE Limited (IN ADMINISTRATION)



Julie Swan and Iain Nairn
Joint Administrators

Julie Swan and Iain Nairn were appointed Joint Administrators on 8 March 2013

The affairs, business and property of the company are being managed by the Joint Administrators, who act as the company's agents and without personal Liability.

Appendix A

**SUMMARY OF JOINT ADMINISTRATORS' RECEIPT AND PAYMENTS ACCOUNT FOR THE PERIOD
FROM 8 MARCH 2013 TO 7 SEPTEMBER 2013**

Receipts

Deferred Consideration	22,500 00
Book Debts	15,629 11
Bank Interest Gross	2 79

38,131 90

Payments

Legal Fees	2,003 33
Accountancy Fees	2,000 00
Administrators Fees (Pre appointment)	9,708 75
Administration Fees (post Appointment)	8,144 75
Specific Bond	120 00
Public Notices	77 50

22,054 33

16,077 57

Balance

Made up as follows

VAT Receivable	3,986.87
Balance in hand	12,090 70

Appendix B

Post Appointment Time and Cost Summary

Classification of Work Function	Partner	Manager	Other Senior Professionals	Assistants & Support Staff	Total Hours	Time Cost (£)	Average Hourly Rate (£)
Administration & planning	4 50	0 00	1 50	56 10	62 10	5,949 00	95 80
Cashier/Tax Returns	2 50	1 50	2 00	4 30	10 30	2,032.50	197 33
Creditors	1 00	0 00	2 00	4 20	7 20	1,090 00	151 39
Investigation	1 00	0 00	1 00	34 50	36 50	3,182 50	87 19
Realisation of assets	0 00	0 00	2 00	0 00	2 00	500 00	250 00
Statutory Duties	3 50	0 00	8 50	10 00	22 50	3,837 50	174 43
Total Hours	12 50	1.50	17 00	109.10	140.10	16,591 50	118.43

Appendix C

Joint Administrators Time & Charge-Out Summary



STANDARD CHARGE RATES FOR TIME SPENT

	01/02/2012 Onwards
Grade of Staff	£ Per Hour
Partner/Office Holder	275
Director	250
Manager	200
Administrator	125
Cashier/Support	85
Average	187

Office Holder's fees may generally only be recovered with creditor approval "A Creditors' Guide" to the calculation of Office Holder's fees, as provided by Statement of Insolvency Practice 9 (SIP9), is available upon request. Alternatively, a copy may be downloaded at r3.org.uk/publications

CATEGORY 1 DISBURSEMENT CHARGES

Items of specific expenditure relating to the administration of the insolvent estate and payable to an independent third party (i.e. direct costs) are defined as "Category 1 disbursements". These are recoverable without creditor approval. Such items would include legal fees, agents' charges, bank charges and insurances.

All Category 1 disbursements are charged at the actual cost incurred

CATEGORY 2 DISBURSEMENT CHARGES

No other charges are made for any items bearing an element of shares or allocated cost