

AM10

Notice of administrator's progress report



Companies House

SATURDAY



A84952B7
A20 27/04/2019 #175
COMPANIES HOUSE

1 Company details

Company number 0 2 7 6 2 1 4 4

Company name in full Cover Structure Ltd

→ Filling in this form
Please complete in typescript or in
bold black capitals.

2 Administrator's name

Full forename(s) Simon

Surname Weir

3 Administrator's address

Building name/number Ashfield House

Street Illingworth Street

Post town Ossett

County/Region West Yorkshire

Postcode W F 5 8 A L

Country

4 Administrator's name ①

Full forename(s)

Surname

① Other administrator
Use this section to tell us about
another administrator.

5 Administrator's address ②

Building name/number

Street

Post town

County/Region

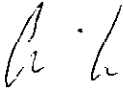
Postcode

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	2	d	8	m	0	m	9	y	2	y	0	y	1	y	8
To date	d	2	d	7	m	0	m	3	y	2	y	0	y	1	y	9
7	Progress report															
<input checked="" type="checkbox"/> I attach a copy of the progress report																
8	Sign and date															
Administrator's signature	Signature X  X															
Signature date	d	2	d	4	m	0	m	2	y	2	y	0	y	1	y	9

**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	Dominic Riordan
Company name	DS Insolvency Limited
Address	Ashfield House
	Illingworth Street
Post town	Ossett
County/Region	West Yorkshire
Postcode	W F 5 8 A L
Country	
DX	
Telephone	

**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

**Cover Structure Ltd
(In Administration)**

Administrator's Summary of Receipts and Payments

RECEIPTS	Statement of Affairs (£)	From 28/03/2018 To 27/09/2018 (£)	From 28/09/2018 To 27/03/2019 (£)	Total (£)
CNC 400 Guillotine	22,000.00	0.00	0.00	0.00
2xJorns 6mtr	70,000.00	0.00	0.00	0.00
VW Crafter Dropside Truck	6,500.00	0.00	0.00	0.00
Furniture & Equipment	700.00	0.00	0.00	0.00
Motor Vehicles x4	31,500.00	40,000.00	0.00	40,000.00
Applications & Retentions	100,000.00	18,572.40	0.00	18,572.40
PI Claim Settlement	50,000.00	49,131.69	0.00	49,131.69
VAT reclaim on ROT		0.00	32,000.00	32,000.00
Directors Loan Account	Uncertain	27,000.00	0.00	27,000.00
Coloured Metal Profiles Ltd - in Admin	Uncertain	0.00	0.00	0.00
Cash at Bank	642.64	0.00	0.00	0.00
Rent refund		665.00	169.00	834.00
Cash in Hand	25,000.00	25,000.00	0.00	25,000.00
DVLA refund		177.91	0.00	177.91
Insurance Refund	250.00	250.00	0.00	250.00
Apprenticeship scheme r/f		450.00	0.00	450.00
		161,247.00	32,169.00	193,416.00
PAYMENTS				
Labour		2,800.00	0.00	2,800.00
Vehicle Repair		538.99	0.00	538.99
HSBC Equipment Finance	(39,645.00)	0.00	0.00	0.00
HSBC Equipment Finance	(171,446.00)	0.00	0.00	0.00
VW Finance	(2,681.00)	0.00	0.00	0.00
Specific Bond		1,360.00	0.00	1,360.00
Accountancy Fees		2,500.00	2,000.00	4,500.00
Administrator's pre appointment costs		0.00	18,842.50	18,842.50
Counsel Fees		1,400.00	0.00	1,400.00
Legal Fees (Pre Appointment)		2,514.00	0.00	2,514.00
Court fees & Legal Expenses		62.00	0.00	62.00
Agents/Valuers Fees (Pre Appointment)		3,000.00	0.00	3,000.00
Agents/Valuers Fees (Post Appointment)		2,800.00	0.00	2,800.00
Legal Fees (post appointment)		20,056.70	6,222.50	26,279.20
QS fees		4,643.10	0.00	4,643.10
Brokers/QS Commission re insurance claim		14,739.50	0.00	14,739.50
Storage Costs		300.00	120.96	420.96
Pension Consultants		0.00	3,275.00	3,275.00
Insurance of Assets		2,211.98	0.00	2,211.98
Employee Arrears/Hol Pay	(49,167.38)	0.00	0.00	0.00
Mr F Quinlan	(272,315.00)	0.00	0.00	0.00
Trade & Expense Creditors	(9,006,004.76)	0.00	0.00	0.00
Employees	(130,000.00)	0.00	0.00	0.00
Pension Scheme	(32,578.00)	0.00	0.00	0.00
PAYE	(257,505.98)	0.00	0.00	0.00
VAT	(17,193.06)	0.00	0.00	0.00
Ordinary Shareholders	(10,000.00)	0.00	0.00	0.00

**Cover Structure Ltd
(In Administration)**

Administrator's Summary of Receipts and Payments

	58,926.27	30,460.96	89,387.23
Net Receipts/(Payments)	102,320.73	1,708.04	104,028.77

MADE UP AS FOLLOWS

Bank 1 Current	99,361.03	4,667.74	104,028.77
VAT Receivable / (Payable)	2,959.70	(2,959.70)	0.00
	102,320.73	1,708.04	104,028.77

h7

Simon Weir
Administrator

COVER STRUCTURE LTD
(IN ADMINISTRATION)
("the Company")

HIGH COURT OF JUSTICE, Business and Property Courts in Leeds 262 of 2018

The Administrator's Second Progress Report in Accordance with
Rule 18.6 of the Insolvency Rules 2016

24 April 2019

This report has been prepared for the sole purpose of updating the creditors for information purposes. 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 updating them for information purposes, or by any other person for any purpose whatsoever.

Simon Weir of DSI Business Recovery was appointed Administrator of COVER STRUCTURE Ltd on 28 March 2018. The affairs, business and property of the Company are managed by the Administrator. The Administrator acts as agent of the Company and contracts without personal liability.

Simon Weir is licensed in the UK to act as an Insolvency Practitioner.

DS Insolvency Ltd t/a DSI Business Recovery
Ashfield House
Illingworth Street
Ossett
West Yorkshire
WF5 8AL
info@dsinsol.com

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APPENDICES

1. *Statutory information*
 2. The Administrator's receipts and payments account as at 27 March 2019
 3. The Administrator's estimated outcome statement as at 27 March 2019
 4. Time Cost Summary as at 27 March 2019
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ABBREVIATIONS

For the purpose of this report the following abbreviations shall be used:

"the Act"	Insolvency Act 1986
"the Rules"	Insolvency Rules 2016
"the Administrator"	Simon Weir of DSI Business Recovery
"the Company"	COVER STRUCTURE Ltd (in Administration)
"the Court"	HIGH COURT OF JUSTICE, Business and Property Courts <i>in Leeds 262 of 2018</i>
"EOS"	Estimated Outcome Statement
"SIP"	Statement of Insolvency Practice (England & Wales)
"Review Period"	Period covered by the report from 28 September 2018 to 27 March 2019

1. INTRODUCTION

This report has been prepared to provide creditors with an update on the progress of the *Administration of the Company since my appointment as Administrator on 28 March 2018* in accordance with the requirements of Rule 18.6 of the Insolvency Rules 2016. In particular, this report covers the period from 28 September 2018 to 27 March 2019.

As previously reported I circulated the Administrator's Proposals to creditors on 17 May 2018, a copy of which is available at www.dsinsol.com. A requisite majority of unsecured creditors requested a physical meeting to consider the Administrator's Proposals which was held on 15 June 2018. That meeting was adjourned to 26 June 2018, at which, the Proposals were rejected.

Whilst the majority of the Company's creditors voted to approve the Administrator's Proposals, those creditors also proposed amended resolutions. The key resolutions were as follows.

Firstly that the Administration move to Creditor's Voluntary Liquidation ("CVL") by 31 July 2018 pursuant to paragraph 83 of Schedule B1 of the Act and that Claire Elizabeth Dowson of Begbies Traynor (SY) LLP and John Paul Sugden of Auker Rhodes be appointed as the joint liquidators of the Company. Secondly, that the Administrator's fees be capped at £45,000 and legal fees.

The Administrator's Proposals contained a statement pursuant to paragraph 52 of Schedule B1 of the Act that there will not be a distribution to the unsecured creditors other than by virtue of the prescribed part (section 176A(2)(a) of the Act).

Having taken legal advice, I did not believe that I was able to move the Company into CVL pursuant to paragraph 83 of Schedule B1 of the Act by 31 July 2018 as the total amount which each secured creditor of the Company was likely to receive had not been paid to him nor set aside for him (paragraph 83(1)(a)).

It is currently uncertain as to when sufficient asset realisations will be made to pay the secured creditor or set aside sufficient funds to do so.

It was made clear to creditors at the initial meeting of creditors and the adjourned meeting of creditors that I had no objection to the Company moving to liquidation and alternate liquidators being appointed but that paragraph 83 of Schedule B1 of the Act prevented me from doing so at this stage. At the adjourned meeting on 26 June 2018 the Administrator's Proposals were therefore rejected.

On 26 June 2018 I reported to creditors and Companies House that the Administrator's Proposals had been rejected. Having taken Counsel's advice on Thursday 5 July 2018, I do not believe that I am required to apply to court for directions regarding the administration of the Company.

I therefore intend to continue to manage the affairs of the Company having regard to my statutory powers contained within the Act.

Following my application on 19 February 2019 to the High Court of Justice, the period of the Administration was extended by a further 12 months to 28 March 2020.

I can further advise that an application to end the Administration and apply for the Company's compulsory winding up, or alternatively, to replace me as Administrator with John Paul Sugden of Auker Rhodes and Clare Dowson of Begbies Traynor has been made by a potential creditor, Fullflow Group Ltd. The application is due to be heard in the High Court of Justice on 12 June 2019.

A schedule of statutory information in respect of the Company is attached at Appendix 1.

2. THE PROGRESS OF THE ADMINISTRATION

2.1 The Administrator's receipts and payments account

Attached at Appendix 2 is a receipts and payments account covering the first 6 month review period, this 6 month review period and the cumulative 12 month period covering 28 March 2018 to 27 March 2019.

An EOS as at 27 March 2019 is attached at Appendix 3. The Administrator's fees and expenses in the EOS have been apportioned between the "free" assets and "floating charge" assets.

The rest of this report describes the key developments in the Administration over the Review Period.

In this section, we have summarised the main asset realisations during the Review Period and an estimation of the those assets yet to be realised, together with details of costs incurred but as yet remaining unpaid.

2.2 Administration (including statutory reporting)

The Administrator has met a considerable number of statutory and regulatory obligations. Whilst many of these tasks have not had a direct benefit in enhancing realisations for the insolvent estate, they have assisted in the efficient and compliant progressing of the administration, which has ensured that the Administrator and his staff have carried out their work to high professional standards.

During the Review Period, primarily these tasks have included:

- Communicating with Creditors and filing statutory documents at Companies House;
- Issuing the Administrator's First Progress Report;
- Consulting with and instructing staff and independent advisers as regards practical, technical and legal aspects of the case to ensure efficient progress;
- Maintaining case files, which must include records to show and explain the administration and any decisions made by the Administrator that materially affect the administration;
- Monitoring and maintaining an adequate statutory bond;
- Conducting periodic case reviews to ensure that the administration is progressing efficiently, effectively and in line with the statutory requirements;
- Maintaining and updating the estate cash book and bank accounts, including regular bank reconciliations and processing receipts and payments; and
- Completing periodic tax returns.
- Making an application to Court to extend the period of the Administration Order by 12 months;
- Providing witness statements and liaising with my legal advisors in connection with my *Preference Claims* against various parties and in respect of an application to remove me as Administrator:

2.3 Realisation of assets in the Review Period

Debtors and Retentions

The Administrator instructed Contract Recovery Solutions Ltd to collect the Applications and Retentions. Upon the Administrator's appointment, the total balance due according to the Company's records was £6,561,806. The initial report by Contract Recovery Solutions Ltd indicated recoveries would only total *£100,000 due to anticipated disputes for breach of contract* given the Company ceased trading without notice.

Contract Recovery Solutions Ltd have collected £18,572 to date. They now anticipate total recoveries will be in the region of £150,000 although these may well take another 3 or 4 years *to collect as the quantum of any counter claims will only be known when ongoing projects are completed and defect liability periods concluded.*

There were no realisations in the Review Period.

Subrogated Claim against Coloured Metal Profiles Ltd (in Administration)

The Administrator's proposal referred to Cover Structures Ltd's unsecured claim in the Administration of Coloured Metal Profiles Ltd in the sum of £412,296. Clarion Solicitors have now advised that the claim is subrogated in respect of HSBC's debenture created against Coloured Metal Profiles Ltd given that Coloured Metal Profiles Ltd's overdrawn bank account of £690,958 was discharged in full from funds held in Cover Structures Ltd's bank account.

The distribution to Cover Structure Ltd from the Administration of Coloured Metal Profiles Ltd is currently estimated to total £277,632.

Preference Claim pursuant to s239 of the Insolvency Act 1986

I have issued proceedings in respect of a supplier who received a payment of £281,108 which, I am advised, constitutes a Preference pursuant to s239 of the Insolvency Act 1986. For the purposes of the attached EOS I have estimated a recovery of £112,443. A final hearing is to be scheduled for the first available date after 28 June 2018.

Preference Claim against the Trustees of the Cover Structure Pension Scheme/Francis Quinlan

Proceedings have been issued by me in respect of a claim against the Trustees of the Cover Structure Pension Scheme who received payments totalling £435,000. I am advised these constitute a Preference pursuant to s239 of the Insolvency Act 1986. The Court have not yet provided a date for the final hearing. For the purposes of the attached EOS we have estimated a recovery of £174,000.

VAT Refund and Other Realisations

In the Review Period I have recovered a VAT refund of £32,000 in respect of goods returned under ROT claims. I also received a rent refund of £169 in this period.

2.4 Costs incurred but remaining unpaid

Included within the EOS at Appendix 3 are costs incurred , but which as yet remain unpaid. These costs are detailed below.

Cost Description	Post Appointment Costs Incurred to 27/03/2019	Post Appointment Costs paid as at 27/03/2019	Post Appointment Costs outstanding at 27/03/2019
Legal Fees (Clarion Solicitors)	53,734	26,279	27,455
Administrators Remuneration (DSi Business Recovery)	93,110	NIL	93,110
Counsels Fees	8,000	1,400	6,600
TOTAL	154,844	27,679	127,165

3. CREDITORS: CLAIMS AND DISTRIBUTIONS

3.1 Secured creditors

Francis Quinlan, the majority Shareholder and Director until 18 November 2011, has a debenture dated 18 October 2012 that was registered at Companies House on 24 October 2012. Clarion Solicitors have confirmed the validity of Mr Quinlan's security. Mr Quinlan has lodged a claim as a creditor in the sum of £272,315. Having taken Counsel's advice I am informed that this claim will increase in line with any recoveries made in respect of the *£435,000 Preference Claim against the Trustees of Cover Structure Ltd Pension Scheme* as Mr Quinlan has indemnified same.

Please note that, under the Insolvency Act 1986, the proceeds of any Preference action brought by the Administrator do not form part of the assets available to meet the claims of any floating charge holder.

Given the Preferential Creditors claims, the Prescribed Part, the Costs and Fees of the Administration and the level of Anticipated Realisations, it is not expected that the secured creditor will be paid in full.

3.2 Preferential creditors

The Administrator and his staff have incurred significant time in assisting employees to obtain payment from the Redundancy Payments Office and to claim unpaid pension contributions.

Preferential claims relating to unpaid holiday pay/wage arrears were estimated at £49,167. I have received an interim preferential claim from the Redundancy Payments Office of £53,520.

It is anticipated that the Preferential Claim will be paid in full.

3.3 Prescribed Part

Under Section 176A of the Insolvency Act 1986, where after 15 September 2003 a company has granted to a creditor a floating charge, a proportion of the net property of the company must be made available purely for the unsecured creditors. This equates to:

- 50% of net property up to £10,000;
- Plus, 20% of net property in excess of £10,000.
- Subject to a maximum of £600,000.

The debenture of Francis Quinlan was dated after 15 September 2003 so the Prescribed Part applies.

3.4 Unsecured creditors

Unsecured claims were estimated to total £9,562,372 in the Statement of Affairs that was sent to creditors with the Administrator's Proposals.

The Administrator has to date received 139 unsecured claims totalling £17,520,992 including the interim preferential claim of £53,520 from the Redundancy Payments Office. A number of claims cannot yet be agreed due to ongoing contractual issues.

In addition there are a further 126 creditors who have yet to lodge a claim.

As reflected in the attached EOS, the Administrator anticipates a distribution to unsecured creditors under the Prescribed Part and an additional distribution of any proceeds from Preference actions as these are not payable to the floating charge holders.

4. THE ADMINISTRATOR'S FEES AND EXPENSES

4.1 The Administrator's Fees

The basis of the Administrator's fees was fixed by the secured and preferential creditors as follows:

The Administrator proposes to be remunerated on the basis of the time properly given by the Administrator and his staff in attending to matters arising in the Administration, such time to be charged at the prevailing standard hourly charge out rates used by DSI Business Recovery at the time the work is performed (plus VAT).

The Administrator has drawn no post appointment remuneration to date.

4.2 Comparison of estimates

The Administrator's time costs incurred to date are compared with the original fees estimate and the estimated future costs as follows:

Work category	Original fees estimate			Time costs at 27 Sept 2018 £	Time costs in Review Period	Time costs at 27 March 2019	Estimated future time costs £
	Number of hours	Blended hourly rate £ per hour	Total fees £				
Administration (including statutory reporting)	132.5	220.30	29,190	19,677.50	6,333.75	26,011.25	64,000
Realisation of assets	106.50	229.18	24,475	12,298.75	9,212.50	21,511.25	20,000
Creditors (claims and distribution)	90	202.77	18,250	32,311.75	2,125.00	34,436.75	23,000
Investigations	30	204.16	6,125	6,243.75	1,828.75	8,072.50	-
Other				2,356.25	722.50	3,078.75	3,000
TOTAL	359	217.38	78,040	72,888.00	20,222.50	93,110.50	110,000

The expenses incurred to date are compared with the original expenses estimate as follows:

Expenses	Original expenses estimate £	Actual expenses incurred to 27 March 2019 £	Reason for any excess (if the expenses are likely to, or have, exceeded the original estimate)
Legal costs (Clarion Solicitors)	11,708	53,734	Litigation and advice on two significant Preference Claims, instructing Counsel, two physical creditor meetings, extensive creditor correspondence and dealing with the application to remove the Administrator

Expenses	Original expenses estimate £	Actual expenses incurred to 27 March 2019 £	Reason for any excess (if the expenses are likely to, or have, exceeded the original estimate)
Agents' and valuers' costs (Michael Steel & Co)	5,800	5,800	
Debt Collection (Contract Recovery Solutions Ltd)	25,000	4,643	Contract Recovery Solutions Ltd estimate total recoveries will now be £150,000 (originally £100,000). They therefore estimate their fees will be £30,000 as they are paid 25% of recoveries.
Insurance Broker & QS (Hendersons/RHQS)	15,000	14,739	
Accountancy (Richmonds)	5,000	4,500	
Insurance re Assets (Marsh)	2,500	2,211	
Document Storage (CW Harrison)	1,015	420	
Legal Fees (Clarion)	11,708	53,734	Litigation and advice on Preference Claims and Application to remove Administrator
Counsel Fees (Enterprise Chambers)	-	8,000	Litigation and advice on Preference Claims and Application to remove Administrator
Court Fees	-	62	Litigation
Statutory Advertising (Courts Advertising)	148	148	Not yet paid from the Administration
Bond (Marsh)	1,360	1,360	
Postage, Paper (Category 2)	567	567	Not yet paid from the Administration
Mileage (Category 2)	350	250	Not yet paid from the Administration
Pension Advice (Clumber Consultancy)	-	3,275	Assisting Employee claims
Total	68,448	99,709	

Having regard for the costs that are likely to be incurred in bringing this Administration to a close, the Administrator considers that:

- the original fees estimate will be exceeded;
- the original expenses estimate will be exceeded;

The principal reasons for the increase in the estimated fees and expenses are as follows:

- Litigation is being commenced in respect of Preference Payments totalling £716,108 against various parties, which may become protracted. Litigation is invariably a costly and time consuming exercise and will involve substantial work for the Administrators, Solicitors and Counsel.
- Contract Recovery Solutions Ltd have stated that the ongoing debtor recovery exercise is likely to last another 3 to 4 years as the quantum of any counter claims

will only be known when ongoing projects are completed and defect liability periods concluded.

- There will be significant cost implications, in respect of statutory reporting, in keeping the case open for a further 3 or 4 years.
- Contract Recovery Solutions Ltd are working on a fee basis of 25% of recoveries. They have increased their estimate of recoveries by £50,000.
- A distribution to the unsecured creditors is envisaged under the Prescribed Part although there are in excess of 100 creditors who have not lodged claims yet and there are some significant claims from potential creditors that will require considerable work to agree. Agreement of the largest claims will only be possible once ongoing contracts have been finished and defect periods ended.
- There have been substantial costs and expenses incurred in dealing with the application to replace the Administrator

5 CREDITORS RIGHTS & EXIT ADMINISTRATION

5.1 Creditors' right to request information

Any secured creditor, or unsecured creditor with the support of at least 5% in value of the unsecured creditors or with permission of the Court, may request in writing the Administrator to provide additional information regarding fees or expenses to that already supplied within this report. Such requests must be made within 21 days of receipt of this report.

5.2 Creditors' right to challenge fees and/or expenses

Any secured creditor, or unsecured creditor with the support of at least 10% in value of the unsecured creditors or with permission of the Court, may apply to the Court for one or more orders, reducing the amount or the basis of fees which the Administrator is entitled to charge or otherwise challenging some or all of the expenses incurred.

Such applications must be made within 8 weeks of receipt by the applicant(s) of the progress report detailing the fees and/or expenses being complained of.

Please note that such challenges may not disturb fees or expenses (whether or not discharged from the estate) disclosed in prior progress reports.

For further information, "A Creditors' Guide to Administrators' Fees" is available for download from www.dsinsol.com. Should you require a paper copy, please send your request in writing to the Administrator at the address on the front of this report and this will be provided to you at no cost.

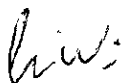
5.3 Exit from Administration

All Administrations automatically come to an end after one year, unless an extension is granted by the Court or with consent of the relevant creditors. An extension was granted by the Court until 28 March 2020.

Once the Administration is ready to be concluded there are several exit routes which are available to the Administrator. These include an application to Court (in the event of a Court appointment); filing a notice in Court and with the Registrar of Companies confirming that the purpose of Administration has been sufficiently achieved; or in the event that the Company has no property (or no remaining property to distribute), the Administrator may notify the Registrar of Companies to that effect at which time the appointment of the Administrator ceases and three months following that date usually the Company is dissolved.

In addition, the Administrator could propose to place the Company into Creditors' Voluntary Liquidation, a Compulsory Liquidation or a Company Voluntary Arrangement. The exit route chosen in relation to the Company will depend on the circumstances of the Administration when it is due to end. In view of the fact that the Administrator still has work to do in pursuit of the Administration objective, it is not certain at this time what exit route will be appropriate as the end of the Administration approaches.

However, in view of the fact that at present it appears unlikely that there will be sufficient funds to pay a dividend to unsecured creditors (other than by way of the Prescribed Part), a move straight to Dissolution rather than Liquidation appears most likely at this stage.



Simon Weir
Administrator

The affairs, business and property of COVER STRUCTURE Ltd (in Administration) are managed by the Administrator, who acts as agent of the Company and without personal liability

Cover Structure Ltd (IN ADMINISTRATION)

STATUTORY INFORMATION

Company Name	Cover Structure Ltd
Previous Name(s)	
Trading Name(s)	

Proceedings	In Administration
Court	High Court of Justice, Business and Property Courts in Leeds
Court Reference	262 of 2018
Date of Appointment	28 March 2018
Administrator's	Simon Weir, DSi Business Recovery
Registered office Address	Ashfield House, Illingworth Street, Ossett, WF5 8AL
Company Number	02762144
Incorporation Date	5 November 1992
Appointment by	The Directors
Directors at date of Appointment	Gavin Quinlan, Paul Cox
Shareholdings	Gavin Quinlan 2,500 Frank Quinlan 7,500

COVER STRUCTURE LTD
(IN ADMINISTRATION)

THE ADMINISTRATOR'S RECEIPTS AND PAYMENTS ACCOUNT
AS AT 27 MARCH 2019

**Cover Structure Ltd
(In Administration)**

Administrator's Summary of Receipts and Payments

RECEIPTS	Statement of Affairs (£)	From 28/03/2018 To 27/09/2018 (£)	From 28/09/2018 To 27/03/2019 (£)	Total (£)
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2xJorns 6mtr	70,000.00	0.00	0.00	0.00
VW Crafter Dropside Truck	6,500.00	0.00	0.00	0.00
Furniture & Equipment	700.00	0.00	0.00	0.00
Motor Vehicles x4	31,500.00	40,000.00	0.00	40,000.00
Applications & Retentions	100,000.00	18,572.40	0.00	18,572.40
PI Claim Settlement	50,000.00	49,131.69	0.00	49,131.69
VAT reclaim on ROT		0.00	32,000.00	32,000.00
Directors Loan Account	Uncertain	27,000.00	0.00	27,000.00
Coloured Metal Profiles Ltd - in Admin	Uncertain	0.00	0.00	0.00
Cash at Bank	642.64	0.00	0.00	0.00
Rent refund		665.00	169.00	834.00
Cash in Hand	25,000.00	25,000.00	0.00	25,000.00
DVLA refund		177.91	0.00	177.91
Insurance Refund	250.00	250.00	0.00	250.00
Apprenticeship scheme r/f		450.00	0.00	450.00
		161,247.00	32,169.00	193,416.00
PAYMENTS				
Labour		2,800.00	0.00	2,800.00
Vehicle Repair		538.99	0.00	538.99
HSBC Equipment Finance	(39,645.00)	0.00	0.00	0.00
HSBC Equipment Finance	(171,446.00)	0.00	0.00	0.00
VW Finance	(2,681.00)	0.00	0.00	0.00
Specific Bond		1,360.00	0.00	1,360.00
Accountancy Fees		2,500.00	2,000.00	4,500.00
Administrator's pre appointment costs		0.00	18,842.50	18,842.50
Counsel Fees		1,400.00	0.00	1,400.00
Legal Fees (Pre Appointment)		2,514.00	0.00	2,514.00
Court fees & Legal Expenses		62.00	0.00	62.00
Agents/Valuers Fees (Pre Appointment)		3,000.00	0.00	3,000.00
Agents/Valuers Fees (Post Appointment)		2,800.00	0.00	2,800.00
Legal Fees (post appointment)		20,056.70	6,222.50	26,279.20
QS fees		4,643.10	0.00	4,643.10
Brokers/QS Commission re insurance claim		14,739.50	0.00	14,739.50
Storage Costs		300.00	120.96	420.96
Pension Consultants		0.00	3,275.00	3,275.00
Insurance of Assets		2,211.98	0.00	2,211.98
Employee Arrears/Hol Pay	(49,167.38)	0.00	0.00	0.00
Mr F Quinlan	(272,315.00)	0.00	0.00	0.00
Trade & Expense Creditors	(9,006,004.76)	0.00	0.00	0.00
Employees	(130,000.00)	0.00	0.00	0.00
Pension Scheme	(32,578.00)	0.00	0.00	0.00
PAYE	(257,505.98)	0.00	0.00	0.00
VAT	(17,193.06)	0.00	0.00	0.00
Ordinary Shareholders	(10,000.00)	0.00	0.00	0.00

**Cover Structure Ltd
(In Administration)**

Administrator's Summary of Receipts and Payments

	58,926.27	30,460.96	89,387.23
Net Receipts/(Payments)	102,320.73	1,708.04	104,028.77

MADE UP AS FOLLOWS

Bank 1 Current	99,361.03	4,667.74	104,028.77
VAT Receivable / (Payable)	2,959.70	(2,959.70)	0.00
	102,320.73	1,708.04	104,028.77

bw

Simon Weir
Administrator

Cover Structure Limited

Estimated Outcome Statement as at 27 March 2019

<u>Assets subject to Floating Charge</u>		
Cash at Bank		104,028
Book Debts/Retentions		131,428
Subrogated claim from Coloured Metal Profiles Limited		<u>277,632</u>
		513,088
Admin Costs re floating Charge		
O/S Administrators fees	70,000	
O/S Legal fees	7,455	
Adminstrator fees	80,000	
Legal fees	20,000	
Debt Collection fees	32,857	-210,312
		<u>302,776</u>
Assets available for preferential creditors		
		-53,520
Assets available to Floating Charge Creditor c/d		<u>249,256</u>
<u>Free assets</u>		
Preference Payment - Pension Company (£435,000)		174,000
Preference Payment - Trade Creditor (£281,108)		<u>112,443</u>
		286,443
Admin costs re free assets		
O/S Administrator fees	23,110	
O/S Legal fees	20,000	
O/S Counsel Fees	6,600	
Adminstrator fees & expenses	30,000	
Legal fees & expenses (inc counsel)	50,000	-129,710
Assets available for Unsecured Creditors c/d		<u>156,733</u>
Assets available to Floating Charge Creditor b/d		249,256
less Prescribed Part c/d		-52,851
Surplus availabe to Floating Charge Creditor		196,405
Floating Charge Creditor	272,135	
Increased charge re Pension Company Preference	174,000	-446,135
Deficiency re Floating Charge Creditors		<u>-249,730</u>
Prescribed part b/d		52,851
Preference Payment recoveries b/d		<u>156,733</u>
Funds available for Unsecured Creditors		209,584
Non Preferential Creditors received	17,520,992	
Non Preferential estimate future claims	1,000,000	-18,520,992
Deficiency		<u>-18,561,138</u>
Estimated Dividends (p in £)		
Preferential Creditors		100
Floating Charge Creditor - Mr F Quinlan		44.02
Unsecured Creditors		1.11

Time Entry - SIP9 Time & Cost Summary

C015 - Cover Structure Ltd
All Post Appointment Project Codes
To: 27/03/2019

Classification of Work Function	Partner	Manager	Other Senior Professionals	Assistants & Support Staff	Total Hours	Time Cost (£)	Average H Ra
Administration & Planning	84.35	16.20	0.00	3.30	103.85	26,011.25	2:
Case Specific Matters	9.80	0.50	0.00	1.45	11.75	2,803.75	2:
Creditors	114.80	18.51	0.00	21.25	154.56	34,436.75	2:
Investigations	29.45	0.75	0.00	0.00	30.20	8,072.50	2:
Realisation of Assets	81.05	0.00	0.00	0.70	81.75	21,511.25	2:
Trading	1.00	0.00	0.00	0.00	1.00	275.00	2:
Total Hours	320.45	35.96	0.00	26.70	383.11	93,110.50	2:
Total Fees Claimed						0.00	
Total Disbursements Claimed						0.00	

Time Entry - SIP9 Time & Cost Summary

C015 - Cover Structure Ltd
All Post Appointment Project Codes
From: 28/09/2018 To: 27/03/2019

Classification of Work Function	Partner	Manager	Other Senior Professionals	Assistants & Support Staff	Total Hours	Time Cost (£)	Average H Ra
Administration & Planning	21.25	2.80	0.00	0.00	24.05	6,333.75	2
Case Specific Matters	1.50	0.20	0.00	0.00	1.70	447.50	2
Creditors	6.35	1.70	0.00	0.65	8.70	2,125.00	2
Investigations	6.65	0.00	0.00	0.00	6.65	1,828.75	2
Realisation of Assets	33.50	0.00	0.00	0.00	33.50	9,212.50	2
Trading	1.00	0.00	0.00	0.00	1.00	275.00	2
Total Hours	70.25	4.70	0.00	0.65	75.60	20,222.50	2
Total Fees Claimed						0.00	
Total Disbursements Claimed						0.00	