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TO ALL KNOWN CREDITORS

19 June 2018

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Dear Sirs

## **Land Engineering (Scotland) Limited (In Administration) ('the Company')**

**Registered office address: Atria One, 144 Morrison Street, Edinburgh, EH3 8EX**

**Registered number: SC070682**

I write, in accordance with Rule 2.38 of the Insolvency (Scotland) Rules 1986, to provide creditors with a report on the progress of the Administration. This report covers the period from 30 November 2017 to 29 May 2018 and should be read in conjunction with the Joint Administrators' statement of proposals ('the proposals') dated 5 June 2017 and progress report dated 13 December 2017.

The Company entered Administration on 30 May 2017 and A J Davison and C P Dempster of Ernst & Young LLP ('EY'), Atria One, 144 Morrison Street, Edinburgh, EH3 8EX were appointed to act as Joint Administrators. The appointment was made by the Company's Directors under the provisions of paragraph 22(2) of Schedule B1 to the Insolvency Act 1986. Under the terms of the appointment, any act required or authorised to be done by the Joint Administrators can be done by either of them. Certain statutory information relating to the Company and the appointment of the Administrators is provided at Appendix 1.

Due to A J Davison's retiral from EY, Fiona Livingstone Taylor of EY was appointed as a substitute office holder by the Court of Session on 14 December 2017.

### **Summary of progress in the Administration**

#### **Overview**

As set out in detail within the proposals, on 30 May 2017 we completed a sale of part of the Company's business and assets to idverde Limited ('idv') and 251 employees of the Company transferred to idv as part of the sale.

It was not appropriate to trade the Company's remaining business and offer it for sale as a going concern following the Administration appointment. Trading accordingly ceased on 30 May 2017 and the majority of employees were made redundant at that point. A limited number of employees were retained by the Administrators for a short period to assist with fulfilling the Administrators' statutory duties.

Progress with realising the Company's assets is discussed in further detail below. We are however pleased to report that gross asset realisations to date of £4.44m compare favourably with the figure of