

The Joint Administrators' have been advised by a creditor's advisor that the creditor intends to propose that the Joint Administrators' Proposals dated 7 April 2020, due to be considered at the meeting of creditors convened for 7 May 2020, be approved with modification. We copy the details received from the or creditors' advisor regarding their modification below, so that any creditor wishing to vote on the approval of the proposals may choose to give specific instructions to their proxyholder regarding how to vote on such modification should it be proposed at the meeting.

Modification to Joint Administrators' Proposals

Ending the administration

~~Our exit route will depend on the outcome of the administration. At the moment we think that the most likely exit routes are as follows:~~ We propose the exit from administration will be as follows:

1. If there is a dividend to unsecured creditors other than from the prescribed part, once we've distributed the prescribed part and finished our other work, we'll put the Company into creditors' voluntary liquidation so that the liquidator can pay the dividend. If this happens, we propose that Michael Thomas Denny and Robert Nicholas Lewis from PWC and Nicholas William Nicholson from Haslers are appointed as joint liquidators (or, if replacement administrators are appointed, any person(s) appointed as an administrator at the time of the registration of notice of moving from administration to creditors' voluntary liquidation per paragraph 83(4) Sch B1 IA86) and that any act required or authorised to be done by the joint liquidators can be done by ~~either or both~~ all of them. Creditors may, before these proposals are approved, nominate a different person or persons as liquidators, in accordance with paragraph 83(7)(a) of Sch B1 IA86 and rule 3.60(6) IR16.

2. Should there be insufficient funds to enable a distribution to unsecured creditors other than from the prescribed part the administrators should retain sufficient funds to apply to court pursuant to paragraph 79 of Sch B1 IA86, in such circumstances the proposed liquidators would be the joint administrators and Nicholas William Nicholson of Haslers.

~~2. Alternatively, if there are enough funds to pay a dividend to unsecured creditors other than from the prescribed part, once we've distributed the prescribed part and finished our other work, we'll apply to the court for permission to pay any surplus funds to unsecured creditors. If this is granted, we'll end the administration by filing a notice with the Registrar of Companies and the Company will be dissolved three months later. If we don't get permission we'll put the Company into creditors' voluntary liquidation, or comply with the terms of any court order if different. If the Company goes into creditors' voluntary liquidation, we propose that Michael Thomas Denny and Robert Nicholas Lewis are appointed as joint liquidators (or, if replacement administrators are appointed, any persons appointed as an administrator at the time of the registration of notice of moving from administration to creditors' voluntary liquidation per paragraph 83(4) Sch B1 IA86) and that any act required or authorised to be done by the joint liquidators can be done by either or both of them. Creditors may, before these proposals are approved, nominate a different person or persons as liquidators, in accordance with paragraph 83(7)(a) Sch B1 IA86 and rule 3.60(6) IR16.~~

3. In the event that we think there will be a dividend for unsecured creditors from the prescribed part only, once we've paid any prescribed part dividend and finished our other work, we'll file a notice with the Registrar of Companies and the Company will be dissolved three months later. If necessary to achieve the objective of the administration and complete our work, we may seek an extension to the period of the administration (beyond the statutory period of one year), by consent of the appropriate class of creditor – most likely to be the unsecured creditors, or by order of the court. We'll be discharged from liability in respect of any of our actions as Administrators at a time set by consent of the appropriate class of creditor; this forms one of the decisions we are seeking deemed consent of in this document, or if we do not obtain approval of our discharge from the general body of creditors, by an order of the Court.