

PPC Limited  
(In Official Liquidation)  
(the “Company”)

Seventh report of the Joint Official Liquidators to all known  
creditors

8 October 2024

Ernst & Young LLP



## Disclaimer

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In preparing this report the JOLs have relied upon information which they have obtained during the course of their appointment including certain statutory documentation and other information received from parties in possession of information, documents, or records pertaining to the Company and its affairs or other third parties. The JOLs have not performed an audit examination on this information.

The JOLs act as agents of the Company and without personal liability.

## Abbreviations

The following abbreviations are used in this report:

BoS	Bank of Scotland plc
Court	Grand Court of the Cayman Islands
CWR	Cayman Islands Companies Winding Up Rules (as revised)
Date of Appointment	Date of appointment of the JVLs on 28 August 2018
EY	EY Cayman Ltd. and Ernst & Young LLP
First Report	First report of the JOLs to creditors dated 29 October 2018
Jersey Companies	PPG, PSB, PRL, PIL and PGL
JOLs	To 22 June 2023: Keiran Hutchison, Colin Peter Dempster and Gavin David Yuill in their capacity as Joint Official Liquidators of the Company
	From 23 June 2023: Keiran Hutchison, Kristopher Stewart Aspin and Gavin David Yuill in their capacity as Joint Official Liquidators of the Company
	From 5 July 2024: Eleanor Fisher, Kristopher Stewart Aspin and Gavin David Yuill in their capacity as Joint Official Liquidators of the Company
JVLs	Keiran Hutchison, Colin Peter Dempster and Gavin David Yuill in their capacity as Joint Voluntary Liquidators of the Company
Law	Cayman Islands Companies Act (as revised)
LC	Liquidation Committee
Maxtube	Maxtube ME Limited
Maxtube Group	Maxtube Holdings Limited and its subsidiary undertakings
Occidental	Occidental Mukhaizna LLC, Occidental of Oman Inc and Occidental Oman Gas Company LLC
Occidental Contracts	Contracts with Occidental
Petrostem Group	Petrostem Group Limited (In Liquidation) and its subsidiary undertakings
PGL	Petrostem Group Limited (in Liquidation)
PIL	Petrostem International Limited (In Liquidation)
The Company	PPC Limited (In Official Liquidation)
PPC UK	Petroleum Pipe Company Limited (In Administration)
PPG	Petroleum Pipe Group Limited (In Liquidation)
PPG Group	Petroleum Pipe Group Limited and its subsidiary undertakings
PRL	Petrostem Rentals Limited (In Liquidation)
PSB	Pipeline Supplies Bahrain WLL Limited (In Liquidation)
Second Report	Second report of the JOLs to creditors dated 28 October 2019
Seventh Meeting	Seventh meeting of creditors of the Company to be held at 10:00 a.m. (Cayman Islands time) on 9 October 2024
Sixth Meeting	Sixth meeting of creditors of the Company held at 10:00 a.m. (Cayman Islands time) on 11 October 2023
Sixth Report	Sixth report of the JOLs to creditors dated 10 October 2023
Third Report	Third report of the JOLs to creditors dated 28 October 2020

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# 1. Introduction

This is the Seventh Report and account to creditors dated 8 October 2024. It represents an update to, is supplemental to, and should be read in conjunction with the JOLs' previous progress reports covering the periods from 28 August 2018 to 27 August 2023. Should you require a copy of any of these previous reports, please request a copy by email to Gerard Somers at [gerard.somers@parthenon.ey.com](mailto:gerard.somers@parthenon.ey.com) or, alternatively, these can be downloaded from the following website:

[https://www.ey.com/en\\_uk/administrations/ey-ppg-and-petrostem-insolvencies](https://www.ey.com/en_uk/administrations/ey-ppg-and-petrostem-insolvencies)

The purpose of this Seventh Report is to provide an update to creditors as to the progress of the liquidation of the Company.

In accordance with Order 8, Rule 2 of the CWR, the JOLs have convened the Seventh Meeting of the Company to be held at 10:00 a.m. (Cayman Islands time) on 9 October 2024 by telephone conference call. The meeting has been convened for the purposes of:

- laying before the meeting this Seventh Report; and
- to deal with such other matters that may arise.

This Seventh Report will be circulated to all known creditors and potential creditors of the Company. It will also be filed with the Court.

Notice of the Seventh Meeting was given by email to all known creditors on 17 September 2024. In addition, a statutory advertisement notifying all potential creditors of the Seventh Meeting was published in the Cayman Islands Gazette on 23 September 2024.

As advised in the First Report, the JOLs were obliged to seek the formation of a LC pursuant to Order 9 of the CWR. A combined liquidation committee and creditors' steering committee encompassing a number of the entities in insolvency proceedings in the Petrostern Group and the PPG Group was constituted at the first meeting of creditors.

As advised in the notice of the Sixth Meeting, on 15 September 2023, the JOLs received notice of resignation of one member from the LC. The JOLs invited nominations from creditors to fill this vacancy on the LC. No nominations were received and on 5 July 2024, the Court ordered that the JOLs be permitted to dispense with the requirement to establish a LC in respect of the Company.

Due to Colin Dempster's retirement from EY, Kris Aspin of EY was appointed as Joint Official Liquidator on 19 June 2023 by the Court.

Due to Keiran Hutchison's retirement from EY, Eleanor Fisher of EY was appointed as Joint Official Liquidator on 5 July 2024 by the Court.

All currency amounts included in this report are in United States Dollars (US\$), unless otherwise stated.

## 2. Purpose and conduct of the liquidation

As set out in the First Report, prior to the JOLs' appointment the directors of the PPG Group had concluded that the trading performance of the PPG Group rendered all restructuring options (other than an insolvency and managed wind-down of the PPG Group) unviable.

Following their appointment, the JOLs formed the opinion that, with the exception of the completion of a number of specific customer orders, it was not appropriate to continue to trade the business of the Company in insolvency. In the Second Report the JOLs advised they had completed the selected customer orders and also completed sales of the majority of the drilling rental and other assets owned by the Company.

In the period since the issuance of the Sixth Report, the JOLs have received the final amount due in respect of the Occidental Contracts from Maxtube and concluded the allocation of proceeds and costs to the Company following the settlement of the Potential Litigation (see section 3).

Accordingly, except for the recovery of intra and intergroup balances, all asset realisations are now complete.

The continued strategy of the JOLs, with a view to concluding the liquidation in an orderly manner and successfully dissolving the Company, is discussed in further detail in this report and is summarised as follows:

- Collect intragroup / intergroup receivables due to the Company;
- Deal with creditor enquiries;
- Finalise the outcome for unsecured creditors and make distributions to unsecured creditors;
- Ensure all statutory reporting and compliance obligations are met;
- Finalise the liquidation, including payment of all liquidation liabilities; and
- Submit an application to Court for final directions.

### 3. Assets

Except for the recovery of intra and intergroup balances (updates below) all asset realisations are complete.

#### 3.1 JOLs' investigations

As detailed in their previous reports, the JOLs secured funding from a third party to investigate and, where appropriate, pursue certain transactions that took place across both the PPG Group and Petrostem Group in the period prior to the JOLs' appointment (the "Potential Litigation").

As advised in the Sixth Report, confidential terms were agreed by which the defendants (being certain former directors of the PPG and Petrostem Groups) agreed to pay \$13,000,000 (thirteen million) in respect of the Potential Litigation without any admission of liability.

These funds were received in September 2023 and, in the period covered by this report, the proceeds and costs were allocated between each of the companies in the PPG and Petrostem Groups that were party to the Potential Litigation. The proceeds were apportioned between these companies based on the gross value of each companies' potential claims. Where costs were not specifically attributable to a company these were also apportioned based on the gross value of each potential claim.

The apportionment is detailed in the table below:

<i>Currency: \$000</i>	PPG	The Company	PPC UK	PGL	PIL	Total
Gross settlement proceeds	4,435	4,088	911	2,809	758	13,000
Costs	(921)	(799)	(431)	(673)	(264)	(3,088)
Net proceeds	3,514	3,289	480	2,136	494	9,912

Note: Costs of \$799k in the Company comprise \$613k of litigation settlement costs, \$113k of legal fees and expenses (of the total \$167k shown in the Receipts and Payments account at Appendix D), and \$74k of JOLs' fees.

Following the receipt of these funds, no further investigations are continuing.

#### 3.2 The Occidental contracts

As detailed in the First Report, the principal customer of the PPG Group was Occidental in Oman, for which the Company was the main trading entity. On 26 August 2018, the Company assigned the Occidental Contracts to Maxtube for a consideration based on the gross profit generated from these contracts. This consideration was agreed to be received until 27 August 2023. This assignment of the Occidental Contracts was implemented by the directors of the Company prior to its insolvency.

Maxtube is part of the Maxtube Group and is connected to the PPG Group as both it and the Company are ultimately owned by Julian Tyacke (through a beneficial trust in both cases). Julian Tyacke's role in the Company is outlined in the JOLs' previous reports.

During the period covered by this report, the final balance due from Maxtube of \$5k was received.

No further recoveries will be made from the Occidental contracts.

### 3.3 Trade debtors

There are no further debtor balances outstanding.

### 3.4 Production tubing and casing stocks

No further collections are expected from production tubing and casing stocks.

### 3.5 Drilling rental asset sales

No further realisations from these assets are anticipated.

### 3.6 Intragroup and intergroup balances

As at 28 August 2018, the Company was due \$24.1m by other entities within the PPG Group and \$46.2m by entities in the Petrostem Group. The majority of the \$24.1m is due by PPG.

The Third Report noted that the Company had received an interim distribution of \$1.1m from the liquidation of PRL.

No further recoveries were received in the period covered by this report. As detailed further below, a complex subrogation modelling exercise has been undertaken to determine the amounts due to/from each of the companies in the PPG and Petrostem Groups following BoS being repaid in full (see section 4.1). The quantum of any further realisations has not yet been finalised. Please refer to section 4.3 below for further details.

### 3.7 Bank interest

During the period covered by this report, bank interest of \$181k was received.

### 3.8 Other potential sources of realisation

The Company had made non-refundable advance payments aggregating \$1.2m in respect of the purchase of production tubing and casing to its Chinese mill suppliers as at 28 August 2018.

As noted in the JOLs' previous reports, realisations totalled \$1.15m. The JOLs do not expect to make any further recoveries from these advance payments.



## 4. Creditors

The JOLs detail below the current position with regard to creditors' claims and the process for determining the outcome for creditors.

### 4.1 Secured creditors

The Second Report narrated the background to the JOLs' assessment that BoS held effective security over the whole of the assets of the Company and the JOLs' adjudication of BoS's claim at \$27.3m.

In November 2023, a final distribution of \$1.7m was paid to BoS from PPG, in full and final settlement of its claim. Of the total distributions paid to BoS, \$8.7m was distributed by the Company.

### 4.2 Priority creditors

The Company's employees had contracts of employment and visas with other entities in the PPG Group. Accordingly, there are no priority claims for employees' salaries or holiday pay against the Company.

### 4.3 Unsecured creditors

The following table summarises the current status of the JOLs' adjudication of the claims of unsecured creditors filed against the Company.

Statement of Affairs	Claims received		Claims adjudicated			Outstanding to adjudicate		Accepted creditor claims
\$000s	Qty	\$000s	Qty	\$000s	Qty	\$000s	\$000s	
95,081	14	76,889	12	73,085	2	3,804	53,809	

As previously reported, following full settlement of the debt due to BoS by the PPG and Petrostern Groups there are now surplus funds held across the Groups which fall to be distributed to unsecured creditors. However, the JOLs require to determine to which of the companies within the PPG and Petrostern Groups these funds properly belong and, therefore, the potential outcomes for unsecured non-priority creditors of the Company and of the related insolvent entities in the PPG Group (PPG, PPC UK and PSB) and Petrostern Group (PRL, PIL and PGL).

This is a complex legal area due to (i) the multi-jurisdictional nature of the insolvencies; (ii) the mix of secured and unsecured claims submitted by BoS; and (iii) the multiple, material intercompany claims, including subrogated claims, across the Petrostern and PPG Groups.

The JOLs have been undertaking detailed modelling work to determine this outcome. The modelling work is now complete (hereinafter referred to as the "Proposed Model"). Based on the Proposed Model, the JOLs currently forecast that funds will be available for distribution to the unsecured creditors of the Company, and a dividend of c.17% may be declared to third-party unsecured creditors of the Company (excluding intragroup and intergroup creditors).

In respect of PPG, PSB, PRL, PIL and PGL (together, the "Jersey Companies"), the Joint Liquidators of the Jersey Companies are in the process of making a Representation to the

Royal Court of Jersey, seeking that court's sanction to make distributions to unsecured creditors of the Jersey Companies in the manner, and applying the methodology, set out in the Proposed Model. As part of this process, the Joint Liquidators have sought the consent to the Proposed Model of creditors representing 99% of the total third-party unsecured creditor claims (i.e. excluding intragroup and intergroup creditors) against the Company, the Jersey Companies and PPC UK. To date, creditors representing 88% of total third-party unsecured creditor claims have given their consent which represents 89% of the Company's creditors. The remaining creditors have until 21 October 2024 to do so (failing which the Royal Court of Jersey will be informed that they do not object).

A date will be fixed for the Royal Court of Jersey to hear the Representation following the expiry of the above noted deadline. It is possible that the Royal Court of Jersey may deal with the Representation on the papers (without a hearing). However, should a hearing be required, we anticipate that it could be listed for a day in or around November 2024.

For the avoidance of doubt, the Royal Court of Jersey is only being asked to provide sanction in respect of the Jersey Companies. Whilst the modelling of outcomes for creditors also impacts the insolvencies of the Company and PPC UK (which are incorporated under the laws of the Cayman Islands and England and Wales, respectively), at this time, it is not the intention of the JOLs of the Company or the Joint Administrators of PPC UK to seek the sanction of the Cayman or English Courts, respectively. The JOLs of the Company and the Joint Administrators of PPC UK consider that if sanction of the Royal Court of Jersey is received in respect of the Jersey Companies and there is an accepted balance of support from the general body of creditors for the Proposed Model, then they may arrive at the decision to proceed with completing distributions to creditors of the Company and PPC UK in the manner, and applying the methodology, set out in the Proposed Model.

The JOLs will write to all unsecured creditors of the Company in due course to update them on (i) the outcome of the Representation; (ii) the quantum of any distributions; and (iii) the estimated timing of those distributions.

## 4.4 Creditor claims

Please note that debts incurred by the Company prior to 28 August 2018 will rank as unsecured claims against the Company. If you have a claim against the Company, please complete and return the enclosed proof of debt form at Appendix B together with supporting documentation (e.g. invoices, statements and agreements) to [ppcgroup@uk.ey.com](mailto:ppcgroup@uk.ey.com).

Certain debts due from the Company may have priority pursuant to the Law. If you consider that you have a claim in this category, please advise the JOLs immediately. If you hold any security for your claim or you consider that you have title to any assets in the Company's possession, please forward details to the JOLs as soon as possible.

Any sums due to the Company arising after 28 August 2018 must be paid in full and without set-off against any debts incurred by the Company prior to the Date of Appointment.

## 5. Fees and disbursements

### 5.1 Voluntary Liquidation

As previously reported, the JVLs' time costs and disbursements for the period up to 2 October 2018 of \$246,903 and \$8,482, respectively, have been approved by the LC and the Court and have been drawn in full.

An analysis of these time costs is set out in detail at Appendix A.

### 5.2 Official Liquidation

#### *Time costs incurred*

As detailed in the Sixth Report, the JOLs incurred time costs totalling \$2,174,029 in the period from 3 October 2018 to 27 August 2023. On 5 July 2024, the JOLs obtained approval from the Court to time costs for the period from 28 February 2023 to 27 August 2023. As such, total time costs of \$2,174,029 incurred from 3 October 2018 to 27 August 2023 have been approved by the Court.

In the period from 28 August 2023 to 27 August 2024, the JOLs have incurred further time costs of \$197,988. Accordingly, in the period from 3 October 2018 to 27 August 2024, the JOLs have incurred total time costs of \$2,372,017.

At Appendix E are resolutions to be tabled at the Seventh Meeting to be held at 10:00 a.m. (Cayman Islands time) on 9 October 2024 seeking approval of (i) the JOLs' time costs for the period from 28 August 2023 to 27 August 2024 and (ii) the proposed remuneration agreement for the period from 1 January 2025 to 31 December 2025. A copy of the proposed remuneration agreement is set out in Appendix F.

The JOLs' hourly rates and hours incurred from 3 October 2018 to 27 August 2024 are set out in detail at Appendix A.

#### *Basis of remuneration*

The basis of remuneration, documented in the remuneration agreement, of the JOLs for the period from 3 October 2018 onwards was agreed with the LC in a meeting held on 11 December 2018. The Court subsequently endorsed that agreement. The LC and the Court previously approved the extension of that agreement through to 31 December 2021.

On 28 October 2021, the JOLs agreed with the LC that whilst the JOLs' time costs would continue to accrue based on time charged at the previously agreed hourly fee rates, the JOLs would restrict the drawing of their fees as follows:

1. Statutory and reporting – the JOLs will restrict their fees in respect of statutory and reporting work to \$60,000 per annum from 28 August 2021 onwards.
2. Potential litigation – for the JOLs' fees in respect of Potential Litigation work, the JOLs are entitled to draw 75% of the fees incurred subject to these funds being settled by the third-party funder, with the balance of 25% of the fees incurred drawn only if there are available proceeds from the proposed litigation.
3. All other aspects – the JOLs will restrict their fees in respect of all other aspects of their work to \$1,800,000 unless the net realisations from their insolvency processes improves from that estimated at 28 October 2021. In that event, the JOLs will be

entitled to draw 50% of the increased net realisations as further fees (subject to the JOLs' total fees being capped at the level of time costs approved by the creditors).

The amended remuneration agreement through to 31 December 2022 was approved by the LC at the meeting on 28 October 2021 and an extension of that agreement through to 31 December 2023 was approved by the LC on 31 May 2023.

The remuneration agreement for the period from 1 January 2024 to 31 December 2024 was approved by the Court on 5 July 2024.

#### *Fees drawn*

Payment of the JOLs' fees is subject to the agreement reached with the LC as set out above.

During the period of this report, fees in the amount of \$73,816 were drawn relating to the Potential Litigation.

To 27 August 2024, the JOLs have drawn total fees of \$1,916,078.

#### *Disbursements*

The JOLs' disbursements for the period from 3 October 2018 to 27 August 2024 are set out in the table below:

Description	Total (\$)
Accommodation	6,062
Airfares	6,792
Ground transportation - rail	1,714
Ground transportation - taxi	2,273
Ground transportation - tolls	52
Ground transportation - mileage	279
Insolvency Practitioner levy	608
Annual Government fees	3,415
Postage / Courier	917
Parking	68
Subsistence	2,204
Statutory advertising	241
Bank charges	78
Visa fees, costs, etc.	217
Document charges	2,784
Total	27,703

To date, \$23,818 has been paid.

## 6. Other matters

### 6.1 Replacement of liquidator

Due to Colin P Dempster's retirement from EY, Kris S Aspin of EY was appointed as Joint Official Liquidator on 19 June 2023 by the Grand Court of the Cayman Islands.

Due to Keiran Hutchison's retirement from EY, Eleanor Fisher of EY was appointed as Joint Official Liquidator on 5 July 2024 by the Grand Court of the Cayman Islands.

### 6.2 JOLs' receipts and payments

A summary of the JOLs' receipts and payments account is enclosed at Appendix D.

### 6.3 Future conduct of the liquidation

The JOLs will continue to manage the affairs, business and property of the Company to achieve the purpose of the liquidation. This will include, inter alia:

- Collecting any intragroup / intergroup receivables due to the Company;
- Dealing with creditor enquiries;
- Finalising the outcome for unsecured creditors and making distributions to unsecured creditors;
- Ensuring all statutory reporting and compliance obligations are met; and
- Finalising the liquidation, including payment of all liquidation liabilities.

### 6.4 Conclusion

In due course, the JOLs will provide further updates to creditors on the progress of the matters outlined in this report and any other matters arising during the course of the liquidation.

The report will be made available on the following website:

[https://www.ey.com/en\\_uk/administrations/ey-ppg-and-petrostem-insolvencies](https://www.ey.com/en_uk/administrations/ey-ppg-and-petrostem-insolvencies)

Should you wish to discuss any aspect of this report, please contact Gerard Somers on +1 (345) 814 8902 or at [gerard.somers@parthenon.ey.com](mailto:gerard.somers@parthenon.ey.com).

Yours faithfully



Gavin Yuill  
Joint Official Liquidator of the Company

The business, affairs and property of the Company are being managed by the Joint Official Liquidators who act as agents of the Company only and without personal liability. Eleanor Fisher, Kristopher Stewart Aspin and Gavin David Yuill are authorized to act as Insolvency Practitioners in accordance with Rule 4 of the IPR in the Cayman Islands. As Insolvency Practitioners, they are bound by the Insolvency Code of Ethics in carrying out all professional work relating to the appointments. The Institute of Chartered Accountants of Scotland authorizes Kristopher Stewart Aspin and Gavin David Yuill to act as Insolvency Practitioners under section 390 (2) of the Insolvency Act 1986.

## Appendix A Time cost analyses

JVL time costs for the period 28 August 2018 to 2 October 2018

	Partner	Associate Partner	Director	Staff Grade Assistant Director	Manager	Executive	Analyst	Total Hours	Time Cost (\$)	Average Hourly Rate (\$)
Accounting and Administration	1.2	-	-	1.9	-	84.0	14.1	101.2	40,391.00	399
Bank & Statutory Reporting	4.5	-	0.1	7.7	1.0	0.2	-	13.5	9,022.00	668
Creditors	1.0	-	8.5	3.5	-	6.0	-	19.0	11,570.00	609
Debtors	-	-	4.7	13.9	-	-	-	18.6	11,491.00	618
Employee Matters	-	-	-	6.2	-	-	-	6.2	3,658.00	590
Immediate Tasks	0.5	-	6.7	1.1	-	8.0	-	16.3	9,366.00	575
Job Acceptance & Strategy	0.3	-	-	-	1.0	19.0	-	20.3	9,297.00	458
Legal Issues	1.4	-	-	0.4	-	10.0	-	11.8	5,933.00	503
Other Matters	-	-	5.9	-	16.1	16.0	-	38.0	19,218.00	506
Property	-	-	-	1.2	-	-	-	1.2	708.00	590
Statutory Duties	0.5	-	3.4	-	5.2	3.2	-	12.3	6,606.00	537
Stock and Fixed Assets	-	-	0.9	1.5	6.0	28.0	-	36.4	14,395.00	395
Trading	9.3	-	35.4	41.7	10.5	108.4	11.6	216.9	104,102.00	480
VAT & Taxation	-	-	-	1.1	-	1.4	-	2.5	1,146.00	458
<b>Total Hours</b>	<b>18.7</b>	<b>-</b>	<b>65.6</b>	<b>80.2</b>	<b>39.8</b>	<b>284.2</b>	<b>25.7</b>	<b>514.2</b>		
<b>Time Costs (\$)</b>	<b>15,989.00</b>	<b>0.00</b>	<b>45,920.00</b>	<b>47,317.00</b>	<b>19,502.00</b>	<b>112,785.00</b>	<b>5,390.00</b>		<b>246,903.00</b>	
<b>Average Hourly Rate (\$)</b>	855	-	700	590	490	397	210		480	
<b>Category 1 Disbursements (\$)</b>	<b>8,482</b>									
<b>Category 2 Disbursements (\$)</b>	<b>-</b>									
	<b>8,482</b>									

Note: Time is charged in 6 minute intervals

JOL time costs for the period 3 October 2018 to 27 August 2024

	Partner	Associate Partner	Director	Staff Grade Assistant Director	Manager	Executive	Analyst	Total Hours	Total Cost \$	Average Rate \$
Accounting and Administration	13.7	1.1	13.1	147.5	45.4	530.2	212.0	963.0	367,514.50	382
Bank & Statutory Reporting	54.6	-	66.7	405.9	44.1	62.3	26.2	659.8	383,194.10	581
Creditors	92.5	-	156.2	171.8	30.2	194.9	11.8	657.4	384,560.50	585
Debtors	22.0	-	3.3	131.1	-	3.5	4.1	164.0	101,068.00	616
Director Litigation	18.8	-	71.1	44.3	-	26.0	3.4	163.6	101,925.00	623
Employee Matters	-	-	1.5	20.1	-	-	-	21.6	12,909.00	598
Immediate Tasks	5.8	-	-	2.6	1.3	11.0	-	20.7	12,080.50	584
Investigation/CDDA	74.1	-	120.1	50.8	56.6	60.8	-	362.4	227,844.50	629
Job Acceptance & Strategy	1.2	-	22.2	0.1	-	6.9	-	30.4	19,330.50	636
Legal Issues	79.1	-	0.5	68.8	32.9	31.6	-	212.9	138,498.50	651
Other Assets	-	-	2.2	18.6	-	-	-	20.8	12,514.00	602
Other Matters	-	-	21.4	24.7	-	1.9	-	48.0	28,791.00	600
Property	-	-	-	-	-	0.2	-	0.2	71.00	355
Statutory Duties	8.0	-	2.3	51.4	76.5	108.0	9.5	255.7	119,496.50	467
Stock and Fixed Assets	-	-	41.7	31.6	237.1	7.0	1.6	319.0	163,270.00	512
Tasman Tools Handover	-	-	-	-	46.0	-	-	46.0	22,337.50	486
Trading	5.7	-	69.5	186.8	-	123.0	55.8	440.8	219,033.00	497
VAT & Taxation	-	-	0.2	57.9	7.3	8.0	79.8	153.2	57,578.50	376
<b>Total Hours</b>	<b>375.5</b>	<b>1.1</b>	<b>592.0</b>	<b>1,414.0</b>	<b>577.4</b>	<b>1,175.3</b>	<b>404.2</b>	<b>4,539.5</b>		
<b>Time Costs (\$)</b>	<b>321,052.00</b>	<b>770.00</b>	<b>414,400.00</b>	<b>834,261.00</b>	<b>282,926.00</b>	<b>433,718.60</b>	<b>84,889.00</b>		<b>2,372,016.60</b>	
<b>Average Hourly Rate (\$)</b>	855	700	700	590	490	369	210		523	
<b>Category 1 Disbursements (\$)</b>	<b>27,703</b>									
<b>Category 2 Disbursements (\$)</b>	<b>-</b>									
	<b>27,703</b>									

Note: Time is charged in 6 minute intervals

## Appendix B Proof of Debt

THE COMPANIES ACT (AS REVISED)

---

PROOF OF DEBT

---

PPC Limited (In Official Liquidation)

Grand Court Cause No. FSD 183 of 2018 (IKJ)

1	Creditor's Name	
2	Creditor's Address and relevant contact details	
3	Amount of claim	
	Principal	
	Interest (if any)	
	Total	
4	Summarise the basis upon which the claim arises	
5	List of supporting documentation (copies of which must be attached)	
6	Summarise basis for interest claim	
7	Interest calculation	

8	Particulars of any security held including a list of the relevant documentation	
9	Value of the security and date of valuation	

Signature of Creditor \_\_\_\_\_

Print name of Creditor \_\_\_\_\_

]

Capacity to sign \_\_\_\_\_

Date \_\_\_\_\_

*[State the name of the person signing the proof of debt, the capacity in which he is authorised to sign on behalf of the creditor and his contact details.]*



# Appendix C      Proxy Form

The Companies Act (As Revised)  
PROXY FORM

Notes to help completion  
of this form

PPC LIMITED (IN OFFICIAL LIQUIDATION)

Please give full name and  
address for  
communication.

NAME OF CREDITOR \_\_\_\_\_  
ADDRESS \_\_\_\_\_  
\_\_\_\_\_  
\_\_\_\_\_

Please insert name of  
person (who must be 18  
or over) or the "Chairman  
of the Meeting" (see note  
below). If you wish to  
provide for alternative  
proxy-holders in the  
circumstances that your  
first choice is unable to  
attend please state the  
name(s) of the  
alternative(s).

NAME OF PROXY FOR CREDITOR  
1. \_\_\_\_\_  
2. \_\_\_\_\_  
3. \_\_\_\_\_

Please delete words in  
brackets if the proxy-  
holder is only to vote as  
directed i.e. if he/she has  
no discretion.

I appoint the above person to be the creditor's proxy-holder at the meeting of creditors  
to be held at 10:00 am (Cayman Islands time) on 9 October 2024 or at any adjournment  
of that meeting. The proxy-holder is to propose or vote as below (and in respect of any  
resolution for which no specific instruction is given, may vote or abstain at his/her  
discretion).

**This form must  
be signed**

SIGNATURE \_\_\_\_\_  
DATE \_\_\_\_\_  
NAME IN CAPITAL LETTERS \_\_\_\_\_

Only to be completed if  
the creditor has not  
signed in person.

POSITION WITH CREDITOR OR RELATIONSHIP TO CREDITOR OR OTHER  
AUTHORITY FOR SIGNATURE  
\_\_\_\_\_  
\_\_\_\_\_  
\_\_\_\_\_  
\_\_\_\_\_

PLEASE NOTE THAT IF YOU NOMINATE THE CHAIRMAN OF THE MEETING TO  
BE YOUR PROXY-HOLDER HE/SHE WILL BE ONE OF THE JOINT OFFICIAL  
LIQUIDATORS OR A MEMBER OF THE JOINT OFFICIAL LIQUIDATORS' STAFF

## Appendix D Receipts and Payments

### For the period from 28 August 2018 to 27 August 2024

	Period 28 August 2018 to 27 August 2023	Period 28 August 2023 to 27 August 2024	Total Period 28 August 2018 to 27 August 2024
Receipts			
Assignment of Occidental customer contract	3,417,047	5,187	3,422,235
Post-appointment sales	2,517,664		2,517,664
Pre-appointment debtors	4,468,784		4,468,784
Recovery of pre-appointment deposits	150,312		150,312
Cash at date of appointment	203		203
Stock sales - rental assets	2,983,349		2,983,349
Stock sales - production tubing	330,050		330,050
Stock rental income	99,195		99,195
Recovery of stock realisation costs	156,482		156,482
Dividend from liquidation of Pipeline Supplies Bahrain	64		64
Dividend from liquidation of Petrostem Rentals Ltd	1,137,127		1,137,127
Litigation settlement proceeds	-	4,087,701	4,087,701
Bank interest received	6,216	180,503	186,719
	15,266,494	4,273,391	19,539,885
Payments			
Bank charges	5,475	380	5,855
Consultants fees & expenses	29,724	-	29,724
Employee expenses	2,921		2,921
Employee healthcare	21,380		21,380
Exchange rate difference on fx payments	(960)	712	(248)
Inspection fees	450		450
Legal fees & expenses	370,663	166,750	537,412
Liquidators' fees and expenses	2,121,465	73,816	2,195,281
Material purchases	908,042		908,042
Pipe coating	487,446		487,446
Pipe handling / packing / shipment charges	193,823		193,823
Repairs	29,272		29,272
Statutory advertising	9,943	119	10,062
Stock agents' fees & commission	591,047		591,047
Branch closure fees and expenses	10,088		10,088
Sundry expenses	1,803	3,928	5,731
Wages & salaries	108,971	-	108,971
Yard storage costs	27,022		27,022
VAT & GST (payable) / recoverable	-		-
Prepayments - Inter-company settlement	61,251		61,251
Insurance - Inter-company settlement	65,000		65,000
Inter-company - Petroleum Pipe Company Limited (In Administration)	-		-
Litigation settlement costs	-	612,873	612,873
Distribution to the Bank of Scotland Plc	8,700,000	-	8,700,000
	13,744,826	858,577	14,603,403
	1,521,668	3,414,814	4,936,481
Represented by:			
Bank balances			
Royal Bank of Scotland			4,968,137
Butterfield Bank (Cayman)			6,838
Inter-company - Petroleum Pipe Group Limited (In Liquidation)			(38,494)
			4,936,481

#### Notes

1. Certain payments have been apportioned between the entities within the PPG Group and Petrostem Group which are subject to insolvency proceedings (e.g. where multiple entities utilise staff, yard space, etc. but are paid for by one entity). Further apportionment may, however, be required once final costs are known.
2. Receipts and payments are stated net of VAT or other applicable goods and services taxes.
3. These accounts do not reflect estimated future realisations or associated costs.
4. The inter-company balances shown above reflect cash receipts or payments in respect of other group companies and will be settled by the relevant company in due course.
5. The following exchange rates have been applied to the above: GB£:US\$ 1.3; and US\$:AED 3.673

# Appendix E      Resolutions

PPC Limited (in Official Liquidation) (the “Company”)  
All known creditors  
8 October 2024  
Resolutions

Resolution 1

That the Remuneration Agreement between the Company, the Joint Official Liquidators and the creditors of the Company for the period from 1 January 2025 to 31 December 2025 is approved.

AGREED / NOT AGREED  
*(please delete whichever is not appropriate)*

Resolution 2

That the Joint Official Liquidators’ fees for the period from 28 August 2023 to 27 August 2024, as set out in the table below, are hereby approved.

Company	Period to 28 August 2023	Period 28 August 2023 to 27 August 2024	Total Fees to 27 August 2024
PPC Limited	\$2,174,029	\$197,988	\$2,372,017

The above liquidation fees for the period 28 August 2023 to 27 August 2024 will be drawn in accordance with the Remuneration Agreement in effect during that period.

AGREED / NOT AGREED  
*(please delete whichever is not appropriate)*

Resolution 3

That the Joint Official Liquidators be permitted to draw unpaid disbursements of \$3,885.

AGREED / NOT AGREED  
*(please delete whichever is not appropriate)*

Signed \_\_\_\_\_

Please print name \_\_\_\_\_

For \_\_\_\_\_  
(please print name of creditor, if not signing in person)

Date \_\_\_\_\_

## Appendix F      Proposed Remuneration Agreement for the period from 1 January 2025 to 31 December 2025

SEE OVERLEAF

**PPC Limited (In Official Liquidation)**  
**Remuneration Agreement**  
**Companies Act (2023 Revision) - Insolvency Practitioners' Regulations (2023 Consolidation)**  
**(the "IPR")**

This agreement sets out the basis of remuneration and charge out rates upon which the Joint Official Liquidators (as defined below) of PPC Limited (In Official Liquidation) propose to be remunerated for their work from 1 January 2025 to 31 December 2025 (the "**Agreement**").

**Between:**

(1) PPC Limited (In Official Liquidation) (the "**Company**"); and (2) Eleanor Fisher of EY Cayman Ltd., 62 Forum Lane, Camana Bay, PO Box 510, Grand Cayman, Cayman Islands; Kristopher Aspin of Ernst & Young LLP, Atria One, 144 Morrison Street, Edinburgh, EH3 8EX, United Kingdom; and Gavin Yuill of Ernst & Young LLP, G1, 5 George Square, Glasgow G2 1DY, United Kingdom in their capacities as the Joint Official Liquidators (the "**JOLs**") of the Company; and (3) the creditors of the Company (collectively, the "**Parties**").

**Whereas:**

- A. Keiran Hutchison, Colin Dempster and Gavin Yuill were appointed Joint Official Liquidators of the Company by order of the Grand Court of the Cayman Islands (the "**Grand Court**") dated 3 October 2018. On 19 June 2023, Kristopher Aspin replaced Colin Dempster as Joint Official Liquidator of the Company pursuant to an order of the Grand Court. On 5 July 2024, Eleanor Fisher replaced Keiran Hutchison as Joint Official Liquidator of the Company pursuant to an order of the Grand Court.
- B. The liquidation committee for the Company was constituted on 1 November 2018. Upon the resignation from the committee of one of the three sitting members effective 15 September 2023, the committee was disbanded. On 5 July 2024, the Grand Court ordered that the JOLs be permitted to dispense with the requirement to establish a liquidation committee in respect of the Company.
- C. The JOLs and their staff shall be entitled to incur disbursements, including legal or other professional fees, and to be reimbursed for those disbursements subject to their duty to ensure that such disbursements are properly incurred and reasonable. In respect of their own remuneration, the JOLs will seek approval of their fees from the creditors of the Company and the Grand Court pursuant to Regulation 12 of the IPR.
- D. The JOLs set out herein the terms of their proposed remuneration in accordance with Regulation 15 of the IPR.

**IT IS AGREED AS FOLLOWS:**

- 1. The JOLs and their staff shall be remunerated from the estate of the Company as calculated on a time spent basis at the hourly rates specified in this Agreement.
- 2. The following hourly rates of remuneration (which remain unchanged from the commencement of the Official Liquidation) to be applied by the JOLs and their staff from 1 January 2025 are ratified and approved in all respects and conform with the IPR Schedule Part A:

Position	JOLs' proposed rates (USD)	Minimum IPR rate (USD)	Maximum IPR rate (USD)
JOL / Partner	\$ 855	570	1,075
Associate Partner / Director	\$ 700	510	815
Senior Manager	\$ 590	420	680
Manager	\$ 490	330	570
Assistant Manager	\$ 450	330	570
Senior	\$ 355	240	415
Staff/Assistant	\$ 210	60	240
Intern	\$ 185	60	240

3. The rates set out in this Agreement will continue to apply until the Parties determine it appropriate to review and renegotiate the rates of remuneration for the JOLs and their staff. The JOLs and their firms shall not be obliged to accept less than the minimum hourly rates prescribed in the IPR (as amended from time to time). The creditors shall not be authorised to agree to pay more than the maximum hourly rates prescribed in the IPR (as amended from time to time).
4. The following basis of remuneration as originally agreed with the liquidation committee on 28 October 2021 will continue to apply:
  - a. That the approved liquidation fees to 27 August 2021 of \$1,888,184 be capped at \$1,800,000 (subject to paragraph 4(d)(ii) below).
  - b. That the Joint Official Liquidators' fees in connection with Statutory and Reporting work from 28 August 2021 be charged at the fee rates set out above but payment of these fees shall be limited on an annual basis to \$60,000.
  - c. That the Joint Official Liquidators' fees in respect of the proposed litigation against certain former directors of the Company (the "**Proposed Litigation**") be charged based on the agreed hourly fee rates set out above. The Joint Official Liquidators will draw 75% of the fees incurred in connection with the Potential Litigation on a monthly basis in arrears without further approval from the creditors of the Company, subject to these fees being settled from the funding being provided by Balance Legal Capital I G Limited. The remaining balance of 25% of the fees incurred will be drawn in cash, only from available proceeds from the Proposed Litigation, subject to the approval of the creditors of the Company and the Grand Court in line with this Agreement.
  - d. That the Joint Official Liquidators' fees incurred on all other aspects of the liquidation (i.e. fees incurred in areas other than Statutory and Reporting or in connection with the Proposed Litigation) in the period from 28 August 2021 be charged at the agreed hourly fee rates set out in this Agreement. These fees will only be billed and paid if the funds available for distribution to creditors in the liquidation have improved from \$8,032,000. In that event 50% of the improvement will be available to:
    - i. settle the Joint Official Liquidators' fees from 28 August 2021; and
    - ii. settle any fees in the periods to 27 August 2021 above the fee cap set out at paragraph 4a of this Agreement.
5. All of the Joint Official Liquidators' fees due under paragraph 4(c) have now been paid in full.

6. Any disagreement between the JOLs and the creditors as to the hourly rates which are to be applied shall be referred to the Grand Court for determination.

### **Approval and Payment**

7. In the absence of a duly formed liquidation committee, the JOLs are required to seek approval of a resolution approving the official liquidators' proposed remuneration agreement at a creditors' meeting, pursuant to Regulation 15 (4) (b) of the IPR. It is proposed that this resolution be tabled at the next annual meeting of creditors to be held on 9 October 2024.
8. To assist the creditors in reaching an informed decision, the JOLs will issue a report and accounts, including details of work done, staff engaged and the hourly rates, to all creditors in advance of the meeting held to be held on 9 October 2024.
9. The remuneration of the JOLs and their staff must ultimately be approved by the Grand Court pursuant to the IPR. In that regard it is agreed that the JOLs may apply to the Grand Court from time to time for approval of fees already approved by the creditors, without further recourse to the creditors.
10. The creditors agree that in accordance with Regulation 10 (2) of the IPR, pending the approval of the Grand Court, the JOLs may on a four-weekly in arrears basis draw a payment on account which may not exceed 80% of the amount of the total remuneration sought.
11. In the event that the Grand Court orders remuneration less than any payment drawn on account, the JOLs shall reimburse the estate forthwith in respect of any balance.

### **Choice of Law**

12. This Agreement shall be governed by and construed in accordance with the laws of the Cayman Islands. The Grand Court shall have exclusive jurisdiction to settle any dispute arising out of or in connection with this Agreement and the Parties hereby submit to the exclusive jurisdiction of the Grand Court.

### **Approval**

13. It is intended that this Agreement will be approved by way of a resolution of the creditors of the Company in accordance with Order 8, Rule 9 (1) of the Companies Winding Up Rules (as amended). If the resolution is not deemed to be formally passed, the JOLs shall apply to the Grand Court pursuant to Regulation 13 of the IPR for an order approving their proposed remuneration agreement.