

Jane Steer, Tim Higgins and Peter Dickens of PwC have been appointed as joint administrators of Eco Modular Buildings Limited and Rawson Brook Group Holdings Limited, together “the Group”.

Incorporated on 28 January 2016, Rawson Brook Group Holdings Limited was the parent company in the Group and acted as the holding company; its 100% owned subsidiary is Eco Modular Buildings Ltd and was incorporated on 3 September 2010. The registered office for both Companies is 31 Copenhagen Road, Hull, East Yorkshire, HU7 0XQ. The Companies operated as an off-site modular construction business, predominantly within the education sector.

On appointment, the joint administrators completed a sale of the business and assets of the Group to Spatial Initiative Limited. The deal represents the best option available to the creditors as a whole under severely limited timescales.

The deal also saw the transfer of the vast majority of the Companies’ 65 employees to the Purchaser.

The Group has experienced significant revenue growth since it was established, however from 2020 the Group began to experience a series of challenges that meant it required additional funding to continue trading.

However, throughout 2022 the Group continued to experience significant delays on projects, resulting in operating losses, eroding the working capital available to the Group.

PwC was engaged in August 2022 to review the Group’s cash flow and carry out an independent business review of the Companies. Following PwC’s engagement, management reviewed all available options and concluded that pursuing a sale process was the appropriate course of action.

PwC was retained by the Group to manage this process, and on 24 March 2023 the sale was transacted which saw the Group's business and assets being sold to Spatial Initiative Limited.

Jane Steer, joint administrator and partner, PwC, said:

"Particularly during the current testing economic climate, the completion of this transaction provides much needed certainty to over 50 members of staff after a period of understandable concern following the Group's challenges over the past months. We would like to wish the purchaser, and the Eco employees, every success in their next chapter together."