



For further information, please
refer to our guidance at
www.gov.uk/companieshouse

1 Company details

Company number	0	0	1	6	4	2	9	1
Company name in full	ARG Realisations 2016 Limited							

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

2 Administrator's name

Full forename(s)	Peter
Surname	Saville

3 Administrator's address

Building name/number	6 New Street Square
Street	
Post town	London
County/Region	
Postcode	E C 4 A 3 B F
Country	

4 Administrator's name ①

Full forename(s)	Catherine
Surname	Williamson

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

5 Administrator's address ②

Building name/number	Ship Canal House
Street	8th Floor 98 King Street
Post town	Manchester
County/Region	
Postcode	M 2 4 W U
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 6	^m 0	^m 4	^y 2	^y 0	^y 2	^y 0	
To date	^d 2	^d 5	^m 1	^m 0	^y 2	^y 0	^y 2	^y 0	

7 Progress report

☒ I attach a copy of the progress report

8 Sign and date

Administrator's signature	Signature X <i>Chen</i>	X							
Signature date	^d 0	^d 1	^m 1	^m 2	^y 2	^y 0	^y 2	^y 0	

**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 **Melissa Fielding**

Company name **AlixPartners**

Address **Ship Canal House**
8th Floor 98 King Street

Post town **Manchester**

County/Region

Postcode **M 2 4 W U**

Country

DX

Telephone **+44 (0) 161 838 4500**

**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

ARG Realisations 2016 Limited,
AR Realisations 2016 Limited,
ARG (Property) Limited and
CC Realisations 2016 Limited
All in Administration

19 November 2020

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Appendix A.	Statutory information
Appendix B.	Receipts and Payments Accounts for the period 26 April 2020 to 25 October 2020 and Cumulative Accounts for the period since appointment
Appendix C.	Administrators' fees
Appendix D.	Administrators' expenses and disbursements
Appendix E.	Additional information in relation to the Administrators' fees pursuant to Statement of Insolvency Practice 9
Appendix F.	Exit route and discharge from liability

AlixPartners
Ship Canal House
8th Floor
98 King Street
Manchester M2 4WU

t: +44 (0) 161 838 4500 f: +44 (0) 161 838 4501

- 1.1 As you will be aware Peter Saville and Catherine Williamson (the **Administrators**) were appointed on 26 April 2016.
- 1.2 In accordance with UK insolvency legislation, an administrator is required to provide a progress report covering the period of six months commencing on the date on which a company entered into administration and every subsequent period of six months. This progress report covers the period 26 April 2020 to 25 October 2020 (the **Period**) and should be read in conjunction with all previous reports.
- 1.3 This report has been prepared in accordance with rule 18.2 of the Insolvency (England and Wales) Rules 2016.
- 1.4 The purpose of this report is to provide statutory and financial information about the Companies and to provide an update on the progress of the Administrations, including details of assets realised during the Period, details regarding the Administrators' fees and the expected outcome for each class of creditor.
- 1.5 As a reminder, the administrator of a company must perform their functions with a view to achieving one of the following statutory objectives:
 - Objective 1: rescuing the company as a going concern;
 - Objective 2: achieving a better result for the company's creditors as a whole than would be likely if the company were wound up (without first being in administration); or
 - Objective 3: realising property in order to make a distribution to one or more secured or preferential creditors.
- 1.6 In these cases the Administrators are pursuing the second statutory objective. Further details on the actions taken to achieve that objective can be found in section 3 of this report.
- 1.7 Details of the Administrators' fees and disbursements incurred are provided at Appendices C to E.
- 1.8 More information relating to the Administration processes, Administrators' fees and creditors' rights can be found on AlixPartners' creditor portal (<https://www.alixpartnersinfoportal.com>).
- 1.9 If you require a hard copy of this report or have any queries in relation to its contents, or the Administrations generally, please contact Melissa Fielding on 0161 838 4529, by email at creditorreports@alixpartners.com, or write to AlixPartners' office at Ship Canal House, 8th Floor, 98 King Street, Manchester, M2 4WU.
- 1.10 This report has been produced during the Covid-19 restrictions in effect in the UK. As a result, the Administrators and their staff had limited access to their physical case files and had to produce this report remotely. Every reasonable step has been taken to ensure that the information is accurate, but if anything is incorrect or incomplete, the appropriate amendments and an accompanying explanation will be provided in the next report.

Secured creditor: Wells Fargo Capital Finance (UK) Limited (Wells Fargo)	7.17 million	6.00 million
Secured creditor: Alteri Luxembourg 2 SARL and Alteri Europe L.P (Alteri)	18.24 million	5.09 million
Preferential creditors	24,476	100 pence in the pound
Unsecured creditors	15.01 million	3.80 pence in the pound

Secured creditor: Wells Fargo	7.17 million	507,827
Secured creditor: Alteri	18.24 million	2.55 million
Unsecured creditors	53.31 million	0.22 pence in the pound

Secured creditor: Wells Fargo	7.17 million	275,723
Secured creditor: Alteri	18.24 million	82,000
Unsecured creditors	766,551	Nil

Secured creditor: Wells Fargo	7.17 million	389,427
Secured creditor: Alteri	18.24 million	300,000
Unsecured creditors	40.72 million	Nil

Wells Fargo and Alteri (together the **Secured Creditors**) hold cross-guarantees across the Companies and as such, each company is jointly and severally liable for the debts under the terms of the guarantees.

Wells Fargo held first ranking charges and at the date of appointment was owed approximately £7.17 million by the Companies. Wells Fargo has been repaid in full by the Companies during the Administrations.

Alteri holds second and third ranking charges and was owed a total of approximately £18.24 million at the date of the Administrators' appointment.

To date, Alteri has received distributions totalling £8.09 million. This includes a distribution of £84,565 from Austin Reed Credit Services Limited (**ARCS**), an entity in the wider group which was previously in administration and was also subject to the cross-guarantees.

Any future return to Alteri is dependent on the success of the Companies' claim against the merchant providers, as detailed in section 3.

Preferential claims of £24,476 were received in respect of ARGL and a dividend of 100 pence in the pound was distributed on 22 June 2017.

No preferential claims were submitted against ARL, ARGP or CCL.

The level of unsecured creditors in ARGL and ARL is based on claims reviewed and agreed by the Administrators for dividend purposes. The level of unsecured creditors in ARGP and CCL is based on the claims received to date.

As previously reported, the Administrators have distributed funds of £569,625 and £117,073 (after costs) to the unsecured creditors of ARGL and ARL, respectively. This represents a dividend rate of 3.80 pence in the pound in ARGL and 0.22 pence in the pound in ARL.

At present, there are insufficient funds to enable any future distributions to the unsecured creditors of the Companies, either by way of the Unsecured Creditors' Funds (as defined at section 4.9), or otherwise. However, the position may change depending on the outcome of the potential claim detailed in section 3.

In respect of preferential or unsecured creditors, UK insolvency legislation stipulates that creditors of the same class should be treated equally. Hence the funds available for distribution are split on a pro-rata basis amongst all creditors of each class, regardless of the size of their claims.

For further information please refer to section 4 of this report.

- 3.1 Attached at Appendix B are the Administrators' Receipts and Payments Accounts for the Period, together with Cumulative Accounts for the period since the date of the appointments.
- 3.2 Please note that as there have been no changes to the Trading Receipts and Payments Accounts of the Companies in the Period, these accounts are not repeated in this progress report.
- 3.3 In addition to their statutory objective, the Administrators have duties imposed by insolvency and other legislation and their regulating professional bodies. The Administrators have set out information in respect of the progress of these duties in addition to that of the realisation of assets and distribution of available funds. The detail provided is intended to provide users of this report with information to allow them to understand how the Administrators' fees and expenses as set out in Appendices C to E have been incurred, as well as the sensitivities that might be applicable to the Administrators' anticipated fees and expenses over the remainder of the Administrations.
- 3.4 As detailed in the Administrators' previous progress report, the Companies joined a consortium of other retailers to bring a claim against various merchant service providers (the **Consortium**) in respect of anti-competitive merchant interchange fees which were incurred in operating card payment systems before the Companies ceased trading.
- 3.5 There is ongoing litigation between various retailers and the merchant service providers. Various retailers commenced proceedings in different courts which resulted in three judgments at first instance, each of which had a different outcome and were consolidated for the purposes of appeals. The Supreme Court also granted the merchant service providers permission to appeal and the hearing for the appeals was held in January 2020.
- 3.6 On 17 June 2020, the Supreme Court upheld the decision provided previously by the Court of Appeal and gave its judgment in favour of the retailers. The judgment asserts that the merchant service providers were in breach of competition regulations under EU law.
- 3.7 As a result, the Consortium can now litigate its claim, subject to budget and insurance clearance. Prior to moving to that stage, the Consortium has re-entered settlement discussions with the merchant service providers who are now engaging following the Supreme Court judgment. In the event these negotiations are successful, additional funds may become available to the Companies, however the quantum and timing currently remain uncertain.
- 3.8 Due to the sensitive nature of this claim and the ongoing commercial discussions with the merchant service providers, the Administrators are unable to provide further information at this stage, however a further update will be provided in the Administrators' next report.

3.9 During the Period, the following bank interest was received by the Companies.

Bank interest	73	36	16	17
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- 3.10 In addition to their duties relating to realising and distributing the assets of the Companies, the Administrators must comply with certain statutory compliance matters in accordance with the Insolvency Act 1986. These include preparing bi-annual reports to creditors advising of the progress of the Administrations and liaising with various stakeholders. The Administrators are also responsible for liaising with HM Revenue & Customs to determine the final position in respect of corporation tax, PAYE, VAT and other taxes that may be owed by or to the Companies, and for filing tax returns for the duration of the Administrations.
- 3.11 In order to ensure the matters of the Administrations are being progressed sufficiently, the Administrators have a duty to conduct periodic case reviews and complete case checklists. In addition, the Administrators' treasury function will also comply with cash accounting requirements including raising payments, processing journal vouchers and posting receipts, preparing bank reconciliations and statutory returns.
- 3.12 The time taken for statutory tasks is largely fixed, insofar as the cost of preparing a report to creditors or filing an annual return is similar for most cases, except where cases are very large or complex. Where the costs of statutory compliance and reporting to creditors exceeds the initial estimate, it will generally be because the duration of the case has been longer than expected, due to, for example, protracted realisation of assets, and therefore additional periodic reports have had to be prepared and distributed to stakeholders.
- 3.13 The Administrators have incurred time during the Period in providing regular updates on the progress of the Administrations to Alteri and dealing with general correspondence received from creditors of the Companies.
- 3.14 For further details on the estimated outcome for creditors, please refer to section 4.

- 4.1 Wells Fargo was granted first ranking legal charges on 21 May 2014 by the Companies and holds cross-guarantees between all of the Companies.
- 4.2 At the date of appointment, Wells Fargo was owed approximately £7.17 million under its security and has been repaid in full.
- 4.3 Alteri holds second and third ranking fixed and floating charges which are cross-guaranteed by the Companies.
- 4.4 At the date of appointment, Alteri was owed approximately £18.24 million (excluding interest and charges) under its security.
- 4.5 To date, Alteri has received distributions totalling £8.09 million from the Companies and from ARCS, which was previously in administration and was also subject to the cross-guarantees.
- 4.6 The total return to Alteri under its security will be subject to the success of the Companies' claim against the merchant service providers as detailed in section 3.
- 4.7 On 22 June 2017, the Administrators distributed a dividend of £24,476 to the preferential creditors of ARGL, representing a dividend rate of 100 pence in the pound.
- 4.8 No further preferential claims are expected in any of the Companies.
- 4.9 Where there is a floating charge which was created on or after 15 September 2003, the Administrators are required to create a fund from a company's net property available for the benefit of unsecured creditors (**Unsecured Creditors' Fund**), commonly known as the 'Prescribed Part'.
- 4.10 As all floating charges granted by the Companies post-date 15 September 2003, there is a requirement to create a fund in each case.
- 4.11 On 29 March 2018, the Administrators distributed a total dividend of £569,625 (after costs) to the unsecured creditors of ARGL via the Unsecured Creditors' Fund, representing a dividend rate of 3.80 pence in the pound.
- 4.12 On 23 March 2018, the Administrators distributed a total dividend of £117,073 (after costs) to the unsecured creditors of ARL via the Unsecured Creditors' Fund, representing a dividend rate of 0.22 pence in the pound.

- 4.13 The Administrators anticipate that there will be insufficient funds to enable any further distributions to the unsecured creditors of the Companies, however this is subject to the final outcome of the potential claim detailed in section 3.

- 5.1 Within 21 days of the receipt of this report, a secured creditor, or an unsecured creditor (with the agreement of at least 5% of the value of the unsecured creditors of the relevant entity) may request in writing that the Administrators provide further information about their fees or expenses which have been itemised in this progress report.
- 5.2 Any secured creditor, or an unsecured creditor (with the agreement of at least 10% of the value of unsecured creditors of the relevant) may, within eight weeks of receipt of this report, make an application to court on the grounds that the basis fixed for the Administrators' fees is inappropriate, or that the fees charged or the expenses incurred by the Administrators during the period of this report are excessive.
- 5.3 The Administrators are required to provide a progress report within one month of the end of the next six months of the Administrations, or earlier if the Administrations have been finalised. For details of the proposed exit route please see Appendix F.

For and on behalf of
The Companies



Catherine Williamson
Administrator

Encs

Company name	ARG Realisations 2016 Limited
Registered number	00164291
Registered office	Ship Canal House, 8th Floor, 98 King Street, Manchester, M2 4WU
Former registered office	Station Road, Thirsk, North Yorkshire, YO7 1QH
Trading addresses	Please refer to Appendix C of the Proposals
Trading name	Austin Reed
Court details	The High court of Justice, Chancery Division, Leeds District Registry
Court reference	365 of 2016

Company name	AR Realisations 2016 Limited
Registered number	00399575
Registered office	Ship Canal House, 8th Floor, 98 King Street, Manchester, M2 4WU
Former registered office	Station Road, Thirsk, North Yorkshire, YO7 1QH
Trading addresses	Please refer to Appendix C of the Proposals
Trading name	Austin Reed
Court details	The High court of Justice, Chancery Division, Leeds District Registry
Court reference	362 of 2016

Company name	ARG (Property) Limited
Registered number	01459151
Registered office	Ship Canal House, 8th Floor, 98 King Street, Manchester, M2 4WU
Former registered office	Station Road, Thirsk, North Yorkshire, YO7 1QH
Trading addresses	Please refer to Appendix C of the Proposals
Trading name	Viyella
Court details	The High court of Justice, Chancery Division, Leeds District Registry
Court reference	364 of 2016

Company name	CC Realisations 2016 Limited
Registered number	00510900
Registered office	Ship Canal House, 8th Floor, 98 King Street, Manchester, M2 4WU
Former registered office	Station Road, Thirsk, North Yorkshire, YO7 1QH
Trading addresses	Please refer to Appendix C of the Proposals
Trading name	Country Casuals
Court details	The High court of Justice, Chancery Division, Leeds District Registry
Court reference	361 of 2016

Alan Charlton	c/o Ship Canal House, 8 th Floor, 98 King Street, Manchester, M2 4WU	Director
Nicholas Hollingworth	c/o Ship Canal House, 8 th Floor, 98 King Street, Manchester, M2 4WU	Director

Peter Mark Saville	AlixPartners, 6 New Street Square, London, EC4A 3BF	9029 Insolvency Practitioners Association
Catherine Mary Williamson	AlixPartners, Ship Canal House, 8 th Floor, 98 King Street, Manchester, M2 4WU	15570 Insolvency Practitioners Association

In accordance with paragraph 100(2) of schedule B1 of the Insolvency Act 1986, all functions of the Administrators are to be exercised by either one or both of the Administrators. All references to the Administrators should be read as the Joint Administrators.

The Administrations were initially extended for a period of 12 months to 25 April 2018 with the consent of the secured and, where applicable, preferential creditors. The Administrations were extended by the court for a further period of 24 months to 25 April 2020. On 26 March 2020, the Administrations were extended for an additional 12 month period with the permission of the court.

The Administrations will now expire on 25 April 2021. A further court extension may be sought dependent on the final outcome of the potential claim detailed in section 3.

4,818,182	Leasehold property	-	7,005,547
	Bank interest	7	3,188
		7	7,008,735
	Administrators' fees	-	260,206
	Legal fees and disbursements	-	99,395
	Insurance of assets	-	1,204
	Agent's/valuer's fees	-	222,000
	Bank charges	-	99
		-	(582,904)
	Fixed chargeholder - Wells Fargo	-	6,000,000
	Fixed chargeholder - Alteri	-	399,617
		-	(6,399,617)
	Furniture and equipment	-	58,663
7,394,594	Stock	-	3,324,649
325,000	Duty deferment bond	-	330,954
	Insurance refund	-	8,361
29,208	Cash at bank	-	528,932
	Book debts	-	7,471
	Rates refund	-	7,286
	Retentions	-	1,782
	Bank interest	66	3,401
	Court compensation	-	5,524
	Sundry receipts	-	8,610
	Trading profit	-	2,881,382
		66	7,167,015
	Preparation of Statement of Affairs	-	2,000
	Administrators' fees:		
	General	-	272,897
	Unsecured Creditors' Fund	-	30,375

Category 1 disbursements:		
Statutory advertising	-	254
Travel and subsistence	-	24,292
Storage costs	-	303
Stationery, postage and photocopying	-	10,069
Telephone charges	-	101
Category 2 disbursements:		
Photocopying and printing	-	481
Cost of consignment stock sold to AROL	-	1,307,454
Debt collection fees	-	1,160
Agent's/valuer's fees	1,268	11,384
Corporation tax	-	446
Employee claim processing costs	-	61,785
Legal fees and disbursements	-	90,486
Pre-appointment wages	-	158
Bank charges	1	2,699
Sundry costs	-	3,671
	(1,269)	(1,820,015)
 Floating chargeholder - Alteri	-	 4,684,747
Preferential creditors:		
Dividend - 100p/ £, 22/06/2017	-	24,476
Unsecured creditors:		
Dividend - 3.80p/ £, 29/03/2018	-	569,625
	-	(5,278,847)
 Interest bearing accounts		 93,646
VAT receivable		721

Note: The above is subject to small rounding differences.

	Leasehold property	-	185,167
437,000	Intellectual property	-	2,450,000
627,158	Book debts	-	178,469
	Concession receipts	-	2,436
	Bank interest	20	994
		20	2,817,066
	Administrators' fees	-	101,255
	Legal fees	-	43,046
	Legal disbursements	-	2,392
	Agent's/valuer's fees	-	17,250
	Concession commission	-	66,104
	Insurance of assets	-	5,057
	Bank charges	-	23
		-	(235,127)
	Fixed chargeholder - Wells Fargo	-	507,827
	Fixed chargeholder - Alteri	-	2,052,006
		-	(2,559,833)
	Book debts	-	212,488
	Tax refund	-	7,835
	Rates refund	17	7,590
	Bank interest	16	4,741
	Sundry receipts	-	1,135
	Utility refund	-	8,101
	Unclaimed dividends from the CVA	-	24,188
	Trading surplus	-	578,364
		33	844,440
	Administrators' fees:		
	General	-	38,629
	Unsecured Creditors' Fund	-	13,704
	Category 1 disbursements:		
	Specific penalty bond	-	225
	Travel and subsistence	-	192
	Stationery, postage and photocopying	-	2,858
	Telephone charges	-	18
	Category 2 disbursements:		

ARG Realisations 2016 Limited (**ARGL**), AR Realisations 2016 Limited (**ARL**), ARG (Property) Limited (**ARGP**) and CC Realisations 2016 Limited (**CCL**) – all in Administration (together the **Companies**)

Printing and photocopying	-	87
Property agent's fees	-	2,889
Employee agent costs	-	4,340
Legal fees and disbursements	-	59,478
Debt collection fees	-	-
Agent's/valuer's fees	-	1,158
Concession commission	-	81,306
Corporation tax	-	1,086
Hypothec charges	-	10,000
Bank charges	-	209
	-	(216,179)
Floating charge creditor - Alteri	-	485,256
Unsecured creditors:		
Dividend - 0.22p/ £, 23/03/2018	-	117,073
	-	(602,329)
Interest bearing accounts		46,951
VAT receivable		1,089

Note: The above is subject to small rounding differences.

	Leasehold property	-	105,000
	Intellectual property	-	37,500
	Bank interest	5	245
715,703	Book debts	-	431,111
		5	573,856
	Administrators' fees	-	22,903
	Contribution to floating costs	-	28,311
	Corporation tax	-	144
	Insurance	-	1,806
	Legal fees	-	3,031
	Agent's/valuer's fees	-	2,625
	Concession commission	-	155,388
	Bank charges	-	6
	Sundry expenses	-	44
		-	(214,257)
	Fixed chargeholder - Wells Fargo	-	275,723
	Fixed chargeholder - Alteri	-	81,703
		-	(357,426)
	Contribution from fixed charge	-	28,311
	Funding from secured creditor	-	250,000
	Book debts	-	189,707
	Tax refund	-	8
	Rates refund	-	1,181
	Bank interest	11	526
	Sundry receipts	-	4,237
		11	473,970
	Trading deficit	-	408,893
	Category 1 disbursements:		
	Specific penalty bond	-	225
	Stationery and postage	-	620
	Category 2 disbursements:		
	Photocopying and printing	-	3
	Agent's/valuer's fees	201	201
	Concession commission	-	40,243
	Corporation tax	-	100

ARG Realisations 2016 Limited (**ARGL**), AR Realisations 2016 Limited (**ARL**), ARG (Property) Limited (**ARGP**) and CC Realisations 2016 Limited (**CCL**) – all in Administration (together the **Companies**)

Insurance	-	37
Legal fees	-	4,395
Bank charges	-	35
	(201)	(454,752)

Interest bearing accounts		21,148
VAT receivable		243

Note: The above is subject to small rounding differences.

ARG Realisations 2016 Limited (**ARGL**), AR Realisations 2016 Limited (**ARL**), ARG (Property) Limited (**ARGP**) and CC Realisations 2016 Limited (**CCL**) – all in Administration (together the **Companies**)

	Leashold property	-	132,093
	Intellectual property	-	512,500
620,588	Book debts	-	595,814
	Bank interest	12	702
	Concession receipts	-	5,140
		12	1,246,249
	Administrators' fees	-	51,817
	Legal fees	-	3,031
	Agent's/valuer's fees	-	18,188
	Insurance	-	8,428
	Concession commission	-	211,527
	Contribution to floating account	-	249,436
	Bank charges	-	19
		-	(542,446)
	Fixed chargeholder - Wells Fargo	-	389,427
	Fixed chargeholder - Alteri	-	300,000
		-	(689,427)
	Contribution from fixed account	-	249,436
	Book debts	-	181,537
	Rates refund	703	15,840
	Sundry receipts	-	293
	Unclaimed dividends from the CVA	-	5,695
	Bank interest	5	771
		708	453,573
	Trading deficit	-	323,827
	Category 1 disbursements:		
	Special penalty bond	-	225
	Stationery and postage	-	2,081
	Debt collection fees	-	444
	Agent's/valuer's fees	1,604	1,604
	Employee claim processing costs	-	5,700
	Corporation tax	-	200
	Concession commission	-	58,246
	Legal fees and disbursements	-	55,131
	Bank charges	1	101
		(1,604)	(447,560)
	Interest bearing accounts		20,146
	VAT receivable		243

Note: The above is subject to small rounding differences.

A copy of 'A Creditors' Guide to Administrations' can be downloaded from AlixPartners' creditor portal (<https://www.alixpartnersinfoportal.com>). If you would prefer this to be sent to you in hard copy please contact the Administrators and they will forward a copy to you.

Approval of the Administrators' fees has been sought in accordance with insolvency legislation. The original fee estimates provided in the Administrators' Statement of Proposals (the **Proposals**) were based on the time expected to be incurred during the Administrations. These estimates were approved by the secured creditors and, where applicable, the preferential creditors.

To date, the following fees have been drawn by the Administrators:

ARGL	260,206	272,897	30,375	563,478
ARL	101,255	38,629	13,704	153,588
ARGP	22,903	-	-	22,903
CCL	51,817	-	-	51,817

The fee estimates were originally provided when the basis of the Administrators' fees was approved. A copy of the anticipated amount of work and the costs associated with them per entity is set out below.

Trading	741	357	264,867
Realisation of assets	237	415	98,420
Administration (including statutory reporting)	293	463	135,569
Investigations	33	345	11,230
Creditors (claims and distribution)	222	367	81,416

ARG Realisations 2016 Limited (**ARGL**), AR Realisations 2016 Limited (**ARL**), ARG (Property) Limited (**ARGP**) and CC Realisations 2016 Limited (**CCL**) – all in Administration (together the **Companies**)

Trading	756	357	270,182
Realisation of assets	220	415	91,056
Administration (including statutory reporting)	261	463	120,693
Investigations	8	345	2,885
Creditors (claims and distribution)	57	367	20,917

Trading	469	357	167,749
Realisation of assets	4	415	1,835
Administration (including statutory reporting)	73	463	33,916
Investigations	7	345	2,392
Creditors (claims and distribution)	47	367	17,345

Trading	420	357	150,091
Realisation of assets	61	415	25,323
Administration (including statutory reporting)	66	463	30,346
Investigations	8	345	2,791
Creditors (claims and distribution)	53	367	19,32

The above estimates were based on information available to the Administrators at the time the approval of their fee basis was sought in the Administrations.

The Administrators' time costs for the Period for each of the Companies are summarised in the following Time Analyses, which provide details of the costs incurred by area of activity, the average rate per hour and the time costs per activity category.

The Administrators' time costs for the Period are £8,105. This represents 20.5 hours at an average rate of £395 per hour.

Trading	-	-	-	352,845
Realisation of assets	3.7	392	1,451	263,727
Administration (including statutory reporting)	16.8	395	6,654	413,065
Investigations	-	-	-	29,929
Creditors (claims and distribution)	-	-	-	49,090

The Administrators' time costs for the Period are £8,119. This represents 21.7 hours at an average rate of £374 per hour.

Trading	-	-	-	230,525
Realisation of assets	4.2	291	1,224	57,239
Administration (including statutory reporting)	17.5	395	6,895	189,845
Investigations	-	-	-	2,980
Creditors (claims and distribution)	-	-	-	24,936

The Administrators' time costs for the Period are £4,898. This represents 13.8 hours at an average rate of £355 per hour.

Trading	-	-	-	176,208
Realisation of assets	1.6	337	534	35,653
Administration (including statutory reporting)	12.2	358	4,364	96,996
Investigations	-	-	-	2,291
Creditors (claims and distribution)	-	-	-	5,553

The Administrators' time costs for the Period are £4,904. This represents 13.8 hours at an average rate of £355 per hour.

Trading	-	-	-	189,646
Realisation of assets	1.6	337	540	46,953
Administration (including statutory reporting)	12.2	358	4,364	107,277
Investigations	-	-	-	2,193
Creditors (claims and distribution)	-	-	-	4,643

NB Cumulative time is the total from the date of the Administrators' appointments to the end date of the Period.

Details of the progress of the Administrations to date, and matters that are outstanding or partially complete, together with an explanation of why the work was undertaken are set out in section 3.

Based upon the current position, the Administrators believe that the original fee estimates previously provided remain valid as fees drawn in each case will not exceed the estimates detailed above. Where time costs have exceeded the fee estimates as a result of the change in strategy and wind down of the businesses, the additional time will be written off.

The estimate of expenses anticipated to be incurred by the Administrators from third parties whilst dealing with the Administrations and trading on the business was provided to creditors in the Proposals; a copy of that estimate is set out below.

Squire Patton Boggs UK LLP	109,375	109,375	15,625	62,500
MBM Commercial	500	500	500	500
ERA Solutions	37,000	4,000	-	6,500
Alteri Agency Investments Limited	300,000	340,000	190,000	170,000
Travers Smith LLP	750	750	750	750
Olswang LLP	255	255	255	255
Gooch Cunliffe Whale LLP	100,000	22,500	21,250	85,500
Willis Towers Watson Limited	12,500	12,500	12,500	12,500
CAPA	Unascertained	Unascertained	Unascertained	Unascertained
PHD Property	Unascertained	Unascertained	Unascertained	Unascertained
Hilco Appraisal	15,000	2,000	2,000	1,000

The current position of the Administrators' expenses is set out in the Receipts and Payments Accounts at Appendix B.

A copy of the analysis of anticipated disbursements previously provided is set out below. The actual expenses may be found in the Receipts and Payments account at Appendix B.

Category 1 disbursements:

Specific penalty bond	225	225	225	225
Statutory advertising	170	170	170	170
Travel and subsistence	4,550	5,150	2,565	2,900
Storage	500	500	500	500
Stationery and postage	2,000	2,000	2,000	2,000
Telephone charges	50	50	50	50
Re-direction of mail	240	240	240	240

Category 1 disbursements of £41,463 have been drawn from the Companies.

Approval to draw category 2 disbursements has been given by the secured and, where applicable, the preferential creditors on 26 October 2016. Total category 2 disbursements drawn from the Companies is £571.

Detailed below is AlixPartners' policy in relation to:

- staff allocation and the use of sub-contractors;
- professional advisors; and
- disbursements.

The Administrators' general approach to resourcing their assignments is to allocate staff with the skills and experience to meet the specific requirements of the case.

The case team will usually consist of a managing director, a director or senior vice president, a vice president and a consultant. The exact case team will depend on the anticipated size and complexity of the assignment and the experience requirements of the assignment. On larger, more complex cases, several staff at all grades may be allocated to meet the demands of the case. The Administrators' charge-out rate schedule overleaf provides details of all grades of staff.

With regard to support staff, time spent by treasury staff in relation to tasks such as recording transactions and dealing with bank accounts is charged but secretarial time is only recovered if a large block of time is incurred, eg report compilation and distribution.

The following services are being provided on these assignments by external sub-contractors.

Employee claim processing	ERA Solutions Limited	Rate per employee	71,825
Debt collection	Consultiam Property Limited	20% of recoveries	1,604
Debt collection	PHD Property Advisory Limited	20% of recoveries	3,053
Agent's/valuer's fees	CAPA	20% of recoveries	7,304

On these assignments the Administrators have used the professional advisors listed below. The Administrators have also indicated the basis of their fee arrangements with them, which are subject to review on a regular basis.

Squire Patton Boggs UK LLP (legal advice)	Hourly rate and disbursements
Willis Towers Watson Limited (insurance)	Risk based premium
Gooch Cunliffe Whale LLP (property agent)	Percentage of realisations
Alteri Agency Investments Limited (retail agent)	Daily rate and element of fixed cost
Hilco Appraisal Limited (valuation and disposal advice)	Hourly rate and disbursements
CMS Cameron McKenna Nabarro Olswang LLP (legal advice)	Hourly rate and disbursements
MBM Commercial (legal advice)	Hourly rate and disbursements

The Administrators' choice was based on their perception of the professional advisors' experience and ability to perform this type of work, the complexity and nature of the assignments and the basis of their fee arrangements with them.

Category 1 disbursements do not require approval by creditors. Category 1 disbursements may include external supplies of incidental services specifically identifiable to the case, eg postage, case advertising, invoiced travel and external printing, room hire and document storage. Any properly reimbursed expenses incurred by the Administrators and their staff will also be chargeable.

Category 2 disbursements do require approval prior to being paid and will be drawn in accordance with the approval given, they may include printing and photocopying, and business mileage for staff travel - charged at the rate of 45 pence per mile.

ARG Realisations 2016 Limited (**ARGL**), AR Realisations 2016 Limited (**ARL**), ARG (Property) Limited (**ARGP**) and CC Realisations 2016 Limited (**CCL**) – all in Administration (together the **Companies**)

A schedule of AlixPartners' hourly charge-out rates for these assignments effective from 1 January 2020 is detailed below. Time is charged by the appointees and case staff in units of six minutes.

Managing director	760
Director	665
Senior vice president	560
Vice president	410-505
Consultant	230-340
Treasury and support	180-270

Based on current information, ARGL and ARL have no property to permit a distribution to their unsecured creditors other than by way of the Unsecured Creditors' Funds, which were distributed in March 2018. ARGP and CCL have no property to permit a distribution to their unsecured creditors.

In all cases, the Administrators will file notices, together with their final progress report, at court and with the Registrar of Companies for dissolution of the Companies. The Administrators will send copies of these documents to the Companies and their creditors and the appointments will end following the registration of the notices by the Registrar of Companies.

On 3 January 2017, the secured creditors and, where applicable, preferential creditors, approved that the Administrators will be discharged from liability under paragraph 98 of schedule B1 of the Insolvency Act 1986 directly after their appointments as Administrators cease to have effect.