In accordance with Rule 18.7 of the Insolvency (England & Wales) Rules 2016 and Sections 92A, 104A and 192 of the Insolvency Act 1986.

LIQ03
Notice of progress report in voluntary winding up

Companies House

WEDNESDAY

A7JONUW3
A19 28/11/2018 #165
COMPANIES HOUSE

1 Company details

Company number	0 0 2 7 8 5 7 6
Company name in full	Comet Group Limited

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

2 Liquidator's name

Full forename(s)	Nicholas Guy
Surname	Edwards

3 Liquidator's address

Building name/number	1 New Street Square
Street	
Post town	London
County/Region	
Postcode	E C 4 A 3 H Q
Country	

4 Liquidator's name ❶

Full forename(s)	Geoffrey Lambert
Surname	Carton-Kelly

❶ **Other liquidator**
Use this section to tell us about another liquidator.

5 Liquidator's address ❷

Building name/number	2nd Floor
Street	110 Cannon Street
Post town	London
County/Region	
Postcode	E C 4 N 6 E U
Country	

❷ **Other liquidator**
Use this section to tell us about another liquidator

LIQ03
Notice of progress report in voluntary winding up

6 Period of progress report

From date	d0 d3 m1 m0 y2 y0 y1 y7
To date	d0 d2 m1 m0 y2 y0 y1 y8

7 Progress report

☑ The progress report is attached

8 Sign and date

Liquidator's signature

Signature

X X

Signature date	d2 d7 m1 m1 y2 y0 y1 y8

LIQ03
Notice of progress report in voluntary winding up

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	Dominic Criscione
Company name	Deloitte LLP
Address	1 New Street Square
Post town	London
County/Region	
Postcode	E C 4 A 3 H Q
Country	
DX	
Telephone	+44 121 632 6000

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

Deloitte.

FRP Advisory

Comet Group Limited (in liquidation)

("the Company")

Company Number: 00278576

Registered Office: c/o Deloitte LLP
Hill House
1 Little New Street
London
EC4A 3TR

Progress report to creditors for the 12 month period to 2 October 2018 pursuant to Section 104A Insolvency Act 1986 and Rule 18.7 of the Insolvency (England & Wales) Rules 2016 ("the Rules")

Neville Barry Kahn, Christopher James Farrington and Nicholas Guy Edwards were appointed Joint Liquidators of Comet Group Limited following the cessation of the administration on 3 October 2013. Christopher James Farrington ceased to act as a Joint Liquidator of the Company by a court order dated 7 September 2017 in advance of his retirement from Deloitte LLP on 30 September 2017. Geoffrey Lambert Carton-Kelly of FRP Advisory LLP ("the Additional Liquidator") was appointed as Additional Liquidator of the Company by the court with effect from 11 June 2018. Neville Barry Kahn ceased to act as Joint Liquidator of the Company on 6 August 2018 as part of a block transfer court order, in advance of his retirement from Deloitte LLP on 31 August 2018. Nicholas Guy Edwards ("the Deloitte Liquidator") continues to act with the Additional Liquidator.

All licensed Insolvency Practitioners of Deloitte LLP ("Deloitte") were/are licensed in the UK to act as Insolvency Practitioners by the Institute of Chartered Accountants in England and Wales. Geoffrey Lambert Carton-Kelly of FRP Advisory LLP is licensed by the Insolvency Practitioners Association.

For the purposes of Section 231 of the Insolvency Act 1986 (as amended), ("the Act"), the Deloitte Liquidator and Additional Liquidator confirm that they are authorised to carry out all functions, duties and powers by either of them severally.

Council Regulation (EU) No 2015/848 applies and these are the main proceedings as defined in Article 3(1) of that regulation.

27 November 2018

Key messages

Key messages

Deloitte Liquidator

Nicholas Guy Edwards
Deloitte LLP
1 New Street Square
London EC4A 3HQ

Additional Liquidator

Geoffrey Lambert Carton-Kelly
FRP Advisory LLP
110 Cannon Street
London EC4N 6EU

Contact details

Email: cometcreditors@deloitte.co.uk
Website:
www.deloitte.com/uk/comet
Tel: +44 (0) 20 7007 3394
Deloitte LLP, Four Brindleyplace,
Birmingham B1 2HZ

	Commentary
Progress of the liquidation during the report period	• Settlement monies totalling £1,275,000 relating to claims initiated against third party suppliers were received in the period. • A further business rates refund of £2,329 has been received in the period. • Funds totalling £36,986 have been received in the period relating to uncollected rent from 1987. • The Deloitte Liquidator is now taking steps to seek to realise the Company's intellectual property, including the brand, certain trademarks and domain names. • The Additional Liquidator has been appointed to investigate certain matters prior to the original administration appointment.
Costs	• The basis of the Deloitte Liquidator's remuneration has been fixed on a time costs basis. • The basis of the Additional Liquidator's remuneration has not yet been fixed. **Deloitte Liquidator's costs** • The Deloitte Liquidator's time costs for the period of the report are £752,678. Please refer to page 13 for further details. • To date, the Deloitte Liquidator has drawn remuneration totalling £2,812,589. Please refer to pages 8 and 9 for further details. • Disbursements of £18,001 have been incurred in the report period. Please refer to page 17 for further details. **Additional Liquidator's costs** • The Additional Liquidator has incurred 920 hours of time for the period of the report. The fee basis has not yet been approved so the Additional Liquidator is not in a position to quantify the costs at this time. Please refer to page 16 for further details. • Disbursements of £550 have been incurred in the report period. Please refer to page 17 for further details. **Third Party costs** • Third party costs of £2,451,605 have been paid in the report period. For those costs incurred but not yet paid, please refer to page 7 for further details.
Outstanding matters	Deloitte Liquidator's matters • Recover final business rate refunds where they remain outstanding. • Finalise matters relating to ongoing litigation and claims against third party suppliers. • The Company's intellectual property is currently being remarketed for sale. • To assist the Additional Liquidator with his investigation as requested. • Conclude the Company's tax affairs and VAT matters in preparation for closure. Additional Liquidator's matters • To investigate certain matters and perform his duties in accordance with the court order appointing him as Additional Liquidator.
Dividend prospects	• Secured creditors will not be paid in full. • Preferential creditors have been paid in full. • Unsecured creditors have been paid a Prescribed Part dividend of 0.18p/£. Based on current information, subject to the outcome of the Additional Liquidator's investigations, we do not anticipate there to be any further dividends to unsecured creditors.

Progress of the liquidation

Progress of the liquidation
Summary

Deloitte Liquidator - Progress of the liquidation

Settlement monies

Settlements totalling £1,275,000 have been received in the period in respect of claims against third party suppliers. This brings the total settlement monies realised in the liquidation to £5,654,087. Details of these claims and the litigation are commercially sensitive and cannot be disclosed to creditors on confidentiality grounds.

Business rates refunds

Further rates refunds of £2,329 were recovered in the period and negotiations continue with various rating authorities in respect of outstanding refunds due.

This brings the total rate refunds realised in the liquidation to £1,984,096.

Uncollected rent

During the period, we received information relating to uncollected rent held by a firm of lawyers dating back to 1987. Funds totalling £36,986 were subsequently received into the liquidation estate.

Potential litigation

To date, pursuing the litigation and claims have resulted in the recoveries noted above. Matters arising from the claims against third party suppliers and ongoing litigation continue to be dealt with. Tasks include the review of the Company's books and records for the relevant parties, review and input to witness statements, settlement agreements and correspondence with solicitors including strategy meetings and tele conferencing.

These tasks are ongoing and the Deloitte Liquidator continues to investigate the potential for further recoveries, working with his legal advisers on various claims in order to maximise realisations for the liquidation estate. The quantum of any future recoveries remains uncertain.

Intellectual Property

As previously reported to creditors, during the preceding administration we were unable to dispose of the Company's intellectual property (including the brand, certain trademarks and domain names) as part of a wider sale of the business.

Interest in the brand has been limited since, however, we have recently received a number of expressions of interest in the intellectual property and are now taking steps to realise these assets.

The potential realisable value is unclear, however, and further updates will be provided in subsequent reports.

Dividend distributions

During the period of this report, we continued to answer queries from the Company's c.3,200 unsecured creditors in respect of their dividend received. Subsequent work was completed to reconcile over 2,000 unclaimed dividend cheques and pay funds over to the Insolvency Services.

Progress of the liquidation

Summary (continued)

Deloitte Liquidator - Progress of the liquidation (continued)

Statutory tasks

During the period we carried out the following tasks which primarily relate to fulfilment of statutory and compliance obligations and other tasks of an administrative nature:

- Case management actions including the maintenance of an insolvency website for the case, case filing and maintaining the Company's electronic filing systems and regular diary reviews to ensure compliance matters are dealt with accordingly;
- The last statutory report was prepared and issued to the Company's creditors and employees and filed with Companies House;
- Correspondence received from a large number of the c.3,200 trade creditors has been sorted, filed and responded to appropriately;
- Quarterly internal reviews have been completed; and
- Cashiering functions including the preparation of monthly bank account reconciliations and issuing payments for the costs incurred.

These tasks are a necessary part of the engagement but do not generate any direct financial benefit for creditors.

Case specific matters

VAT - During the period the Company's VAT return was prepared for submission to HM Revenue and Customs.

Tax - The Company's annual corporation tax computations were prepared, reviewed and submitted to the HM Revenue and Customs

Estimated future realisations

The majority of the Company's assets other than prospective recoveries from the ongoing claims and litigation and the sale of intellectual property have now been realised.

Whilst additional recoveries may be made, there is currently no expectation they will be sufficient to repay the Secured Creditor in full.

Additional Liquidator - Progress of the liquidation

Following an application for directions by the Deloitte Liquidator and Neville Kahn prior to him ceasing to act as Joint Liquidator, with effect from 11 June 2018, the Court ordered the appointment of Mr Carton-Kelly as an additional liquidator of the Company for the following purpose (as set out in paragraph 3 of the Court's order):

"(i) first, to investigate any causes of action which the Company or the Comet Liquidators may have arising out of or connected in any way to the circumstances of and surrounding the sale of the shares in the Company to Hailey Acquisitions Limited, and the repayment on 3 February 2012 of the amount outstanding to Kesa International Limited pursuant to the revolving credit facility agreement dated 6 July 2003 between Kesa International Limited and the Company and the advances by Hailey Acquisitions Limited of funds pursuant to the revolving loan facility agreement dated 3 February 2012 between Hailey Acquisitions Limited and the Company (which was secured by the security agreement containing fixed and floating charges dated 3 February 2012 between Hailey Acquisitions Limited and the Company. These matters shall be known as the "Reserved Matters"; and

(ii) second, as a result of those investigations, and if so advised, to prosecute any causes of action arising out of or connected with the Reserved Matters, as the Additional Liquidator considers appropriate."

The Additional Liquidator's investigations into the Reserved Matters are ongoing. The Additional Liquidator has instructed Jones Day and counsel in relation to the Reserved Matters. Jones Day and counsel have invoiced costs totalling £328,888 during the period (exclusive of VAT and disbursements), of which £223,384 has been paid during the period. The balance has been settled outside of the reporting period. In arranging those payments, the Deloitte Liquidator has not given approval in respect of them, as he is not in a position to give any such approval.

Progress of the liquidation
Summary (continued)

Cost of the work done during the report period

A number of professional firms instructed in the preceding administration have continued to work on the assignment during the liquidation. In particular:

Deloitte Liquidator:

- Mayer Brown International LLP continue to advise on general liquidation matters including the renewal of registrations for the Company's intellectual property assets;
- Stewarts Law LLP continue to advise on the litigation and claims against third party suppliers; and
- In addition, Freshfields Bruckhaus Deringer LLP has been engaged to advise the Deloitte Liquidator in connection with the directions application which ultimately resulted in the appointment of the Additional Liquidator, appropriate advice from counsel in this regard and ongoing advice in respect of the ongoing investigations.

Additional Liquidator:

- Jones Day and counsel have been instructed by the Additional Liquidator in relation to the ongoing investigations.

The following costs were incurred during the report period:

Legal fees

	(£)
Stewarts Law LLP	354,673
Mayer Brown International LLP	10,095
Freshfields Bruckhaus Deringer LLP	1,578,808
Jones Day and counsel	328,888
Total incurred	**2,272,464**

Storage costs

	(£)
Iron Mountain	6,787
Attric Limited	1,294
Total Data Management Limited	37,803
Total incurred	**45,885**

Deloitte Liquidator's and Additional Liquidator's remuneration and expenses. Further information on these costs is provided on pages 13 to 17.

Of these costs, the following have not yet been paid and are thus not reflected in the receipts and payments account on page 8 which has been prepared on a cash basis.

Legal fees

	(£)
Freshfields Bruckhaus Deringer LLP	198,044
Jones Day and counsel	105,504
Total unpaid	**303,548**

Storage costs

	(£)
Iron Mountain	1,020
Attric Limited	647
Total Data Management Limited	105
Total unpaid	**1,772**

Progress of the liquidation

Receipts and payments

Receipts and payments account
3 October 2017 to 2 October 2018

£	Notes	Period	To date
Receipts			
Cash received from Administration	1	-	18,420,767
Settlement monies received		1,275,000	5,654,087
Rates refunds		2,329	1,984,096
Sale of tax losses		-	1,843,927
Warranty Settlement		-	636,665
Marketing Costs' Rebate		-	504,000
License sales		-	436,594
Legal Fees - Litigation Refund		-	367,496
Insurance Refunds		-	317,342
Bank Interest	2	14,069	139,910
Leasehold Property		-	48,200
Misc Income		36,986	37,034
Hold back release funds		-	33,601
Insurance settlement		-	31,396
Sale of IT Assets		-	29,500
Other Refunds		-	28,564
Other Debtors		252	28,505
Book Debts		-	16,315
Legal Fees - General Refund		8,165	8,165
Intellectual Property		855	1,377
Shares & Investments		-	145
Total receipts		**1,337,656**	**30,567,686**

£	Notes	Period	To date
Payments			
Administration costs	1		
Administration Rent Liability		-	900,082
Rates		-	608,199
Retail Consultants' Fees		-	75,000
Store Utility Costs		-	71,010
IT Maintenance		-	37,270
Sub-Contractor costs		-	22,648
Customer Refunds		-	4,480
Rent Deposit Return		-	4,000
IT Services		-	1,525
Other Property Expenses		-	95
Agents' Fees			
Agents' Fees - Litigation		10	714,762
Agents' Fees - Deloitte Real Estate		-	436,239
Agents/Valuers Fees		-	319,109

£	Notes	Period	To date
Payments (balance b/f)		***10***	***3,194,419***
Estate Costs			
Storage Costs		44,113	237,129
Insurance of Assets		-	8,061
Bank Charges		70	626
Transfer to Admin Account for ISA Fee		-	26
Legal Fees			
Legal Fees - General		1,745,532	3,316,315
Legal Fees - Litigation		-	2,390,108
Legal Fees - Third Party	3	130,000	130,000
Legal Expenses		306,840	419,874
Adverse Costs Order		-	300,000
Additional Liquidator - Legal Fees		223,384	223,384
Additional Liquidator - Legal Expenses		1,726	1,726
Distributions			
Payment to Secured Creditor		-	3,843,927
Trade & Expense Creditors	4	(281,856)	219,491
Unsecured Unclaimed Dividends	4	281,856	281,856
Administrator/Liquidator Costs			
Joint Administrators' Fees		-	5,024,841
Deloitte Liquidator's Fees	5	328,430	2,812,589
Deloitte Liquidator's Expenses	5	-	2,046
Postage & Couriers		11,224	22,176
Deloitte Belfast Tax Team		-	20,492
Travel and Parking		657	5,123
Land Registry Charges		-	1,317
Statutory Advertising		-	572
Accommodation		-	432
Telephone Costs		-	282
Mileage		-	199
Catering		-	113
Total payments		**2,791,985**	**22,457,125**
Balance			**8,110,561**
Made up of:			
Funds held in an interest bearing a/c	2		6,544,286
VAT Receivable	6		1,423,275
Settlement funds witheld	7		143,000
Balance in hand			**8,110,561**

Progress of the liquidation
Receipts and payments

A receipts and payments account is provided on the previous page, detailing the transactions in the period of the liquidation to 2 October 2018, and all transactions since the liquidation appointment.

Notes to receipts and payments account

Note 1 – *Surplus funds from the administration account* were transferred into the Liquidation. Certain costs incurred in the administration have been settled from liquidation funds.

Note 2 – All funds are held in an interest bearing account. The associated corporation tax on interest received is regularly accounted for to HM Revenue & Customs.

Note 3 – Legal costs of £130,000 have been paid in respect of a third party's costs in the directions hearing which led to the appointment of the Additional Liquidator.

Note 4 – A first and final prescribed part dividend of £501,347, representing a rate of 0.18 pence in the £ was declared and paid on 13 April 2017. Unclaimed dividends totalling £281,856 were subsequently paid over to the Insolvency Service.

Note 5 – In accordance with Rule 4.127 of the Insolvency Rules 1986 (which were in force at the time of conversion to Liquidation) the basis of remuneration set in a proceeding Administration is applied to the Liquidation. Accordingly the Deloitte Liquidator is authorised to draw fees and expenses on a time costs basis as agreed by the secured and preferential creditors on 10 April 2013.

Note 6 – All sums shown above are shown net of VAT, which is recoverable and is being accounted for to HM Revenue & Customs as required.

Note 7 – Settlement funds of £143,000 have been withheld by overseas authorities under their domestic tax regulations. The Deloitte Liquidator is in the process of recovering these sums.

Information for creditors

Information for creditors
Outcome

Secured creditors

There have been no distributions paid to Hailey Acquisitions Limited ("the Secured Creditor") in the period.

The Directors' Statement of Affairs shows total debt owed to the Secured Creditor of c.£140,000,000. To date, the Secured Creditor has received distributions totalling £3,843,927 in the liquidation and £58,700,000 in the preceding administration.

The quantum and timing of any future distributions will be dependent on future realisations and costs incurred, the Additional Liquidator's investigations and any subsequent action taken. However, it is not expected the Secured Creditor will be repaid in full.

Preferential creditors

A preferential dividend of 100 pence in the £ was paid on 6 September 2013 to all known preferential creditors.

Prescribed Part

A Prescribed Part distribution of 0.18 pence in the £ was declared on 13 April 2017 and subsequently paid. Further details can be obtained from our previous reports.

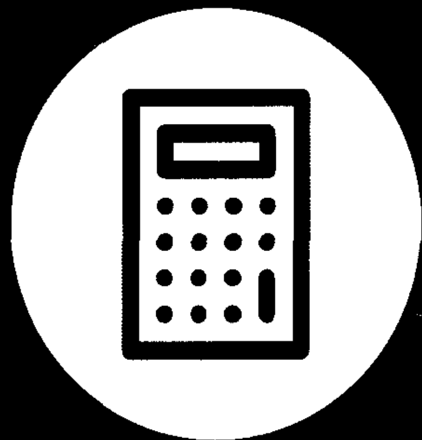
Unsecured creditors

Based on current information at this time, subject to the outcome of the Additional Liquidator's investigations, we do not anticipate there will be any further dividends to unsecured creditors.

Claims process

Subject to the outcome of the Additional Liquidator's investigations, we believe there is no prospect of a further distribution for unsecured creditors and accordingly we do not intend to undertake any further work to agree any creditor claims received.

Remuneration and expenses



Remuneration and expenses

Deloitte Liquidator's remuneration

Deloitte Liquidator's remuneration

"A Creditors' *Guide* to Remuneration" is available for download at www.deloitte.com/uk/comet.

Should you require a paper copy, please send your request in writing to us at the address on the front of this report and this will be provided to you at no cost.

Basis of remuneration

The basis of the Deloitte Liquidator's remuneration was fixed on 10 April 2013 by creditors in the preceding administration by reference to the time properly given by the Deloitte Liquidator and his staff in attending to matters arising in the liquidation calculated at the prevailing hourly charge out rates used by Deloitte at the time when the work is performed, plus VAT.

Time costs incurred

The Deloitte Liquidator's time costs for the period are £752,678.25 made up of 1,345.10 hours at an average charge out rate of £559.59/hour across all grades of staff.

Since the date of our appointment to 2 October 2018, we have incurred total time costs of £4,969,839.97 made up of 10,145.90 hours at an average charge out rate of £489.84/hour across all grades of staff.

Fees drawn to date

To date, the Deloitte Liquidator has drawn remuneration of £2,812,588.78 as shown in the receipts and payments account on page 8.

Charge out rates

The range of charge out rates for the separate categories of staff is based on the Deloitte Liquidator's 2018 national charge out rates as summarised below.

The below bands are specific to the Restructuring Services department partners and staff. In certain circumstances the use of specialists from other Deloitte departments such as Tax/VAT, Financial Advisory or Deloitte Real Estate may be required on the case. These departments may charge rates that fall outside the Restructuring Services department bands quoted above so, where such specialists have performed work on the case, average rates may also fall outside the Restructuring Services department bands.

Charge out rates last increased on 1 June 2018. Details of charge out rates applicable to prior report periods were given in those reports, copies of which will be provided on request.

Restructuring Services charge out rates (£/hour)

Grade	From 1 June 2018
Partners & Directors	965 - 1,125
Assistant Directors	750 - 850
Managers	590 - 765
Assistant Managers	465 - 610
Assistants & Support	210 - 360

Deloitte Liquidator's time costs for the period 3 October 2017 to 2 October 2018

All partners and technical staff (including cashiers) assigned to the case recorded their time spent working on the case on a computerised time recording system. Time spent by secretarial staff working on the assignment has not been recorded or recovered. The appropriate staff have been assigned to work on each aspect of the case based upon their seniority and experience, having regard to the complexity of the relevant work, the financial value of the assets being realised and/or claims agreed.

	Partners & Directors		Assistant Directors		Managers		Assistant Managers		Assistants & Support		TOTAL		Average rate/h
	Hours	Cost (£)	Hours	Cost (£)	Hours	Cost (£)	Hours	Cost (£)	Hours	Cost (£)	Hours	Cost (£)	Cost (£)
Administration and Planning													
Cashiering and Statutory Filing	0.25	240 00	0.30	243 00	-	-	23 85	10,781 25	44 60	8,554 50	69 00	19,818 75	287 23
Case Management and Closure	85 80	83,108 00	27 30	19,519 50	15 20	8,527 00	9 10	4,087 50	14 20	3,600 00	151 60	118,842.00	783 92
General Reporting	1 00	960 00	-	-	1 60	896 00	14 10	6,274 50	3 00	615 00	19 70	8,745 50	443 93
	87.05	**84,308.00**	**27.60**	**19,762.50**	**16.80**	**9,423.00**	**47.05**	**21,143.25**	**61.80**	**12,769.50**	**240.30**	**147,406.25**	**613.43**
Investigations													
Investigations	103 35	105,999 00	65 50	60,205 00	147 65	111,537 75	186 35	91,595 75	232 75	71,902 50	735 60	441,240 00	599.84
	103.35	**105,999.00**	**65.50**	**60,205.00**	**147.65**	**111,537.75**	**186.35**	**91,595.75**	**232.75**	**71,902.50**	**735.60**	**441,240.00**	**599.84**
Realisation of Assets													
Other Assets (e g Stock)	-	-	-	-	0 50	280 00	-	-	-	-	0 50	280 00	560 00
	-	-	-	-	**0.50**	**280.00**	-	-	-	-	**0.50**	**280.00**	**560.00**
Creditors													
Employees	-	-	-	-	0 30	168 00	10 50	4,686 50	-	-	10 80	4,854 50	449 49
Secured	-	-	17.70	13,098 00	-	-	2 90	1,298 50	-	-	20 60	14,396 50	698 86
Unsecured	-	-	1 20	858 00	6 50	3,640 00	1 70	756 50	20 00	6,710 50	29 40	11,965 00	406 97
	-	-	**18.90**	**13,956.00**	**6.80**	**3,808.00**	**15.10**	**6,741.50**	**20.00**	**6,710.50**	**60.80**	**31,216.00**	**513.42**
Case Specific Matters													
Litigation	1 00	960 00	109 00	78,057 50	-	-	-	-	-	-	110 00	79,017 50	718 34
Pensions	-	-	-	-	-	-	1 50	667 50	-	-	1 50	667 50	445 00
VAT	-	-	0 50	492 50	-	-	4 10	1,858 50	137 75	36,638 75	142 35	38,989 75	273 90
Tax	1 50	2,025 00	3 00	2,250 00	0.40	224 00	5 00	1,819 25	44 15	7,543.00	54 05	13,861 25	256 45
	2.50	**2,985.00**	**112.50**	**80,800.00**	**0.40**	**224.00**	**10.60**	**4,345.25**	**181.90**	**44,181.75**	**307.90**	**132,536.00**	**430.45**
TOTAL HOURS & COST	**192.90**	**193,292.00**	**224.50**	**174,723.50**	**172.15**	**125,272.75**	**259.10**	**123,825.75**	**496.45**	**135,564.25**	**1,345.10**	**752,678.25**	**559.57**
AVERAGE RATE/HOUR PER GRADE		£ 1,002.03		£ 778.28		£ 727 70		£ 477.91		£ 273.07			

Deloitte Liquidator's time costs for the period 3 October 2013 to 2 October 2018

All partners and technical staff (including cashiers) assigned to the case recorded their time spent working on the case on a computerised time recording system. Time spent by secretarial staff working on the assignment has not been recorded or recovered. The appropriate staff have been assigned to work on each aspect of the case based upon their seniority and experience, having regard to the complexity of the relevant work, the financial value of the assets being realised and/or claims agreed.

	Partners & Directors		Assistant Directors		Managers		Assistant Managers		Assistants & Support		TOTAL		Average rate/h
	Hours	Cost (£)	Hours	Cost (£)	Hours	Cost (£)	Hours	Cost (£)	Hours	Cost (£)	Hours	Cost (£)	Cost (£)
Administration and Planning													
Cashiering and Statutory Filing	5.10	4,625.25	68.60	48,849.68	60.10	30,150.21	187.70	75,563.46	178.10	43,915.57	499.60	203,104.18	406.53
Case Management and Closure	169.00	162,803.57	208.30	130,081.07	80.50	37,594.00	258.55	103,241.32	383.10	82,996.14	1,099.45	516,716.11	469.98
Initial Actions	12.40	11,780.00	2.80	2,000.00	10.00	4,928.57	18.00	6,942.86	-	-	43.20	25,651.43	593.78
General Reporting	29.60	25,034.64	108.80	77,316.00	9.35	4,540.11	32.85	14,196.11	134.20	28,177.00	314.80	149,263.86	474.15
	216.10	**204,243.46**	**388.50**	**258,246.75**	**159.95**	**77,212.89**	**497.10**	**199,943.75**	**695.40**	**155,088.71**	**1,957.05**	**894,735.57**	**457.19**
Investigations													
Investigations	241.85	230,174.00	137.90	106,832.50	216.90	145,668.11	285.80	128,867.89	288.35	83,624.29	1,170.80	695,166.79	593.75
Reports on Directors' Conduct	1.00	950.00	1.30	928.57	-	-	2.00	771.43	-	-	4.30	2,650.00	616.28
	242.85	**231,124.00**	**139.20**	**107,761.07**	**216.90**	**145,668.11**	**287.80**	**129,639.32**	**288.35**	**83,624.29**	**1,175.10**	**697,816.79**	**593.84**
Trading													
Ongoing Trading	-	-	-	-	-	-	-	-	0.50	157.50	0.50	157.50	315.00
Closure of Trade	106.10	96,575.64	15.50	10,787.36	-	-	32.50	12,535.71	24.50	5,442.86	178.60	125,341.57	701.80
	106.10	**96,575.64**	**15.50**	**10,787.36**	**-**	**-**	**32.50**	**12,535.71**	**25.00**	**5,600.36**	**179.10**	**125,499.07**	**700.72**
Realisation of Assets													
Book Debts	0.80	760.00	44.80	32,000.00	-	-	-	-	-	-	45.60	32,760.00	718.42
Other Assets (e.g. Stock)	24.00	21,943.50	46.00	32,857.14	7.10	3,501.43	1.70	655.71	2.50	568.21	81.30	59,526.00	732.18
Chattel Assets	-	-	7.70	5,500.00	-	-	-	-	-	-	7.70	5,500.00	714.29
Property - Freehold and Leasehold	83.30	73,274.14	42.80	33,175.57	134.05	65,773.79	229.30	89,089.29	278.00	66,277.71	767.45	327,590.50	426.86
	108.10	**95,977.64**	**141.30**	**103,532.71**	**141.15**	**69,275.21**	**231.00**	**89,745.00**	**280.50**	**66,845.93**	**902.05**	**425,376.50**	**471.57**
Creditors													
Employees	305.00	281,028.07	84.20	60,142.86	129.15	61,078.79	532.25	206,015.57	149.60	42,471.64	1,200.20	650,736.93	542.19
Preferential	-	-	-	-	-	-	15.70	6,055.71	0.40	86.00	16.10	6,141.71	381.47
Secured	114.50	106,718.00	120.90	86,018.29	14.50	7,146.43	2.90	1,298.50	0.50	142.86	253.30	201,324.07	794.80
Shareholders	-	-	-	-	-	-	-	-	-	-	-	-	-
	432.20	**398,134.07**	**272.30**	**193,651.57**	**405.95**	**184,143.64**	**784.65**	**293,712.43**	**1,755.35**	**392,727.25**	**3,650.45**	**1,462,368.96**	**400.60**
Case Specific Matters													
Litigation	806.30	702,666.57	411.45	242,406.46	150.50	70,949.14	224.70	82,761.43	87.40	19,244.14	1,680.35	1,118,027.75	665.35
Pensions	-	-	-	-	-	-	1.50	667.50	-	-	1.50	667.50	445.00
VAT	45.90	40,998.21	26.50	19,011.21	9.40	4,450.57	37.00	14,620.07	218.75	54,147.18	337.55	133,227.25	394.69
Tax	22.10	21,039.29	21.10	16,466.64	30.00	14,802.00	121.85	46,930.14	67.70	12,882.50	262.75	112,120.57	426.72
	874.30	**764,704.07**	**459.05**	**277,884.32**	**189.90**	**90,201.71**	**385.05**	**144,979.14**	**373.85**	**86,273.82**	**2,282.15**	**1,364,043.07**	**597.70**
TOTAL HOURS & COST	1,979.65	1,790,758.89	1,415.85	951,863.79	1,113.85	566,501.57	2,218.10	870,555.36	3,418.45	790,160.36	10,145.90	4,969,839.97	489.84
AVERAGE RATE/HOUR PER GRADE		£ 904.58		£ 672.29		£ 508.60		£ 392.48		£ 231.15			
FEES DRAWN												2,812,588.78	

Remuneration and expenses

The Additional Liquidator's remuneration

Additional Liquidator's remuneration

Basis of remuneration

The basis of the Additional Liquidator's remuneration has not yet been fixed. The Additional Liquidator will be seeking fee approval in due course and in accordance with the Insolvency Rules. It is currently envisaged that the basis to be approved will be by reference to the time properly incurred by the Additional Liquidator and his staff in attending to the Reserved Matters and, if considered appropriate, the prosecution of any causes of action arising out of the Reserved Matters.

Time costs incurred

The Additional Liquidator has incurred 920 hours during the period from 11 June 2018 to 2 October 2018. However, the fee basis of the Additional Liquidator's fees has not yet been fixed.

Fees drawn to date

To date, no fees have been drawn.

Remuneration and expenses
Detailed information

Category 1 Disbursements

These are payments made by us direct to third parties and for which no approval is required.

Category 2 Disbursements

These are costs and expenses initially paid by us and which are not generally made to a third party, for example, reimbursement to staff engaged on the case for their mileage costs. These may also include shared or allocated costs.

Deloitte Liquidator's Disbursements

The Deloitte Liquidator's disbursements for the period are summarised below:

Category 2 Disbursements

Specific approval is required before these costs and expenses can to be drawn from the liquidation estate and was given by creditors on 10 April 2013.

Mileage is calculated at the prevailing standard mileage rate of up to 45p used by Deloitte at the time when the mileage is incurred.

Details of all disbursements are given below and from which it can be seen that we have not recovered our disbursements in full.

Category 1 disbursements

	Period		Cumulative	
£ (net)	Incurred	Paid	Incurred	Unpaid
Catering	-	-	113	-
Accommodation	-	-	432	-
Travel & Parking	2,032	657	8,670	2,016
Land Registry Charges	-	-	1,419	102
Telephone Costs	-	-	359	54
Storage Costs	325	-	1,096	1,096
Postage & Couriers	721	11,224	13,090	-
Subsistence Costs	7	-	477	7
Data Hosting Costs	14,613	-	14,613	14,613
Legal Fees	303	-	303	303
Total disbursements	**18,001**	**11,881**	**40,571**	**18,191**

Category 2 disbursements

	Period		Cumulative	
£ (net)	Incurred	Paid	Incurred	Unpaid
Mileage	-	-	199	-
Deloitte Belfast Tax Fee	-	-	1,662	-
Total disbursements	**-**		**1,861**	**-**

A number of items with descriptions similar to the above have been paid directly from estate funds. These represent the differences between the above tables and the receipts and payments account on page 8.

Additional Liquidator's Disbursements

The Additional Liquidator's disbursements for the period are summarised below:

Category 1 disbursements

	11 June 2018 to 2 October 2018	
£ (net)	Incurred	Paid
Advertising	70	-
Sundries/General	120	-
Travel	22	-
Bonding	18	-
Computer Consumables	232	-
Accommodation/ Room Hire (External)	1	-
Total disbursements	**463**	**-**

Category 2 disbursements

	11 June 2018 to 2 October 2018	
£ (net)	Incurred	Paid
Scanning	87	-
Total disbursements	**87**	**-**

Mileage is charged at the HMRC rate prevailing at the time the coats was incurred.

Remuneration and expenses
Detailed information

Creditors' right to request information

Any secured creditor or unsecured creditor (with the support of at least 5% in value of the unsecured creditors or with leave of the Court) may, in writing, request us to provide additional information regarding remuneration or expenses to that already supplied within this report. Such requests must be made within 21 days of receipt of this report, in accordance with Rule 18.9 of the Rules.

Creditors' right to challenge remuneration and/or expenses

Any secured creditor or unsecured creditor (with the support of at least 10% in value of the unsecured creditors or with leave of the Court) may apply to the Court for one or more orders (in accordance with Rule 18.34 of the Rules), reducing the amount or the basis of remuneration which we are entitled to charge or otherwise challenging some or all of the expenses incurred.

Such applications must be made within eight weeks of receipt by the applicant(s) of the progress report detailing the remuneration and/or expenses being complained of, in accordance with Rule 18.34(3) of the Rules.

Please note that such challenges may not disturb remuneration or expenses approved or deemed to be approved under prior progress reports.

Deloitte.