In accordance with Rule 18.6 of the Insolvency (England & Wales) Rules 2016.

AM10

Notice of administrator's progress report

Companies House

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

1 Company details

Company number	0 0 5 1 0 9 0 0
Company name in full	CC 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	EC4A 3BF
Country	

4 Administrator's name ❶

Full forename(s)	Catherine
Surname	Williamson

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

5 Administrator's address ❷

Building name/number	Ship Canal House
Street	8th Floor 98 King Street
Post town	Manchester
County/Region	
Postcode	M2 4WU
Country	

❷ **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	2 6 / 1 0 / 2 0 2 0
To date	2 5 / 0 4 / 2 0 2 1

7 Progress report

☑ I attach a copy of the progress report

8 Sign and date

Administrator's signature	Signature X X
Signature date	2 1 / 0 5 / 2 0 2 1

AM10
Notice of administrator's progress report

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: Samuel Todd

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 4503

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

AlixPartners

Administrators' Progress Report for the period 26 October 2020 to 25 April 2021

ARG Realisations 2016 Limited, AR Realisations 2016 Limited, ARG (Property) Limited and CC Realisations 2016 Limited

All in Administration

21 May 2021

Contents

Appendices

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. Why this report has been prepared

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 the company entered into administration and every subsequent period of six months. This progress report covers the period 26 October 2020 to 25 April 2021 (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 expenses 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 under Covid-19 restrictions in effect in the UK. As a result, the Administrators and their staff had no access to their physical case files and this report has been produced 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.

2. Summary of information for creditors

Estimated dividend for creditors

ARG Realisations 2016 Limited

Description	Agreed debt £	Actual/estimated level of return £
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	25,161	100 pence in the pound
Unsecured creditors	15.01 million	3.80 pence in the pound

AR Realisations 2016 Limited

Description	Agreed debt £	Actual/estimated level of return £
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

ARG (Property) Limited

Description	Agreed debt £	Actual/estimated level of return £
Secured creditor: Wells Fargo	7.17 million	275,723
Secured creditor: Alteri	18.24 million	82,000*
Unsecured creditors	766,551	Nil

CC Realisations 2016 Limited

Description	Agreed debt £	Actual/estimated level of return £
Secured creditor: Wells Fargo	7.17 million	389,427
Secured creditor: Alteri	18.24 million	300,000*
Unsecured creditors	40.72 million	Nil

*Total return to Alteri subject to the success of the Companies' claim against the merchant service providers as detailed in section 3.

Notes:

Secured creditors:

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 creditors:

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.

An additional preferential claim of £685 was received from the Department for the Economy (**DoE**) which, upon review, the Administrators determined the claim as being a valid preferential claim in the Administration. A further dividend of 100 pence in the pound was distributed to DoE on 22 November 2020.

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

Unsecured creditors

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 4.10), or otherwise. However, the position may change depending on the outcome of the 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. Progress of the Administrations

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 and D 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.

Realisation of assets

Claim against merchant services providers

3.4 As detailed in the Administrators' previous progress reports, the Companies joined a consortium of other retailers (the **Consortium**) to bring a claim against various merchant service providers 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. 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.

3.6 As a result, the Consortium was able to formally litigate its claim, however, due to the costs and timescales associated with such litigation, the Consortium agreed to re-enter commercial negotiations with the merchant service providers who are now engaging with them following the Supreme Court judgment. Based on current discussions, it is anticipated that additional funds may become available to the Companies, however the quantum and timing currently remain uncertain.

3.7 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.

Bank interest

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

£	ARGL	ARL	ARGP	CCL
Bank interest	4	1	1	-

Extension of the Administrations

3.9 A further extension was necessary to allow the Administrators to continue to pursue the claim detailed above. The Administrations have therefore been extended for a further period of 12 months by order of the court on 25 March 2021. The Administrations will now expire on or before 25 April 2022.

Administration (including statutory reporting)

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 meaning additional periodic reports have had to be prepared and distributed to stakeholders.

Creditors (claims and distribution)

3.13 The Adminstrators 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. Estimated outcome for creditors

Secured creditor – Wells Fargo

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.

Secured creditor – Alteri

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 £8.09million 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.

Preferential creditors

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 On 22 November 2020, the Administrators distributed a further dividend of £685 to a preferential creditor of ARGL, as detailed in section 2, representing a dividend rate of 100 pence in the pound.

4.9 No further preferential claims are expected in any of the Companies.

Unsecured Creditors' Fund

4.10 Where there is a floating charge which was created on or after 15 September 2003, the Administrators are required to create a fund from the Company's net property available for the benefit of unsecured creditors (**Unsecured Creditors' Fund**), commonly known as the '**Prescribed Part**'.

4.11 As all floating charges granted by the Companies post-date 15 September 2003, there is a requirement to create a fund in each case.

4.12 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.

4.13 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.

4.14 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. What happens next

Creditors' rights

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 (other than pre-administration costs) 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 entity) 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.

Next report

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 has been finalised. For details of the proposed exit routes please see Appendix F.

For and on behalf of
The Companies

Catherine Williamson
Administrator

Encs

Appendix A. Statutory information

Companies' information

ARG Realisations 2016 Limited

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	The Zenith Building, 26 Spring Gardens, Manchester, M2 1AB
Trading addresses	Please refer to Appendix C of the Administrators' Statement of Proposals (the **Proposals**)
Trading name	Austin Reed
Court details	The High Court of Justice, Chancery Division, Leeds District Registry
Court reference	365 of 2016

AR Realisations 2016 Limited

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	The Zenith Building, 26 Spring Gardens, Manchester, M2 1AB
Trading address(es)	Please refer to Appendix C of the Proposals
Trading name(s)	Austin Reed
Court details	The High Court of Justice, Chancery Division, Leeds District Registry
Court reference	362 of 2016

ARG (Property) Limited

Company name	ARG Realisations 2016 Limited
Registered number	01459151
Registered office	Ship Canal House, 8th Floor, 98 King Street, Manchester, M2 4WU
Former registered office	The Zenith Building, 26 Spring Gardens, Manchester, M2 1AB
Trading address(es)	Please refer to Appendix C of the Proposals
Trading name(s)	Viyella
Court details	The High Court of Justice, Chancery Division, Leeds District Registry
Court reference	364 of 2016

CC Realisations 2016 Limited

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	The Zenith Building, 26 Spring Gardens, Manchester, M2 1AB
Trading address(es)	Please refer to Appendix C of the Proposals
Trading name(s)	Country Casuals
Court details	The High Court of Justice, Chancery Division, Leeds District Registry
Court reference	361 of 2016

Appointors' information

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

Administrators' information

Name	Address	IP number	Name of authorising body
Peter Mark Saville	AlixPartners, 6 New Street Square, London, EC4A 3BF	9029	Insolvency Practitioners Association
Catherine Mary Williamson	AlixPartners, Ship Canal House, 8th 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.

Extension of the Administrations

The Administrations were initially extended for a period of 12 months 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 and an additional 12 month period on 26 March 2020 to 25 April 2021.

A further extension was necessary to allow for the outcome of the claim detailed in section 3. The Administrations have therefore been extended for a further period of 12 months by order of the court on 25 March 2021. The Administrations will now expire on or before 25 April 2022.

Appendix B. Receipts and Payments Accounts for the period 26 October 2020 to 25 April 2021 and Cumulative Accounts for the period since appointment

ARGL

Statement of Affairs £		Period £	Cumulative £
	Fixed charge assets		
	Receipts		
4,818,182	Leasehold property	-	7,005,547
	Bank interest	-	3,189
		-	**7,008,735**
	Payments		
	Administrators' fees	-	260,206
	Legal fees and expenses	-	99,395
	Insurance of assets	-	1,204
	Agent's/valuer's fees	-	222,000
	Bank charges	-	99
		-	**(582,904)**
	Distributions		
	Fixed chargeholder - Wells Fargo	-	6,000,000
	Fixed chargeholder - Alteri	-	399,617
		-	**(6,399,617)**
	Balance of fixed charge assets	**-**	**26,215**
	Floating charge assets		
	Receipts		
	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	4	3,405
	Court compensation	-	5,524
	Sundry receipts	-	8,610
	Trading profit	-	2,881,382
		4	**7,167,019**

Payments		
Preparation of statement of affairs	-	2,000
Administrators' fees		
General	-	272,897
Unsecured Creditors' fees	-	30,375
Contribution to CCL	8,428	8,428
Statutory advertising	-	254
Travel and subsistence	-	24,292
Storage costs	-	303
Stationery, postage and photocopying	-	10,069
Telephone charges	-	101
Category 2 expenses:		
Photocopying and printing	-	481
Cost of consignment of stock sold to AROL	-	1,307,454
Debtor collection fees	-	1,160
Agent's/valuer's fees	-	11,384
Corporation tax	88	534
Insurance of assets	2,408	2,408
Employee agent's fees	-	61,785
Legal fees and expenes	1,700	92,186
Pre-appointment wages	-	158
Bank charges	4	2,703
Sundry costs	-	3,671
	(12,628)	**(1,832,643)**
Distributions		
Floating chargeholder - Alteri	-	4,684,747
Preferential creditors:		
Dividend - 100p/ £, 22/06/2017	-	24,476
Dividend - 100p/ £, 22/11/2020	685	685
Unsecured creditors:		
Dividend - 3.80p/ £, 29/03/2018	-	569,625
	(685)	**(5,279,532)**
Balance of floating charge assets	**(13,309)**	**54,844**
Total balance		**81,059**
Represented by		
Interest bearing accounts		80,619
VAT receivable		440
		81,059

Note: The above is subject to small rounding differences.

ARL

Statement of Affairs £		Period £	Cumulative £
	Fixed charge assets		
	Receipts		
	Leasehold property	-	185,167
437,000	Intellectual property	-	2,450,000
627,158	Book debts	-	178,469
	Concession receipts	-	2,436
	Bank interest	1	995
		1	**2,817,068**
	Payments		
	Administrators' fees	-	101,255
	Legal fees	-	43,046
	Legal expenses	-	2,392
	Agent's/valuer's fees	-	17,250
	Concession commission	-	66,104
	Insurance of assets	-	5,057
	Bank charges	-	23
		-	**(235,127)**
	Distributions		
	Fixed chargeholder - Wells Fargo	-	507,827
	Fixed chargeholder - Alteri	-	2,052,006
		-	**(2,559,833)**
	Balance of fixed charge assets	**1**	**22,108**
	Floating charge assets		
	Receipts		
	Book debts	-	212,488
	Tax refund	-	7,835
	Rates refund	-	7,590
	Bank interest	1	4,742
	Sundry receipts	-	1,135
	Utility refund	-	8,101
	Unclaimed dividends from the CVA	-	24,188
	Trading surplus	-	578,364
		1	**844,441**

	Period £	Cumulative £
Payments		
Administrators' fees:		
General		38,629
Unsecured Creditors' Fund		13,704
Specific penalty bond	-	225
Travel and subsistence	-	192
Stationery, postage and photocopying	-	2,858
Telephone charges	-	18
Category 2 expenses:		
Printing and photocopying	-	87
Property agent's fees	-	2,889
Employee agent's fees	-	4,340
Insurance	9,331	9,331
Legal fees and expenses	2,000	61,478
Debtor collection costs	378	378
Agent's/valuer's fees	-	1,158
Concesion commission	-	81,306
Corporation tax	57	1,143
Hypothec charges	-	10,000
Bank charges	3	212
	(11,769)	**(227,949)**
Dirstributions		
Floating charge creditor - Alteri	**-**	485,256
Unsecured creditors:		
Dividend - 0.2p/ £, 23/03/2018	-	117,073
	-	**(602,329)**
Balance of floating charge assets	**(11,768)**	**14,164**
Total balance		**36,272**
Represented by		
Interest bearing accounts		35,912
VAT receivable		360
		36,272

Note: The above is subject to small rounding differences.

ARGP

Statement of Affairs £		Period £	Cumulative £
	Fixed charge assets		
	Receipts		
	Leasehold property	-	105,000
	Intellectual property	-	37,500
	Bank interest	-	246
715,703	Book debts	-	431,111
		-	**573,856**
	Payments		
	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 comission	-	155,388
	Bank charges	-	6
	Sundry expenses	-	44
		-	**(214,258)**
	Distributions		
	Fixed chargeholder - Wells Fargo	-	275,723
	Fixed chargeholder - Alteri	-	81,703
		-	**(357,426)**
	Balance of fixed charge assets	-	**2,173**
	Floating charge assets		
	Receipts		
	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	1	526
	Sundry receipts	-	4,237
		1	**473,970**

	Period £	Cumulative £
Payments		
Trading deficit	-	408,893
Specific penalty bond	-	225
Stationery and postage	-	620
Category 2 expenses:		
Photocopying and printing	-	3
Agent's/valuer's fees	-	201
Concession commission	-	40,243
Corporation tax	17	117
Insurance	3,612	3,649
Legal fees and expenses	1,700	6,095
Bank charges	3	37
	(5,332)	**(460,083)**
Balance of floating charge assets	**(5,332)**	**13,888**
Total balance		**16,060**
Represented by		
Interest bearing accounts		15,517
VAT receivable		543
		16,060

Note: The above is subject to small rounding differences.

CCL

Statement of Affairs £		Period £	Cumulative £
	Fixed charge assets		
	Receipts		
	Leashold property	-	132,093
	Intellectual property	-	512,500
620,588	Book debts	-	595,814
	Bank interest	-	703
	Concession receipts	-	5,140
		-	**1,246,249**
	Payments		
	Administrators' fees	-	51,817
	Legal fees	-	3,031
	Agent's/valuer's fees	-	18,188
	Insurance	8,428	16,856
	Concession commission	-	211,527
	Contribution to floating account	4,115	253,551
	Bank charges	-	19
		(12,543)	**(554,989)**
	Distributions		
	Fixed chargeholder - Wells Fargo	-	389,427
	Fixed chargeholder - Alteri	-	300,000
		-	**(689,427)**
	Balance of fixed charge assets	**(12,543)**	**1,834**
	Floating charge assets		
	Receipts		
	Contribution from fixed account	4,115	253,551
	Book debts	-	181,537
	Rates refund	-	15,840
	Sundry receipts	-	293
	Unclaimed dividends from the CVA	-	5,695
	Bank interest	-	772
		4,115	**457,688**
	Payments		
	Trading deficit	-	323,827
	Special penalty bond	-	225
	Stationery and postage	-	2,081
	Debtor collection fees	-	444
	Agent's/ valuer's fees	-	1,604
	Employee agent's fees	-	5,700
	Corporation tax	-	200
	Concession comission	-	58,246
	Legal fees and expenses	1,700	56,831
	Bank charges	-	101
		(1,700)	**(449,260)**
	Balance of floating charge assets	**2,415**	**8,428**
	Total balance		**10,262**
	Represented by		
	Interest bearing accounts		9,719
	VAT receivable		543
			10,262

Note: The above is subject to small rounding differences.

Appendix C. Administrators' fees

Fees

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 Statement of 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:

Company	Fixed charge fees £	Floating charge fees £	Prescribed Part fees £	Total fees drawn £
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
Total	**436,181**	**311,526**	**44,079**	**791,786**

Administrators' fee estimate

The fee estimate was originally provided when the basis of the Administrators' fees was approved. A copy of that estimate of the anticipated amount of work and the costs associated with it is set out below.

ARGL

Activity category	Hours anticipated	Blended rate per hour £	Anticipated cost £
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
Total	**1,526**	**38**	**591,502**

ARL

Activity category	Hours anticipated	Blended rate per hour £	Anticipated cost £
Trading	756	357	167,749
Realisation of assets	220	415	1,835
Administration (including statutory reporting)	261	463	33,916
Investigations	8	345	2,392
Creditors (claims and distribution)	57	367	17,345
Total	**1,302**	**388**	**223,256**

ARGP

Activity category	Hours anticipated	Blended rate per hour £	Anticipated cost £
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
Total	**601**	**388**	**223,256**

CCL

Activity category	Hours anticipated	Blended rate per hour £	Anticipated cost £
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	19,632
Total	**608**	**388**	**228,183**

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.

Administrators' details of time spent to date

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.

ARGL

The Administrators' time costs for the Period are £24,132. This represents 69 hours at an average rate of £352 per hour.

Activity category	Hours incurred	Average rate per hour £	Time cost for the Period £	Cumulative time cost £
Trading	-	-	-	352,845
Realisation of assets	19	286	5,492	269,219
Administration (including statutory reporting)	49	379	18,396	438,008
Investigations	-	-	-	29,929
Creditors (claims and distribution)	1	305	244	49,334
Total	**69**	**352**	**24,132**	**1,139,335**

ARL

The Administrators' time costs for the Period are £15,713. This represents 38 hours at an average rate of £418 per hour.

Activity category	Hours incurred	Average rate per hour £	Time cost for the Period £	Cumulative time cost £
Trading	-	-	-	230,524
Realisation of assets	7	404	2,950	60,189
Administration (including statutory reporting)	30	422	12,695	202,540
Investigations	-	-	-	2,980
Creditors (claims and distribution)	-	340	68	25,004
Total	**38**	**418**	**15,713**	**521,237**

ARGP

The Administrators' time costs for the Period are £10,863. This represents 27 hours at an average rate of £404 per hour.

Activity category	Hours incurred	Average rate per hour £	Time cost for the Period £	Cumulative time cost £
Trading	-	-	-	176,208
Realisation of assets	2	293	675	36,328
Administration (including statutory reporting)	23	426	9,798	106,794
Investigations	-	-	-	2,291
Creditors (claims and distribution)	2	244	390	5,943
Total	**27**	**404**	**10,863**	**327,564**

CCL

The Administrators' time costs for the Period are £10,112. This represents 26 hours at an average rate of £392 per hour.

Activity category	Hours incurred	Average rate per hour £	Time cost for the Period £	Cumulative time cost £
Trading	-	-	-	189,646
Realisation of assets	2	293	616	47,569
Administration (including statutory reporting)	23	404	9,244	116,521
Investigations	-	-	-	2,193
Creditors (claims and distribution)	1	314	252	4,895
Total	**26**	**392**	**10,112**	**360,825**

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, together with previous reports circulated.

Based upon the current position, the Administrators have exceeded the fee estimate previously provided, however the Administrators' do not intend to draw fees exceeding the estimated limits described above therefore the Administrators' will not be requesting additional fee approval from creditors at this time. 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.

Appendix D. Expenses of the Administration

In accordance with Statement of Insolvency Practice 9, expenses are any payments from the estate which are neither an administrator's fees nor a distribution to a creditor or member. Expenses are divided into those that do not need approval before they are charged to the estate (category 1) and those that do (category 2).

Category 1 expenses are payments to persons providing a service who are not an associate of the administrator. Category 1 expenses may include external supplies of incidental services specifically identifiable to the case, such as postage, case advertising, invoiced travel, external printing, room hire and document storage. Also chargeable will be any properly reimbursed expenses incurred by the Administrators and their staff.

Category 1 expenses incurred by third parties

The estimate of anticipated category 1 expenses which will be incurred by third parties during the course of the Administrations was provided in the Administrators' proposals; a copy of that estimate is set out below.

	ARGL	ARL	ARGP	CCL
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
Total	**575,380**	**491,880**	**242,880**	**339,505**

An analysis of the actual costs paid to third parties to date, together with those incurred but not paid as at the end of the Period is provided below.

ARGL

	Paid in prior periods £	Paid in the Period £	Incurred but not paid £	Total anticipated cost £
Legal costs	90,486	1,700	-	92,186
Agent's fees	446	88	-	534
Employee agent's fees	61,785	-	-	61,785
Insurance	-	10,836	-	10,836
Debtor collection costs	-	1,160	-	1,160
Total	**152,717**	**13,784**	**-**	**166,501**

ARL

	Paid in prior periods £	Paid in the Period £	Incurred but not paid £	Total anticipated cost £
Legal costs	59,478	2,000	-	61,478
Agent's fees	1,158	-	-	1,158
Employee agent's fees	4,340	-	-	4,340
Insurance	-	9,331	-	9,331
Property agent's fees	2,889	-	-	2,889
Debtor collection costs	-	378	-	378
Total	**67,865**	**11,709**	**-**	**79,574**

ARGP

	Paid in prior periods £	Paid in the Period £	Incurred but not paid £	Total anticipated cost £
Legal costs	4,395	1,700	-	6,095
Agent's fees	201	-	-	201
Insurance	37	3,612	-	3,649
Total	**4,633**	**5,312**	**-**	**9,945**

CCL

	Paid in prior periods £	Paid in the Period £	Incurred but not paid £	Total anticipated cost £
Legal costs	55,131	1,700	-	56,831
Agent's fees	1,604	-	-	1,604
Employee agent's fees	5,700	-	-	5,700
Insurance	-	8,428	-	8,428
Debtor collection costs	-	444	-	444
Total	**62,435**	**10,572**	**-**	**73,007**

Category 1 expenses incurred by the Administrators

The estimate of anticipated incidental expenses which will be incurred by the Administrators during the course of the Administrations was provided in the Proposals; a copy of that estimate is set out below. The actual expenses may be found in the Receipts and Payments Accounts at Appendix B.

	ARGL	ARL	ARGP	CCL
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
Total	**7,735**	**8,335**	**5,750**	**6,085**

Category 2 expenses

Category 2 expenses are payments to associates of an administrator or which have an element of share costs and may consist of:

- photocopying – charged at the rate of 10 pence per sheet for notifications and reports to creditors and other copying;
- printing – charged at the rate of 10 pence per sheet for black and white printing and 15 pence per sheet for colour;
- costs incurred by AlixPartners in respect of several insolvent companies, that are then allocated between those companies; and
- business mileage for staff travel – charged at the rate of 45 pence per mile.

Approval to draw category 2 expenses has been given by the secured creditors and, where applicable, the preferential creditors on 26 October 2016 and £571 has been drawn to date.

Appendix E. Additional information in relation to the Administrators' fees pursuant to Statement of Insolvency Practice 9

Policy

Detailed below is AlixPartners' policy in relation to:

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

Staff allocation and the use of sub-contractors

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.

Service type	Service provider	Basis of fee arrangement	Cost to date £
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

Professional advisors

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.

Name of professional advisor	Basis of fee arrangement
Squire Patton Boggs LLP (legal advice)	Hourly rates and expenses
Willis Towers Watson Limited (insurance)	Risk based premium
Gooch Cuncliffe Whale LLP (propery 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 expenses
Olswang LLP (legal advice)	Hourly rates and expenses
MBM Commercial (legal advice)	Hourly rates and expenses

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 assignment and the basis of their fee arrangements with them.

Charge-out rates

A schedule of AlixPartners' hourly charge-out rates for this assignment effective from 1 January 2021 is detailed below, together with the rates charged prior to that date. Time is charged by the appointees and case staff in units of six minutes.

Description	Rates pre 1 January 2021 £	Rates from 1 January 2021 £
Managing director	760	780
Director	665	685
Senior vice president	560	575
Vice president	410-505	420-520
Consultant	230-340	235-350
Treasury and support	180-270	185-280

Appendix F. Exit routes and discharge from liability

Dissolution of the Companies

Based on current information, ARGL and ARL have no property to permit a distribution to its unsecured creditors other than by way of the Unsecured Creditors' Fund, which was 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 reports, 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. The appointments will end following the registration of the notices by the Registrar of Companies.

Discharge from liability

On 3 January 2017, the secured and, where applicable, the preferential creditors, approved 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.