

The Insolvency Act 1986

2.24B**Administrator's progress report**

Name of Company Hurstwood Developments Ltd	Company number 01147083
In the High Court of Justice, Chancery Division, Manchester District Registry [full name of court]	Court case number 3509 of 2008

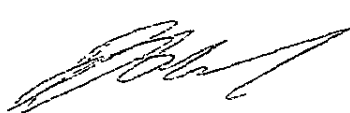
We
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Administrators of the above company attach a progress report for the period

from	to
1 August 2013	12 September 2013

Signed


Joint Administrator

Dated

12 September 2013

Contact Details:

You do not have to give any contact information in the box opposite but if you do it will help Companies House to contact you if there is a query on the form. The contact information that you give will be visible to searchers of the public record.

Hollie Watson
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When you have completed and signed this form, please send it to the Registrar of Companies at -

Companies House, Crown Way, Cardiff CF14 3UZ

DX 33050 Cardiff

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COMPANIES HOUSE



**Hurstwood Developments Limited (in
Administration)**

**Report to creditors pursuant
to Rules 2.47 and 2.110 of
the Insolvency Rules 1986
(as amended)**

KPMG LLP

12 September 2013

This report contains 7 pages

Appendices contain 7 pages

BG/RH/HW



Notice: About this Report

This Report has been prepared by Brian Green and David Costley-Wood, the Joint Administrators of Hurstwood Developments Limited, solely to comply with their statutory duty to report to creditors under the Insolvency Rules 1986 on the progress of the administration, and for no other purpose. It is not suitable to be relied upon by any other person, or for any other purpose, or in any other context.

This Report has not been prepared in contemplation of it being used, and is not suitable to be used, to inform any investment decision in relation to the debt of or any financial interest in Hurstwood Developments Limited or other companies in the same group.

Any estimated outcomes for creditors included in this Report are illustrative only and cannot be relied upon as guidance as to the actual outcomes for creditors.

Any person that chooses to rely on this Report for any purpose or in any context other than under the Insolvency Rules 1986 does so at its own risk. To the fullest extent permitted by law, the Joint Administrators do not assume any responsibility and will not accept any liability in respect of this Report to any such person.

Brian Green and David Costley-Wood are authorised to act as insolvency practitioners by the Institute of Chartered Accountants in England and Wales.

The Joint Administrators act as agents for Hurstwood Developments Limited and contract without personal liability. The appointments of the Joint Administrators are personal to them and, to the fullest extent permitted by law, KPMG LLP does not assume any responsibility and will not accept any liability to any person in respect of this Report or the conduct of the administration.



Hurstwood Developments Limited (in Administration)
Report to creditors pursuant to Rules 2 47 and 2 110 of the Insolvency Rules 1986 (as
amended)
KPMG LLP
12 September 2013

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1 **Executive summary**

- This progress report covers the period from the end of the Joint Administrators' previous progress report, from 1 August 2013 to 12 September 2013 ("the Period")
- This is the final progress report as the Joint Administrators' proposals have been completed. There have been no amendments to, or deviations from the proposals, which are attached at Appendix 4. Steps will now be taken to move the Company from administration to dissolution in accordance with the resolution three of the proposals
- During the Period the Joint Administrators have received the funds of £108,100 from the sale of the Company's ground rent portfolio, which completed in the prior period
- The Joint Administrators completed a sale of 4 The Linney during the Period for £135,000
- Additional property realisations totalling £5,628 have been received from Addleshaw Goddard LLP (our "Solicitors") during the Period. These relate to various properties sold by the Joint Administrators in prior periods. A number of small cash balances were held in our Solicitors' client account to cover potential future costs after the completion of each sale. This surplus was not required and has therefore been returned to the Company
- No further properties remain to be sold, therefore total realisations from the Company's freehold properties are £15,839,558, of which £15,650,275 is subject to fixed charges and £189,283 relates to unencumbered properties
- Two small gardens at the Linney development remain in the Company's ownership, as the Joint Administrators received insufficient interest to complete a sale in the Administration. The costs of extending the Administration exceed any anticipated value that could be achieved for the land therefore it will not be sold and will vest in the Crown following the dissolution of the Company
- During the Period, final distributions of £128,843 and £307,072 were made to Yorkshire Bank plc and The Royal Bank of Scotland plc respectively under their fixed charges. This brings the total distributions made to the fixed charge creditors since appointment to £12,411,142. No distributions have been made to the preferential or unsecured creditors as there were insufficient floating charge realisations



DJ Costley-Wood
Joint Administrator



2 Progress to date

2.1 Property sales in the Period

Sale proceeds of £108,100 were received during the Period following the sale of the Company's ground rent portfolio in the prior period, of which £10,892 is subject to fixed charges and £97,208 is unencumbered

The sale of the final Linney property, number four, completed during the Period for a total of £135,000

A number of small additional amounts totalling £5,628 have been received during the Period from our Solicitors, relating to property sales in prior periods. These amounts were held in our Solicitors' client account to cover potential future costs after the completion of each sale. This surplus was not required and has therefore been returned to the Company.

The Joint Administrators have completed sales of 34 properties since appointment together with the sale of the freehold title portfolios. Total freehold property realisations received since appointment (including the freehold reversions) amount to £15,839,558, of which £15,650,275 is subject to fixed charges and £189,283 relates to unencumbered properties.

2.2 Remaining properties

Two small gardens remain in the Company's ownership following the sale of the houses on the Linney development. The interest received in these gardens was not sufficient to cover the legal and agents' fees to complete a sale, therefore the Joint Administrators have ceased attempts to sell this land given its relatively low value. The gardens will instead vest in the Crown following the dissolution of the Company in accordance with bona vacantia provisions.

2.3 Creditor correspondence

The Joint Administrators wrote to all known creditors on 19 September 2008 advising them of their appointment.

The Joint Administrators' Statement of Proposals was circulated to all creditors of the Company on 11 November 2008 enclosing a notice of an initial meeting of creditors on 28 November 2008. The Joint Administrators wrote to all known creditors on 1 December 2008 advising them that the Statement of Proposals had been accepted at the meeting without modification.

Progress reports were circulated to all creditors of the Company on 1 April 2009 and approximately every six months thereafter, to inform creditors of the progress of the Administration.

This is the final progress report as the Joint Administrators' proposals have been completed and steps are now being taken to end the Administration.



2.4 Liabilities

2 4 1 Secured creditors

The Royal Bank of Scotland plc, Yorkshire Bank plc, Santander UK plc, The Co-operative Bank plc and The Bank of Ireland ("the Banks") held fixed charge security in respect of the majority of the properties of the Company. Our Solicitors were instructed to assess the validity of each Bank's security following appointment and have confirmed that these are valid. None of the Banks hold a floating charge over Company assets.

Distributions totalling £12,411,142 have been paid to the Banks following the realisation of properties subject to fixed charge security. The composition of these distributions is as follows.

The Royal Bank of Scotland plc	£5,924,539
Yorkshire Bank plc	£4,788,843
Santander UK plc	£381,447
The Co-operative Bank plc	£1,244,015
The Bank of Ireland	£72,298
Total distributions	£12,411,142

The total distribution to Santander UK plc ("Santander") has decreased by £93,553 since our previous report, as Santander has written off the outstanding overdraft on the Administration bank account. This account was used to settle costs associated with the realisation of properties subject to Santander's fixed charge security, however all proceeds from these property sales were paid directly to Santander upon completion. The distribution to Santander now represents the proceeds of the property sales net of costs of realisation.

2 4.2 Preferential creditors

Preferential creditors would be paid in the event that there are any unencumbered realisations after costs, as there is no qualifying floating charge holder. There were insufficient funds available to enable a distribution to preferential creditors.

2 4.3 Unsecured creditors

Significant progress has been achieved in respect of the realisation of freehold property, but the majority of the properties are subject to fixed charges under the Banks' security. As such there were insufficient funds available to enable a distribution to unsecured creditors.



2.5 Expenses for the period

2.5.1 Receipts and payments

The receipts and payments for the Period are set out in the attached Receipts and Payments Account (see Appendix 2).

2.5.2 Joint Administrators' remuneration

The Joint Administrators' time costs for the Period 1 August 2013 to 12 September 2013 are £13,679 and no expenses have been incurred. A detailed analysis of time spent, and charge out rates, for each grade of staff for the various areas of work carried out, in accordance with the provisions of Statement of Insolvency Practice 9 ("SIP 9"), is attached at Appendix 3 to this report

The Joint Administrators' total time costs for the period 19 September 2008 to 12 September 2013 are £2,122,571 and total expenses are £10,617

Please note that all staff who have worked on this assignment, including cashiers and secretarial staff, have charged time directly to the assignment and are included in the analysis of time spent. The cost of staff employed in central administration functions is not charged directly to this assignment but is reflected in the general level of charge out rates

The statutory provisions relating to remuneration are set out in Rule 2.106 of the Insolvency Rules 1986 (as amended) ("the Rules").

A creditors' guide to Administrators' fees can be found at:

http://www.r3.org.uk/media/documents/technical_library/SIPS/SIP%209%20E&W.pdf

However, if you are unable to access this guide and would like a copy please contact Hollie Watson at KPMG LLP, St James' Square, Manchester, M2 6DS

The Joint Administrators proposed that their remuneration be fixed on the basis of time properly given by them and their staff in dealing with matters arising in the Administration at their normal hourly rate of charging

The Joint Administrators' proposals in respect of fees and disbursements were approved at the meeting of creditors held on 28 November 2008.

The Joint Administrators have drawn final fees of £209,152 during the Period on the basis set out above as agreed by the secured creditors. Total fees drawn by the Joint Administrators to date, including fees drawn during the Period, are £1,451,271

Creditors are reminded that the quantum of office holder remuneration can be challenged by unsecured creditors representing at least 10% by value of total unsecured claims, including that creditor's claim, by making an application to court in accordance with Rule 2.109 of the Rules. The full text of this rule can also be provided on request.



2.5.3 Other information

In accordance with Rule 2.48A of the Rules, additional information about the expenses charged for the period is available from the office holder upon request by any secured creditor, and any other creditor or creditors owed 5% or more in value of the unsecured liabilities. A request must be made within 21 days of receipt of this report

3 End of the Administration

All matters have been resolved and the Joint Administrators' proposals are now deemed to have been fully completed. As was originally set out in their proposals, the Joint Administrators have obtained the consent of the secured creditor to their release from office and are now exiting the Administration via dissolution of the Company. This is pursuant to the provisions of paragraph 84 of Schedule B1 to the Act.

The Company will be dissolved approximately three months after the filing of this report and Form 2.35B at Companies House.

4 Comments on the Appendices

4.1 Appendix 1: Statutory information

Information to creditors required by statute is contained in Appendix 1 to this report.

4.2 Appendix 2: Receipts & payments account for the Period

An analysis of receipts and payments for the Period 1 August 2013 to 12 September 2013 is attached at Appendix 2. All receipts and payments detailed below are shown net of VAT unless otherwise specified.

4.2.1 Receipts

4.2.1.1 *Freehold property*

A total of £140,628 has been received in the Period from the sale of freehold properties which were subject to the Banks' fixed charge security, as discussed in section 2.1.

4.2.1.2 *Freehold reversions*

A total of £10,892 of the realisations from the sale of the Company's ground rent portfolio related to titles subject to the Royal Bank of Scotland plc's fixed charge security.

4.2.1.3 *Bank interest*

Bank interest of £349 has been received in the Period.

4 2.1 4 Unencumbered freehold property

A total of £97,208 has been received from the sale of the titles within the Company's ground rent portfolio that were not subject to any of the Banks' fixed charge security

4 2.2 Payments

4 2.2 1 Administrators' fees

The Joint Administrators have drawn fees of £209,152 in the Period. Administrators' fees are discussed in more detail in section 2 5.2.

4.2.2 2 Legal fees

Legal fees and disbursements of £39,941 have been paid in the Period, for legal assistance with the sale of the freehold properties and various statutory matters.

4 2.2.3 Agents' fees

A total of £25,495 has been paid to Pearson Ferner and Eddisons Commercial Ltd for their assistance with the marketing and sale of the Company's freehold properties

4 2.2.4 Bank charges

Bank charges of £223 have been paid in the Period, largely for payments made by same-day transfer

4 2.2.5 Irrecoverable VAT

Input VAT of £5,835 has been incurred in the Period that cannot be reclaimed from HMRC

4 2.2.6 Property expenses

A total of £182 has been paid in council tax for the final Linney property.

4 2.2.7 Insurance

A total of £133 has been paid during the Period to insure the final Linney property prior to sale

4 2.2.8 Fixed charge creditor

Final distributions of £128,843 and £307,072 were made to Yorkshire Bank plc and The Royal Bank of Scotland plc respectively under their fixed charges. The distributions to Santander have been reduced by £93,553 during the Period as discussed in section 2.4 1

4.2.2.9 Storage costs

A total of £130 has been paid in the Period for the storage of the Company's books and records at an archive facility.

4.2 2 10 Sundry expenses

Sundry expenses of £12,957 have been paid in the Period, which includes costs ordered to be paid in relation to a winding up petition lodged against the Company prior to the Administration.



4.2 2 11 Surplus from fixed charge

Realisations from properties subject to the fixed charge security of The Co-operative Bank plc (the "Co-op") exceeded the level of the Co-op's debt and therefore the surplus was transferred out of the Co-op Administration account in a prior period. The Joint Administrators received a final invoice from their Solicitors in relation to Co-op properties during the Period; therefore £5,784 was transferred back to the account to settle this invoice.

4.3 Appendix 3: Analysis of office holders' time costs

An analysis of the Joint Administrators' time costs for the Period 1 August 2013 to 12 September 2013 is contained in Appendix 3 to this report.

The Joint Administrators' time costs include time spent on the following activities:

- A total of £740 in time costs has been spent in realising the assets of the Company, in particular the freehold property.
- A total of £1,055 in time costs has been spent in correspondence with both the secured and unsecured creditors. This is inclusive of reporting in accordance with statute and also specific matters brought by creditors, where action was required.
- A total of £6,273 in time costs has been incurred in dealing with the Company's tax affairs, including time spent by our in house VAT and Corporation Tax specialists.
- A total of £3,655 in time costs has been spent in dealing with statutory and regulatory compliance.

4.4 Appendix 4: Joint Administrators' proposals

A copy of the Joint Administrators' proposals was sent to all known creditors on 11 November 2008 as part of the initial report to creditors. The proposals are summarised at Appendix 4. There were no amendments to or deviations from the Joint Administrators' proposals.



Appendix 1

Statutory information

Appointment	
Reporting period	1 August 2013 to 12 September 2013
Company name	Hurstwood Developments Ltd
Court details	The Administration Order was made on 19 September 2008 in the High Court of Justice, Chancery Division, court case number 3509 of 2008 by application of the Directors
Date of appointment	19 September 2008
Extensions obtained	Six month extension to 18 March 2010 with the consent of the secured creditors, three 12 month extensions to 16 March 2011, 16 March 2012 and 16 March 2013 and a six month extension to 16 September 2013, each by application to court
Office holder details	Brian Green and David James Costley-Wood were appointed on 19 September 2008 and are authorised to act as insolvency practitioners by the Institute of Chartered Accountants in England & Wales
Registered number	01147083
Present registered office	c/o KPMG LLP, St James Square, Manchester M2 6DS
Basis of remuneration	Time cost



Appendix 2

Joint Administrators' receipts and payments accounts for the Period 1 August 2013 to 12 September 2013

ABSTRACT OF RECEIPTS AND PAYMENTS - 01/08/2013 to 12/09/2013 Appendix to Form 2.24
Hurstwood Developments Ltd Page 1

RECEIPTS		£
Brought forward from previous Abstract (if Any)		18,816,427.67
Freehold property		140,627.90
Freehold reversions		10,892.00
Bank interest, net of tax		15.54
Surplus from Fixed Charge		5,784.30
Bank interest, gross		288.43
Bank interest, net of tax		44.54
Uncharged freehold property		97,208.00
Fixed charge VAT rec'able		5,392.31
Floating ch. VAT control		90,154.17
Carried forward to * continuation sheet / next abstract		19,126,834.86
PAYMENTS		£
Brought forward from previous Abstract (if Any)		18,430,279.92
Administrators' fees		60,000.00
Legal fees		7,807.23
Agents / Valuers' fees		10,495.00
Bank charges		123.02
Property expenses		182.00
Irrecoverable VAT		5,454.24
Insurance		132.63
Fixed charge creditor		342,361.77
Surplus from Co-op Account		5,784.30
Administrators' fees		149,151.61
Irrecoverable VAT		380.81
Agents / Valuers fees / Auction Costs		15,000.00
Legal fees		30,000.00
Legal fees (Expenses and Disbursements)		2,133.75
Storage costs		130.30
Bank charges		100.00
Sundry Expenses		12,956.72
Floating ch. VAT rec'able		34,084.82
Fixed charge VAT payable		0.74
Fixed charge VAT control		276.00
Carried forward to * continuation sheet / next abstract		19,126,834.86



Hurstwood Developments Limited (in Administration)
Report to creditors pursuant to Rules 2 47 and 2 110 of the Insolvency Rules 1986 (as amended)
KPMG LLP
12 September 2013

Hurstwood Developments Ltd
(In Administration)
Administrators' Abstract of Receipts & Payments

Statement of Affairs	From 01/08/2013 To 12/09/2013	From 19/09/2008 To 12/09/2013
	FIXED CHARGE ASSETS	
(7,161 096 00)	Freehold property	140 627 90
	Freehold reversions	10,892 00
	Contributions to property service charges	NIL
	Fixtures and fittings	NIL
	Rent	NIL
	Insurance refund	2,647 22
	Bank interest gross	897 95
	Bank interest, net of tax	2 241 24
	Ground Rents	5,870 49
	Service Charge	NIL
		151,535 44
		16 055,365 44
	FIXED CHARGE COSTS	
	Administrators' fees	60 000 00
	Legal fees	7 807 23
	Demolition	NIL
	Agents'/Valuers' fees	10 495 00
	Planning Costs	NIL
	Management Company Charges	NIL
	Planning renewal fees	NIL
	Bank charges	123 02
	Property expenses	182 00
	Security	NIL
	Holding Costs & Health and Safety	NIL
	New Hall Hey completion costs	NIL
	Irrecoverable VAT	5 454 24
	Surplus from Fixed Charge	(5 784 30)
	Insurance	132 63
		(78,409 82)
		(3 644 223 78)
	FIXED CHARGE CREDITOR	
	Fixed charge creditor	342,361 77
		(342,361 77)
		(12,411 141 66)
	HP/LEASING	
	HP/Leasing asset	NIL
	Lombard Asset Finance	NIL
	HP/Leasing asset (2)	NIL
	GMG Asset Management	NIL
		NIL
	ASSET REALISATIONS	
	Surplus from Co-op Account	(5 784 30)
105,000 00	Plant & machinery	NIL
15 000 00	Furniture & equipment	NIL
130 000 00	Motor vehicles	NIL
98,206 00	Book debts	NIL
5 000 00	Shares and investments	NIL
	Intercompany debts	NIL
	Insurance refund	NIL
	Third Party Contributions	NIL
		(5 784 30)
		66 036 83
		136,473 40
		7,530 00
		11,000 00
		107 157 48
		5,000 00
		148,009 00
		11 495 70
		2,319 32
		515 021 73



Hurstwood Developments Limited (in Administration)
Report to creditors pursuant to Rules 2 47 and 2 110 of the Insolvency Rules 1986 (as amended)
KPMG LLP
12 September 2013

Hurstwood Developments Ltd
(In Administration)
Administrators' Abstract of Receipts & Payments

Statement of Affairs	From 01/08/2013 To 12/09/2013	From 19/09/2008 To 12/09/2013
OTHER REALISATIONS		
	288 43	1,387 14
Bank interest gross	44 54	803 08
Bank interest, net of tax		
300,000 00 Ground rents	NIL	15 626 66
Sundry refunds	NIL	331 19
Uncharged freehold property	97,208 00	167,208 00
Council Tax Refunds	NIL	7,556 13
Insurance Claim	NIL	53 500 00
Utility Refunds	NIL	280 21
Inter-Company Debts	NIL	71 000 00
Freehold reversions	NIL	22 075 00
	<u>97,540 97</u>	<u>339,767 41</u>
COST OF REALISATIONS		
Non-specific Property Consultant	NIL	186 00
Administrators' fees	149 151 61	599,151 61
Creditors Meeting	NIL	269 15
Irrecoverable VAT	380 81	1 172 39
Agents/Valuers' fees/Auction Costs	15 000 00	67 944 22
Books and Records Collection Costs	NIL	2,050 00
Legal fees	30 000 00	152 143 54
Legal fees (Expenses and Disbursements)	2 133 75	6,645 54
Heat & light	NIL	954 97
Storage costs	130 30	651 36
Statutory advertising	NIL	393 57
Insurance of assets	NIL	9 964 56
Bank charges	100 00	305 51
Sundry Expenses	12,956 72	12,956 72
	<u>(209 853 19)</u>	<u>(834,789 14)</u>
<u>(6,507,890 00)</u>	<u>(387,332 67)</u>	<u>(0 00)</u>
REPRESENTED BY		
		<u>NIL</u>



Hurstwood Developments Limited (in Administration)
Report to creditors pursuant to Rules 2 47 and 2 110 of the Insolvency Rules 1986 (as amended)
KPMG LLP
12 September 2013

Appendix 3

Joint Administrators' time costs and expenses for the Period 1 August 2013 to 12 September 2013

01/08/2013 to 12/09/2013

	Partner / Director	Manager	Administrator	Support	Total hours	Time cost	Average hourly rate
Administration & planning							
Cashflowing			5.70		5.70	£1,119.50	£196.40
General (Cashflowing)			4.00		4.00	£837.50	£209.38
Reconciliation (& IP's accounting reviews)							
Statutory and compliance			10.40		10.40	£2,216.50	£213.13
Closure and related formalities			4.30		4.30	£795.50	£185.00
Reports to debenture holders			2.70		2.70	£642.50	£237.98
Statutory receipts and payments accounts							
Tax							
Post appointment corporate tax	0.10	9.40	0.50		10.00	£3,580.00	£358.00
Post appointment VAT		1.60	11.40		13.00	£2,693.00	£207.15
Creditors							
Creditors and claims							
General correspondence			0.60		0.60	£111.00	£185.00
Statutory reports			5.10		5.10	£943.50	£185.00
Realisation of assets							
Asset Realisation			4.00		4.00	£740.00	£185.00
Freehold property							
Total in period					59.80	£13,679.00	£228.75

Fees drawn

Hours/Costs to date

B/f	£1,242,119.28	8,905.40	£2,108,891.70	£236.81
In the period	£209,151.61	59.80	£13,679.00	£228.75
C/f	£1,451,270.89	8,965.20	£2,122,570.70	£236.76

Category 1 expenses	£
Expenses b/f	10,616.70
Category 1 expenses in the Period	-
Total expenses	10,616.70

Charge out rates from 1 October 2012	£
Partner/director	485 to 565
Management	365 to 450
Administrators	185 to 250
Support	115

Appendix 4

Joint Administrators' proposals

The Joint Administrators proposed the following:

- to continue to do all such things reasonably expedient and generally exercise all their powers as contained in Schedule 1 to the Act as Administrators as they, in their discretion, consider desirable in order to maximise realisations from the assets of the Company;
- to seek an extension to the Administration period if deemed necessary by the Administrators pursuant to paragraph 76 of schedule B1 to the Act,
- when it is considered that no further distributions to creditors will be made and that the Administrators have concluded their duties, to take the necessary steps to move the Company from Administration to Dissolution, pursuant to paragraph 84 of Schedule B1 to the Act. If the Administrators consider that a distribution will be made to unsecured creditors of the Company, to take the necessary steps to move the Company into Creditors' Voluntary Liquidation pursuant to paragraph 83 of Schedule B1 to the Act;
- if Creditors' Voluntary Liquidation is deemed appropriate, the Administrators will seek the appointment of Brian Green and David James Costley-Wood of KPMG LLP as Liquidators of the Company. In accordance with paragraph 83(7) of Schedule B1 to the Act and Rule 2 117(3) of the Insolvency Rules 1986, creditors may nominate a different person as the proposed liquidator, provided that the nomination is made after the receipt of the proposals and before the proposals are approved,
- if one of the criteria set out in paragraph 79(2) of schedule B1 to the Act apply to the Company, to make an application to court to end the Administration and, if deemed appropriate, to petition the court for the winding up of the Company. If appropriate, the Administrators will, at the same time, apply to be appointed as Joint Liquidators under Section 140(1) of the Act,
- the Joint Administrators will be discharged from liability upon cessation of their appointment, in respect of any action of the Joint Administrators pursuant to paragraph 98 (1) of Schedule B1 to the Act, and
- in the event that Brian Green and David James Costley-Wood are appointed Joint Liquidators then they will be allowed to act jointly and severally

In relation to Administrators' fees

- that in the event that no creditors' committee is formed, or if no determination of the creditors' committee is reached, the Joint Administrators will draw fees on account from the assets of the Company from time to time during the period of Administration based on time properly spent at the charge out rates shown in Appendix 2. Also, the Joint Administrators will draw disbursements from time to time; and



Hurstwood Developments Limited (in Administration)
Report to creditors pursuant to Rules 2 47 and 2 110 of the Insolvency Rules 1986 (as amended)

KPMG LLP

12 September 2013

- that the costs of KPMG LLP in respect of Real Estate Advisory Services, HSE, Pension, Tax and VAT advice provided to the Joint Administrators be based upon time costs and shall be paid out of the assets of the Company