

WU07

Notice of progress report in a winding-up by the court



Companies House

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

1 Company details

Company number 2 6 7 3 2 0 4

Company name in full Inclarity Limited

→ Filling in this form

Please complete in typescript or in
bold black capitals.

2 Liquidator's name

Full forename(s) Henry Anthony

Surname Shinnars

3 Liquidator's address

Building name/number 45 Gresham Street

Street

Post town London

County/Region

Postcode E C 2 V 7 B G

Country

4 Liquidator's name ①

Full forename(s) Adam Henry

Surname Stephens

① Other liquidator

Use this section to tell us about
another liquidator.

5 Liquidator's address ②

Building name/number 45 Gresham Street

Street

Post town London

County/Region

Postcode E C 2 V 7 B G

Country

② Other liquidator

Use this section to tell us about
another liquidator.

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6 Period of progress report

From date	^d 1	^d 0	^m 0	^m 1	^y 2	^y 0	^y 2	^y 2
To date	^d 0	^d 9	^m 0	^m 1	^y 2	^y 0	^y 2	^y 3

7 Progress report

☒ The progress report is attached

8 Sign and date

Liquidator's signature

Signature

X



X

Signature date

^d 0	^d 8	^m 0	^m 3	^y 2	^y 0	^y 2	^y 3
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**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 **Liam Clarke**

Company name **Evelyn Partners LLP**

Address **45 Gresham Street**

Post town **London**

County/Region

Postcode **E C 2 V 7 B G**

Country

DX

Telephone **020 7131 4000**

**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**

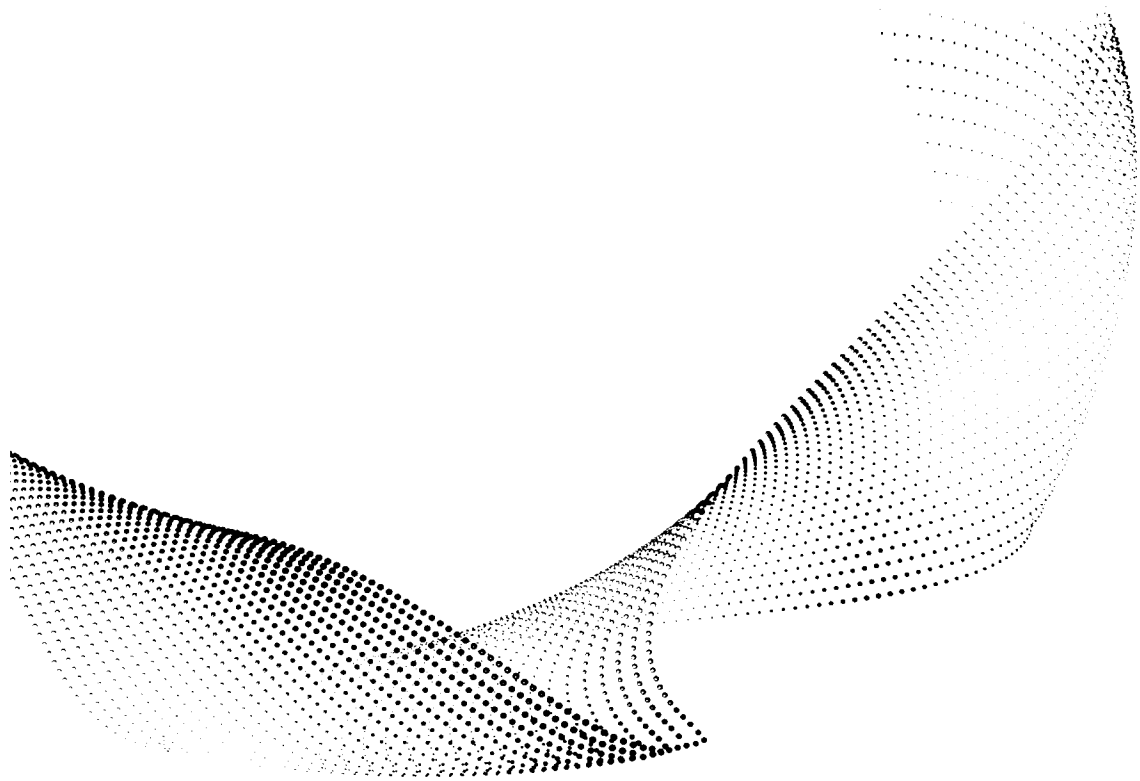
You may return this form to any Companies House address, however for expediency we advise you to return it to the address below:

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

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Inclarity Limited (in compulsory liquidation)

Joint liquidators' annual progress report for the period from 10 January 2022 to 9 January 2023

evelyn

Contents

1.	Glossary	1
2.	Introduction and Summary	2
3.	Realisation of assets	2
4.	Investigations	3
5.	Creditors	3
6.	Liquidators' remuneration	4
7.	Liquidation expenses	5
8.	Outstanding matters	7
9.	Privacy and Data Protection	7
10.	Creditors' rights	8
11.	Next report	8

Appendices

I	Receipts and payments account	10
II	Time analysis for the period	12
III	Cumulative time analysis	13
IV	Staffing, charging, subcontractor and adviser policies and charge out rates	14

1. Glossary

Abbreviation	Description
the Company	Inclarity Limited
HMRC	His Majesty's Revenue and Customs
IR16	Insolvency (England and Wales) Rules 2016 If preceded by R this denotes a rule number
ISA	Insolvency Service Account
the liquidators/joint liquidators	Henry Anthony Shinnars and Adam Henry Stephens
SIP	Statement of Insolvency Practice (England & Wales)
SOA	Statement of Affairs

2. Introduction and Summary

This report provides an update on the progress in the liquidation of the Company for the year ended 9 January 2023. It should be read in conjunction with our previous reports.

By way of reminder, Inclarity Limited went into administration on 22 April 2010 and Simon Thomas and Fred Satow of Moorfields Corporate Recovery LLP were appointed joint administrators of the Company.

The Company was subsequently wound up by way of a court order on 28 January 2011, on a petition presented on 22 October 2010 by the joint administrators of the Company. The Official Receiver decided not to convene a meeting of creditors and made an application to the Secretary of State for the appointment of Steven Edward Butt and Anthony Cliff Spicer, both of Smith & Williamson LLP (now Evelyn Partners LLP), as the joint liquidators, which was confirmed on 19 May 2011.

On 10 January 2012, Henry Anthony Shinnars of Smith & Williamson (now Evelyn Partners LLP), replaced Steven Edward Butt as joint liquidator. Steven Edward Butt, who had left Smith & Williamson (now Evelyn Partners LLP), was removed as joint liquidator by an order made by Registrar Baister sitting in the Companies Court, Chancery Division in the High Court of Justice pursuant to an application for a block transfer of insolvency appointments.

Anthony Cliff Spicer has ceased to act as office holder of this estate following an application for a block transfer order on the grounds of his retirement. The Order was sealed on 15 February 2016 by District Judge Exton sitting in the Chancery Division of the High Court of Justice Bristol District Registry (Court No. 6 of 2016). Adam Henry Stephens was appointed as the replacement joint liquidator by virtue of the same order, and the effective date of his appointment is 22 February 2016.

The principal trading address of the Company was 607 High Road, North Finchley, London, N12 0DZ. The Company's registered office is 45 Gresham Street, London, EC2V 7BG and its registered number is 2673204.

From 14 June 2022, we are operating under a single new brand and the firm's name has changed to Evelyn Partners LLP. Please note that this is a change to our brand only and that the services provided are unaffected. Please also be aware that we have recently changed our postal and registered office address to 45 Gresham Street, London EC2V 7BG.

Henry Shinnars and Adam Stephens act as agents of the Company without personal liability. Both are authorised and licensed in the United Kingdom to act as insolvency practitioners by the Institute of Chartered Accountants in England and Wales. Further details of their licensing body along with our complaints and compensation procedure can be accessed at:

The joint liquidators are bound by the Insolvency Code of Ethics which can be found at:

If you have any concerns regarding this matter, please contact Liam Clarke by email
020 7131 4909.

or by telephone

3. Realisation of assets

Attached at Appendix I is our receipts and payments account for the period from 10 January 2022 to 9 January 2023. This account includes cumulative figures for the period from 19 May 2011 to 9 January 2023.

The receipts and payments account includes the funds passed to the liquidation estate from the joint administrators and assets realised by us as joint liquidators since appointment. Where assets had not been realised by the joint administrators, the estimated realisable value, according to the directors' statement of affairs is included for ease of comparison.

No further asset recoveries will be made in the liquidation. Delays in VAT recoveries resulted in additional ISA charges, the joint liquidators' firm are now seeking to resolve these charges and we envisage that we will shortly be concluding the case.

4. Investigations

Shortly after appointment, we made an initial assessment of whether there could be any matters that might lead to recoveries for the estate and what further investigations may be appropriate. This assessment took into account information provided by the Company's creditors. Our investigations have not revealed any issues requiring further reporting.

5. Creditors

The assets of the Company are subject to fixed and floating charges by virtue of the debenture granted to Barclays Bank Plc on 31 August 2000 which was subsequently assigned to Danston Holdings Limited ("Danston") on 30 March 2010. A second fixed and floating charge was granted in favour of Aktiva Invest International N.V. ("Aktiva") on 29 March 2008.

As Danston's debenture was created prior to 15 September 2003, the floating charge realisations are not subject to a Prescribed Part (see Section 5.2) to the extent that they are required to settle the amounts owing to Danston. However, Danston have been repaid in full their debt of £917,778 within the administration, as a result, the residual realisations are subject to the second fixed and floating charge in favour of Aktiva. Aktiva subsequently received £55,694 under its fixed charge.

Insolvency legislation provides for funds to be set aside for the unsecured creditors from any assets subject to a floating charge that was created after 15 September 2003. These funds (the Prescribed Part) are paid to the unsecured creditors and are not available for the chargee, unless the unsecured creditors have been paid in full.

As detailed above, the Company granted a floating charge to Barclay's Bank plc on 31 August 2020, which was assigned to Danston. Accordingly, there is no requirement to create a Prescribed Part fund out of the Company's net floating charge property for unsecured creditors, as this requirement only applies to charges created after 15 September 2003.

In addition, the Company granted a floating charge to Aktiva on 29 March 2008. Accordingly, we are required to create a Prescribed Part fund out of the Company's net floating charge property for unsecured creditors. Based on present information, we estimate the value of the Company's net floating charge property to be nil. Accordingly, on present information there will not be any Prescribed Part fund available for a distribution to unsecured creditors.

No preferential claims have been received by the joint liquidators.

We have received claims totalling £3,440,470.75 from 104 creditors. Total claims as per the directors' SOA provided to the former joint administrators were £43,274,890.54. We confirm that no dividend to unsecured creditors will be made in the liquidation.

6. Liquidators' remuneration

We have previously advised creditors, in our letter to creditors dated 27 June 2011, that no meeting of creditors to set the joint liquidators' remuneration has been called. No significant assets had been realised and no further recoveries to enable a return to creditors were envisaged. As such, the joint liquidators could not justify incurring costs, to summon a meeting of the Company's creditors for the purpose of determining whether a Liquidation Committee should be established, and the basis of the joint liquidator's remuneration agreed.

Due to the reasons detailed above no resolution was sought from creditors within 18 months of their appointment in respect of the joint liquidators' remuneration. Therefore, in accordance with Rule 18.22(b) of IR16 the joint liquidators' remuneration is set in accordance with Schedule 11 of IR16.

The liquidators' time costs are:

Period	Total hours Hrs	Total costs £	Average hourly rate £/hr	Fees drawn £
19 May 2011 to 10 January 2012	40.95	10,034.25	245.04	Nil
10 January 2012 to 9 January 2013	37.50	9,629.75	256.79	Nil
10 January 2013 to 9 January 2014	10.75	2,391.25	222.44	Nil
10 January 2014 to 9 January 2015	18.60	5,208.50	280.03	Nil
10 January 2015 to 9 January 2016	4.00	1,017.25	254.31	Nil
10 January 2016 to 9 January 2017	7.55	2,027.00	268.48	Nil
10 January 2017 to 9 January 2018	9.75	2,032.00	208.41	Nil
10 January 2018 to 9 January 2019	12.35	3,467.00	280.73	Nil
10 January 2019 to 9 January 2020	12.30	3,807.50	309.55	Nil
10 January 2020 to 9 January 2021	2.85	911.25	319.74	Nil
10 January 2021 to 9 January 2022	8.55	3,517.75	411.43	Nil
10 January 2022 to 9 January 2023	9.23	3,530.63	382.38	Nil
Total	174.38	47,574.13	272.81	Nil

Note: Due to system issues relating to the migration of the Evelyn Partners LLP time recording system, time costs have not been accurately recorded for the reporting period 10 January 2020 to 31 July 2020. Time costs detailed for the period 10 January 2020 to 9 January 2021 relate to the time incurred in respect of the Company within the period post 1 August 2020, when the new systems came online. Despite this shortcoming, it should be noted that no fees have been drawn from the estate, and in light of the lack of funds in the Company's estates there has been no adverse impact on creditors of any of the Company due to these unaccounted for costs.

Attached as Appendix II is a time analysis which provides details of the activity costs incurred by Evelyn Partners LLP staff grade during the period of this report in respect of the costs fixed by reference to time properly spent by the liquidators and their staff in attending to matters arising in the liquidation. Details of work carried out in the period are also included in the body of this report.

Also attached as Appendix III, is a cumulative time analysis for the period from 19 May 2011 to 9 January 2023 which provides details of the liquidators' time costs since appointment. No fees have been drawn on account of these costs.

The joint liquidators expect that this liquidation will be closed shortly and estimate the future costs to finalise the estate will be in the region of £1,250. Please note that this estimate is based on present information and may change due to unforeseen circumstances arising. A detailed narrative explanation of these costs can be found in the 'Outstanding matters' section of this report.

On a general note, creditors should be aware that some of the work is required by statute and may not necessarily provide any financial benefit to creditors. An example would include preparing and issuing the joint liquidators' final account.

A copy of 'A Creditors' Guide to Liquidators' Fees' is available free of charge upon request or can be downloaded from R3's website at the following address:

It should be noted that, whilst this statement makes reference to the need to provide creditors with a fees and costs estimate in the event that fees are being drawn on a time costs basis, this requirement only applies to appointments on or after 1 October 2015, the date that the Insolvency (Amendment) Rules 2015 took effect. The principles of these rules continue to apply following commencement of The Insolvency (England and Wales) Rules 2016. Prior to 1 October 2015, there was no statutory obligation to produce fees and costs estimates.

In common with many professional firms, our scale rates rise to cover annual inflationary cost increases (which readers will be aware have been particularly high of late) and accordingly our rates rose on average by approximately 7% with effect from 1 July 2022. Following a change to this firm's financial year-end, we have reviewed our charge-out rates again on 1 January 2023 and our rates have risen on average by approximately 5% with effect from 1 January 2023. This increase takes into account that only six months have passed since the date of the last increase to avoid prejudice to creditors and stakeholders. Rate reviews will now revert to being annual.

Details of Evelyn Partners LLP's charge out rates (including any changes during the case) along with the policies in relation to the use of staff are provided at Appendix IV.

7. Liquidation expenses

The following tables provide details of our expenses. Expenses are amounts properly payable by us as liquidators from the estate. The tables exclude distributions to creditors. The tables also exclude any potential tax liabilities that we may need to pay as a liquidation expense because the amounts becoming due will depend on the position at the end of the tax accounting period.

The tables should be read in conjunction with the receipts and payments account at Appendix I which shows expenses actually paid during the period and the total paid to date.

There has been no need to instruct any subcontractors in this case.

We have not used any professional advisers in this case.

We have paid and/or incurred the following expenses formerly referred to as disbursements in the current period:

Description	Incurred in current period £	Paid in current period £	Total costs outstanding at period end £	Future estimate £
Company searches	Nil	Nil	29.00	Nil
Liquidators' bonds	Nil	Nil	20.00	Nil
Storage Costs	Nil	129.11	140.89	Nil
Total	Nil	129.11	189.89	Nil

As the Company has insufficient funds to settle the outstanding expenses, these will be settled by Evelyn Partners LLP.

No category 2 expenses historically referred to as Category 2 disbursements have been paid or incurred in the current period.

All monies received by the liquidators must be paid into the ISA. This account is held by a division of the Department for Business, Energy & Industrial Strategy ('BEIS') with National Westminster Bank Plc and is under the control of the Secretary of State. This account attracts charges which are deducted at source and apply in all cases.

The current and most recent charges are listed below. Details of previous charges can be found on the Insolvency Service's website.

Fee type	Current fee £
Banking Fee	22.00
BACS Payment	0.15
Cheque Fee	1.10
CHAPS Payment	10.30
Unclaimed Dividend Fee	25.75

Secretary of State fees Realisations	Fees applicable for winding up orders between 6 April 2010 to 15 November 2015
Up to £2,500	0%
£2,500.01 to £4,200	100%
£4,200.01 to £5,700	75%
£5,700.01 to £401,700	15%
Charge on further realisations up to £80,000 maximum fees	1%

Details of the various fees and charges levied in this case are contained within the liquidators' receipts and payment account at Appendix I. As mentioned above the joint liquidators' firm are currently addressing the outstanding fees and then we will be concluding the liquidation.

Appendix IV provides details of Evelyn Partners LLP's policies in relation to the use of subcontractors and professional advisers, and the recovery of expenses.

8. Outstanding matters

The joint liquidators are now proceeding to close the liquidation and will shortly issue their final account in the liquidation. This work will not produce a financial benefit to the Company's creditors but is required by statute. It is expected that this work will cost approximately £1,250.

9. Privacy and Data Protection

As part of our role as joint liquidators, I would advise you that we may need to access and use data relating to individuals. In doing so, we must abide by data protection requirements. Information about the way that we will use and store personal data in relation to insolvency appointments can be found at [Data Protection Notice](#). If you are unable to download this, please contact my office and a hard copy will be provided free of charge.

To the extent that you hold any personal data of the Company's data subjects provided to you by the Company or obtained otherwise, you must process such data in accordance with data protection legislation. Please contact Camilla Mulholland of our office if you believe this applies.

The joint liquidators may act as controllers of personal data, as defined by the UK data protection law, depending upon the specific processing activities undertaken. Evelyn Partners LLP may act as a processor on the instructions of the joint liquidators. Personal data will be kept secure and processed only for matters relating to the joint liquidators' appointment.

The Fair Processing Notice in relation to the UK General Data Protection Regulation can be accessed at [Data Protection Notice](#)

Should you wish to be supplied with a hard copy of any notice, attachment or document relating to a case matter, please contact the staff member dealing with this matter at any time via telephone, email or by post and this will be provided free of charge within five business days of receipt of the request.

10. Creditors' rights

Within 21 days of the receipt of this report, a secured creditor, or an unsecured creditor (with the concurrence of at least 5% in value of the unsecured creditors or otherwise with the court's permission) may request in writing that the liquidators provide further information about their remuneration or expenses which have been itemised in this report.

Any secured creditor, or an unsecured creditor (with the concurrence of at least 10% in value of the unsecured creditors or otherwise with the court's permission) may within 8 weeks of receipt of this report make an application to court on the grounds that, in all the circumstances, the basis fixed for the liquidators' remuneration is inappropriate and/or the remuneration charged or the expenses incurred (including any paid) by the liquidators, as set out in this report, are excessive.

The above rights apply only to matters which have not been disclosed in previous reports.

On a general note, if you have any comments or concerns in connection with our conduct, please contact Henry Anthony Shinnars or Adam Henry Stephens in the first instance. If the matter is not resolved to your satisfaction, you may contact our Head of Legal by writing to 45 Gresham Street, London EC2V 7BG or by telephone on 020 7131 4000.

Thereafter, if you wish to take the matter further you may contact the Insolvency Services directly via Insolvency Complaints Gateway. They can be contacted by email, telephone or letter as follows:

- i) Email:
- ii) Telephone number: +44 300 678 0015
- iii) Postal address: The Insolvency Service, IP Complaints, 3rd Floor, 1 City Walk, Leeds LS11 9DA.

11. Next report

We are required to provide a further report on the progress of the liquidation within two months of the next anniversary of the liquidation unless we have concluded matters prior to this, in which case we will write to all creditors and members with our final account.



Henry Shinnars and Adam Stephens

Joint Liquidators

Date: 8 March 2023

Appendices

I Receipts and payments account

Statement of Affairs £	From 10/01/2022 To 09/01/2023 £	From 19/05/2011 To 09/01/2023 £
	ASSET REALISATIONS	
	BEIS Interest Gross	NIL 21.19
	Book Debts	NIL 291.55
4,796.00	Cash in Administration Account	NIL
	Official Receiver Credit Balance (Net)	NIL 1,414.34
		<u>NIL 1,727.08</u>
	COST OF REALISATIONS	
	BEIS BACS Fees	0.15 0.15
	BEIS Banking Fees	88.00 1,014.00
	BEIS Cheque Fees	NIL 2.20
	Corporation Tax	NIL 4.24
	Irrecoverable VAT	NIL 10.00
	Online Reporting	NIL 50.00
	Sec of State Fees	NIL 315.38
	Storage Costs	129.11 419.11
		<u>(217.26) (1,815.08)</u>
	FLOATING CHARGE CREDITORS	
(466,305.53)	Floating Charge Creditor - AKTIVA	NIL
		<u>NIL</u>
	UNSECURED CREDITORS	
(3,274,891.00)	Trade & Expense Creditors	NIL
		<u>NIL</u>
	DISTRIBUTIONS	
(1,479,696.00)	Ordinary Shareholders	NIL
(9,018,457.00)	Preference Shareholders	NIL
		<u>NIL</u>
<u>(14,234,553.53)</u>		<u>(217.26) (88.00)</u>
	REPRESENTED BY	
	ISA NIB 13.8.14	(88.00)
		<u>(88.00)</u>

The liquidation account currently has a negative balance which will shortly be rectified prior to the conclusion of the liquidation.

- The liquidators' remuneration has not yet been approved.
- We have not yet sought approval of or drawn any other costs that would require the same approval as our remuneration.
- No payments have been made to us from outside the estate.
- Details of significant expenses paid are provided in the body of our report.
- Information concerning the liquidators' remuneration and expenses incurred is provided in the body of our report.

- Information concerning the ability to challenge the liquidators' remuneration and expenses of the liquidation is provided in our report.
- All bank accounts were made non-interest bearing on 13 August 2014.
- There are no foreign currency holdings.
- All amounts in the receipts and payments account are shown exclusive of any attributable VAT. Where VAT is not recoverable it is shown as irrecoverable VAT.

II Time analysis for the period

Classification of work function	Hours					Total hours	Time cost	Average hourly rate
	Partner / Director	Associate director	Manager/ Assistant Manager	Other professional staff	Assistants & support staff			
Administration and planning								
Statutory returns, reports & meetings	0.00	0.00	2.78	0.00	0.00	2.78	£843.66	£303.12
Cashiering general, including bonding	0.00	0.12	0.00	0.00	0.00	0.12	£46.05	£394.94
Job planning, reviews and progression (inc 6 month reviews and planning meetings, checklist & diary	0.00	1.25	3.78	0.00	0.00	5.03	£2,094.92	£416.21
Post-appointment taxation (VAT, PAYE/NIC, Corp Tax that are not trading related)	0.00	0.00	1.30	0.00	0.00	1.30	£546.00	£420.00
Total	0.00	1.37	7.87	0.00	0.00	9.23	£3,530.63	£382.38

Administration and Planning

This section of the analysis encompasses the cost of the liquidators and their staff in complying with their statutory obligations, internal compliance requirements, and all tax matters. This work undertaken in the period (whilst not documented in the schedule) would have included the following:

- Preparing and issuing annual progress report for the period ending 9 January 2022.
- Maintaining physical case files and electronics case details on IPS (case management software).
- Statutory case bordereau and reviews.
- Finalising costs of the liquidation.
- Maintaining and managing the joint liquidators' cash book and bank accounts.

III Cumulative time analysis

Classification of work function	Hours						Time cost	Average hourly rate
	Partner / Director	Associate director	Manager/ Assistant Manager	Other professional staff	Assistants & support staff	Total hours		
Administration and planning								
Statutory returns, reports & meetings	2.90	0.20	53.93	12.00	2.25	71.28	£19,702.16	£276.39
Initial post-appointment notification letters, including creditors	3.70	0.00	0.00	6.90	1.60	12.20	£3,004.50	£246.27
Cashiering general, including bonding	0.00	0.17	0.55	1.20	3.95	5.87	£1,342.80	£228.89
Job planning, reviews and progression (inc 6 month reviews and planning meetings, checklist & diary	4.50	1.25	14.38	8.10	0.95	29.18	£8,770.67	£300.54
Post-appointment taxation (VAT, PAYE/NIC, Corp Tax that are not trading related)	0.20	0.00	10.40	0.60	0.00	11.20	£3,952.25	£352.88
Insurance & general asset protection	1.15	0.00	0.00	1.55	0.00	2.70	£749.50	£277.59
Filing, file and information management	0.00	0.00	0.50	0.95	1.50	2.95	£430.00	£145.76
Agents and advisers, general	0.00	0.00	0.95	0.00	0.00	0.95	£370.00	£389.47
Filing - Administration and planning	0.00	0.00	0.35	0.25	0.00	0.60	£139.75	£232.92
Director/manager review, approval and signing	1.10	0.00	0.00	0.00	0.00	1.10	£533.00	£484.55
Other	0.00	0.00	8.15	2.55	1.00	11.70	£3,233.50	£276.37
Investigations								
Statutory books and accounting records review	0.00	0.00	5.00	1.55	0.00	6.55	£1,689.25	£257.90
Investigation of legal claims	3.70	0.00	0.00	0.00	0.00	3.70	£1,239.50	£335.00
Realisation of assets								
Debtors not financed (includes reassigned debtors)	0.70	0.00	0.00	0.00	0.00	0.70	£234.50	£335.00
Other	0.15	0.00	0.35	0.00	0.00	0.50	£194.50	£389.00
Creditors								
Crown (not RPO etc)	1.45	0.00	0.00	0.00	0.00	1.45	£485.75	£335.00
Unsecured creditors	0.70	0.00	0.35	2.15	7.50	10.70	£1,332.50	£124.53
Other	0.00	0.00	0.00	0.00	1.00	1.00	£160.00	£160.00
AML/Compliance								
AML - if done post appointment	0.00	0.00	0.00	0.00	0.05	0.05	£10.00	£200.00
Total	20.25	1.62	94.92	37.80	19.80	174.38	£47,574.13	£272.81

IV Staffing, charging, subcontractor and adviser policies and charge out rates

Detailed below are:

- Evelyn Partners LLP's policy in relation to:
 - Staff allocation and the use of subcontractors
 - Professional advisers
 - Expense recovery
- Evelyn Partners LLP's current charge out rates

Our general approach to resourcing our assignments is to allocate staff with the skills and experience to meet the specific requirements of the case.

The constitution of the case team will usually consist of a partner and a partner or director or associate director or consultant as joint office-holders, a manager, and an administrator or assistant. The exact constitution of the case team will depend on the anticipated size and complexity of the assignment and the experience requirements of the assignment. The charge out rate schedule below provides details of all grades of staff and their experience level. We delegate tasks to suitable grades of staff, taking into account their experience and any specialist knowledge that is needed, and we supervise them properly to maximise the cost effectiveness of the work done. Anything complex or important matters of exceptional responsibility are handled by our senior staff or us.

All of our staff who work on the case (including our cashiers (which is centralised in London), support and secretarial staff) charge time directly to the assignment and are included in any analysis of time charged. Each grade of staff has an hourly charge-out rate which is reviewed from time to time. Time up to 31 July 2020 is recorded in units representing 3 minutes or multiples thereof. From 1 August 2020 time is recorded in 1-minute units or multiples thereof. The minimum time chargeable is one minute. We do not charge general or overhead costs.

It may be necessary to utilise staff from both the regional and London offices, subject to the specific requirements, eg, geographical location of individual cases. This case is predominantly being conducted from the London office. We may use subcontractors to perform work which might ordinarily be carried out by us and our staff where it is cost effective to do so and/or where the specific expertise offered by the subcontractor is required.

We select professional advisers such as agents and solicitors on the basis of balancing a number of factors including:

- The industry and/or practice area expertise required to perform the required work.
- The complexity and nature of the assignment.
- The availability of resources to meet the critical deadlines in the case.
- The charge out rates or fee structures that would be applicable to the assignment.
- The extent to which we believe that the advisers in question can add best value and service to the assignment.
- The expertise and experience of the service provider;
- The provider holds appropriate regulatory authorisations; and
- The professional and ethical standards applicable to the service provider.

Arrangements will be reviewed periodically to ensure that best value and service continue to be obtained.

External professional advisers are third party entities. The insolvency practitioners and their firm do not have any association with any external provider of services and therefore they do not fall within the definition of an associate as defined in Section

435 of the Insolvency Act 1986 and in Statement of Insolvency Practice 9. Payments to external professional advisers for the services they provide are therefore not a category 2 expense as defined in Statement of Insolvency Practice 9 and therefore do not require prior approval from the committee or creditors.

Category 1 expenses do not require approval by creditors. The type of expenses that may be charged as a Category 1 expense to a case generally comprise external supplies of incidental services specifically identifiable to the case, such as postage, case advertising, invoiced travel and external printing, room hire and document storage. Also, chargeable will be any properly reimbursed expenses incurred by Evelyn Partners LLP personnel in connection with the case.

Category 2 expenses do require approval from creditors. These are costs which are directly referable to the appointment in question but are not payments which are made to an independent third party and may include shared or allocated costs that can be allocated to the appointment on a proper and reasonable basis such as internal room hire, document storage or business mileage.

Since 7 July 2012 Evelyn Partners LLP's policy is to recover only one type of Category 2 expense, namely business mileage at HMRC's approved mileage rates at the relevant time. Current mileage rates are 45p per mile plus 5p per passenger per mile. Prior to 7 July 2012 approval may have been obtained to recover other types of Category 2 expense.

Details of any Category 2 expenses incurred and/or recovered in the period covered by this report are set out in the body of this report.

A schedule of Evelyn Partners LLP's charge out rates was issued to creditors at the time the basis of the liquidators' remuneration was approved. The rates applicable to this appointment are set out below. Changes to the charge out rates during the period of this report were applied with effect from 1 January 2023.

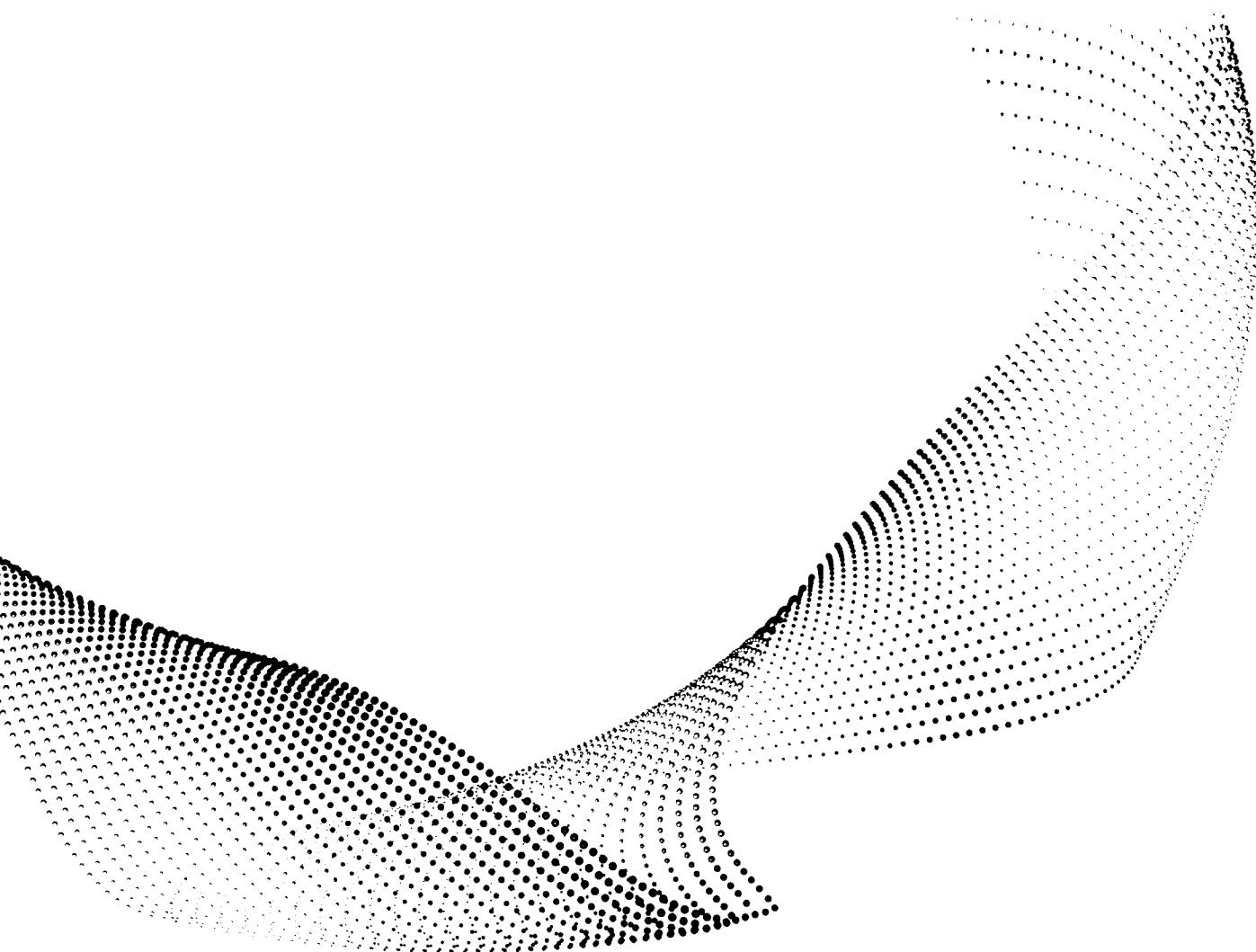
Evelyn Partners LLP Restructuring & Recovery Services Charge out rates	From 01/07/12 £	From 01/07/13 £	From 01/07/14 £	From 01/07/15 £	From 01/07/16 £
Partner/Director	440 – 495	440 – 500	480	480	435-485
Associate Director	335	335 – 420	370	370	370-380
Managers	225 – 290	235 -325	235 – 310	235 – 310	235 – 315
Other professional staff	160 – 200	140 – 200	150 – 235	150 – 235	150-235
Support & secretarial staff	65 - 200	65 - 250	85 - 160	85 - 160	85 - 90

Evelyn Partners LLP Restructuring & Recovery Services Charge out rates	From 01/07/17 £	From 01/07/18 £	From 01/07/19 £	From 01/07/20 £	From 01/07/21 £
Partner / Director	435-485	450-520	470-540	495-570	520 - 610
Associate Director	370-380	420	440	465	395 - 490
Managers	235-315	250-365	270-380	285-400	290-430
Other professional staff	150-235	170-320	180-380	190-465	130-280
Support & secretarial staff	85-90	90	100	105	100-120

Evelyn Partners LLP Restructuring & Recovery Services Charge out rates	From 01/07/22 £	From 01/01/23 £
Partner	650-670	700-720
Director & Associate Director	420-570	440-610
Managers	280-460	340-500
Other professional staff	205-300	160-290
Support & secretarial staff	100-120	100-120

Notes

1. Up to 31 July 2020 time is recorded in units representing 3 minutes or multiples thereof. From 1 August 2020 time is recorded in 1-minute units or multiples thereof.
2. Up to 31 July 2020 the cashiering function time is incorporated within 'Other professional staff' rates. Following a change to our time reporting software, from 1 August 2020 the cashiering function time continues to be reported according to the seniority of staff undertaking the work in our time analyses and is split between 'Other professional staff', 'Managers' and 'Associate Director'.



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Principal offices: London, Belfast, Birmingham, Bristol, Cheltenham, Dublin, Glasgow, Guildford, Jersey, Salisbury and Southampton.

Evelyn Partners LLP is regulated by the Institute of Chartered Accountants in England and Wales for a range of investment business activities and is registered in England at 45 Gresham Street, London, EC2V 7BG. No. OC 369631.

CLA Evelyn Partners Limited is registered to carry on audit work and regulated by the Institute of Chartered Accountants in England and Wales for a range of Investment business activities.

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