



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

1 Company details

Company number 0 3 9 5 8 4 2 3

Company name in full Redcastle Finance Limited

→ Filling in this form

Please complete in typescript or in
bold black capitals.

2 Administrator's name

Full forename(s) Matthew David

Surname Smith

3 Administrator's address

Building name/number 60

Street St Martins Lane

Post town London

County/Region

Postcode W C 2 N 4 J S

Country

4 Administrator's name ①

Full forename(s) Daniel Francis

Surname Butters

① Other administrator

Use this section to tell us about
another administrator.

5 Administrator's address ②

Building name/number 60

Street St Martins Lane

Post town London

County/Region

Postcode W C 2 N 4 J S

Country

② Other administrator

Use this section to tell us about
another administrator.

AM10

Notice of administrator's progress report

6 Period of progress report

From date	<div><div>d</div><div>3</div></div> <div><div>d</div><div>0</div></div> <div><div>m</div><div>0</div></div> <div><div>m</div><div>5</div></div> <div><div>y</div><div>2</div></div> <div><div>y</div><div>0</div></div> <div><div>y</div><div>2</div></div> <div><div>y</div><div>1</div></div>	
To date	<div><div>d</div><div>2</div></div> <div><div>d</div><div>9</div></div> <div><div>m</div><div>1</div></div> <div><div>m</div><div>1</div></div> <div><div>y</div><div>2</div></div> <div><div>y</div><div>0</div></div> <div><div>y</div><div>2</div></div> <div><div>y</div><div>1</div></div>	

7 Progress report

☒ I attach a copy of the progress report

8 Sign and date

Administrator's
signature

Signature

X



X

Signature date

d

2

d

2

m

1

m

2

y

2

y

0

y

2

y

1

**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 Wendy Packwood

Company name Teneo Restructuring Ltd

Address 156 Great Charles Street

Queensway

Post town Birmingham

County/Region

Postcode B 3 3 H N

Country

DX

Telephone +44 121 619 0120

**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

Continuation page

Name and address of insolvency practitioner

✓ **What this form is for**
Use this continuation page to tell us about another insolvency practitioner where more than 2 are already jointly appointed. ❶
Attach this to the relevant form.
Use extra copies to tell us of additional insolvency practitioners.

✗ **What this form is NOT for**
You can't use this continuation page to tell us about an appointment, resignation, removal or vacation of office.

→ **Filling in this form**
Please complete in typescript or in bold black capitals.
All fields are mandatory unless specified or indicated by *

1 Appointment type

Tick to show the nature of the appointment:

- ☒ Administrator
- ☐ Administrative receiver
- ☐ Receiver
- ☐ Manager
- ☐ Nominee
- ☐ Supervisor
- ☐ Liquidator
- ☐ Provisional liquidator

❶ You can use this continuation page with the following forms:

- VAM1, VAM2, VAM3, VAM4, VAM6, VAM7
- CVA1, CVA3, CVA4
- AM02, AM03, AM04, AM05, AM06, AM07, AM08, AM09, AM10, AM12, AM13, AM14, AM19, AM20, AM21, AM22, AM23, AM24, AM25
- REC1, REC2, REC3
- LIQ02, LIQ03, LIQ05, LIQ13, LIQ14,
- WU07, WU15
- COM1, COM2, COM3, COM4
- NDISC

2 Insolvency practitioner's name

Full forename(s)	Daniel James Mark
Surname	Smith

3 Insolvency practitioner's address

Building name/number	Peter House
Street	Oxford Street
Post town	Manchester
County/Region	
Postcode	M 1 5 A N
Country	



The Global CEO Advisory Firm

Redcastle (Holdings) Limited ("Redcastle Holdco") (in administration) Redcastle Finance Limited ("Redcastle Finco") (in administration and subject to a Fixed Charge Receivership) ("the Companies")

Progress report to creditors for the period 30 May 2021 to 29 November 2021 pursuant to rules 18.2 to 18.6
inclusive of the Insolvency (England & Wales) Rules 2016 ("the Rules")

22 December 2021

Matthew David Smith, Daniel Francis Butters and Daniel James Mark Smith ("the Joint Administrators") were appointed Joint Administrators of Redcastle (Holdings) Limited and Redcastle Finance Limited ("the Companies") on 30 November 2020 by the High Court of Justice. The affairs, business and property of the Companies are managed by the Joint Administrators. The Joint Administrators act as agents of the Companies and contract without personal liability. All licensed Insolvency Practitioners of Teneo Restructuring Limited ("Teneo") are licensed in the UK to act as Insolvency Practitioners by the Institute of Chartered Accountants in England and Wales.






For the purposes of paragraph 100(2) of Schedule B1 of the Insolvency Act 1986 (as amended), ("the Act"), the Joint Administrators confirm that they are authorised to carry out all functions, duties and powers by either of them jointly and severally.

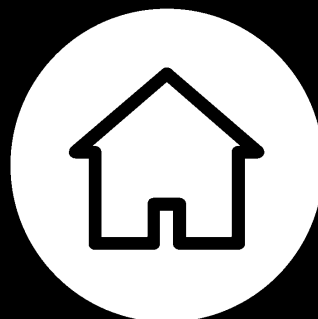
Council Regulation (EU) No 2015/848 applies and these are the main proceedings as defined in Article 3(1) of that regulation.

Redcastle Holdco
CR-2020-004401
High Court of Justice, the Business and
Property Courts of England & Wales
Company Numbers: 03958469

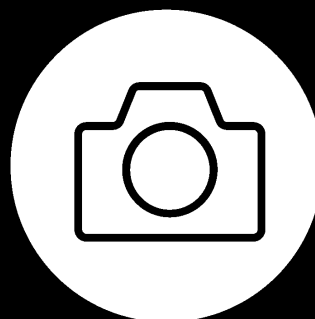
Redcastle Finco
CR-2020-004397
High Court of Justice, the Business and
Property Courts of England & Wales
Company Numbers: 03958423

Registered Office:
c/o Teneo Restructuring Limited
156 Great Charles Street
Queensway
Birmingham,
B3 3HN

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Key messages



Key messages

Joint Administrators of the Companies

Matthew David Smith

Daniel Francis Butters

Daniel James Mark Smith

Teneo Restructuring Limited

156 Great Charles Street

Queensway

Birmingham

B3 3HN

Contact details

Email:

Arcadiacreditors@teneo.com

www.ips-docs.com



Purpose of administrations

- The purpose of the administrations was to make a distribution to the secured creditors.
- We have now identified that there is no outstanding debt due to the secured creditor in Redcastle Holdco, and further the secured creditors in Redcastle Finco are expected to be repaid in full from other estates.
- The purpose of the administrations has therefore changed and will now be to achieve a better result for the Companies' creditors as a whole than liquidations.

Progress of administrations

- During the report period we have continued to liaise with the partners from Interpath Advisory in their capacity as administrators and Joint Receivers of Redcastle (214 Oxford Street) Limited ("Redcastle 214"), regarding progress and likely outcome on the sale of that entity's principal asset, the former flagship store of TopShop/TopMan at 214 Oxford Street. Redcastle Finco is the sole shareholder of Redcastle 214.
- The administrators of Redcastle 214 have implemented a Company Voluntary Arrangement ("CVA") which was approved on 29 October 2021. The principal objective of the CVA is to enable a share sale of Redcastle 214 and complete a transaction which the administrators of Redcastle 214 consider will provide the best return to Redcastle 214's creditors and its sole shareholder, Redcastle Finco.
- We estimate that this property transaction will result in a surplus, as share sale proceeds for the benefit of Redcastle Finco, much of which (after tax charges) we anticipate will flow from Redcastle Finco to its sole shareholder, Redcastle Holdco.
- Redcastle 214 is a member of the Arcadia VAT group and, as part of the proposed sale, has agreed to pay all pre-appointment VAT and Duty liabilities. Redcastle 214 will then have a contribution claim against all other members of the VAT group. As part of the proposed sale of Redcastle 214, these claims will be assigned to Redcastle Finco.
- We have continued oversee the ongoing fulfilment of statutory and compliance obligations and other tasks of an administrative nature during the report period.
- Please see page 6 for further details of the matters outlined above.

Costs

- Our fees were fixed as a set amount of £135k plus VAT in Redcastle Finco on 6 December 2021.
- We are yet to obtain fee approval in Redcastle Holdco, however, we propose to seek approval to charge our fees on the basis of a fixed fee of £135k plus VAT. Please see page 16 for further information.
- We have not incurred category 1 expenses in respect of third party costs or disbursements in either of the Companies in the report period. Please see page 8 for further details.
- We have not incurred any category 2 expenses in either of the Companies in the report period. Please see page 17 for further details.

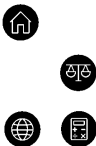
Outstanding matters

- Finalisation and receipt of intercompany receivables.
- Realisation of any funds in respect of the sale of Redcastle 214.
- Marshalling and reallocation of VAT group claims between other Group entities
- Make distributions to the unsecured creditors as detailed on page 12.
- Statutory closing procedures.

Key messages
(continued)

Dividend prospects
Extension to administration period

- On current information, we anticipate the following outcomes for each category of creditor:
- Secured creditors – Redcastle Holdco does not have any secured creditors. The secured creditors in Redcastle Finco will be repaid in full from other Group entities.
 - Preferential creditors – Neither of the Companies had any employees thus no preferential claims are anticipated to be made.
 - Secondary Preferential creditor - There is no Secondary Preferential Creditor in either of the Companies due to the date of the appointments,
 - Unsecured creditors – Are expected to be paid in full in both Companies from the proceeds received and distributed on the sale of Redcastle 214. Please see page 12 for further details.
- The period of the administrations has been extended to 30 November 2022. It is unlikely that a further extension will be required. Please see page 14 for further details.





Progress of the administration

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Progress of the administration Summary

Background

Arcadia Group Limited ("AGL") and its subsidiaries ("the Group") operated as a retailer across eight well established brands; Topshop, Topman, Dorothy Perkins, Burton, Wallis, Evans, Miss Selfridge and Outfit brands along with associated centralised functions (many of which are undertaken by AGL) and property ownership entities.

Work done during the period

Redcastle Holdco

As previously reported Redcastle Holdco is a holding company and the parent company of Redcastle Finco. It holds no assets other than:

- A £220m (book value) intercompany receivable with a Statement of Affairs ("SOA") estimated value of £10m due from AGL (which is matched by an intercompany payable due to its subsidiary, Redcastle Finco); and
- The shares in Redcastle Finco.

The quantum and timing of recovery of the intercompany receivable from AGL is not yet confirmed and is dependent on the conclusion of all asset realisations and tax planning across wider Group.

As previously reported, there is no prospect of a distribution in respect of its shares in Redcastle Finco.

Third party unsecured creditors of Redcastle Holdco are currently expected to be paid in full from the proceeds received from the sale of Redcastle 214.

Redcastle Finco

As previously reported, Redcastle Finco is a holding company and wholly owned subsidiary of Redcastle Holdco. It holds no assets other than:

- A £220m (book value) intercompany receivable with a SOA estimated value of £10m due from its parent, Redcastle Holdco (and which is matched by an intercompany payable due to Redcastle 214); and
- Shares in its wholly owned subsidiary, Redcastle 214, which is also in administration and individuals from Interpath Advisory are appointed as administrators and as Receivers over Redcastle Finco's shares.

We are continuing to assess recoverability of the intercompany debtors, as discussed opposite.

We continue to liaise with partners from Interpath Advisory in their capacity as administrators of Redcastle 214, regarding progress and likely outcome on the sale of that entity's principal asset, the former flagship store of TopShop/TopMan at 214 Oxford Street.

The administrators of Redcastle 214 have implemented a CVA which was approved on 29 October 2021. The principal objective of the CVA is to enable a share sale of Redcastle 214 and complete a transaction which the administrators of Redcastle 214 consider will provide the best return to Redcastle 214's creditors and its sole shareholder, Redcastle Finco.

We estimate that this transaction will result in a surplus, as share sale proceeds for the benefit of Redcastle Finco, much of which (after tax charges) we anticipate will flow from Redcastle Finco to its sole shareholder, Redcastle Holdco. Currently, the level of any such surplus is uncertain and creditors will be advised in due course.

Redcastle 214 is a member of the Arcadia VAT group and, as part of the proposed sale, has agreed to pay all pre-appointment VAT and Duty liabilities. Redcastle 214 will then have a contribution claim against all other members of the VAT group. As part of the sale of Redcastle 214, these claims will be assigned to Redcastle Finco.

As shown on in the receipts and payments accounts on pages 9 and 10, the Companies have received intercompany loans of c.£27k from AGL to allow legal fees and disbursements to be paid in relation to costs connected with our appointment as administrators.

Creditors and shareholders - both Companies

Unsecured creditor claims and queries have been received and responded to as required during the report period.

It is anticipated that there may be surplus funds available to distribute to the shareholders of the Companies.



Progress of the administration

Summary

Work done during the period (continued)

Statutory tasks

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

- Case management actions, including updating the insolvency creditor portal for the case, filing and regular diary reviews to ensure compliance matters are dealt with accordingly;
- Statutory reporting, including the preparation of the Proposals and previous progress report;
- Agreeing the Joint Administrators' fee basis and an extension to the administration period with the consent of unsecured creditors;
- Cashiering functions, including the preparation of monthly bank account reconciliations and various payments and receipts; and
- Interaction with HM Revenue & Customs ("HMRC") in respect of VAT and Corporation Tax matters.

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



Progress of the administration

Professional costs

Third party costs incurred during the report period

Joint Administrators' Category 1 Expenses

Redcastle Holdco and Redcastle Finco

Legal Costs - Freshfields Bruckhaus Deringer LLP ("Freshfields"):

- Freshfields, who are experienced in this area, assisted in planning for the administrations and to undertake formalities of the administration appointments in relation to the Companies and the wider-Group, including but not limited to: drafting and preparation of Court documents and notices; Court attendance; and advice on timings and procedural aspects of the administration appointments.
- In respect of this work, Freshfields have billed £23.9k plus disbursements of £3.4k, both plus VAT, in respect of Redcastle Finco. The Court ordered that legal costs relating to the administration applications be paid as an expense of the administrations and these costs have been paid.
- In respect of this work, Freshfields have billed £23.7k plus disbursements of £3.4k, both plus VAT, in respect of Redcastle Holdco. The Court ordered that legal costs relating to the administration applications be paid as an expense of the administrations and these costs have been paid.
- Freshfields are the principal legal advisors for the Companies and the Joint Administrators. Their workstreams to date include, but are not limited to, general insolvency advice, sale of business, properties, stock, contracts and litigation matters.
- No additional costs have been incurred during the report period.

We are regularly in correspondence with professional advisors regarding anticipated costs.

Category 1 Expenses - Disbursements

Category 1 expenses, categorised as disbursements, are payments made by us direct to third parties and for which no approval is required and which are summarised in the table below:

Redcastle Holdco				
£ (net)	Estimate	Incurred in previous period	Incurred in current period	Paid
Specific Penalty Bond	230	230	-	-
Total	230	230	-	-

Redcastle Finco				
£ (net)	Estimate	Incurred in previous period	Incurred in current period	Paid
Specific Penalty Bond	230	230	-	-
Total	230	230	-	-

Category 2 Expenses

These are payments:

- To us (as officeholder), for example reimbursement to staff engaged on the case for their mileage costs or in respect of shared or allocated costs; and also
- To our associates, e.g. to Deloitte LLP where their costs are being charged to the estate following the sale of the Deloitte UK Restructuring team to Teneo Restructuring Limited ("Teneo" and "the Transaction") on 29 May 2021.

These expenses require creditor approval in the same manner as our remuneration and as discussed in further detail on page 17.

Payment of Category 1 Expenses

Where noted costs have been paid, as shown in the receipts and payments accounts on pages 9 and 10.

Costs that have not yet been paid will be settled as and when funds permit.

All professional costs are reviewed and analysed in detail before payment is approved.



Progress of the administration

Receipts and payments

Redcastle Holdco

Redcastle (Holdings) Limited - In Administration Joint Administrators' Receipts and Payments Account 30 May 2021 to 29 November 2021

£	Notes	SoA	Period	To date
Receipts				
Amounts Due from Group Undertakings		10,135,000	-	-
Total Receipts		10,135,000	-	-
Payments				
Legal Fees		(23,740)	(23,740)	
Legal Disbursements		(3,425)	(3,425)	
Total Payments		(27,165)	(27,165)	
Balance				(27,165)
Made up of:				
Loan from AGL	A		(27,165)	
Balance in hand			(27,165)	

A receipts and payments account is provided opposite detailing the transactions during the report period and also cumulatively for the entire period of our appointment on 30 November 2020 to 29 November 2021.

Notes to receipts and payments accounts

A – Intercompany Loan

AGL has loaned monies to cover legal costs and disbursements incurred by Redcastle Holdco of £23,740 and £3,425 respectively, plus VAT. These funds will be repaid to AGL from asset realisations in due course once the company is in funds.

Rounding note

In preparing this report, figures have been rounded (for presentational purposes only). There may therefore appear to be rounding errors.



Progress of the administration

Receipts and payments

Redcastle Finco

Redcastle Finance Limited - In Administration Joint Administrators' Receipts and Payments Account 30 May 2021 to 29 November 2021

£	Notes	SoA	Period	To date
Receipts				
Amounts Due from Group Undertakings		10,135,000	-	-
Total Receipts		10,135,000	-	-
Payments				
Legal Fees			(23,913)	(23,913)
Legal Disbursements			(3,425)	(3,425)
Total Payments			(27,338)	(27,338)
Balance				(27,338)
Made up of:				
Loan from AGL	A			(27,338)
Balance in hand				(27,338)

A receipts and payments account is provided opposite detailing the transactions during the report period and also cumulatively for the entire period of our appointment on 30 November 2020 to 29 November 2021.

Notes to receipts and payments accounts

A – Intercompany Loan

AGL has loaned monies to cover legal costs and disbursements incurred by Redcastle Finco of £23,193 and £3,425 respectively, plus VAT. These funds will be repaid to AGL from asset realisations in due course once the company is in funds.

Rounding note

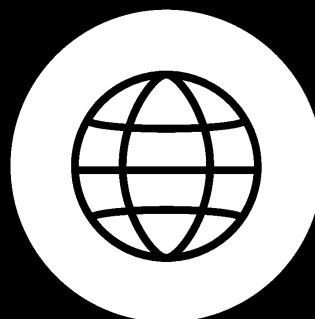
In preparing this report, figures have been rounded (for presentational purposes only). There may therefore appear to be rounding errors.



Information for creditors

Outcome

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Information for creditors

Outcome

Outcome for creditors

Secured creditors

As previously reported in our Proposals, the Companies' records show that, at the date of our appointment, the following amounts were outstanding to secured creditors.

Redcastle Holdco

Bank of Scotland Plc ("BOS")

According to the records at Companies House and as stated in our Proposals, BOS has an outstanding charge (fixed and floating) dated 18 December 2002. We have since established that this security was satisfied on 18 January 2005.

HSBC Investment Bank Plc ("HSBC")

In addition to the above, HSBC holds a share pledge which we understand is outdated / expired in respect of a £360m RCF and multicurrency loan facility dated 1999. As at the date of our appointment, HSBC was not the RCF provider and only had the facility at Tottenham Court Road and the cash collateralised Letters of Credit. During the period HSBC has confirmed that it no longer has any debt, however no steps have yet been taken to release the charge registered at Companies House.

We therefore do not believe that Redcastle Holdco has any secured creditors.

Redcastle Finco

Redcastle Finco has granted the following securities:

AG Pension Trust

A fixed charge in favour of AG Pension Trust pursuant to a charge dated 17 December 2019. The total value of the secured element of the above is capped at £185m.

The funds (£184m) owed to AG Pension Trust have been repaid in full by other Group entities, with £1m to be repaid as part of the sale of Redcastle 214.

Situs Asset Management Limited ("Situs")

A fixed charge was created in favour of Situs dated 17 December 2019, in relation to a £310m facility prior to interest charges incurred.

We understand that the secured funding owed to Situs will be repaid as part of the sale of Redcastle 214 and we do not anticipate any secured claims to fall due against the securities granted by Redcastle Finco.

Preferential creditors

Preferential claims consist of amounts owed to employees for arrears of wages/salaries, holiday pay, and pension contributions

As the Companies had no employees, we do not anticipate any preferential creditor claims.

Secondary Preferential Debts due to HMRC

Secondary preferential debts are debts due to HMRC in respect of deducted taxes (including VAT, PAYE, student loan repayments, employee NICs and CIS deductions) on insolvency appointments falling on or after 1 December 2021.

As the appointment dates for the Companies pre-date 1 December 2020, the Secondary Preferential Debt provisions do not apply.

Prescribed Part

As detailed opposite, the Companies have no floating charge securities and therefore the Prescribed Part provisions will not apply to these cases.

Unsecured creditors

As per the Companies' records as at 30 November 2020, there were no third party unsecured creditors of the Companies.

With the exception of the HMRC's claim which has been received in both Companies and the Redcastle 214 claim in Finco, we have received one claim in respect of Holdco to date for a total of £338k, and no claims in Finco, which is broadly in line with the statement of affairs.

This listing does not capture a number of other unsecured creditor claims which may be to be received in the administrations, including any shortfalls to relevant secured creditors (however this is unlikely), amounts due under guarantees crystallised by the insolvency of other Group companies and amounts due to HMRC in respect of VAT.

The total value of the unsecured creditors is expected to be materially higher should these other liabilities be quantified and included.

Based on present information, it is expected that unsecured creditors of the Companies will be paid in full following distributions from the sale of Redcastle 214 and recoveries in respect of intercompany receivables.



Information for creditors

Outcome

Claims process – the Companies

Creditors with debts of £1,000 or less

You do not need to prove your debt for dividend purposes if the amount you are owed, according to the Companies' statement of affairs, is £1,000 or less. Instead, we will notify you if funds become available for dividend purposes and provide you with details of the amount at which your claim has been admitted. If you disagree with that amount, you will be provided with an opportunity to notify us of the correct amount.

Please note that should you wish to vote in a decision procedure, you will then need to submit a proof of debt to us.

Creditors with debts of more than £1,000

Unsecured creditors with claims of more than £1,000 are invited to submit their claims to us either directly via the case website at www.ips-docs.com or by downloading and completing a proof of debt form from the case website and which should be sent to the address on the cover page. Alternatively, a hard copy proof of debt form will be provided free of charge on request.



Information for
creditors
Outcome

Extensions to the administration

The administrations were extended by the unsecured creditors on 27 October 2021 and will now end on or before 30 November 2022. We do not anticipate that it will be necessary to further extend the period of the administrations.

Exit

As detailed in our Proposals, we considered dissolution to be the most appropriate exit route from administration, however, as there are now sufficient funds available to make distributions to the unsecured creditors and shareholders, we consider that a move to CVL is the most appropriate exit route from the administration to enable dividends to be paid to unsecured creditors.

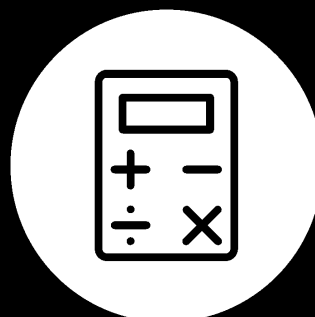




Remuneration and expenses

Joint Administrators' remuneration

16



Remuneration and expenses

Joint Administrators' remuneration

Joint Administrators' remuneration

"A Creditors' Guide to Remuneration" is available for download at www.ips-docs.com.

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

Basis of remuneration – Redcastle Holdco

The basis of our remuneration has not yet been fixed in Redcastle Holdco.

We intend to hold a decision procedure of the unsecured creditors to fix the basis of our remuneration on a set fee basis of £135k.

Please also note that our proposed fee basis will be inclusive of the costs in respect of ongoing work being delivered by Deloitte LLP and as detailed further on page 17.

Basis of remuneration – Redcastle Finco

The basis of our remuneration was fixed on 6 December 2021 by the unsecured creditors as a set amount of £135k in Redcastle Finco, plus VAT thereon.

Please also note that our approved fee basis is inclusive of the costs in respect of ongoing work being delivered by Deloitte LLP and as detailed further on page 17.

Set amount

No fees have been drawn to date in either of the Companies.



Remuneration and expenses

Detailed information

Category 2 Expenses

Category 2 Expenses - are payments to us (as officeholder) or to our associates or payments which have an element of shared costs. These expenses require creditor approval in the same manner as our remuneration.

Joint Administrators' Category 2 Expenses (including disbursements)

As described on page 8, these are payments to us (as officeholder) or to our associates or payments which have an element of shared costs. Our estimate of Category 2 expenses is given below, all figures are shown exclusive of VAT:

Redcastle Holdco				
£ (net)	Estimate	Incurred in previous period	Incurred in current period	Paid
Mileage	-	-	-	-
Deloitte Ireland	4,312	4,312	-	-
Total	4,312	4,312	-	-
Total disbursements	4,542	4,542	-	-
Redcastle Finco				
£ (net)	Estimate	Incurred in previous period	Incurred in current period	Paid
Mileage	-	-	-	-
Deloitte Ireland	7,212	7,212	-	-
Total	7,212	7,212	-	-
Total disbursements	7,442	7,442	-	-

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

Deloitte Ireland - were engaged to assist with undertaking work in connection with preparation of appointment notifications and related matters. Their work, which is no longer ongoing following the Transaction, was charged on a time costs basis. Their total costs are £4,312 and £72,12 net of VAT in Redcastle Holdco and Redcastle Finco respectively.

Specific approval is required before these costs and expenses can be drawn from the administration estates, which was given by the unsecured creditors of Redcastle Finco on 6 December 2021.

We intend to hold a decision procedure of the unsecured creditors in Redcastle Holdco to seek approval.

Deloitte LLP services and associated costs

As set out on page 8, prior to the Transaction, the work delivered by Deloitte service lines (excluding Deloitte Ireland and the Deloitte call centre) was charged to the estate to be recovered as part of the Joint Administrators' remuneration (from which an internal recharge would have then been made).

We have thus included the anticipated costs for the services being delivered by Deloitte LLP in our fees estimate as approved by the unsecured creditors in each of the respective Companies (excluding the costs of services delivered by Deloitte Ireland).

Following the Transaction, whilst all such costs will continue to be paid out of our approved remuneration (i.e. will not be an additional cost) we will provide a narrative summary of the work being delivered. We will also provide a summary rates table of the applicable charge out rates in force at the time of the report.

Further details regarding the other Deloitte LLP services and summary charge out rate table are provided below.

Deloitte LLP Charge out Rate Bands (£/hour)	
Grade	Rate (£/hour)
Partners	1430 - 1475
Directors	1205 - 1240
Associate Directors	1095 - 1130
Managers/Assistant Managers	94 - 400
Consultants	565 - 845
Associates	135 - 340
Administrators/Analysts	90 - 370
Agent	34

Deloitte LLP – Services being provided

We have detailed below the services which have been or continue to be provided by Deloitte LLP (excluding services provided by Deloitte Ireland), the costs of which are included in our fee estimate and will thus be paid out of our approved remuneration:

- **Deloitte Tax/VAT** – were engaged to assist with corporation tax planning and formal corporation tax filings. Completing and filing VAT returns, VAT compliance advice with regards to bonded warehouse stock, stock on the water and shared services agreements. Their work, which is ongoing, is charged on a time costs basis and which will be paid out of our approved remuneration.
- **Deloitte Global Financial Advisory India ("DIJV")** – are engaged to assist with general case management and administration. Their work, which is ongoing, is charged on a time costs basis and which will be paid out of our approved remuneration.

Remuneration and expenses
Detailed information

Creditors’ right to request information

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

Creditors’ right to challenge remuneration and/or expenses

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

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

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





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Teneo Restructuring Limited is registered in England & Wales with registered number 13192958 and its registered office at 5th Floor, 6 More London Place London, SE1 2DA, United Kingdom