

The Insolvency Act 1986

Administrator's progress report

Form 2.24B

Name of Company West Coast Capital (USC) Limited	Company number 04380754
In the High Court, Chancery Division, Companies Court (full name of court)	Court case number 65 of 2015

(a) Insert full name(s) and
address(es) of administrators

We (a) Philip Francis Duffy and
Geoffrey Wayne Bouchier
Duff & Phelps Ltd
The Shard
32 London Bridge Street
London
SE1 9SG

Robert Stephen Palmer
The Gallagher Partnership LLP
2nd Floor
Titchfield House
69-85 Tabernacle Street
London
EC2A 4RR

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


from

to

(b) Insert dates

(b) 13 January 2015

(b) 12 July 2015


Signed _____
Joint Administrator

Dated 11 August 2015 _____

THURSDAY



QIQ *Q4F5BRK2* 03/09/2015 #57

Progress Report to Creditors

West Coast Capital (USC) Limited (In Administration)

11 August 2015

Joint Administrators' Progress Report to Creditors
for the period from 13 January 2015 to 12 July 2015
pursuant to Rule 2 47(1) of the Insolvency Rules 1986 (as amended)

Duff & Phelps Ltd
The Shard
32 London Bridge Street
London
SE1 9SG

Definitions

Word or Phrase	Definition
the Act	The Insolvency Act 1986 (as amended)
the Agents and Hilco Capital and Hilco Appraisal	Hilco Capital Limited, Unit 7 River Court, Riverside Park, Middlesbrough, Cleveland TS2 1RT, and Hilco Appraisal Limited, 3 St Helen's Place, London EC3A 6AB, independent agents who were instructed to value certain assets of the Company
the Appointment Date	13 January 2015, being the date of appointment of the Joint Administrators
Arthur Cox	Arthur Cox, Victoria House, Gloucester Street, Belfast BT1 4LS, the solicitors instructed by the Joint Administrators to deal with the assignment of the leases for the stores in Northern Ireland
BIS	The Department for Business, Innovation & Skills
BMS	Barclays Merchant Services, provider of merchant services to the Company
Category 1 Disbursements	The Joint Administrators' external costs and expenses in dealing with the Administration
Category 2 Disbursements	The Joint Administrators' internal costs and expenses in dealing with the Administration
CBRE	CBRE Limited, St Martin's Court, 10 Paternoster Row, London EC4M 7HP, independent agents who were instructed to value the property assets of the Company
Chargeback	Protection provided to consumers against the non-supply of goods and services worth between £100 and £30,000, provided by credit card providers under section 75 of the Consumer Credit Act
Coffin Mew	Coffin Mew LLP, Cumberland House, 15-17 Cumberland Place, Southampton SO15 2BG, the solicitors instructed by the Joint Administrators to deal with the appointment, the sale of the business and the assignment of leases
the Company	West Coast Capital (USC) Limited (In Administration) (Company Number 04380754)
CVL	Creditors' Voluntary Liquidation
the Director	Mr David Michael Forsey, the sole director of the Company

Definitions

Word or Phrase	Definition
Duff & Phelps	Duff & Phelps Ltd, The Shard, 32 London Bridge Street, London SE1 9SG
DWF	DWF LLP, No 2 Lochrin Square, 96 Fountainbridge, Edinburgh EH3 9QA, the solicitors instructed by the Joint Administrators to deal with the assignment of the leases for the Scottish stores
Gallaghers	The Gallagher Partnership LLP, PO Box 698, Second Floor, Titchfield House, 69-85 Tabernacle Street, London EC2A 4RR
GL Hearn	GL Hearn Limited, (Company number 03798877), whose registered office is 17 Rochester Row, London SW1P 1QT, the business rates advisors
HMRC	HM Revenue & Customs
the Joint Administrators	Philip Francis Duffy and Geoffrey Wayne Bouchier of Duff & Phelps and Robert Stephen Palmer of Gallaghers
Prescribed Part	Pursuant to Section 176A of the Act where a floating charge is created after 15 September 2003 a designated amount of a company's net property (floating charge assets less costs of realisation) shall be made available to ordinary unsecured creditors
the Proposals	The Joint Administrators' Report to Creditors and Statement of Proposals issued on 6 February 2015
the Purchaser	Republic Com Retail Limited (Company Number 08248997), whose registered office is at Unit A, Brook Park East, Shirebrook NG20 8RY, the purchaser of the business and certain assets of the Company
the Reporting Period	The period 13 January 2015 to 12 July 2015
RPS	Redundancy Payments Service
the Rules	The Insolvency Rules 1986 (as amended)
the Secured Creditor, Sports Direct	Sportsdirect Com Retail Limited (Company Number 03406347), the holder of a fixed and floating charge over the Company's assets
SIP 16	Statement of Insolvency Practice 16 - Industry best practice for Insolvency Practitioners, which includes a requirement for disclosure of information with respect to a 'Pre-Packaged' sale of business and / or assets of the Company

Definitions

Word or Phrase	Definition
Smithfield	Smithfield Consultants Limited, the public relations and marketing firm instructed by Duff & Phelps to deal with press queries
SOA	Statement of Affairs, documentation supplied by the Director outlining the Company's financial position as at the Appointment Date
the Solicitors	Coffin Mew, DWF and Arthur Cox
SPA	The sale and purchase agreement between the Company and the Purchaser, dated 13 January 2015
TUPE	The Transfer of Undertaking (Protection of Employment) Regulations 2006

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1. Introduction

- 1 1 The Joint Administrators were appointed on the Appointment Date by the Director of the Company pursuant to Paragraph 22 of Schedule B1 to the Act
- 1 2 In accordance with Paragraph 100(2) of Schedule B1 to the Act, the functions of the Joint Administrators are being exercised by any of the Administrators
- 1 3 The purpose of this report is to provide creditors with details of the progress of the Administration for the Reporting Period, in accordance with Rule 2 47(1) of the Rules and to accompany the Joint Administrators' request to extend the duration of the Administration by one year from 13 January 2016 to 12 January 2017
- 1 4 This report should be read in conjunction with the Proposals
- 1 5 Statutory information on the Company is attached at Appendix 1

2 Joint Administrators' Report and Statement of Proposals

- 2 1 In accordance with Paragraph 52(1) of Schedule B1 to the Act, a creditors' meeting was not required to be held as there will be insufficient realisations to enable a distribution to non-preferential creditors, other than the Prescribed Part, if any. No meeting was convened and in accordance with Rule 2 33(5) of the Rules, the Proposals were deemed to have been approved by creditors on 19 February 2015
- 2 2 As advised in the Proposals report, the Joint Administrators must perform their functions with the purpose of achieving one of the following objectives
- Rescuing the Company as a going concern, or
 - Achieving a better result for the Company's creditors as a whole than would be likely if the Company were wound up (without first being in Administration), or
 - Realising property in order to make a distribution to one or more secured or preferential creditors
- 2 3 Given that the Company had insufficient funds and assets available to allow it to continue to trade as a going concern, the focus has been on achieving the second and third objectives
- 2 4 As previously reported, the Joint Administrators are pursuing the second objective and note that as a result of the pre-packaged Administration they are likely to achieve a better result for the Company's creditors as a whole than if the Company were wound up without first being in Administration
- 2 5 The third objective should be achieved as it is anticipated that a dividend will be paid to both the Secured Creditor and the preferential creditors of the Company

3 Progress of the Administration

- 3 1 The manner in which the affairs and business of the Company have been managed since the Appointment Date and will continue to be managed and financed are set out in the remainder of this report

Sale of Business and Assets

- 3 2 As detailed in the Proposals, the business and certain assets of the Company were sold to the Purchaser on 13 January 2015 as part of a pre-packaged Administration sale for total consideration of £1,652,156. Full details of the sale are contained in the Joint Administrators' SIP 16 Report.

Book debts

- 3 3 According to the SOA, the outstanding debtors due to the Company had a net book value of £8,873, as at the Appointment Date. However, the estimated realisable value in the SOA was nil and a large proportion of these debts have proved to be uncollectable.
- 3 4 To date, £2,867 has been collected. The Joint Administrators are continuing to pursue the outstanding balances.

Cash in Tills and at Bank

- 3 5 As at the Appointment Date, the Company had cash at bank of approximately £30,248 that was held at Barclays Bank plc. The Joint Administrators have subsequently received these funds into the Administration estate.
- 3 6 The cash at bank balance is shown in the receipts and payments account together with the cash in tills that formed part of the sale of the business and assets (£36,500), totalling £66,748.

BMS

- 3 7 There is a balance due to the Company, totalling £205,011, in relation to sales made prior to the Appointment Date via the merchant services facility. Following the sale of the business and certain assets to the Purchaser, a significant amount of the Purchaser's sales receipts were also received into the same merchant services facility, in addition to the amount of £205,011. Therefore, it has been agreed with both BMS and the Purchaser that the total balance held by BMS will be transferred to the Purchaser and the amount owed to the Company will be remitted to the Company by the Purchaser following a reconciliation exercise.
- 3 8 Any further funds due to the Company will be subject to costs of release, refunds and Chargeback claims received post-Administration, relating to sales prior to the Appointment Date.
- 3 9 Those parties with Chargeback claims have a period of 120 days following the specific sale transaction date to submit a Chargeback request to BMS. Therefore all Chargeback requests should have been received prior to the end of May 2015. It is understood that the Purchaser has indemnified BMS against future claims.

Business Rates Refunds

- 3 10 Business rates refunds totalling £105,723 were received in the Reporting Period.
- 3 11 The Joint Administrators have instructed GL Hearn to undertake a review of possible business rates refunds to ascertain if there are any further realisations achievable from this source. A further update will be provided in the next progress report.

Refunds and Overpayments

- 3 12 The amount of £3,333 was received in the period as miscellaneous receipts from refunds or overpayments
- 3 13 A road tax refund totalling £419 has been realised in respect of the pre-appointment period
- 3 14 An insurance refund has been realised totalling £76 in respect of the pre-appointment period

Bank Interest

- 3 15 Bank interest of £1,470 has been received to date

The Purchaser's Receipts

- 3 16 Receipts totalling £8,500 have been received in error into the Administration estate bank account in the Reporting Period, that belong to the Purchaser and relate to cash sales receipts received post the pre-packaged Administration sale. These monies will be remitted to the Purchaser and are not an asset of the Company.

The WCC Schedule Stock

- 3 17 As discussed in the SIP 16 Report, the SPA included an amount of stock that was located in the Dundonald warehouse that was not owned by SD and was believed to be subject to retention of title claims. Whilst initial sale consideration of £1 was received for the WCC Schedule Stock, additional consideration may have been received into the Administration estate from the Purchaser for any stock that was not subject to retention of title claims.
- 3 18 It is understood that further realisations from this source are unlikely, as the Purchaser has recently advised that no further payment will be due, based upon the retention of title settlements paid to date.

Other Matters

- 3 19 As part of the pre-packaged Administration sale, it was agreed that the Purchaser would take responsibility for dealing with a number of purported retention of title claims. It is understood that these claims have since been largely resolved.
- 3 20 The SPA included a licence to occupy the existing leasehold properties for a period of six months.
- 3 21 The Joint Administrators are responsible for managing the lease payments under the licence agreement. During the Reporting Period, licence fees totalling £2,556,405 were received from the Purchaser of which £2,523,728 has been paid to the landlords.
- 3 22 Since the licence was first issued, the Purchaser has subsequently assigned 14 leases and exited six premises. There are eight remaining leases.
- 3 23 A subsequent extension of the licence has been sought and agreed, for a further period of six months.

4 Investigations

- 4.1 The Joint Administrators' investigations into the Company's affairs are currently ongoing
- 4.2 The Joint Administrators have complied with their statutory obligation to file a report with BIS concerning the conduct of all directors of the Company that served in the three years prior to the Joint Administrators' appointment. The content of this report is confidential

5. Dividend Prospects / Prescribed Part

Secured Creditor

- 5.1 In consideration for monies advanced under a loan and overdraft facility, the Company granted Sports Direct a debenture dated 8 July 2011, which confers floating charges over the assets of the Company
- 5.2 As at the Appointment Date, the Company's indebtedness to Sports Direct was approximately £7,367,556, subject to accruing interest and charges
- 5.3 It is anticipated that there will be insufficient realisations to repay Sports Direct in full

Preferential Creditors

- 5.4 Pursuant to the SOA, the estimated preferential claims are £106,005
- 5.5 The preferential creditors' claims consist of employee claims for arrears of pay (limited to £800) and holiday pay, the majority of which are likely to be subrogated to the BIS following payment to the employees by the RPS
- 5.6 The RPS submitted a preferential claim totalling £89,717 on 8 July 2015 in respect of payments made to the Company's former employees. There are residual preferential claims in addition to the RPS claim totalling £2,363
- 5.7 In addition to the above, there is a preferential pension scheme claim totalling £508.89
- 5.8 Based on current information, it is understood that there will be sufficient realisations to pay the preferential creditors in full, the timing of which is currently uncertain

Prescribed Part

- 5.9 The Prescribed Part is calculated as a percentage of net property, as follows -

Net property less than £10,000	50% unless the Joint Administrator considers that the costs of making a distribution to the non-preferential unsecured creditors would be disproportionate to the benefits
Net property greater than £10,000	50% up to £10,000 plus 20% thereafter to a maximum of £600,000

- 5 10 The Joint Administrators are of the opinion, based on current information, that there will be sufficient funds to enable a Prescribed Part distribution to be paid to the non-preferential unsecured creditors, the quantum and timing of which is currently uncertain. Further update will be provided in the next progress report.

Non-Preferential Unsecured Creditors

- 5 11 According to the SOA, non-preferential unsecured creditors total £15,184,317 and claims received to date total £16,279,554.
- 5 12 Based upon the current information available, it is anticipated that there will be insufficient realisations to enable a distribution to the non-preferential unsecured creditors of the Company, other than from the Prescribed Part.

6 Joint Administrators' Receipts and Payments Account

- 6 1 A detailed receipts and payments account, for the Reporting Period is shown at Appendix 2.
- 6 2 As at 12 July 2015, there was a cash balance of £1,399,849 in the Administration estate bank account, a balance of £31,964 in the licence payment account and a VAT receivable position totalling £67,552.

7 Pre-Administration Costs

- 7 1 As detailed in the Proposals, the pre-Administration time costs of Duff & Phelps and Gallaghers totalled £30,252 and £17,502 respectively. The time costs were incurred in assessing the financial position of the Company, agreeing a pre-pack Administration sale and taking steps to place the Company into Administration.
- 7 2 On 19 February 2015, these amounts (plus VAT) together with the other pre-administration costs as set out in the Proposals, and listed below, were approved by the Secured Creditor and preferential creditors, to be paid out of the assets of the Company.

Pre-Administration Costs	Total (£)
Duff & Phelps	30,251 50
Gallaghers	17,501 50
Coffin Mew	22,651 00
Hilco Capital	10,000 00
Hilco Appraisal	5,000 00
Smithfield	1,056 23
Total	86,460 23

8. Joint Administrators' Costs and Expenses

- 8 1 The Joint Administrators' basis of remuneration was approved on the basis of time properly charged by the Secured Creditor and preferential creditors on 19 February 2015. At that time the Joint Administrators were also authorised by the Secured Creditor and preferential creditors to draw Category 2 Disbursements.
- 8 2 The time costs charged in the Reporting Period by Duff & Phelps and Gallaghers total £224,604 and £67,135 respectively. These costs are analysed at Appendix 3.
- 8 3 A total of £150,000 (Duff & Phelps) and £57,499 (Gallaghers) has been paid in the Reporting Period in respect of the Joint Administrators' post appointment remuneration. Details of payments are shown on the receipts and payments account at Appendix 2.
- 8 4 The Joint Administrators' disbursements are also detailed at Appendix 3.
- 8 5 The Joint Administrators have incurred expenses in dealing with the Administration of the Company and these are detailed at Appendix 3.
- 8 6 Information regarding the fees and disbursements of the Joint Administrators, including details of the disbursements policy and hourly charge out rates for each grade of staff that may undertake work on this case, is in a document called "A Creditors' Guide to Administrators' Fees". This can be viewed and downloaded from Duff & Phelps website at <http://www.duffandphelps.com/uk-restructuring/creditor-guides>. Should you require a copy, please contact this office. The Gallaghers' information regarding fees and disbursements is attached at Appendix 3.
- 8 7 In accordance with Rule 2.48A of the Rules, secured creditors and unsecured creditors (with the concurrence of at least 5% in value of total unsecured claims) may make a request in writing to the Joint Administrators for further information about the remuneration or expenses set out in this report. This should be done within 21 days receipt of this report, after which the Joint Administrators have 14 days to respond.
- 8 8 In addition to the above, any secured creditor, or any unsecured creditor (with the support of at least 10% in value of the unsecured creditors or the permission of the Court), may apply to the Court on the grounds that the remuneration or basis fixed for the Administrators' remuneration or the expenses incurred by the Joint Administrators are considered to be excessive. In accordance with Rule 2.109 of the Rules, this application must be made no later than eight weeks after receipt of this report, where the charging of the remuneration or the incurring of expenses in question occurs.

9 Extension of the Administration and Conclusion

- 9 1 An Administration automatically comes to an end after one year, unless an extension is granted by the Court or with the creditors' consent.
- 9 2 The Joint Administrators request that the duration of the Administration is extended for a period of one year from 13 January 2016 to 12 January 2017. The request is made to the Secured Creditor and the preferential creditors.
- 9 3 The extension is required to allow sufficient time to finalise the licence to occupy / deal with leasehold interests, to conclude the reconciliation of the merchant service facility and to enable a dividend to be paid to the Secured Creditor, the preferential creditors and the non-preferential unsecured creditors via the Prescribed Part.

9 4 If consent to the extension is given, the revised date for the end of the Administration is 12 January 2017

9 5 It is anticipated that following final distributions to the Secured Creditor, the preferential creditors and the non-preferential unsecured creditors via the Prescribed Part, a notice to move from Administration to dissolution – Form 2 35B, will be submitted to the Registrar of Companies pursuant to Paragraph 84 of Schedule B1 to the Act

9 6 Following registration of the notice by the Registrar of Companies, the Joint Administrators' appointment will cease to have effect, and they will be discharged from liability under Paragraph 98(3) of Schedule B1 to the Act

9 7 At the end of three months, beginning with the date of the notice being registered by the Registrar of Companies, the Company will be dissolved

10. Next Report

10 1 Generally the Joint Administrators will provide a progress report within one month of the end of the each six months of the Administration

10 2 If you have any queries or require any further assistance, please do not hesitate to contact my colleague Paul Murton of this office

Yours faithfully
For and on behalf of
West Coast Capital (USC) Limited



Philip Duffy
Joint Administrator

The affairs, business and property of the Company are being managed by the Joint Administrators Philip Duffy and Geoffrey Bouchier of Duff & Phelps Ltd and Robert Palmer of The Gallagher Partnership LLP, who act as agents for the Company and without personal liability Philip Duffy and Geoffrey Bouchier are licensed by the Insolvency Practitioners Association and Robert Palmer is licensed by the Institute of Chartered Accountants in England and Wales

Appendix 1

Statutory information

Statutory Information

Date of Incorporation	25 February 2002
Registered Number	04380754
Company Director	Mr David Michael Forsey
Company Secretary	Mr Cameron John Olsen
Shareholder	Sports Direct 7,432,121 A Ordinary Shares Sports Direct 1,858,030 B Ordinary Shares
Trading Address	Unit A Brook Park East Road Shirebrook Mansfield Nottinghamshire NG20 8RY
Registered Office	Current Duff & Phelps Ltd The Shard 32 London Bridge Street London SE1 9SG Former. Unit A Brook Park East Road Shirebrook Mansfield Nottinghamshire NG20 8RY
Any Other Trading Names	USC

Appendix 2

Joint Administrators' Receipts and Payments Account

West Coast Capital (USC) Limited (In Administration)
Joint Administrators' Receipts and Payments Account for the Reporting Period

SOA Estimated to Realise Value £		For the Reporting Period 13 January 2015 To 12 July 2015 £
Assets Subject to Fixed Charge		
NIL	Goodwill	1
Balance of Fixed Funds		1
Assets Subject to Floating Charge		
NIL	Licence Fees*	2,556,405 35
1,444,000 00	Stock in Stores	1,444,000 00
136,000 00	Furniture, Equipment & Chattel Assets	136,000 00
	Business Rates Refunds	105,723 64
519,879 00	Cash at Bank & in Tills at Stores	66,748 42
35,650 00	Motor Vehicles	35,650 00
	Republic Com Retail Limited Receipts	8,500 00
	Refunds & Overpayments	3,333 25
NIL	Debtors	2,867 00
	Gross Bank Interest	1,470 20
	Road Tax Refund	418 75
	Insurance Refund	75 92
	Leasehold Arrangements	1 00
	WCC Schedule Stock	1 00
	Property Rights / Patents	1 00
	Database, Records & Documents	1 00
	IT & Communications Infrastructure	1 00
NIL	Prepayments	NIL
		4,361,197 53
Costs of Realisation		
	Lease Payments**	2,523,728 31
	Joint Administrators' Remuneration	207,498 68
	Joint Administrators' Remuneration - Pre Administration	47,753 50
	Legal Fees	30,192 60
	Agents' Fees - Pre Administration	15,000 00
	PR Agents Fees - Pre Administration	5,469 00
	PR Agents Fees	1,056 00
	Legal Fees - Pre Administration	19,462 41
	Legal Disbursements - Pre Administration	91 00
	Insurance of Assets	7,304 67
	Joint Administrators' Disbursements	2,413 29
	Stationery & Postage	1,163 38
	Property Maintenance Costs	310 08
	Bank Charges	244 93
	Statutory Advertising	84 60
	Legal Disbursements	41 00
	Storage Costs	18 23
		(2,861,831 68)
Balance of Floating Funds		1,499,365 85
Represented By		
	Floating Bank Account	1,214,847 50
	Fixed Bank Account	1 00
	Corporate Saver Account - Floating Account	185,000 00
	Licence Account	31,964 97
	VAT Receivable	265,531 23
	VAT Payable	(493,932 45)
	VAT Control Account	295,953 60
		1,499,365 85

* The licence fees received are to meet expected outgoings of the Administration and do not form

** The difference between the licence fees and lease payments is the credit balance on the licence account and bank charges

Appendix 3

Analysis of Time Charged and Expenses Incurred

West Coast Capital (USC) Limited (In Administration)
Duff & Phelps' Time Costs prior to the Administration

Classification of Work Function	Partner	Manager	Hours		Support	TotalHours	TimeCost	Avg Hourly Rate
			Senior	Assistant				
Administration & Planning								
Strategy, Planning & Control	0 00	7 10	8 60	4 40	0 00	20 10	7 326 00	364 48
Financial Review	0 00	0 30	4 60	0 00	0 00	4 90	1 616 00	329 80
Dealings with Directors & Management	3 00	0 00	0 00	0 00	0 00	3 00	1 590 00	530 00
Dealing with Notice of Intention to Appoint	0 00	0 80	0 00	7 50	0 00	8 30	1 284 00	154 70
IPS Set Up & Maintenance	0 00	0 50	0 90	0 25	0 00	1 65	558 00	338 18
Cashiering & Accounting	0 00	0 00	0 20	0 20	0 00	0 40	111 00	277 50
Creditors								
Communications with Creditors / Employees	0 00	0 00	1 20	0 30	0 00	1 50	420 00	280 00
Realisation of Assets								
Sale of Business	0 00	33 70	2 00	0 40	0 00	36 10	16,864 00	467 15
Other Tangible Assets	0 00	0 00	1 00	0 25	0 00	1 25	350 00	280 00
Freehold & Leasehold Property	0 00	0 00	0 00	0 50	0 00	0 50	132 50	265 00
Total Hours	3 00	42 40	18 50	13 80	0 00	77 70		389 34
Total Fees Claimed	1,590 00	20,352 00	5,920 00	2,389 50	0 00		30,251 50	

Category 1 Disbursements

There were no Category 1 Disbursements in the pre-Administration period

Category 2 Disbursements

There were no Category 2 Disbursements in the pre-Administration period

West Coast Capital (USC) Limited (In Administration)
The Joint Administrators' Time Costs for the Reporting Period

Classification of Work Function	Hours					Total Hours	Time Cost	Avg Hourly Rate
	Partner	Manager	Senior	Assistant	Support			
Administration & Planning								
Statutory Matters (Meetings & Reports & Notices)	2 00	10 80	34 70	25 00	0 00	72 50	20 450 00	282 07
Strategy, Planning & Control	1 00	42 10	6 50	2 30	0 00	51 90	23,331 00	449 54
Case Review & Case Diary Management	42 20	3 10	25 30	8 70	0 00	79 30	33 022 00	416 42
Insurance	0 00	0 00	10 10	1 40	0 00	11 50	3 400 00	295 65
Dealings with Directors & Management	0 00	0 00	0 60	3 30	0 00	3 90	675 50	173 21
Cashiering & Accounting	0 00	9 60	36 90	45 20	0 00	91 70	24 477 00	266 92
Statement of Affairs	0 00	0 40	0 50	0 65	0 00	1 85	518 50	280 27
Tax Compliance / Planning	0 00	1 60	6 70	2 30	0 00	10 60	3 188 00	300 75
IPS Set Up & Maintenance	0 00	0 10	1 50	2 55	0 00	4 15	829 00	199 76
Creditors								
Communications with Creditors / Employees	1 30	3 10	42 20	20 85	0 00	67 45	18 309 00	271 45
Secured Creditors	0 00	2 20	3 10	0 20	0 00	5 50	2,072 00	376 73
Non Pref Creditors / Employee Claims Handling	0 00	1 20	0 00	0 80	0 00	2 00	672 00	336 00
Investigations								
Financial Review & Investigations	0 00	0 00	33 70	39 40	0 00	73 10	15,512 00	212 20
CDDA & Reports & Communication	0 00	4 70	0 40	45 90	0 00	51 00	7,892 00	154 75
Realisation of Assets								
Freehold & Leasehold Property	0 00	11 60	150 50	77 30	0 00	239 40	63,032 00	263 29
Sale of Business	0 00	8 20	0 80	1 00	0 00	10 00	4,312 00	431 20
Other Intangible Assets	0 00	2 70	0 30	0 00	0 00	3 00	1,392 00	464 00
Other Tangible Assets	0 00	0 00	0 50	0 00	0 00	0 50	160 00	320 00
Goodwill and Intellectual Property Rights	0 00	0 00	0 00	0 50	0 00	0 50	60 00	120 00
Stock & Work in Progress	0 00	0 00	0 00	0 50	0 00	0 50	60 00	120 00
Book Debts	0 00	0 20	1 40	5 80	0 00	7 40	1 240 00	167 57
Total Hours	46 50	101 60	355 70	283 95	0 00	787 75		285 12
Total Fees Claimed	24,806 00	48,213 00	114 054 00	37,531 00	0 00		224,604 00	

Category 1 Disbursements

There have been no Category 1 Disbursements in the Reporting Period

Category	Amount (£)
Subsistence	1 423 25
Travel	1 124 50
Bonding	150 00
Counter Costs	45 54
Bank Charges	31 94
Total	2,775.23

Category 2 Disbursements

There have been no Category 2 Disbursements in the Reporting Period

Analysis of the Joint Administrators' Expenses Incurred
West Coast Capital (USC) Limited (In Administration)

Company / Organisation	Expenses (Per Receipts & Payments Account)	Detail	Fee Basis	Amount Incurred (£)	Amount Paid (£)
Accurate Mailing Services Limited	Stationery & Postage	Printing and sending of correspondence to the Company's creditors	Fixed per Unit	1 163 38	1,163 38
Arthur Cox	Legal Fees (Including Disbursements)	Assisting the Joint Administrators in assignment of the leases for the stores in Northern Ireland	Time Costs	750 00	750 00
AUA Insolvency Risk Services Limited	Insurance of Assets	Insurance cover for the assets of the Company for the Administration period	Premium	7 124 69	7 124 69
Coffin Mew	Legal Fees (Including Disbursements)	Assisting the Joint Administrators in assignment of the leases for the stores in England drafting the deed for the sale of the tax losses and preparing the hypothec indemnity	Time Costs	26 999 50	19 868 60
Courts Advertising Limited	Statutory Advertising	Advertising of the Joint Administrators appointment	Fixed per Unit	84 60	84 60
DWF	Legal Fees (Including Disbursements)	Assisting the Joint Administrators in assignment of the leases for the Scottish stores	Time Costs	9 615 00	9,615 00
PG Products	Property Maintenance Costs	Removal of rubbish from the Dundonald warehouse site	Fixed per Unit	310 08	310 08
Smithfield	Agents / Valuers Fees	Dealing with all media queries following the appointment of the Joint Administrators	Time Costs	5 469 00	5 469 00
Barclays Bank plc	Bank Charges	Bank charges incurred on transactions through the Administration estate bank account	Fixed per Unit	244 93	244 93
Total Data Management Limited	Storage	Storage of the Company's books and records	Fixed per Unit	18 23	18 23
Total				51,779.41	44,648 51

The Joint Administrators' choice of agent was based on their perception of the ability and experience to perform this type of work, the complexity and nature of the assignment and the basis of the Joint Administrators' fee arrangement with them.

Analysis of Time Charged by Gallaghers

WEST COAST CAPITAL (USC) LIMITED (IN ADMINISTRATION)

TIME & CHARGEOUT SUMMARY

For the Period 13 January 2015 to 12 July 2015

Classification of Work Function	HOURS			Time Costs	Average Hourly Rate
	Partner	Manager/ Senior	Total Hours		
Administration & Planning					
Appointment Set-up	-	1 34	1 34	234 50	175 00
Appointment Notification & Relating Forms	-	-	-	-	-
Statutory Meetings, Reports & Returns	4 40	0 93	5 33	1,724 75	323 59
Planning & Review	11 55	0 51	128 06	4,189 50	347 39
Filing & General Correspondence	-	1 20	1 20	210 00	175 00
Partner Review & Signing	-	-	-	-	-
Realisation of Assets & Other Recoveries					
Bank	2 00	-	2 00	710 00	355 00
Premises / Site Visit	3 70	8 82	12 52	2,857 00	228 19
Rate Refunds	-	3 28	3 28	574 00	175 00
Creditors & Claims					
Secured Creditors	2 30	-	2 30	816 50	355 00
Employees Claims	48 05	73 19	121 34	29,866 00	246 34
ROT Creditors	24 50	6 13	30 63	9,770 25	318 98
General Correspondence & Set-up Creditors	2 30	35 55	37 85	7,037 75	185 94
Records / Claims					
PACE / Data Protection Act	-	2 75	2 75	481 25	175 00
Pensions	-	2 27	2 27	397 25	175 00
Taxation (Income & Corporation)					
Distnbutable Tax Losses, Corporation Tax & Income Tax Review	3 20	0 75	3 95	1,267 25	320 82
Investigation					
The Director's Conduct Prior & Post Appointment	-	4 17	4 17	729 75	175 00
Analysis of Company's Books & Records	2 95	29 84	29 84	6,269 25	191 19
	-	-	-	-	-
Total Hours 13 January 2015 to 12 July 2015	104 95	170 73	275 68	67,135 00	243.53
TOTAL	104 95	170 73	275 68	67,135 00	243.53
Average Rate	355	175			

Gallaghers' Guide to Fees and Disbursements

Administrator's Remuneration

I have incurred time costs to 12 July 2015 totalling £67,135 representing 275 68 hours at an average hourly rate of £245 53. A detailed analysis of my time costs is attached (Appendix I). My fees on a time cost basis were approved as part of the Administration proposals and I have been paid £57,498 68.

A creditor has the right to request further information regarding my remuneration and expenses under Insolvency Rule 2 48A and has the right to challenge the administrator's remuneration and expenses under Insolvency Rule 2 109.

In common with all professional firms, Gallagher's charge-out rates are subject to periodic review and may increase from time to time over the period of the administration of each insolvency case. Gallagher's or any successor firm reserves the right to change the rates and grade structure. The minimum time allocated by each grade of staff assigned to the case is 6 minutes. The charge-out rates for each grade of staff assigned to the case since the date of our appointment are as follows:

Partner	£355 per hour
Senior Administrator	£175 per hour

The firm's policy is not to charge for the cost of support staff; the costs are factored into the charge out rate for each grade of staff shown above.

Statement of Insolvency Practice 9 explains the best practice guidance applicable to the drawing of the administrator's remuneration. An explanatory note of creditors' rights in this regard can be found on The Association of Business Recovery Professionals website, at [https://www.r3.org.uk/media/documents/publications/professional/Guide to Administrators Fees No v20111.pdf](https://www.r3.org.uk/media/documents/publications/professional/Guide%20to%20Administrators%20Fees%20No%20v20111.pdf).

Further Information

In accordance with 2 48A of the Rules, a creditor (with the concurrence of at least 5% of the total voting rights of all creditors having the right to vote at general meetings of the company) may make a request in writing to the liquidator for further information about the remuneration or expenses set out in this annual progress report. This should be done within 21 days of receipt of this progress report.

Any creditor (with the support of at least 10% of the total voting rights of all members having the right to vote at general meetings of the company, or the permission of the court) may apply to court on the grounds that the remuneration or basis fixed for the liquidators' remuneration or the expenses incurred by the administrator are considered excessive. This application must be made no later than 8 weeks after receipt of the progress report, where the charging of the remuneration or the incurring of the expenses in question occurs.

Disbursements

Approval from creditors is not required for the drawing of expenses or disbursements. Professional guidance issued to insolvency practitioners requires that, where the office-holder proposes to recover costs, which, whilst being in the nature of expenses or disbursements, may include an element of shared or allocated costs (such as room hire, document storage or communication facilities provided by the officer-holder's own firm), referred to as "Category 2 Disbursements", they must be disclosed together with the basis of charging. It is our practice not to seek to recover Category 2 Disbursements.