

The Insolvency Act 1986

Administrator's progress report

Name of Company Revolver Entertainment Limited

Company number 04441320

In the High Court of Justice, Chancery Division <small>[full name of court]</small>

Court case number 2662 of 2013

(a) Insert full name(s) and
address(es) of
administrator(s)We (a) Cameron Gunn, Mark Supperstone and Simon Harris of ReSolve Partners LLP, One
America Square, Crosswall, London, EC3N 2LB

administrator(s) of the above company attach a progress report for the period

from

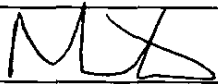
to

(b) 19 March 2014

(b) 3 September 2014

(b) Insert dates

Signed


Joint Administrator

Dated

22/9/14

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

ReSolve Partners LLP

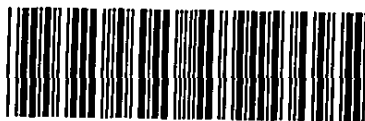
Nathan May

Tel 020 7702 9775

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Revolver Entertainment Limited – In Administration (the Company)

Joint Administrators' progress report

For the period 19 March 2014 to 3 September 2014

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1. INTRODUCTION

Cameron Gunn, Simon Hams and I, were appointed as Joint Administrators of the Company on 19 April 2013. This report is my third report on the progress of the Administration and should be read in conjunction with my previous reports dated 7 November 2013 and 18 March 2014.

With the consent of the Company's secured and preferential creditors the administration was extended for a period of six months, to 18 October 2014.

I make this report as part of my application to Court to further extend the period of administration for one year to conclude outstanding matters with a view to discharging the costs of the Administration, and if applicable, distributing funds to creditors.

2. ADMINISTRATORS' ACTIONS SINCE THE LAST REPORT

Insurance claim

As previously advised, prior to my appointment, the Company was pursuing a negligence claim against its former insurance broker. I entered into discussions with the Company's pre-appointment advisors to establish the likelihood of recovery and the costs associated with this action.

The Company's solicitor, Edwin Coe LLP (ECL) agreed to continue acting in this matter. ECL has assisted me in attempting to progress this matter to mediation.

Unfortunately progression of the claim has been delayed due to a Court of Appeal (CoA) decision in an associated matter. The judgement would suggest the Company's claim against its former broker has fallen away and a claim would now need to be brought against the Mayor's Office for Policing and Crime (MOPC) (further details are provided at section 4 of this report).

DVD Stock

Prior to the Administration, Sony DADC UK Limited (SDL) manufactured and distributed DVD's on behalf of the Company.

The Company's records indicate SDL is a significant debtor. I entered into discussions with SDL to ascertain the current stock volumes held and its proposals to repay amounts outstanding to the Company. SDL provided details of their counter claim in excess of the amount owed. In addition, SDL disputes the Company held title to the DVD stock it produced. I am continuing to liaise with SDL regarding their claim.

As previously advised, an agreement was reached with SDL regarding the sale of the DVD stock it holds. However, certain rights holders objected to the sale of DVD's. I sought legal advice regarding the Company's entitlement to revenue from the sale of stock held by SDL and I was advised that the Company should make no claim to the stock held by SDL. Further details are provided at section 4.

Future revenues / Royalties

I have carried out a detailed analysis of the royalties received and obtained legal advice as to how those funds should be treated. Claims to royalties received by the Company in respect of the periods prior to my appointment are non-preferential unsecured claims against the Company. Funds received following my appointment will be returned to either Revolver Films Limited (RFL) (an associated company), the customers and/or the rights holders.

Further details of the action taken since the last report are continued in section four.

3. RECEIPTS AND PAYMENTS

My receipts and payments account for the period from 19 April 2013 to 3 September 2014 is attached at *Appendix II*.

4. ASSETS

Book debts

As at 31 January 2013, the Company's records indicated £678,281 being due to the Company from its customers

The director has not provided me with any documentation or electronic records to support the ledger and I was unable to locate the required records at the Company's premises. Accordingly, recoveries are uncertain. Based on present information the value of the remaining ledger will be significantly less than £678,281. Of the amount due, approximately £470,000 is owed by SDL and as advised previously is subject to dispute.

The Company's pre-appointment banker, Coutts & Co (Coutts) advised funds totalling £85,009 have been credited to the Company's account since Administration. As some of the funds received relate to monies due to the Company prior to the Administration Coutts has agreed to release these funds. I am currently finalising my analysis to establish exactly which receipts relate to the period prior to 19 April 2013.

Insurance claim

ECL received an agreement in principal from the Company's former insurance broker's solicitor for a mediation process to commence.

Prior to mediation commencing, a CoA decision in a related matter suggests the Company's claim against its former broker has fallen away and a claim would now need to be brought against the MOPC.

I understand the CoA decision is to be challenged in the Supreme Court. ECL has advised, prior to progressing the claim, the Company will need to await the outcome of this challenge before pursuing its claim against MOPC, or in the event the decision is overturned, recommencing action against the insurance broker. At present no hearing date has been set for the appeal. I will update creditors in my subsequent report.

Recoveries in relation to the insurance claim are presently uncertain.

Office furniture and equipment

As detailed in my previous reports, ES Group Limited (EGL) arranged for the removal and sale of the Company's fixtures and fittings. Certain equipment was subject to hire purchase agreements which needed to be settled following the sale of those items. The net proceeds received were £3,400.

I instructed R6RMM, an IT agent, to assist with the removal and sale of the Company's server. The net proceeds following the sale of the IT equipment was £242.

R6RMM has advised other items have been advertised for sale, however no purchaser has been found. Please note the server hard drives, believed to contain the Company's electronic records were removed prior to collection of the server.

As previously advised, the fixed asset register provided by the Company's former accountant, Nyman Libson Paul LLP (NLP), detailed certain computer and electrical equipment which I have been unable to locate. Despite requests for an explanation from the director, I have not recovered any further equipment.

Stock

The Company held DVD stock at the Company's trading premises for promotional purposes. EGL arranged for the collection and sale of the same. I received £3,515 following sale of the DVD stock held at the Company's trading premises.

As advised earlier, SDL acted as the Company's DVD manufacturer and distributor. SDL has advised they are holding approximately 360,000 DVD's in relation to various titles represented by the Company.

As previously reported, SDL identified a purchaser for approximately 20,000 DVD's. An equal split of the sale proceeds (less associated delivery costs) was agreed. A payment of £8,699 has been received.

I received an offer from a third party to acquire the DVD stock held by SDL. However, prior to any sale I wrote to all parties known to have an interest in the titles requesting their consent to the sale. As I received a number of objections to the sale of stock I will not sell any stock due to potential legal obligations. No further realisations are expected from this source.

Sundry Debtors / prepayments

The Company's balance sheet as at 31 January 2013 indicates sundry debtors and prepayments of circa £2 million, of which approximately £1.4 million relates to accrued income.

The director's Statement of Affairs indicates accrued income with a book value of £250,000 with an uncertain realisation. The director advised the accrued income relates to future monies due from Paramount regarding the film title, Ill Manors. Following discussions with the solicitor acting for the rights holder of Ill Manors and Paramount I have not been able to reach an agreement due to a dispute with RFL. Realisations in this regard are currently uncertain.

The sundry debtor of circa £400,000 is due from Red Rooster Restaurant Limited (Red Rooster). Demands for repayment were made to Red Rooster who provided a loan agreement indicating the amount outstanding is not due for repayment until 2025.

I was notified that Red Rooster was convening meetings of members and creditors to be placed into Creditors' Voluntary Liquidation. Stephen Franklin of Panos Eliades Franklin & Co was appointed Liquidator of Red Rooster on 3 July 2014. A claim of £307,293, being the amount supported by the records in my possession, has been submitted in Red Rooster's Liquidation. At present, it is not anticipated that any amounts will be recovered from Red Rooster.

Motor vehicles

As previously advised, during the course of my investigations I have identified a vehicle which was provided to an employee as part of his benefits package. I am advised the Company car was sold in part exchange for a separate vehicle, which is believed to have been acquired personally by the former employee. Following further investigation into this transaction the Company does not retain any interest in the motor vehicle, as this was part of a severance package. Accordingly, there will be no realisations from this source.

Future revenues / Royalties

A number of customers provided accounts in respect of pay-per-view services to the Company on a monthly basis.

I have contacted customers and requested that all future accounting statements be forwarded to my office. I am uncertain whether I have contacted all customers, as the director has not provided all of the Company's records.

To date I have received £117,950 in respect of royalties. As detailed earlier in this report, Coutts has advised funds totalling £85,009 have credited the Company's pre appointment bank account. I am waiting for some of the customers to provide me with royalty statements in respect of this sum to conclude my analysis.

I consider funds relating to pre appointment exploitation of film rights to be an asset of the Company and any claims to those monies will rank as a non-preferential unsecured claim against the Company. Post appointment receipts will be returned to RFL, customers and/or rights holders accordingly. To date, I have returned £17,753 to third parties.

5. DIVIDEND PROSPECTS

Secured creditors

The Companies House mortgage register indicates the Company granted fixed and floating debentures to Coutts on 2 January 2007, these charges were registered on 20 January 2007.

Coutts has advised its indebtedness is circa £1.9 million.

No amounts have been paid to Coutts out of the Administration. A distribution under its fixed or floating charge will be dependent on asset realisations, based on present information I do not anticipate Coutts will be repaid in full.

Preferential creditors

The director's Statement of Affairs indicates preferential claims of £22,000. The Redundancy Payments Office (RPO) has submitted a claim of £2,178. It is anticipated employees may also have further balancing claims in respect of arrears of wages (up to £800) and holiday pay. Due to the uncertainty of a distribution to preferential creditors these amounts have not currently been calculated.

No payments have been made to preferential creditors. A distribution to preferential creditors is currently uncertain.

Non-preferential unsecured creditors

I am aware of approximately 440 creditors. The director's Statement of Affairs indicates an estimated total liability of circa £2.6 million. To date, I have received creditor claims of circa £1.85 million. There will be no adjudication on claims unless a Liquidator is appointed and there are funds available for distribution.

As previously advised, the Company granted a floating charge to Coutts and the prescribed part provisions will apply. At present I am unable to confirm the quantum or timing of the prescribed part to be allocated in this matter and will advise creditors in my future reports. Any distribution to unsecured creditors will be dependent on future asset realisations.

6. INVESTIGATION INTO THE AFFAIRS OF THE COMPANY

I undertook an investigation into the Company's affairs to establish whether there were any potential asset recoveries or conduct matters that required further investigation. I took into account the public interest, potential recoveries, the funds likely to be available to fund an investigation, and the costs involved.

I considered the following matters required further investigation:

- The absence of the Company's books and records, including electronic records
- The removal of certain Company assets from the Company's trading premises without consideration being paid, and
- Amounts advanced to Red Rooster resulting in an irrecoverable loan of circa £400,000

I have continued in my efforts to obtain the Company's books and records. The director has not delivered all the Company books and records required to assist with my investigations. The accounting records I have obtained have been provided by NLP and Coutts, but are insufficient to enable me to fully understand the Company's financial predicament.

The Joint Administrators have identified potential claims which may be brought against Mr Marciano in respect of breaches of his fiduciary duty as a director of the Company. Prior to issuing proceedings consideration will be given to the potential costs to issue proceedings against any potential recovery. I am continuing to liaise with our solicitors, SGH Martineau LLP in this regard.

Within six months of my appointment as Joint Administrator, I am required to submit a confidential report to the Department of Business, Innovation and Skills. The report includes any matters which have come to my attention during the course of my work, which may indicate that the conduct of any past or present director would make him unfit to be concerned with the management of the Company. I can confirm that my report has been submitted and remains confidential.

7. REQUEST FOR AN EXTENSION TO THE PERIOD OF ADMINISTRATION

As detailed above, there are several outstanding matters that require further investigation and assets that remain to be realised. Accordingly, I require further time to conclude this matter.

I am therefore requesting the approval of the Court for an extension of twelve months to the period of the Administration.

8. PRE-APPOINTMENT COSTS

My pre-appointment costs total £6,071 and remain outstanding in full

The pre-appointment costs were approved by the Company's secured and preferential creditors on 2 April 2014

9. ADMINISTRATORS' REMUNERATION

The Joint Administrators' time costs for the period 19 March 2014 to 3 September 2014 total £37,833 and cumulatively for the whole administration amount to £281,742. This represents 956.7 hours of work at an average charge out rate of £294 per hour. The Joint Administrators have not drawn any remuneration in this matter.

The Joint Administrators' remuneration was approved by the Company's secured and preferential creditors on 2 April 2014.

A schedule of the Joint Administrators' charge out rates, disbursement policy and a narrative description of the work undertaken in the Administration to date, together with the time costs incurred to date is attached as **Appendices III and IV**.

A copy of 'A Creditors Guide to Administrators' Fees' published by the Association of Business Recovery Professionals is available at the link <http://www.resolvegroupuk.com/administrators.pdf>. Please note that there are different versions of the Guidance Notes, and in this case you should refer to the November 2011 version. A hard copy of both documents can be obtained, free of charge, on request from the address below.

10. ADMINISTRATORS' EXPENSES

The Joint Administrators' expenses for the period 19 March 2014 to 3 September 2014 total £512 and cumulatively for the whole administration amount to £2,709. Of the total, £2,181 was incurred in respect to category 2 disbursements. Approval of category 2 disbursements was granted by the Company's secured and preferential creditors on 2 April 2014.

Further detail on what expenses have been incurred and paid or not paid to date can be found in **Appendix III**.

The following agents or professional advisors have been utilised in this matter:

Professional Advisor	Nature of Work	Fee Arrangement
ES Group Limited	Valuer/Auctioneer	Time costs
SGH Martineau LLP	Solicitors	Time costs
Edwin Coe LLP	Solicitors	Time costs (conditional fee agreement)
R6RMM Limited	IT Agent	Fixed fee of £275 for removal of server and other IT equipment, together with a percentage of 25 per cent in respect of realisations made from the sale of equipment

The choice of professionals was based on my perception of their experience and ability to perform this type of work, the complexity and nature of the assignment and the basis of my fee arrangement with them. The fees charged have been reviewed and I am satisfied that they are reasonable in the circumstances of this case.

11. FURTHER INFORMATION AND COMPLAINTS

An unsecured creditor may, with the permission of the court or with the concurrence of five per cent in value of the unsecured creditors (including the creditor in question) request further details of the Administrators' remuneration and expenses, within 21 days of receipt of this report. Any secured creditor may request the same details in the same time limit.

An unsecured creditor may, with the permission of the court or with the concurrence of ten per cent in value of the unsecured creditors (including the creditor in question), apply to court to challenge the amount and/or basis of the Administrators' fees and the amount of any proposed expenses or expenses already incurred, within eight weeks of receipt of this report. Any secured creditor may make a similar application to court within the same time limit.

Should you have any comments or complaints regarding this Administration, please contact Cameron Gunn in the first instance. If you consider that we have not dealt with your comment or complaint appropriately, you may request we perform an internal independent review of your complaint. This review would be undertaken by a person within ReSolve not involved in the Administration. A request for a review can be made in writing to the Compliance Manager, ReSolve Partners LLP, One America Square, Crosswall, London, EC3N 2LB or by email to simon.harris@resolvegroupuk.com

If you still feel that you have not received a satisfactory response then you may be able to make a complaint to the Complaints Gateway operated by the Insolvency Service. Any such complaints should be addressed to The Insolvency Service, IP Complaints, 3rd Floor, 1 City Walk, Leeds, LS11 9DA, or you may email ip.complaints@insolvency.gsi.gov.uk, or you may phone 0845 602 9848. The Complaints Gateway will in turn determine if such complaint should be addressed by Mr Gunn's, Mr Supperstone's and Mr Harris' regulatory body.

12. SUMMARY

The Joint Administrators consider an extension to the period of Administration is required to conclude investigation into various outstanding matters and attempt to realise amounts due to the Company. Accordingly, the Joint Administrators are seeking approval to a twelve month extension to the period of Administration from the Court.

The Administration will continue whilst I carry out my investigations and seek to realise assets due to the Company. At present the timescale to conclude this matter is uncertain.

Should sufficient funds be received to enable a distribution to the unsecured creditors, I will consider a move to Liquidation in accordance with my proposals.

Should you have any queries in relation to this matter please do not hesitate to contact Nathan May of this office.

Yours faithfully
For and on behalf of
Revolver Entertainment Limited



Mark Supperstone
Joint Administrator

For enquiries regarding this correspondence please contact:

Contact name: Nathan May
Phone number: 020 3326 8579
Email: nathan.may@resolvegroupuk.com

The affairs, business and property of the Company are being managed by the joint administrators. Partners and staff acting as administrators, administrative receivers or supervisors act as agents of the company over which they are appointed at all times and without personal liability. Cameron Gunn, Mark Supperstone and Simon Harris are licensed in the United Kingdom by the Institute of Chartered Accountants in England and Wales.

APPENDIX I

STATUTORY INFORMATION

Company name	Revolver Entertainment Limited
Previous company name	None
Registered office	c/o Resolve Partners LLP One America Square Crosswall London EC3N 2LB
Former registered office	27-28 Eastcastle Street London W1W 8DH
Registered number	04441320
Date of incorporation	17 May 2002
Trading address	48/49 Princes Place Holland Park London W11 4QA
Principal trading activity	Motion picture distribution activities
Joint Administrators' names	Cameron Gunn, Mark Supperstone and Simon Harris
Joint Administrators' address:	ReSolve Partners LLP One America Square Crosswall London EC3N 2LB
Joint Administrators' date of appointment	19 April 2013
Court name and reference	High Court of Justice, Chancery Division No 2662 of 2013
Appointment made by	The director following an application to Court
Joint Administrators' actions	Any act required or authorised under any enactment to be done by an Administrator may be done by either or both of the Administrators acting jointly or alone

APPENDIX II

RECEIPTS AND PAYMENTS ACCOUNT

REVOLVER ENTERTAINMENT LIMITED - IN ADMINISTRATION

SUMMARY OF JOINT ADMINISTRATORS' RECEIPTS AND PAYMENTS ACCOUNT
FOR THE PERIOD 19 APRIL 2013 TO 3 SEPTEMBER 2014

	Estimated to Realise Director's Statement of Affairs	19-Apr-13 to 18-Oct-13	19-Oct-13 to 18-Mar-14	19-Mar-14 to 03-Sep-14	Total Receipts/ Payments To Date
FLOATING CHARGE RECEIPTS		£	£	£	£
Royalties (potentially including third party funds)		113,719	4,183	68	117,950
Book debts *	Uncertain	50,875	34,134	-	85,009
Sundry debtors		-	-	-	-
Accrued income	Uncertain	-	-	-	-
Insurance claim	Uncertain	-	-	-	-
Fixtures and fittings	Uncertain	3,400	-	-	3,400
Stock	Uncertain	3,515	8,699	54	12,268
Cash at bank	210,415	-	-	-	-
IT equipment	Uncertain	-	242	-	242
	210,415	171,509	47,238	122	218,869
FLOATING CHARGE PAYMENTS					
Agents/Valuers fees		275	-	5,121	5,396
Agents/Valuers disbursements		-	-	879	879
Petitioners costs		-	-	830	830
Insurance of assets		345	-	-	345
Storage costs		-	810	138	947
Bank charges		-	0	13	13
Legal fees		-	-	10,000	10,000
Legal disbursements		-	-	9	9
Professional fees		100	-	-	100
Third party royalties		8,001	3,277	8,474	17,753
Stationery/Postage		104	54	-	158
Search fees		11	-	-	11
		8,838	4,141	25,264	36,241
Balance (Receipts less Payments)		164,673	43,097	(25,142)	182,628

Represented by	
VAT Payable	(25,385)
VAT Receivable	5,983
Bank account - floating (non-interest bearing)	118,001
Bank account - fixed (non-interest bearing)	-
Bank account - Coutts & Co pre-appointment account	85,009
TOTAL CASH IN HAND	182,628

Mark Supperstone
Joint Administrator
04 September 2014

Notes

* Amounts received into Coutts & Co bank account post appointment previously subject to discussion regarding fixed or floating charge treatment Funds currently being reconciled to determine entitlement

APPENDIX III

ADMINISTRATORS' CHARGE OUT RATES, DISBURSEMENT POLICY AND NARRATIVE

Joint Administrators' charge out rates

Time properly incurred on cases is charged to the assignment at the hourly rate prevailing at the time. Time is recorded in units of six minutes each, so ten per hour. The current hourly charge-out rates covering the whole period are outlined below.

	£
Partner	490
Director	400
Senior Manager	385
Manager	325
Assistant Manager	295
Senior Administrator	245
Administrator	185
Junior Administrator	125

Secretarial and support staff are not charged to the cases concerned, being accounted for as an overhead of ReSolve Partners LLP.

Disbursements policy

Separate charges are made in respect of directly attributable expenses (Category 1 disbursements) such as third party travelling, postage, photocopying, statutory advertising and other expenses made on behalf of the assignment. Details of such disbursements are included later in this report.

Indirect charges (Category 2 disbursements) are charged as follows:

- Photocopying 20 pence per sheet
- Faxes/telephone/room hire £150 per annum
- Mileage 40 pence per mile

The following expenses were incurred but have not been paid:

	CATEGORY 1 Cost (£)	CATEGORY 2 Cost (£)	TOTAL Cost (£)	PAID TO DATE Cost (£)	OUTSTANDING Cost (£)
Insolv Fee	110	-	110	-	110
Management fee	-	300	300	-	300
Company searches	41	-	41	-	41
Bonding	264	-	264	-	264
Advertising	85	-	85	-	85
Subsistence	3	-	3	-	3
Travel	25	-	25	-	25
Postage	-	1,881	1,881	-	1,881
	528	2,181	2,709	-	2,709

Narrative of time charged

A description of the routine work undertaken in the Administration to date is as follows

Administration and Planning

- Preparing the documentation and dealing with the formalities of appointment
- Attendance at Company's premises following appointment and subsequently to oversee removal of items
- Statutory notifications and advertising
- Preparing documentation required
- Dealing with all routine correspondence
- Maintaining physical case files and electronic case details on Insolv
- Review and storage
- Case bordereau
- Case planning and administration
- Preparing reports to members and creditors
- Convening and holding meetings of members and creditors
- Liaising with the Company's landlord
 - General correspondence regarding the Company's occupation at the premises
 - Arranging a surrender of the lease
 - Dealing with the landlord's claim against the Company
- Liaising with the Company's solicitors
 - General correspondence regarding matters dealt with on behalf of the Company pre-appointment
 - Instruction of Edwin Coe LLP (ECL)
 - Agreement of conditional fee arrangement with ECL in respect of continuing to act in respect insurance broker negligence claim
- Liaising with the Company's accountant
 - General correspondence
 - Attending accountants premises to arrange collection of Company's SAGE accounting records
 - Correspondence relating to entries made in the Company's accounts
 - Correspondence relating to submission of pre-appointment group VAT returns
- Liaising with the Company's bankers, Coutts and Co (Coutts)
- Correspondence with SGH Martineau LLP (SGH)
 - General correspondence and meetings regarding legal advice pertaining to all matters relating to the Administration
 - Several meetings with SGH to discuss legal advice
 - Instruction to SGH regarding validity of appointment review Review of report provided by SGH
 - Instruction to SGH regarding validity of fixed and floating charge granted in favour of Coutts and Co (Coutts) Review of report provided by SGH
- Correspondence with the director regarding non-investigative matters
 - Initial correspondence following appointment
 - Meetings following appointment
 - Numerous correspondence regarding obtaining access to Company's premises
 - General correspondence regarding update on progress
 - Responding to queries raised in correspondence received from Mr Marciano
- Maintaining and managing the Administrators' cashbook and bank account
- Ensuring statutory lodgements and tax lodgement obligations are met

Creditors

- Dealing with creditor correspondence by letter, email and telephone
- Preparing reports to creditors
- Maintaining creditor information on Insolv
- Reviewing, and adjudicating on if necessary, proofs of debt received from creditors
- Reporting to secured and preferential creditors regarding an extension to the period of Administration
- Correspondence with SGH Martineau LLP (SGH)
 - Instruction to SGH regarding validity of fixed and floating charge granted in favour of Coutts and Co (Coutts) Review of report provided by SGH

Investigations

- Collection of books and records held at Company's premises
- Review and storage of books and records
- Prepare a return pursuant to the Company Directors Disqualification Act
- Conduct investigations into suspicious transactions
- Correspondence with the director and his solicitor regarding investigations
 - Numerous requests to provide further information to assist with investigation and provide further Company books and records
 - Correspondence regarding missing assets
 - Telephone conversations regarding concerns and requests to provide information
 - Correspondence regarding directors obligations to comply with officeholders
- Liaising with the Company's accountant
 - Correspondence relating to entries made in the Company's accounts
- Correspondence with IT service providers regarding access to Company's server
- Analysis of financial information, including bank statement analysis (transcribed into Excel)
- Liaising with Coutts regarding management accounts provided
- Review books and records to identify any transactions or actions an Administrator may take against a third party in order to recover funds for the benefit of creditors
- Correspondence with SGH
 - Correspondence and review of advice relating to potential claims against Mr Marciano

Realisation of Assets

- Corresponding with debtors and attempting to collect outstanding book debts
 - Liaising with solicitor acting for the rights holder of Ill Manors and Paramount
 - Liaising with Deloitte (as Administrators of HMV) regarding funds held which may be due to the Company, subject to a dispute with Sony
 - Liaising with Red Rooster Restaurants Limited, their solicitor and Liquidator
- Review of customer agreements
- Review of customer statements
 - Preparing analysis of pre and post appointment royalties
- Attempting to locate contact information for debtors
- Arranging return of royalties to third parties and Revolver Films Limited (RFL)
 - Liaising with third parties regarding return of funds
 - Liaising with Mr Marciano and RFL's solicitor regarding return of royalties
 - Preparing analysis of RFL's entitlement to funds
- Liaising with Coutts regarding funds received into Company's bank account post appointment
 - Correspondence regarding treatment of funds as either fixed or floating charge realisations
 - Preparing analysis of royalties received into Company's bank account
- Liaising with Company's pre appointment advisors regarding insurance broker negligence claim
- Liaising with agents regarding valuation and sale of assets
 - Attendance at site to oversee removal of assets
 - Correspondence regarding offers received
- Preparing reconciliation of fixed asset register compared with assets located at Company's premises
 - Correspondence with director regarding missing assets
- Correspondence with SGH Martineau LLP (SGH)
 - Correspondence and review of advice regarding the Company's entitlement to stock held by Sony
 - Correspondence and review of advice relating to the Company's entitlement relating to royalties
- Preparing schedule and writing to producers and third parties believed to have an interest in DVD stock held by Sony
- Discussions and meetings with Sony regarding DVD stock and amounts outstanding to the Company

Statutory

Dealing with statutory issues required under the Insolvency Act 1986 and the Statements of Insolvency Practice, including, but not limited to, the following

- Statutory form preparation
- Drafting and filing documents with the Registrar of Companies
- Drafting and filing documents with the Court
- Reporting to members, creditors, employees and other stakeholders
 - Completion of report and proposals to creditors
 - Completion of six monthly report
 - Completion of extension report to secured and preferential creditors
 - Completion of further extension report to Court

APPENDIX IV

ADMINISTRATORS' TIME COSTS SUMMARY

Pre-appointment costs

Task	Partner/ Director	Other Senior Managers	Professionals	Assistants / Support Staff	Total hours	Total cost (£)	Average hourly rate (£)
Administration and Planning	2 00	3 60	6 10	-	11 70	3,860 50	329 96
Statutory	-	4 90	-	-	4 90	1,592 50	325 00
Creditors	-	1 90	-	-	1 90	617 50	325.00
Total hours	2.00	10 40	6.10	-	18.50	6,070 50	328.14
Total fees claimed	980.00	3,596 00	1,494.60	-	6,070 50		

Post appointment costs for the period 19 March 2014 to 3 September 2014

	PARTNER / DIRECTOR		MANAGER		OTHER SENIOR PROFESSIONAL		TOTAL		AVERAGE RATE Cost (£)
	Hours	Cost (£)	Hours	Cost (£)	Hours	Cost (£)	Hours	Cost (£)	
Administration & Planning									
Case planning / monitoring	-	-	1.60	626.50	5 60	1,252.00	7 20	1,878.50	260.90
Cashiering	-	-	0.20	77 00	5 90	1,253.50	6.10	1,330.50	218.11
Reporting	-	-	-	-	-	-	-	-	-
Compliance / technical	-	-	-	-	-	-	-	-	-
General administration	4 50	2,205 00	6.40	2,080 00	15.20	3,724.00	26.10	8,009.00	306.86
	4.50	2,205 00	8.20	2,783.50	24.70	6,228.50	39.40	11,218.00	284.72
Creditors									
Secured	-	-	-	-	0.60	147.00	0.60	147.00	245.00
Preferential	-	-	0.60	231.00	-	-	0.60	231.00	385 00
Unsecured	-	-	2.70	1,039.50	2.40	588.00	5.10	1,627.50	319 12
Employees	-	-	-	-	0.60	147.00	0.60	147.00	245 00
Creditors committee	-	-	-	-	-	-	-	-	-
	-	-	3.30	1,270.50	3.60	882.00	6.90	2,152.50	311.96
Investigations									
General investigation	-	-	5.50	1,787 50	6.10	1,494.50	11.60	3,282.00	282 93
D returns	-	-	-	-	-	-	-	-	-
Other investigation	-	-	-	-	1.20	294 00	1.20	294.00	245 00
Preparing / submitting D Report	-	-	-	-	-	-	-	-	-
Legal action	-	-	-	-	-	-	-	-	-
	-	-	5.50	1,787 50	7.30	1,788.50	12.80	3,576.00	279.38
Realisation of Assets									
Book debts	1 00	490.00	6.90	2,484 00	5.90	1,445.50	13.80	4,419.50	320.25
Sale of business / assets	0.50	245.00	9.20	3,014.00	2.20	539.00	11.90	3,798.00	319.16
Property freehold and leasehold	-	-	-	-	0.10	24.50	0.10	24.50	245.00
Retention of title	-	-	-	-	-	-	-	-	-
Other assets	2.00	980 00	19.30	4,352.50	11.40	2,793.00	26.70	8,125.50	304.33
	3.50	1,715.00	29.40	9,850.50	19.60	4,802.00	52.50	16,347.50	311.76
Statutory									
Statutory paperwork / form completion	-	-	0.50	200.00	-	-	0.50	200.00	400.00
Filing documents with CH / Court	-	-	-	-	-	-	-	-	-
Reporting to creditors	-	-	4.70	1,550.00	11.30	2,768.50	16.00	4,318.50	269 91
	-	-	5.20	1,750.00	11.30	2,768.50	16.50	4,518.50	273.85
Trading									
Day one matters	-	-	-	-	-	-	-	-	-
Ongoing trading administration	-	-	-	-	-	-	-	-	-
Close down	-	-	-	-	-	-	-	-	-
	-	-	-	-	-	-	-	-	-
Total hours and cost	8.00	3,920.00	51.60	17,442.00	68.50	16,470.50	128.10	37,832.50	295.34

Revolver Entertainment Limited
Extension Progress report
4 September 2014

Post appointment costs from the date of administration

	PARTNER / DIRECTOR		MANAGER		OTHER SENIOR PROFESSIONAL		TOTAL		AVERAGE RATE
	Hours	Cost (£)	Hours	Cost (£)	Hours	Cost (£)	Hours	Cost (£)	
Administration & Planning									
Case planning / monitoring	3.10	1,519.00	26.90	8,999.00	8.10	1,864.50	38.10	12,382.50	325.00
Cashiering	-	-	0.20	77.00	16.50	3,814.50	16.70	3,891.50	233.02
Reporting	-	-	-	-	-	-	-	-	-
Compliance / technical	-	-	-	-	-	-	-	-	-
General administration	26.50	12,985.00	17.40	5,781.00	123.30	30,052.50	167.20	48,818.50	291.98
	29.60	14,504.00	44.50	14,857.00	147.90	35,731.50	222.00	65,092.50	293.21
Creditors									
Secured	7.10	3,479.00	25.50	8,815.50	7.60	1,862.00	40.20	14,156.50	352.15
Preferential	-	-	0.60	231.00	-	-	0.60	231.00	385.00
Unsecured	5.50	2,695.00	10.20	3,765.00	53.20	10,442.00	68.90	16,902.00	245.31
Employees	-	-	18.20	6,119.00	17.30	3,938.50	35.50	10,057.50	283.31
Creditors committee	-	-	-	-	-	-	-	-	-
	12.60	6,174.00	54.50	18,930.50	78.10	16,242.50	145.20	41,347.00	284.76
Investigations									
General investigation	-	-	27.60	9,708.00	16.50	4,042.50	44.10	13,750.50	311.80
D returns	1.50	735.00	23.00	7,583.00	49.00	8,105.00	73.50	16,423.00	223.44
Other investigation	0.50	245.00	28.40	9,416.00	8.70	1,651.50	37.60	11,312.50	300.86
Preparing / submitting D Report	-	-	-	-	-	-	-	-	-
Legal action	-	-	-	-	-	-	-	-	-
	2.00	980.00	79.00	26,707.00	74.20	13,799.00	155.20	41,486.00	267.31
Realisation of Assets									
Book debts	1.50	735.00	40.40	14,487.50	46.80	11,346.00	88.70	26,568.50	299.53
Sale of business / assets	4.40	2,156.00	80.00	26,102.00	33.50	8,207.50	117.90	36,465.50	309.29
Property - freehold and leasehold	-	-	4.20	1,365.00	2.00	490.00	6.20	1,855.00	299.19
Retention of title	1.00	490.00	1.40	539.00	-	-	2.40	1,029.00	428.75
Other assets	9.40	4,606.00	109.20	33,876.00	23.60	5,782.00	136.20	44,264.00	324.99
	16.30	7,987.00	229.20	76,969.50	105.90	25,825.50	351.40	110,182.00	313.55
Statutory									
Statutory paperwork / form completion	-	-	0.50	200.00	1.80	441.00	2.30	641.00	278.70
Filing documents with CH / Court	-	-	-	-	-	-	-	-	-
Reporting to creditors	-	-	33.70	11,503.00	41.90	10,265.50	75.60	21,768.50	287.94
	-	-	34.20	11,703.00	43.70	10,706.50	77.90	22,409.50	287.67
Trading									
Day one matters	-	-	-	-	5.00	1,225.00	5.00	1,225.00	245.00
Ongoing trading administration	-	-	-	-	-	-	-	-	-
Close down	-	-	-	-	-	-	-	-	-
	-	-	-	-	5.00	1,225.00	5.00	1,225.00	245.00
Total hours and cost	60.50	29,645.00	441.40	148,567.00	454.80	103,530.00	956.70	281,742.00	294.43