



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

1 Company details

Company number 0 5 6 7 1 8 5 2

Company name in full Temple Finance Limited

→ Filling in this form

Please complete in typescript or in
bold black capitals.

2 Administrator's name

Full forename(s) Robert James

Surname Harding

3 Administrator's address

Building name/number 156 Great Charles Street

Street Queensway

Post town Birmingham

County/Region

Postcode B 3 3 H N

Country

4 Administrator's name ①

Full forename(s) David Philip

Surname Soden

① Other administrator

Use this section to tell us about
another administrator.

5 Administrator's address ②

Building name/number 156 Great Charles Street

Street Queensway

Post town Birmingham

County/Region

Postcode B 3 3 H N

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>2</div></div>	<div><div>d</div><div>5</div></div>	<div><div>m</div><div>0</div></div>	<div><div>m</div><div>9</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>2</div></div>	
To date	<div><div>d</div><div>2</div></div>	<div><div>d</div><div>4</div></div>	<div><div>m</div><div>0</div></div>	<div><div>m</div><div>3</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>3</div></div>	

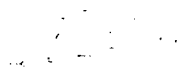
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Progress report

☒ I attach a copy of the progress report

8

Sign and date

Administrator's signature	<div>Signature</div> <div><div>X</div><div></div><div>X</div></div>								
Signature date	<div><div>d</div><div>2</div></div>	<div><div>d</div><div>4</div></div>	<div><div>m</div><div>0</div></div>	<div><div>m</div><div>4</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>3</div></div>	

**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 **Parth Patel**

Company name **Teneo Financial Advisory 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**

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The Registrar of Companies, Companies House,
Crown Way, Cardiff, Wales, CF14 3UZ.
DX 33050 Cardiff.

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The Global CEO Advisory Firm

Court Case Nos. 000878 and 000879 of 2022
High Court of Justice, Business and Property
Courts of England and Wales
Registered Office: c/o Teneo Financial
Advisory Limited, 156 Great Charles Street,
Queensway, Birmingham, B3 3HN






Temple Finance Limited (trading as PerfectHome) (“TFL”) **Coleshill Retail Limited (“CRL”)** (Both in administration) (together “the Companies”)

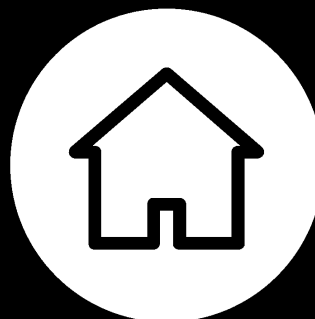
Progress report to creditors for the period 25 September 2022 to 24 March 2023 pursuant to rules 18.2 to 18.6
inclusive of the Insolvency (England & Wales) Rules 2016 (“the Rules”)

24 April 2023

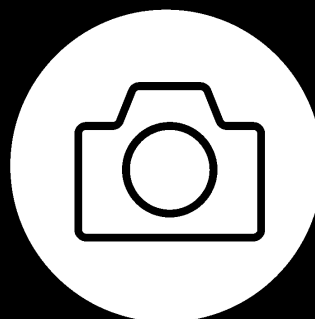
Robert James Harding and David Philip Soden (“the Joint Administrators”) were appointed Joint Administrators of Temple Finance Limited and Coleshill Retail Limited on 25 March 2022 by the director of the Companies. The affairs, business and property of the Companies are managed by the Joint Administrators. The Joint Administrators act as agents of the Companies and contract without personal liability. All licensed Insolvency Practitioners of Teneo Financial Advisory 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. As stated in the administration appointment documents, these are COMI proceedings (i.e. the centre of main interests is in the UK).

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Key messages



Key messages

Joint Administrators of the Companies

Robert James Harding

David Phillip Soden

Teneo Financial Advisory Limited

156 Great Charles Street

Queensway

Birmingham

B3 3HN

Contact details

Email: parth.patel@teneo.com

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Tel: +44 121 619 0180

Purpose of the administrations

- The purpose of the administrations is to achieve a better result for the Companies' creditors as a whole than liquidations.

Progress of the administrations

TFL

- The Joint Administrators have collected outstanding customer receivables due in respect of the outstanding Hire Purchase ("HP") receivables as part of the managed wind down of TFL's business and operations. During the period, a further c.£1,725k have been collected in respect of HP receivables bringing total realisations to c.£5,520k to date. Please see pages 6 and 11 for further information.
- Further transactions in respect of the outstanding HP receivables have been completed, with two further tranches of outstanding customer HP receivables sold to Perch Capital Limited ("PEL") and a final tranche of outstanding customer HP receivables sold to Azzurro Associates Limited ("Azzurro") during the reporting period.
- Following the transactions detailed above, any accounts/agreements not sold to PEL or Azzurro were terminated by TFL.
- Amounts totalling c.£15k have been realised in respect of stock during the reporting period. Please see page 7 for further details.
- Funds totalling c.£39k have been realised in respect of prepayments during the reporting period. Please see page 7 for further details.
- The Joint Administrators have continued to keep the FCA apprised of progress. During the reporting period, the Joint Administrators submitted an application to the FCA for the authorisations of TFL to be withdrawn, which was completed on 3 April 2023.

CRL

- Funds totalling c.£14k have been realised in respect of a rent deposit paid pre-appointment. Please see page 7 for further details.

Costs

- Please note all fees, costs and expenses, unless otherwise stated, are reported net of VAT.
- Our time costs for the period of the report are c.£256k for TFL and c.£76k for CRL. Please see pages 18-20 for further details.
- We have incurred third party category 1 expenses of c.£0.8k in CRL and c.£64k in TFL in the report period. Please see page 8 for further details.
- We have incurred category 1 disbursements of £0.5k in TFL during the report period. Please see page 9 for further details.

Outstanding matters

- Completion of VAT and Corporation Tax matters for the Companies.
- Final realisation of prepayments in TFL.
- Prepare for and make transfers of HP receivables to PerfectHome Capital Limited ("PCL") as appropriate and prepare for and make distributions to Kaluga Investments Sarl ("the Secured Creditor"/"Kaluga") in TFL if sufficient funds are available.
- Statutory closing procedures.

Key messages

Dividend prospects
Extension to administrations period

- The Secured Creditor – The Secured Creditor will not be repaid in full. Please see page 15 for further details.
- Ordinary preferential creditors – There will be insufficient floating charge realisations to enable payment of an ordinary preferential dividend in TFL should any claims arise. No ordinary preferential claims are expected however in TFL. In CRL, no ordinary preferential claims are expected. Please see page 15 for further details.
- Secondary Preferential creditor – There will be insufficient floating charge realisations to enable any payment of HMRC's secondary preferential claims.
- Unsecured creditors – There are no prospects of a distribution for unsecured creditors in either of the Companies. Please see page 15 for further details.

The period of the administrations has been extended to 25 March 2024. It is unlikely that any further extension will be required. Please see page 15 for further details.



Progress of the administrations

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Progress of the administrations Summary

Work done during the report period

Collection of HP receivables

Overview

As outlined in our proposals, TFL's primary asset was the balance of HP receivables owed to it pursuant to HP agreements entered into with customers in relation to home furniture, domestic appliances, televisions and related products.

The beneficial interest in the HP receivables was sold to PCL as part of a refinancing of the business prior to our appointment. In order to ensure sufficient funding was available to continue to collect the outstanding HP receivables and undertake an orderly wind-down of business operations, the Joint Administrators entered into a funding agreement with PCL and Kaluga.

Whilst we continued to collect the HP receivables on behalf of PCL, we concluded it would be in the best interests of creditors to continue to execute TFL's orderly wind-down strategy in order to maximise asset realisations from the collection of the outstanding HP receivables.

TFL has not entered into any new agreements with customers during the Administration. All outstanding agreements with customers continued in place whilst TFL continued the orderly wind-down of operations.

In December 2022, TFL concluded the orderly wind-down of operations following the sale of a final tranche of outstanding HP receivables (as detailed opposite). Any customer accounts / agreements that had not been included as part of the transactions were terminated by TFL. TFL no longer manages any customer accounts.

Progress during the report period – trading during the wind down phase

Following our last progress report, c.£1,725k of HP receivables have been collected in TFL. This balance is shown in our trading account on page 11.

No further amounts will be received from customers in respect of HP receivables. Outside the reporting period, the Joint Administrators have received c.£0.5m in respect of HP receivables from TFL's pre-appointment bank account.

Sale of business

As previously reported, the Joint Administrators explored the feasibility of a sale of the Companies and all / part of the HP receivables.

During the reporting period, we have executed sales in respect of further tranches of the outstanding HP receivables.

On 15 November 2022 we executed a further sale in respect of outstanding HP receivables to PEL. A final sale of a tranche of HP receivables was executed to Azzurro Associates Limited on 20 December 2022. Under the terms of an Asset Purchase Agreement ("APA"), consideration was received directly by PCL in respect of the beneficial interest in the HP receivables. The terms of the APA are confidential.

There will be no further transactions in respect of the HP receivables.

Funding Agreement

The Funding Agreement was finalised and executed shortly following our appointment. Since our appointment, £610k has been received into TFL's administration bank account under the terms of the Funding Agreement in order to enable payment of initial costs of the wind-down.

The total trading expenses paid in the period of the report are c.£2,168k. By agreement with Kaluga, we have also retained HP receivables collections of c.£2,088k (in addition to the £610k received directly by TFL) to settle trading expenses.

These funds are repayable under the Funding Agreement as an expense of the administrations although it is currently unclear whether sufficient funds will be realised from other assets to enable any repayment to be made.

Ringfenced Funds – TFL

As explained in our last progress report, a cash balance was received in TFL totalling c.£324k in respect of historic overpayments from customers. A further c.£8k has been repaid during the report period in respect of customer refunds.

Following the conclusion of TFL operations, these funds have been transferred to the administration estate.

Progress of the administrations Summary

Work done during the report period (continued)

Fixed Charge Assets

Amounts due from HMRC – TFL

As stated in the previous progress report, TFL's records on appointment detail tax assets of c.£674k relating to bad debt relief claims on customer loans. No amounts have been recovered to date and the level of recovery is still unclear. We continue to liaise with HMRC in respect of TFL's tax affairs

Floating Charge Assets

Prepayments/Refunds – TFL

During the period, c.£39k was received in TFL in respect of prepayments made for a number of pre administration expenses and supplier deposits. We do not expect any further prepayment recoveries.

TFL's Merchant Services Provider ("MSP") has released retained funds which have been treated as HP Receivables. A balance of c.£50k continues to be held by the MSP who have agreed to review the position in June 2023 to decide whether the final balance can be released.

Prepayments/Refunds – CRL

During the period, funds totalling c.£14k were received in CRL in respect of a rental deposit paid pre-appointment for a leasehold property. We do not anticipate any further realisations from prepayments or refunds in CRL.

Stock – the Companies

At the date of our appointment, the Companies' records showed a stock value of c.£55k, primarily relating to new and used electrical stock.

Stock sales realised during the period total c.£15.5k in TFL, bringing total realisations to c.£15.6k. A total amount of c.£6.4k was transferred from CRL to TFL as mentioned in our previous progress report.

Other Matters

Winding down of operations – the Companies

During the period, 26 employees were made redundant in TFL leaving 2 employees to assist with the final wind down of the business.

Liaison with Financial Conduct Authority ("FCA") – TFL

TFL was an FCA regulated entity. We have continued to liaise with the FCA.

In February 2023, following the final sale of the HP receivables and conclusion of TFL operations, we submitted an application to revoke TFL's authorisations. TFL's FCA authorisations have been cancelled with an effective date of 3 April 2023.

Statutory tasks

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

- Case management actions, including updating the insolvency website/creditor portal for the case, filing and regular diary reviews to ensure compliance matters are dealt with accordingly;
- Statutory reporting, including the preparation of progress reports;
- Cashiering functions, including the preparation of monthly bank account reconciliations and various payments and receipts; and
- Interaction with 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 administrations Summary

Third party costs incurred during the report period

Joint Administrators' – Category 1 Expenses

Category 1 expenses are payments to persons providing the service to which the expense relates and which are neither payment to us, the officeholders, or to an associate of ours. These expenses can be paid out of the estate by us without creditor approval.

The following third party expenses have been incurred during the report period:

Trading/funding

- Trading costs of £2,168k have been incurred in TFL. Please see page 11 for further details.

Agents' Costs

- Forensic Risk Alliance, who are experienced in this area, have been engaged by us to assist in obtaining a copy of the Companies' records and in respect of which they have incurred fees and costs of c.£0.8k during the report period in CRL and c.£9k in TFL.

Lawyers/Legal Services

- We have instructed Pinsent Masons LLP ("Pinsent Masons"), a firm of lawyers with the appropriate expertise and experience in dealing with these types of Administrations to advise on the following legal matters and to prepare required legal documentation in relation to:

TFL

- Validity of security review, advice in respect of the security structure and the appointment and statutory filings;
- Prepare/review the Funding Agreement;
- Prepare/review the APA for the HP receivables;
- Regulatory matters within TFL;
- Advice around key supplier contracts; and
- Employment Advice.
- Advising and preparing documentation in respect of the sales of tranches of HP Receivables;

CRL

- Validity of security review and advice in respect of the security structure and the appointment and statutory filings; and
- Prepare/review the Funding Agreement;

Pinsent Masons' costs incurred in the period are c.£55k, which have not yet been paid, in TFL. No costs have been incurred in CRL in the period, all figures are exclusive of VAT.

Payment of Category 1 Expenses

All professional costs and expenses are kept under review and analysed to ensure best value for creditors is being obtained.

Please refer to the respective receipts and payments account on pages 10 and 12 for details of Category 1 expenses paid to date.

Progress of the administrations Summary

Disbursements – Category 1

Category 1 disbursements are payments to third parties which are initially met by us and then reimbursed to us out of the estate when funds become available, and for which no approval is required. These are summarised in the table below:

Category 1 Expenses - TFL				
£ (net)	Estimated per Proposals	Incurred in report period	Paid	Unpaid
Mail Redirection	519	-	-	519
Travel	-	-	-	80
Accommodation	-	-	-	226
Subsistence	-	-	-	24
Postage/Couriers	200	-	-	-
Specific Penalty Bond	230	-	-	220
Software	-	-	-	421
Spare Parts	6000	-	-	352
VAT Advice	-	500	-	500
Total expenses	6,949	500	-	2,342

Category 1 Expenses - CRL				
£ (net)	Estimated per Proposals	Incurred in report period	Paid	Unpaid
Mail Redirection	519	-	-	519
Postage/Couriers	200	-	-	-
Specific Penalty Bond	230	-	-	220
Total expenses	949	-	-	739

Category 2 Expenses

These are payments out of the estate either:

- 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; or
- 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 Financial Advisory 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 21.

Progress of the administrations Receipts and payments

TFL

Temple Finance Limited Joint Administrators' receipts and payments account 25 September 2022 to 24 March 2023					
£	SoA values	Notes	Period	To date	
Funds held in trust					
Trading surplus	5,559,332	2		1,408,765	
Released ringfenced funds (incl. interest)		1		332,659	
Funds held in trust		6		<u>1,741,424</u>	
Fixed Charge Receipts					
Bank Interest Gross	-	3	1,992	2,305	
HMRC VAT	529,854	7	-	-	
Total Fixed Charge Receipts			<u>1,992</u>	<u>2,305</u>	
Fixed Charge Balance				<u>2,305</u>	
Floating Charge Receipts					
Stock	52,360		15,573	15,673	
Pre-Appr Refund	-		-	4,804	
Redress Cheques - Unpaid	-		-	4	
Cash at Bank	134,663		-	10,480	
Prepayments	-		39,507	39,507	
Total Floating Charge Receipts	<u>6,276,209</u>		<u>55,080</u>	<u>70,469</u>	
Floating Charge Payments					
Statutory Advertising			-	104	
Bank Charges			3,895	4,457	
Agents' Fees - FRA			14,050	14,050	
VAT			118	118	
ICO Renewal Fee			40	40	
Employees			-	488,536	
Total Floating Charge Payments			<u>18,102</u>	<u>507,304</u>	
Floating Charge Balance				<u>(436,836)</u>	
Total Balance				<u>1,306,893</u>	
Made up of:					
Balance held in fixed charge account		3,6		675,947	
Ringfenced Customer Funds Bank Account		3		323,719	
Balance held in floating charge account		3		51,082	
Trade Creditors		5		(722)	
VAT Receivable		4		<u>256,867</u>	
Balance in hand				<u>1,306,893</u>	

A receipts and payments account together with a separate trading account is provided opposite and on the following page for TFL, detailing the transactions during the report period and also cumulatively for the entire period of our appointment on 25 March 2022 to 24 March 2023.

Notes to receipts and payments account and trading account

Statement of Affairs

The estimated to realise values are based on amounts stated in the TFL's statement of affairs.

1. Ringfenced funds/Customer refunds

These relate to historic overpayments on customer agreements which have now been released to the Company. Customer refunds totalling c.£8,281 have been paid from these funds in the period as shown in the Trading Account.

2. Trading Surplus

Kaluga is funding trading costs through the Funding Agreement to enable trading to continue whilst the collection of the HP receivables continues and a wind-down is progressed. During the report period, c.£1,725k was received in respect of HP receivables (beneficial interest is with PCL). The figure of c.£5,559k in the statement of affairs relates to the estimated value of the HP receivables. Please see page 6 for further information.

3. Bank Interest

All funds are held in interest bearing accounts. The associated corporation tax on interest received will be accounted for to HMRC.

4. VAT

All sums shown are net of VAT, which is recoverable or partly recoverable and will be accounted for to HMRC.

5. Accruals

Invoices received are logged, recorded and posted to the cash book on an accrual basis, the balance noted represents invoices received and posted to the cash book but not yet paid from the bank accounts.

Progress of the
administrations
Receipts and payments

TFL

Temple Finance Limited
Joint Administrators' funding/trading account
25 September 2022 to 24 March 2023

£	Notes	Period	To date
Receipts			
Funding	2	-	610,000
Customer HP Receivables (held in trust)	2	1,724,900	5,519,326
Funds received in error	8	145,957	145,957
Total receipts		<u>1,870,857</u>	<u>6,275,283</u>
Payments			
Direct Labour		1,038,699	1,775,603
Indirect Labour		130	130
Transfer of funds held in trust	2	500,000	1,439,000
Payments of funds received in error		145,957	145,957
Telephone		38,753	135,542
Carriage		4,399	24,911
Insurance		39,931	122,756
Bank Charges		270	270
Advance Monies to Azzurro		9,970	9,970
Repairs & Maintenance		6,149	98,905
Sundry Expenses		16	16
Other Employee Costs		639	1,704
Unauthorised Direct Debit		12	12
Postage		21,053	49,087
IT Costs		233,192	741,020
Payroll Software		3,178	7,804
Healthcare		2,441	4,765
Payment Facilities		23,013	65,092
Customer refunds	1	8,281	13,316
Debt Collection Costs		91,717	191,538
Spare Parts		339	1,575
Continuity payments		-	37,188
Ransom Creditors		357	357
Total payments		<u>2,168,496</u>	<u>4,866,519</u>
Trading surplus/(deficit)		<u>(297,639)</u>	<u>1,408,765</u>

Notes to receipts and payments account and trading account (continued.)

6. Funds held in trust

The balance of funds held in trust (the trading surplus) has been retained in the administration's fixed charge bank account.

7. HMRC pre appointment refund

Please see page 7 in respect of the status of any pre appointment sums recovered from HMRC.

8. Funds received in error

This relates to payments received from customers after their accounts had been sold. The funds have been paid to the relevant purchaser of the accounts.

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 administrations Receipts and payments

CRL

Coleshill Retail Limited Joint Administrators' receipts and payments account 25 September 2022 to 24 March 2023					
£	SoA values	Notes	Period	To date	
Fixed Charge Receipts					
Cash at Bank	1,002		-	1,345	
Total fixed charge receipts	1,002		-	1,345	
Fixed Charge Payments					
Total fixed charge payments			-	-	
Fixed Charge Balance				1,345	
Floating Charge Receipts					
Bank Interest Gross		2	335	337	
Stock sales		1	2,811	9,216	
Rent Deposit			14,455	14,455	
Prepayments Refund			-	5,362	
TAD Claim Refund			717	717	
Rates Refund			-	44,873	
HMRC VAT	10,000		-	-	
Fixtures & Fittings	8,121		-	-	
Total floating charge receipts	20,125		18,318	74,959	
Floating Charge Payments					
Repairs & Maintenance			-	157	
Agents' Fees			4,646	10,788	
ICO Renewal			-	60	
Statutory Advertising			-	104	
Bank Charges			78	280	
Stock sales		1	6,405	6,405	
Total floating charge payments			11,129	17,793	
Floating Charge Balance				57,166	
Balance				58,511	
Made up of:					
VAT Receivable		3		2,210	
Fixed Charge Bank Account		2		1,364	
Floating Charge Bank Account		2		54,938	
Balance in hand				58,511	

A receipts and payments account is provided opposite for CRL, detailing the transactions during the report period to 24 March 2023 and also cumulatively for the entire period of our appointment on 25 March 2022 to 24 March 2023.

Notes to receipts and payments account

Statement of Affairs

The estimated to realise values are based on amounts stated in CRL's statement of affairs.

1. Stock sales

Stock was sold by CRL to TFL in February 2022 prior to our appointment, however receipts from stock sales have continued to be received into CRL's bank account. These funds will be transferred into TFL's administration account in due course.

2. Bank Interest

All funds were held in interest-bearing accounts. The associated corporation tax on interest received will be accounted for to HMRC.

3. VAT

All sums shown opposite are shown net of VAT, which is recoverable and has been and will continue to be accounted for to HMRC in due course.

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 administrations

Pre-administration costs

Pre administration costs

We included the following statement of pre administration costs in our Proposals:

In the following paragraphs we have provided an explanation of the work carried out by us prior to our appointment and by Pinsent Masons and TLT LLP ("TLT") in the period prior to the administrations and which was carried out with agreement of the Companies.

In relation to this work our fees and expenses are as follows:

- £71.2k in TFL; and
- £10.2k in CRL which all remains unpaid.

No disbursements were incurred pre appointment. Summary tasks included:

- Liaising with lawyers in relation to preparation and signing of appointment documents;
- Liaising with the Secured Creditor in respect of funding and consent to the administrations;
- Liaising with the FCA to seek consent to the appointment, and providing sight of the proposed administration strategy and customer communication plan;
- Collating the companies data, financial information and stakeholder records in preparation for an administration appointment;
- Preparing strategies in relation to employee and customer communications;
- Operational planning to ensure no disruption; and
- Considering any immediate tax implications of the administration appointments.

Pinsent Masons

During the planning for the administrations, we were assisted by Pinsent Masons, on matters including:

- Preparing appointment documentation;
- Advising on the Group's security;
- Advising on FCA regulatory matters;
- Advising on timings; and
- Drafting the funding agreement in principal for the administration appointments.

In respect of this work, Pinsent Masons incurred £7k of time costs and £0.2k of expenses in TFL and £5.2k of time costs and c.£0.15k of expenses in CRL.

TLT

During planning for the administrations, we were also assisted by TLT, on matters including:

- Review of appointment documentation;
- Preparing a review of validity of appointment; and
- Correspondence

In respect of this work, TLT incurred £2.5k of time costs in each of the Companies.

TLT incurred a small amount of these costs to finalise their work reviewing the validity of our appointment post appointment. However the majority of their work was undertaken pre-appointment and accordingly we are seeking approval for all of their costs as pre-administration expenses.

The costs set out above and opposite were all incurred on work undertaken to implement the Companies' administration strategy and statutory purpose.

We have not yet sought approval for these costs, therefore they remain unpaid. Approval will be sought from the Secured Creditor in due course.





Information for creditors

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Information for
creditors
Outcome

Outcome for creditors
Secured creditor

As detailed in Proposals, Kaluga was owed c.£39,800k as at the date of appointments, which is secured by way of fixed and floating charges granted by TFL on 5 December 2017 and CRL on 5 July 2018.

Based on current information we consider it unlikely that any fixed or floating charge distributions will be made to the Secured Creditor in either of the Companies.

Inter group repayments to the Secured Creditor

Recoveries are expected to be made by the Secured Creditor from PCL (primarily from HP receivables) which will reduce their debt owed by the Companies. However we do not exercise any control over PCL as it is not subject to any insolvency proceedings and accordingly we cannot comment on the position between PCL and the Secured Creditor.

Ordinary preferential creditors

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

No ordinary preferential claims have been received, nor are any expected as all employees are being paid monies owed upon redundancy from TFL, as agreed with the Secured Creditor.

There were no employees in CRL and therefore no claims anticipated.

Secondary Preferential Debts due to HM Revenue and Customs ("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 2020. We estimate that HMRC may have secondary preferential claims in the Companies. We are unable to provide details of the quantum and elements of these claims as the VAT position in respect of the Companies is still being investigated.

However, on present information we do not anticipate that sufficient funds will become available to enable such claim to be paid in either TFL or CRL.

Unsecured creditors
Prescribed Part

As detailed in the Proposals, it is unlikely that there will be a prescribed part fund available for distribution to unsecured creditors as it is highly dependent on the level of floating charge asset realisations.

Please note that in accordance with Rule 3.50 the costs associated with the prescribed part (which would chiefly comprise our costs incurred in adjudicating and processing claims) must be paid out of the prescribed part fund.

Unsecured creditors

We have received 64 claims to date for a total of c.£120k in TFL which is broadly in line with the statement of affairs. (Please note the level of claims received was overstated in our last report.) We have not received any claims in CRL from unsecured creditors.

On present information, it is unlikely that sufficient funds will be realised to enable a distribution to be made to unsecured creditors (save for any distribution that may be available under the Prescribed Part – see above).

Claims process

As the prospect of a distribution for unsecured creditors is currently unlikely, we do not intend to undertake any work to agree any creditor claims received. This work will be performed only once the dividend prospects are certain.

Extensions to the administrations

The administrations were extended by the Secured Creditor on 14 March 2023 and will now end on or before 25 March 2024. We do not anticipate that it will be necessary to further extend the period of the administrations.

Exit

As detailed in our Proposals, we consider that dissolution to be the most appropriate exit route from administration, because there are no funds to distribute to unsecured creditors in the Companies other than potentially via the Prescribed Part.



Information for
creditors
Statutory information

Statutory information		
	Temple Finance Limited	Coleshill Retail Limited
Registered office	c/o Teneo Financial Advisory Limited Queensway Birmingham B3 3HN	c/o Teneo Financial Advisory Limited Queensway Birmingham B3 3HN
Company number	05671852	11443123
Date of appointment	25 March 2022	25 March 2022

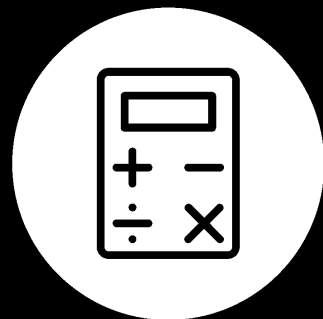




Remuneration and expenses

Joint Administrators' remuneration

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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

The basis of our remuneration has not yet been fixed. Accordingly, we intend to request that the Secured Creditor fix the basis of our remuneration by reference to time costs in both TFL and CRL. This is in relation to the matters arising in the administrations other than the winding down and collection of HP receivables.

We intend to agree our remuneration for dealing with the winding down of the Companies and collection of the HP receivables separately with the Secured Creditor. This will not be paid from the floating charge funds, instead being settled from fixed charge asset realisations and funding monies.

Fees drawn to date

No fees have been drawn to date as the basis of our remuneration in each of the Companies has not yet been fixed.

Time costs - analysis of actual against initial estimate

Please refer to page 19 and 20 where we have updated the Fees Estimate to provide details of our actual time costs for the period of the report and for the entire period of our appointment and which we have also summarised here:

Our total time costs to 24 March 2023 for TFL are c.£496k made up of 703 hours at a blended charge out rate of £706 per hour across all grades of staff.

Our total time costs to 24 March 2023 for CRL are c.£224k made up of 325 hours at a blended charge out rate of £691 per hour across all grades of staff.

Although our actual time costs to date are higher than we anticipated, we do not intend to draw fees in excess of the c.310k in TFL and c.£183k in CRL as provided for in our Fees Estimate, once approved by the Secured Creditor.

Time spent in relation to the winding down of the Companies and collection of HP receivables in TFL is not included in our fee estimates; as noted opposite these fees will be paid by agreement with the Secured Creditor.



TFL Fees Estimate and Joint Administrators' time costs for the period of the report and for the entire period of the appointment

All staff (including cashiers) assigned to the case recorded their time spent working on the case on a computerised time recording system. Time spent by secretarial staff working on the assignment has not been recorded or recovered. The appropriate staff have been assigned to work on each aspect of the case based upon their seniority and experience, having regard to the complexity of the relevant work, the financial value of the assets being realised and/or claims agreed.

Activity		Anticipated Time and Costs per Fees Estimate			Actual Time and Costs for Report Period			Actual Time and Costs since Appointment		
		Anticipated hours	Avg Rate £/h	Anticipated fees (£)	Hours incurred in period	Avg Rate £/h	Time costs incurred in period (£)	Hours incurred to date	Avg Rate £/h	Total time costs incurred to date (£)
Administrative activities	Cashiering	5.0	650	3,250	140.6	400	56,236	141.5	399	56,467
	Case supervision	51.6	683	35,226	34.9	538	18,773	79.4	614	48,794
	Case reviews	8.4	550	4,617	5.8	1,110	6,440	7.6	1,099	8,354
	Case closure matters	8.5	598	5,085	-	-	-	-	-	-
Statutory & compliance	Compliance & IPS diary	13.6	667	9,074	6.0	900	5,400	13.4	856	11,468
	Insurance	2.2	786	1,730	0.9	900	810	2.1	840	1,765
	General reporting	66.9	777	51,913	33.1	759	25,118	77.7	797	61,929
	Statutory meetings	3.0	643	1,930	0.6	900	540	1.2	775	930
Initial actions	Appointment matters	2.2	900	1,980	-	-	-	2.0	910	1,820
	Notifications	8.6	770	6,598	-	-	-	7.6	773	5,848
Investigations	CDDA reporting	32.0	487	15,575	-	-	-	30.8	489	15,050
	Investigations	6.5	730	4,748	-	-	-	4.5	891	4,008
Total of above categories		208.4	680	141,726	221.9	511	113,316	367.7	589	216,432
Taxation	Tax	65.2	949	61,894	80.2	1,014	81,390	135.4	1,002	135,731
	VAT	57.7	864	49,840	34.7	943	32,730	74.8	961	71,865
Asset realisations	Chattel assets	0.3	900	270	-	-	-	0.3	900	270
	Other assets	16.0	826	13,220	10.9	537	5,850	14.5	627	9,090
	Property	0.3	900	270	-	-	-	0.3	900	270
Trading	Day 1 control of trading	-	-	-	-	-	-	7.0	900	6,300
	Ongoing trading	-	-	-	27.2	600	16,315	27.2	600	16,315
Employees	Correspondence	1.0	815	815	3.5	504	1,765	3.5	504	1,765
	Pensions	0.5	815	408	-	-	-	-	-	-
Correspondence	Creditors	68.8	510	35,083	4.9	624	3,060	66.6	505	33,602
	Shareholders	3.4	900	3,060	1.3	900	1,170	4.7	900	4,230
	Customers	-	-	-	1.0	380	380	1.0	380	380
Distributions	Secured creditors	5.0	852	4,259	-	-	-	-	-	-
Total fees estimate		426.5	729	310,844	385.6	664	255,976	703.0	706	496,249



CRL Fees Estimate and Joint Administrators’ time costs for the period of the report and for the entire period of the appointment

All staff (including cashiers) assigned to the case recorded their time spent working on the case on a computerised time recording system. Time spent by secretarial staff working on the assignment has not been recorded or recovered. The appropriate staff have been assigned to work on each aspect of the case based upon their seniority and experience, having regard to the complexity of the relevant work, the financial value of the assets being realised and/or claims agreed.

Activity		Anticipated Time and Costs per Fees Estimate			Actual Time and Costs for Report Period and since Appointment			Actual Time and Costs since Appointment		
		Anticipated hours	Avg Rate £/h	Anticipated fees (£)	Hours incurred in period	Avg Rate £/h	Time costs incurred in period (£)	Hours incurred to date	Avg Rate £/h	Total time costs incurred to date (£)
Administrative activities	Cashiering	20.0	650	13,000	6.3	416	2,603	22.1	610	13,457
	Case supervision	48.6	427	20,736	18.5	380	7,030	62.3	412	25,701
	Case reviews	8.4	550	4,617	-	-	-	0.3	650	195
	Case closure matters	8.5	598	5,085	-	-	-	-	-	-
Statutory & compliance	Compliance & IPS diary	9.6	640	6,144	4.4	900	3,960	9.3	839	7,803
	Insurance	-	-	-	-	-	-	-	-	-
	General reporting	37.5	690	25,885	19.7	677	13,343	42.8	730	31,229
	Statutory meetings	3.0	705	2,115	0.4	900	360	1.0	750	750
Initial actions	Appointment matters	1.6	900	1,440	-	-	-	0.6	900	540
	Securing assets	2.0	775	1,550	-	-	-	-	-	-
	Notifications	8.9	768	6,848	-	-	-	8.3	795	6,595
Investigations	CDDA reporting	19.0	532	10,113	-	-	-	18.6	530	9,855
	Investigations	8.5	741	6,298	-	-	-	0.4	900	360
Total of above categories		175.6	591	103,830	49.3	554	27,296	165.7	582	96,485
Taxation	Tax	38.2	891	34,029	31.2	967	30,167	62.6	962	60,245
	VAT	25.5	836	21,310	18.7	897	16,780	39.4	882	34,755
Asset realisations	Chattel assets	0.3	815	245	-	-	-	0.3	815	245
	Other assets	3.0	872	2,615	0.8	489	391	16.3	599	9,793
	Property	8.0	744	5,950	1.4	876	1,226	12.5	856	10,703
Correspondence	Creditors	35.0	442	15,460	1.0	380	380	27.7	438	12,122
Total fees estimate		286.1	643	183,846	102.4	745	76,239	324.5	691	224,348



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 9, these are payments to us (as officeholder) or to our associates or payments which have an element of shared costs. Mileage is calculated at the prevailing standard mileage rate of up to 45p at the time when the mileage is incurred.

Specific approval is required before these costs and expenses can to be drawn from the administration estates.

No category 2 expenses have been incurred in the report period in the Companies and none are expected.

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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