In accordance with Rule 18.6 of the Insolvency (England & Wales) Rules 2016.

AM10
Notice of administrator's progress report

Companies House

FRIDAY

A91QPNMY
A11 27/03/2020 #238
COMPANIES HOUSE

1 Company details

Company number	0 5 8 9 7 1 7 7
Company name in full	Wonga Group Limited

→ **Filling in this form**
Please complete in typescript or in bold black capitals.

2 Administrator's name

Full forename(s)	Chris M
Surname	Laverty

3 Administrator's address

Building name/number	30 Finsbury Square
Street	
Post town	London
County/Region	
Postcode	E C 2 A 1 A G
Country	

4 Administrator's name ❶

Full forename(s)	Daniel R W
Surname	Smith

❶ **Other administrator**
Use this section to tell us about another administrator.

5 Administrator's address ❷

Building name/number	30 Finsbury Square
Street	
Post town	London
County/Region	
Postcode	E C 2 A 1 A G
Country	

❷ **Other administrator**
Use this section to tell us about another administrator.

Grant Thornton

Our ref: CML/BLA/MXD/JET/W30201512
Your ref: 05897177

Recovery and Reorganisation
Grant Thornton UK LLP
4 Hardman Square
Spinningfields
Manchester
M3 3EB

T +44 (0)161 953 6900
F +44 (0)161 953 6317

Registrar of Companies
Companies House
Crown Way
Maindy
Cardiff
CF14 3UZ

25 March 2020

Dear Sir

Wonga Group Limited - In Administration

I enclose Form AM10 with attached progress report to the creditors.

Yours faithfully
for and on behalf of Wonga Group Limited

Chris Laverty
Joint Administrator

The affairs, business and property of Wonga Group Limited are being managed by Chris Laverty, Daniel mith and Andrew Charters appointed as joint administrators on 31 August 2018.

Enc

FRIDAY

A11 27/03/2020 #239
COMPANIES HOUSE

Continuation page
Name and address of insolvency practitioner

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

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

→ Filling in this form
Please complete in typescript or in bold black capitals.

All fields are mandatory unless specified or indicated by *

1 Appointment type

Tick to show the nature of the appointment:

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

❶ You can use this continuation page with the following forms:
- VAM1, VAM2, VAM3, VAM4, VAM6, VAM7
- CVA1, CVA3, CVA4
- AM02, AM03, AM04, AM05, AM06, AM07, AM08, AM09, AM10, AM12, AM13, AM14, AM19, AM20, AM21, AM22, AM23, AM24, AM25
- REC1, REC2, REC3
- LIQ2, LIQ3, LIQ05, LIQ13, LIQ14,
- WU07, WU15
- COM1, COM2, COM3, COM4
- NDISC

2 Insolvency practitioner's name

Full forename(s)	Andrew
Surname	Charters

3 Insolvency practitioner's address

Building name/number	30 Finsbury Square
Street	
Post town	London
County/Region	
Postcode	E C 2 A 1 A G
Country	

Commercial in confidence

Wonga Group Limited,
Wonga Worldwide Limited &
WDFC Services Limited – All in administration (the Companies)

Recovery and Reorganisation
Grant Thornton UK LLP
4 Hardman Square
Spinningfields
Manchester
M3 3EB

Joint Administrators' progress report for the period 1 September 2019 to 29 February 2020

Prepared by: Chris M Laverty, Joint Administrator

Contact details: Should you wish to discuss any matters in this report, please do not hesitate to contact cmu@uk.gt.com

AM10
Notice of administrator's progress report

6 **Period of progress report**

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

7 **Progress report**

☑ I attach a copy of the progress report

8 **Sign and date**

Administrator's signature

Signature
X [signature] X

	d	d	m	m	y	y	y	y
Signature date	2	5	0	3	2	0	2	0

AM10
Notice of administrator's progress report

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	Matthew Drinkwater
Company name	Grant Thornton UK LLP
Address	4 Hardman Square
	Spinningfields
Post town	Manchester
County/Region	
Postcode	M 3 3 E B
Country	
DX	
Telephone	0161 953 6900

Checklist

We may return forms completed incorrectly or with information missing.

Please make sure you have remembered the following:
- ☐ The company name and number match the information held on the public Register.
- ☐ You have attached the required documents.
- ☐ You have signed the form.

Important information

All information on this form will appear on the public record.

Where to send

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

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

Further information

For further information please see the guidance notes on the website at www.gov.uk/companieshouse or email enquiries@companieshouse.gov.uk

This form is available in an alternative format. Please visit the forms page on the website at www.gov.uk/companieshouse

Definitions

The following definitions are used either within the body of this report, the appendices to it, or both.

Administrators/our/us/we	Chris Laverty, Daniel Smith and Andrew Charters, acting as Joint Administrators
Court	The Courts of England and Wales
Creditors	Secured, preferential and unsecured creditors
CVL	Creditors' voluntary liquidation
DISP	Dispute Resolution: Complaints sourcebook, part of the FCA Handbook
FCA Handbook	The handbook published by the FCA which sets out the rules and guidance made by the FCA under the Financial Services and Markets Act 2000
FCA	Financial Conduct Authority
FOS	Financial Ombudsman Service
IA86	Insolvency Act 1986
Insolvency Rules	The Insolvency (England and Wales) Rules 2016
HMRC	HM Revenue & Customs
Kreos	Kreos Capital V (UK) Limited
Hines	Hines Associates
Prescribed Part	The part of the proceeds which must be set aside from floating charge assets as described in section 4.3
Redress Creditors	Customers (current and former) of WDFC (trading as Wonga UK) who were sold an unaffordable loan and are due redress
Wonga UK	WDFC UK Limited – In Administration
The Companies	WGL, WWL & WDSL
The Group	WGL and its subsidiaries as a collective entity
The Rules	Insolvency (England & Wales) Rules 2016
VAT	Value added tax
WDSL	WDFC Services Limited (in administration) a company registered in England and Wales with company number 07880328 and whose registered address is at 4 Hardman Square, Spinningfields, Manchester M3 3EB
Wonga UK	WDFC UK Limited (in administration), formerly Wonga.com Limited, a company registered in England and Wales with company number 06374235 and whose registered address is at 4 Hardman Square, Spinningfields, Manchester M3 3EB
WGL	Wonga Group Limited (in administration) formerly Quickbridge (UK) Limited, a company registered in England and Wales with company number 05897177 and whose registered address is at 4 Hardman Square, Spinningfields, Manchester M3 3EB
WWL	Wonga Worldwide Limited (in administration) a company registered in England and Wales with company number 07452661 and whose registered address is at 4 Hardman Square, Spinningfields, Manchester M3 3EB
Wonga Poland	Wonga.pl
Wonga Spain	Wonga Consumer Finance Spain SLU
Wonga South Africa	Wonga Finance SA Proprietary Limited

1 Executive summary

- This progress report for the Companies' administrations covers the period from 1 September 2019 to 29 February 2020
- Our proposals were approved on 9 November 2018 by a resolution from the secured and unsecured creditors in respect of WGL and by deemed consent in respect of WWL and WDSL
- The strategy of the WGL administration remains to undertake an orderly wind down of its activities whilst supporting other group companies in order to help facilitate realisations for the benefit of its creditors
- In January 2020 WWL paid a first and final dividend of 0.31p in the £ to its unsecured creditors
- WGL has recovered its inter-company debt due from Wonga UK and WWL following distribution processes made to its unsecured creditors
- WGL will seek to maximise the return from its lending to Folkefinans AS
- Currently the Administrators are not able to confirm the level of dividend for the WGL unsecured creditors as it is highly dependent on a number of factors which remain outstanding, in particular, the finalisation of the employee claims
- The administration of WWL will proceed to closure and the company will be dissolved once all costs of the process have been settled and formal tax clearance is obtained
- WDSL has funds to distribute to its unsecured creditors but its liabilities are almost wholly inter-company creditors
- The secured lender, Kreos, was paid in full by WWL from the proceeds of the Wonga Poland transaction and WWL was subsequently repaid by WGL
- The key work completed in the period is:
  - retention and further rationalisation staff in the UK to support loan book collections in the UK, assist with management of redress claims from customers and loan management and credit activities of overseas subsidiaries
  - maintained and formalised the key infrastructure of WGL in order to:
    - support loan book collections, which supports the repayment of the intercompany debt
    - support the overseas subsidiaries, with a view to concluding the realisations from the sales processes
    - maintain the customer records in order to assist with the customer redress process
  - rationalised and terminated the operational expenditure as far as appropriate
  - worked with the local management teams of subsidiaries in South Africa and Spain to close sales or wind down processes in order to achieve the best possible outcome for WWL's shareholding and/or the intercompany debt due from these subsidiaries
  - Completed the process to obtain the Reserve Bank of India's approval for the India subsidiary sale
  - completed a distribution to the unsecured creditors of WWL
- It is expected that WWL and WDSL will be dissolved ahead of the expiration of the administration orders on 30 August 2020

- As it is anticipated that the resolution of the remaining matters for WGL will take longer than the remaining period of its administration order, it is proposed that the administration will convert to a Company Voluntary Liquidation prior to 30 August 2020
- A decision of creditors is being sought within this report. Please see section 8 for further details.

Chris Laverty
Joint Administrator

25 March 2020

Please be aware fraudsters have been known to masquerade as legitimate administrators. Fraudsters will contact creditors asking for an upfront fee or tax. The joint administrators would never ask for such a payment nor instruct a third party to make such a request.

2 Background

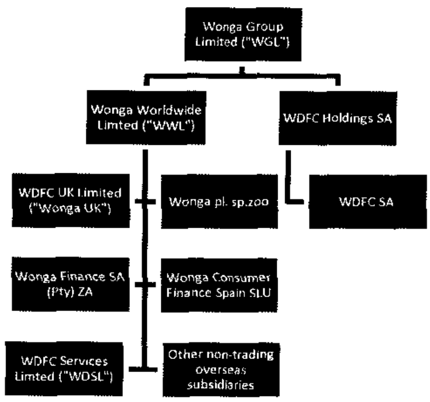
2.1 Background leading to administration

A detailed background to the Administrators' appointments has been provided previously in both the Administrators' statement of proposals and also subsequent progress reports. I provide below a summarised version of the background to the appointments.

As indicated above, this report should be read in conjunction with the prior reports to the Companies' creditors.

The activity of the Group carried out through Wonga UK, which commenced trading in 2008, was the provision short-term loans that borrowers applied for via the company's website or by mobile phone with automated lending decisions utilising loan approval technology developed by the Group.

Initially, the Group operated only in the UK, through Wonga UK but by 2011 it had established a number of operations overseas, including a customer services support centre in South Africa. At the time of the appointment of Administrators the Group structure can be summarised as follows:



Change in regulation in UK and FOS interim determination

As detailed in the Administrators' proposals, in order to tackle consumer detriment and malpractice in the consumer credit industry and promote effective competition, in November 2014 the FCA introduced new regulations. Whilst this had an adverse impact on the industry, Wonga UK continued to trade.

In addition, during 2018, two factors further changed the outlook for both the UK business and the wider Group:

- An interim determination from FOS; and
- An increase in the level of complaints

In late March 2018, Wonga UK received an update on the likely outcome of an interim determination by FOS that a borrower complaint that was older than 6 years may be considered within the time limits for a valid complaint. In this individual case FOS applied an interpretation of the 3-year rule that extended the time limits in a manner that was not reflected in Wonga UK's previous assessment.

At that time, if the interim determination was upheld, it would result in a significantly higher level of potential redress liability than was originally forecast. This would have had a negative unquantified impact on redress provisioning and negative impact on the forecast cashflow prepared by Wonga UK and therefore a negative impact on the wider Group.

On 28 August 2018, FOS confirmed its final decision on the borrower complaint on the same terms as the interim determination.

The second event to impact on the Group was a significant uplift in claims from UK borrowers during July and August 2018 compared to previous historical experience.

In July 2018 the complaints level had increased to around double the historic run-rate.

In an attempt to preserve the UK business and maximise the recovery to all creditors, including Redress Creditors, the Wonga UK directors considered the viability of commencing a process for the accelarated sale of the UK business and assets through an administration process.

However, following constructive dialogue with FCA, on 29 August 2018 the directors resolved that they would need to cease lending activities in the UK with immediate effect. The only option available was a wind-down of the business and collect-out of the loan book following the appointment of adminstrators.

Accordingly, upon consent being received from the Companies' secured lender and the FCA as required, on 31 August 2018 the boards of directors filed the notices of appointment of Administrators in court in accordance with paragraphs 22 and 26 of Schedule B1 to the Insolvency Act 1986 and Rule 3.24 of the Insolvency Rules for WDFC, WGL, WWL and WDSL.

This progress report relates to WGL, WWL and WDSL only. A separate progress report is being issued in relation to Wonga UK.

2.2 Objective of the Administrations

The Administrators must perform their functions with the objective of:

- 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.

Wonga Group Limited

In this instance, it was not possible to achieve the first objective as the Group's principle operating subsidiary, Wonga UK, is in administration and is being wound down and there was significant uncertainty over the realisable value of inter-company balances that were key to the solvency of WGL.

The second objective continues to be pursued through realisation of the assets of WGL, namely cash balances, investments and inter-company balances due from its subsidiaries, both in the UK and overseas.

Wonga Worldwide Limited

It was not possible to achieve the first objective as WWL's value was dependent upon the recovery of both investments and intercompany balances. Accordingly, the Administrators have pursued the second objective.

WDFC Services Limited

It is not possible to achieve the first objective as the realisable value of WDSL's assets, namely trademarks and other intellectual property, is uncertain at this time. Accordingly, the Administrators are pursuing the second objective.

3 Progress to date

3.1 Strategy

Wonga Group Limited

The assets of WGL comprise investments in subsidiaries and inter-company balances. The Administrators' strategy has been to continue Group operations to support the realisation of the loan book in Wonga UK and the orderly realisation of investments in subsidiaries and other Group assets.

This strategy has allowed the partial repayment of inter-company balances and will enable payment of a dividend to the creditors of WGL.

Cash balances held at the date of appointment were transferred to the accounts held by the Administrators. The other assets of WGL, namely a loan to Folkefinans AS, office equipment and, to the extent possible, inter-company debtors, will or have been realised during the period of the administration.

Wonga Worldwide Limited

WWL has realised its interest in its overseas subsidiary companies via equity sales, divestments or recovery of inter-company balances.

As previously outlined, the Administrators successfully completed the sale process in relation to the Polish subsidiary, which commenced prior to the Administrators' appointment.

In addition, in the last period the Administrators completed sales processes working with the local management teams in India and South Africa (both in December 2019). The subsidiary in Spain continues to be wound down but dividends from that process has been distributed to the Companies as appropriate.

Further details on all these assets and potential recoveries across WGL, WWL and WDSL are set out below.

WDFC Services Limited

WDSL held the Wonga trademark and brands. The sale of the trademark and related intellectual property was completed as part of the Polish subsidiary transaction where WDSL received a proportion of the funds.

Business continuity during wind down of operations

WGL acts as the employer of the Group's UK based staff and contracts certain essential shared services to support the Group IT platform. It provided management to each of the operating companies (both in the UK and overseas). To achieve the orderly realisation of the loan book of Wonga UK and the trading of the overseas businesses it has been necessary to continue to operate certain aspects of WGL on a 'business as usual' basis. This has facilitated the orderly separation of support activities for the operating businesses in Poland and South Africa and the wind down of other subsidiaries.

As the processes in the UK and overseas have largely now been completed, the wind down of WGL itself is now being conducted.

As previously advised, on appointment, WGL employed 187 staff primarily to support Wonga UK but also to support the overseas operations. These employee costs have been recharged to the subsidiaries as appropriate. In the period since the Administrators appointment 185 employees have left the business (by way of both redundancy or resignation) and there are currently two employees supporting the wind down of operations across the Companies and also Wonga UK. During the post-appointment period it has been necessary to hire contractors to provide a specialist skillset in order to maintain key areas of the operations where key employees have resigned from the business.

3.2 Progress since our last progress report

Realisation of assets

Wonga Group Limited

Fixed Assets

These comprise of office equipment and fixtures and fittings located in WGL's offices and external data centres. To date, some office equipment has been sold for a sum of £15,694 The remaining office equipment has been realised and further equipment held in two off-site data centres is in the process of being cleansed and valued in readiness of being sold.

Leasehold premises

WGL operated across office space over two floors in Southwark, London. The Administrators continued to occupy the office space during the wind down process.

The Administrators fully vacated the second floor space on 19 October 2019 and the third floor space on 31 January 2020. The leases were recently formally surrendered by way of Deed.

WGL had lodged a rent deposit of £779,381 with the landlord of its leaseholder premises. The rent deposit was available to the Landlord to meet the costs of managing the property until a new tenant is in occupation. The Administrators will not recover the pre-appointment deposit as it has been utilised to meet the costs of unpaid rent for the period after the Administrators had vacated each floor.

Investment and Loan with Folkefinans AS

WGL had provided loans totalling £4.2 million. Since our appointment Folkefinans AS have made scheduled loan repayments (including interest) of £1.5 million which were in accordance with the loan documentation. In addition, WDFC UK Limited holds a 10% equity investment in Folkefinans AS, a consumer lending business based in Norway.

The Administrators continue to progress discussions with the Folkefinans AS board of directors in respect of the realisation of the investment and potential for early repayment of the loans.

Investments in subsidiaries

No recovery is anticipated from WGL's actual shareholding in WWL. However, benefit from WWL has arisen from recovery of inter-company debts as WWL has realised value in its shareholdings.

WGL also owns a 100% interest in WDFC Holding SA and its subsidiary WDFC SA, both registered in Switzerland. The primary value of these businesses is an inter-company debt due from WGL in the sum of £20.7 million and existing liabilities relate in the main to historic tax debts. Assuming a dividend is paid by WGL, these companies should be able to settle any outstanding liabilities due to the Swiss tax authorities. Thereafter, it is anticipated that the Swiss companies will ultimately be liquidated (via a solvent liquidation), and their remaining value distributed to WGL.

The local directors and their advisors are currently seeking to understand the extent of the potential tax liability and address any queries from the Swiss tax authorities to achieve the best economic result, which will ultimately benefit WGL recoveries.

Intercompany Debtors

As previously advised, the Administrators undertook a full reconciliation of all intercompany balances and have brought them up-to-date. The WGL balances are summarised in the table below.

WGL Inter-company debtors

£M	31-Aug-18
Wonga Worldwide Limited	30.3
WDFC UK Limited	28.7
Wonga South Africa	2.3
WDFC Services	0.3
Wonga Poland	-
Wonga Spain	0.3
Dormant subsidiaries (incl Others)	0.1
Total	**61.9**

In January 2020 WGL received dividends of £9.4 million and £1.2 million from the administration estates of WWL and WDFC respectively. No further realisations will be made in respect of these debt.

The intercompany balances have increased since our appointment as the Administrators continue to provide services and brand licences to some of the Group's overseas subsidiaries. As these are post-appointment costs they are treated as an expense of the administration and have been invoiced to the various overseas entities accordingly.

It is anticipated there will be no recovery from the various dormant subsidiaries.

Wonga Worldwide Limited

As previously reported, since the date of appointment the Administrators have focussed on maximising realisations from the Company's investments in its subsidiaries. A detailed summary of these activities is set out below.

Sale of Wonga Poland

The Administrators, following extensive and detailed negotiations, reached a final commercial agreement with a preferred bidder on 13 December 2018 for WWL's shareholding in Wonga Poland.

The legal contract was ultimately agreed and the sale concluded on 30 April 2019 where the total consideration for the sale was £15.8 million which included sums for WWL's equity interest in Wonga Poland, a sum for the brand value (held by WDSL) and pre-appointment and post-appointment intercompany charges. Consideration of £2.9 million was deferred and was received by WWL in October 2019.

The Administrators continue to provide a small amount of services with respect to web traffic and email redirection that is required until the dissolution of the Group's business and transfer of the relevant domains to the purchaser.

Sale of Wonga Spain

As detailed previously, following the end of an unsuccessful sales process, the Directors of Wonga Spain resigned from the Board of Directors on 12 December 2018 (whilst remaining as employees to manage the day-to-day operations) and subsequently, on 28 December 2018, members of Grant Thornton S.L.P (the Spanish member of the firm of Grant Thornton International) were appointed as Liquidators to undertake a wind down of the business and dissolve the subsidiary.

Wonga Spain's liquidators undertook a review of the business operations and lending ceased on 6 February 2019. An employee collective dismissal process was completed in late February 2019 and July 2019 to assist with a wind down process.

Wonga Spain's liquidators have made distributions to the Companies in partial settlement of intercompany balances. The final dividend is expected to be paid to WGL in the next six months.

Sale of Wonga South Africa

Following a protracted sales process a preferred bidder was identified, and a assets sale transaction completed in December 2019 where the total consideration was £1.3 million. In addition to this, all intercompany post appointment recharges since appointment were recovered, as agreed. The South African entity will likely be placed into liquidation and WGL is anticipated to receive an, as yet, unquantifiable distribution from the liquidation in the future.

Nahar Credits Private Limited

As set out in the Administrators' proposals, this entity does not trade but held a lending licence from Reserve Bank of India.

A sale concluded in December 2019 where WWL received a total consideration was c£1.9 million. A further sum is due to be paid to WGL from the purchaser representing the costs it discharged on behalf of the Indian entity prior to the sale.

Inter Company debtors

On appointment WWL had debts due from Wonga Poland of c£5.3 million and Wonga Spain of £57,290. The balance of these debts have been recovered as part of the processes detailed above. An additional balance of £0.5 million is due by Wonga UK, however, this was offset against inter-company creditor balances owed by WWL.

WDFC Services Limited

The main asset of WDSL is the Wonga trademark and trading names. Additionally, WDSL is the registered party for a variety of related domain names. As previously advised, the Administrators carried out a marketing campaign to offer the assets for sale and although interest was received it was decided not to proceed as it transpired that the value of these assets were enhanced by incorporating them into the Polish transaction detailed above.

As indicated above, as part of the Wonga Poland transaction the Wonga brand, domain and trademarks were sold for a total consideration of £401,026, albeit Wonga UK and its administrators will retain the use of these for a further period.

The other assets of WDSL are inter-company debtors for historic fees that were not settled. The recovery of these balances have been recovered where possible. No further recoveries are anticipated for WDSL and the Administrators will now proceed to prepare a dividend to its unsecured creditors.

Additional assets

We are not aware of any other potential assets that could be recovered for the benefit of creditors.

4 Creditors

4.1 Secured creditors

Kreos was granted a fixed and floating charge debenture over the assets of WGL on 7 April 2016. Kreos submitted a claim for €6,427,409 and Slaughter and May, acting for the Administrators, provided advice to confirm the validity of the security.

WWL and WDSL also granted fixed and floating charge debentures over their assets to Kreos as guarantors for the debt due by WGL. Kreos also held security over the assets of Wonga UK, Wonga Poland and Wonga South Africa.

The indebtedness to Kreos was settled in full by WWL (as guarantor) following the successful conclusion of the Wonga Poland transaction. The sum paid was £5,974,701 which included interest and fees. As a result of discharging the indebtedness to Kreos, WWL was subsequently repaid in full by WGL.

4.2 Preferential creditors

Preferential creditor claims consist of employee claims for wages and holiday pay, up to certain statutory limits. A significant element of these claims will be subrogated to the Secretary of State, following payment of claims by the Redundancy Payments Office (RPO).

There were 187 employees of WGL at 31 August 2017, of whom two remain employed.

Preferential claims are estimated at £127,046 at this stage and will be subject to a full review and assessment by the Administrators.

There are no preferential claims in WWL and WDSL.

4.3 Prescribed part – unsecured creditors

Wonga Group Limited
In accordance with section 176A of the Insolvency Act 1986, a prescribed part is to be set aside from the floating charge assets and made available to the unsecured creditors of WGL. The prescribed part calculation is applied to the net property available and is calculated at 50% of the first £10,000 of net realisations and 20% of all further amounts, up to a maximum prescribed part of £600,000.

As preferential creditors and secured creditors will be paid in full and the funds available to unsecured creditors will be greater than £600,000 there is no purpose to setting aside a prescibed part.

Wonga Worldwide Limited and WDFC Services Limited
As we anticipate that there will be no floating charge claim in either WWL or WDSL, and no preferential creditors, all funds will be available to unsecured creditors and there is no requirement to set aside a Prescibed Part.

4.4 Non-preferential unsecured creditors

Trade creditors

All trade creditors were largely current at the date of appointment and claims generally comprise one month's outstanding invoices and one month's accrued charges.

Employee claims

These represent claims arising from the termination of employment of WGL staff, including redundancy and payment in lieu of notice.

Employees will have submitted their claims to the RPO upon termination of their employment and there is no requirement for employees to raise a further claim in respect of their entitlements. Once all employee claims have been submitted and the Administrators have completed a full review of the employee claims correspondence will be sent to employees outlining the position.

Inter-company creditors

An analysis of the inter-company creditor positions on appointment and to date are as per the summary below.

Analysis of inter-company creditors

		31-Aug-18	
£M	WGL	WWL	WDSL
WGL		30.3	0.3
Wonga UK		27.6	
WDSL		0.2	
WDFC Holding SA (Switzerland)	20.7		
WDFC SA (Switzerland)			
Other Group entities		0.5	
Total	**20.7**	**58.5**	**0.3**

WGL owes a sum of £20.7 million from WDFC Holding SA (Switzerland). This is expected to be partially repaid but, at this stage, the timing is not fully known.

WWL's main intercompany balances were due to WGL and Wonga UK where a dividend was paid in January 2020, as previously set out in this report.

WDSL owes a sum of £0.3 million to WGL and this will be partially repaid in due course by way of WDSL's unsecured distribution to its creditors.

Dividend to creditors

As indicated previously, based upon the realisations into each administration estate, distributions to the unsecured creditors of WGL, WWL and WDSL have (WWL) or will be made.

Given the complex intercompany positions that exist across the Group, the Administrators built an Entity Priority Model that has assisted with understanding the likely outcome for each estate.

WWL

In January 2020 WWL made an unsecured distribution totaling £18.3 million to its unsecured creditors. This represented 0.31p in the £ on the agreed claims of £58.6 million.

WGL

The level of dividend in WGL was predominantly dependent upon the level of recoveries from WWL, through the sale of its direct subsidiaries and the recovery of inter-company debt, including from Wonga UK. As these processes have now completed WGL's assets have largely been realised.

The Administrators are not currently able to confirm the level of dividend until the remaining assets have been realised, the wind down has concluded and the employee claims process has completed.

WDSL

No further assets are anticipated to be realised. Accordingly, the Administrators will shortly arrange for a Notice of Intended Dividend to be circulated to the creditors of WDSL so a distribution process can commence.

At this stage, the dividend rate for WDSL is estimated to be in the region of 0.40p in the £. A final amount will be subject to the company receiving tax clearance and discharging any remaining post-appointment liabilities.

5 Investigations into the affairs of the Company

5.1 Statutory investigations

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

Also, within three months of our appointment as Administrators, as required by the Companies Directors Disqualification Act 1986, we reported to the Secretary of State the required facts about the Company's business and the conduct of its directors (including those acting within the past three years).

Based on the outcome of our investigations into the affairs of the Company to date, there are no matters identified that need to be reported to the creditors. However, we would be pleased to receive from any creditor any useful information concerning the Company, its dealing or conduct which may assist us.

6 Fees and costs

6.1 SIP9 disclosures

For information regarding payments, remuneration and expenses to us or our associates, please refer to the respective 'Statement of Insolvency Practice 9 disclosure' at Appendix B to this report, which covers:

- pre-appointment costs
- fee basis
- work done by us and our team during the period
- hourly charge out rates
- disbursements and expenses
- sub-contracted out work
- payments to associates
- relationships requiring disclosure
- information for creditors (rights, fees, committees)

6.2 Remuneration basis

The basis of an Administrator's remuneration is to be fixed by the creditors. If a creditors committee is appointed, then this is a matter for the committee. If no committee is appointed, a decision of the creditors will be required.

Please see Appendix B for details of our remuneration, expenses and payments made to associates in accordance with Statement of Insolvency Practice 9, which includes details of our proposed fee basis and a breakdown of the Fee Estimate.

WGL

A committee has not been formed for WGL.

Following a decision procedure by the creditors of WGL, the basis of the Administrators' remuneration has been fixed according to the time properly spent by the Administrators and their staff.

The total agreed fees estimate for the first 12 months of the administration was £1,525,000. Further fees, in the sum of £595,087, were also agreed for the period to 29 February 2020, meaning the company's creditors have approved fees totalling £2,120,087 (plus VAT). To date, fees of £1,225,000 have been paid.

WWL

A committee has not been formed for WWL.

Following a decision procedure by the creditors of WWL, the basis of the Administrators' remuneration has been fixed according to the time properly spent by the Administrators and their staff.

The total approved, and paid, fees for the period to 29 February 2020 is £1,299,654 (plus VAT).

WDSL

A committee has not been formed for WDSL.

Following a decision procedure by the creditors of WDSL, the basis of the Administrators' remuneration has been fixed according to the time properly spent by the Administrators and their staff.

The total approved fees for the period to 29 February 2020 is £289,878. To date, fees of £255,738 (plus VAT) have been paid.

7 Future strategy

7.1 Future conduct of the administrations

We will continue to manage the affairs, business and property of the Companies in order to conclude and/or achieve the purpose of the administrations. This will include but not be limited to:

- wind down the infrastructure of WGL which has assisted with the sale of various jurisdictions or orderly wind down of the Companies and the wider group
- discharge the remaining liabilities in WWL
- ensuring best value is achieved for the Folkefinans AS loan and shareholding
- payment of administration expenses
- finalisation of the Companies' tax affairs, including completion of corporation tax and VAT returns and settlement of any liabilities
- monitor the position as regards the Wonga SA tax position with a view to understand the sum due to be returned to WGL
- agreeing the claims of the WGL preferential creditors and payment of a dividend
- agreeing the claims of the unsecured creditors of WGL and WDSL and payment of a dividend, and
- complying with statutory and compliance obligations.

7.2 Extension of the administrations

The duration of an administration is restricted to 12 months from the date of commencement, unless it is extended with the permission of the creditors or the Court. The administrations were due to end on 30 August 2019 and were extended for an additional 12 months to 30 August 2020 by way of application to the Court.

No further extensions will be necessary (see 7.3 below).

7.3 Exit from administration

As set out previously, it was anticipated the administrations will end either by conversion to Creditors Voluntary Liquidation, or, if all matters are resolved, dissolution.

It is anticipated that WWL and WDSL will be dissolved prior to the expiration of their administration orders on 30 August 2020 and that WGL will convert to a Creditors Voluntary Liquidation also prior to the expirations of its administration order.

7.4 Resolutions proposed

We attach a notice for decisions of the creditors as follows:

WGL

1 A creditors' committee be formed. Information concerning creditors' committees can be found in Liquidation / Creditors' Committees and Commissioners: A Guide for Creditors published by the Association of Business Recovery Professionals. This can be read at or downloaded from https://www.r3.org.uk/media/documents/publications/professional/R3-Guide-to-Creditors-Committees.pdf
2 The basis of the Administrators' remuneration for Phase 3 be fixed according to the time properly spent by the Administrators and their staff on the administration, with a fees estimate of £300,924 (plus VAT) for the period 1 March 2020 to 30 August 2020.
3 The Joint Administrators' be discharged from liability with effect from 14 days after they send their final progress report to creditors.

WWL

1 A creditors' committee be formed. Information concerning creditors' committees can be found in Liquidation / Creditors' Committees and Commissioners: A Guide for Creditors published by the Association of Business Recovery Professionals. This can be read at or downloaded from https://www.r3.org.uk/media/documents/publications/professional/R3-Guide-to-Creditors-Committees.pdf
2 The basis of the Administrators' remuneration for Phase 2 be fixed according to the time properly spent by the Administrators and their staff on the administration, with a fee estimate of £151,195 (plus VAT) for the period 1 March 2020 to 30 August 2020
3 The Joint Administrators' be discharged from liability with effect from 14 days after they send their final progress report to creditors.

WDSL

1 A creditors' committee be formed. Information concerning creditors' committees can be found in Liquidation / Creditors' Committees and Commissioners: A Guide for Creditors published by the Association of Business Recovery Professionals. This can be read at or downloaded from https://www.r3.org.uk/media/documents/publications/professional/R3-Guide-to-Creditors-Committees.pdf
2 The basis of the Administrators' remuneration for Phase 2 be fixed according to the time properly spent by the Administrators and their staff on the administration, with a fee estimate of £32,739 (plus VAT) for the period 1 March 2020 to 30 August 2020
3 The Joint Administrators' be discharged from liability with effect from 14 days after they send their final progress report to creditors.

Fees estimates for each company are attached as Appendix B to this progress report.

7.5 Data Protection

Any personal information held by the company will continue to be processed for the purposes of the administration of the company and in accordance with the requirements of data protection.

7.6 Future reporting

The date of our next report to creditors is anticipated to be prior to the expiry of the administrations.

A Abstract of the administrators' receipts and payments

Wonga Group Limited - in administration
Summary of receipts and payments
from 31 August 2018 to 29 February 2020

	Statement of Affairs £	From 31/08/2018 to 31/08/2019 £	From 01/09/2019 to 29/02/2020 £	Total £
Receipts				
Fokia interest		240,865.09	47,508.15	288,373.24
Employee recharge receipt		0.00	4,262,996.00	4,262,996.00
Fixed assets	19,581.00	0.00	0.00	0.00
FOKIA Loan		1,311,687.79	47,352.61	1,359,040.40
Everline Receipt		0.00	63,089.47	63,089.47
Furniture & Equipment		15,693.74	0.00	15,693.74
Investments in subsidiaries	12,315,627.00	0.00	0.00	0.00
Intercompany recoverable recharges	1,500,000.00	0.00	601,631.77	601,631.77
Intercompany Debt Repayment	5,797,603.00	0.00	198,497.96	198,497.96
Wonga Poland TSA Receipts		6,898.00	10,796.00	17,694.00
Cash at Bank - RBS		5,643,520.04	0.00	5,643,520.04
Cash at Bank - Barclays		173,302.40	0.00	173,302.40
Operational expenditure receipt		0.00	5,618,011.92	5,618,011.92
Bank/ISA InterestGross		6,029.16	850.74	6,879.90
Intercompany receipts		0.00	9,487,931.58	9,487,931.58
Misc Refunds		22,394.71	0.00	22,394.71
Intercompany debt repayment		0.00	396,759.63	396,759.63
Intercompany receipts	12,799,133.00	0.00	0.00	0.00
Trade Creditors		(4.00)	4.00	0.00
VAT on Sales		2,870.00	0.00	2,870.00
HMRC - VAT received/paid		476,180.17	372,559.62	848,739.79
		7,899,437.10	**21,107,989.45**	**29,007,426.55**
Payments				
Sub Contractors		803,162.80	413,275.76	1,216,438.56
Ransom payment		73,377.63	0.00	73,377.63
Rents		421,829.94	179,356.85	601,186.79
Rates		2,967.00	0.00	2,967.00
Telephone		44,055.75	1,206.92	45,262.67
Insurance		44,802.50	10,795.18	55,597.68
Professional Fees		63,827.45	0.00	63,827.45
Office Costs		126,191.49	38,768.63	164,960.12
PAYE/NI		1,892,383.31	375,494.84	2,267,878.15
Net Wages		2,673,728.32	527,652.94	3,201,381.26
Other Payroll Deductions		262,581.59	43,244.12	305,825.71
IT System Expenses		2,259,588.83	374,800.60	2,634,389.43
Employee Expenses		16,622.05	4,560.68	21,182.73
Debt Collection costs		3,606.67	0.00	3,606.67

Chargeholder (1)	0.00	5,974,701.52	5,974,701.52
Intercompany Loan - WDFC UK Ltd	(4,500,000.00)	4,500,000.00	0.00
Administrators Fees	600,000.00	250,000.00	850,000.00
Administrators Expenses	32,182.02	12,912.85	45,094.87
VAT irrecoverable	579,960.27	531,910.40	1,111,870.67
Agents/Valuers Fees (1)	5,154.60	0.00	5,154.60
Legal Fees (1)	385,685.79	(126,417.40)	259,268.39
Professional Fees	114,873.98	57,250.08	172,124.06
Swiss Tax	26,056.57	(4,759.78)	21,296.79
Storage Costs	822.42	0.00	822.42
Statutory Advertising	71.15	0.00	71.15
Rents Payable	127,491.20	0.00	127,491.20
Rates	0.00	228,295.00	228,295.00
Insurance of Assets	21,522.29	0.00	21,522.29
Subsidiary Filing Fee	880.00	0.00	880.00
Bank Charges	362.90	103.60	466.50
VAT on Purchases	828,953.95	262,135.04	1,091,088.99
	6,912,742.47	**13,655,287.83**	**20,568,030.30**
Net Receipts/(Payments)	**986,694.63**	**7,452,701.62**	**8,439,396.25**

Made up as follows

RBS Floating Current Acct NIB 21/10/19	25,184.03	(25,184.03)	0.00
Barclays Flg Current Acct NIB 18/10/19	961,510.60	7,477,885.65	8,439,396.25
	986,694.63	**7,452,701.62**	**8,439,396.25**

A Abstract of the administrators' receipts and payments

Wonga Worldwide Limited - in administration
Summary of receipts and payments
from 31 August 2018 to 29 February 2020

	Statement of Affairs £	From 31/08/2018 to 31/08/2019 £	From 01/09/2019 to 29/02/2020 £	Total £
Receipts				
Chargeholder (1)		(5,974,701.52)	5,974,701.52	0.00
Investments in subsidiaries	16,879,316.00	200,513.17	1,684,885.51	1,885,398.68
Intercompany recoverable recharges		626,995.20	(85,280.85)	541,714.35
Bank/ISA InterestGross		7,491.74	8,812.73	16,304.47
Deposits	89,429.00	0.00	0.00	0.00
Misc Refunds		0.00	1,118.57	1,118.57
Intercompany debt repayment		14,597,358.85	4,727,407.60	19,324,766.45
Equity Distribution		0.00	149,293.98	149,293.98
WDFC Loan - receipt	5,949,323.00	0.00	0.00	0.00
HMRC - VAT received/paid		(2,898.33)	2,898.33	0.00
		9,454,759.11	**12,463,837.39**	**21,918,596.50**
Payments				
Sub Contractors		0.00	108,975.50	108,975.50
Ransom		31,921.56	0.00	31,921.56
Professional Fees		5,053.86	2,196.48	7,250.34
Sundry Trading Expenses		0.00	243,869.10	243,869.10
Employee Expenses		0.00	116.00	116.00
Administrators Fees		0.00	1,299,654.00	1,299,654.00
Administrators Expenses		0.00	19,506.38	19,506.38
VAT irrecoverable		105,258.92	277,481.89	382,740.81
Legal Fees (1)		384,346.53	229,794.34	614,140.87
Professional Fees		557,824.43	164,039.08	721,863.51
Late filing fees for Nahar Credits		693.20	0.00	693.20
Statutory Advertising		0.00	73.55	73.55
Bank Charges		52.70	184.28	236.98
Unsecured Creditors (All)		0.00	18,353,013.04	18,353,013.04
		1,085,151.20	**20,698,903.64**	**21,784,054.84**
Net Receipts/(Payments)		**8,369,607.91**	**(8,235,066.25)**	**134,541.66**
Made up as follows				
RBS Floating Current Acct NIB 21/10/19		50,123.21	(50,123.21)	0.00
Barclays Flg Current Acct NIB 18/10/19		8,319,484.70	(8,184,943.04)	134,541.66

8,369,607.91	**(8,235,066.25)**	**134,541.66**

Note:

A Abstract of the administrators' receipts and payments

WDFC Services Limited - in administration
Summary of receipts and payments
from 31 August 2018 to 29 February 2020

	Statement of Affairs £	From 31/08/2018 to 31/08/2019 £	From 01/09/2019 to 29/02/2020 £	Total £
Receipts				
Intangibles	510,002.00	0.00	0.00	0.00
Intercompany recoverable recharges		0.00	147,815.56	147,815.56
Brand	950.00	401,026.35	0.00	401,026.35
Intercompany receipts		0.00	47,772.23	47,772.23
Misc Float Receipts		997.45	0.00	997.45
Bank/ISA InterestGross		276.71	268.42	545.13
Other receivables	128.00	0.00	0.00	0.00
Intercompany Debt Repayment		0.00	89,526.00	89,526.00
Intercompany receipts	939,542.00	0.00	0.00	0.00
VAT on Purchases		(1,699.34)	1,699.34	0.00
		400,601.17	**287,081.55**	**687,682.72**
Payments				
Ransom Payments		48.68	0.00	48.68
Professional Fees		620.00	554.20	1,174.20
Sundry Trading Expenses		249.21	0.00	249.21
Administrators Fees		0.00	200,000.00	200,000.00
Administrators Expenses		0.00	602.86	602.86
VAT irrecoverable		14.23	41,930.75	41,944.98
Legal Fees (1)		11,081.65	6,524.58	17,606.23
Professional Fees		8,575.20	0.00	8,575.20
Statutory Advertising		71.15	0.00	71.15
Bank Charges		0.80	4.30	5.10
		20,660.92	**249,616.69**	**270,277.61**
Net Receipts/(Payments)		**379,940.25**	**37,464.86**	**417,405.11**
Made up as follows				
RBS Floating Current Acct NIB 21/10/19		347,910.91	(347,910.91)	0.00
Barclays Flg Current Acct NIB 18/10/19		32,029.34	385,375.77	417,405.11
		379,940.25	**37,464.86**	**417,405.11**

Wonga Group Limited – In Administration
Payments, remuneration and expenses to the joint administrators or their associates

Statement of Insolvency Practice 9 disclosure

This appendix has been prepared in conjunction with the requirements of the Insolvency Act 1986, the Insolvency (England and Wales) Rules 2016 (the Rules) and Statement of Insolvency Practice 9 (SIP9). In summary, it covers:

1. pre-appointment costs
2. post appointment costs
    a. Fee basis of the Joint Administrators as per resolutions passed for Phase 1 and Phase 2
    b. Work done by the Joint Administrators and their team during Phase 2
    c. SIP9 to show the variance in the fee estimate and total fees incurred for Phase 2
    d. Fee basis of the Joint Administrators for the period to 31 August 2020 (Phase 3), as per the new fee estimate below (further resolution required for creditors to approve)
3. hourly charge out rates
4. disbursements and expenses
5. sub-contracted out work
6. payments to associates
7. relationships requiring disclosure
8. information for creditors (rights, fees, committees)

1. Pre-appointment costs

Pre-administration costs are fees charged and expenses incurred by administrators or other qualified insolvency practitioners, before the company entered administration but with a view to it doing so. To the extent they remain unpaid when the company enters administration and payment is sought, approval is required from the appropriate body of creditors as to whether they should be paid from the estate.

The Administrators sought approval, from the creditors, of the payment of £228,737 plus VAT of the pre-administration fees of Grant Thornton UK LLP (as disclosed in the Administrators' statement of proposals from the estate). However, the creditors resolved not to agree these costs.

2. Post-appointment costs

a. Fee basis of the joint administrators as per resolutions passed for Phases 1 and 2 (with fee variance explained)

On 9 November 2018 the creditors resolved that remuneration for Phase 1 be fixed according to the time properly spent by the Administrators and their staff with a fee estimate of £1,525,091 for the period 31 August 2018 to 30 August 2019.

On 15 October 2019 a further resolution was passed by the creditors that remuneration for Phase 2 be fixed according to the time properly spent by the Administrators and their staff with a fee estimate of £595,087 (plus VAT) for the period 1 September 2019 to 28 February 2020. The brough the cumulative fee estimate to be fees of £2,120,178 (plus VAT).

During the period from 1 September 2019 to 29 February 2020 (the Period) time costs were incurred totalling £754,969 represented by 1,911 hrs at an average of £/hr395 (as shown in the 'Work done' section below). This brings cumulative time costs at the Period end to £2,035,285 of which £1,225,000 (plus VAT) has been paid. A description of the work done in the Period is provided in the respective section below.

As at Period end, as shown in the 'Work done' section below, recorded time costs for phase two have exceeded the time costs in the fees estimates which were provided to the creditors prior to the determination of our fee basis. The reason for the excess fees are explained in the points below. Under r18.30 of the Rules, we are not permitted to draw remuneration in excess of the total amount set out in the fees estimate. Whilst the Joint Administrators and their team have exceeded time costs for this phase, permission to draw the excess remuneration will not be requested from the creditors. In addition, as shown in the work done section below, cumulative recorded time costs have not exceeded the time costs in the fees estimates which were provided to the creditors prior to the determination of our fee basis:

- The sale and close out of the various subsidiaries of the Group, including Spain and South Africa, have required more management time than anticipated
- The sale of the Indian entity required much more time than anticipated, however, this was rewarded with higher realisations for creditors.

Request for further fees for the period to 31 August 2020 (Phase 3):

Creditors will recall that the fee resolution was for time up to 28 February 2020. The Joint Administrators are therefore seeking permission to draw remuneration for Phase 3 (from 1 March to 31 August 2020), which is presented at section 2(d) of this appendices. We will seek approval to draw remuneration in for the next phase of the administration which will entail the following:

- to facilitate in the close out of the various subsidiaries of the Group, including Spain and South Africa
- to assess and finalise the employee claims and process the final redundancies for the remaining staff
- to continue with and progress through the winddown plan for the Group

- to finalise and assess all creditor claims and distribute to all classes of creditors.

The further information required in respect of seeking this approval is included within the relevant notice of decision procedure included at Appendix E.

b. Work done by the joint administrators and their team during the Period (Phase 2)

We are required to detail costs of actual work done in the Period, including any expenses incurred in connection with it, as against any fees estimate provided. Our fees estimate for Phase 2 was included within our progress report to creditors dated 25 September 2019. We are also required to provide narrative explanation of the work done. The following tables (narrative followed by numerical) set out this information for the joint administrators' fees incurred together with a numerical fees estimate variance analysis. Reasons for any anticipated excess of the fees estimate are included in the 'Fee basis' section above. Details of expenses incurred in connection with work done are provided in the 'Disbursements and expenses' section below.

Area of work	Work done	Why the work was necessary	Financial benefit to creditors	Fees incurred		
Trading				**576 hrs**	**£255,584**	**£/hr444**
Trading general	• Continued contact with suppliers for the on-going contractual arrangements to ensure they are extended or ceased where necessary • Continued correspondence with suppliers to renegotiate terms for key suppliers and terminate any unnecessary suppliers for an orderly wind down • Continuing to respond to general trading queries from staff • Operational expenses forecast • Continuing to review and approve POs and payments for the day-to-day running of the business • Continued monitoring and processing of staff payroll • Continuing to handle employee redundancies and resignations	• It is fundamental that the trading costs could be reduced to as low as possible, whilst maintaining relationships with key suppliers • By reducing the cost of trading, this would ensure maximising the return to creditors • Retention of key employees is essential to maintain the operations and systems necessary to support the businesses and recovery of the inter-company balances • The IT systems have been run from Wonga Group, therefore the continued maintenance of the systems has been fundamental for the separation and wind down for the overseas entities	• This work was necessary to help realise financial value for the benefit of the estate and for a distribution to creditors should sufficient funds become available			
Assets				**68 hrs**	**£42,162**	**£/hr619**
Sale of Assets	• Continued correspondence with the local management of various overseas subsidiaries that continue to trade, and working with them to ensure an orderly wind down of any business where necessary • Continued work with the legal and financial advisors across the overseas jurisdictions for the relevant jurisdictions	• This work was necessary to explore the options of realising the Group's equity interest in the trading overseas subsidiaries and recovering inter-company lending • Important to consider the commercial issues when proceeding to realise the Group's overseas shareholding interests	• This work was necessary to help realise financial value for the benefit of the estate and for a distribution to creditors should sufficient funds become available			

	• Supervising the closure of operational locations in both the UK and overseas • Ensuring continued availability of shared services by WGL to overseas businesses • Finalisation of the inter-company position and re-charges • Continuing to liaise with local management regarding support required from WGL on disposal or wind down of the businesses • Adhering to TSAs to support disposal of businesses where appropriate • Finalising equipment, fixtures and fittings for sale	• To achieve value for overseas businesses for the benefit of WWL and to maximise recovery from inter-company balances	
Property	• Continued correspondence with the landlord, including meetings, emails and telephone calls • Arranging for the vacation and closure of the office in Southwark, London	• This work was necessary to ensure that the on-going costs were kept to a minimum	• This work was necessary to help realise financial value for the benefit of the estate and for a distribution to creditors should sufficient funds become available
Inter-company loans	• Continuing to reconcile and agree inter-company balances due from each entity • Securing repayment of post-appointment inter-company balances where appropriate • Obtaining regular collections updates from the overseas entities • Reconciliation of intercompany debtor balances and finalising these for the purpose of all Group entities	• To ensure inter-company balances are reconciled so that the claims are agreed throughout the Group • Necessary to ensure the Group's balance sheet reflected the appropriate balance recoverable at the date of appointment and that post appointment debts were collectable.	• Choose an item.
Plant, machinery, fixtures & vehicles	• Continued work with Lambert Smith Hampton and liaising with agent in relation to the sale of the chattels • Continued arrangement of data cleansing of former employee equipment for sale	• Necessary to secure the assets and review the condition and sales value • This process will continue as the administration progresses	• This work was necessary to realise financial value for the estate and for a distribution to creditors should sufficient funds become available
Insurance	• Finalising the engagement of Marsh (formerly JLT) following the closure of the London office	• Necessary to ensure the safety of the assets of the business as well as the safety of the working environment for the employees	• This work was necessary to discharge the office holders' duties. As explained under 'Why the work was necessary', although it might not add financial value

			to the estate it adds value to the insolvency process			
Legal/ Regulatory	• Continued correspondence, including regular telephone calls and emails with the FCA to discuss the proposed sales strategy of the various assets and its implications on Wonga UK • Continued maintenance of a "Wonga" page on the Grant Thornton website in order to provide updates on the administration to creditors, as well as answering any FAQs	• The UK Company continues to be regulated by the FCA, therefore their involvement is required • The website continues to be running, to provide customers with updates on the administration • Maintenance was required to ensure that customers were unable to apply for any additional lending from the Company. However, that they would still be able to repay their existing loans	• This work was necessary to discharge the office holders' duties. As explained under 'Why the work was necessary', although it might not add financial value to the estate it adds value to the insolvency process			
Creditors				**400 hrs**	**£144,973**	**£/hr362**
Employees & pensions	• Continued monitoring of post-appointment staffing requirements • Continued drafting and issuing of redundancy and commitment letters to employees • Continued Town Hall meetings to assist with employee communication • Continued assistance with ad hoc queries from employees • Continued engagement with ERA Solutions to assist with employee redundancy claims • Liaising with employee benefit providers to ensure continuity • Pension review and updates in accordance with statutory requirements • Ensuring employees who have been retained have the ability to work from home following the closure of the London office	• To enable settlement of preferential claims • To establish unsecured claims from employees arising from the termination of their employment • Essential statutory employee matters	• This work was necessary to realise financial value for the estate and for a distribution to creditors should sufficient funds become available			
Unsecured	• Continuing to liaise with the Company's trade creditors and corresponding with them in relation to lodging a claim	• A necessary part of the administration to establish the number of unsecured claims	• This work was necessary to discharge the office holders' duties. As explained under 'Why the work was necessary', although it might not add financial value to the estate it adds value to the insolvency process			
Administration				**560 hrs**	**£184,964**	**£/hr330**

Treasury, billing & funding	• Various emails and calls to bank • Arranging and accounting for the various receipts and payments of the Company	• Required as part cf the duties of the Administrators and their staff	• This work was necessary to discharge the office holders' duties. As explained under 'Why the work was necessary', although it did not add financial value to the estate it adds value to the insolvency process
Tax (UK and International)	• As pert the previous report, the Grant Thornton Advisory tax team were engaged to deal with various matters including: - Completing and filing the necessary VAT returns for the Company, both UK and internationally - Completing and filing the necessary Corporation Tax return for the Company, both UK and internationally - Understanding and discussing the Company's tax position • Continued discussions in relation to the UK and wider Group tax implications	• Necessary for the running of the administration	• This work was necessary to discharge the office holders' duties. As explained under 'Why the work was necessary', although it did not add financial value to the estate it adds value to the insolvency process
Pensions	• As per the previous report, the Grant Thornton Pension Advisory team were engaged to deal with various matters including: - Emails and telephone conferences with the Company and Administrators to discuss the pre administration policy and benefits as well as areas and cover to be maintained post administration - Pre-administration pension and benefit data gathering and assessment of cover • Relevant updates in relation to pension cover and benefits	• Necessary for the running of the administration	• This work was completed solely for the purpose of complying with statutory requirements and had no direct financial benefit to the estate
Case management	• Day to day running and filings for the case • Review of day-to-day tasks from the Administrators' case management software • Report to creditors for the 6-month progress report	• Required as part of the duties of the Administrators and their staff	• This work was necessary to discharge the office holders' duties. As explained under 'Why the work was necessary', although it might not add financial value to the estate it adds value to the insolvency process

	• Continuing to action the winddown plan of the various Group entities to ensure an orderly close out			
Total fees incurred in the Period		**1,911 hrs**	**£754,969**	**£/hr395**

c. SIP9 to show the variance in the fee estimate and total fees incurred for Phases 1 and 2

Wonga Group Limited - In Administration
Detailed SIP9 time cost analysis for the period and fee estimate variance analaysis as at period end
Period from 01/09/2019 to 29/02/2020

Area of work	Partner		Manager		Executive		Administrator		Period total			Cumulative total as at period end			Fees estimate			Variance	
	Hrs	£	Hrs	£	Hrs	£	Hrs	£	Hrs	£	£/hr	Hrs	£	£/hr	Hrs	£	£/hr	Hrs	£
Trading:									**575.74**	**255,583.89**	**443.92**	**1,410.29**	**555,738.89**	**394.06**	**938.00**	**408,026.00**	**434.99**	**(472.29)**	**(147,713.89)**
Trading (general)	2.00	1,590.00	551.54	249,997.89	22.20	3,996.00	-	-	575.74	255,583.89	443.92	**1,410.29**	**555,738.89**	**394.06**					
Realisation of Assets:									**68.10**	**42,162.36**	**619.12**	**542.10**	**281,606.61**	**519.47**	**2,071.00**	**1,060,721.00**	**512.18**	**1,528.90**	**779,114.40**
Insurance	-	-	-	-	-	-	-	-	-	-	-	**11.05**	**4,484.25**	**405.81**					
Property	-	-	2.00	912.86	-	-	-	-	2.00	912.86	456.43	**5.70**	**2,365.86**	**415.06**					
Debtors	3.50	2,782.50	46.00	26,770.00	-	-	-	-	49.50	29,552.50	597.02	**83.70**	**46,331.00**	**553.54**					
Sale of business	5.00	3,975.00	-	-	-	-	-	-	5.00	3,975.00	795.00	**80.86**	**48,042.75**	**594.22**					
Other assets	6.60	5,247.00	1.00	495.00	-	-	-	-	7.60	5,742.00	755.53	**91.50**	**61,635.25**	**673.61**					
General	-	-	4.00	1,980.00	-	-	-	-	4.00	1,980.00	495.00	**269.30**	**118,747.50**	**440.95**					
Investigations:									**7.00**	**2,835.00**	**405.00**	**16.95**	**8,239.75**	**486.12**	**131.00**	**64,496.00**	**492.34**	**114.05**	**56,256.25**
Debtor / director / senior employees	-	-	-	-	-	-	-	-	-	-	-	**1.30**	**319.50**	**245.77**					
Claims	-	-	-	-	7.00	2,835.00	-	-	7.00	2,835.00	405.00	**7.00**	**2,835.00**	**405.00**					
General	-	-	-	-	-	-	-	-	-	-	-	**8.65**	**5,085.25**	**587.89**					
Creditors:									**400.47**	**144,973.48**	**362.01**	**1,005.70**	**408,889.98**	**406.57**	**506.00**	**209,151.00**	**413.34**	**(499.70)**	**(199,738.98)**
Employees & pensions	1.00	795.00	40.30	19,480.70	50.37	12,340.65	-	-	91.67	32,616.35	355.80	**549.85**	**237,913.35**	**432.69**					
Unsecured	13.50	10,732.50	48.60	26,707.00	2.00	545.00	72.90	13,097.00	137.00	51,081.50	372.86	**238.56**	**86,378.50**	**362.10**					
Dividends	7.00	5,565.00	35.30	19,160.63	122.00	30,587.50	-	-	164.30	55,313.13	336.66	**190.30**	**65,728.13**	**345.39**					
General	7.50	5,962.50	-	-	-	-	-	-	7.50	5,962.50	795.00	**27.00**	**18,870.00**	**698.89**					
Administration:									**560.13**	**184,964.05**	**330.22**	**2,057.97**	**780,810.05**	**379.41**	**848.00**	**377,694.00**	**445.39**	**(1,209.97)**	**(403,116.05)**
Other IPs, OR, AIB	-	-	3.00	1,785.00	2.00	600.00	-	-	5.00	2,385.00	477.00	**141.70**	**54,254.00**	**382.88**					
Case management	4.00	3,180.00	2.50	1,108.93	4.00	1,515.00	21.15	3,807.00	31.65	9,610.93	303.66	**31.65**	**9,610.93**	**303.66**					
Reports to creditors, notices & decisions	-	-	-	-	-	-	9.40	1,551.00	9.40	1,551.00	165.00	**9.40**	**1,551.00**	**165.00**					
Treasury, billing & funding	-	-	1.50	510.00	60.10	12,598.75	13.65	2,457.00	75.25	15,565.75	206.85	**205.45**	**42,089.25**	**204.86**					
Tax	6.25	4,496.25	35.45	18,577.54	21.00	8,187.50	37.38	5,724.20	100.08	36,985.49	369.56	**260.53**	**109,108.49**	**418.79**					
Pensions	-	-	5.70	3,123.60	-	-	-	-	5.70	3,123.60	548.00	**20.10**	**10,167.60**	**505.85**					
Closure	-	-	0.50	221.79	-	-	-	-	0.50	221.79	443.57	**0.50**	**221.79**	**443.57**					
General	81.50	51,225.00	109.35	52,852.00	336.00	119,160.00	105.45	16,733.50	632.30	239,970.50	379.52	**1,388.64**	**553,807.00**	**398.81**					
Total	**137.85**	**95,550.75**	**886.74**	**423,682.92**	**626.67**	**192,365.40**	**259.93**	**43,369.70**	**1,911.19**	**754,968.77**	**395.03**	5,033.01	2,035,285.27	404.39	4,494.00	2,120,087.00	471.76	(539.01)	84,801.73

Notes:
- Partner includes partners and directors
- Manager includes associate directors and managers
- Executive includes assistant manager and executives
- Due to enhancements to our SIP9 reporting systems, allocation of time against areas of work may differ to previous periods, however this does not affect overall total time costs
- Adverse variances are presented in brackets
- Total time costs paid to date. £1,225,000.00

d. Fee basis of the Joint Administrators for Phase 3, as per the new fee estimate below (further resolution required for creditors to approve)

The fees estimate is based on all of the information available to us as at 29 February 2020. We have considered and accounted for the different levels of expertise that we anticipate will be required to do the work we anticipate necessary to complete the administration, in calculating the time and cost included in the fees estimate table provided below.

Note that the fees estimate is also based on the following assumptions:

- these are the cost anticipated until 30 August 2020. There is likely to be additional costs that follow after this date. However, the Joint Administrators do not consider that they have enough insight to estimate those costs at present
- Inter-company Groups assets are realised during the period in manner expected and do not become more protracted
- that all complex matters in relation to the case have now been dealt with and the wind down of operations can be concluded
- that the volume of claims and appeals for Wonga UK will continue to be received at the rate they have been so far meaning that the support WGL provides does not become more onerous and drawn out

Please see the 'Hourly charge out rates' section for the rates applied to the fees estimate.

Area of work	Anticipated work	Why the work is necessary	Financial benefit to creditors	Fees and expense estimate		
Trading				**217 hrs**	**£87,269**	**£/hr404**
Trading general	• Continued cash flow analysis and monitoring receipts and payments • Reviewing and approving payments for the day-to-day running of the business • Concluding contractual relationships with any continued suppliers • Continued monitoring and processing of staff payroll • Continuing to handle employee resignations and redundancies • Forecast and finalise wind down of operations	• It is fundamental that the trading costs could be reduced to as low as possible, whilst maintaining relationships with key suppliers • By reducing the cost of trading, this would ensure maximising the return to creditors • Retention of key employees is essential to maintain the operations and systems necessary to support the businesses and recovery of the inter-company balances • The IT systems have been run from Wonga Group, therefore the continued maintenance of the systems has been fundamental for the separation and wind down for the overseas entities	• This work is necessary to discharge the office holders' duties. As explained under 'Why the work is necessary', although it might not add financial value to the estate it will add value to the insolvency process			

Closure of sites	• Continued support and supervision of the closure of operational locations in both UK and overseas	• The Group's operations are supported by activities in a number of locations	• This work is necessary to ensure that there is a reduction in ongoing operational costs and mitigation of potential creditor claims			
Assets				**224 hrs**	**£90,276**	**£/hr403**
Disposal of overseas businesses	• Providing support for the sale/wind down of overseas companies including instructing advisors, responding to offers, assisting with regulatory requirements in overseas jurisdictions and negotiation of sales • Ensuring continued availability of shared services in accordance with TSAs with overseas businesses • Liaising with local management regarding support required from WGL on disposal of the businesses	• To achieve value for overseas businesses for the benefit of WWL and to maximise recovery from inter-company balances	• This work is necessary for an orderly realisation of assets to enable a distribution to creditors	•		
Inter-company loans	• Securing repayment of inter-company balances where possible	• To ensure inter-company Company positions are reconciled and finalised	• This work is necessary to ensure that there is an orderly distribution of funds throughout the Group			
Creditors				**150 hrs**	**£60,185**	**£/hr402**
Employees & pensions	• Quantification and agreement of the claims of employees as they crystallise through the redundancy process • Finalisation of the employee claims	• To enable settlement of any preferential claims • To establish unsecured claims from employees arising from termination of their employment	• Enable payment of a dividend			
Unsecured	• Continued collation and agreement of the claims of trade creditors and suppliers • Finalisation of unsecured creditor position	• To establish the quantum of creditor claims • To facilitate distributions to creditors	• This work is necessary to enable calculation and payment of a dividend			
Dividends	• Planning and processing of dividends to each class of creditor	• To distribute funds to creditors	• This work is necessary to ensure that the creditors are paid			
Administration				**157 hrs**	**£63,194**	**£/hr403**
Case management	• Ongoing general case management	• Day to day oversight of administration	• This work is necessary to ensure effective and efficient management of the administration			

Reports, circulars notices & decisions	• Decision procedure by creditors for approval additional remuneration • Preparation of progress reports to creditors	• To ensure that the Joint Administrators adhere to their statutory requirements and keep the creditors up to date	• This work is to be completed solely for the purpose of complying with statutory requirements and has no direct financial benefit to the estate			
Communication / stakeholder management	• Continued response to press inquiries in arising from the administration • Updated web pages on both Wonga and Grant Thornton websites	• To address public interest in the administration • To make information available to potential creditors	• To ensure clear communication with all shareholders			
Compliance FCA / FOS	• Continued regular communication and updates with FCA regarding progress of the administration	• To maintain the compliance with regulatory requirements • To ensure regulators were informed of the strategy for the administration	• Independent regulatory oversight of administration process			
Treasury, billing & funding	• Processing and recording transactions arising during the period of the administration	• To ensure proper recording of post-administration activities	• Support the orderly realisation of assets for the benefit of creditors			
Closure	• Finalisation of the administration process, including final reports and returns	• To ensure that the administration is finalised through the recommended exit route	• This work is necessary to discharge the office holders' duties. As explained under 'Why the work is necessary', although it will not add financial value to the estate it will add value to the insolvency process			
Total fees estimate				**747 hrs**	**£300,924**	**£/hr403**
Total expense estimate				**£460,066***		

**the expenses are made up of estimated future legal fees, employee and sub-contractor costs, and IT system costs*

3. Hourly charge out rates

Time is charged in units of 6 minutes for each grade of staff used. The hourly charge out rates applied take into consideration the nature and complexity of the case and are as follows:

Grade	From 1 July 2019 to current	
	Insolvency £/hr	**Pensions & tax £/hr**
Partner	510 – 795	795
Director	485 – 705	705
Associate director	445 – 595	595
Manager	340 – 495	495
Assistant manager	300 – 405	405
Executive	245 – 350	350
Administrator	165 – 200	-
Treasury	180	n/a

The current charge out rates have applied since 1 July 2019. We reserve the right to amend our charge out rates in the future. Any amendments will be detailed within the next report following such an amendment.

4. Statement of expenses and disbursements incurred in the Period

This table provides details of expenses and disbursements incurred in the Period in connection with the work done by the joint administrators, description of which is provided in the 'Work done' section above.

Category	Incurred in the Period (£)	Cumulatively incurred as at Period end (£)	Of which paid by the estate as at Period end (£)
Category 1 disbursements			
Accommodation	423	9,525	9,525
Business subscription	0	155	155
Client disbursements	0	3,180	3,180
Courier	29	194	165
GT Personnel	0	5	5
IT Consumables	1,030	1,694	665
IT equipment	300	300	0
Insolvency bonding	0	1,875	1,875
Fee for Irish	850	850	0
Parking & tolls	0	89	89
Postage	4	12	12
Printing & stationery	0	435	76
Subsistence	0	1,185	1,185
Travel expenses	8,858	27,914	27,804
Category 2 disbursements			
None	-	-	-
Expenses			
Sub-contractors	413,275	1,216,439	1,216,439
Ransom payments	-	73,378	73,378
Rents	179,357	601,187	601,187
Rates	228,295	231,262	231,262
Telephone	1,207	45,263	45,263
Insurance	10,795	55,598	55,598
Professional fees:			
Dataplan	624	6,836	6,836
Wonga Worldwide Ltd	5,745	5,745	5,745

Mandat	-	1,940	1,940
K & L Gates	-	285	285
Gregg Koser	-	12,348	12,348
GMG Corporate	13,203	69,837	69,837
Geneva Management	239	17,250	17,250
Silverbox IT Ltd	10,750	37,850	37,850
Lorien Resourcing Limited	-	20,738	20,738
H-Snap Investment Solutions Private Ltd	11,893	30,937	30,937
ERA Solutions Limited	-	4,330	4,330
Deloitte & Touche	6,796	6,796	6,796
Birchwood Advisory Limited	8,000	16,887	16,887
Barclays Bank plc	-	146	146
Information Commissioners office	-	2,900	2,900
Depinna Notaries	-	1,128	1,128
Office costs	38,769	164,960	164,960
PAYE/NI	375,495	2,267,878	2,267,878
Net wages	527,653	3,201,381	3,201,381
Other payroll deductions	43,244	305,826	305,826
IT system expenses	379,901	2,648,917	2,648,917
Employee expenses	4,561	21,183	21,183
Debt collection costs	-	3,607	3,607
Administrators fees	250,000	1,225,000	1,225,000
VAT irrecoverable	531,910	1,111,871	1,111,871
Agents fees:			
Lambert Smith Hampton	-	5,155	5,155
Legal fees:			
Bar & Karrer	-	8,546	8,546
Slaughter & May LLP	-81,049	589,251	589,251
Taylor Wessing LLP	-	4,212	4,212
Squire Patton Boggs UK LLP	-	37,807	37,807
RIHM Attorneys	-	4,170	4,170
Wonga Worldwide Limited	-45,369	-85,675	-85,674.6

WDFC Services Limited	-	-6,525	-6,524
WDFC UK Limited	-	-292,518	-292,518
Swiss tax	-4,760	21,297	21,297
Storage costs	-	822	822
Statutory advertising	-	71	71
Rents payable	-	127,491	127,491
Insurance of assets	-	21,522	21,522
Subsidiary filing fee	-	880	880
Bank charges	104	467	467
Total expenses and disbursements	**2,922,132**	**13,894,089**	**13,891,413**

Disbursements are expenses met by and reimbursed to an office holder in connection with an insolvency appointment and fall into two categories:

Category 1 disbursements

These are also known as 'out of pocket expenses' and are payments to independent third parties where there is specific expenditure directly referable to the insolvent estate; they can be drawn without prior approval and consist of the following categories:

- Travel and subsistence – these costs, which exclude mileage, are incurred by staff in attending trading premises or meetings, for example
- Office costs – these are costs such as postage or courier charges which are incurred in managing the case
- Statutory costs – these are costs such as bonding and advertising relating specifically to the case, which are required by statute

They also include expenses which have been paid using a Grant Thornton Loan, the balance of which (if any) can be seen on the joint administrators' receipts and payment account at Appendix A.

Category 2 disbursements

These are expenses that are directly referable to the insolvent estate but not a payment to an independent third party. They may include shared or allocated costs that may be incurred by an office holder or their firm, and that can be allocated to the appointment on a proper and reasonable basis. Category 2 disbursements require approval in the same manner as an office holder's remuneration.

To the extent that recovery of category 2 disbursements is sought, this will be for mileage only. Accordingly, the following resolution was made by the creditors on 9 November 2018:

That the Administrators out of pocket expenses at cost; mileage is charged at 45p per mile, be approved.

Mileage is charged at 45p a mile. VAT is added as appropriate. Details of these costs are also provided in the table above

5. Sub-contracted out work

During the Period we have sub-contracted out the following work that could otherwise have been carried out by us or our team:

Sub-contractor	Work sub-contracted out	Reason(s) for sub-contracting out	Cost incurred (£)
ERA Solutions Limited	• Employee claim management	• Specialists in managing employee claims	No costs incurred in the period
Haines Associates	• Corporate Finance services in connection with the sale of Wonga Poland	• Acting pre-appointment and process significantly advanced	No costs incurred in the period
Eurohold	• Corporate Finance services in connection with the sale of Wonga Spain	• Independence from administrators and knowledge of local market place	No costs incurred in the period
SNG Grant Thornton	• Corporate Finance services in connection with the sale of Wonga South Africa	• Knowledge of local market place	No costs incurred in the period
TDX Group Limited	• Collections of the book debts	• The arrangement existed pre-administration and was seen as commercial to continue the engagement post appointment due to the complexity of the collections	No costs incurred in the period
Payplan	• Collections of the book debts	• As above, the arrangement existed pre-administration and was seen as commercial to continue the engagement post appointment due to the complexity of the collections	3,149

6. Payments to associates

Where we have enlisted the services of others we have sought to obtain the best value and service. In the interest of transparency, we disclose below services we have sought from within our firm or from a party with whom (to the best of our knowledge) our firm, or an individual within our firm, has a business or personal relationship:

Service provider	Services enlisted	Cost of service
Grant Thornton UK LLP	• Tax work/advice (narrative is included within the above narrative of work done) • Pensions work/advice (narrative is included within the above narrative of work done)	• Costs are included within the above SIP9 time cost analysis
SNG Grant Thornton	• Corporate Finance services in connection with the sale of Wonga South Africa	• £135,000, subject to successful sale of shares

7. Relationships requiring disclosure

We confirm that we are not aware of any business or personal relationships with any parties responsible for approving the joint administrators' fee basis, or who provide services to us as joint administrators, which may give rise to a potential conflict.

8. Information for creditors and members

Information to help creditors and members to understand their rights in insolvency and regarding officeholders' (ie administrators or liquidators) fees, and the roles and functions of committees is available via Grant Thornton's website:

https://www.grantthornton.co.uk/portal

Alternatively, we will supply this information by post, free of charge, on request.

Wonga Worldwide Limited
Payments, remuneration and expenses to the joint administrators or their associates

Statement of Insolvency Practice 9 disclosure

This appendix has been prepared in conjunction with the requirements of the Insolvency Act 1986, the Insolvency (England and Wales) Rules 2016 (the Rules) and Statement of Insolvency Practice 9 (SIP9). In summary, it covers:

1. pre-appointment costs
2. post-appointment costs
    a. Proposed fee basis the Joint Administrators
    b. Work done by the Joint Administrators and their team during the Period
    c. Detailed SIP9 time cost analysis for the work done by the Joint Administrators to 28 February 2020
    d. Fee estimate for the Joint Administrators and their team for the Period 1 March 2020 to 31 August 2020
3. hourly charge out rates
4. disbursements and expenses
5. sub-contracted out work
6. payments to associates
7. relationships requiring disclosure
8. information for creditors (rights, fees, committees)

1. Pre-appointment costs

Pre-administration costs are fees charged and expenses incurred by administrators or other qualified insolvency practitioners, before the company entered administration but with a view to it doing so. To the extent they remain unpaid when the company enters administration and payment is sought, approval is required from the appropriate body of creditors as to whether they should be paid from the estate.

Neither the administrators, by way of Grant Thornton UK LLP being engaged, or any other qualified insolvency practitioner incurred any pre-administration costs in relation to WWL.

2. Post-appointment costs

a. Fee basis of the joint administrators as per resolutions passed for Phase 1 (with fee variance explained)

On 15 October 2019 the creditors resolved that remuneration for Phase 1 be fixed according to the time properly spent by the Administrators and their staff on the administration, with a fees estimate of £1,299,654 (plus VAT) for the period 31 August 2018 to 28 February 2020.

During the period from 1 September 2019 to 29 February 2020 (the Period) time costs were incurred totalling £476,977 represented by 935 hrs at an average of 510 £/hr. This brings cumulative time costs at the Period end to £1,469,663 of which £1,299,654 (plus VAT) has been paid. A description of the work done in the Period is provided in the respective section below.

As at Period end, as shown in the 'Work done' section below, cumulative recorded time costs have exceeded the time costs in the fees estimate and we anticipate that expenses will roughly be the same as the expense estimate, both of which were provided to the creditors prior to the determination of our fee basis.

The reasons for the excess/anticipated excess are as follows:

- The sale of the Indian subsidiary required much more time than originally anticipated. However, the realisation also exceeded expectation and has outweighed the additional fees incurred
- The sale/ wind down of the South African and Spanish entities required significantly more time and negotiations that originally anticipated
- Additional work has been done to assist in the closure of Wonga.com and Everline, which has involved meetings with the director of these companies to establish and follow through with the plan by the administration team

Under r18.30 of the Rules, we are not permitted to draw remuneration in excess of the total amount set out in the fees estimate, £1,299,654, without approval. We will seek approval to draw remuneration in excess of our fees estimate and set out the reasons for this excess below:

- to facilitate in the close out of the various subsidiaries of the Group, including Spain and South Africa
- to continue with and progress through the winddown plan for WWL

The further information required in respect of seeking this approval is included within the relevant notice of decision procedure included at Appendix E.

b. Work done by the joint administrators and their team during the Period (Phase 1)

We are required to detail costs of actual work done in the Period, including any expenses incurred in connection with it, as against any fees estimate provided. Our fees estimate was included within our proposals to creditors dated 24 October 2018. We are also required to provide narrative explanation of the work done. The following tables (narrative followed by numerical) set out this information for the joint administrators' fees incurred together with a numerical fee estimate variance analysis. Reasons for any anticipated excess of the fees estimate are included in the 'Fee basis' section above. Details of expenses incurred in connection with work done are provided in the 'Disbursements and expenses' section below.

Area of work	Work done	Why the work was necessary	Financial benefit to creditors	Fees incurred		
Trading				**12 hrs**	**£3,478**	**£/hr290**
Trading general	• Continued correspondence with suppliers to renegotiate existing contracts for key suppliers and cancel any unnecessary suppliers for an orderly wind down • Responding to general trading queries from staff • Cash flow analysis • Creating and continuing with the post-appointment purchase order process • Reviewing and approving payments for the day-to-day running of the business	• It was fundamental that the trading costs could be reduced to as low as possible, whilst maintaining relationships with key suppliers • By reducing the cost of trading, this would ensure maximising the return to creditors	• This work was necessary to help realise financial value for the benefit of the estate and for a distribution to creditors should sufficient funds become available			
Assets				**433 hrs**	**£251,050**	**£/hr580**
Sale of Assets	• Correspondence with the local management of various overseas subsidiaries that continue to trade • Continued work with various legal and financial advisors across the overseas jurisdictions for the relevant jurisdictions • Supervising the closure of operational locations in both the UK and overseas • Considering any offers received and progressing with the sale of various WWL entities	• This work was necessary to explore the options of realising the Group's equity interest in the trading overseas subsidiaries • Important to consider the commercial issues when proceeding to realise the Group's overseas shareholding interests.	• This work was necessary to realise financial value for the estate and for a distribution to creditors should sufficient funds become available			
Other Assets - Disposal of overseas businesses	• Providing support for the marketing of overseas companies including instructing advisors, responding to offers, assisting with	• To achieve value for overseas businesses for the benefit of WWL and to maximise recovery from inter-company balances	• This work was necessary to realise financial value for the estate and for a distribution to creditors should sufficient funds become available			

	regulatory requirements in overseas jurisdictions and negotiation of sales • Ensuring continued availability of shared services by WGL to overseas businesses • Liaising with local management regarding support required from the overseas subsidiaries • Negotiating and agreeing TSA to support disposal of businesses					
Inter-company loans	• Reconciling and agreeing inter-company balances due from each entity • Securing repayment of post-appointment inter-company balances where appropriate	• To ensure inter-company balances are reconciled so that the claims are agreed throughout the Group	• Orderly distribution of funds throughout the Group			
Books & other debts	• Obtaining regular collections updates from the overseas entities • Reconciliation of intercompany debtor balances	• Necessary to ensure the Group's balance sheet reflected the appropriate balance recoverable at the date of appointment and that post appointment debts were collectable.	• This work was necessary to realise financial value for the estate and for a distribution to creditors should sufficient funds become available			
Insurance	• Arranging the necessary insurance and engaging with Marsh (formerly JLT) to assist and ensure that the	• Necessary to ensure the safety of the assets of the business as well as the safety of the working environment for the employees	• This work was necessary to discharge the office holders' duties. As explained under 'Why the work was necessary', although it might not add financial value to the estate it adds value to the insolvency process			
Legal	• Engagement of legal advisors to assist with the realisation of assets and various correspondence with the advisors to progress strategy	• Necessary to ensure that the process adheres to UK and local legislation	• This work was necessary to discharge the office holders' duties. As explained under 'Why the work was necessary', although it might not add financial value to the estate it adds value to the insolvency process			
Creditors				**152 hrs**	**£88,840**	**£/hr586**
Employees & pensions	• Letters to directors in relation to their employee claims	• Statutory requirement of the Administrators, as well as an exercise to ensure that all assets have been secured	• This work was necessary to discharge the office holders' duties. As explained under 'Why the work was necessary', although it might not add financial value to the estate it adds value to the insolvency process			

Unsecured	• Liaising with the Company's trade creditors and corresponding with them in relation to lodging a claim • Finalising the assessment of the unsecured claim • Process and payment of the first and final dividend to the unsecured creditors	• A necessary part cf the administration to establish the number of unsecured claims	• This work was necessary to discharge the office holders' duties. As explained under 'Why the work was necessary', although it did not add financial value to the estate it adds value to the insolvency process			
Administration				**199 hrs**	**£89,015**	**£/hr447**
Reports, circulars notices & decisions	• Drafting and finalising of the six-month progress report and circular of the witness statement to creditors	• Required as part of the duties of the Administrators and their staff	• This work was necessary to discharge the office holders' duties. As explained under 'Why the work was necessary', although it did not add financial value to the estate it adds value to the insolvency process			
Treasury, billing & funding	• Managing the Administration bank accounts • Arranging and accounting for the various receipts and payments of the Company	• Required as part of the duties of the Administrators and their staff	• This work was necessary to discharge the office holders' duties. As explained under 'Why the work was necessary', although it did not add financial value to the estate it adds value to the insolvency process			
Tax	• The Grant Thornton Advisory tax team were engaged to deal with various matters including: - Completing and filing the necessary VAT returns for the Company - Completing and filing the necessary Corporation Tax return for the Company - Liaising with the Company to discuss the Company's tax position • Continued discussions with the Company in relation to the UK and wider Group tax implications	• Necessary for the rL nning of the administration	• This work was necessary to discharge the office holders' duties. As explained under 'Why the work was necessary', although it did not add financial value to the estate it adds value to the insolvency process			
Pensions	• The Grant Thornton Pension Advisory team were engaged to deal with various matters	• Necessary for the running of the administration	• This work was completed solely for the purpose of complying with statutory requirements and had no direct financial benefit to creditors			

c. SIP 9 to show the variance in the fee estimate and total fees incurred for Phase 1

Detailed SIP9 time cost analysis for the period and fee estimate variance analaysis as at period end

Period from 01/09/2019 to 29/02/2020

Area of work	Partner		Manager		Executive		Administrator		Period total			Cumulative total as at period end			Fees estimate			Variance	
	Hrs	£	Hrs	£	Hrs	£	Hrs	£	Hrs	£	£/hr	Hrs	£	£/hr	Hrs	£	£/hr	Hrs	£
Trading:									**12.00**	**3,477.85**	**289.82**	**65.35**	**18,867.60**	**288.72**	**210.35**	**73,909.75**	**351.37**	**145.00**	**55,042.15**
Trading (general)	-	-	5.00	2,217.85	7.00	1,260.00	-	-	12.00	3,477.85	289.82	**65.35**	**18,867.60**	**288.72**					
Realisation of Assets:									**432.80**	**251,050.00**	**580.06**	**1,778.40**	**988,207.75**	**555.67**	**1,507.60**	**879,017.75**	**583.06**	**(270.80)**	**(109,190.00)**
Insurance	-	-	-	-	-	-	-	-	-	-	-	**0.60**	**237.25**	**395.42**					
Debtors	-	-	47.30	26,313.50	-	-	-	-	47.30	26,313.50	556.31	**87.30**	**44,433.50**	**508.97**					
Sale of business	66.50	52,867.50	244.90	131,075.50	42.70	15,830.50	-	-	354.10	199,773.50	564.17	**1,358.60**	**722,637.50**	**531.83**					
Other assets	31.40	24,963.00	-	-	-	-	-	-	31.40	24,963.00	795.00	**314.60**	**209,760.00**	**666.75**					
General	-	-	-	-	-	-	-	-	-	-	-	**17.30**	**11,239.50**	**649.68**					
Investigations:									**2.00**	**1,590.00**	**795.00**	**6.35**	**2,720.50**	**428.43**	**4.35**	**1,130.50**	**493.50**	**(2.00)**	**(1,590.00)**
Debtor / director / senior employees	2.00	1,590.00	-	-	-	-	-	-	2.00	1,590.00	795.00	**3.00**	**1,785.00**	**595.00**					
General	-	-	-	-	-	-	-	-	-	-	-	**3.35**	**935.50**	**279.25**					
Creditors:									**151.65**	**88,840.38**	**585.83**	**228.80**	**125,260.63**	**547.47**	**182.90**	**96,990.00**	**530.29**	**(45.90)**	**(28,270.63)**
Employees & pensions	0.50	397.50	-	-	-	-	-	-	0.50	397.50	795.00	**1.00**	**495.00**	**495.00**					
Unsecured	5.00	3,975.00	49.40	28,325.50	8.50	2,550.00	2.35	391.75	65.25	35,242.25	540.11	**70.15**	**36,349.50**	**518.17**					
Dividends	7.50	5,885.00	29.30	15,535.13	-	-	-	-	36.80	21,420.13	582.07	**39.05**	**22,450.13**	**574.91**					
General	30.50	24,247.50	-	-	18.60	7,533.00	-	-	49.10	31,780.50	647.26	**118.60**	**65,965.00**	**556.21**					
Administration:									**199.10**	**89,015.39**	**447.09**	**767.75**	**334,606.64**	**435.83**	**545.40**	**248,606.00**	**455.82**	**(222.35)**	**(86,000.64)**
Other IPs, OR, AIB	2.00	1,590.00	3.00	1,785.00	-	-	-	-	5.00	3,375.00	675.00	**53.30**	**20,120.00**	**377.49**					
Case management	-	-	2.75	1,142.14	-	-	0.15	27.00	2.90	1,169.14	403.15	**2.90**	**1,169.14**	**403.15**					
Reports to creditors, notices & decisions	-	-	-	-	-	-	9.40	1,551.00	9.40	1,551.00	165.00	**9.40**	**1,551.00**	**165.00**					
Treasury, billing & funding	4.25	3,378.75	1.55	651.00	18.45	3,868.50	1.75	315.00	26.00	8,213.25	315.89	**50.25**	**13,194.50**	**262.58**					
Tax	7.00	4,935.00	25.40	14,204.00	-	-	1.80	579.00	34.20	19,718.00	576.55	**181.45**	**92,233.25**	**508.31**					
Pensions	-	-	-	-	-	-	-	-	-	-	-	**0.80**	**388.00**	**485.00**					
General	48.95	38,915.25	52.85	19,659.50	103.10	30,594.50			258.85	97,994.00	378.57	**469.65**	**205,950.75**	**438.52**					
Total	**205.60**	**162,744.50**	**461.45**	**240,909.12**	**198.35**	**61,636.50**	**69.40**	**11,688.50**	**934.80**	**476,978.62**	**510.25**	**2,846.65**	**1,469,663.12**	**516.28**	**2,450.60**	**1,299,654.00**	**530.34**	**(396.05)**	**(170,009.12)**

Notes:

- Partner includes partners and directors
- Manager includes associate directors and managers
- Executive includes assistant manager and executives
- Due to enhancements to our SIP9 reporting systems, allocation of time against areas of work may differ to previous periods, however this does not affect overall total time costs
- Adverse variances are presented in brackets
- Total time costs paid to date. £1,299,654.00

d. Fee basis of the Joint Administrators for Phase 2, as per the new fee estimate below (further resolution for creditors to approve)

The fees estimate is based on all information available to us as at 29 February 2020. We have considered and accounted for the different levels of expertise that we anticipate will be required to do the work we anticipate necessary to complete the administration, in calculating the time and cost included in the fees estimate table provided below.

Note that the fees estimate is also based on the following assumptions:

- these are the cost anticipated until 30 August 2020. There may be additional costs that follow after this date. However, the Joint Administrators do not consider that they have enough insight to estimate those costs at present
- that all complex matters in relation to the case have now been dealt with and the wind down of operations can be concluded

Please see the 'Hourly charge out rates' section for the rates applied to the fees estimate.

Area of work	Anticipated work	Why the work is necessary	Financial benefit to creditors	Fees and expense estimate		
Trading				**109 hrs**	**£ 28,727**	**£/hr264**
Trading general	• Maintaining contact with the remaining suppliers to support orderly wind down of services • Supervising the closure of operational locations in both UK and overseas	• To secure continuity of supplies and maintenance of key systems necessary to support asset realisations across the Group • Continued support of Group operations is required to maximise recovery from inter-company balances • The Group's operations are supported by activities in a number of locations	• This work is necessary to discharge the office holders' duties. As explained under 'Why the work is necessary', although it might not add financial value to the estate it will add value to the insolvency process			
Assets				**112 hrs**	**£69,550**	**£/hr621**
Disposal of overseas businesses	• Continuing to support the post-sales processes of overseas companies • Ensuring continued availability of shared services by WGL to overseas businesses where appropriate	• To achieve value for overseas businesses for the benefit of WWL and to maximise recovery from inter-company balances	• Orderly realisation of assets to enable a distribution to creditors			
Insurance	• Winding down insurance arrangements	• To ensure statutory compliance and to preserve the value of WGL's assets	• Protection of value for creditors			
Creditors				**75 hrs**	**£ 30,239**	**£/hr403**
Dividends	• Concluding the dividend process to unsecured creditors	• To distribute funds to creditors	• Payment of a dividend			
Administration				**79 hrs**	**£22,679**	**£/hr287**

Compliance FCA / FOS	• Regular communication and updates with FCA regarding progress of the administration	• To maintain the compliance with regulatory requirements • To ensure regula:ors were informed of the strategy for the administration	• Independent regulatory oversight of administration process			
Treasury, billing & funding	• Processing and recording transactions arising during the period of the administration	• To ensure proper recording of post-administration activities	• Support the orderly realisation of assets for the benefit of creditors			
Reports, circulars notices & decisions	• Decision procedure by creditors for approval of the basis of remuneration • If requested convening an arranging a meeting of creditors • Preparation of statutory reports to creditors	• Statutory requirement	• Informing creditors of the initial appointment and providing additional information on the strategy and progress of the administration			
Case management	• Ongoing general case management	• Day to day oversight of administration	• To ensure effective and efficient management of the administration			
Closure	• Finalisation of the administration process, including final reports and returns	• Statutory requirement	• To ensure effective and efficient management of the administration			
Total fees estimate				**375 hrs**	**£151,195**	**£/hr403**

3. Hourly charge out rates

Time is charged in units of 6 minutes for each grade of staff used. The hourly charge out rates applied take into consideration the nature and complexity of the case and are as follows:

Grade	From 1 July 2019 to current	
	Insolvency £/hr	Pensions & tax £/hr
Partner	510 – 795	795
Director	485 – 705	705
Associate director	445 – 595	595
Manager	340 – 495	495
Assistant manager	300 – 405	405
Executive	245 – 350	350
Administrator	165 – 200	-
Treasury	180	n/a

The current charge out rates have applied since 1 July 2019. We reserve the right to amend our charge out rates in the future. Any amendments will be detailed within the next report following such an amendment.

4. Statement of expenses and disbursements incurred in the Period

This table provides details of expenses and disbursements incurred in the Period in connection with the work done by the joint administrators, description of which is provided in the 'Work done' section above.

Category	Incurred in the Period (£)	Cumulatively incurred as at Period end (£)	Of which paid by the estate as at Period end (£)
Category 1 disbursements			
Accommodation	-	411	411
Client disbursements	-	1,397	1,397
Courier	33	267	267
Insolvency bonding	-	1,875	1,875
Subsistence	-	398	398
Travel	9,682	15,158	15,158
Category 2 disbursements			
None	-	-	-
Expenses			
Sub-contractors	108,976	108,976	108,976
Ransom	-	31,922	31,922
Professional fees:			
Reema Jindal	-	77	77
Price Waterhouse	-	49,028	49,028
Pardeep Purwar & Associates	-	3,228	3,228
Ernst & Young	-	6,022	6,022
Birchwood Advisory	-	1,333	1,333
Karthick	-	3,010	3,010
GMG Corporate	2,196	14,627	14,627
DSRA & Associates	-	531	531
Eurohold	-	3,208	3,208
Sizwentsal	96,607	131,557	131,557
Merrill Corporation	24,147	24,147	24,147
Hines Association	-	175,000	175,000
Disposal of Polish Subsidiary	-	316,425	316,425
Wonga Group	43,285	-4,136	-4,136

WDFC UK	-	1,090	1,090
Grant Thornton India	-	3,963	3,963
Sundry trading expenses	243,869	243,869	243,869
Employee expenses	116	116	116
Administrators' fees	1,299,654	1,299,654	1,299,654
VAT irrecoverable	277,482	382,741	382,741
Legal fees:			
Disposal of Polish subsidiary	-	322,917	322,917
Lawtons Inc	16,303	16,303	16,303
TMF Corporate Services SA (Pty) Ltd	3,972	3,972	3,972
Squire Patton Boggs	-	-1,545	-1,545
Slaughter & May	-	2,331	2,331
Wonga Group Limited	85,675	85,675	85,675
Wonga Poland	1,714	1,714	1,714
Wonga SA	8,740	8,740	8,740
Hogan Lovells	113,392	130,504	130,504
Funds held on account	-	43,533	43,533
Late filing fees for Nahar Credits	-	693	693
Statutory advertising	74	74	74
Bank charges	184	237	237
Total expenses and disbursements	**2,336,101**	**3,431,042**	**3,431,042**

Disbursements are expenses met by and reimbursed to an office holder in connection with an insolvency appointment and fall into two categories:

Category 1 disbursements

These are also known as 'out of pocket expenses' and are payments to independent third parties where there is specific expenditure directly referable to the insolvent estate; they can be drawn without prior approval and consist of the following categories:

- Travel and subsistence – these costs, which exclude mileage, are incurred by staff in attending trading premises or meetings, for example
- Office costs – these are costs such as postage or courier charges which are incurred in managing the case
- Statutory costs – these are costs such as bonding and advertising relating specifically to the case, which are required by statute

They also include expenses which have been paid using a Grant Thornton Loan, the balance of which (if any) can be seen on the joint administrators' receipts and payment account at Appendix A.

Category 2 disbursements

These are expenses that are directly referable to the insolvent estate but not a payment to an independent third party. They may include shared or allocated costs that may be incurred by an office holder or their firm, and that can be allocated to the appointment on a proper and reasonable basis. Category 2 disbursements require approval in the same manner as an office holder's remuneration.

To the extent that recovery of category 2 disbursements is sought, this will be for mileage only. Accordingly, the following resolution was made by the creditors on 15 October 2019:

That the Administrators out of pocket expenses be charged at cost; mileage is charged at 45p per mile.

Mileage is charged at 45p a mile. VAT is added as appropriate. Details of these costs are also provided in the table above.

5. Sub-contracted out work

During the Period we have sub-contracted out the following work that could otherwise have been carried out by us or our team:

Sub-contractor	Work sub-contracted out	Reason(s) for sub-contracting out	Cost incurred (£)
Hines Associates	• Agents assisting in sale of overseas entities	• Engaged pre-appointment, and knowledge of sale deemed valuable to the continued sale	No costs incurred in the period

6. Payments to associates

Where we have enlisted the services of others we have sought to obtain the best value and service. In the interest of transparency, we disclose below services we have sought from within our firm or from a party with whom (to the best of our knowledge) our firm, or an individual within our firm, has a business or personal relationship:

Service provider	Services enlisted	Cost of service
Grant Thornton UK LLP	• Tax work/advice (narrative is included within the above narrative of work done) • Pensions work/advice (narrative is included within the above narrative of work done)	• Costs are included within the above SIP9 time cost analysis
Nahar Credits Limited	• Loan to pay disbursements whilst Indian bank account under KYC review	• Expenses provided within above disbursements table and R&P
Grant Thornton India LLP	• Assistance regarding sale of India subsidiary	• Expenses provided within above disbursements table and R&P

7. Relationships requiring disclosure

We confirm that we are not aware of any business or personal relationships with any parties responsible for approving the joint administrators' fee basis, or who provide services to us as joint administrators, which may give rise to a potential conflict.

8. Information for creditors and members

Information to help creditors and members to understand their rights in insolvency and regarding officeholders' (ie administrators or liquidators) fees, and the roles and functions of committees is available via Grant Thornton's website:

https://www.grantthornton.co.uk/portal

Alternatively, we will supply this information by post, free of charge, on request.

WDFC Services Limited

Payments, remuneration and expenses to the joint administrators or their associates

Statement of Insolvency Practice 9 disclosure

This appendix has been prepared in conjunction with the requirements of the Insolvency Act 1986, the Insolvency (England and Wales) Rules 2016 (the Rules) and Statement of Insolvency Practice 9 (SIP9). In summary, it covers:

1. pre-appointment costs
2. post-appointment costs
    a. Proposed fee basis of the Joint Administrators
    b. Work done by the Joint Administrators and their team during the period 1 March 2019 to 30 August 2019
    c. Detailed SIP9 time cost analysis for the work done by the Joint Administrators to 31 August 2019
    d. Fee estimate for the Joint Administrators and their team for the period 31 August 2019 to 28 February 2020
3. hourly charge out rates
4. disbursements and expenses
5. sub-contracted out work
6. payments to associates
7. relationships requiring disclosure
8. information for creditors (rights, fees, committees)

1. Pre-appointment costs

Pre-administration costs are fees charged and expenses incurred by administrators or other qualified insolvency practitioners, before the company entered administration but with a view to it doing so. To the extent they remain unpaid when the company enters administration and payment is sought, approval is required from the appropriate body of creditors as to whether they should be paid from the estate.

Neither the administrators, by way of Grant Thornton UK LLP being engaged, or any other qualified insolvency practitioner incurred any pre-administration costs in relation to WDFC Services Limited.

2. Post-appointment costs

a. Fee basis of the joint administrators as per resolutions passed for Phase 1 (with variance explained)

On 15 October 209 the creditors resolved that remuneration for Phase 1 be fixed be fixed according to the time properly spent by the Administrators and their staff on the administration, with a fee estimate of £289,878 (plus VAT) for the period of 31 August 2018 to 28 February 2020.

During the period from 1 September 2019 to 29 February 2020 (the Period) time costs were incurred totalling £65,773 represented by 151 hrs at an average of £/hr435 (as shown in the 'Work done' section below). This brings cumulative time costs at the Period end to £260,182 of which £200,000 (plus VAT) has been paid. A description of the work done in the Period is provided in the respective section below.

As at Period end, as shown in the 'Work done' section below, cumulative recorded time costs have not exceeded time costs in the fees estimate and expenses have are roughly the same as the expense estimate, both which were provided to the creditors prior to the determination of our fee basis.

Additional fee estimate for Phase 2 (for the period to 31 August 2020)

Under r18.30 of the Rules, we are not permitted to draw remuneration in excess of the total amount set out in the fees estimate, £289,878, without approval.

You will note that the previous fee estimate requested for permission to draw fees up to 28 February 2020. The Joint Administrators are therefore will seeking approval to draw remuneration for Phase 2 of the administration, which covers the fees estimated to be incurred from 29 February 2020 to up to 31 August 2020. The fee estimate is detailed at section 2(d) of this report and the reasons for this excess below:

- The previous fee estimate only covered the period up to 28 February 2020. The Joint Administrators now have more oversight into the estimated costs for the period up to 31 August 2020
- The Joint administrators will incur additional costs in ensuring that the company's winddown plan is executed, that the creditors claims can be assessed and that a first and final dividend can be paid

The further information required in respect of seeking this approval is included within the relevant notice of decision procedure included at Appendix E.

b. Work done by the joint administrators and their team during the Period (Phase 1)

We are required to detail costs of actual work done in the Period, including any expenses incurred in connection with it, as against any fees estimate provided. Our fees estimate was included within our Administrators' proposals to creditors dated 24 October 2019. We are also required to provide narrative explanation of the work done. The following tables (narrative followed by numerical) set out this information for the joint administrators' fees incurred together with a numerical fees estimate variance analysis. Reasons for any anticipated excess of the fees estimate are included in the 'Fee basis' section above. Details of expenses incurred in connection with work done are provided in the 'Disbursements and expenses' section below.

Area of work	Work done	Why the work was necessary	Financial benefit to creditors	Fees incurred		
Trading				**5 hrs**	**£828**	**£/hr180**
Trading general	• Continued correspondence with suppliers to terminate contracts • Cash flow analysis	• To secure continuity of suppliers and maintenance of key systems necessary to support asset realisations • It was fundamental that the trading costs could be reduced to as low as possible, whilst marinating relationships with key suppliers • By reducing the cost of trading, this would ensure maximising the return to creditors	• This work was necessary to help realise financial value for the benefit of the estate and for a distribution to creditors should sufficient funds become available			
Assets				**22 hrs**	**£14,154**	**£/hr652**
Insurance	• Continued engagement with Marsh (formerly JLT) to assist with insurance matters	• Necessary to ensure the safety of the assets of the business as well as the safety of the working environment for the employees	• This work was necessary to discharge the office holders' duties. As explained under 'Why the work was necessary', although it might not add financial value to the estate it adds value to the insolvency process			
Cash	• Managing cash position of the company	• Necessary to obtain full value for the assets	• This work was necessary to help realise financial value for the benefit of the estate and for a distribution to creditors should sufficient funds become available			
Creditors				**49 hrs**	**£26,754**	**£/hr543**
Unsecured	• Continued liaising with the Company's trade creditors and corresponding with them in relation to lodging a claim	• A necessary part of the administration to establish the number of unsecured claims	• This work was necessary to discharge the office holders' duties. As explained under 'Why the work was necessary', although it did not add financial value to the estate it adds value to the insolvency process			
Administration				**76 hrs**	**£24,037**	**£/hr318**

Treasury, billing & funding	• Arranging and accounting for the various receipts and payments of the Company	• Required as part of the duties of the Administrators and their staff	• This work was necessary to discharge the office holders' duties. As explained under 'Why the work was necessary', although it did not add financial value to the estate it adds value to the insolvency process			
Tax	• The Grant Thornton Advisory tax team were engaged to deal with various matters including: - Completing and filing the necessary VAT returns for the Company - Completing and filing the necessary Corporation Tax return for the Company • Liaising with the company to discuss the Company's tax position	• Necessary for the running of the administration	• This work was necessary to discharge the office holders' duties. As explained under 'Why the work was necessary', although it did not add financial value to the estate it adds value to the insolvency process			
Reports, circulars notices & decisions	• Preparation and sending of the six-month progress report to the creditors • Handling of any queries that arose from the report • Preparation of the witness statement for extension of administration and permission to distribute, and circulation of the statement to enable creditors the opportunity to object • Sending of relevant Notices for intention to distribute	• Required as part of the statutory duties of the Administrators	• This work was completed solely for the purpose of complying with statutory requirements and had no direct financial benefit to creditors			
Total fees incurred in the Period				**151 hrs**	**£65,772**	**£/hr435**

c. SIP 9 to show the variance in the fee estimate and total fees incurred for Phase 1

Detailed SIP9 time cost analysis for the period and fee estimate variance analaysis as at period end

Period from 01/09/2019 to 29/02/2020

Area of work	Partner		Manager		Executive		Administrator		Period total			Cumulative total as at period end			Fees estimate			Variance	
	Hrs	£	Hrs	£	Hrs	£	Hrs	£	Hrs	£	£/hr	Hrs	£	£/hr	Hrs	£	£/hr	Hrs	£
Trading:									4.60	828.00	180.00	34.90	8,965.00	256.88	83.00	38,052.00	458.46	48.10	29,087.00
Trading (general)	-	-	-	-	4.60	828.00	-	-	4.60	828.00	180.00	34.90	8,965.00	256.88					
Realisation of Assets:									21.70	14,154.21	652.27	133.35	80,537.21	603.95	126.00	74,103.00	588.12	16,802.10	(6,434.21)
Insurance	-	-	-	-	-	-	-	-	-	-	-	0.30	88.75	295.83					
Debtors	-	-	-	-	-	-	-	-	-	-	-	1.00	745.00	745.00					
Intellectual property	8.50	6,757.50	13.00	7,280.71	-	-	-	-	21.50	14,038.21	652.94	21.50	14,038.21	652.94					
Sale of business	-	-	-	-	-	-	-	-	-	-	-	83.85	49,436.25	589.58					
Other assets	-	-	-	-	-	-	-	-	-	-	-	12.00	6,717.50	559.79					
General	-	-	0.20	116.00	-	-	-	-	0.20	116.00	580.00	14.70	9,511.50	647.04					
Investigations:									-	-	-	4.25	1,111.00	261.41	4.00	1,111.00	277.75	(0.25)	0
Debtor / director / senior employees	-	-	-	-	-	-	-	-	-	-	-	1.00	195.00	195.00					
General	-	-	-	-	-	-	-	-	-	-	-	3.25	916.00	281.85					
Creditors:									49.31	26,753.63	542.56	116.41	74,576.88	640.64	113.00	76,813.00	679.76	(3.41)	2,236.12
Employees & pensions	-	-	-	-	-	-	-	-	-	-	-	1.50	842.50	561.67					
Unsecured	2.00	1,590.00	17.80	9,711.00	-	-	1.25	193.75	21.05	11,494.75	546.07	23.40	12,000.50	512.84					
Dividends	0.25	160.00	27.01	14,303.88	-	-	-	-	27.26	14,463.88	530.59	29.51	15,493.88	525.04					
General	1.00	795.00	-	-	-	-	-	-	1.00	795.00	795.00	62.00	46,240.00	745.81					
Administration:									75.60	24,036.53	317.94	247.84	94,991.53	383.28	228.00	99,799.00	437.71	(19.84)	4,807.48
Other IPs, OR, AIB	-	-	-	-	-	-	-	-	-	-	-	26.10	7,466.50	286.07					
Case management	-	-	7.00	3,104.99	-	-	0.30	54.00	7.30	3,158.99	432.74	7.30	3,158.99	432.74					
Reports to creditors, notices & decisions	-	-	0.50	221.79	-	-	9.40	1,551.00	9.90	1,772.79	179.07	9.90	1,772.79	179.07					
Treasury, billing & funding	-	-	0.40	136.00	5.50	1,071.25	-	-	5.90	1,207.25	204.62	14.20	2,781.25	195.86					
Tax	1.50	1,057.50	8.20	4,302.00	-	-	1.50	525.00	11.20	5,884.50	525.40	61.25	22,588.00	368.78					
Pensions	-	-	-	-	-	-	-	-	-	-	-	0.80	388.00	485.00					
General	-	-	14.00	7,197.50	4.35	1,065.75	22.95	3,749.75	41.30	12,013.00	290.87	128.29	56,836.00	443.03					
Total	13.25	10,360.00	88.11	46,373.87	14.45	2,965.00	35.40	6,073.50	151.21	65,772.37	434.97	536.75	260,181.62	484.74	554.00	289,878.00	523.25	17.25	29,696.39

Notes:

- Partner includes partners and directors
- Manager includes associate directors and managers
- Executive includes assistant manager and executives
- Due to enhancements to our SIP9 reporting systems, allocation of time against areas of work may differ to previous periods, however this does not affect overall total time costs
- Adverse variances are presented in brackets
- Total time costs paid to date: £255,738

d. Fee basis of the Joint Administrators for Phase 2, as per the new fee estimate below (further resolution for creditors to approve)

The fees estimate is based on all of the information available to us as at 29 February 2020. We have considered and accounted for the different levels of expertise that we anticipate will be required to do the work we anticipate necessary to reach the milestone of the next report of 31 August 2020, in calculating the time and cost included in the fees estimate table provided below.

Note that the fees estimate is also based on the following assumptions:

- these are the cost anticipated until 31 August 2020
- Inter-company Groups assets are realised in manner expected and do not become more protracted
- that all complex matters in relation to the case have now been dealt with

Please see the 'Hourly charge out rates' section for the rates applied to the fees estimate.

Area of work	Anticipated work	Why the work is necessary	Financial benefit to creditors	Fees and expense estimate		
Trading				**25 hrs**	**£10,149**	**£/hr406**
Trading general	• Continued correspondence with suppliers to cancel any unnecessary suppliers • Continued cash flow analysis to ensure that the estate is ran effectively • Ensuring renewal and transfer of domains where appropriate	• To secure continuity of suppliers and maintenance of key systems necessary to support asset realisations • It was fundamental that the trading costs could be reduced to as low as possible, whilst marinating relationships with key suppliers • By reducing the cost of trading, this would ensure maximising the return to creditors	• This work is necessary to discharge the office holders' duties. As explained under 'Why the work is necessary', although it will not add financial value to the estate it will add value to the insolvency process			
Assets				**7 hrs**	**£2,619**	**£/hr374**
Insurance	• Continued engagement with Marsh (formerly JLT) to manage any insurance requirements of the business	• Necessary to ensure the safety of the assets of the business as well as the safety of the working environment for the employees	• This work is to be completed solely for the purpose of complying with statutory requirements and has no direct financial benefit to creditorsThis work is to be completed solely for the purpose of complying with statutory requirements and has no direct financial benefit to creditors			
Legal and regulatory	• Continued correspondence, including regular telephone calls, emails and meetings with the FCA to discuss the proposed sales	• The Company continues to be regulated by the FCA, therefore their involvement is required	• This work is necessary to discharge the office holders' duties. As explained under 'Why the work is necessary',			

	strategy of the various assets, the communications to customers as well as matters of winding up and closing down the company	• The website continues to be running, to provide customers with updates on the administration • Maintenance was required to ensure that customers were unable to apply for any additional lending from the Company. However, that they would still be able to repay their existing loans	although it will not add financial value to the estate it will add value to the insolvency processThis work is necessary to discharge the office holders' duties. As explained under 'Why the work is necessary', although it will not add financial value to the estate it will add value to the insolvency process			
Creditors				**23 hrs**	**£9,167**	**£/hr418**
Trade creditors	• Continued liaising with the Company's trade creditors and corresponding with them in relation to agreeing claims and providing any updates	• A necessary part of the administration to establish the number of unsecured claims	• This work is necessary to discharge the office holders' duties. As explained under 'Why the work is necessary', although it will not add financial value to the estate it will add value to the insolvency processThis work is necessary to discharge the office holders' duties. As explained under 'Why the work is necessary', although it will not add financial value to the estate it will add value to the insolvency process			
Dividends	• Payment of a dividend to the unsecured creditors	• The work is necessary to ensure that the creditors are paid • Quality assurance is key to ensuring that all the relevant data is passed to the Joint Administrators so that the process is as commercial and accurate as possible and that all the relevant data is transferred	• This work is necessary to discharge the office holders' duties. As explained under 'Why the work is necessary', although it will not add financial value to the estate it will add value to the insolvency			
Administration				**27 hrs**	**£10,804**	**£/hr400**
Reports, circulars notices & decisions	• Notification of appointment to creditors • Preparation of proposal document for creditors • Decision procedure by creditors for approval of proposals and basis of remuneration • If requested convening an arranging a meeting of creditors • Preparation of statutory reports to creditors	• Statutory requirement	• Informing creditors of the initial appointment and providing additional information on the strategy and progress of the administration			

Communication / stakeholder management	• Responding to press inquiries in arising from the administration • Updated web pages on both Wonga and Grant Thornton websites	• To address public interest in the administration • To make information available to potential creditors	• To ensure clear communication with all shareholders			
Compliance FCA / FOS	• Regular communication and updates with FCA regarding progress of the administration	• To maintain the compliance with regulatory requirements • To ensure regulators were informed of the strategy for the administration	• Independent regulatory oversight of administration process			
Treasury, billing & funding	• Processing and recording transactions arising during the period of the administration	• To ensure proper recording of post-administration activities	• Support the orderly realisation of assets for the benefit of creditors			
Closure	• Finalisation of the administration process, including final reports and returns	• Statutory requirement				
Total fees estimate				**818 hrs**	**£32,739**	**£/hr403**

3. Hourly charge out rates

Time is charged in units of 6 minutes for each grade of staff used. The hourly charge out rates applied take into consideration the nature and complexity of the case and are as follows:

Grade	From 1 July 2019 to current	
	Insolvency £/hr	Pensions & tax £/hr
Partner	510 – 795	795
Director	485 – 705	705
Associate director	445 – 595	595
Manager	340 – 495	495
Assistant manager	300 – 405	405
Executive	245 – 350	350
Administrator	165 – 200	-
Treasury	180	n/a

The current charge out rates have applied since 1 July 2019. We reserve the right to amend our charge out rates in the future. Any amendments will be detailed within the next report following such an amendment.

4. Statement of expenses and disbursements incurred in the Period

This table provides details of expenses and disbursements incurred in the Period in connection with the work done by the joint administrators, description of which is provided in the 'Work done' section above.

Category	Incurred in the Period (£)	Cumulatively incurred as at Period end (£)	Of which paid by the estate as at Period end (£)
Category 1 disbursements			
Insolvency bonding	0	45	45
Subsistence	8	8	8
Travel	0	550	550
Category 2 disbursements			
None	-	-	-
Expenses			
Ransom payments	-	49	49
Professional fees:			
Reddie & Grose	554	1,174	1,174
Disposal of Polish subsidiary	-	8,575	8,575
Sundry trading expenses	-	249	249
Administrators' fees	255,738	255,738	255,738
VAT irrecoverable	41,931	41,945	41,945
Legal fees:			
Slaughter & May	-	2,331	2,331
Disposal of Polish subsidiary	-	8,751	8,751
Wonga Group	6,525	6,525	6,525
Statutory advertising	-	71	71
Bank charges	4	5	5
Total expenses and disbursements	**304,760**	**326,016**	**326,016**

Disbursements are expenses met by and reimbursed to an office holder in connection with an insolvency appointment and fall into two categories:

Category 1 disbursements

These are also known as 'out of pocket expenses' and are payments to independent third parties where there is specific expenditure directly referable to the insolvent estate; they can be drawn without prior approval and consist of the following categories:

- Travel and subsistence – these costs, which exclude mileage, are incurred by staff in attending trading premises or meetings, for example
- Office costs – these are costs such as postage or courier charges which are incurred in managing the case
- Statutory costs – these are costs such as bonding and advertising relating specifically to the case, which are required by statute

They also include expenses which have been paid using a Grant Thornton Loan, the balance of which (if any) can be seen on the joint administrators' receipts and payment account at Appendix A.

Category 2 disbursements

These are expenses that are directly referable to the insolvent estate but not a payment to an independent third party. They may include shared or allocated costs that may be incurred by an office holder or their firm, and that can be allocated to the appointment on a proper and reasonable basis. Category 2 disbursements require approval in the same manner as an office holder's remuneration.

To the extent that recovery of category 2 disbursements is sought, this will be for mileage only. Accordingly, the following resolution was made by the creditors on 15 October 2019:

That the Administrators out of pocket expenses be charged at cost; mileage is charged at 45p per mile.

Mileage is charged at 45p a mile. VAT is added as appropriate. Details of these costs are also provided in the table above.

5. Sub-contracted out work

We confirm that, in the Period, we have not sub-contracted out any work that could otherwise have been carried out by us or our team.

6. Payments to associates

Where we have enlisted the services of others we have sought to obtain the best value and service. In the interest of transparency, we disclose below services we have sought from within our firm or from a party with whom (to the best of our knowledge) our firm, or an individual within our firm, has a business or personal relationship:

Service provider	Services enlisted	Cost of service
Grant Thornton UK LLP	• Tax work/advice (narrative is included within the above narrative of work done) • Pensions work/advice (narrative is included within the above narrative of work done)	• Costs are included within the above SIP9 time cost analysis

7. Relationships requiring disclosure

We confirm that we are not aware of any business or personal relationships with any parties responsible for approving the joint administrators' fee basis, or who provide services to us as joint administrators, which may give rise to a potential conflict.

8. Information for creditors and members

Information to help creditors and members to understand their rights in insolvency and regarding officeholders' (ie administrators or liquidators) fees, and the roles and functions of committees is available via Grant Thornton's website:

https://www.grantthornton.co.uk/portal

Alternatively, we will supply this information by post, free of charge, on request.

C Statutory information

Company Information	
Company name	Wonga Group Limited
Date of incorporation	4 August 2006
Company registration number	05897177
Former trading address	Harlequin Building 65 Southwark Street London SE1 0HR
Former registered office	As above
Present registered office	4 Hardman Square Spinningfields Manchester M3 3EB

Administration information	
Administration appointment	The administration appointment granted in the Business and Property Courts of England and Wales, 7287 of 2018
Appointor	the directors
Date of appointment	31 August 2018
Joint Administrators' names	Chris M Laverty Daniel R W Smith Andrew Charters
Joint Administrators' addresses	30 Finsbury Square, London, EC2P 2YU
Purpose of the administration	Achieving a better result for the company's creditors as a whole than would be likely if the company were wound up
Functions	In accordance with paragraph 100(2) of Schedule B1 to the Insolvency Act 1986, the functions of the Administrators are to be exercised by any or all of them.
Current administration expiry date	30 August 2020

Company Information	
Company name	Wonga Worldwide Limited
Date of incorporation	26 November 2010
Company registration number	07452661
Former trading address	Harlequin Building 65 Southwark Street London SE1 0HR
Former registered office	As above
Present registered office	4 Hardman Square Spinningfields Manchester M3 3EB

Administration information	
Administration appointment	The administration appointment granted in the Business and Property Courts of England and Wales, 7288 of 2018
Appointor	the directors
Date of appointment	31 August 2018
Joint Administrators' names	Chris M Laverty Daniel R W Smith Andrew Charters
Joint Administrators' addresses	30 Finsbury Square, London, EC2P 2YU
Purpose of the administration	Achieving a better result for the company's creditors as a whole than would be likely if the company were wound up
Functions	In accordance with paragraph 100(2) of Schedule B1 to the Insolvency Act 1986, the functions of the Administrators are to be exercised by any or all of them.
Current administration expiry date	30 August 2020

Company Information	
Company name	WDFC Services Limited
Date of incorporation	13 December 2011
Company registration number	07880328
Former trading address	Harlequin Building 65 Southwark Street London SE1 0HR
Former registered office	As above
Present registered office	4 Hardman Square Spinningfields Manchester M3 3EB

Administration information	
Administration appointment	The administration appointment granted in the Business and Property Courts of England and Wales, 7285 of 2018
Appointor	the directors
Date of appointment	31 August 2018
Joint Administrators' names	Chris M Laverty Daniel R W Smith Andrew Charters
Joint Administrators' addresses	30 Finsbury Square, London, EC2P 2YU
Purpose of the administration	Achieving a better result for the company's creditors as a whole than would be likely if the company were wound up
Estimated values of the Net Property and Prescribed Part	
Prescribed Part distribution	
Functions	In accordance with paragraph 100(2) of Schedule B1 to the Insolvency Act 1986, the functions of the Administrators are to be exercised by any or all of them.
Current administration expiry date	30 August 2020

Wonga Group Limited - In Administration

Notice of vote by correspondence

Company name	Wonga Group Limited
Company number	05897177
Court name and number	Business and Property Courts of England and Wales 7287 of 2018
Decision date	14 April 2020

NOTICE IS HEREBY GIVEN that under paragraph 57 and 98 of Schedule B1 to the Insolvency Act 1986 and rule 18.30 of the Insolvency (England and Wales) Rules 2016, decisions of the creditors are sought as follows:

And

1 The basis of the Joint Administrators' remuneration for Phase 3 be fixed according to the time properly spent by the Administrators and their staff on the administration, with a fees estimate of £300,924 (plus VAT) for the period 1 March 2020 to 30 August 2020.

2 The Joint Administrators' be discharged from liability with effect from 14 days after they send their final progress report to creditors.

and

3 whether a creditors' committee be formed.

A creditor who is entitled to vote should return the voting form provided with this notice to Chris Laverty at Grant Thornton UK LLP, 4 Hardman Square, Spinningfields, Manchester, M3 3EB or as an attachment to an email to cmu@uk.gt.com no later than 23:59 on the decision date.

In order for a creditor's vote to be valid a proof of debt must be received no later than the decision date, failing which the creditor's vote will be disregarded. A proof of debt should be delivered to Chris Laverty at Grant Thornton UK LLP, 4 Hardman Square, Spinningfields, Manchester, M3 3EB or as an attachment to an email to cmu@uk.gt.com. A new proof of debt is not required if you have previously submitted one in the proceedings. A proof of debt form is enclosed for completion if required.

A creditor whose debt is treated as a small debt in accordance with rule 14.31(1) of the Insolvency (England and Wales) Rules 2016 must deliver a proof of debt if they wish to vote, unless a proof of debt has previously been submitted, failing which the vote will be disregarded.

A creditor who has opted out from receiving notices may nevertheless vote if a proof of debt is delivered, unless a proof of debt has previously been submitted, failing which the vote will be disregarded.

A vote cast in a decision procedure which is not a meeting may not be changed.

A decision of the convenor is subject to appeal to the court by any creditor in accordance with rule 15.35 of the Insolvency (England and Wales) Rules 2016. An appeal under this rule may not be made later than 21 days after the decision date.

A physical meeting will be held to replace this vote by correspondence if requested not later than five business days after the date of delivery of this notice by not less than one of the following:

- 10% in value of the creditors
- 10% in number of the creditors
- 10 creditors.

DATED THIS 25th day of March 2020

Chris Laverty
Joint Administrator

VOTING FORM

Company name Wonga Group Limited

Please delete as appropriate if you are for or against the resolutions below.

This form must be received at Grant Thornton UK LLP, 4 Hardman Square, Spinningfields, Manchester, M3 3EB or as an attachment to an email to cmu@uk.gt.com by 23.59 on 14 April 2020 in order to be counted. It must be accompanied by a proof of debt, unless you have previously submitted a proof of debt, failing which your vote will be disregarded.

Resolution(s)

1 The basis of the Joint Administrators' remuneration for Phase 3 be fixed according to the time properly spent by the Administrators and their staff on the administration, with a fees estimate of £300,924 (plus VAT) for the period 1 March 2020 to 30 August 2020. For /Against

2 The Joint Administrators' be discharged from liability with effect from 14 days after they send their final progress report to creditors. For/Against

3 Do you want a creditors' committee to be formed? Yes/No

If a creditors' committee is formed I/we
nominate the following creditors to serve as members of such committee:

1
2
3
4
5

A creditor is eligible to be a member of such a committee if, the person has proved for a debt; the debt is not fully secured; and neither of the following apply: the proof has been wholly disallowed for voting purposes, or the proof has been wholly rejected for the purpose of distribution or dividend. No person can be a member as both a creditor and a contributory. A body corporate may be a member of a creditors' committee, but it cannot act otherwise than by a representative appointed under rule 17.17 of the Insolvency (England and Wales) Rules 2016.

TO BE COMPLETED BY CREDITOR WHEN RETURNING FORM:

Name of creditor ______________________

Signature ______________________

Date (DD/MM/YYYY) ______________________

(If signing on behalf of the creditor, state capacity e.g. director/solicitor)

____

If you require any further details or clarification prior to returning your vote, please contact Becky L Axon at the address above. Please note that once cast, a vote cannot be changed or withdrawn

Office use only:

Date Completed form received (DD/MM/YYYY) ____________

Initial ____________

Wonga Worldwide Limited - In Administration

Notice of vote by correspondence

Company name	Wonga Worldwide Limited
Company number	07452661
Court name and number	Business and Property Courts of England and Wales 7288 of 2018
Decision date	14 April 2020

NOTICE IS HEREBY GIVEN that under paragraph 57 and 98 of Schedule B1 to the Insolvency Act 1986 and Rule 18.30 of the Insolvency (England and Wales) Rules 2016, decisions of the creditors are sought as follows:

1 The basis of the Administrators' remuneration for Phase 2 be fixed according to the time properly spent by the Administrators and their staff on the administration, with a fee estimate of £151,195 (plus VAT) for the period 1 March 2020 to 30 August 2020.

2 The Joint Administrators' be discharged from liability with effect from 14 days after they send their final progress report to creditors.

And

3 whether a creditors' committee be formed.

A creditor who is entitled to vote should return the voting form provided with this notice to Chris M Laverty at Grant Thornton UK LLP, 4 Hardman Square, Spinningfields, Manchester, M3 3EB or as an attachment to an email to cmu@uk.gt.com no later than 23:59 on the decision date.

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A creditor who has opted out from receiving notices may nevertheless vote if a proof of debt is delivered, unless a proof of debt has previously been submitted, failing which the vote will be disregarded.

A vote cast in a decision procedure which is not a meeting may not be changed.

A decision of the convenor is subject to appeal to the court by any creditor in accordance with rule 15.35 of the Insolvency (England and Wales) Rules 2016. An appeal under this rule may not be made later than 21 days after the decision date.

A physical meeting will be held to replace this vote by correspondence if requested not later than five business days after the date of delivery of this notice by not less than one of the following:

- 10% in value of the creditors
- 10% in number of the creditors
- 10 creditors.

DATED THIS 25th day of March 2020

Chris Laverty
Joint Administrator

VOTING FORM

Company name Wonga Worldwide Limited

Please delete as appropriate if you are for or against the resolutions below.

This form must be received at Grant Thornton UK LLP, 4 Hardman Square, Spinningfields, Manchester, M3 3EB or as an attachment to an email to cmu@uk.gt.com by 23.59 on 14 April 2020 in order to be counted. It must be accompanied by a proof of debt, unless you have previously submitted a proof of debt, failing which your vote will be disregarded.

Resolution(s)

1 The basis of the Administrators' remuneration for Phase 2 be fixed according to the time properly spent by the Administrators and their staff on the administration, with a fee estimate of £151,195 (plus VAT) for the period 1 March 2020 to 30 August 2020. For/Against

2 The Joint Administrators' be discharged from liability with effect from 14 days after they send their final progress report to creditors. For/Against

3 Do you want a creditors' committee to be formed? Yes/No

If a creditors' committee is formed I/we
nominate the following creditors to serve as members of such committee:
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A creditor is eligible to be a member of such a committee if, the person has proved for a debt; the debt is not fully secured; and neither of the following apply: the proof has been wholly disallowed for voting purposes, or the proof has been wholly rejected for the purpose of distribution or dividend. No person can be a member as both a creditor and a contributory. A body corporate may be a member of a creditors' committee, but it cannot act otherwise than by a representative appointed under rule 17.17 of the Insolvency (England and Wales) Rules 2016.

TO BE COMPLETED BY CREDITOR WHEN RETURNING FORM:

Name of creditor ______________________________

Signature ______________________________

Date (DD/MM/YYYY) ______________________________

(If signing on behalf of the creditor, state capacity e.g. director/solicitor)

____

If you require any further details or clarification prior to returning your vote, please contact Becky Axon at the address above. Please note that once cast, a vote cannot be changed or withdrawn

Office use only:
Date Completed form received
(DD/MM/YYYY) ______________

Initial ______________

WDFC Services Limited - In Administration

Notice of vote by correspondence

Company name	WDFC Services Limited
Company number	07880328
Court name and number	Business and Property Courts of England and Wales 7285 of 2018
Decision date	14 April 2020

NOTICE IS HEREBY GIVEN that under paragraph 57 and 98 of Schedule B1 to the Insolvency Act 1986 and Rule 18.30 of the Insolvency (England and Wales) Rules 2016, decisions of the creditors are sought as follows:

1 The basis of the Administrators' remuneration for Phase 2 be fixed according to the time properly spent by the Administrators and their staff on the administration, with a fee estimate of £32,739 (plus VAT) for the period 1 March 2020 to 30 August 2020.

2 The Joint Administrators' be discharged from liability with effect from 14 days after they send their final progress report to creditors.

And

3 whether a creditors' committee be formed.

A creditor who is entitled to vote should return the voting form provided with this notice to Chris M Laverty at Grant Thornton UK LLP, 4 Hardman Square, Spinningfields, Manchester, M3 3EB or as an attachment to an email to cmu@uk.gt.com no later than 23:59 on the decision date.

In order for a creditor's vote to be valid a proof of debt must be received no later than the decision date, failing which the creditor's vote will be disregarded. A proof of debt should be delivered to Chris M Laverty at Grant Thornton UK LLP, 4 Hardman Square, Spinningfields, Manchester, M3 3EB or as an attachment to an email to cmu@uk.gt.com. A new proof of debt is not required if you have previously submitted one in the proceedings. A proof of debt form is enclosed for completion if required.

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A creditor who has opted out from receiving notices may nevertheless vote if a proof of debt is delivered, unless a proof of debt has previously been submitted, failing which the vote will be disregarded.

A vote cast in a decision procedure which is not a meeting may not be changed.

A decision of the convenor is subject to appeal to the court by any creditor in accordance with rule 15.35 of the Insolvency (England and Wales) Rules 2016. An appeal under this rule may not be made later than 21 days after the decision date.

A physical meeting will be held to replace this vote by correspondence if requested not later than five business days after the date of delivery of this notice by not less than one of the following:

- 10% in value of the creditors
- 10% in number of the creditors
- 10 creditors.

DATED THIS 25th DAY of March 2020

Chris Laverty
Joint Administrator

VOTING FORM

Company name WDFC Services Limited

Please delete as appropriate if you are for or against the resolutions below.

This form must be received at Grant Thornton UK LLP, 4 Hardman Square, Spinningfields, Manchester, M3 3EB or as an attachment to an email to cmu@uk.gt.com by 23.59 on 14 April 2020 in order to be counted. It must be accompanied by a proof of debt, unless you have previously submitted a proof of debt, failing which your vote will be disregarded.

Resolution(s)

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2 The Joint Administrators' be discharged from liability with effect from 14 days after they send their final progress report to creditors. For/Against

3 Do you want a creditors' committee to be formed? Yes/No

If a creditors' committee is formed I/we
nominate the following creditors to serve as members of such committee:
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A creditor is eligible to be a member of such a committee if, the person has proved for a debt; the debt is not fully secured; and neither of the following apply: the proof has been wholly disallowed for voting purposes, or the proof has been wholly rejected for the purpose of distribution or dividend. No person can be a member as both a creditor and a contributory. A body corporate may be a member of a creditors' committee, but it cannot act otherwise than by a representative appointed under rule 17.17 of the Insolvency (England and Wales) Rules 2016.

TO BE COMPLETED BY CREDITOR WHEN RETURNING FORM:

Name of creditor ______________________________

Signature ______________________________

Date (DD/MM/YYYY) ______________________________

(If signing on behalf of the creditor, state capacity e.g. director/solicitor)

____

If you require any further details or clarification prior to returning your vote, please contact Becky L Axon at the address above. Please note that once cast, a vote cannot be changed or withdrawn

Office use only:

Date Completed form received
(DD/MM/YYYY) ______________

Initial ______________

D Notice about this report

This report has been prepared by Chris M Laverty, the joint administrator of the Companies, solely to comply with the joint administrators' statutory duty to report to creditors under the Insolvency (England and Wales) Rules 2016 on the progress of the administrations, and for no other purpose. It is not suitable to be relied upon by any other person, or for any other purposes, or in any other context.

This report has not been prepared in contemplation of it being used, and is not suitable to be used, to inform any investment decision in relation to the debt of or any financial interest in the Companies.

Any estimated outcomes for creditors included in this report are illustrative only and cannot be relied upon as guidance as to the actual outcomes for creditors.

Any persons choosing to rely on this report for any purpose or in any context other than under the Insolvency (England and Wales) Rules 2016 do so at their own risk. To the fullest extent permitted by law, the joint administrators do not assume any liability in respect of this report to any such person.

Please note that we are all authorised by the Insolvency Practitioners Association to act as insolvency practitioners.

The joint administrators are bound by the Insolvency Code of Ethics.

The joint administrators act as agents for the Companies and contract without personal liability. The appointment of the joint administrators is personal to them and to the fullest extent permitted by law, Grant Thornton UK LLP does not assume any responsibility and will not accept any liability to any person in respect of this report or the conduct of the administrations.

Please note you should read this progress report in conjunction with the joint administrators' previous progress reports and proposals issued to the Companies' creditors, which can be found on the Grant Thornton portal (https://www.grantthornton.co.uk/portal/). Unless stated otherwise, all amounts in this progress report and appendices are stated net of VAT. For definitions of abbreviations please refer to the 'Definitions' table at the start of this progress report.

Disclaimer

This Progress Report has been prepared by the joint administrators of the Companies, solely to comply with the statutory duty under rule 18.3 of the the Insolvency (England and Wales) Rules 2016 to report to creditors on the joint administrator progress on the administrations, and for no other purpose. It is not suitable to be relied upon by any other person, or for any other purpose, or in any other context.

This Progress Report has been prepared in contemplation of it being used, and is not suitable to be used, to inform any investment decision in relation to the debt of or any financial interest in the Companies.

Any estimated outcome for creditors included in this Progress Report is illustrative only and cannot be relied upon as guidance as to the actual outcome for creditors. Any person that chooses to rely on this report for any purpose or in any context other than the aforementioned rule does so at their own risk. To the fullest extent permitted by law the joint administrators do not assume any responsibility and will not accept any liability in respect to this report.

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