

AM10

Notice of administrator's progress report



Companies House

SATURDAY



A13 *A8CJWCI* 24/08/2019 #217
COMPANIES HOUSE




1	Company details	
Company number	0 6 0 3 8 3 4 5	→ Filling in this form Please complete in typescript or in bold black capitals.
Company name in full	GB Group Holdings Limited	
2	Administrator's name	
Full forename(s)	Antony	
Surname	Nygate	
3	Administrator's address	
Building name/number	55 Baker Street	
Street		
Post town	London	
County/Region		
Postcode	W 1 U 7 E U	
Country		
4	Administrator's name ^①	
Full forename(s)	Francis Graham	① Other administrator Use this section to tell us about another administrator.
Surname	Newton	
5	Administrator's address ^②	
Building name/number	Central Square	② Other administrator Use this section to tell us about another administrator.
Street	29 Wellington Street	
Post town	Leeds	
County/Region		
Postcode	L S 1 4 D L	
Country		

AM10

Notice of administrator's progress report

6	Period of progress report															
From date	d	2	d	7	m	0	m	1	y	2	y	0	y	1	y	9
To date	d	2	d	6	m	0	m	7	y	2	y	0	y	1	y	9

7	Progress report											
<input checked="" type="checkbox"/> I attach a copy of the progress report												

8	Sign and date															
Administrator's signature	<div style="display: flex; justify-content: space-between; align-items: center;"> <div> Signature  </div> <div style="text-align: center;">   </div> </div>															
Signature date	d	2	d	3	m	0	m	8	y	2	y	0	y	1	y	9

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 **Antony Nygate**

Company name **BDO LLP**

Address **55 Baker Street**

Post town **London**

County/Region

Postcode **W1U 7EU**

Country

DX **BRNOTICE@bdo.co.uk**

Telephone **01512 374 500**



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

GB Group Holdings Limited
(In Administration)
Joint Administrators' Summary of Receipts & Payments

Statement of Affairs £		From 27/01/2019 To 26/07/2019 £	From 09/03/2015 To 26/07/2019 £
	FIXED CHARGE ASSETS		
50,000.00	Investments	NIL	NIL
550,000.00	Leasehold Property	NIL	600,000.00
		NIL	600,000.00
	FIXED CHARGE COSTS		
	Agents' Disbursements	NIL	3,370.80
	Agents' Fees	NIL	15,500.00
	Insurance & Service Charge	NIL	16,072.87
	Legal Disbursements	NIL	6.00
	Legal Fees	NIL	4,950.00
	Sundry	NIL	350.00
		NIL	(40,249.67)
	FIXED CHARGE CREDITORS		
	Secured Creditor - Lloyds	NIL	550,000.00
		NIL	(550,000.00)
	ASSET REALISATIONS		
62,465.00	Amounts Due From Group Companies	NIL	NIL
	Bank Interest Net of Tax	NIL	2.60
	Insurance Refund	NIL	134,891.19
	Interest Gross	NIL	200.73
130,000.00	Other debtors	NIL	37,200.00
	Sundry Refunds	NIL	3,191.52
		NIL	175,486.04
	COST OF REALISATIONS		
	Bank Charges	3.00	6.72
	Data Protection Fees	40.00	180.00
	Joint Administrators' Disbursements	NIL	630.69
	Joint Administrators' Fees	NIL	67,000.00
	Legal Fees & Disbursements	2,317.57	28,983.27
	Storage Costs	NIL	2,105.50
		(2,360.57)	(98,906.18)
	FLOATING CHARGE CREDITS		
	Secured Creditor - Lloyds	NIL	50,000.00
		NIL	(50,000.00)
792,465.00		(2,360.57)	36,330.19
	REPRESENTED BY		
	RBS Account		32,464.57
	Vat Control Account		3,865.62
			36,330.19



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www.bdo.co.uk

5 Temple Square
Temple Street
Liverpool
L2 5RH

TO ALL KNOWN CREDITORS AND SHAREHOLDERS

23 August 2019

Our Ref: ADN/NN/00250655/A6

Please ask for
Nadine Naylor
0151 237 4655
BRCMT@bdo.co.uk

Dear Madams/Sirs

GB Group Holdings Limited - In Administration ('the Company')

It is now 53 months since my appointment in respect of the Company. In accordance with Rule 18.6 of the Insolvency (England and Wales) Rules 2016 ('the Rules'), I am now reporting the progress made in implementing the approved proposals and achieving the statutory purpose of the Administration for the period from 27 January 2019 to 26 July 2019 ('the Period'). This report should be read in conjunction with my previous reports.

1 Statutory Information

The Joint Administrators are Antony Nygate (officeholder number: 9237) of BDO LLP, 55 Baker Street, London, W1U 7EU and Francis Graham Newton (officeholder number: 9310) of BDO LLP, Central Square, 29 Wellington Street, Leeds, LS1 4DL and they were appointed in respect of the Company on 9 March 2015.

Under the provisions of Paragraph 100(2) of Schedule B1 to the Insolvency Act 1986, the Joint Administrators carry out their functions jointly and severally meaning any action can be done by one Administrator or by both of them.

The Joint Administrators were appointed by the directors of the Company, pursuant to Paragraph 22 of Schedule B1 to the Insolvency Act 1986. The Administration proceedings are dealt with in the High Court of Justice, Chancery Division and the court case number is 1668 of 2015.

The Company's registered office is situated at 55 Baker Street, London, W1U 7EU and the registered number is 06038345.

2 Receipts & Payments

I attach for your information a summary of my receipts and payments account, analysed to show activity during the Period compared to the whole of the Administration. The account shows a balance in hand of £36,330.

There have been no receipts during the Period and the payment shown are largely self-explanatory. The payments made in relation to legal fees & disbursements are discussed in further detail later in my report.

BDO LLP, a UK limited liability partnership registered in England and Wales under number OC305127, is a member of BDO International Limited, a UK company limited by guarantee, and forms part of the international BDO network of independent member firms. A list of members' names is open to inspection at our registered office, 55 Baker Street, London W1U 7EU. BDO LLP is authorised and regulated by the Financial Conduct Authority to conduct investment business

The Joint Administrators are Data Controllers as defined by the General Data Protection Regulations. BDO LLP will act as Data Processor on the instruction of the Data Controllers. Personal data will be kept secure and processed only for matters relating to the Administration of GB Group Holdings Limited. Please see the privacy statement at <https://www.bdo.co.uk/en-gb/legal-privacy/privacy-notice>

3 Costs in the Administration

I additionally provide a summary of the professional fees and other expenses which have been paid in the Period, the costs which have been accrued and not yet paid and the costs that are anticipated.

Professional Fees and Expenses	Accrued £	Paid £	Anticipated £
Pythagoras Capital - Agent's Fees	nil	nil	Uncertain
Pinsent Masons - Legal Fees	nil	2,317.57	Uncertain
Total	nil	2,317.57	Uncertain

Agent's Fees

Pythagoras Capital ("Pythagoras") are assisting with the collection of the outstanding director's loan. They are paid on a fixed percentage of realisations and therefore no costs have accrued during the Period.

Legal Fees

As stated in my previous report, Pinsent Masons has incurred legal fees in connection with the extension of the Administration and advice required to assist in the collection of the Company's remaining assets. Prior to the Period, Pinsent Masons had £1,692 of unpaid costs brought forward and during the Period, they incurred further costs of £626. During the Period, fees totalling £2,318 have been paid

With regard to future costs anticipated to be incurred, this will be dependent upon the amount of legal advice, if any, that is required in respect of matters arising in relation to the Administration.

4 Future of the Administration

Once the outstanding loan has been realised, it is the intention of the Joint Administrators to pay a distribution to unsecured creditors by way of the Prescribed Part. Further detail is provided in section 8 of this report.

5 Assets

The only remaining asset is the outstanding loan in the sum of £80,000 from a director of the Company. Pythagoras are assisting in the recovery of this loan.

I can confirm that there are no assets of a peculiar or special nature, which cannot be sold. Consequently, there has been no distribution of unsold assets to creditors, as mentioned in Rules 18.10/14.13 of the Insolvency (England & Wales) Rules 2016.

6 Investigations

The Joint Administrators have a duty to investigate the affairs of the Company and also the conduct of the directors and in respect of the latter, to submit a confidential statutory report to the Secretary of State. I confirm that a report has been submitted.

I have completed my review of the Company's affairs and assets to establish whether there are any actions that can be investigated for the benefit of the creditors and concluded there are no causes of action to be pursued.

7 Extension of Administration

As previously reported, an application to the Court was made to extend the Administration to 8 March 2020. The extension was required in order to allow the Joint Administrators sufficient time to finalise asset realisations and to pay a Prescribed Part distribution.

It is uncertain whether a further extension of the Administration will be required. This will depend on the timing required to recover the outstanding loan.

8 Prospects for Creditors

Secured Creditors

As at the date of the Administration, Lloyds TSB Bank Plc ('the Bank') was owed c£6.75m plus interest and accrued charges. The debt has been cross guaranteed by a number of other GB group companies. The debt includes a group performance bond which has been claimed in full pending clarification of a formal call on the bond.

During the Administration, the Bank has received £550,000 under its fixed charge and security and £50,000 under its floating charge security, as shown on the enclosed receipts and payments account.

In total across the GB group companies the Bank has received £1.06m under its security. It is anticipated that the Bank will suffer a shortfall in respect of its security and if this remains the case there will be no additional return to unsecured creditors beyond any amounts available from the Prescribed Part.

Preferential Creditors

The Company did not have any employees and therefore has no preferential creditors.

Unsecured Creditors

To date, the Joint Administrators have received claims totalling £18,633,350 from unsecured creditors. Please note unsecured creditors' claims have yet to be verified or agreed.

Prescribed Part

Under the provisions of Section 176A of the Insolvency Act 1986, the Joint Administrators must state the amount of the funds available to unsecured creditors in respect of the Prescribed Part. This provision only applies where a company has granted a floating charge to a creditor after 15 September 2003.

The Company granted floating charge security to the Bank in August 2013 so the Prescribed Part provisions will apply in this Administration.

Based on current realisations, the estimated Prescribed Part available to unsecured creditors is c£15,000-20,000 before costs of distribution. The exact timing of the distribution is currently uncertain.

9 Joint Administrators' Remuneration

The Joint Administrators were obliged to fix their remuneration in accordance with Rule 18.16. This permits remuneration to be fixed either:

- (1) As a percentage of the assets realised and distributed; and/or
- (2) By reference to the time the Joint Administrators and the staff have spent attending to matters in the Administration; and/or
- (3) As a set amount; and/or
- (4) As a combination of the above.

The Joint Administrators' remuneration was approved on the basis of time properly spent in dealing with issues in the Administration. To date, the Joint Administrators have drawn £67,000 in respect of remuneration as shown on the enclosed receipts and payments account.

I attach two schedules detailing the time costs incurred to date. The first schedule covers the Period. This shows time costs of £13,233, which represents 43 hours spent at an average charge out rate of £308 per hour.

The second schedule covers the whole period since appointment and shows time costs of £173,057 which represents 526 hours spent at an average charge out rate of £329 per hour. Work undertaken during the Period includes liaising with agents and solicitors regarding the recovery of the outstanding director's loan, tax submissions and statutory reporting.

For guidance, I enclose 'A creditors' guide to Administrators' fees', together with a document that outlines the policy of BDO LLP in respect of fees and disbursements.

10 Disbursements

Where disbursements are recovered in respect of precise sums expended to third parties there is no necessity for these costs to be authorised. These are known as category 1 disbursements. No category 1 disbursements have been incurred since my last report.

Some Administrators recharge expenses, for example printing, photocopying and telephone costs, which cannot economically be recorded in respect of each specific case. Such expenses, which are apportioned to cases, require the approval of the creditors before they can be drawn, and these are known as category 2 disbursements.

The policy of BDO LLP in respect of this appointment is not to charge any category 2 disbursements with the exception of mileage on the basis of the mileage scale approved by HMRC, being 45p per mile unless otherwise disclosed to the creditors. No category 2 disbursements have been incurred since my last report.

Total disbursements of £844 have been incurred in this Administration (£794 category 1 disbursements and £50 category 2 disbursements) as detailed in the following table:

	Cat. 1 (£)	Cat. 2 (£)	Total (£)
Statutory Advertising	333.92	-	333.92
Bonding	200.00	-	200.00
Land Registry	3.00	-	3.00
PR Consultancy	191.58	-	191.58
Staff Travel	65.63	-	65.63
Mileage	-	50.34	50.34
Total	794.13	50.34	844.47

To date, disbursements of £631 have been drawn in the Administration. No disbursements were incurred or paid during the Period.

11 Creditor rights and enquiries

Creditors with the concurrence of at least 5% in value of the unsecured creditors may within 21 days of this report request in writing further information regarding the remuneration and expenses set out in this report. In accordance with Rule 18.9(3) of the Rules within 14 days of a request we will provide further information or explain why further information is not being provided. Creditors may access information setting out creditors' rights in respect of the approval of Administrator's remuneration at <https://www.r3.org.uk/what-we-do/publications/professional/fees>.

Creditors with the concurrence of at least 10% of the creditors may apply to the court if they consider that the remuneration of the administrators, or the basis fixed for the remuneration of the administrator or expenses charged by the administrator are excessive (Rule 18.34 of the Rules). Such an application must be made within 8 weeks of receiving this draft report. The text of Rules 18.9 and 18.34 are set out at the end of this report.

The Joint Administrators are bound by the Insolvency Code of Ethics when carrying out all professional work relating to this appointment. A copy of the code is at <http://www.icaew.com/en/members/regulations-standards-and-guidance/ethics/code-of-ethics-d>.

Creditors may access information setting out creditors' rights in respect of the approval of Joint Administrators' remuneration at <https://www.r3.org.uk/what-we-do/publications/professional/fees>.

The Insolvency Service has established a central gateway for considering complaints in respect of Insolvency practitioners. In the event that you make a complaint to me but are not satisfied with the response from me then you should visit <https://www.gov.uk/complain-about-insolvency-practitioner> where you will find further information on how you may pursue the complaint.

If you require any further information, please contact me or my colleague Nadine Naylor at BRCMT@bdo.co.uk.

Yours faithfully
For and on behalf of
GB Group Holdings Limited



A D Nygate
Joint Administrator
Authorised by the Institute of Chartered Accountants in England & Wales in the UK

Enclosures:
Receipts and Payments Account
SIP 9 Time Cost Report for the Period
SIP 9 Time Cost Report for the period of Administration
BDO LLP Policy in respect of Fees and Disbursements
Statement of Creditors' Rights in respect of Fees and Disbursements

GB Group Holdings Limited
(In Administration)
Joint Administrators' Summary of Receipts & Payments

Statement of Affairs £		From 27/01/2019 To 26/07/2019 £	From 09/03/2015 To 26/07/2019 £
	FIXED CHARGE ASSETS		
50,000.00	Investments	NIL	NIL
550,000.00	Leasehold Property	NIL	600,000.00
		NIL	600,000.00
	FIXED CHARGE COSTS		
	Agents' Disbursements	NIL	3,370.80
	Agents' Fees	NIL	15,500.00
	Insurance & Service Charge	NIL	16,072.87
	Legal Disbursements	NIL	6.00
	Legal Fees	NIL	4,950.00
	Sundry	NIL	350.00
		NIL	(40,249.67)
	FIXED CHARGE CREDITORS		
	Secured Creditor - Lloyds	NIL	550,000.00
		NIL	(550,000.00)
	ASSET REALISATIONS		
62,465.00	Amounts Due From Group Companies	NIL	NIL
	Bank Interest Net of Tax	NIL	2.60
	Insurance Refund	NIL	134,891.19
	Interest Gross	NIL	200.73
130,000.00	Other debtors	NIL	37,200.00
	Sundry Refunds	NIL	3,191.52
		NIL	175,486.04
	COST OF REALISATIONS		
	Bank Charges	3.00	6.72
	Data Protection Fees	40.00	180.00
	Joint Administrators' Disbursements	NIL	630.69
	Joint Administrators' Fees	NIL	67,000.00
	Legal Fees & Disbursements	2,317.57	28,983.27
	Storage Costs	NIL	2,105.50
		(2,360.57)	(98,906.18)
	FLOATING CHARGE CREDITS		
	Secured Creditor - Lloyds	NIL	50,000.00
		NIL	(50,000.00)
792,465.00		(2,360.57)	36,330.19
	REPRESENTED BY		
	RBS Account		32,464.57
	Vat Control Account		3,865.62
			36,330.19

Name of Assignment

GB Group Holdings Ltd - ADM

00250655

Summary of Time Charged and Rates Applicable for the Period From 27/01/2019 to 26/07/2019

Description	PARTNER		MANAGER		ASSISTANT MANAGER		SENIOR ADMINISTRATOR		ADMINISTRATOR		OTHER STAFF		GRAND TOTAL		A/R
	Hours	Total £	Hours	Total £	Hours	Total £	Hours	Total £	Hours	Total £	Hours	Total £	Hours	Total £	
C. Planning and Strategy			1.90	849.30									1.90	849.30	447.0
D. General Administration			6.95	3,007.10	0.75	95.25	1.05	133.35	5.00	639.50			13.75	3,875.20	281.8
E. Assets Realisation/Dealing			4.00	1,802.30	0.45	95.40							4.45	1,897.70	426.4
I. Reporting			14.75	5,923.45			2.55	328.05	5.20	358.80			22.50	6,610.30	293.7
	0.00	0.00	27.60	11,582.15	1.20	190.65	3.60	461.40	10.20	998.30	0.00	0.00			

Net Total	42.60	13,232.50
Secretarial Expense		0.00
Other Disbursements		0.00
Billed		0.00
Grand Total		13,232.50

Name of Assignment

GB Group Holdings Limited - ADM

00250655

Detail of Time Charged and Rates Applicable for the Period From 09/03/2015 to 26/07/2019

Description	PARTNER		MANAGER		ASSISTANT MANAGER		SENIOR ADMINISTRATOR		ADMINISTRATOR		OTHER STAFF		GRAND TOTAL	
	Hours	Total £	Hours	Total £	Hours	Total £	Hours	Total £	Hours	Total £	Hours	Total £	Hours	Total £
B. Steps on Appointment														
02 Statutory Documentation	1.00	461.00							4.50	805.50			5.50	1,266.50
07 Attendance at Premises														
sub total -	1.00	461.00		0.00					4.50	805.50			5.50	1,266.50
B. Steps on Appointment														
C. Planning and Strategy														
01. Historic Performance Review			0.80	357.60									0.80	357.60
02 Review Financial Position			10.55	4,674.30	0.75	144.00							11.30	4,818.30
07 Strategy Planning	3.00	1,527.00	10.85	4,672.65									13.85	6,199.65
sub total -	3.00	1,527.00	22.20	9,704.55	0.75	144.00							25.95	11,375.55
C. Planning and Strategy														
D. General Administration														
01 Insurance Matters														
02 VAT			9.40	3,806.65	2.25	435.50							2.25	435.50
03 Taxation	4.00	3,496.00			0.85	171.70			2.20	367.40			12.45	4,345.75
04. Instruct/raise Solicitors			0.85	335.75	0.30	82.50							4.10	3,578.50
05 Investigations			1.00	387.00	0.15	30.30			3.10	519.60			1.00	366.05
06. Conduct Reports			0.25	101.50									4.10	906.60
													0.25	101.50

Detail of Time Charged and Rates Applicable for the Period From 09/03/2015 to 26/07/2019

Description	PARTNER		MANAGER		ASSISTANT MANAGER		SENIOR ADMINISTRATOR		ADMINISTRATOR		OTHER STAFF		GRAND TOTAL	
	Hours	£	Hours	£	Hours	£	Hours	£	Hours	£	Hours	£	Hours	£
07 Receipts Payments Accounts			7.00	1,746.40	2.95	405.15	8.75	1,557.75	29.55	2,956.50	4.90	376.65	53.15	7,042.45
08 Remuneration Issues			0.20	87.20					0.50	101.00			0.70	188.20
09 Statutory Matters			2.00	862.20	1.90	411.50	0.20	25.40	5.80	570.10			9.90	1,869.20
13 General Meetings			0.50	193.50									0.50	193.50
14 General Discussions			19.20	9,706.90									19.20	9,706.90
15 Gen. Admin Correspondence	0.95	484.40	45.00	15,365.70	5.95	1,117.90	1.05	131.45	23.10	6,304.25			76.05	23,403.70
16 Maintain Internal Files					0.20	34.80	0.10	11.60	0.15	24.75			0.45	61.15
sub total -	4.95	3,980.40	85.40	32,592.80	14.55	2,679.35	10.10	1,726.20	64.40	10,943.60	4.90	376.65	184.30	52,199.00
D. General Administration														
E. Assets Realisation/Dealing														
04. Agent Instruction Lending			6.20	1,961.60	1.65	316.80							7.85	2,278.40
05 Sales Info. Preparation					0.40	76.80							0.40	76.80
06. Property Related Matters			11.80	3,705.25	15.70	3,014.40							27.50	6,719.65
07 Debt Collection			4.95	2,009.50									4.95	2,009.50
09 Dealing with other Assets			40.55	18,458.20	2.25	445.50			26.25	1,943.75			69.05	30,848.45
14. Sale of Business Assets	1.00	691.00	2.30	933.80									3.30	1,624.80

Name of Assignment

GB Group Holdings Limited - ADM

00250655

Detail of Time Charged and Rates Applicable for the Period From 09/03/2015 to 26/07/2019

Description	PARTNER		MANAGER		ASSISTANT MANAGER		SENIOR ADMINISTRATOR		ADMINISTRATOR		OTHER STAFF		GRAND TOTAL	
	Hours	Total £	Hours	Total £	Hours	Total £	Hours	Total £	Hours	Total £	Hours	Total £	Hours	Total £
99. Other Matters			3.90	1,733.98									3.90	1,733.98
sub total -	1.00	691.00	69.70	28,801.40	20.00	3,853.50			26.25	11,943.75			116.95	45,289.65
E. Assets Realisation/Dealing														
G. Employee Matters									1.50	310.50			1.50	310.50
04. Pension Issues			0.10	22.40									0.10	22.40
99. Other Matters			0.10	22.40					1.50	310.50			1.60	332.90
sub total -			0.10	22.40					1.50	310.50			1.60	332.90
G. Employee Matters														
H. Creditor Claims			1.90	735.30					3.00	1,365.00			4.90	2,100.30
02. Secured Creditors			5.05	1,925.95	0.50	116.75			4.65	866.65			10.20	2,909.35
04. Non-Preferential Creditors			6.95	2,661.25	0.50	116.75			7.65	2,231.65			15.10	5,009.65
sub total -			6.95	2,661.25	0.50	116.75			7.65	2,231.65			15.10	5,009.65
H. Creditor Claims														
I. Reporting			7.10	2,589.50			3.05	366.51	24.05	2,275.10			38.20	5,251.10
01. Statutory Reporting			31.30	15,360.90					4.50	1,794.50			35.80	17,155.30
02. Reporting to Appointor			62.75	22,612.10	6.25	1,676.50			7.00	1,187.25			83.25	30,303.85
04. Reporting to Creditors	7.25	4,828.00											6.85	2,713.65
06. Reporting to other bodies			6.85	2,713.65										

Name of Assignment

CB Group Holdings Limited - ADM

00250655

Detail of Time Charged and Rates Applicable for the Period From 09/03/2015 to 26/07/2019

Description	PARTNER		MANAGER		ASSISTANT MANAGER		SENIOR ADMINISTRATOR		ADMINISTRATOR		OTHER STAFF		GRAND TOTAL	
	Hours	Total £	Hours	Total £	Hours	Total £	Hours	Total £	Hours	Total £	Hours	Total £	Hours	Total £
09. Other Matters									3.55	303.30			3.55	303.30
sub total -														
I. Reporting	7.25	4,828.00	108.00	43,276.05	6.25	1,676.50	3.05	386.50	41.10	5,560.15			167.65	55,727.20
J. Distribution and Closure														
02. Distributions			2.00	575.70					7.25	1,281.25			9.25	1,856.95
sub total -			2.00	575.70					7.25	1,281.25			9.25	1,856.95
J. Distribution and Closure														
Net Total														173,057.40
Secretarial Expense														0.00
Other Disbursements														0.00
Billed														0.00
Grand Total														173,057.40

GB Group Holdings Limited - In Administration

In accordance with best practice I provide below details of policies of BDO LLP in respect of fees and expenses for work in relation to the above insolvency.

The current charge out rates per hour of staff within my firm who may be involved in working on the insolvency, follows:

GRADE	£
Partner	549 - 783
Manager - Director	242-604
Assistant Manager	218-311
Senior Executive	20-291
Executive	119-291
Other Staff	73-114

This in no way implies that staff at all such grades will work on the case. The rates charged by BDO LLP are reviewed on a regular basis and are adjusted to take account of inflation and the firm's overheads.

Time spent on casework is recorded directly to the relevant case using a computerised time recording system and the nature of the work undertaken is recorded at that time. Units of time can be as small as 3 minutes. BDO LLP records work in respect of insolvency work under the following categories:-

- Pre Appointment
- Steps upon Appointment
- Planning and Strategy
- General Administration
- Asset Realisation/Management
- Trading Related Matters
- Employee Matters
- Creditor Claims
- Reporting
- Distribution and Closure
- Other Issues.

Under each of the above categories the work is recorded in greater detail in sub categories. Please note that the 11 categories provide greater detail than the six categories recommended by the Recognised Professional Bodies who are responsible for licensing and monitoring insolvency practitioners.

Where an officeholder's remuneration is approved on a time cost basis the time invoiced to the case will be subject to VAT at the prevailing rate.

Where remuneration has been approved on a time costs basis a periodic report will be provided to any committee appointed by the creditors or in the absence of a committee to the creditors. The report will provide a breakdown of the remuneration drawn and will enable the recipients to see the average rates of such costs.

(a) Other Costs

Where expenses are incurred in respect of the insolvent estate they will be recharged. Such expenses can be divided into two categories.

(b) Category 1

This heading covers expenses where BDO LLP has met a specific cost in respect of the insolvent estate where payment has been made to a third party. Such expenses may include items such as advertising, couriers, travel (by public transport), land registry searches, fees in respect of swearing legal documents etc. In each case the recharge will be reimbursement of a specific expense incurred.

(c) Category 2

We propose to recover from the estate the cost of travel where staff use either their own vehicles or company cars in travelling connected with the insolvency. In these cases a charge of 45p per mile is raised which is in line with the HM Revenue & Customs Approved Mileage Rates (median - less than 10,000 miles per annum) which is the amount the firm pays to staff. Where costs are incurred in respect of mileage, approval will be sought in accordance with the Insolvency (England and Wales) Rules 2016 to recover this disbursement.

Where applicable, all disbursements will be subject to VAT at the prevailing rate.

BDO LLP
23 August 2019

Statement from the Insolvency (England and Wales) Rules 2016 regarding the rights of creditors in respect of the Joint Administrators' fees and expenses:

Creditors' and members' requests for further information in administration, winding up and bankruptcy

18.9.—(1) The following may make a written request to the office-holder for further information about remuneration or expenses (other than pre-administration costs in an administration) set out in a progress report under rule 18.4(1)(b), (c) or (d) or a final report under rule 18.14—

- (a) a secured creditor;
- (b) an unsecured creditor with the concurrence of at least 5% in value of the unsecured creditors (including the creditor in question);
- (c) members of the company in a members' voluntary winding up with at least 5% of the total voting rights of all the members having the right to vote at general meetings of the company;
- (d) any unsecured creditor with the permission of the court; or
- (e) any member of the company in a members' voluntary winding up with the permission of the court.

(2) A request, or an application to the court for permission, by such a person or persons must be made or filed with the court (as applicable) within 21 days of receipt of the report by the person, or by the last of them in the case of an application by more than one member or creditor.

(3) The office-holder must, within 14 days of receipt of such a request respond to the person or persons who requested the information by—

- (a) providing all of the information requested;
- (b) providing some of the information requested; or
- (c) declining to provide the information requested.

(4) The office-holder may respond by providing only some of the information requested or decline to provide the information if—

- (a) the time or cost of preparation of the information would be excessive; or
- (b) disclosure of the information would be prejudicial to the conduct of the proceedings;
- (c) disclosure of the information might reasonably be expected to lead to violence against any person; or
- (d) the office-holder is subject to an obligation of confidentiality in relation to the information.

(5) An office-holder who does not provide all the information or declines to provide the information must inform the person or persons who requested the information of the reasons for so doing.

(6) A creditor, and a member of the company in a members' voluntary winding up, who need not be the same as the creditor or members who requested the information, may apply to the court within 21 days of—

- (a) the office-holder giving reasons for not providing all of the information requested; or
- (b) the expiry of the 14 days within which an office-holder must respond to a request.

(7) The court may make such order as it thinks just on an application under paragraph (6).

Remuneration and expenses: application to court by a creditor or member on grounds that remuneration or expenses are excessive

18.34.—(1) This rule applies to an application in an administration, a winding-up or a bankruptcy made by a person mentioned in paragraph (2) on the grounds that—

- (a) the remuneration charged by the office-holder is in all the circumstances excessive;

- (b) the basis fixed for the office-holder's remuneration under rules 18.16, 18.18, 18.19, 18.20 and 18.21 (as applicable) is inappropriate; or
 - (c) the expenses incurred by the office-holder are in all the circumstances excessive.
- (2) The following may make such an application for one or more of the orders set out in rule 18.36 or 18.37 as applicable—
- (a) a secured creditor,
 - (b) an unsecured creditor with either—
 - (i) the concurrence of at least 10% in value of the unsecured creditors (including that creditor), or
 - (ii) the permission of the court, or
 - (c) in a members' voluntary winding up—
 - (i) members of the company with at least 10% of the total voting rights of all the members having the right to vote at general meetings of the company, or
 - (ii) a member of the company with the permission of the court.
- (3) The application by a creditor or member must be made no later than eight weeks after receipt by the applicant of the progress report under rule 18.3, or final report or account under rule 18.14 which first reports the charging of the remuneration or the incurring of the expenses in question ("the relevant report").

Applications under rules 18.34 and 18.35 where the court has given permission for the application

- 18.36.**—(1) This rule applies to applications made with permission under rules 18.34 and 18.35.
- (2) Where the court has given permission, it must fix a venue for the application to be heard.
- (3) The applicant must, at least 14 days before the hearing, deliver to the office-holder a notice stating the venue and accompanied by a copy of the application and of any evidence on which the applicant intends to rely.
- (4) If the court considers the application to be well-founded, it must make one or more of the following orders—
- (a) an order reducing the amount of remuneration which the office-holder is entitled to charge;
 - (b) an order reducing any fixed rate or amount;
 - (c) an order changing the basis of remuneration;
 - (d) an order that some or all of the remuneration or expenses in question is not to be treated as expenses of the administration, winding up or bankruptcy;
 - (e) an order for the payment of the amount of the excess of remuneration or expenses or such part of the excess as the court may specify by —
 - (i) the Joint Administrator or Joint Liquidator or the Joint Administrator's or Joint Liquidator's personal representative to the company, or
 - (ii) the trustee or the trustee's personal representative to such person as the court may specify as property comprised in the bankrupt's estate;
 - (f) any other order that it thinks just.
- (5) An order under paragraph (4)(b) or (c) may only be made in respect of periods after the period covered by the relevant report.
- (6) Unless the court orders otherwise the costs of the application must be paid by the applicant, and are not payable as an expense of the administration, winding up or bankruptcy.

Applications under rule 18.34 where the court's permission is not required for the application

- 18.37.**—(1) On receipt of an application under rule 18.34 for which the court's permission is not required, the court may, if it is satisfied that no sufficient cause is shown for the application, dismiss it without giving notice to any party other than the applicant.
- (2) Unless the application is dismissed, the court must fix a venue for it to be heard.

- (3) The applicant must, at least 14 days before any hearing, deliver to the office-holder a notice stating the venue with a copy of the application and of any evidence on which the applicant intends to rely.
- (4) If the court considers the application to be well-founded, it must make one or more of the following orders—
- (a) an order reducing the amount of remuneration which the office-holder is entitled to charge;
 - (b) an order reducing any fixed rate or amount;
 - (c) an order changing the basis of remuneration;
 - (d) an order that some or all of the remuneration or expenses in question be treated as not being expenses of the administration or winding up or bankruptcy;
 - (e) an order for the payment of the amount of the excess of remuneration or expenses or such part of the excess as the court may specify by —
 - (i) the Joint Administrator or Joint Liquidator or the Joint Administrator's or Joint Liquidator's personal representative to the company, or
 - (ii) the trustee or the trustee's personal representative to such person as the court may specify as property comprised in the bankrupt's estate;
 - (f) any other order that it thinks just.
- (5) An order under paragraph (4)(b) or (c) may only be made in respect of periods after the period covered by the relevant report.
- (6) Unless the court orders otherwise the costs of the application must be paid by the applicant, and are not payable as an expense of the administration or as winding up or bankruptcy.