

## The Insolvency Act 1986

**Administrator's progress report**

Name of Company  Navetas Energy Management Ltd	Company Number  06700292
In the  High Court of Justice, Chancery Division, Bristol District Registry  (full name of court)	Court case number  204 of 2015

We, Zelf Hussain and David Christian Chubb of PricewaterhouseCoopers LLP, 7 More London Riverside, London, SE1 2RT

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

from

to

(b) 14 September 2016

(b) 13 March 2017

Signed

  
Joint Administrator

Dated

12 April 2017

**Contact Details:**

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

Madeline Finkill	
PricewaterhouseCoopers LLP, Central Square, 29 Wellington Street, Leeds, LS1 4DL	
	Tel 0113 289 4075
DX Number	DX Exchange

When you have completed and signed this form please send it to the Registrar of Companies at  
Companies House, Crown Way, Cardiff, CF14 3UZ DX 33050 Cardiff



SATURDAY



**Navetas Energy Management Limited &  
Intelligent Sustainable Energy Limited – both in  
Administration**

**High Court of Justice, Chancery Division, Bristol  
District Registry**

**Case Numbers 204 and 206 of 2015**

**Joint Administrators' fourth six monthly and  
final progress reports for the period from 14  
September 2016 to 13 March 2017 and 14 March  
2017 to 13 April 2017.**

**13 April 2017**

**[www.pwc.co.uk/navetas](http://www.pwc.co.uk/navetas)**

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**The following abbreviations are used in this report:**

<b>"Navetas"</b>	Navetas Energy Management Limited – in Administration
<b>"ISE"</b>	Intelligent Sustainable Energy Limited – in Administration
<b>"the Companies"</b>	Navetas and ISE
<b>"the Administrators" or "we"</b>	Zelf Hussain and David Christian Chubb of PricewaterhouseCoopers LLP
<b>"Swarraton"</b>	Swarraton Partners Limited
<b>"Maple"</b>	Maple Tree Energy Management Limited
<b>"Sensus"</b>	Sensus USA Inc
<b>"prescribed part"</b>	The amount set aside for unsecured creditors from floating charge funds in accordance with section 176A IA86 and the Insolvency Act 1986 (Prescribed Part) Order 2003
<b>"secured creditors"</b>	Creditors with security in respect of their debt, in accordance with section 248 IA86
<b>"preferential creditors"</b>	Claims for unpaid wages earned in the four months before the insolvency up to £800, holiday pay and unpaid pension contributions in certain circumstances
<b>"RPS"</b>	Redundancy Payments Service, an executive agency sponsored by the Department for Business, Energy & Industrial Strategy, which authorises and pays the

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**Navetas Energy Management Limited & Intelligent Sustainable Energy Limited – both in administration**

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	statutory claims of employees of insolvent companies under the Employment Rights Act 1996
<b>“unsecured creditors”</b>	Creditors who are neither secured nor preferential
<b>“IA86”</b>	Insolvency Rules 1986
<b>“IR16”</b>	Insolvency Rules 2016
<b>“Sch.B1 IA86”</b>	Schedule B1 of the Insolvency Act 1986
<b>“IR86”</b>	Insolvency Rules 1986
<b>“VWV”</b>	Veale Wasbrough Vizards LLP, the administrators’ lawyers

## **1. Joint Administrators' fourth progress report for the period from 14 March 2016 to 13 September 2016 and final report for the period 14 March 2017 to 13 April 2017**

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### **Why we've sent you this report**

This report provides an update on the progress of the administrations of Navetas Energy Management Limited ("Navetas") and Intelligent Sustainable Energy Limited ("ISE") for the six months 14 September 2016 to 13 March 2017. I'm also pleased to tell you that our work in the administrations of the Companies is now complete and we therefore also report on the final period from 14 March 2017 to 13 April 2017 when we ceased to act.

A copy of this and all previous reports can be found at [www.pwc.co.uk/navetas](http://www.pwc.co.uk/navetas) or can be provided by telephoning Madeline Finkill on 0113 289 4075.

### **How much creditors have received**

The final distributions have been paid, and the different classes of creditors have been paid as follows;

<b>Navetas</b>	<b>Amount paid</b>
<b>Class of creditor</b>	<b>(p in £)</b>
Secured creditors	2.01p
Preferential creditors	100p
Unsecured creditors	5.49p

<b>ISE</b>	<b>Amount paid</b>
<b>Class of creditor</b>	<b>(p in £)</b>
Secured creditors	N/A
Preferential creditors	100p
Unsecured creditors	N/A

### **Actions required by you**

This report is for your information and you do not need to do anything.

### **Ending the administration**

The administration of both Companies is due to end automatically on 20 April 2017, in line with our proposals and the extension subsequently granted by the Court.

We filed notice of move from administration to dissolution today. The Companies will be dissolved three months after the notices have been registered by the Registrar of Companies. This exit route was considered the most appropriate in the circumstances as the purpose of the administration has been achieved and there are no assets left to realise.

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**Navetas Energy Management Limited & Intelligent Sustainable Energy Limited – both in administration**

# **1. Joint Administrators' fourth progress report for the period from 14 March 2016 to 13 September 2016 and final report for the period 14 March 2017 to 13 April 2017**

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## **Overview of our work**

When we were appointed the position of the Companies was as follows;

- The Companies operated a technology- focused business and created patents that could allow customers to monitor their energy usage and compare costs from providers.
- The Companies were experiencing cash flow pressures following additional funding received in early 2015. After a contract with a major retailer fell away the Companies were unable to secure further finance and therefore had to take steps to sell the business and/or Companies.
- A solvent sale was not achieved and consequently the Companies were unable to pay employee wages in April 2015. Accordingly, David Chubb and I were appointed as joint administrators of the Companies on 21 April 2015.

On appointment, we secured the Companies' assets and decided the most appropriate strategy was to seek an immediate buyer for the business and assets.

## **Asset realisation**

We were able to conclude the pre-appointment sales process started by the Directors. An offer was received for a going concern sale of the majority of the business and assets by Maple Tree Energy Management ("Maple") and this offer provided the best outcome for creditors given the circumstances.

All employees' jobs were transferred to Maple and the buyer agreed to honour all employee claims apart from claims for statutory arrears of wages. There were therefore preferential claims made against the Companies in relation to the arrears of wages. But the sale mitigated the majority of potential employee claims.

The total consideration for the sale net of liabilities was £17,848 for Navetas and £7,177 for ISE.

## **Sale of Patent - ISE**

After the sale of the majority of the business and assets to Maple, ISE retained four disaggregation patent families and we were able to conclude sale of these on 9 October 2015 to Sensus USA Inc ("Sensus"). The total consideration for the sale of the patents was £120,000. This process required more technical information than we had expected and consequently higher administrators' staff time costs and legal costs were incurred than initially anticipated.

## **VAT / Corporation tax**

Both Companies have been deregistered for VAT and all reclaimable amounts have been achieved. We also conducted a VAT reconciliation on both Companies prior to deregistration.

We fulfilled our duties as proper officers for tax during the administration and filed corporation tax returns for all relevant account periods. HMRC raise no queries on our returns. A tax liability of £17,083.20 was agreed and paid by ISE and we confirmed no tax liability for Navetas.

## **Investigations and actions**

We fulfilled our duty as administrators to report on the conduct on directors of the Companies. Nothing has come to our attention that meant no further work was required in conducting investigations in line

## **1. Joint Administrators' fourth progress report for the period from 14 March 2016 to 13 September 2016 and final report for the period 14 March 2017 to 13 April 2017**

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with our duties under the Company Directors' Disqualification Act 1986 and Statement of Insolvency Practice No. 2.

### **Approval of the Joint Administrators' proposals**

Our proposals for achieving the purpose of the administration were circulated to creditors on 12 June 2015. They were deemed approved by Navetas creditors on 26 June 2015 and the creditors of ISE approved the proposals without modification at a meeting held on 29 June 2015. A summary of our proposals for each Company is attached in section 7 of this report.

### **Receipts and payments accounts**

We set out in Section 3 accounts of our final receipts and payments in the administrations from 14 September 2016 to 13 March 2017 and from 14 March 2017 to 13 April 2017.

### **Expenses statements**

We set out in section 4 a statement of the final expenses that we incurred in the periods covered by this report.

### **Our fees**

A full analysis of our time costs, disbursements and other related matters is set out in section 5.

### **Pre-administration costs**

In Section 6 of this report you will find information about the approval of the pre-administration costs previously detailed in our proposals. These costs have now been paid as an expenses of the administration.

### **Preferential creditors**

As mentioned in the previous report, we intended to declare and pay the Redundancy Payment Office ("RPO") as the only preferential creditor of the Companies. A dividend of 100p in the £ was paid in respect of the preferential claims in both Companies.

### **Unsecured dividend to creditors**

#### **Navetas**

The dividend that was declared and paid to unsecured creditors was made available from the prescribed part. Following the payment of our final post appointment and pre appointment fees, the level of net property was £23,560, resulting in a prescribed part of £7,712. The administrators' time costs of agreeing unsecured claims and paying a dividend were £5,000, with the remaining £2,712 distributed to unsecured creditors as a first and final dividend of 5.49p in the £.

#### **ISE**

We confirmed in our last report that no dividend could be made to unsecured creditors due to the estimated tax liability on £18,083. Although we were able to reduce the tax liability to £17,083 there were still insufficient funds to distribute to unsecured creditors.

**1. Joint Administrators' fourth progress report for the period from 14 March 2016 to 13 September 2016 and final report for the period 14 March 2017 to 13 April 2017**

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**Creditors' rights**

Creditors have the right to ask for more information within 21 days of receiving this report as set out in Rule 2.48A IR86 and Rule 18.9 IR16. Any request must be in writing. Creditors can also challenge fees and expenses within eight weeks of receiving this report as sent out in Rule 2.109 IR86 and Rule 18.9 IR16. This information can also be found in the guide to fees at:

[www.insolvency-practitioners.org.uk/download/documents/727+&cd=1&hl=en&ct=clnk&gl=uk](http://www.insolvency-practitioners.org.uk/download/documents/727+&cd=1&hl=en&ct=clnk&gl=uk)

You can also get a copy free of charge by telephoning Madeline Finkill on 0113 289 4075.

If you've got any questions, please get in touch with Madeline.

Yours faithfully

For and on behalf of the Companies



Zelf Hussain

Joint Administrator

*Zelf Hussain and David Christian Chubb have been appointed as Joint Administrators of the Companies to manage their affairs, business and property as their agents and act without personal liability. The Joint Administrators are licensed in the United Kingdom to act as insolvency practitioners by the Institute of Chartered Accountants in England and Wales. The joint administrators are bound by the Insolvency Code of Ethics which can be found at: <https://www.gov.uk/government/publications/insolvency-practitioner-code-of-ethics>.*

*The Joint Administrators are Data Controllers of personal data as defined by the Data Protection Act 1998. PricewaterhouseCoopers LLP will act as Data Processor on their instructions. Personal data will be kept secure and processed only for matters relating to the administration.*



## 2. Statutory and other information

<b>Case name</b>	<b>Navetas</b>
<b>Court details for the administration:</b>	High Court of Justice, Chancery Division, Bristol District Registry Case number 204 of 2015.
<b>Full name:</b>	Navetas Energy Management Ltd
<b>Trading name:</b>	Navetas Energy Management Ltd
<b>Registered number:</b>	06700292
<b>Registered address:</b>	Central Square, 29 Wellington Street, Leeds, LS1 4DL
<b>Company directors:</b>	Swarraton Partners Directors Limited; Colin Flannery; Michael Mannering; Malcolm McCulloch; Simon Oliver; Christopher Saunders
<b>Company secretary:</b>	Curzon Corporate Secretaries Limited
<b>Shareholdings held by the directors and secretary:</b>	Christopher Saunders – 4,218 £1 shares Michael Mannering – 1,621 £1 shares Swarraton Partners LP – 5,354 £1 shares Swarraton Partners (Nominees) Ltd – 302 £1 shares Malcolm McCulloch – 291 £1 shares James Donaldson – 213 £1 shares
<b>Date of the administration appointment:</b>	21 April 2015
<b>Administrators' names and addresses:</b>	Zelf Hussain and David Christian Chubb of PricewaterhouseCoopers LLP, 7 More London Riverside, London, SE1 2RT  Case contact: madeline.finkill@uk.pwc.com
<b>Appointor's / applicant's name and address:</b>	Directors of Navetas
<b>Objective being pursued by the administrators:</b>	(b) achieving a better result for the Company's creditors as a whole than would be likely if the Companies were wound up (without first being in administration.
<b>Division of the administrators' responsibilities:</b>	In relation to paragraph 100(2) Sch.B1 IA86, during the period for which the Administration is in force, Zelf Hussain and David Chubb are the joint administrators being appointed and will exercise all functions jointly and severally.
<b>Whether and why the Administrators intend to apply to court under Section 176A(5) IA86:</b>	No
<b>The European Regulation on Insolvency Proceedings (Council Regulation (EC) No. 1346/2000 of 29 May 2000):</b>	The European Regulation on Insolvency Proceedings applies to this administration and the proceedings are main proceedings.
<b>Proposed end to the Administration</b>	Dissolution
<b>Dividend for unsecured creditors:</b>	5.49p in the £
<b>Estimated values of the prescribed part and the Company's net property:</b>	Net property of £23,560k; prescribed part of £7,712k

Navetas Energy Management Limited & Intelligent Sustainable Energy Limited – both  
in administration

## 2. Statutory and other information

<b>Case name</b>	<b>ISE</b>
<b>Court details for the administration:</b>	High Court of Justice, Chancery Division, Bristol District Registry Case numbers 206 of 2015.
<b>Full name:</b>	Intelligent Sustainable Energy Limited
<b>Trading name:</b>	Intelligent Sustainable Energy Limited
<b>Registered number:</b>	06522724
<b>Registered address:</b>	Central Square, 29 Wellington Street, Leeds, LS1 4DL
<b>Company directors:</b>	Stephen Brooke; James Donaldson; Malcolm McCulloch; Christopher Saunders
<b>Company secretary:</b>	Curzon Corporate Secretaries Limited
<b>Shareholdings held by the directors and secretary:</b>	None
<b>Date of the administration appointment:</b>	21 April 2015
<b>Administrators' names and addresses:</b>	Zelf Hussain and David Christian Chubb of PricewaterhouseCoopers LLP, 7 More London Riverside, London, SE1 2RT  Case contact: madeline.finkill@uk.pwc.com
<b>Appointor's / applicant's name and address:</b>	Directors of ISE
<b>Objective being pursued by the administrators:</b>	(b) achieving a better result for the Company's creditors as a whole than would be likely if the Companies were wound up (without first being in administration.
<b>Division of the administrators' responsibilities:</b>	In relation to paragraph 100(2) Sch.B1 IA86, during the period for which the Administration is in force, Zelf Hussain and David Chubb are the joint administrators being appointed and will exercise all functions jointly and severally.
<b>Whether and why the Administrators intend to apply to court under Section 176A(5) IA86:</b>	Not applicable – no floating charge, so the prescribed part does not apply.
<b>The European Regulation on Insolvency Proceedings (Council Regulation (EC) No. 1346/2000 of 29 May 2000):</b>	The European Regulation on Insolvency Proceedings applies to this Administration and the proceedings are main proceedings.
<b>Proposed end to the Administration</b>	Dissolution
<b>Estimated dividend for unsecured creditors:</b>	No distribution to unsecured creditors
<b>Estimated values of the prescribed part and the Company's net property:</b>	There is no floating charge so the prescribed part is not applicable.

### 3. Receipts and payments account for the period

Navetas Energy Management Ltd - in administration  
Administrators' abstract of receipts and payments

Directors' Statement of Affairs	21 April 2015 to 13 September 2016	14 September 2016 to 13 March 2017	14 March 2017 to 13 April 2017	Total
£	£	£	£	£
<b>FIXED CHARGE REALISATIONS</b>				
NIL Technology patents & brand	963.81	-	-	963.81
	<b>963.81</b>			<b>963.81</b>
<b>COST OF REALISATION / PAYMENTS</b>				
Legal fees	(963.81)	-	-	(963.81)
<b>FIXED CHARGE REALISATIONS/(PAYMENTS)</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>FLOATING CHARGE REALISATIONS</b>				
Bank interest	97.50	-	-	97.50
470 Office furniture	-	-	-	-
70,916 Manufacturing equipment	-	-	-	-
104,033 Cash at bank	102,470.40	-	-	102,470.40
3,484,261 Inter-company loan (ISE)	-	-	-	-
901,159 Shares held in ISE	-	-	-	-
NIL Disaggregation technology licence with Sensus	-	-	-	-
42,414 Trade debtors	13,498.55	-	-	13,498.55
8,290 Lab equipment & other engineering/IT equipment	10,530.32	-	-	10,530.32
11,973 Stock	2,702.21	-	-	2,702.21
Books and records	3.00	-	-	3.00
Less:				
wage arrears	(8,184.12)	-	-	(8,184.12)
duress suppliers	(1,702.15)	-	-	(1,702.15)
	<b>119,415.71</b>	<b>-</b>	<b>-</b>	<b>119,415.71</b>
<b>COST OF REALISATION / PAYMENTS</b>				
Agents' fees	(750.00)	-	-	(750.00)
Insurance	(318.00)	-	-	(318.00)
Legal fees	(4,249.49)	(2,907.14)	-	(7,156.63)
Loan to ISE re patent fees	(2,040.00)	2,040.00	-	-
Statutory advertising	(76.72)	(73.00)	-	(149.72)
Pre-appt administrators fees	-	-	(5,649.70)	(5,649.70)
Administrators fees	-	(50,000.00)	(26,000.00)	(76,000.00)
Administrators expenses	-	(371.06)	-	(371.06)
	<b>(7,434.21)</b>	<b>(51,311.20)</b>	<b>(31,649.70)</b>	<b>(90,395.11)</b>
<b>PREFERENTIAL CREDITORS</b>				
(18,518) Dividend at 100p in the £	-	(5,460.14)	-	(5,460.14)
Net property	111,981.50	(56,771.34)	(31,649.70)	23,560.46
<b>Prescribed part</b>				
(76,916) First and final dividend on 5-49p in the £	-	-	(2,712.09)	(2,712.09)
Administrators' costs of distribution	-	-	(5,000.00)	(5,000.00)
<b>SECURED CREDITORS</b>				
(785,534) Debt secured by floating charges	-	-	(15,848.37)	(15,848.37)
VAT control account	432.19	(14.60)	(417.59)	-
<b>Balance*</b>	<b>112,413.69</b>	<b>(56,785.94)</b>	<b>(50,627.75)</b>	<b>0.00</b>

\*account removed from interest bearing to finalise the tax position

### 3. Receipts and payments account for the period

**Intelligent Sustainable Energy Limited - in administration**  
**Administrators' abstract of receipts and payments**

Directors' Statement of Affairs	21 April 2015 to 13 September 2016	14 September 2016 to 13 March 2017	14 March 2017 to 13 April 2017	Total
£	£	£	£	£
<b>UNCHARGED REALISATIONS</b>				
Bank interest	17.15	-	-	17.15
Intercompany loan	2,040.00	(2,040.00)	-	-
NIL Disaggregation technology patents	120,000.00	-	-	120,000.00
Purchaser contribution to costs	2,340.00	-	-	2,340.00
NIL ISIS Technology licence	-	-	-	-
27,769 Lab equipment & other engineering/IT equipment	13,233.33	-	-	13,233.33
2,314 Office furniture	-	-	-	-
NIL Stock and trade debtors	-	-	-	-
18 Cash at bank	-	-	-	-
2,750 Rent deposit	-	-	-	-
60 Employee cycle scheme	-	-	-	-
Third party funds	-	-	-	-
Loan from Navetas re legal fees (now repaid)	-	-	-	-
Less:				
wage arrears	(6,056.22)	-	-	(6,056.22)
	<b>131,574.26</b>	<b>(2,040.00)</b>	<b>-</b>	<b>129,534.26</b>
<b>COST OF REALISATION / PAYMENTS</b>				
Agents' fees	(750.00)	-	-	(750.00)
Bank charges	(45.00)	-	(15.00)	(60.00)
Insurance	(318.00)	-	-	(318.00)
Legal fees	(21,631.28)	(5,850.86)	-	(27,482.14)
Patent renewal fees	(1,701.15)	-	-	(1,701.15)
Patent valuation advice	(5,285.50)	-	-	(5,285.50)
Statutory advertising	(153.44)	-	-	(153.44)
Pre appt administrators fees	-	-	(2,421.30)	(2,421.30)
Administrators fees	-	(50,000.00)	(17,461.80)	(67,461.80)
Administrators expenses	-	(284.17)	(194.20)	(478.37)
Corporation tax liability	-	(17,083.20)	-	(17,083.20)
	<b>(29,884.37)</b>	<b>(73,218.23)</b>	<b>(20,092.30)</b>	<b>(123,194.90)</b>
<b>PREFERENTIAL CREDITORS</b>				
(20,000) Employees arrears of wages and holidays	-	(6,339.36)	-	(6,339.36)
<b>UNSECURED CREDITORS</b>				
(3,558,101) Trade creditors	-	-	-	-
VAT control account	(3,851.31)	5,317.92	(1,466.61)	-
<b>Balance*</b>	<b>97,838.58</b>	<b>(76,279.67)</b>	<b>(21,558.91)</b>	<b>(0.00)</b>

\*account removed from interest bearing to finalise the tax position

#### 4. Statement of expenses for the periods from 14 September 2016 to 13 March 2017 and from 14 March 2017 to closure

The following tables provides details of our expenses. Expenses are amounts properly payable by us as administrators from the estate and exclude distributions to creditors. The table should be read in conjunction with the receipts and payments account at Appendix B, which shows expenses actually paid during the period and the total paid to date.

##### Summary of Navetas expenses for the period from 14 September 2016 to 13 March 2017

Navetas	Expenses incurred at 13 September 2016	Unpaid expenses at 13 September 2016	Expenses incurred between 14 September 2016 to 13 March 2017	Expenses paid between 14 September 2016 to 13 March 2017	Unpaid expenses at 13 March 2017
	£	£	£	£	£
Agents' fees	750.00	-	-	-	-
Insurance	318.00	-	-	-	-
Legal fees and expenses - post-appointment	7,156.63	2,907.14	-	2,907.14	-
Administrators' fees - pre-appointment	5,649.70	5,649.70	-	-	5,649.70
Administrators' fees - post-appointment	110,838.25	110,838.25	22,279.70	50,000.00	83,117.95
Administrators' disbursements - post-appointment	371.06	371.06	-	371.06	-
Statutory advertising	76.72	-	73.00	73.00	-
	<b>125,160.36</b>	<b>119,766.15</b>	<b>22,352.70</b>	<b>53,351.20</b>	<b>88,767.65</b>

##### Summary of anticipated Navetas expenses for the period from 14 March 2017 to closure

Navetas	Expenses incurred at 13 March 2017	Unpaid expenses at 13 March 2017	Expenses incurred between 14 March 2017 to 13 April 2017	Expenses paid between 14 March 2017 to 13 April 2017	Unpaid expenses at 13 April 2017
	£	£	£	£	£
Agents' fees	750.00	-	-	-	-
Insurance	318.00	-	-	-	-
Legal fees and expenses - post-appointment	7,156.63	-	-	-	-
Administrators' fees - pre-appointment	5,649.70	5,649.70	-	5,649.70	-
Administrators' fees - post-appointment	133,117.95	83,117.95	10,000.00	31,000.00	62,117.95
Administrators' disbursements - post-appointment	371.06	-	-	-	-
Statutory advertising	149.72	-	-	-	-
	<b>147,513.06</b>	<b>88,767.65</b>	<b>10,000.00</b>	<b>36,649.70</b>	<b>62,117.95</b>

Navetas Energy Management Limited & Intelligent Sustainable Energy Limited – both in administration

#### 4. Statement of expenses for the periods from 14 September 2016 to 13 March 2017 and from 14 March 2017 to closure

##### Summary of ISE expenses for the period from 14 September 2016 to 13 March 2017

ISE	Expenses incurred at 13 September 2016	Unpaid expenses at 13 September 2016	Expenses incurred between 14 September 2016 to 13 March 2017	Expenses paid between 14 September 2016 to 13 March 2017	Unpaid expenses at 13 March 2017
	£	£	£	£	£
Agents' fees	750.00	-	-	-	-
Insurance	318.00	-	-	-	-
Bank charges	45.00	-	-	-	-
Legal fees and expenses - post-appointment	27,482.14	5,850.86	-	5,850.86	-
Administrators' fees - pre-appointment	2,421.30	2,421.30	-	-	2,421.30
Administrators' fees - post-appointment	124,004.15	124,004.15	19,553.70	50,000.00	93,557.85
Administrators' disbursements - post-appointment	478.37	478.37	-	284.17	194.20
Patent renewal fees	1,701.15	-	-	-	-
Patent valuation advice	5,285.50	-	-	-	-
Corporation tax	17,083.20	17,083.20	-	17,083.20	-
Statutory advertising	153.44	-	-	-	-
<b>Total</b>	<b>179,722.35</b>	<b>149,837.88</b>	<b>19,553.70</b>	<b>73,218.23</b>	<b>96,173.35</b>

##### Summary of anticipated ISE expenses for the period from 14 March 2017 to closure

ISE	Expenses incurred at 13 March 2017	Unpaid expenses at 13 March 2017	Expenses incurred between 14 March 2017 to 13 April 2017	Expenses paid between 14 March 2017 to 13 April 2017	Unpaid expenses at 13 April 2017
	£	£	£	£	£
Agents' fees	750.00	-	-	-	-
Insurance	318.00	-	-	-	-
Bank charges	45.00	-	15.00	15.00	-
Legal fees and expenses - post-appointment	27,482.14	-	-	-	-
Administrators' fees - pre-appointment	2,421.30	2,421.30	-	2,421.30	-
Administrators' fees - post-appointment	143,557.85	93,557.85	5,000.00	17,461.80	81,096.05
Administrators' disbursements - post-appointment	478.37	194.20	-	194.20	-
Patent renewal fees	1,701.15	-	-	-	-
Patent valuation advice	5,285.50	-	-	-	-
Corporation tax	17,083.20	-	-	-	-
Statutory advertising	153.44	-	-	-	-
<b>Total</b>	<b>199,275.95</b>	<b>96,173.35</b>	<b>5,015.00</b>	<b>20,092.30</b>	<b>81,096.05</b>

Navetas Energy Management Limited & Intelligent Sustainable Energy Limited – both in administration

## 5. Information about remuneration and Category 2 disbursements in the period

Detailed below is information regarding our time charging and disbursements policy.

### Time charging policy

Set out below are the relevant maximum charge-out rates per hour worked for the grades of the Administrators' staff actually or likely to be involved on this assignment. Time is charged by reference to actual work carried out on the assignment. There has been no allocation of any general costs or overhead costs.

Grade	Prior to 1 July 2016 £	From 1 July 2016 £
Partner	590	600
Director	490	500
Senior manager	425	435
Manager	340	345
Senior associate – qualified	255	260
Senior associate – unqualified	185	190
Associate	165	170
Support staff	87	89

Specialist departments within the Administrators' firm such as Tax, VAT, Property and Pensions may charge a small number of hours if and when the Administrators required their expert advice. Such specialists' rates do vary but the figures below provide an indication of the maximum rate per hour.

Grade	Prior to 1 July 2016 £	From 1 July 2016 £
Partner	1,190	1,250
Director	1,095	1,150
Senior manager	835	1,170
Manager	605	700
Senior associate – qualified	445	515
Senior associate – unqualified	280	295
Associate	240	255
Support staff	140	140

All staff who worked on this assignment (including cashiers, support and secretarial staff) charged time directly to the assignment and are included within any analysis of time charged. Each grade of staff is allocated an hourly charge out rate which was reviewed from time to time. Work undertaken by cashiers, support and secretarial staff is charged for separately and is not included in the hourly rates charged by partners or other members of staff. Time is charged by reference to actual work carried out on the assignment in six minute units. The minimum time chargeable is three minutes (i.e. 0.5 units).

We set out overleaf an analysis of our time costs for the period 14 September 2016 to 13 March 2017 and details of work undertaken. We have not submitted details of our time costs for the final period, as none of this time will be recovered and it will therefore be written off.

## 5. Information about remuneration and Category 2 disbursements in the period

### Navetas Energy Management Limited

#### Analysis of time costs for the period from 14 Sep 2016 to 13 Mar 2017

Aspect of assignment	Partner	Director	Senior Manager	Manager	Senior Associate	Associate	Secretarial	Total hours	Time cost £	Average hourly rate £
1 Strategy & Planning	-	-	0.15	1.05	-	5.75	-	6.95	1,405.00	202.16
2 Secured creditors	-	-	-	-	-	0.55	-	0.55	93.50	170.00
3 Trading	-	-	-	-	-	-	-	-	-	-
4 Creditors	-	-	1.30	6.40	0.30	12.40	0.50	20.90	8,004.00	239.43
5 Accounting and treasury	-	-	-	0.40	2.10	1.65	0.25	4.40	858.00	195.00
6 Statutory and compliance	1.00	-	0.25	12.05	-	8.05	2.95	24.30	6,737.03	277.24
7 Tax & VAT	-	-	2.50	3.36	3.65	22.36	-	31.87	7,655.65	240.21
8 Employees & pensions	-	-	-	0.20	0.80	0.30	-	1.30	492.00	378.46
9 Closure procedures	-	-	-	0.10	-	-	-	0.10	34.50	345.00
<b>Total for the period</b>	<b>1.0</b>	<b>-</b>	<b>4.2</b>	<b>23.6</b>	<b>6.9</b>	<b>31.1</b>	<b>3.7</b>	<b>90.37</b>	<b>22,279.70</b>	<b>246.54</b>
<b>Brought forward at 13 Sep 2016</b>								<b>419.71</b>	<b>110,921.75</b>	
<b>Total</b>								<b>510.08</b>	<b>133,201.45</b>	

The total time costs included in our last report included the time costs incurred in the period from our appointment (21 April 2015) to 13 September 2016.

Navetas Energy Management Limited & Intelligent Sustainable Energy Limited – both in administration



## 5. Information about remuneration and Category 2 disbursements in the period

### Analysis of time costs - explanation of work undertaken

The following tables explain the key elements of our work, as summarised in the next table of time costs, by grade of staff and area of work

Case:	Navetas
Area of Work	Work undertaken includes:
Statutory & compliance	<ul style="list-style-type: none"> <li>• Maintaining case files and records and preparing them for closure</li> <li>• Management of the website</li> <li>• Ensuring compliance with the insolvency legislation</li> <li>• Preparing and distributing the Administrators' six monthly progress report and final report to creditors</li> <li>• Meeting internal compliance regulations</li> <li>• Obtaining closure from relevant third parties before closure</li> <li>• Updating records with intention to close the case and fulfilling internal duties</li> </ul>
Tax & VAT	<ul style="list-style-type: none"> <li>• Liaising with the VAT team regarding the post appointment tax position</li> <li>• Completion and submission of statutory tax and VAT returns</li> <li>• Preparation and review of the VAT reconciliation</li> <li>• Obtaining Tax clearance</li> <li>• VAT deregistration process</li> </ul>
Creditors	<ul style="list-style-type: none"> <li>• Declaration and payment of preferential dividend</li> <li>• Issuing the Notice of intended dividend to creditors</li> <li>• Reviewing and adjudicating on claims received</li> <li>• Finalising funds available to unsecured creditors under the prescribed part and declaring and paying the dividend</li> <li>• Distributing funds to the Secured creditor</li> </ul>
Accounting & treasury	<ul style="list-style-type: none"> <li>• Performing bank reconciliations</li> <li>• Banking VAT refund cheques</li> <li>• Paying final costs preparing account to be closed</li> </ul>
Employees and Pensions	<ul style="list-style-type: none"> <li>• Agreement of RPO preferential claim</li> </ul>

## 5. Information about remuneration and Category 2 disbursements in the period

### Intelligent Sustainable Energy Limited

Analysis of time costs for the period from 14 Sep 2016 to 13 Mar 2017

Aspect of assignment	Partner	Senior Manager	Manager	Senior Associate	Associate	Secretarial	Total hours	Time cost £	Average hourly rate £
1 Strategy & Planning	-	0.15	1.20	-	7.65	-	9.00	1,779.75	197.75
2 Assets	-	-	-	-	0.30	-	0.30	51.00	170.00
3 Creditors	-	-	0.90	0.30	1.10	0.30	2.60	602.20	231.62
4 Accounting and treasury	-	-	0.50	2.50	5.55	0.25	8.80	1,681.50	185.40
5 Statutory and compliance	1.00	1.60	13.45	-	11.85	2.45	30.35	8,408.80	277.06
6 Tax & VAT	-	1.45	3.33	4.30	21.53	-	30.61	7,003.45	228.80
7 Closure procedures	-	-	0.10	-	0.25	-	0.35	77.00	220.00
<b>Total for the period</b>	<b>1.0</b>	<b>3.2</b>	<b>19.6</b>	<b>7.1</b>	<b>48.2</b>	<b>3.0</b>	<b>82.01</b>	<b>19,553.70</b>	<b>238.43</b>
<b>Brought forward at 13 Sep 2016</b>							<b>448.29</b>	<b>124,004.15</b>	
<b>Total</b>							<b>530.30</b>	<b>143,557.85</b>	

The total time costs included in our last report included the time costs incurred in the period from our appointment (21 April 2015) to 13 September 2016.

Navetas Energy Management Limited & Intelligent Sustainable Energy Limited – both in administration

## 5. Information about remuneration and Category 2 disbursements in the period

Case:	ISE
Area of work	Work undertaken in the period includes:
Statutory & compliance	<ul style="list-style-type: none"> <li>• Maintaining case files and records and preparing them for closure</li> <li>• Management of the website</li> <li>• Ensuring compliance with the insolvency legislation</li> <li>• Preparing and distributing the Administrators' six monthly progress report and final report to creditors</li> <li>• Meeting internal compliance regulations</li> <li>• Obtaining closure from relevant third parties before closure</li> <li>• Updating records with intention to close the case and fulfilling internal duties</li> </ul>
Accounting & treasury	<ul style="list-style-type: none"> <li>• Performing bank reconciliations</li> <li>• Payment of costs</li> <li>• Banking VAT refund cheques</li> <li>• Preparation for bank account to be closed</li> </ul>
Creditors	<ul style="list-style-type: none"> <li>• Declaring and paying the preferential dividend</li> <li>• Responding to creditor enquiries following the distribution of the third progress report</li> </ul>
Strategy & planning	<ul style="list-style-type: none"> <li>• Internal team meetings and decision making with regards to the distribution to unsecured creditors</li> <li>• Case progression meetings</li> <li>• Planning for closure of the case and review within the team</li> </ul>
Tax & VAT	<ul style="list-style-type: none"> <li>• Completion and submission of statutory tax and VAT returns</li> <li>• Calculating the potential tax liability</li> <li>• Analysing deductible costs</li> <li>• Completion and submission of statutory tax and VAT returns</li> <li>• Paying the tax liability</li> <li>• Preparation and review of the VAT reconciliation</li> <li>• Obtaining Tax clearance</li> <li>• VAT deregistration process</li> </ul>

## 5. Information about remuneration and Category 2 disbursements in the period

### Disbursements

Our firm's expenses policy allows for all properly incurred expenses to be recharged to the case (excluding VAT) as set out in the tables below, covering the period of this report.

Category	Policy	Navetas	ISE
1	All disbursements not falling under category 1 are recharged at cost	-	-
2	Photocopying is charged at 5 pence per sheet copies - only charged for circulars to creditors and other bulk copying	-	-
2	Mileage is charged at a maximum of 71 pence per mile (up to 2,000cc) or 93 pence per mile (over 2,000cc)	-	-
	<b>Total for 14 September 2016 to 12 April 2017</b>	<b>£0.00</b>	<b>£0.00</b>
	<b>Total brought forward at 13 September 2016</b>	<b>£371.06</b>	<b>£478.37</b>
	<b>Total</b>	<b>£371.06</b>	<b>£478.37</b>

There is no statutory requirement for the Administrators to seek approval to draw expenses or disbursements. However, professional guidance issued to insolvency practitioners requires that, where the Administrators propose to recover costs which, whilst being in the nature of expenses or disbursements, may include an element of shared or allocated costs (such as room hire, document storage or communication facilities provided by the Administrators' own firm), they must be disclosed and be authorised by those responsible for approving their remuneration. Such expenses are known as "Category 2" disbursements and they must be directly incurred on the case and subject to a reasonable method of calculation and allocation.

We have no business or personal relationships with parties responsible for approving remuneration or who provide services to the Joint Administrators in respect of the appointment where the relationship could give rise to a conflict of interest.

All disbursements set out above have been paid during the period of this report.

### Summary of legal and other professional firms instructed during the administration.

None of the below firms were instructed during the period covered by this report. All outstanding fees were paid to all third parties before closure.

### Navetas

Service provided	Name of firm / organisation	Reason selected	Basis of fees
Legal advice	Veale Wasbrough Vizards LLP	Expertise	Time costs
Insurance	Marsh	Expertise	Fixed premium

## **5. Information about remuneration and Category 2 disbursements in the period**

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### **ISE**

Service provided	Name of firm / organisation	Reason selected	Basis of fees
Legal advice	Veale Wasbrough Vizards LLP	Expertise	Time costs
Patent valuers	Metis Partners	Industry knowledge	Fixed fee
Patent agents	Boult Wade Tennant	Industry knowledge	Renewal costs
Insurance	Marsh	Expertise	Fixed premium

## 6. Approval of unpaid pre-Administration costs

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The pre-appointment costs were incurred, net of VAT, with the view of the Companies going into Administration. An analysis of our time costs was provided in our statement of proposals.

All pre-appointment costs have been paid as an expense of the administration after obtaining approval under Rule 2.67 of the Insolvency rules 1986 and not part of the proposals subject to approval under paragraph 53 Sch.B1 IA86.

	Unpaid amount (£)	Paid amount (£)
Fees charged by the Joint Administrators		
- Navetas	-	5,649.70
- ISE	-	2,421.30
Expenses incurred by the Joint Administrators	-	-
Pre appointment fees charged by third parties instructed by the Joint Administrators (net)	-	-
Pre appointment expenses charged by third parties instructed by the Joint Administrators (net)	-	-
<b>Total</b>	-	<b>8,071.00</b>

## 7. Summary of the Administrator's proposals.

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Our proposals for achieving the purpose of administration are as follows.

- i) We'll continue to manage and finance the Companies' business, affairs and assets from asset realisations as we consider appropriate. We'll do this with a view to achieving a better result for the Companies' creditors as a whole than would be likely if the Companies were wound up (without first being in administration).
- ii) We may investigate and, if appropriate, pursue any claims the Companies might have. We'll also do anything else we think appropriate, to achieve the purpose of the administration or to protect and preserve the Companies' assets or to maximise realisations or for any other purpose incidental to these proposals.
- iii) If we think there will be money for unsecured creditors, we may (but we won't have to) agree in principle the claims of unsecured creditors for confirmation by a subsequent liquidator. The costs of doing this may be charged to the administration, as part of our fees, or paid out of the prescribed part, depending on whether or not there will be a dividend for unsecured creditors other than the prescribed part. If we choose not to agree the claims in principle and there is money for unsecured creditors, a subsequent liquidator will agree the claims.
- iv) If we think there will be money for unsecured creditors, we may ask the court to allow us to pay dividends to those creditors. If we choose not to ask the court for such an order and there is enough money for unsecured creditors, a subsequent liquidator will pay dividends to them.
- v) We may use one or more "exit route" strategies to end the administration, but we're likely to choose the following options as being the most cost effective and practical in this case:-
  - (a) Once we've disposed of all the assets and finished our work, we'll put the Companies into creditors' voluntary liquidation. If this happens, we propose that David Christian Chubb and Zelf Hussain are appointed as Joint Liquidators and that any act required or authorised to be done by the Joint Liquidators can be done by either or both of them. Creditors may, before these proposals are approved, nominate a different person or persons as Liquidator(s), in accordance with paragraph 83(7)(a) of schedule B1 to the Insolvency Act 1986 and Rule 2.117A(2)(b) of the Insolvency Rules 1986.
  - (b) Once we've finished disposing of the assets we'll apply to the court for permission to pay any surplus funds to unsecured creditors. If this is granted, we'll end the administration by filing a notice with the Registrar of Companies and the Companies will be dissolved three months later. If we don't get permission we'll put the Companies into creditors' voluntary liquidation in accordance with paragraph (a) above or comply with the terms of any court order where different.
- vi) We'll be discharged from liability in respect of any of our actions as administrators as follows:

### **Navetas**

In the case of Navetas, we will be discharged from liability at a time set by the secured creditor, or if a dividend has been or may be paid to the preferential creditors, at a time set by the secured and preferential creditors, or at a time set by the court.

### **ISE**

In the case of ISE, we will be discharged from liability 14 days after our appointment as administrators of the Company ends or at a time set by the court.

- vii) We propose that the unpaid pre-administration costs set out at Appendix A are approved for payment as an expense of the administration. The payment of unpaid pre-administration costs as an expense of the administration is subject to approval under rule 2.67A of the Insolvency Rules 1986 and is not part of the proposals subject to approval under paragraph 53 of Schedule B1 to the Insolvency Act 1986.

### **Navetas**

In the case of Navetas, because we've said we think the Company doesn't have enough assets to

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**Navetas Energy Management Limited & Intelligent Sustainable Energy Limited – both in administration**

## **7. Summary of the Administrator's proposals.**

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pay anything to unsecured creditors other than via the prescribed part, we'll ask the secured and preferential creditors to approve our costs for payment.

### **ISE**

With respect to ISE, if you elect a committee it will be up to that committee to approve payment of the unpaid pre-administration costs as an expense of the administration. Otherwise, the payment will be dealt with by creditors' resolution at the creditors meeting.

viii) We propose that our fees be fixed based on the time we and our staff spend on the case at our normal charge out rates for this type of work. We also propose that disbursements for services provided by our firm (defined as Category 2 disbursements in Statement of Insolvency Practice No.9) are charged as per our firm's policy as set out in Appendix D.

ix)

### **Navetas**

In the case of Navetas, because we've said we think the Company doesn't have enough assets to pay anything to unsecured creditors other than via the prescribed part we'll ask the secured creditor and preferential creditors to do so instead. If they do not fix the basis of our fees and Category 2 disbursements, we may apply to the court to fix them no later than 18 months after the date of our appointment.

### **ISE**

In the case of ISE, it will be up to the creditors' committee to fix the basis of our fees and Category 2 disbursements. But if there's no committee, we'll ask the general body of creditors to do so instead. If creditors or the committee do not fix the basis of our fees and Category 2 disbursements, we may apply to the court to fix them no later than 18 months after the date of our appointment.

We'll ask you to vote upon the following matters at the initial meeting of creditors of ISE:-

- The approval of our proposals for achieving the purpose of administration.
- Whether the creditors wish to form a committee.
- If creditors don't form a committee, the approval for payment of the unpaid pre-administration costs as an administration expense.
- If creditors don't form a committee, the basis of our fees and Category 2 disbursements.
- If creditors don't form a committee, the timing of our discharge from liability.