



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

1 Company details

Company number	0	6	9	1	7	1	3	3
Company name in full	Compound Photonics Group Limited							

→ Filling in this form

Please complete in typescript or in
bold black capitals.

2 Administrator's name

Full forename(s)	Geoffrey Paul
Surname	Rowley

3 Administrator's address

Building name/number	2nd Floor
Street	110 Cannon Street
Post town	London
County/Region	
Postcode	E C 4 N 6 E U
Country	

4 Administrator's name ①

Full forename(s)	Philip Lewis
Surname	Armstrong

① Other administrator

Use this section to tell us about
another administrator.

5 Administrator's address ②

Building name/number	2nd Floor
Street	110 Cannon Street
Post town	London
County/Region	
Postcode	E C 4 N 6 E U
Country	

② Other administrator

Use this section to tell us about
another administrator.

AM10

Notice of administrator's progress report

6 Period of progress report

From date	^d 1	^d 7	^m 0	^m 2	^y 2	^y 0	^y 2	^y 3
To date	^d 1	^d 6	^m 0	^m 8	^y 2	^y 0	^y 2	^y 3

7 Progress report

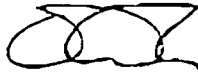
☒ I attach a copy of the progress report

8 Sign and date

Administrator's
signature

Signature

X



X

Signature date

^d 1	^d 5	^m 0	^m 9	^y 2	^y 0	^y 2	^y 3
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**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	Geoffrey Paul Rowley
Company name	FRP Advisory Trading Limited
Address	2nd Floor 110 Cannon Street
Post town	London
County/Region	
Postcode	E C 4 N 6 E U
Country	
DX	cp.london@frpadvisory.com
Telephone	020 3005 4000

**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

FRP

Compound Photonics Group Limited (in Administration)

Compound Photonics UK Limited (in Administration)

Compound Photonics Limited (in Administration)

Together; "the UK administration entities"

The High Court of Justice NO. 000726 OF 2023, NO. 00727 of 2023 & NO. 00728 OF 2023

The Administrator's Progress Report for the period 17 February 2023 – 16 August 2023 pursuant to Rule 18.3 of the Insolvency (England and Wales) Rules 2016

15 September 2023

Contents and abbreviations

FRP

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| 2. | Estimated Outcome for creditors |
| 3. | Administrators' remuneration, disbursements, expenses and pre-appointment costs |

Appendix	Content
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| A. | Statutory information regarding the Company and the appointment of the Administrators |
| B. | Form AM10 - formal notice of the progress report |
| C. | A schedule of work |
| D. | Details of the Administrators' time costs and disbursements for the Period |
| E. | Receipts and payments account for the Period |
| F. | Statement of expenses incurred in the Period |

The following abbreviations may be used in this report:

FRP	FRP Advisory Trading Limited
The Company / CPGL	Compound Photonics Group Limited (In Administration)
The Group	Compound Photonics Group Limited (In Administration), Compound Photonics UK Ltd (in Administration), Compound Photonics Ltd (in Administration) and Compound Photonics U.S.

The UK administration entities

Compound Photonics Group Limited (In Administration), Compound Photonics UK Ltd (in Administration), Compound Photonics Ltd (in Administration)

The Administrators Geoffrey Paul Rowley and Philip Lewis Armstrong of FRP Advisory Trading Limited

The Period The reporting period 17 February 2023 to 16 August 2023

CVL Creditors' Voluntary Liquidation

SIP Statement of Insolvency Practice

QFCH Qualifying floating charge holder

HMRC HM Revenue & Customs

CPUK Compound Photonics UK Ltd

CPL Compound Photonics Ltd

CPUS Compound Photonics U.S.

Contents and abbreviations

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Snap	Snap Inc.
MVL	Members Voluntary Liquidation
OFSI	Office of Financial Sanctions Implementation

1. Progress of the Administration

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Work undertaken during the period

I attach at **Appendix C** a schedule of work undertaken during the period together with a summary of work still to be completed.

This report should be read in conjunction with the Proposals. Key developments in the Period are summarised below.

Snap Inc shares and deferred consideration

The principal asset held by the UK administration entities are the Snap shares held by CPL and CPUS (the wholly owned subsidiary incorporated in the US), in addition to the deferred consideration payable to those same entities from Snap (either in shares, or in cash), due in January 2025.

The Administrators have corresponded with Snap to ensure the ownership of those shares is correctly registered as being with CPL, with instructions over any actions taken in relation to those shares to only be provided by the Administrators (or the new director of CPUS, in relation to those shares held by CPUS).

Alongside this, in accordance with the terms of the asset purchase agreement entered into between the Group and Snap, the Administrators have taken all steps required by Snap to transfer intellectual property (primarily patents) to Snap.

CPUS

Following the appointment of the replacement director over this fully owned subsidiary of CPL, the Administrators have liaised with the director in progressing open matters within that entity as follows:

Bank account

As referenced within the Proposals, the Administrators assisted CPUS in providing all necessary information to open a new bank account (all the know your client information, appointment and OFSI licensing documentation). This bank account was successfully opened with Flagstar Bank on 18 April 2023, following which all

funds held within the Wells Fargo account were successfully transferred to CPUS. This has facilitated CPUS making payments to preserve its status and ensure the future receipt of the deferred Snap consideration can be receipted in January 2025.

Employee claims and potential settlement

In conjunction with CPUS's appointed legal advisors, Lowenstein Sandler LLP, the Administrators and their legal advisors, Fieldfisher LLP, have considered the position regarding the continuation of the settlement discussions with the employees (regarding their claims in relation to incentive payments arising from the sale to Snap). After careful consideration of the legal advice, in light of the potential litigation costs arising from disputing the employee claims, the Administrators of CPL (as 100% shareholder of CPUS) have agreed that these settlement discussions should be progressed. These discussions are being led by Lowenstein Sandler LLP.

Snap Inc

As referenced above, the Administrators have liaised with the director of CPUS to take all steps to preserve the rights of CPUS regarding it securing the future deferred consideration from Snap.

OFSI Licence

As outlined in the Proposals, the Administrators received an the OFSI licence approving the Administrators to undertake the UK administrations in accordance with statutory obligations under the Insolvency Act.

We have continued to fulfil the reporting obligations assumed under that OFSI licence by providing regular updates to OFSI regarding any developments in the case across all of the UK administration entities.

Bank accounts

As referenced within the Proposals, the Joint Administrators received approval to open bank accounts with Barclays on 3 April 2023. Following the filing of the necessary paperwork, the Administrators have opened both GBP and USD bank

1. Progress of the Administration

FRP

accounts with the expectation that both funds in both currencies will be received during the UK administrations. No funds have been received during the Period of this report.

Minority shareholder Supreme Court Appeal

As outlined in the Proposals, the Court of Appeal ordered that the minority shareholders should pay £400,000 in relation to litigation regarding the treatment of the minority shareholders under the transaction with Snap. This cost order was by way of an interim payment in respect of the costs incurred by CPGL and CPUK, which total of £1,338,042 (as at July 2022).

The minority shareholder group applied for permission to appeal this decision to the Supreme Court, but this was refused resulting in the aforementioned costs order applying. The Administrators, in consultation with their legal advisors, sought the consent of the minority shareholders to lift the stay in the Court of Appeal's order regarding the payment of the interim costs. This was not obtained, hence the Administrators applied to Court to achieve this, which was heard by remote hearing on 25 July 2023. The Court found in favour of the Administrators and ordered that the stay be lifted and the payment be made within seven days of the date of the order.

Following extensive correspondence with the legal representatives of the minority shareholder, £422,881 was paid (being the £400k plus applicable interest) into CPGL's administration bank account on 1 September 2023 (via their insurer). Given this receipt occurred after the period of this report, it is not included in the Receipts and Payments in Appendix E.

Following the receipt of these funds the Administrators have liaised with Fieldfisher LLP to commence preparation of a detailed costs assessment to recover further legal costs incurred prior to the appointment of administrators under the same principles as this order.

VAT claim

As outlined in the Proposals, CPGL has an ongoing VAT dispute with HMRC regarding a payment of \$666,625 made to HMRC in relation to VAT in September 2022. HMRC alleges this is owed and fully payable, which CPGL disputed, but CPGL paid the sum to HMRC without prejudice to its position that the sum is not due. The Administrators consider that this pre-appointment claim has merits and have instructed Brian White Tax Resolution to provide tax advice in pursuit of this claim.

Dialogue remains ongoing with HMRC to resolve the position with the Administrators continuing to provide information to HMRC to support the claim.

I can confirm that no other work has been subcontracted to third parties.

Receipts and Payments

As highlighted in **Appendix E**, no funds have yet been receipted into these administration accounts during the Period, hence no Receipts or Payments have been processed during the Period.

Payments made from the estate will be fair and reasonable and proportionate to the insolvency appointment and are directly attributable to this insolvency.

No payments have been made to associates of the Administrators without the prior approval of creditors as required by SIP9.

Investigations

Part of my duties include carrying out proportionate investigations into what assets the Company has, including any potential claims against directors or other parties, and what recoveries could be made. I have reviewed the Company's books and records and accounting information, requested further information from the directors, and invited creditors to provide information on any concerns they have regarding the way in which the Company's business has been conducted.

1. Progress of the Administration

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Further details of the conduct of my investigations are set out in the schedule of work attached. I can confirm that no further investigations or actions were required.

Extension to the initial period of appointment

Creditors approved the extension of the initial period of the administration of CPG by twelve months to 16 February 2025.

Creditors did not approve the extension of the initial period of the administration for CPL or CPUK. The Administrators will write to creditors under separate cover to seek approval.

Anticipated exit strategy

The administrators will take the necessary steps to move the UK administration entities into a CVL to enable a distribution to unsecured creditors.

2. Estimated Outcome for the creditors

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The estimated outcome for creditors was set out in the Administrators proposals. There has been no material developments since these Proposals to change this estimated outcome.

Outcome for the secured creditors

There are no secured creditors in this matter.

Outcome for the preferential creditors

There are no preferential creditors in this matter (all employees across the Group ceased to be employed following the sale of the business and assets to Snap).

Outcome for the secondary preferential creditors

From 1 December 2020 HMRC ranks as a secondary preferential creditor in respect of the following:

- VAT;
- PAYE (including student loan repayments);
- Construction Industry Scheme deductions; and
- Employees' NI contributions

It is currently estimated that the secondary preferential creditors will total £nil, as the UK administration entities were all in a VAT recoverable position at the date of our appointment (and had no employees). Should any such claims arise, it is anticipated that secondary preferential creditors will receive a dividend.

Outcome for the unsecured creditors

It is estimated that there will be sufficient funds available to make a distribution to unsecured creditors. This distribution will be paid by a subsequently appointed Liquidator, the costs of the liquidation cannot at this stage be estimated and therefore it is not possible to estimate the level of distribution that may be made.

Prescribed Part

The prescribed part is a carve out of funds available to the holder of a floating charge which is set aside for the unsecured creditors in accordance with section 176A of the Insolvency Act 1986. The prescribed part only applies where the floating charge was created after 15 September 2003 and the net property available to the floating charge holder exceeds £10,000.

A prescribed part is not appropriate because there are no holders of floating charges in this case.

3. Administrators' remuneration, disbursements, expenses and pre-appointment costs

FRP

Administrators' remuneration

Following circulation of the Administrators' proposals the creditors of CPGL passed a resolution on 3 May 2023 that the Administrators' remuneration should be calculated on a percentage basis. Details of remuneration charged during the period of the report are set out in the statement of expenses attached. To date £nil fees of have been drawn from the funds available.

The Administrators' remuneration has not been approved by creditors of CPL or CPUK. The Administrators will seek approval under separate cover.

A breakdown of our time costs incurred during the period of this report and to date is attached at **Appendix D**. The remuneration anticipated to be recovered by the Administrators based on time costs, is not likely to exceed the sum provided in the fees estimate circulated to creditors with the proposals.

The Administrators are unable to draw fees based on time costs exceeding the total amount set out in the fees estimate without further approval of the creditors. Approval will be sought under separate cover if required.

Administrators' disbursements

The Administrators' disbursements are a recharge of actual costs incurred by the Administrators on behalf of the Company. Mileage payments made for expenses relating to the use of private vehicles for business travel, which is directly attributable to the insolvency estate, are paid by FRP at the HMRC approved mileage rate prevailing at the time the mileage was incurred. Details of disbursements incurred during the period of this report are set out in **Appendix D**.

Administrators' expenses

An estimate of the Administrators' expenses was set out in the Administrators' proposals. I attach at **Appendix F** a statement of expenses that have been incurred during the period covered by this report. It is currently expected that the expenses

incurred or anticipated to be incurred are not likely to exceed the details previously provided.

When instructing third parties to provide specialist advice and services, or having the specialist services provided by the firm, the Joint Administrator is obligated to ensure that such advice or work is warranted and that the advice or work contracted reflects the best value and service for the work being undertaken. This is reviewed by the Joint Administrator periodically throughout the duration of the assignment. The specialists chosen may regularly be used by the Joint Administrator and usually have knowledge specific to the insolvency industry and, where relevant, to matters specific to this insolvency appointment.

We have engaged the following agents or professional advisors:

Professional Advisor	Nature of work	Basis of fees
Brian White Tax Resolution	Tax advice	Time Cost
Fieldfisher LLP	Legal	Time Cost

Creditors have a right to request further information from the Administrators and further have a right to challenge the Administrators' remuneration and other expenses, which are first disclosed in this report, under the Insolvency (England and Wales) Rules. (For ease of reference these are the expenses incurred in the reporting period as set out in **Appendix F** only). Further details of these rights can be found in the Creditors' Guide to Fees which you can access using the following link <https://www.frpadvisor.com/legal-and-regulatory-notice/information-creditors-insolvency-proceedings/> and select the one for administrations. Alternatively, a hard copy of the relevant guide will be sent to you on request. Please note there is a time limit for requesting information being 21 days following the receipt of this progress report. There is a time limit of 8 weeks following the receipt of this report for a Court application that the remuneration or expenses are excessive.

3. Administrators' remuneration, disbursements, expenses and pre-appointment costs

FRP

Administrators' pre-appointment costs

The Administrators do not propose to recover the unpaid pre-administration costs in this matter.

The Administrators note that Fieldfisher LLP were engaged by the Group prior to the appointment of the Administrators, however they understand that all pre-appointment costs were settled under a deposit provided and there are no unpaid costs subsequently requiring settlement.

COMPOUND PHOTONICS GROUP LIMITED (IN ADMINISTRATION)

COMPANY INFORMATION:

Other trading names:	N/A
Company number:	06917133
Registered office:	2nd Floor, 110 Cannon Street, London EC4N 6EU
Previous registered office:	Riverbank House, Swan Lane, London EC4R 3TT
Business address:	Riverbank House, Swan Lane, London EC4R 3TT

ADMINISTRATION DETAILS:

Administrators:	Geoffrey Paul Rowley & Philip Lewis Armstrong
Address of Administrators:	FRP Advisory Trading Limited 2nd Floor, 110 Cannon Street, London EC4N 6EU
Date of appointment of Administrators:	17 February 2023
Court in which administration proceedings were brought:	The High Court of Justice
Court reference number:	000726 & 00727 & 00728
Appointor details:	The High Court of Justice
Previous office holders, if any:	N/A
Extensions to the initial period of appointment:	CPG: 16 February 2025 CPL & CPUK: N/A
Date of approval of Administrators' proposals:	CPG: 3 May 2023 CPL & CPUK: Not yet approved

CH Form AM10 Formal Notice of the Progress Report

FRP

6.4.7 Example 1.4

(4) $\mathcal{L}^2(\mathbb{R}^n)$ is a Hilbert space.

The Administrators' Progress Report

CH Form AM10 Formal Notice of the Progress Report

04/17/2015 10:10 AM

(4) $\mathcal{L}(\mathcal{A}) = \mathcal{L}(\mathcal{B})$

The Administrators' Progress Report

CH Form AM10 Formal Notice of the Progress Report

FRP

4427 · J. Neurosci., June 16, 2010 · 30(24):4421–4427

(a) 10^{-1} , (b) 10^{-2} , (c) 10^{-3}

The Administrators' Progress Report

Schedule of Work

The table below sets out a detailed summary of the work undertaken by the office holders to date and details of the work anticipated to be undertaken by the office holders throughout the duration of this assignment. Details of assumptions made in compiling this table are set out below.

Where work undertaken results in the realisation of funds, there may be a financial benefit to creditors should there be sufficient funds available to make a distribution to one or more class of creditor. In this case work undertaken will include the scrutiny and agreement of creditor claims subject to a prescribed part dividend being payable.

A proportion of the work undertaken by an Insolvency Practitioner is required by statute, including ensuring the appointment is valid, notifications of the appointment to third parties, regular reporting on the progress, notifying statutory bodies where required in relation to the conduct of the directors, complying with relevant legislation and attending to regulatory matters. This work may not have a direct financial benefit to creditors but is substantially there to protect creditors and other stakeholders and ensure they are kept informed of developments.

GENERAL ASSUMPTIONS IN COMPILING THIS SCHEDULE OF WORK

- The records received are complete and up to date;
- The work that may be undertaken by any subsequently appointed liquidator has been excluded;
- No financial irregularities are identified;
- A committee of creditors is not appointed;
- There are no exceptional queries from stakeholders;
- Full co-operation of the directors and other relevant parties is received as required by legislation;
- There are no health and safety or environmental issues to be dealt with;
- The administrations will be concluded within three years of the Administrators' appointment.

Schedule of Work

Note	Category	
1	ADMINISTRATION AND PLANNING Work undertaken during the reporting period	ADMINISTRATION AND PLANNING Future work to be undertaken
	Regulatory Requirements	
	<ul style="list-style-type: none"> Finalised FRP's internal money laundering risk assessment procedures and Know Your Client checks in accordance with the Money Laundering Regulations. Finalised take-on procedures which included consideration of professional and ethical matters and other legislation such as the Bribery Act and Data Protection Act procedures, along with case-specific matters. Adhered to internal and regulatory protocols, as appropriate. Reporting in line with the OFSI licence. 	<ul style="list-style-type: none"> Ongoing review of regulatory compliance and taking any further actions necessary in accordance with the Money Laundering Regulations, Bribery Act and Data Protection Act. Regular review of the conduct of the case and the case strategy as required by the Administrators' Regulatory Professional Body to ensure all statutory matters are attended to and to aid case management and progression. Ongoing OFSI reporting.
	Case Management Requirements	Case Management Requirements
	<ul style="list-style-type: none"> Determined the administration strategy and documented this. Correspondence with the UK administration entities former accountants, bankers, insurers, solicitors and other advisors as applicable to request information and documentation to assist with the administration. Setting up a case-specific file to be updated and maintained for the duration of the appointment. Filing all relevant documents and correspondence and maintaining a diary system to ensure all matters are discharged in accordance with legislation. Taking steps to identify and secure relevant records required for the purpose of the administration for the UK administration entities. Set up administration estate bank accounts. Set up procedures to ensure the administration estate bank accounts are regularly reconciled to produce accurate and timely 	<ul style="list-style-type: none"> Regularly reviewing the administration strategy and documenting any changes to the same. Continuing to correspond with the UK administration entities former advisors as appropriate. Continuing to maintain the administration case file. Ensuring the administration estate bank accounts are regularly reconciled to produce accurate and timely reports to all creditors when required. Processing and recording of all receipts and payments throughout the appointment on the Insolvency Practitioners System ("IPS") and providing internal and external reports as required. Continued updating and maintenance of records on the IPS system. Ongoing liaison with HMRC to crystallise the Company's pre-appointment tax position and to achieve tax clearance for the period of the administration.

Schedule of Work

	reports internally; to fulfil OFSI reporting obligations; and to creditors when required.	<ul style="list-style-type: none"> Ongoing collation and review of relevant UK administration entities' records and storage thereof for the relevant required period.
	Ethical Requirements	Ethical Requirements
	<ul style="list-style-type: none"> Prior to the Administrators' appointment and prior to the period covered by this report, a review of ethical issues was undertaken and no ethical threats were identified. During the period covered by this report, no new threats to compliance with the Code of Ethics have been identified. 	<ul style="list-style-type: none"> Ongoing review of potential ethical issues.
2	ASSET REALISATION Work undertaken during the reporting period	ASSET REALISATION Future work to be undertaken
	<p>One of the main purposes of an insolvency process is to realise the insolvent estate's assets and to ensure a fair distribution of the proceeds to the creditors in the correct order of priority as set out by legislation. Work undertaken to date has included:</p> <ul style="list-style-type: none"> Liaised with Wells Fargo to ensure ongoing provision of the CPUS bank account. Assisted the CPUS appointed director (following his appointment, enacted by the Administrators) in securing the cash held within CPUS in a new bank account. Recovered £400k in accordance with the costs order relating to the unfair prejudice claim litigation pursued by the minority shareholders, in accordance with the outstanding decision from the Supreme Court. Liaised with Fieldfisher LLP in preparation of a detailed assessment of costs in order to pursue additional recoveries over 	<ul style="list-style-type: none"> Realising the Snap shares for value. Securing the additional Snap shares (or cash) that form the deferred consideration under that sale and purchase agreement, then realising those shares for value. Liaising with CPUS in distributing funds belonging to CPL to the CPL administration account. Pursuing recovery of the VAT payment from HMRC through the ongoing dispute, assuming the realisation prospects continue to be considered strong. Recover any outstanding pre-appointment VAT that can be reclaimed.

Schedule of Work

	<p>legal costs incurred in relation to the minority shareholder unfair prejudice claim.</p> <ul style="list-style-type: none"> Correspondence with Snap to preserve CPL's and CPUS's rights in relation deferred consideration due. Initiated enquiries regarding the current position regarding the ongoing VAT dispute and correspondence with and provision of information to HMRC over the same. Instructing Brian White Tax Resolution to assist with this claim. 	
3	<p>CREDITORS</p> <p>Work undertaken during the reporting period</p>	<p>CREDITORS</p> <p>Future work to be undertaken</p>
	<ul style="list-style-type: none"> Liaised with unsecured and secondary preferential creditors and dealing with enquiries received. Confirmed receipt of proof of debt forms received and added them to our IPS system and stored the same on our electronic shared drive. Formally notifying creditors of the appointment. Corresponding with all creditors on any inbound enquiries. 	<ul style="list-style-type: none"> Dealing with all queries and correspondence received from creditors on an ongoing basis. Continuing to liaise with and provide reports and updates to all creditors as appropriate. Liaising with HMRC to establish their unsecured and secondary preferential claims and seeking tax advice as appropriate. Calculating, documenting and paying any unsecured and secondary preferential distributions as appropriate.
4	<p>INVESTIGATIONS</p> <p>Work undertaken during the reporting period</p>	<p>INVESTIGATIONS</p> <p>Future work to be undertaken</p>
	<p>An insolvency office holder has a duty to review the books and records and other information available to identify the assets that may be available to realise for the benefit of the insolvency estate.</p> <p>Furthermore, there may be other antecedent or voidable transactions that are identified which if pursued could swell the funds available for the insolvency estate. In this regard, the Administrators have to date:</p>	<ul style="list-style-type: none"> Consideration of whether any matters have come to light which require notification to the Secretary of State or National Crime Agency. Conduct further review of the UK administration entities' physical books and records, as required. If creditors come forward identifying any cause for concern or if, during our investigation, transactions are identified which may require

Schedule of Work

	<ul style="list-style-type: none"> Requested that all directors of the UK administration entities, both current and those holding office within the three years preceding the date of administration, complete a questionnaire to assist in preparing the statutory return required to be submitted to the Department for Business and Trade ("DBT") in accordance with the Company Directors Disqualification Act. Submitted an online return on the conduct of the directors as required by the Company Directors Disqualification Act. No further investigations were deemed required by DBT. Information provided to the DBT is confidential but can be used to assist the DBT in identifying conduct that should be investigated further and could result in individuals being disqualified from acting as a director. Invited creditors to provide any information they have which may result in recoveries for the administration estate. 	further investigation, it may be necessary for the Administrator to spend additional time in investigation, reviewing and pursuing the targets.
5	STATUTORY COMPLIANCE AND REPORTING Work undertaken during the reporting period	STATUTORY COMPLIANCE AND REPORTING Future work to be undertaken
	<ul style="list-style-type: none"> Dealt with all appointment formalities including notifications to creditors and other relevant parties, filings with the Court and the Registrar of Companies and statutory advertising. Arranged for an insolvency bond to protect the assets available for creditors. Carried out pensions searches in respect of the UK administration entities. Notified creditors of their right to set up a creditors' committee. Circulated the Proposals to all known creditors, in accordance with SIP 16. Made the notice of approval available to creditors and filed the notice with the Court and registrar of Companies. 	<ul style="list-style-type: none"> Reporting to and liaising with the creditors' committee, if formed. Continuing to maintain the bond at the appropriate level. Placing applicable legal advertisements as prescribed under the Act which may include formal meetings of creditors and notice to submit claims, as applicable. Re- run the decision procedure for CPL and CPUK again regarding, amongst other things, the Administrators' proposals and remuneration (no votes were obtained following the initial decision procedure process, which was the case due to the small number of creditors associated with these entities). Making the notice of approval available to creditors and filing the notice with the Court and registrar of Companies.

Schedule of Work

	<ul style="list-style-type: none"> • Issued letters to directors requesting the completion and submission of the Statement of Affairs. • Drafting and circulating to the secondary preferential and unsecured creditors a fee estimate and other relevant documentation in relation to the decision procedure for the payment of the Administrators' expenses. • Circulated the relevant documentation in order to enable the appropriate body of creditors to approve, amongst other things, the Administrators' remuneration and discharge from liability. • Notified all stakeholders that all future correspondence (where applicable) will be uploaded directly to the creditors' portal. • Notified HMRC of the appointment and requested confirmation of their pre appointment debt. 	<ul style="list-style-type: none"> • Maintaining a record and forecast of the work that has been or is anticipated to be undertaken throughout the duration of the administration. • Filing the Statement of Affairs with the Registrar of Companies once completed. • Preparing and providing statutory reports to stakeholders at regular intervals and managing any queries arising therefrom. Arranging filing with the Registrar of Companies. • Dealing with the statutory requirements in order to bring the case to a close and for the Administrators to obtain their release from office, including preparing a final report for stakeholders, making this report available to all known creditors and members and filing the relevant documentation with the Court and Registrar of Companies. <p><u>Post-appointment Tax/VAT</u></p> <ul style="list-style-type: none"> • Preparing and submitting VAT returns for post-administration periods. • Arranging the Company's VAT deregistration following the realisation of relevant assets. • Continue liaising with tax advisors for the preparation and submission of corporation tax returns for the post-administration period.
6	LEGAL AND LITIGATION Work undertaken during the reporting period	LEGAL AND LITIGATION Future work to be undertaken
	<ul style="list-style-type: none"> • Liaised with solicitors, Fieldfisher LLP, in relation to appointment formalities and application and approval of an OFSI licence. • Regular correspondence with Fieldfisher LLP to ensure the Administrators continue to adhere to the terms of the OFSI licence (particularly in relation to reporting obligations). 	<ul style="list-style-type: none"> • Continued liaison with Fieldfisher LLP in relation to any further advice required in relation to the OFSI licence, asset realisations and any other legal advice required in the course of the administration. • Engagement with Fieldfisher LLP in relation to recovering the full amount legal costs incurred in defending the unfair prejudice litigation

Schedule of Work

	<ul style="list-style-type: none">Ongoing engagement with Fieldfisher LLP regarding all legal matters associated with the asset realisations referenced in section 2 above.	pursued by the minority shareholders, following a detailed cost assessment process.
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Appendix D

Details of the Administrators’ time costs and disbursements for the Period



FRP

Compound Photonics UK Ltd (In Administration)
Time charged for the period 17 February 2023 to 16 August 2023

	Appointment Takers / Partners	Managers / Directors	Other Professional	Junior Professional & Support	Total Hours	Total Cost £	Average Hrly Rate £
Administration and Planning	1.75	5.70	5.70	0.80	13.75	6,466.00	470.25
A&P - Strategy and Planning		0.50			0.50	290.00	580.00
A&P - Case Accounting - General			1.20		1.20	364.50	303.75
A&P - Case Accounting		0.20		0.60	0.80	225.00	281.25
A&P - Case Control and Review	1.50	3.20	2.00		6.70	3,597.00	536.87
A&P - General Administration	0.25	1.80	2.30		4.35	1,929.50	443.56
A&P - Insurance			0.20		0.20	60.00	300.00
Creditors			1.30		1.30	399.00	306.92
CRE - Unsecured Creditors			0.20		0.20	60.00	300.00
CRE - Preferential Creditors			1.10		1.10	339.00	308.18
Investigation			2.20		2.20	690.00	313.64
INV - CDDA Enquiries			2.20		2.20	690.00	313.64
Statutory Compliance	0.70	4.30	8.70		13.70	5,822.50	425.00
STA - Appointment Formalities		1.70	1.00		2.70	1,356.00	502.22
STA - Statement of Affairs			1.30		1.30	390.00	300.00
STA - Pensions- Other			0.20		0.20	60.00	300.00
STA -Statutory Compliance - Gener	0.20		1.10		1.30	478.00	367.69
STA - Tax/VAT - Post appointment			0.30		0.30	90.00	300.00
STA - Statutory Reporting/ Meetings	0.50	2.60	4.80		7.90	3,448.50	436.52
Total Hours	2.45	10.00	17.90	0.80	30.95	13,377.50	432.23

Disbursements for the period 17 February 2023 to 16 August 2023	
	Value £
Category 1	
Advertising	92.25
Bonding	190.00
Grand Total	282.25

Mileage is charged at the HMRC rate
prevailing at the time the cost was incurred

FRP Charge out rates	from	
Grade	1st May 2022	1st May 2023
Appointment taker / Partner	540-740	675-775
Managers / Directors	480-580	505-610
Other Professional	300-420	315-440
Junior Professional & Support	190-260	200-275

The Administrators’ Progress Report

Appendix D

Details of the Administrators’ time costs and disbursements for the Period



FRP

Compound Photonics Group Ltd (In Administration)
Time charged for the period 17 February 2023 to 16 August 2023

	Appointed Timers / Partners	Managers / Directors	Other Professional	Junior Professional & Support	Total Hours	Total Cost £	Average Hourly Rate £
Administration and Planning	2.25	8.48	11.48	3.50	25.55	18,823.90	423.00
ASP - Admin & Planning		0.30			0.30	144.00	480.00
AA P - Strategy and Planning		2.90			2.90	1,754.00	604.83
ASP - Case Accounting - General			0.30		0.30	94.50	315.00
ASP - Case Accounting		0.20	0.30	0.50	1.00	302.00	302.00
ASP - Case Control and Review	2.00	3.20	7.20	3.00	15.40	6,207.50	403.08
ASP - General Administration	0.25	1.80	3.40		5.45	2,261.00	414.86
ASP - Insurance			0.20		0.20	60.00	300.00
Asset Realisation	1.58	15.78			17.20	18,498.90	816.35
ROA - Asset Realisation		5.30			5.30	3,854.00	580.00
ROA - Legal-asset Realisation	1.50	9.40			10.90	8,844.00	807.89
Creditors	2.88	6.28	1.98		19.95	8,448.90	588.13
CRE - Employees		2.90			2.90	1,769.00	610.00
CRE - Unsecured Creditors		1.30	1.60		2.90	1,252.00	431.72
CRE - TAX/VAT - Pre-appointment	1.25	1.20			2.45	1,657.00	676.33
CRE - Preferential Creditors			0.30		0.30	90.00	300.00
CRE - Legal-Creditors	0.25	0.80			1.05	673.00	640.95
CRE - Shareholders	1.35				1.35	999.00	740.00
Investigation			3.18		3.18	965.88	305.88
INV - CDOA Enquiries			3.10		3.10	960.00	309.68
Pre-Appointment		0.78			0.78	406.80	580.00
PRE APP - Pre Appointment		0.70			0.70	406.00	580.00
Statutory Compliance	1.38	12.48	12.88		26.55	12,284.25	462.68
STA - Appointment Formalities	0.25	1.70	1.00		2.95	1,541.00	522.37
STA - Statement of Affairs			1.60		1.60	480.00	300.00
STA - Pensions- Other			0.20		0.20	60.00	300.00
STA -Statutory Compliance - Gene	0.60	2.60	4.35		7.55	3,375.75	447.12
STA - Tax/VAT - Post appointment		0.80	0.40		1.20	612.50	510.42
STA - Statutory Reporting/ Meeting	0.50	7.30	5.25		13.05	5,215.00	478.25
Total Hours	7.95	43.40	29.20	3.50	84.05	41,411.25	492.79

Disbursements for the period 17 February 2023 to 16 August 2023	
Category 1	Value £
Advertising	92.25
Bonding	1,000.00
Postage	271.54
Grand Total	1,364.09

Mileage is charged at the HMRC rate
prevailing at the time the cost was incurred

Appendix D

Details of the Administrators’ time costs and disbursements for the Period



FRP

Compound Photonics Ltd (In Administration)
Time charged for the period 17 February 2023 to 16 August 2023

	Appointment/Estate / Partner	Managers / Directors	Other Professional	Junior Professional & Support	Total Hours	Total Cost £	Average Hourly Rate £
Administration and Planning	9.80	5.70	7.45	8.40	23.45	13,813.75	556.96
ASP - Admin & Planning	0.25				0.25	185.00	740.00
ASP - Strategy and Planning	5.85	0.50			6.35	4,619.00	727.40
ASP - Case Accounting - General	0.45		1.40		1.85	768.00	415.14
ASP - Case Accounting	1.05	0.20	0.10	0.40	1.75	997.00	569.71
ASP - Case Control and Review	1.75	3.20	4.30		9.25	4,486.00	484.97
ASP - General Administration	0.25	1.80	1.45		3.50	1,676.75	479.07
ASP - Insurance	0.30		0.20		0.50	282.00	564.00
Asset Realisation	9.90	2.80			12.55	8,871.00	706.85
ROA - Asset Realisation	1.50	1.40			2.90	1,922.00	662.76
ROA - Legal-asset Realisation	8.45				8.45	6,253.00	740.00
ROA - Asset Realisation Floating		1.30			1.30	696.00	500.00
Creditors	4.15	8.90	1.10		14.15	3,932.00	630.35
CRE - Employees	2.50				2.50	1,650.00	740.00
CRE - Unsecured Creditors		0.90			0.90	532.00	500.00
CRE - Preferential Creditors			1.10		1.10	339.00	308.18
CRE - Legal-Creditors	1.65				1.65	1,221.00	740.00
Investigation	0.20		2.20		2.40	838.00	348.77
INV - CDDA Enquiries			2.20		2.20	690.00	313.64
INV - Legal - Investigations	0.20				0.20	148.00	740.00
Statutory Compliance	1.20	8.40	18.55		18.15	7,889.50	434.68
STA - Appointment Formalities	0.25	1.70	1.00		2.95	1,541.00	522.37
STA - Statement of Affairs			1.30		1.30	390.00	300.00
STA - Pensions- Other			0.20		0.20	60.00	300.00
STA - Statutory Compliance - Gene	0.45		2.40		2.85	1,107.50	388.60
STA - Tax/VAT - Post appointment			0.30		0.30	90.00	300.00
STA - Statutory Reporting/ Meetings	0.50	4.70	5.35		10.55	4,701.00	445.55
Total Hours	25.40	15.60	21.30	8.40	62.70	34,544.25	556.96
Disbursements for the period 17 February 2023 to 16 August 2023							
Category 1						Value £	
Advertising						92.25	
Bonding						1,000.00	
Grand Total						1,092.25	
Mileage is charged at the HMRC rate prevailing at the time the cost was incurred							
FRP Charge out rates							
Grade	From	to	to	to	to	to	to
Appointment/Estate / Partner	640-740	675-775					
Managers / Directors	480-580	505-610					
Other Professional	300-420	315-440					
Junior Professional & Support	190-260	200-275					

Appendix E

Receipts and payments account for the Period

FRP

Summaries of the UK administration entities' receipts and payment accounts have not been included as all accounts sit at £nil (and \$nil) for the Period.

There have therefore been no receipts or payments across all of the UK administration entities in the Period.

Appendix F

Statement of expenses incurred in the Period

FRP

Compound Photonics UK Ltd (In Administration) Statement of expenses for the period ended 16 August 2023	
Expenses	Period to 16 August 2023 £
Office Holders' remuneration (Percentage)	-
Office Holders' disbursements	-
Statutory Advertising	92
Bonding	190
	-
Total	282

Appendix F

Statement of expenses incurred in the Period

FRP

Compound Photonics Ltd (In Administration) Statement of expenses for the period ended 16 August 2023	
Expenses	Period to 16 August 2023 £
Office Holders' remuneration (Percentage)	-
Office Holders' disbursements	-
Statutory Advertising	92
Bonding	1,000
	-
Total	1,092

Appendix F

Statement of expenses incurred in the Period

FRP

Compound Photonics Group Ltd (In Administration) Statement of expenses for the period ended 16 August 2023	
Expenses	Period to 16 August 2023 £
Office Holders' remuneration (Percentage)	-
Office Holders' disbursements	-
Statutory Advertising	93
Bonding	1,000
Postage	272
-	-
Total	1,365