

AM03

Notice of administrator's proposals



Companies House

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1 Company details

Company number	0	8	2	4	1	7	5	1
Company name in full	Green Network UK Plc							

→ Filling in this form

Please complete in typescript or in
bold black capitals.

2 Administrator's name

Full forename(s)	James
Surname	Cook

3 Administrator's address

Building name/number	Suite 3 Regency House
Street	91 Western Road
Post town	Brighton
County/Region	
Postcode	B N 1 2 N W
Country	

4 Administrator's name ①

Full forename(s)	Richard Dixon
Surname	Fleming

① Other administrator

Use this section to tell us about
another administrator.

5 Administrator's address ②

Building name/number	Suite 3 Regency House
Street	91 Western Road
Post town	Brighton
County/Region	
Postcode	B N 1 2 N W
Country	

② Other administrator

Use this section to tell us about
another administrator.

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Notice of Administrator's Proposals

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Statement of proposals



I attach a copy of the statement of proposals

7

Qualifying report and administrator's statement ^①

I attach a copy of the qualifying report

I attach a statement of disposal

^① As required by regulation 9(5) of The Administration (Restrictions on Disposal etc. to Connected Persons) Regulations 2021)

8

Sign and date

Administrator's
Signature

Signature

X



X

Signature date

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Notice of Administrator's Proposals



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	James Cook				
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- ☐ You have attached the required documents.
- ☐ You have signed and dated the form.



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GREEN NETWORK UK PLC – IN ADMINISTRATION

Joint Administrators' proposals

21 December 2021

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1 Executive summary

James Cook and Richard Fleming of Alvarez & Marsal Europe LLP ("the Joint Administrators"/"us"/"we") were appointed as Joint Administrators of Green Network UK PLC (the "Company" or "GNUK") on 1 November 2021.

The Directors of the Company resolved to place the Company into administration on 29 October 2021 and to appoint the Joint Administrators.

The Company has ceased to trade. We are in the process of realising the Company's assets, which included, at the date of our appointment, a number of potentially valuable financial swaps, cash at bank and trading deposits and securities.

The Company operated in the UK with no overseas branches. At the date of our appointment, the Company had 7 employees, 3 of which were made redundant the day following our appointment on 2 November 2021. The remaining 4 employees were retained to assist in relation to realisation of assets before being made redundant on 30 November 2021.

Our primary objective is to achieve a better result for the Company's creditors as a whole than would otherwise be achieved if the Company were wound up, in accordance with Paragraph 3(1)(b). Please see further detail about the purpose in Appendix 1.

A summary of the key matters contained in our proposals is as follows:

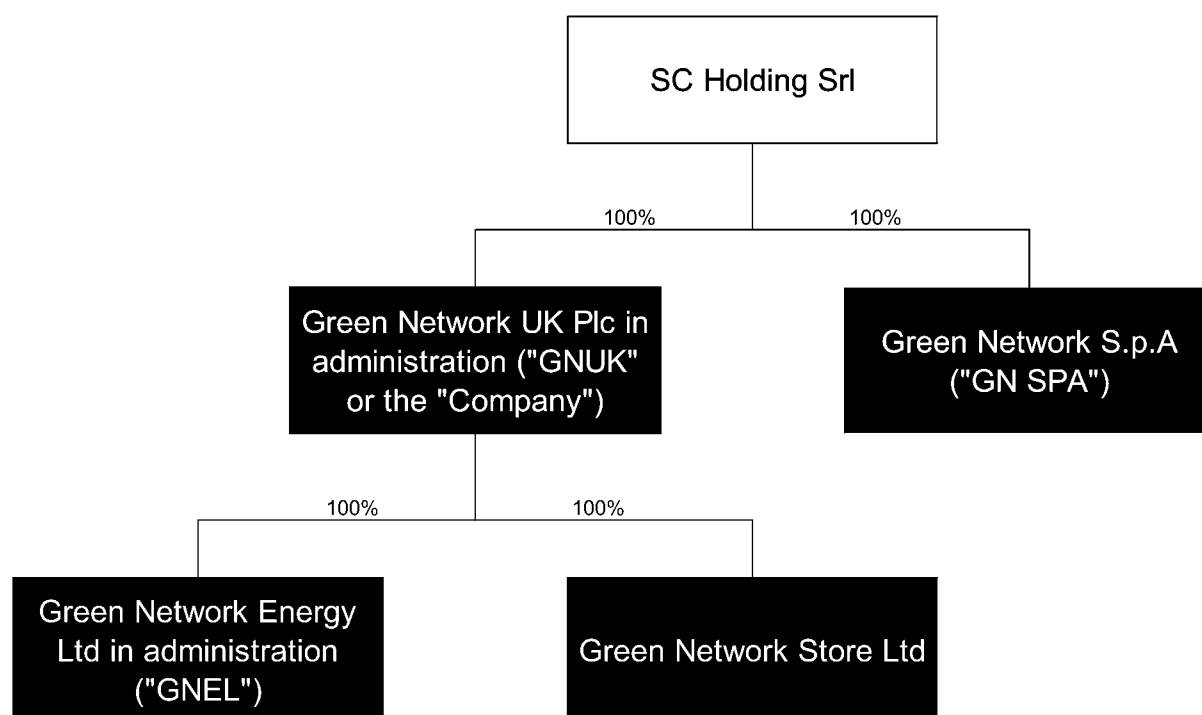
- We continue to take steps to identify and realise the Company's assets. (Section 4 – Strategy and progress of the administration to date).
- There are no known secured creditors. (Section 5 – Dividend prospects).
- Based on current estimates, we anticipate that the ordinary and secondary preferential creditors should receive a dividend of 100p in £. The timing and amount of any dividend are dependent upon the realisations and associated costs of the administration. (Section 5 – Dividend prospects).
- Based on current estimates, we anticipate that unsecured creditors should receive a dividend. We have yet to determine the amount of this due to the uncertainty surrounding asset realisations, costs and quantum of claims, but we will do so when we have completed the realisation of assets and the payment of associated costs (Section 5 – Dividend prospects).
- We intend on seeking approval for our proposals via the deemed consent (Section 7 – Approval of proposals).
- The basis and approval of our remuneration does not form part of our proposals. We will seek approval from the Company's creditors in due course that our remuneration will be based on time properly incurred at the various grades of our staff. (Section 8 – Joint Administrators' remuneration, category 2 expenses and pre-administration costs).

This document in its entirety is our statement of proposals. The relevant statutory information is included by way of appendices. Unless stated otherwise, all amounts in these proposals are stated net of VAT.



James Cook
Joint Administrator

2 Group structure



Notes to group structure diagram

1. The group structure is based on management information
2. Green Network S.p.A has a number of subsidiaries not included in the group structure diagram.

Green Network UK Plc - in administration ("GNUK")

GNUK is a holding company in the Green Network group of companies. GNUK is wholly owned by SC Holding Srl, a company registered in Italy. Further background information in relation to the Company is included at Section 4.1 below.

Green Network Energy Limited – in administration ("GNEL")

GNUK owns 100% of the shares in GNEL. GNEL was a retail renewable energy supplier, providing gas and electricity supplies to approximately 360,000 domestic and non-domestic customers across the UK. GNEL appointed administrators from Deloitte LLP (now Teneo Restructuring Limited) on 2 February 2021. GNEL remains in administration.

Green Network S.p.A ("GN SPA")

SC Holding Srl owns 100% of the shares in GN SPA. GN SPA is a renewable energy supplier, providing gas and electricity supplies to c.350,000 domestic and non-domestic customers across Italy. GN SPA is incorporated in Italy and is reportedly in a restructuring process which is being overseen by the Italian Court system.

Green Network Store Ltd ("GNSL")

GNSL is a dormant subsidiary of GNUK. Based on our initial investigations and discussions with the Directors, we understand that GNSL has no assets and will be liquidated or struck off and subsequently dissolved shortly.

SC Holding Srl

SC Holding Srl is a holding company incorporated in Italy.

3 Background and events leading to the administration

3.1 Background information

The Company was incorporated on 5 October 2012 under company number 08241751. The Company was previously known as Green Network Trading UK Plc, until 9 July 2015. The Company is registered in the UK.

As well as being an intermediate holding company in the Green Network group of Companies (the “Group”), GNUK was party to a number of contracts relating to the physical supply of power and was involved in financial trading activity (including financial swaps) in gas, carbon and power markets, principally under International Swaps and Derivatives Association (“ISDA”) and European Federation of Energy Trader (“EFET”) master service agreements. In relation to its financial trading activity, the Company had been granted an Ancillary Activities Exemption by the Financial Conduct Authority and, as a result, was not considered a regulated entity under the Financial Services and Markets Act 2000.

The Company operated in the UK with no overseas branches. At the time of our appointment, the Company had 7 employees, 3 of whom were made redundant shortly following our appointment. The remaining 4 employees were retained to assist with realisation of assets before being made redundant on 30 November 2021.

3.2 Funding and financial position of the Company

The Company has no secured creditors.

The Company’s draft balance sheet as at 31 October 2021 shows a net liabilities position of £18.9m. This included £24.7m due to GN SPA, which predominantly related to an outstanding revolving credit facility (“RCF”) granted by GN SPA to GNUK. In the administration, we will seek to reconcile the intercompany balance between the Company and GN SPA, and will review the build-up of the balance over the period up to the date of our appointment.

As outlined above, the Company was a counterparty in relation to contracts for the purchase of physical power from EDF Trading Limited, and the onward supply of that physical power to GN SPA. The Company made a margin on the supply of physical power which represented the Company’s primary source of income.

A summary of recent financial performance is provided below.

Financial Information				
£'000	12 months to 31 December 2018	16 months to 30 April 2020	12 months to 30 April 2021	6 months to 31 October 2021
Turnover	98,861	247,264	110,659	68,833
Gross profit / (Loss)	(1,827)	(12,347)	(996)	(622)
Gross profit / (Loss) %	-1.8%	-5.0%	-0.9%	-0.9%
Profit / (Loss) before tax	(13,527)	3,251	(11,147)	998
Net Liabilities	(13,024)	(9,349)	(22,292)	(18,889)

3.3 Events leading to the administration

The Company has faced various challenges in the months preceding the administration appointment including the appointment of administrators over its wholly owned subsidiary GNEL. In relation to GNEL, A&M had previously been approached by the Company and GNEL to advise on potential restructuring options, to assist in discussions with key stakeholders and to assist in relation to contingency planning. A&M was engaged by GNEL (but not the Company) on 24 January 2021. This engagement came to an end when individuals from another restructuring firm were appointed administrators on 2 February 2021.

GNUK is a creditor of GNEL, with approximately £26.2m due to GNUK. In the days leading up to the appointment, GN SPA had also informed the Company it no longer intended to purchase the physical power from the Company and failed to make a prepayment necessary for the Company to procure that supply of physical power from EDF.

These factors had a significant impact on the Company's forecast cash position and, in the Directors' view, the prospects of avoiding insolvency.

A&M was contacted by the Company on 26 October 2021 to assist and advise the Company in relation to insolvency planning and the appointment of administrators.

The Directors considered that, given the circumstances of the Company and wider group, and in the absence of additional funding, they had no viable concern to pursue which would address the cash requirements faced by the Company. The Directors therefore resolved on 29 October 2021 that the Company did not have a reasonable prospect of avoiding an insolvency process.

3.4 Pre-administration work

Following the Directors' resolution on 29 October 2021 that the Company did not have a reasonable prospect of avoiding an insolvency process, A&M worked with the Company on the following areas to assist with it being placed into administration:

- In conjunction with the Company's lawyers, assisted the Company with the statutory matters required to place the Company into administration;
- Immediately prior to the administration, we worked with the Company to identify the key matters required to protect the remaining assets of the Company, thus preserving value for creditors.

Completing this work, which included developing strategies to maximise recoveries from the Company's assets for the benefit of creditors, has assisted the Joint Administrators to achieve the purpose of the administration. We will be seeking to recover our costs in relation to our pre-administration work in the course of the administration. We will propose that those costs be calculated on a time costs basis.

At the time of our appointment, we disclosed to the Court details of the work carried out by A&M up to that time.

We are satisfied that the work carried out by A&M before our appointment has not resulted in any relationships which create a conflict of interest or which threaten our independence.

Furthermore, we are satisfied that we are acting in accordance with the relevant guides to professional conduct and ethics.

3.5 Appointment of Joint Administrators

The Directors resolved on 29 October 2021 to appoint us as Joint Administrators. The notice of appointment was lodged at the High Court of Justice, Business and Property Courts of England and Wales, Insolvency and Companies List (ChD) at 2.05pm on 1 November 2021. On that date the Company was placed into administration and our appointment as Joint Administrators became effective.

4 Strategy and progress of the administration to date

4.1 Strategy

4.1.1 Overview

Our primary objective is to achieve a better result for the Company's creditors as a whole than would be likely if the Company were wound up. Shortly following our appointment, we completed a number of actions including:

- Scheduled calls with Company management and staff to coordinate priorities in relation to asset realisations and other issues.
- Attending the Company's head office to meet with management and staff and to ensure the premises were secure.
- Briefing the Directors regarding the administration.
- Gathering company information.
- Identifying employees that may be required to deliver the administration strategy.
- Engaging Clumber Consultancy Limited ("Clumber"), to assist with employee related matters, including employee claims and liaison with the Redundancy Payments Service ("RPS").
- Effecting 3 redundancies.
- Arranging a series of weekly (or more frequent) briefings for retained employees and commenced an employee consultation process.
- Contacting the Company's pre-appointment bankers to request accounts be frozen.
- Opening new bank accounts for the administration, sweeping all monies into the new accounts.
- Drafting and sending letters to all known creditors and employees.
- Drafting and sending letters to the Company's landlords, lawyers and accountants.
- Developing and enacting a communications strategy for employees and suppliers.
- Collecting VAT and tax information and notifying HMRC of the administration.
- Liaising with Axpo Italia S.p.A ("Axpo"), an energy business that the Company traded with on a regular basis, to notify them of the appointment and formulate a strategy in relation to the Company's outstanding settlement contracts and open financial trades.
- Liaising with EDF as a key historical power and gas supplier, in relation to an existing debtor balance due to the Company.
- Setting up a dedicated inbox for receiving creditor communication.
- Taking steps to back-up and protect the Company's databases and IT systems.
- Commencing a review of the data and IT systems to consider GDPR compliance.

In this section of our proposals we provide further details of our strategy and the benefits to creditors in relation to:

- Closing out and realising the Company's outstanding settlement contracts and open trading positions;
- Seeking to realise value from the Company's claim against its subsidiary, GNEL;
- Realising deposits held by the Company's former trading platforms;
- Realising value from the Company's office equipment;
- Dealing with tax and VAT matters in the most efficient manner; and
- Realising the other assets of the business for the benefit of creditors.

4.1.2 Employees

The Company had 7 employees at the time of our appointment. We subsequently retained 4 employees to assist with the administration strategy, however it was necessary to make the 3 other employees redundant shortly following appointment on 2 November 2021, as they were deemed non-essential to the strategy of the administration.

Employee costs were met from the Company's assets. All retained employees were made redundant on 30 November 2021.

Employee consultation

Prior to our appointment, we understand the Directors of the Company had communicated to all employees that they were at risk of redundancy. The employees were therefore kept aware of changes in the business prior to our appointment.

In the period following our appointment, we contacted each employee to provide a full update on their position and to provide them with the opportunity to ask any questions about the current situation.

4.1.3 Cash at bank

At the date of our appointment, the Company held bank accounts with Santander in the UK and Banca Akros in Italy. The Company's balances were held across Sterling and Euro accounts, with an approximate total GBP equivalent balance of £2.3m.

Santander

We wrote to Santander immediately on appointment and requested that the Company's accounts be frozen and the proceeds on the Company's Sterling and Euro accounts be remitted to the Joint Administrators. These amounts were received on 25 November 2021.

Banca Akros

We wrote to Banca Akros immediately on appointment and requested that the Company's account be frozen and the proceeds on its account (a Euro account holding approximately £166.5k (GBP equivalent as at the date of our appointment) be remitted to the Joint Administrators.

Despite acknowledgements from Banca Akros this amount has not yet been received due to purported compliance delays at Banca Akros. We remain in discussions with Banca Akros and expect to recover this amount in full shortly.

4.1.4 Financial swaps

Background

At the date of our appointment, the Company held a number of outstanding settlements and open financial swaps (in relation to gas, power and carbon) with Axpo. The Company traded with Axpo pursuant to an International Swaps and Derivatives Association Master Agreement ("ISDA") dated 1 October 2015.

According to Company records, the estimated value of the outstanding settlements (which related to financial swaps closed during October 2021) amounted to €2.3m. In addition, the Company estimated that the mark to market ("MTM") value of the open financial swaps amounted to €4.3m (subject to market movement).

Initial strategy

We wrote to Axpo immediately on our appointment and met with them on 2 November 2021 to request payment in relation to the outstanding settlement amounts and closure of the open financial swaps. On 5 November 2021, we issued Axpo an initial invoice in respect of the October 2021 settlement amount of €2.3m.

Based on our initial discussion with Axpo, it was anticipated that we would be in a position to close out the open positions within one week of our appointment (or potentially sooner). However, pursuant to the terms of the ISDA, Axpo had the unilateral right to set the termination date and therefore the Joint Administrators were unable to control the process. Shortly following our initial meeting, Axpo instructed the law firm Gowling WLG, in the UK, to assist in discussions with Mayer Brown and the Joint Administrators, to agree an acceptable termination process.

With the above in mind, we utilised the retained employees with access to and knowledge of key systems to monitor the open positions on a daily basis, engaged with A&M in-house financial market experts and instructed Principle and Commercial Energy Service Limited (“PACES”), an independent expert in energy markets - to monitor values, daily fluctuations and other market factors. This information was key in informing our discussions with Axpo and would be used to evaluate, in due course, the early termination amounts.

We sought to encourage Axpo to fix an early termination date as soon as practicably possible in order to minimise the Company’s ongoing exposure to market conditions. At this time, the gas and power markets were particularly volatile as a result of a number of factors, including supply concerns and wider macro-political events.

Early termination

On 19 November 2021, we received notice that Axpo had fixed an early termination date of 22 November 2021. Axpo also proposed, and we ultimately accepted (subject to certain conditions relating to transparency), a mechanism under which Axpo would obtain settlement quotes from three independent parties in order to determine the early termination settlement amount.

Axpo duly closed the positions on 22 November 2021 and issued its notice of the early termination settlement amount on 26 November 2021. The early termination settlement amount was €8.0m and comprised:

Product(s)	Notes	Est. value / MTM on appointment	MTM on early termination date	Early termination amount
Oct 2021 settlement	1,2	€2,331,425	€2,331,425	€2,288,215
Open financial swaps	3,4	€4,285,195	€5,796,342	€5,689,164
Axpo’s costs	5	-	-	(€5,900.00)
Total		€6,616,620	€8,127,767	€7,971,479

Notes to table

1. MTM on termination date does not apply in relation to October settlements, the prices of which were fixed on 31 October 2021.
2. On termination, Axpo exercised its rights under ISDA to net off an outstanding invoice for gas trades of €43,209.99. This was not disputed.
3. Estimated MTM on open financial swaps based on Company information and reviewed by PACES.
4. The difference in MTM on early termination date and early termination date reflects the spread on prices obtained by Axpo against MTM. This spread value has been reviewed in conjunction with PACES and has not been disputed.
5. Under the ISDA terms, Axpo is entitled to apply its costs against the early termination amount.

Next steps

The early termination amount of approximately €8.0m was received into the Joint Administrators’ account on 29 November 2021. At this stage, we do not anticipate any further recoveries in relation to this asset.

4.1.5 Investments in subsidiaries

GNUK has two wholly owned subsidiaries, GNEL and GNSL.

GNEL

GNEL entered administration on 2 February 2021. Individuals from another restructuring firm were appointed administrators and the administration is ongoing. GNUK is a significant creditor of GNEL with a claim (based on the Directors’ statement of affairs and Company records) of approximately £26.2m. In the Directors’ statement of affairs, they estimate a potential recovery in relation to this claim of €7.4m. This is currently under review and will depend on future costs, realisations and creditor claims in the GNEL administration process.

We recently met with the administrators of GNEL to discuss progress in that administration and have submitted a proof of debt on behalf of the Company. We will continue to carefully monitor the position as this represents a significant future recovery for GNUK and we want to ensure that matters progress as expeditiously as possible.

GNEL Rent

In addition to the above, at the date of our appointment GNEL occupied the Company's leasehold premises (third floor only) at Renaissance House, Dingwall Road, Croydon under a tenancy at will. We were otherwise not in occupation at that site. GNEL exited the site on 30 November 2021 and is therefore no longer in occupation. On the same day, we issued two proforma invoices in relation to charges under the tenancy at will amounting to £156.4k. This amount has not yet been received and we continue to liaise with the administrators of GNEL to recover this sum.

GNSL

GNSL is a dormant UK company which traded for a short time in 2021. GNUK is also a creditor of the Company for £45k. Based on our initial investigations and discussions with the Directors, GNSL has total current assets (as at 30 November 2021) of £24.6k and total net liabilities of £27.8k. It is likely that GNSL will proceed to liquidation or strike off and dissolution shortly. No recoveries are currently expected in relation to this asset.

4.1.6 Refund due from EDF Trading Limited

The Company was a counterparty in a contract for supply of physical power, which it procured from EDF Trading Limited ("EDFT"). Following termination of this relationship, the Company is due a refund of €1.2m. We have been in discussion with EDFT since 4 November 2021 and expect to recover the sum in full shortly.

4.1.7 Trading deposits and securities

The Directors' statement of affairs refers to trading deposits and securities with an estimated to realise value of €218.5k. At the date of our appointment, these balances were held by five counterparties, all of whom we have written to request repayment.

To date, we have recovered two out of five balances with a total value of £95.6k. We continue to liaise with the remaining counterparties to recover the remaining outstanding balances, which we currently expect will be recoverable in full.

4.1.8 Computers and equipment

The Directors' statement of affairs refers to computers and equipment with a book value of €36.4k. We have instructed Hilco Appraisal Ltd ("Hilco"), specialist valuation experts, to inspect these assets and market them for sale. We have received offers up to £11.6k for the computers and equipment and a sale is likely to be concluded in the coming days.

4.1.9 Accrued income

The Directors' statement of affairs refers to accrued income of €133.1k. This amount relates to a legal claim against a former employee which is ongoing. In conjunction with our legal advisers, we are currently reviewing the merits of this claim in order to determine the most appropriate strategy moving forward.

4.1.10 Leasehold premises

At the date of our appointment, the Company was a party to leases in relation to Ground Floor and Third Floor, Renaissance House, Dingwall Road, Croydon ("Croydon office") and 4th Floor, 100 Victoria Street, Cardinal Street, London ("Victoria office").

Croydon office

The leasehold premises in Croydon comprises two sub leases in relation to the ground floor and third floor spaces at Renaissance House, Dingwall Street, Croydon, comprising a total of 28,614 square feet of office space.

At the date of our appointment the third floor was being occupied by the administrators of GNEL under the terms of a tenancy at will dated 29 August 2021. The terms of the tenancy at will provided that the rent and other amounts payable by GNEL would be calculated on a simple recharge basis.

The GNEL administrators vacated the site on 30 November 2021 and we have confirmed to the landlord that we are no longer in occupation. We have issued proforma invoices to the GNEL administrators in respect of amounts due for October 2021 and November 2021. We expect to receive those balances in due course.

We instructed Hilco to advise us whether there was a lease premium for these premises. The advice from Hilco is that, based on rent levels, there is no premium that can be realised.

Victoria Office

The Company also occupied a smaller serviced office space (approximately 2,600 square feet) near Victoria Station in London. The rent in relation to this lease was paid up until 31 December 2021. We remained in occupation to enable the Company's employees to continue to carry out their duties prior to being made redundant on 30 November 2021. We are in the process of vacating this site and do not expect to be in occupation beyond 31 December 2021.

We instructed Hilco to advise us whether there was a lease premium for these premises. The advice from Hilco is that, based on rent levels, there is no premium that can be realised.

4.1.11 Data

Data back-up

We have worked with our data and IT specialists to secure the Company's data. The purpose of doing so was to preserve the Company's data to assist with future asset realisations or investigations, as required.

Data privacy

In conjunction with our data privacy colleagues, we have reviewed the relevant documentation and spoken to employees to identify data privacy risks and ensure that appropriate controls are in place. Our data privacy colleagues, and specialists from our legal advisors, have also advised us on how to manage data privacy.

4.1.12 Tax and VAT

We notified HMRC of the administration shortly after our appointment. Since then, we have worked with tax and VAT specialists from A&M to ensure that the tax affairs of the Company are being managed in the most efficient manner. This is a complex area and our work has included:

- Gathering the Company's historic tax and VAT information;
- Managing the Company's ongoing compliance with tax and VAT rules to avoid any fines; and
- Considering the tax and VAT implications of any payments made or received.

4.1.13 Other assets

GN SPA

The Company had a number of open trading positions with GN SPA, also under ISDA and EFET agreements, which as at the date of our appointment represented net liability positions. These positions have been terminated and are not described in detail within this report. Notwithstanding, we are reviewing these positions in order to understand whether any amounts due under these arrangements may still be recoverable for the benefit of the administration estate.

4.2 Asset realisations

Realisations from the date of our appointment to 10 December 2021 are set out in the attached receipts and payments account (Appendix 2).

Summaries of the most significant realisations to date are detailed below:

4.2.1 Cash at bank

In the period since our appointment, we have recovered cash at bank of £2.3m (GBP equivalent). This amount relates to funds held in the Company's accounts at Santander.

4.2.2 Financial swaps

We have realised £6.3m (GBP equivalent) in relation to the Company's outstanding settlements and open financial swap positions with Axpo.

4.2.3 Trading deposits and securities

To date we have realised £95k in relation to deposits held by the Company's trading counterparties.

4.2.4 Currency holdings

The majority of the Company's creditors are expected to submit claims in Euros. To date, realisations have been primarily denominated in Euros. We intend to exchange an amount to Sterling in order to meet the ongoing Sterling costs of the administration and to pay future distributions to creditors with claims in Sterling. The remaining balance will be retained in Euros in order to avoid potential foreign exchange losses, as well as conversion costs, and will be distributed in Euros at the appropriate time.

4.2.5 Investigations

We are reviewing the affairs of the Company to establish if there are any actions which can be taken against third parties to increase recoveries for creditors.

If you wish to bring to our attention any matters which you believe to be relevant please do so by writing to Harry Ashworth at Alvarez & Marsal Europe LLP, Suite 3 Regency House, 91 Western Road, Brighton, BN1 2NW.

4.3 Expenses

Expenses are any payments from the estate which are neither the Joint Administrators' remuneration nor a distribution to a creditor or a member. Expenses also include disbursements.

Disbursements are payments which are first met by A&M, and then reimbursed to A&M from the estate. For further detail in relation to our disbursements please refer to our charging policy (Appendix 3).

Expenses are divided into those that do not need approval before they are charged to the estate (category 1) and those that do (category 2).

For the avoidance of doubt, expenses are defined in Statement of Insolvency Practice 9 ("SIP 9") as:

- Category 1 expenses: These are payments to persons providing the service to which the expense relates who are not an associate of the office holder. Category 1 expenses can be paid without prior approval; and
- Category 2 expenses: These are payments to associates or which have an element of shared costs. Before being paid, Category 2 expenses require approval in the same manner as an office holder's remuneration. Category 2 expenses require approval whether paid directly from the estate or as a disbursement.

4.3.1 Payments

Payments made from the date of our appointment to 10 December 2021 are set out in the attached receipts and payments account (Appendix 2).

Details of the only payment is provided below:

Wages & Salaries

A number of staff have been retained in the short term to assist with the wind down of the business. To date, those staff have received wages totalling £38k. An additional amount of £27k has been accrued but not yet paid in respect of PAYE, NI and pension contributions arising on staff costs.

4.3.2 Legal advisers

Mayer Brown International LLP

Mayer Brown International LLP ("Mayer Brown") has been engaged as the Joint Administrators' legal advisers to provide advice to us in respect of insolvency and regulatory related matters. Mayer Brown is engaged on a time cost basis and has been selected based on its previous engagement by the Company, detailed knowledge of the situation and expert knowledge in insolvency matters.

During the period of this report, Mayer Brown has incurred costs of £96,053 in assisting the Joint Administrators. This amount has been invoiced but not yet paid.

Weightmans LLP

Weightmans LLP ("Weightmans") has been engaged as legal advisers to provide advice in respect to the validity of our appointment. Weightmans will be remunerated on a fixed fee plus disbursements basis. Weightmans fees in relation to this work amounts to £1,000 plus VAT. This amount has been invoiced but not yet paid. Weightmans has been selected based on their independence in relation to the appointment and its experience in this area.

4.3.3 Agents

Hilco

Hilco Valuations Limited ("Hilco") has been engaged to advise on the valuation of the Company's leasehold premises and office equipment. Hilco's fees will be payable as a commission on a percentage of realisations achieved, in addition to £6,000 plus VAT in respect of their advice in relation to the office leases. These amounts have not yet been invoiced or paid. Any additional work will be charged on a time cost basis. Hilco has been selected based on its experience dealing with assets of this nature in these circumstances.

On the Cloud IT

On the Cloud IT has been engaged to provide advice on the Company's IT infrastructure. On the Cloud IT's costs will be based on service charges and licence fees (agreed in advance) and on a time costs basis. On the Cloud's costs to date amount to £4,635 plus VAT. This amount was paid after the period of this report. On the Cloud IT were instructed as they provided the pre-appointment IT services to the Company and therefore have pre-existing knowledge of the Company's IT infrastructure.

Orsa Sai Wai Limited

Orsa Sai Wai Limited ("OSW") has been instructed to assist with payroll. OSW's costs will be calculated on a fixed fee basis in relation to payroll plus time costs for any additional work which may be required. OSW was instructed as it provided the pre-appointment payroll services to the Company and therefore has pre-existing knowledge of the payroll processes, pension and real time information submissions to HMRC. OSW's estimated costs of £2,082 plus VAT have not yet been invoiced or paid.

Principle and Commercial Energy Service Limited

PACES has been engaged to provide assistance in assessing the value of the Company's open trading positions. PACES' costs will be paid on a time costs basis. They were instructed as they have prior experience of assessing the value of an insolvent company's open trading positions.

4.3.4 Sub-contractors

Clumber Consultancy Limited (“Clumber”) has been engaged to provide employee support services to the Company on a fixed cost basis. We frequently (but not exclusively) use Clumber to assist in relation to employee matters given its dedicated and specialised knowledge in this area.

We have reviewed all our professional advisers’ costs and they are in line with the agreed terms and reasonable in the context of the work performed.

4.4 Ongoing strategy

In addition to the statutory requirements necessary following our appointment, we will continue to realise the Company’s assets to maximise returns to creditors. We will also carry out investigative work into the affairs of the Company and complete a review of its financial position in order to potentially realise further assets. We will report to creditors on progress in our future progress reports.

In addition, the key outstanding workstreams include:

- Receiving the amounts due from EDFT in relation to power and gas supply;
- Recovering value in respect of the intercompany amounts due from GNEL;
- Recovering deposits held from all pre-appointment banks and trading platform providers;
- Managing the tax and VAT affairs of the company;
- Realising value in respect of the office equipment and any other assets;
- Investigate if there are other assets that may have realisable value;
- Adjudicate and pay a distribution to the Company’s preferential creditors; and
- Adjudicate and pay a distribution to the Company’s unsecured creditors, as required.

5 Dividend prospects

5.1 Secured creditors

We are not aware of any secured claims against the Company.

5.2 Preferential creditors

Claims from employees in respect of (1) arrears of wages up to a maximum of £800 per employee (2) unlimited accrued holiday pay and (3) certain pension benefits, rank as ordinary preferential claims.

The quantum of preferential claims is currently unknown.

In addition, certain HMRC claims rank as secondary preferential claims.

Based on current estimates, we anticipate that the ordinary and secondary preferential creditors should receive a dividend of approximately 100p in the £ (plus statutory interest, where applicable). The timing and amount of any dividend are dependent upon the realisations and associated costs of the administration.

5.3 Unsecured creditors

Based on current estimates, we anticipate that the unsecured creditors should receive a dividend. We have yet to determine the amount of this due to uncertainty surrounding asset realisations, costs and quantum of claims, but we will do so when we have completed the realisation of assets and the payment of associated costs.

6 Ending the administration

6.1 Exit from administration

6.1.1 Anticipated exit route

We consider it prudent to retain all the options available to us, as listed below to bring the administration to a conclusion in due course.

However, at this stage we anticipate that the most likely exit route will be a creditors' voluntary liquidation ("CVL") and we propose to seek appointment as Joint Liquidators.

This exit route will enable the Joint Liquidators to make a distribution to the Company's unsecured creditors. We would otherwise be required to make an application to court for permission to distribute within the administration. Any such application would result in legal fees, counsel's fees and Court costs. The ongoing costs of a liquidation would also be lower than in an administration.

6.1.2 All exit routes

As mentioned above, we consider it prudent to retain all the exit options available to us. We may therefore use any or a combination of the following exit route strategies in order to bring the administration to an end:

- File a notice with the Court and the Registrar of Companies that the purpose of the administration has been sufficiently achieved in relation to the Company;
- Apply to Court for the administration order to cease to have effect from a specified time and for control of the Company to be returned to the Directors;
- Formulate a proposal for either a company voluntary arrangement ("CVA") or a Scheme of Arrangement under Part 26 or Part 26A of the Companies Act 2006, and put it to meetings of the Company's creditors, shareholders or the Court for approval as appropriate;
- Place the Company into creditors' voluntary liquidation ("CVL"). In these circumstances we propose that the incumbent administrators at the time of exit from the administration be appointed as Joint Liquidators of the Company without any further recourse to creditors. If appointed Joint Liquidators, any action required or authorised under any enactment to be taken by them may be taken by them individually or together. The creditors may nominate different persons as the proposed Joint Liquidators, provided the nomination is received before these proposals are approved;
- Petition the Court for a winding-up order placing the Company into compulsory liquidation and to consider, if deemed appropriate, appointing the incumbent administrators at the time of exit from the administration as proposed Joint Liquidators of the Company without further recourse to creditors. Any action required or authorised under any enactment to be taken by them as Joint Liquidators may be taken by them individually or together;
- File notice of move from administration to dissolution with the Registrar of Companies if we consider that liquidation is not appropriate because (1) no dividend will become available to creditors, and (2) there are no other outstanding matters that require to be dealt with in liquidation. The Company will be dissolved three months after the registering of the notice with the Registrar of Companies.

Alternatively, we may allow the administration to end automatically.

6.2 Discharge from liability

We propose to seek approval from the Company's creditors that we will be discharged from liability in respect of any action as Joint Administrators upon filing of our final receipts and payments account with the Registrar of Companies.

Discharge does not prevent the exercise of the Court's power in relation to any misfeasance action against us.

See Section 7 for details of the deemed consent procedure.

7 Approval of proposals

7.1 Deemed consent

In order to minimise costs, we intend to seek approval of our proposals using deemed consent. Notice of deemed consent is available on the Portal.

Creditors' committee

Due to the nature of this case, we do not consider that a creditors' committee is required. However, a creditors' committee will be established if the creditors decide that one should be established, and sufficient creditors are willing to act. The minimum number of committee members is three and the maximum is five.

Function of the creditors' committee

The creditors' committee represents the interests of the creditors as a whole, rather than the interests of certain parties or individuals.

Its statutory function is to help us to discharge our responsibilities as Joint Administrators. If a creditors' committee is established it is for that body to approve, for instance:

- The basis of our remuneration
- The payment of category 2 expenses
- The payment of unpaid pre-administration costs
- Our discharge from liability in respect of any actions as Joint Administrators

Members of the creditors' committee are not remunerated for their time. Other than receiving travel expenses, they receive no payment from the Company.

7.2 Decisions

We are using deemed consent to propose the following decisions:

- approval of our proposals
- discharge from liability in respect of any actions as Joint Administrators

If a creditors' committee is not established the proposed decisions in Section 7.1, which would have been considered by the creditors' committee, will be considered by the creditors at some future time in the administration.

7.3 Creditors' right to request a physical meeting or object to deemed consent

Creditors' right to request a physical meeting

We will summon a physical meeting (1) if asked to do so by (a) creditors whose debts amount to at least 10% of the total debts of the Company, or (b) 10% in number of creditors, or (c) 10 creditors, and (2) if one of the requisite thresholds is met within five business days of the date on which our proposals were delivered.

If you wish to request a physical creditors' meeting, please make the request via the Portal or contact our office.

Creditors' right to object to deemed consent

Creditors also have the right to object to deemed consent. Please see the formal notice of the decision procedure on the Portal for details of how to object to deemed consent.

If the decision date expires without 10% in value of creditors objecting to the deemed consent, or us being required to convene a requisitioned meeting, the creditors will be

treated as having approved our proposals and the proposed decision with regards to discharge of liability on the decision date.

If 10% or more in value of creditors do object to the deemed consent we will use a decision procedure to seek approval of our proposals and discharge of liability.

8 Joint Administrators' remuneration, category 2 expenses and pre-administration costs

8.1 Approval of the basis of remuneration and category 2 expenses

8.1.1 Basis of remuneration and category 2 expenses

We propose to seek approval from the Company's creditors that:

- Our remuneration will be drawn on the basis of time properly given by us and the various grades of our staff in accordance with the fees estimate (which will be provided prior to seeking such approval) and the charge-out rates included in Appendix 3; and
- Category 2 expenses (as defined in SIP 9 and set out in Section 4 above will be paid as expense of the estate, including disbursements paid directly by A&M and charged in accordance with our charging policy as set out in Appendix 3.

Agreement to the basis of our remuneration and the payment of category 2 expenses is subject to specific approval. It is not part of our proposals.

8.1.2 Time costs

From the date of our appointment to 10 December 2021 we have incurred time costs of £266,214. These represent 474.5 hours at an average rate of £561 per hour.

8.1.3 Additional information

We have attached (Appendix 3) an analysis of the time spent, the charge-out rates for each grade of staff and the disbursements paid directly by A&M for the period from our appointment to 10 December 2021. We have also attached our charging policy.

Whilst we anticipate that a liquidation will be our exit route and we propose to seek appointment as Joint Liquidators, we consider it to be unrealistic to be able to provide an accurate estimate of the remuneration anticipated to be charged and the expenses likely to be incurred for the duration of the liquidation at this stage.

To ensure the information we provide to you is meaningful, we will, therefore, provide the fees and expenses estimates for the subsequent liquidation and seek approval for that remuneration following our appointment as Joint Liquidators.

8.2 Pre-administration costs

The following pre-administration costs have been incurred in relation to the pre-administration work detailed in Section 3:

Pre-administration costs	Paid (£)	Unpaid (£)	Total (£)
Fees incurred by the Joint Administrators:			
- <i>Engagement acceptance & control</i>	-	16,886.00	16,886.00
- <i>Dealing with stakeholders</i>	-	4,725.00	4,725.00
- <i>Appointment documents</i>	-	1,477.50	1,477.50
Total	-	23,088.50	23,088.50

The payment of unpaid pre-administration costs as an expense of the administration is subject to the same approval as our remuneration, as outlined above. It is not part of our proposals.

We are to seek approval for our fees in relation to the pre-administration work on a time costs basis.

Please refer to Section 3.4 for further detail on our pre-administration costs.

Appendix 1 – Statutory information

Company information	
Company and trading name	Green Network UK Plc
Date of incorporation	5 October 2012
Company registration number	08241751
Trading address	4th Floor, 100 Victoria Street London, SW1E 5JL
Previous registered office (if any)	4th Floor, 100 Victoria Street London, SW1E 5JL
Present registered office	Suite 3 Regency House, 91 Western Road, Brighton, BN1 2NW
Company Directors	Piero Saulli - Shares held: Nil Sabrina Corbo – Shares held: Nil David Spencer Tuomey – Shares held: Nil
Company Secretary	Blakelaw Secretaries Limited Shares held: Nil

Administration information	
Delivery date of proposals	21 December 2021
Administration appointment	The administration appointment granted in the High Court of Justice Business and Property Courts of England and Wales, Insolvency and Companies List (ChD)
Appointor	The Directors of the Company
Date of appointment	1 November 2021
Joint Administrators	James Cook & Richard Fleming
Joint Administrators' contact details	Address: Suite 3, Regency House, 91 Western Road, Brighton BN1 2NW Email: INS-GRENUP@alvarezandmarsal.com
Purpose of the administration	Rescuing the Company in accordance with Paragraph 3(1)(a) is not achievable as there are no viable concern to pursue which would address the cash requirements faced by the Company. Therefore, our primary objective is to achieve a better result for the Company's creditors as a whole than would be likely if the Company were wound up, in accordance with Paragraph 3(1)(b).
Functions	The functions of the Joint Administrators are being exercised by them individually or together in accordance with Paragraph 100(2).
Current administration expiry date	31 October 2022

Prescribed part

The prescribed part is not applicable in this case
as there is no qualifying floating charge holder

Insolvency proceedings

These proceedings are COMI proceedings

Appendix 2 – Receipts and payments account

Green Network UK Plc
(In Administration)
Joint Administrators' Summary of Receipts & Payments

Statement of Affairs £		From 01/11/2021 To 10/12/2021 £	From 01/11/2021 To 10/12/2021 £
	ASSET REALISATIONS		
6,285,364.02	Book Debts	NIL	NIL
2,469,719.72	Cash at Bank	2,291,842.86	2,291,842.86
60,991.55	Rent	NIL	NIL
		<u>2,291,842.86</u>	<u>2,291,842.86</u>
	OTHER REALISATIONS		
112,385.14	Accrued Income	NIL	NIL
5,147,518.58	Financial Swaps	6,762,202.78	6,762,202.78
184,555.74	Trading Platform Deposits	97,254.71	97,254.71
		<u>6,859,457.49</u>	<u>6,859,457.49</u>
	COST OF REALISATIONS		
	Exchange (Gain)/Loss	88,659.52	88,659.52
	Wages & Salaries	(65,652.78)	(65,652.78)
		<u>23,006.74</u>	<u>23,006.74</u>
	UNSECURED CREDITORS		
(57,631,666.71)	Connected Companies	NIL	NIL
(1,772,683.35)	Trade & Expense Creditors	NIL	NIL
		<u>NIL</u>	<u>NIL</u>
(45,143,815.31)		<u>9,174,307.09</u>	<u>9,174,307.09</u>
	REPRESENTED BY		
	Current Account		124,443.17
	Current Account - EUR		9,077,904.72
	PAYE & NIC		(27,940.29)
	Pension Deductions		(100.51)
			<u>9,174,307.09</u>

Notes to the R&P:

- Balance on EUR account €10,619,667.92 @ 1.1698369 = GBP 9,077,904.72;
- Cash held in both EUR and GBP accounts;
- Cash is held in interest bearing accounts (albeit rates during the period of this report were nil);
- The statement of affairs value for Book Debts refers to the Company's claim in the administration of GNEL;
- The balance realised from the termination of the financial swaps is being held in Euros is but is shown in its GBP equivalent from the amounts detailed in section 4.1.4.

Appendix 3 – Charging policy

Joint Administrators' charging policy

The time charged to the administration is by reference to the time properly given by us and our staff in attending to matters arising in the administration. This includes work undertaken in respect of tax, VAT and investigations by A&M in-house specialists.

Our policy is to delegate tasks in the administration to appropriate members of staff considering their level of experience and requisite specialist knowledge, supervised accordingly, so as to maximise the cost effectiveness of the work performed. Matters of particular complexity or significance requiring more exceptional responsibility are dealt with by senior staff or us.

A copy of "Administration: A Guide for Creditors on Insolvency Practitioner Fees" from SIP 9 produced by the Association of Business Recovery Professionals is available via the Portal.

If you are unable to access this guide and would like a copy, please contact INS-GRENUP@alvarezandmarsal.com.

Hourly rates

Set out below are the relevant hourly charge-out rates for the grades of our staff actually or likely to be involved on this administration. Time is charged by reference to actual work carried out on the administration, using a minimum time unit of six minutes.

All staff who have worked on the administration, including cashiers and secretarial staff, have charged time directly to the administration and are included in the analysis of time spent. The cost of staff employed in central administration functions is not charged directly to the administration but is reflected in the general level of charge-out rates.

Charge-out rates (£)	
Grade	From 1 November 2021
Managing Director	985
Senior Director	935
Director	865
Associate Director	690
Senior Associate	595
Associate	450
Analyst	255
Support	190

Policy for the recovery of disbursements

Where funds permit, the office holders will seek to recover disbursements falling into both category 1 and category 2 expenses from the estate. For the avoidance of doubt, disbursements are defined within SIP 9 as payments which are first met by the office holder, and then reimbursed to the office holder from the estate. These are divided in SIP 9 as follows:

- *Disbursements within category 1 expenses:* These are payments which do not have any element of shared costs and are made to persons who are not an associate of the office holder. These may include, for example, advertising, room hire, storage, postage, telephone charges, travel expenses, and equivalent costs reimbursed to the office holder or his or her staff.

- *Disbursements within category 2 expenses:* These are payments to associates or which have an element of shared costs. These may include shared or allocated costs that can be allocated to the appointment on a proper and reasonable basis, for example, business mileage.

Disbursements within category 2 expenses charged by A&M include mileage at a rate of 45p per mile. When carrying an A&M passenger, no additional cost per passenger will be charged.

We have the authority to pay disbursements falling within category 1 expenses without the need for any prior approval from the creditors of the Company.

Disbursements falling within category 2 expenses are to be approved in the same manner as our remuneration.

Disbursements falling within category 1 expenses:

Nature of disbursement	Amounts incurred in the period (£)
Postage	115.02
Mail Redirection	41.67
Total	156.69

Disbursements falling within category 2 expenses:

It is not currently anticipated that any disbursements falling within category 2 expenses will be incurred during the administration.

Our time cost summary in accordance with SIP 9:

Please refer to the tables below for a detailed breakdown and narrative of our time costs to 10 December 2021 in accordance with SIP 9.

Green Network UK Plc (in administration) Time costs for the period 1 November 2021 to 10 December 2021			
Classification of work function	Total Hours	Total Time Cost (£)	Average Hourly Rate (£)
Engagement Control	71.7	38,449	536
Appointment and risk	19.4	9,433	486
Reports, Decision Making and Remuneration	23.2	10,361	447
Correspondence and Statutory Filing	63.9	25,192	394
Investigations	76.5	35,887	469
Trading	9.0	6,515	724
Asset Realisations	155.0	109,505	706
Costs of Realisation	2.6	1,709	657
Tax	1.1	785	714
Cashiering	7.0	2,971	424
Employees and Pensions	42.9	24,419	569
Claims & Distributions	2.2	990	450
Total	474.5	266,214	561

SIP 9 narrative for the period from 1 November 2021 to 10 December 2021

Type of work	Narrative description of work	Why was/is this work necessary?	What, if any, financial benefit will the work provide to creditors?
Engagement control	<ul style="list-style-type: none"> - Formulating, monitoring and reviewing the administration strategy. - Briefing our staff on the administration strategy and matters in relation to various work-streams. - Regular case management, including regular team update meetings and calls. - Meeting with Company management to review and update strategy and monitor progress of the administration. - Reviewing and authorising junior staff correspondence. - Dealing with ad hoc queries arising during the administration. - Reviewing matters affecting the outcome of the administration in consideration to the statutory purpose. - Allocating and managing staff/case resourcing and budgeting exercises and reviews. - Liaising with legal advisers regarding the various instructions, including agreeing content of engagement letters. - Complying with internal filing and information recording practices, including documenting strategy decisions. 	To ensure appropriate oversight, decision making and overall control of the administration.	Ensuring the case is progressed efficiently, maximising realisations and minimising costs to the benefit of creditors.

SIP 9 narrative for the period from 1 November 2021 to 10 December 2021

Type of work	Narrative description of work	Why was/is this work necessary?	What, if any, financial benefit will the work provide to creditors?
Appointment & risk	<ul style="list-style-type: none"> - Collating company information to enable us to carry out our statutory duties, including creditor information and details of assets. - Obtaining confirmation of validity of the appointment. - Arranging bonding and complying with statutory requirements. - Liaising with Health and Safety specialists in order to manage all health and safety and environmental issues, including ensuring that legal and licensing obligations are adhered to. - Arranging ongoing insurance cover for the Company's business and assets. - Liaising with security providers to ensure adequate security is in place during the administration. - Ongoing assessment of insurance for the period of the administration. 	To comply with statutory requirements and to ensure the administration is managed effectively.	No direct financial benefit
Reports, decision making & remuneration	<ul style="list-style-type: none"> - Preparing statutory receipts and payments accounts. - Drafting and publishing our proposals. - Ensuring compliance with all statutory obligations within the relevant timescales. - Preparing for the creditors' decision relating to our proposals and discharge from liability. - Reviewing time costs to date and producing analysis of time incurred which is compliant with SIP 9. 	To comply with statutory requirements and protect Company assets	No direct financial benefit
Correspondence & statutory filing	<ul style="list-style-type: none"> - Uploading information to the Portal. - Providing initial statutory notifications of our appointment to the Registrar of Companies, creditors and other stakeholders and advertising our appointment. - Dealing with creditor queries. - Dealing with other stakeholders' queries. 	To comply with statutory requirements and protect Company assets	No direct financial benefit

SIP 9 narrative for the period from 1 November 2021 to 10 December 2021

Type of work	Narrative description of work	Why was/is this work necessary?	What, if any, financial benefit will the work provide to creditors?
Investigations	<ul style="list-style-type: none"> - Locating relevant Company books and records, arranging for their collection, undertaking detailed review of these records and providing ongoing secured storage. - Reviewing Company and Directorship searches and advising the Directors on the impact of the administration. - Liaising with the Directors to produce the Statement of Affairs and undertaking filing at the Registrar of Companies. - Arranging for the redirection of the Company's mail. - Reviewing the questionnaire submitted by the Directors of the Company. - Reviewing pre-appointment transactions. 	To comply with statutory requirements and to pursue any potential asset recoveries for the estate.	Maximising asset realisations, therefore potentially increasing the available dividend for creditors

SIP 9 narrative for the period from 1 November 2021 to 10 December 2021

Type of work	Narrative description of work		Why was/is this work necessary?	What, if any, financial benefit will the work provide to creditors?
Asset realisations	<ul style="list-style-type: none">- Reviewing the Company's books and records in order to collate relevant information regarding the Company's assets.- Dealing with the Company's pre-appointment bank accounts at Santander and Banca Akros- Detailed review and realisation of the Company's financial swaps.- Liaising with counterparties holding trading deposits and securities and ongoing management of debt collection strategy.- Liaising with the GNEL administrators and submitting a proof of debt claim in the administration.- Considering the merits in relation to outstanding claims.- Liaising with finance companies in respect of assets subject to finance agreements, including vehicles and office equipment.- Liaising with agents regarding the inspection and sale of assets.- Seeking legal advice in relation to Company's assets.- Reviewing the inter-company debtor position between the Company and other group companies.- Reviewing the Company's leasehold properties, including review of leases in conjunction with our legal advisers and agents; issue proforma invoices to GNEL for unpaid rent.- Communicating with the landlords regarding rent, property occupation and other related property issues.		To identify, secure and realise the value of the Company's assets.	Maximising asset realisations and minimising potential liabilities may increase the dividend prospects for creditors.
Costs of realisation	<ul style="list-style-type: none">- Reviewing costs incurred by third parties to ensure costs are appropriate and accurate for the work undertaken in the administration.- Arranging payment of third costs in a timely manner.		To settle costs of third parties who have facilitated the realisation of the Company's assets and mitigation of the administration costs/liabilities.	Minimising the costs/liabilities of the administration may increase the dividend prospects for creditors.

SIP 9 narrative for the period from 1 November 2021 to 10 December 2021

Type of work	Narrative description of work		Why was/is this work necessary?	What, if any, financial benefit will the work provide to creditors?
Tax	<ul style="list-style-type: none"> - Reviewing the books and records of the Company, collating documentation relating to the historic tax position of the Company. - Submitting initial notifications to HM Revenue and Customs in accordance with our statutory duties. - Reviewing the Company's pre-appointment corporation tax and VAT positions. - Analysing and considering the tax impact of various asset sales, including ongoing tax planning. - Engaging with our tax colleagues for the preparation of tax returns relating to the administration period. 		To comply with statutory tax requirements and ensure mitigation of the tax liabilities/expenses of the administration.	Minimising the costs/liabilities of the administration may increase the dividend prospects for creditors.
Cashiering	<ul style="list-style-type: none"> - Setting up administration bank accounts. - Preparing and processing vouchers for the payment of post-appointment invoices. - Preparation and execution of payments to settle post appointment invoices. - Preparing payroll payments for retained staff, dealing with salary related queries and confirming payments with the employees' banks. - Reconciling post appointment bank accounts to internal systems. - Ensuring compliance with appropriate risk management procedures in respect of receipts and payments. 		To effectively manage funds, receive asset realisations and discharge the costs of the administration.	Receipt of bank interest maximises asset realisations which may increase the dividend prospects for creditors.

SIP 9 narrative for the period from 1 November 2021 to 10 December 2021

Type of work	Narrative description of work	Why was/is this work necessary?	What, if any, financial benefit will the work provide to creditors?
Employees & pensions	<ul style="list-style-type: none"> - Dealing with ongoing queries from employees regarding various matters relating to the administration and their employment. - Dealing with statutory employment matters, including statutory notices to employees and making statutory submissions to the relevant government bodies. - Holding employee briefing meetings to update employees on progress in the administration on our strategy. - Administering the Company's payroll, including associated taxation and other deductions and preparing PAYE and NIC returns in conjunction with OSW. - Communicating and corresponding with HMRC. - Dealing with issues arising from the employee redundancies, including statutory notifications and liaising with the Redundancy Payments Service. - Managing claims from employees. - Ensuring security of assets held by employees. - Collating information and reviewing the Company's pension schemes. - Calculating employee pension contributions and review of pre-appointment unpaid contributions. - Ensuring compliance with our statutory duties to issue statutory reports to creditors. - Communicating with employee representatives concerning the effect of the administration on the pension scheme and dealing with employee queries. 	To comply with statute and provide effective and informative communication to employees.	Assistance to employees will enable them to recover the maximum claims in the administration.

SIP 9 narrative for the period from 1 November 2021 to 10 December 2021

Type of work	Narrative description of work	Why was/is this work necessary?	What, if any, financial benefit will the work provide to creditors?
Claims & distributions	<ul style="list-style-type: none">- Reviewing and updating the list of unsecured creditors on an ongoing basis.- Reviewing completed forms submitted by creditors, recording claim amounts and maintaining claim records.- Responding to ad hoc creditor queries in respect to the administration and their claims.	To comply with statutory requirements, ensuring that creditors are informed of the progress of the administration.	Ensuring creditor records are updated on the ongoing progress of the administration. Ensuring that creditor claims are agreed at the correct value and funds are distributed accurately to the relevant creditors (where appropriate).

Appendix 4 – Statement of Affairs

The Directors were due to provide a Statement of Affairs of the Company by 13 November 2021.

An extension was granted to 20 November 2021 to allow the Directors time to confirm that the assets and liabilities of the Company are accurate.

To date we have not carried out a financial audit of the information provided and the figures do not take into account the ongoing costs of the administration.

A schedule of the known creditors' names, addresses, debts and details of any security held is included in the Statement of Affairs.

Creditors should be aware that as the Company may not have completed updating its ledgers as at the date of appointment, the balances stated may be revised.

Statement of Affairs

Name of Company
Green Network UK Plc

Company number
08241751

In the High Court of Justice Business and Property
Courts of England and Wales Insolvency and
Companies List (ChD)
(full name of Court)

Court case number
CR-2021-001990

Statement as to the affairs of Green Network UK Plc, 4th Floor, 100 Victoria Street, London, England,
on the 1 November 2021 the date the company entered administration

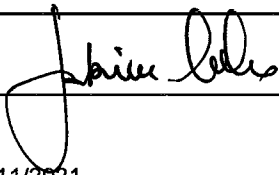
Statement of Truth

I believe that the facts stated in this statement of affairs are a true statement of the affairs of the above-named company as at 1 November 2021 the date that the company entered administration.

I understand that proceedings for contempt of court may be brought against anyone who makes, or causes to be made, a false statement in a document verified by a statement of truth without an honest belief in its truth.

Full Name SABRINACORBO

Signed



Date 19/11/2021

A - Summary of Assets

ASSETS

Book Value
(Euro)

Estimated to realize
(Euro)

Assets subject to fixed charge:

Total assets subject to fixed charge

Less: Amount(s) due to fixed charge holder(s)

Surplus/(shortfall) to fixed charge holder

Assets subject to floating charge:

Assets subject to floating charge

Cash (Non-Charged Accounts)

Leasehold Improvements

GNE Rent

Computers&equipment

Investments in subsidiaries

Other Trade receivables

Trading seposits & securities

Prepayments

Intercompany Debtors

Accrued Income

Interco GNE/Plc

Interco/GNS

£60,966

2,924,148

96,688

72,214

36,363

10,788

8,110,412

500,072

188,135

347,898

532,254

29,767,484

53,574

2,924,148

0

72,214

0

0

6,094,662

218,514

0

0

133,064

7,441,871

0

Surplus to fixed chargeholder (brought down)

42,640,030

16,884,472

Uncharged assets:

42,640,030

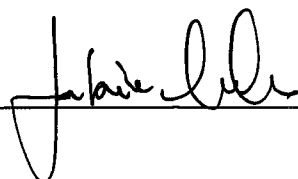
16,884,472

Estimated total assets available for preferential creditor

42,640,030

16,884,472

Signed



Date

19/11/2021



A1 - Summary of Liabilities

	Book Value (Euro)	Estimated to realise (Euro)
Preferential creditor assets and liabilities		
Uncharged assets	42,640,030	16,884,472
Liabilities		
Ordinary preferential creditors:		
Employees/former employees (No. 3)	£ - 6,430.90 -7,617.40	-7,617.40
Other primary preferential creditors		
Secondary preferential creditors		
HMRC	-128,899.03	-128,899.03
Surplus/deficit to preferential creditors from uncharged assets	42,503,513.17	16,747,955.77
Floating charge assets (only where there is a deficit to prefs from uncharged assets)		
Deficit to preferential creditors from uncharged assets		
Estimated deficiency/surplus as regards preferential creditors	42,503,513.17	16,747,955.77
Floating charge assets and liabilities		
Floating charge assets (remaining after payment of prefs)	42,503,513.17	16,747,955.77
Net property		
Estimated prescribed part of net property (where applicable) (carried down)		
Estimated total assets available for floating chargeholders		
Debts secured by floating charge		
Estimated deficiency/surplus as regards floating chargeholders		
Estimated prescribed part of net property (where applicable) (brought down)		
Uncharged assets (remaining after payment of prefs)	42,503,513.17	16,747,955.77
Total assets available to unsecured creditors		
Unsecured trade creditors	-73,321,692.03	-73,321,692.03
Unsecured employee creditors (No. x)		

Unsecured pre-paid consumer creditors (No. x)

Estimated deficiency/surplus as regards non-preferential creditors (excluding any shortfall

Shortfall to preferential creditors

Shortfall to fixed chargeholder(s)

Shortfall to floating chargeholder (brought down)

Estimated deficiency/surplus as regards creditors

Issued and called up share capital

-5,097,024.00

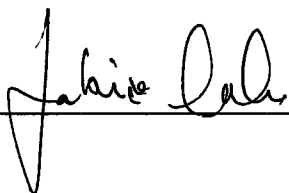
-5,097,024.00

Estimated deficiency/surplus as regards members

- 35,915,202.86

-61,670,760.25

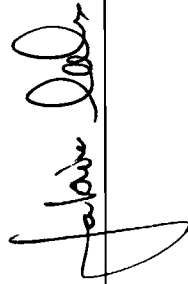
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Date 19/11/2021

Secured creditors

Name of creditor	Address (incl. postcode)	Amount of debt (Euro)	Details of security held	Date Security Given	Value of security
NONE					

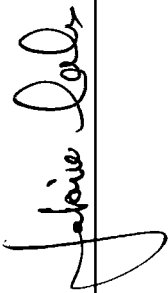


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Date 19/11/2021

Preferential creditors (excl. employees and former employees)

Name of creditor	Address (incl postcode)	Amount of preferential debt (Euro)
HMRC		128,899.03
TOTAL		128,899.03

Signed 

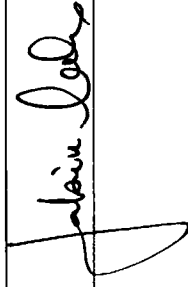
Date 19/11/2021

COMPANY TRADE CREDITORS

NOTE - You must include all creditors with the EXCEPTION of employee creditors and pre-paid consumer creditors. You must confirm if any of the creditors are under hire purchase, chattel leasing or conditional sale agreements by stating which if any of these are applicable in the columns below. Must also identify any creditors claiming retention of title over property in the Company's possession by including a tick in the ROT box

Name of creditor	Address (incl postcode)	Amount of debt (£)	HP/Chattel/Conditional Sale	Claiming ROT
Axpo Italia SpA	Via IV Novembre, 149 IT - 00187 Rome	121,842.00		
Cadent Gas Limited	Ashbrook Court, Central Boulevard, Coventry, CV7 8PE, UK	3,405.84		
DHL International (UK) Ltd	Southern Hub, Unit 1, Horton Road, Colnbrook, Berkshire, SL3 0BB, UK	671.95		
European Commodity Clearing AG	The Square, 42, Avenue JF Kennedy, L-1855 Luxembourg	1.80		
European Energy Exchange AG (EEX)	Augustusplatz 9 04109 Leipzig HRB 18 4 09, Amtsgericht Leipzig, GERMANY	4,008.33		
Elexon Limited	e 4th Floor 350 Euston Road London NW1 3AW, UK	12.66		
Epex Spot SE	5 Boulevard Montmarte 75002 Paris, France	6,732.16		
GFI Brokers Ltd	15/17 rue Vivienne Paris 75002 France	200.00		
Gradwell Communications Ltd	Westpoint, James St West, Bath, BA1 2DA, UK	1,628.88		
Green Network S.p.A.	Via Giulio Vincenzo Bona, 101 - 00156 Rome, ITALY	12,029,117.53		
On The Cloud IT Ltd	Wohl Enterprise Hub, 2b Redbourne Avenue, LONDON, N3 2BS, UK	7,403.77		
Orsa Saiwai Limited	5 The Green, Richmond TW9 1PL United Kingdom	15,450.69		
RTE (RESEAU DE TRANSPORT D'ELECTRICITE)	204 bd Anatole France F-93206 ST DENIS CEDEX, FRANCE	1,078.00		
StormGeo AS	Nordre Nøstekaiaen 1 5011 Bergen Norway	2,000.00		
REFINITIV LIMITED (ex Thomson Reuters)	Five Canada Square, Canary Wharf London E14 5AQ United Kingdom	12,084.16		
Vision Office Technical Services Ltd	Caxton House Watermark Way Hertford Hertfordshire SG13 7TZ, UK	772.99		
Vodafone	Vodafone House, The Connection, Newbury, Berkshire RG14 2FN, UK	927.69		
National Grid Gas Plc	Strand, London, WC2N 5EH, UK	280.54		
Green Network Energy Limited	C/O Teneo Restructuring Limited 156 Great Charles Street, Queensway, Birmingham, West Midlands, B3 3HN, UK	975,330.64		
Britannic Energy Trading Limited	20 Canada Square London United Kingdom E14 5NJ	39,305.82		
Your London Chauffeur	27 South Park Rd, Ilford, IG1 2XW, UK	147.41		
City of Westminster	Westminster City Council, Business rates, PO Box 187, Erith, DA8 9EY, UK	26,770.59		
FIS Energy Solutions (Italia) S.r.l	Via degli Amedei, 15, Milano, 20123, Italy	74,014.00		
London Aquarium Maintenance Ltd	Broom House 39/43 London Road, Hadleigh, Benfleet, Essex, England, SS7 2QL	609.18		
Equias B.V	Keizersgracht 62-64 1015 CS Amsterdam The Netherlands	256.25		

Croydon Council	5th Floor, Bernard Weatherill House, 8 Mint Walk, Croydon, CR0 1EA, UK	462,170.72		
JLL (Jones Lang Lasalle)	The Royal London Mutual Insurance Society Ltd (RL Pens Fund) 55, Gracechurch Street London UK EC3V 0RL	1,298,332.26		
ICE Data LP	P.O. Box 933269, Atlanta, GA 31193-3269, USA	4,320.50		
Access (People HR Enterprise)	The Old School, Stratford St.Mary Colchester, Essex CO7 6LZ, United Kingdom	141.40		
SC Holding Srl	Via Giulio Vincenzo Bona, 101 - 00156 Rome, ITALY	180,499.05		
ALD Automotive	Oakwood Drive, Emersons Green, Bristol, BS16 7LB, UK	2,442.50		
Green Network SPA	Via Giulio Vincenzo Bona, 101 - 00156 Rome, ITALY	37,040,946.17		
SC Holding Srl	Via Giulio Vincenzo Bona, 101 - 00156 Rome, ITALY	18,010,000.00		
Pacis Holding Ltd	5 The Green, Richmond, United Kingdom, TW9 1PL	11,845.00		
TOTAL		€ 70,334,750.48		



Signed

Date 19/11/2021

Company Shareholders

Name of shareholder	Address (incl postcode)	Number of shares held	Nominal value (Euro)	Details of shares held
SC HOLDING SRL	VIA GIULIO VINCENZO BONA 101 – 00156 ROME ITALY	100%	5,097,024	ORDINARY
TOTAL			5,097,024	

Signed John Doe

Date 19/11/2021

Appendix 5 – Glossary

Any references in these proposals to sections, paragraphs and rules are to Sections, Paragraphs and Rules in the Insolvency Act 1986, Schedule B1 of the Insolvency Act 1986 and the Insolvency Rules (England and Wales) 2016 respectively.

Defined Terms	Definition
A&M	Alvarez & Marsal Europe LLP
Axpo	Axpo Italia S.p.A
Banka Akros	Banka Akros Italia S.p.A.
BP	BP Plc
Clumber	Clumber Consultancy Limited
COMI proceedings	Centre of Main Interests proceedings
Company or GNUK	Green Network UK Plc – In Administration
Croydon Office	9-16 Dingwall Road, Croydon, CR0 2NA
CVA	Company Voluntary Arrangement
CVL	Creditors Voluntary Liquidation
Directors	Sabrina Corbo, Piero Saulli and David Spencer Tuomey
EDFT	EDF Trading Limited
EFET	European Federation of Energy Traders agreement
FCA	Financial Conduct Authority
FIAS	Alvarez & Marsal Financial Industry Advisory Services
FSMA	Financial Services Markets Act 2020
GDPR	General Data Protection Regulation
GNEL	Green Network Energy Limited
GN SPA	Green Network S.p.A
GNSL	Green Network Store Limited
Group	The Company together with: SC Holding Srl; GN SPA; GNEL; GNSL
Hilco	Hilco Appraisal Ltd t/a Hilco Valuation Services
HMRC	HM Revenue & Customs
ISDA	International Swaps and Derivative Association master agreement
Joint Administrators/we/our/us	James Cook and Richard Fleming
Mayer Brown	Mayer Brown International LLP
NIC	National Insurance Contribution
On the Cloud IT	On the Cloud IT Limited
OSW	Orsa Sai Wai Limited
PACES	Principle and Commercial Energy Service Limited
PAYE	HMRC system to collect Income Tax and National Insurance from employment
Portal	IPS Creditor Portal
Proposals	Statement of Proposals
RPS	Redundancy Payments Services
Santander	Santander UK Plc
SIPs	Statements of insolvency practice
SIP 9	Payments to insolvency office holders and their associates from an estate

Appendix 6 – Notice: About this statement of proposals

This statement of proposals (“proposals”) has been prepared by James Cook and Richard Fleming, the Joint Administrators of Green Network UK Plc (“the Company”), solely to comply with their statutory duty under Paragraph 49, Schedule B1 of the Insolvency Act 1986 to lay before creditors a statement of their proposals for achieving the purpose of the administration, and for no other purpose. It is not suitable to be relied upon by any other person, or for any other purposes, or in any other context.

These proposals have not been prepared in contemplation of them being used, and are not suitable to be used, to inform any investment decision in relation to the debt of or any financial interest in the Company or any other company in the same group.

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

Any person that chooses to rely on these proposals for any purpose or in any context other than under Paragraph 49, Schedule B1 of the Insolvency Act 1986 does so at their own risk. To the fullest extent permitted by law, the Joint Administrators do not assume any responsibility and will not accept any liability in respect of these proposals.

James Cook and Richard Fleming are authorised to act as insolvency practitioners by The Institute of Chartered Accountants in England and Wales.

We are bound by the Insolvency Code of Ethics.

The Joint Administrators act as agent for the Company without personal liability. The appointments of the Joint Administrators are personal to them and, to the fullest extent permitted by law, Alvarez & Marsal Europe LLP does not assume any responsibility and will not accept any liability to any person in respect of these proposals or the conduct of the administration.