



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

1 Company details

Company number 0 8 2 6 9 2 9 1

Company name in full Saferock Minerals Ltd

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

2 Administrator's name

Full forename(s) Ken

Surname Touhey

3 Administrator's address

Building name/number Chatsworth House

Street 39 Chatsworth House

Post town Worthing

County/Region West Sussex

Postcode B N 1 1 1 L Y

Country United Kingdom

4 Administrator's name ①

Full forename(s) N/A

Surname

① Other administrator
Use this section to tell us about
another administrator.

5 Administrator's address ②

Building name/number N/A

Street

Post town

County/Region

Postcode

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 9	m 1	m 2	y 2	y 0	y 2	y 0
To date	d 1	d 8	m 0	m 6	y 2	y 0	y 2	y 1

7 Progress report

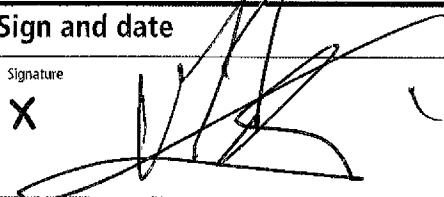
☒ I attach a copy of the progress report

8 Sign and date

Administrator's
signature

Signature

X



X

Signature date	d 1	d 3	m 0	m 7	y 2	y 0	y 2	y 1
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AM10

Notice of administrator's progress report



Presenter information

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

Contact name Vanessa Blackwell

Company name IRL

Address Chatsworth House

39 Chatsworth Road

Post town Worthing

County/Region West Sussex

Postcode

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Country United Kingdom

DX

Telephone 01903 239313



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



SAFEROCK MINERALS LIMITED

(“the Company”)

IN ADMINISTRATION

Registered No. 08269291

Court Reference No. CR-2019-008394

In the High Court of Justice, Business and Property Courts of England and Wales

Administrator’s Third Six-Monthly Progress Report in accordance with Rule 18.2 to 18.6 of the Insolvency (England and Wales) Rules 2016 for the period 19 December 2021 to 18 June 2021

This report has been prepared for the sole purpose of updating the creditors for information purposes. The report is private and confidential and may not be relied upon, referred to, reproduced or quoted from, in whole or in part, by creditors for any purpose other than updating them for information purposes, or by any other person for any purpose whatsoever.

Ken Touhey was appointed Administrator of Saferock Minerals Limited on 19 December 2019. The affairs, business and property of the Company are managed by the Administrator. The Administrator acts as an agent of the Company and contract without personal liability.

**IRL
Chatsworth House
39 Chatsworth Road
Worthing
BN11 1LY
Tel: 01903 239313
Fax: 01903 219975**

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1. INTRODUCTION AND EXECUTIVE SUMMARY

- 1.1 We refer to the appointment of Ken Touhey of Insolvency and Recovery Limited ("IRL"), Chatsworth House, 39 Chatsworth Road, Worthing, West Sussex BN11 1LY as Administrator of Saferock Minerals Limited ('Saferock' or 'the Company').
- 1.2 The Administrator was appointed on 19 December 2019 by the Company's Qualifying Floating Charge Holders, Riveroaks Homes Limited, Tofino Sky Limited and Instinct Limited (Debenture Holders) pursuant to Paragraph 14 of Schedule B1 to the Insolvency Act 1986 ("the Act").
- 1.3 This report has been produced in accordance with Rule 18.2 of the Insolvency (England and Wales) Rules 2016 ("the Rules") to provide creditors with an update on the progress of the Administration of the Company for the period from 19 December 2020 to 18 June 2021.
- 1.4 The Administration period was extended with the consent of the Secured Creditors and by Deemed Consent of the Preferential Creditors for a period of 12 months and will automatically end on 19 December 2021.
- 1.5 Given that we are waiting upon payment of the Company's assets by way of deferred consideration, we may need to extend the Administration for an indefinite period in order to collect the deferred consideration or if appropriate, convert the Administration to a Compulsory Liquidation. Both decisions will require an order and directions from the Court. We will seek legal advice in the forthcoming months and inform creditors accordingly.
- 1.6 A full description of the background of the Company and the events leading to the appointment is detailed in our proposals dated 10 February 2020 and our first and second progress report dated 9 July 2020 and 12 January 2021 respectively. If you require a hard copy of these reports please contact this office and a copy will be posted to you.
- 1.7 The requisite statutory information in respect of the Company is attached at Appendix A.

Summary of Key Issues Outstanding

- 1.9 The principal matters that will need to be dealt with, include:-
 - Agreement and distribution of funds to Fixed and Floating Charge Creditor.
 - Monitoring and Collection of the Deferred Consideration
 - Adjudicate and reconcile Preferential Creditors' claims.
 - Payment of dividend to Preferential Creditors.
 - Ongoing statutory matters.
 - Further investigations into the Directors' conduct regarding the insolvency of the Company.
 - Apply to Court for directions regards extension of Administration or convert to Liquidation
 - Progress report to creditors.

2. THE PROGRESS OF THE ADMINISTRATION

The Administrator's Estimated Outcome Statement

- 2.1 Attached at Appendix B is the Administrator's Receipts and Payments Account incorporated into an Estimated Outcome Statement for the period from the date of appointment to the date of this report, which we trust is self-explanatory.

- 2.2 You will note that to date no receipts or payments have been made from or to the Administration estate. However, some expenses that have been incurred during the course of the Administration have been paid from the Administrator's office account and will be recovered once funds are paid into the estate.

Details of the expenses incurred to date and the future estimated expenses are detailed in Appendix F.

Progress of Administration since previous report

- 2.3 You will recall from my last progress report dated 12 January 2021, that an offer was made and accepted from Saferock International Limited ("SIL") to purchase in the sum of £52,500, the following assets:-

- Goodwill;
- Intellectual Property Rights;
- Company records;
- Any books and records associated with any tests and trials carried out by the vendor in connection with the business including, but not limited to, any formulas and recipes;
- Any customer lists of the vendor in connection with the business;
- Option agreements relating to land;
- Third party rights relating to the assets;
- All other assets of the vendor which are not owned by third parties or leased, rented or hired to the vendor which are necessary for use in the business and situated at any premises occupied by the vendor on the appointment date.

- 2.4 Completion of the above sale took place on 22 January 2021.

- 2.5 You will also recall from previous reports that, Agro Minerals Limited ("AML") made an offer to the associated Company, Rock Minerals Limited – In Liquidation ("RML") to purchase the two freehold properties of RML as follows:

Assets	£
Freehold Land	157,700
Residential Property	85,000
Total	<u>242,700</u>

In addition to the above, the purchaser also agreed to pay goodwill to RML and Saferock for a period of 5 years following completion based upon 10% of the purchaser's turnover to be split evenly between RML and Saferock.

- 2.6 On 13 August 2020, contracts were exchanged on RML. However completion has been delayed pending the outcome of a dispute surrounding a contingent creditor who has asserted an interest in the above properties in relation to a claim they have against a non-connected Company and an undocumented agreement they had with one of the Directors.
- 2.7 Following legal advice we have filed an application at the Court to have the action overturned given that the dispute appears to be unfounded, has not been formerly notarised on Company records and that the dispute is several years old.

- 2.8 I have been advised by solicitors that the hearing and outcome of the application will take place in the course of the next two months.

Should I be successful in overturning the application, then completion of the sale agreement in respect of RML can proceed.

- 2.9 In addition to the above sale agreements with SIL and AML to purchase the assets of both Saferock and RML, there is also a clause in respect of goodwill as follows:-

- 1) That for a period of 5 years the purchaser will pay deferred consideration of 10% of the purchaser's turnover in respect of product/minerals extracted from the site owned by RML to be split equally between Saferock and RML.
- 2) That for a period of 5 years the purchaser will pay deferred consideration of 10% of the purchaser's gross profit in respect of the product/minerals extracted from any other site to be split equally between Saferock and RML.
- 3) A windfall clause whereby the purchasers will pay 10% of all profits that the purchaser accrues over the 5 year period in excess of £50 million, again to be split between Saferock and RML.
- 4) Given the relationship between the purchaser and the primary secured creditor, an agreement has been reached whereby the primary secured creditor has agreed to cap its indebtedness at £4 million.

- 2.10 As previously reported, it is not possible to predict with any certainty the level of turnover that the purchasers will generate given that the Companies have not commenced trading as they require the appropriate planning permissions to extract the mineral.

- 2.11 However, the Companies have initiated the appropriate steps to make the planning permissions, they are currently liaising with the required professionals and experts to enable them to obtain the licenses etc and have secured interest from potential customers to the value of circa £100 million. They anticipate that with available product/minerals that this interest would escalate considerably.

- 2.12 We have therefore for the purposes of this report have stayed with our assumptions made in the December 2020 report in which the companies will be able to secure and deliver orders of circa £60 million over the 5 year period.

- 2.13 We would reiterate, that this is highly speculative and is totally dependant on the purchaser obtaining planning permission and revitalising the interest that had been expressed by potential customers historically.

3. RECOVERY PROSPECTS FOR CREDITORS

3.1 Secured Creditors

As previously reported the Company granted a Debenture by way of a guarantee for the primary loan made by the secured creditor to RML in March 2017 for an initial loan of £2.7 million.

The original loan made to RML in March 2017 was made on the basis that it would be repaid in September 2017. The loan primarily attracted compound interest at the rate of 2.5% per month which would increase to 3% per month plus penalties if not repaid on time.

At the time of my appointment, this loan amounted to circa £7.1 million with accrued interest, charges and penalties.

Ordinarily, interest would continue to accrue until this loan is repaid in full.

You will note that as part of my negotiations to sell the business and its assets to Saferock International Limited they have agreed to cap their repayment to £4 million.

It is impossible to predict with any certainty the level of recoveries in respect of the deferred consideration as discussed in section 2 above.

However, for the purposes of the outcome statement, I have assumed that a total of £6 million will be recovered in respect of the deferred consideration, split equally between Saferock and RML.

If my speculative assumptions prove to be correct then it is likely the secured creditor will receive a full repayment of its renegotiated debt of £4 million.

However, should the assumptions in relation to the performance of the purchaser prove to be optimistic, then any reduction in projected recoveries will have a corresponding effect on the recovery of the secured creditors.

3.2 Preferential Creditors

Preferential claims relating to employees' arrears of wages and holiday pay are estimated at £41,000.

Based on current information, we are unable to estimate if there will be sufficient funds to enable a dividend to pay Preferential Creditors, given the uncertainty associated with the deferred consideration as discussed above Section 2 above.

3.3 Prescribed Part

The Prescribed Part (Section 176A of The Insolvency Act 1986 (Prescribed Part) Order 2003) applies where there are Floating Charges realisations, net of costs to be set aside for Unsecured Creditors. The basis of calculation is detailed below:

- 50% of the first £10,000 of the net property; and
- 20% of the remaining net property to a maximum of £600,000

Again, it is uncertain whether there will be any net property available.

3.4 Unsecured Creditors

We currently have listed 87 Unsecured Creditors with estimated claims of circa £5 million which can be further analysed as follows:

Creditor	£
Trade and Expense Creditors (47)	1,481,108
Investors/loan creditors (24)	819,970
Directors' Loan Accounts (2)	1,147,360
Employees' claims for arrears of pay, payment in lieu of notice and redundancy pay (arrears of pay circa 24 months) (14)	1,634,410
Total	5,082,848

To date, we have received claims from 8 trade and expenses Creditors totalling £673,874.

No investor/loan creditor has come forward with their claims and the Directors have been unable to provide us with a detailed reconciliation as to the Company's indebtedness to the Directors.

As indicated above, it is not possible at this time to predict with any certainty the prospect of a distribution to unsecured creditors.

If you have not submitted your claim, please complete the attached Proof of Debt attached at Appendix H and forward it, together with paperwork supporting your claim, to this office or by email tkemp@irluk.co.uk.

4. INVESTIGATIONS

- 4.1 As part of the Administrator's statutory duties, an investigation into the conduct of the Company's Directors is continuing.
- 4.2 As previously reported, a confidential report has been submitted to The Insolvency Service on 19 March 2020.
- 4.3 One particular area we are seeking to investigate further are the loans/investments made by the 24 individuals referred to above as unsecured creditors.
- 4.4 Our review of the company records (albeit incomplete) suggests that circa £820,000 was invested in the months leading up to the appointment of the Administration. We are presently seeking clarity as to the bases of these advances and whether they are of an unsecured nature or investments as share capital given that no shares have been allocated or registered at Companies House.
- 4.5 We would be grateful to hear from any creditor that has any information, concerning the company's affairs that will assist me in my investigations. Should creditors wish to provide me with information, this will be held confidentially and should be provided to me in writing to my email address ktouhey@irluk.co.uk

5. ADMINISTRATOR'S FEES AND EXPENSES

5.1 The Pre-Administration Costs

As previously advised, my pre-appointment fees amounted to £5,640

The repayment of IRL fees has been authorised by the Secured and Preferential Creditors and will be drawn once funds are available in the Administration estate.

5.2 Administrator's Fees

We previously sought and obtained authorisation from the Secured and Preferential Creditors to draw our fees on a time costs basis which were estimated at £113,000.

I attached as appendix C, an analysis of time spent for the review period from 19 December 2020 to months to 18 June 2021 and for the entire period of appointment ie between December 2019 to June 2021.

I can confirm that time costs incurred for the period from 19 December 2020 to 18 June 2021 amounts to £17,135 which represents 74.90 hours at an average hourly rate of £229.

Time spent for the entire period of appointment amounts to £98,672, which represents 416 hours at an average hourly rate of £237.

Attached at Appendix D is a detailed narration of the work undertaken to date.

The appropriate staff have been assigned to work on each aspect of the case based upon the seniority and experience, having regard to the complexities of the relevant work, the financial value of the assets being realised, and claims being agreed. The grades of staff instructed to assist in the matter and the key responsibilities include:

- Support Staff - Maintenance of the creditor contact database, assisting with creditor's queries and routing correspondence.
- Administrator – Assisting in the realisation of assets, employee matters, liaising with creditors and debtors, preparing reports to creditors and other statutory matters and managing the cashing function.
- Manager – Reviewing the Company's position and affairs, handling asset realisations, reviewing draft statutory reports to creditors and overseeing the tax and VAT aspects of the case.
- Director – On-site attendance, reviewing the Company's position and affairs and liaising with the Management and Shareholders, reviewing the debtors and retention balances, monitoring recoveries, full analysis of the inter-Company debtor account and liaising with the Secured Creditor.

Creditors may access "A Creditors' Guide to Administrators' Remuneration" at: <https://www.r3.org.uk/technical-library/england-wales/technical-guidance/fees/more/29113/page/1/guide-to-administrators-fees/>

A hard copy can be provided upon request.

The charge-out rates of the Administrator and his staff are detailed at Appendix G. Please note the charge out rates have not increased since my appointment.

Attached at Appendix E is an analysis of the cumulative time spent to date compared to the original estimate of £113,000. You will note that at this stage of the administration we have not exceeded the estimated time costs.

However, it is anticipated given the present position in relation to the asset sale agreements and anticipated deferred consideration payments that the administration will take a considerably longer time to complete than was originally envisaged at the time of my proposals.

You will also note, the highly speculative nature of the deferred consideration and given the lack of available liquid assets, the speculative nature of this firm's fees being recovered.

In that context, it is anticipated that my firm fees will exceed that which were originally estimated and are likely, based on present information to amount to circa £175,000.

In that regard, we have agreed with the secured creditors that an uplift of 50% of our time costs subject to the fixed charge will be paid.

Should recoveries become available to either the preferential or unsecured creditors, it will be our intention to seek their consent to an increase in our fee structures to reflect both the increase in time costs and a 50% uplift in relation to floating charge recoveries.

5.3 Category 1 and 2 Expenses

Please find attached at Appendix F, an analysis of expenses incurred to date and estimated future expenses to be incurred.

You will note that the estimated future expenses have been reduced from £107,275 to circa £43,504 as it transpired that consultancy fees, specialist IT costs and a comprehensive sales and marketing initiative were not required, thereby reducing expenses considerably.

To date the total sum of £935.50 expenses have been paid by the Administrator from his office account and this will be recouped as and when funds are paid to the Administration estate.

You will note from Appendix F that the expenses and professional costs are split between Category 1 and Category 2.

With regards to Category 1 expenses, they represent the reimbursement of actual out of pocket payments made in relation to this assignment. As they are actual payments to third parties, no prior authority is required from any class of Creditor to draw this amount.

You will note that we have agreed a 50% uplift on all legal fees. This is to reflect that these costs have been incurred at a time when no cash is available to discharge these expenses and as such the lawyers have acted on a contingency basis.

With regards to Category 2 disbursements, this includes an element of overhead charges which generate a small profit such as postage, stationery and storage charges and therefore an authorisation is required. However, as explained above, authorisation has been provided and will be paid once funds are paid into the estate.

5.4 Creditors' Right to Request further information

Any Secured or Unsecured Creditor with support of at least 5% in value of the Creditors or with permission of the Court, may request in writing, the Administrator to provide additional information regarding fees or expenses to that already supplied within this report.

Such a request must be made within 21 days of receipt of this report.

5.5 Creditors' Right to Challenge Fees and/or Expenses

Any Secured or Unsecured Creditor with the support of at least 10% in value of the Creditors or with permission of the Court, may apply to the Court for one or more Orders, reducing the amount or the basis of fees which the Administrator is entitled to charge or otherwise challenging some or all of the expenses incurred.

Such applications must be made within 8 weeks of receipt by the applicant(s) of the progress report, detailing the fees and/or expenses being complained of.

Please note that such challenges may not disturb fees or expenses (whether or not discharged from the estate) disclosed in prior progress reports.

6. CONCLUSION

- 6.1 As you will note from this report, the Administrator has a number of outstanding matters as listed in section 1 of this report, that are required before the case can be completed.
- 6.2 However, if you wish to discuss anything from this report or if you require any further information, please do not hesitate to contact myself or Vanessa Blackwell at this office.



K W Touhey
Administrator

Kenneth William Touhey was appointed Administrator of Saferock Minerals Limited on 19 December 2019. The affairs, business and property of the Company are managed by the Administrator. The Administrator acts as an agent of the Company and contract without personal liability.

The affairs, business and property of the Company are being managed by the Administrator who acts as agent for the Company without personal liability.

Saferock Minerals Limited
Statutory Information

Date of Incorporation	26 October 2012		
Registered Number	08269291		
Company Directors	Name of Director	Appointed On	Resigned On
	Colin Downing	28 July 2013	to date
	Kevin Downing	28 August 2013	to date
	Benjamin Scales	11 July 2019	20 December 2019
	Martin Kemp	14 August 2017	to date
	Anthony Wall	9 March 2017	6 July 2018
Shareholders	The Company's authorised, issued and fully paid-up share capital comprises of 1 ordinary share with a share value of £1.		
	Colin Downing		1 Share
Registered Offices	Current: Chatsworth House, 39 Chatsworth Road Worthing BN11 1LY Formerly: Matrix House 12-16 Lionel Road Canvey Island Essex SS8 9DE		
Trading Address	50 Broadway Leigh-on-Sea Essex SS9 1AG		
Summary of Outstanding Registered Charges and Debentures	River Oaks Homes Limited, Instinct Limited and Tofino Sky Limited Registered on 13 March 2017 Contains fixed charge and floating charge Floating charge covers all the property or undertaking of the company		
Appointment Date	19 December 2019		
Court	High Court of Justice, Business and Property Court of England and Wales		
Court Reference	CR-2019-008394		
Name of Administrator	Ken Touhey		

Saferock Minerals Limited - In Administration
Estimated Outcome Statement as at 12 July 2021

	Book Value	Book Value	Receipts & Payments To Date	Receipts & Payments To Date	Estimated Future Realisations/ Costs	Estimated Future Realisations/ Costs	Estimated Final Outcome	Estimated Final Outcome
	£	£	£	£	£	£	£	£
ASSETS SUBJECT TO FIXED CHARGE								
Goodwill (Deferred Consideration)		0		0		3,000,000		3,000,000
Less Costs:								
Administrator's Remuneration	0		0		(140,000)		(140,000)	
Administrator's Remuneration 50% uplift	0		0		(70,000)		(70,000)	
Legal Fees	0		0		(20,000)		(20,000)	
Legal Fees 50% uplift	0		0		(10,000)	(240,000)	(10,000)	(240,000)
						2,760,000		2,760,000
Less payment to Fixed Charged Holder		(7,130,000)		0		(2,000,000)		(2,000,000)
Surplus/(Deficiency) to Fixed Charge Holder carried forward		(7,130,000)		0		760,000		760,000
ASSETS SUBJECT TO FLOATING CHARGE								
Land and Buildings	20,000		0		0		0	
Plant and Machinery etc	70,000		0		0		0	
Debtors- Rock Minerals Ltd (in Liquidation)	1,068,000		0		Uncertain		Uncertain	
Intellectual Property/know how etc	0	1,158,000	0	0	52,500	52,500	52,500	52,500
		1,158,000		0		812,500		812,500
ESTIMATED COSTS OF ADMINISTRATION								
Administrator's Remuneration - Pre Appointment	0		0		(5,640)		(5,640)	
Administrator's Remuneration - Post Appointment	0		0		(35,000)		(35,000)	
Administrator's Disbursements - Post Appointment / Category 1	0		0		(1,566)		(1,566)	
Administrator's Disbursements - Post Appointment / Category 2	0		0		(500)		(500)	
Valuation Reports in respect of Intellectual Properties/Category 1	0		0		(1,000)		(1,000)	
Agents Fees - valuing of assets/Category 1	0		0		(1,500)		(1,500)	
Legal Fees - Post appointment/Category 1	0		0		(5,000)		(5,000)	
Legal Fees - Post appointment 50% uplift	0		0		(2,500)		(2,500)	
Sundry Expenses regards IT, Insurance etc/Category 1	0	0	0	0	(1,355)	(54,061)	(1,355)	(54,061)
ASSETS AVAILABLE FOR PREFERENTIAL CREDITORS		1,158,000		0		758,440		758,440
Preferential Creditors		(41,000)		0		(41,000)		(41,000)
NET PROPERTY AVAILABLE FOR PRESCRIBED PART		1,117,000		0		717,440		717,440
Estimated Prescribed Part available for unsecured creditors		0		0		0		0
SURPLUS AVAILABLE TO FLOATING CHARGE CREDITOR		1,117,000		0		717,440		717,440
Debt due to Floating charge holder brought forward		(7,130,000)		0		0		0
Surplus/Deficiency as Regards Floating Charge c/f		(6,013,000)		0		717,440		717,440
Prescribed Part brought down		0		0		0		0
Funds Available for Unsecured Creditors		(6,013,000)		0		717,440		717,440
Unsecured Creditors								
Trade and Expense Creditors (47)	(1,481,108)		0		(1,481,108)		(1,481,108)	
Investors (24)	(819,970)		0		(819,970)		(819,970)	
Directors Loan Accounts (2)	(1,147,360)		0		(1,147,360)		(1,147,360)	
Employees Claims for Arrears of Pay (10 employees)	(1,601,432)		0		(1,601,432)		(1,601,432)	
Employees Claims for Payment in lieu of Notice (10 employees)	(21,533)		0		(21,533)		(21,533)	
Employees Claims for Redundancy (10 employees)	(11,445)		0		(11,445)		(11,445)	
H M Revenue and Customs (PAYE and VAT)	0	(5,082,848)	0	0	Unknown	(5,082,848)	Unknown	(5,082,848)
DEFICIENCY		(11,095,848)		0		(4,365,409)		(4,365,409)

APPENDIX C

Saferock Minerals Ltd – In Administration Administrator's Remuneration Schedule Between 19 December 2020 and 18 June 2021

Classification of work function	Partner/ Director	Manager	Other Senior Professionals	Assistants & Support Staff	Total Hours	Time Cost £	Average Hourly Rate £
Administration & Planning	1.40	0.00	0.00	2.80	4.20	840.00	200.00
Investigations	4.30	0.00	15.20	3.60	23.10	4,740.00	205.19
Realisation of Assets	6.70	0.00	2.80	0.70	10.20	3,240.00	317.65
Creditors	4.20	1.70	4.80	10.40	21.10	3,985.00	188.86
Case Specific Matters	6.50	0.00	1.60	0.00	8.10	2,880.00	355.56
Taxation	0.00	0.00	0.10	0.60	0.70	77.50	110.71
Statutory Filing	0.00	0.00	6.10	0.30	6.40	1,097.50	171.48
Employees	0.00	1.10	0.00	0.00	1.10	275.00	250.00
Total hours	23.10	2.80	30.60	18.40	74.90		
Time costs	9,240.00	700.00	5,355.00	1,840.00		17,135.00	
Average hourly rate	400.00	250.00	175.00	100.00			228.77

For the Entire Period of Appointment

Classification of work function	Partner/ Director	Manager	Other Senior Professionals	Assistants & Support Staff	Total Hours	Time Cost £	Average Hourly Rate £
Administration & Planning	10.40	0.00	5.30	24.00	39.70	7,487.50	188.60
Investigations	21.40	1.00	79.20	18.20	119.80	24,490.00	204.42
Realisation of Assets	58.30	0.00	4.80	13.70	76.80	25,530.00	332.42
Creditors	33.00	5.20	16.10	32.90	87.20	20,607.50	236.32
Case Specific Matters	7.70	0.70	11.10	8.60	28.10	6,057.50	215.57
Taxation	0.80	0.00	2.50	1.80	5.10	937.50	183.82
Statutory Filing	3.90	0.00	22.80	3.60	30.30	5,910.00	195.05
Employees	4.50	1.10	8.40	2.30	16.30	3,775.00	231.60
Case Specific Compliance	0.40	0.00	1.70	1.60	3.70	617.50	166.89
Cashiering	0.00	0.00	0.40	0.70	1.10	140.00	127.27
Due Diligence	7.80	0.00	0.00	0.00	7.80	3,120.00	400.00
Total hours	148.20	8.00	152.30	107.40	415.90		
Time costs	59,280.00	2,000.00	26,652.50	10,740.00		98,672.50	
Average hourly rate	400.00	250.00	175.00	100.00			237.25

Saferock Minerals Limited - In Administration

Detailed Narration of Work Undertaken

Administration and Planning

Case planning- devising an appropriate strategy for dealing with the case and giving instructions to the staff to undertake the work on the case.

Maintaining case files which must include records to show and explain the Administration and any decisions made by the Administrator that materially affect the Administration.

Analysis of financial and Management accounts to devise an appropriate strategy

Attend business premises and carry out Day 1 duties

Travel to and from Company's trading premises

Setting up physical/electronic case files

Contact Office Holders Insurers and set up open cover and complete questionnaire

Arranging collection and listing of books and records

Preparation of Estimated Outcome Statement

Analysis of time spent on case and printout of SIP 9 report

Setting up the case on the practice's electronic case management system and entering data

Obtaining a specific penalty bond and reviewing the adequacy of the bond on a quarterly basis

Dealing with all routine correspondence and emails relating to the case

Filing of paperwork in Administrator's files

File notes

Monitoring and maintaining adequate Statutory Bond.

Undertake periodic reviews of the progress of the case

Maintenance of statutory and case progression task lists/diaries

Investigations

Collection and making an inventory of company books and records

Correspondence to request information on the Company's dealings, making further enquires from third parties

Reviewing questionnaires submitted by creditors and directors

Reconstruction of financial affairs of the company and financial analysis

Analysis of Bank Statements

Meetings and correspondence with Directors and chase for responses

Reviewing company's books and records

Review of specific transactions and liaising with director and former directors regarding certain transactions

SIP 2 review of Administration

Submission of report on the conduct of the directors as required by the Company Directors Disqualification Act and the Insolvency Service

Correspondence and collating information from Company's former solicitors

Applications to High Court in relation to S236 of The Insolvency Act 1986

Reviewing books and records to identify any transactions or actions the office holder may take against a third party in order to recover funds for the benefit of the creditors

Realisation of Assets

Agreeing strategy for realisation of assets

Identifying and controlling recorded assets

Carry Out and complete a full reconciliation of the intellectual property and know how that is purported to belong to the company and ascertain its value

Liaising with resident of residential property at County Tyrone

Liaising with potential purchasers and provide the required information to make an informed offer

Continue to liaise with professional advisers with regards to the sale of the property and quarry in County Tyrone, Northern Ireland.

Rational and Justification file note with regards to accepting offer from purchaser

Consideration and decision in respect of SIP13

Obtain technical and expert assistance in respect of marketing and approaching the right parties and providing the relevant and technical information

Negotiations and correspondence with interested parties

Evaluating the apportionment of fixed and floating assets

Liaising and meetings with Solicitors regards SPA and contents therein

Creditors

Dealing with creditor correspondence, emails and telephone conversations regarding their claims

Investigating and trying to establish the status of the Investor as to whether they are shareholder, or secured creditors or unsecured creditors.

Obtain the comprehensive and complete list of investors from the Directors

Receipting and filing of a proof of debt when not related to a dividend

Correspondence/liasing with Secured creditor, providing an update on sale of business and estimated realisations in relation to their fixed and floating claim

Regular meetings and discussions with the Secured Creditors in respect of reporting about the sale of the quarry and property.

Examining the validity of the secured creditors charge and claim and where relevant paying a distribution to creditors

Case Specific Matters

Day 1 Matters - attend premises and discuss with management and key staff strategy

Discussions and correspondence with members on case matters

Correspondence and communication with the Directors

Liaising with Accountant

Discuss matters of progressing administration with the board and key creditors

Taxation

Computation, completing and filing of pre appointment VAT returns, PAYE and Corporation tax returns

Computation, completing and filing of post appointment VAT returns and Corporation Tax returns

Informing HMRC of appointment and filing of VAT769

Collation of information concerning research and development claim

Statutory Duties/Filing

Issuing the statutory notifications to creditors and other required on appointment as office holder, including gazetting the office holder's appointment

Extension of Administration by Deemed Consent

General reporting to creditors and members including reports to seek postal resolutions

Preparing, reviewing and issuing progress reports to members and creditors

Filing returns at Companies House

Preparing, reviewing and issuing final reports to creditors and members

Employees

Obtaining information from the case records about employee claims

Completing documentation for submission to the Redundancy Payments Service

Corresponding with employees regarding their claims

Liaising with the Redundancy Payments Office regarding employee claims

Assisting employees with completing their claims online

Payment of dividend to Preferential creditors

Case Specific Compliance

Complete and ethical checklist and a justification as to why an appointment can be taken

Regular monitoring of conflict of interest and ethical considerations

Ask directors for ID information and carry out money laundering checklist

Regular monitoring of the above

Cashiering

Undertaking regular bank reconciliations of the bank account containing estate funds

Opening, maintaining and managing the office holder's estate bank account

Lodging receipts and payments

Online Banking

Due Diligence

Correspondence with professionals who acted for the company to establish and verify the actions taken by the directors and the relevance of the professional instructions

Complete review of the Company's accounts both electronically and paper

Review of land at County Tyrone, Northern Ireland

SAFEROCK MINERALS LIMITED - IN ADMINISTRATION

Comparison of Original Estimate of Time with Time Spent to Date and a split between Fixed and Floating Charge

	Original Estimate			Time Spent to Date		
	Estimated Total Hours	Estimated Blended Hourly Rate £	Estimate of Total £	Estimated Total Hours	Blended Hourly Rate £	Estimate of Total £
1 Administration and Planning	36	321.25	11,565.00	40	188.60	7,487.50
2 Investigations	66	238.38	15,733.00	120	204.42	24,490.00
3 Realisation of Assets	91	246.76	22,455.00	77	332.42	25,530.00
4 Creditors	62	203.71	12,630.00	87	236.32	20,607.50
5 Case Specific Matters	58	220.91	12,813.00	28	215.57	6,057.50
6 Taxation	23	209.57	4,820.00	5	183.82	937.50
7 Statutory Duties/Filing	41	215.44	8,833.00	30	195.05	5,910.00
8 Employees	25	194.92	4,873.00	16	231.60	3,775.00
9 Case Specific Compliance	9	212.00	1,908.00	4	166.89	617.50
10 Cashiering	15	125.00	1,875.00	1	127.27	140.00
11 Due Diligence	53	292.36	15,495.00	8	400.00	3,120.00
	479	235.91	113,000.00	416	237.25	98,672.50

Saferock Limited - In Administration

Analysis of Expenses Incurred to Date and Comparison to Estimate

Charged By	Original Expenses Estimate	Total Amount Incurred to date	Estimated Future Costs	Paid to Date	Balance Outstanding	Reason for Difference to Estimate and Actual
	£	£	£	£	£	
Category 1 and Professional Fees						
Post appointment legal fees	20,000.00	25,000.00	12,500.00	0.00	37,500.00	Increase in fees due to complexities in legal documentation
Valuation Reports in respect of intellectual property	5,000.00	1,000.00	0.00	0.00	1,000.00	Below budget
Consultancy Fees	60,000.00	0.00	0.00	0.00	0.00	Expense not required
Sales and Market Initiative	10,000.00	0.00	0.00	0.00	0.00	Expense not required
IT costs such as SAGE, storing data/migration of data	10,000.00	354.50	1,000.00	0.00	1,354.50	This includes subscription of online accounts, storage of IT data and migration of data
Agents Fees (valuation of assets)	1,500.00	1,500.00	0.00	0.00	1,500.00	On budget
Insurance	0.00	504.00	84.00	0.00	588.00	Insurance of Property at County Tyrone
Statutory Advertising	101.00	84.50	0.00	0.00	84.50	On budget
Specific Bond	81.00	81.50	529.50	0.00	611.00	Increase of cover required on sale of lands
Insolvency Software Management Fee	135.00	135.00	0.00	0.00	135.00	On budget
Creditor Gateway	123.00	126.00	70.00	0.00	196.00	Increase due to additional reporting requirements to creditors
External storage of Company's books and Records and destruction	35.00	0.00	35.00	0.00	35.00	On budget
	106,975.00	28,785.50	14,218.50	0.00	43,004.00	
Category 2						
Stationery and postage	300.00	148.00	152.00	0.00	300.00	On budget
Storage of Company's books and records	0.00	100.00	100.00	0.00	200.00	Increase due to extension of Administration
	300.00	248.00	252.00	0.00	500.00	
Total	107,275.00	29,033.50	14,470.50	0.00	43,504.00	

Insolvency and Recovery Limited (IRL)
Staff Charge Out Rates and Expenses Policy
Pursuant to Statement of Insolvency Practice 9

1. CHARGE-OUT RATES

In accordance with guidance issued by Institute of Chartered Accountants of England and Wales, we set out below the range of hourly charging rates from 1 January 2013 to date:-

Managing Director	£400 per hour
Manager	£250 per hour
Senior Executive	£175 per hour
Administrative & Operational Staff	£100 per hour

Unless a fixed fee is agreed all insolvency and business recovery assignments are charged on time cost, i.e. the time spent by the member of staff calculated at the appropriate charging rate. Unless otherwise agreed, no uplift will be applied to these rates. Time is charged in units of 6 minutes.

Charge out rates are normally reviewed annually on 1 January when rates are adjusted to reflect such matters as inflation, increases in direct wage costs and changes to indirect costs such as Professional Indemnity Insurance.

2. DISBURSEMENT RECOVERY

In accordance with Statement of Insolvency Practice 9 (SIP9) expenses are categorised as either Category 1 or Category 2.

2.1 Category 1 Expenses

Category 1 expenses will generally comprise external supplies of incidental services specifically identifiable to the case. Where these have initially been paid by Insolvency and Recovery Limited and then recharged to the case, approval from creditors is not required. The amount recharged is the exact amount incurred. Category 1 expenses can be drawn without prior approval, although an office holder should be prepared to disclose information about them in the same way as any other expenses.

Examples of Category 1 expenses include postage, case advertising, specific bond insurance, company search fees, case management software system, invoiced travel and properly reimbursed expenses incurred by personnel in connection with the case. Also included will be services specific to the case where these cannot practically be provided internally such as printing, room hire and document storage.

2.2 Category 2 Expenses

Category 2 expenses include elements of shared or allocated costs incurred by Insolvency and Recovery Limited and recharged to the estate; they are not attributed to the estate by a third-party invoice and/or they may include a profit element. Category 2 expenses may be drawn if they have been approved in the same manner as an office holder's remuneration. When seeking approval, an office holder should explain, for each category of expenses, the basis on which the charge is being made. Examples of Category 2 expenses are photocopying, all business mileage, internal room hire and internal storage.

The current levels of Category 2 expenses recovered by Insolvency and Recovery Limited are as follows:

Expenses	Charge £
Plain/headed paper including photocopying and envelopes	25p per sheet
Postage	Actual Cost
Room hire	Free
Mileage (where any staff or office holder of Insolvency and Recovery Limited, utilises their own vehicle)	45p/mile
Other travel charges are recharged at 100% of the fare/cost incurred by the office holder, his staff or relevant party	Actual Cost
Accommodation, Subsistence and any other miscellaneous expenses, where appropriately incurred are charged/recharged at 100% of the cost incurred by the office holder, his staff or relevant party	Actual Cost

All costs are subject to VAT, where applicable.

PROOF OF DEBT - GENERAL FORM

Company Name:
Saferock Minerals Ltd - In Administration ("the Company")

Date of Administration: 19 December 2019

DETAILS OF CLAIM		
1.	Name of Creditor (if a company, its registered name)	
2.	Address of Creditor (i.e. principal place of business)	
3.	If the Creditor is a registered company: <ul style="list-style-type: none"> For UK companies: its registered number For other companies: the country or territory in which it is incorporated and the number if any under which it is registered The number, if any, under which it is registered as an overseas company under Part 34 of the Companies Act 	
4.	Total amount of claim, including any Value Added Tax, as at the date of administration, less any payments made after this date in relation to the claim, any deduction under R14.20 of the Insolvency (England & Wales) Rules 2016 and any adjustment by way of set-off in accordance with R14.24 and R14.25	£
5.	If the total amount above includes outstanding uncapitalised interest, please state	YES (£) / NO
6.	Particulars of how and when debt incurred	
7.	Particulars of any security held, the value of the security, and the date it was given	
8.	Details of any reservation of title in relation to goods to which the debt relates	
9.	Details of any document by reference to which the debt can be substantiated. [The administrator may call for any document or evidence to substantiate the claim at his discretion.]	
10.	Give details of whether the whole or any part of the debt falls within any (and if so which) of the categories of preferential debts under section 386 of, and schedule 6 to, the Insolvency Act 1986	Category Amount(s) claimed as preferential £
AUTHENTICATION		
Signature of Creditor or person authorised to act on his behalf		
Name in BLOCK LETTERS		
Date		
If signed by someone other than the Creditor, state your postal address and authority for signing on behalf of the Creditor		
Are you the sole member of the Creditor?		YES / NO