

LIQ14

Notice of final account prior to dissolution in CVL



Companies House

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

1 Company details

Company number 0 8 7 6 4 3 2 3

Company name in full Mar City Land Limited

→ Filling in this form

Please complete in typescript or in
bold black capitals.

2 Liquidator's name

Full forename(s) Stephen Roland

Surname Browne

3 Liquidator's address

Building name/number 156 Great Charles Street

Street Queensway

Post town Birmingham

County/Region

Postcode B 3 3 H N

Country

4 Liquidator's name ①

Full forename(s) Ian Colin

Surname Wormleighton

① Other liquidator

Use this section to tell us about
another liquidator.

5 Liquidator's address ②

Building name/number 156 Great Charles Street

Street Queensway

Post town Birmingham

County/Region

Postcode B 3 3 H N

Country

② Other liquidator

Use this section to tell us about
another liquidator.

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6

Liquidator's release

☐ Tick if one or more creditors objected to liquidator's release.

:

7

Final account

☒ I attach a copy of the final account.

8

Sign and date

Liquidator's signature

Signature

X

[Handwritten signature]

X

Signature date

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1

m

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m

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y

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y

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y

2

y

3

LIQ14

Notice of final account prior to dissolution in CVL



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	Alia Khan
Company name	Teneo Financial Advisory Ltd
Address	156 Great Charles Street Queensway
Post town	Birmingham
County/Region	
Postcode	B 3 3 H N
Country	
DX	
Telephone	+44 121 619 0120



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

Mar City Land Limited (“MCL”) Aurora Living Ltd (“AL”) (both in liquidation) (“the Companies”)

Final Progress report to creditors and members pursuant to Section 106 of the Insolvency Act 1986 (as amended) (“the Act”) and Rule 18.14 of the Insolvency (England & Wales) Rules 2016 (“the Rules”).

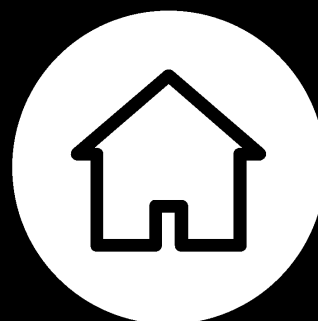
2 February 2023

Stephen Roland Browne and Ian Colin Wormleighton (“the Joint Liquidators”) were appointed Joint Liquidators of Mar City Land Limited and Aurora Living Ltd by the members and creditors on 9 February 2021. All licensed Insolvency Practitioners of Teneo Financial Advisory Limited (“Teneo”) are licensed in the UK to act as Insolvency Practitioners by the Institute of Chartered Accountants in England and Wales.

For the purposes of Section 231 of the Insolvency Act 1986 (as amended), (“the Act”), the Joint Liquidators confirm that they are authorised to carry out all functions, duties and powers by either of them jointly and severally.

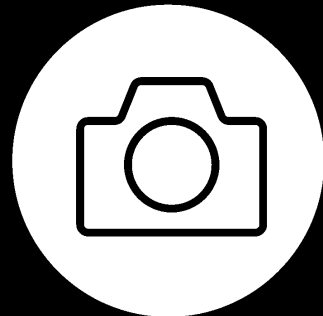
Council Regulation (EU) No 2015/848 applies and these are the main proceedings as defined in Article 3(1) of that regulation.

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Key messages



Key messages

Joint Liquidators of the Companies

Stephen Roland Browne
Ian Colin Wormleighton
Teneo Financial Advisory Limited
156 Great Charles Street
Queensway
Birmingham
B3 3HN

Contact details

Email: may.mehdi@teneo.com
www.ips-docs.com
Tel: +44 113 396 0150

Summary of steps taken during the liquidations

Costs

- MCL
- Funds totalling £50,500 were received in respect of retention monies. Please see page 6 for further details.
- AL
- Refunds of £7,686 were received in AL in respect of rates refunds, insurance refunds and other sundry amounts since appointment. Cash held by third parties of £397 was in respect of amounts held by AL's pre appointment lawyers. Further details can be found on page 6.
- MCL & AL
- A significant amount of time was spent dealing with the Companies' freehold properties during the report period, including liaising with various stakeholders. The Companies' interests in the remaining four titles have now been disclaimed. Further details can be found on page 6.
- MCL
- As asset realisations were not initially anticipated in this case, our fees of £12,500 plus VAT were paid from third party funding. Please refer to Page 15 for further details.
 - As mentioned above, we received £50,500 in retention monies (a floating charge realisation) which was previously unforeseen. As such, we took steps to fix the basis of our remuneration in MCL on a time costs basis and limited to £160,263 plus VAT as set out in our fees estimate dated 21 October 2022. We have drawn fees from floating charge realisations of £50,718 plus VAT and the balance will be written off. Please refer to pages 15 and 18 for further details.
 - Category 1 third party costs and disbursements incurred since appointment total £27,034 and £506 respectively, plus VAT. These costs have been settled from both third party funding and from the liquidation estate. Please see page 8 for further details.
 - Category 2 expenses incurred since appointment total £7,607 plus VAT. Please see page 17 for further details.
- AL
- As there were no funds in the estate, our fees of £21,839 plus were paid from third party funding.
 - Category 1 third party costs and disbursements incurred since appointment total £12,320 and £890 respectively, plus VAT. These costs have been settled from third party funding. Please see page 8 for further details.
 - Category 2 expenses incurred since appointment total £9,351 plus VAT. Please see page 17 for further details.



Key messages

(continued)

Outstanding matters
Dividends and outcomes for creditors

- The Companies' affairs are now fully wound up subject to completion of the closing formalities.
- MCL & AL
- Secured creditors were not paid leaving a shortfall of c.£19.2m across the Companies.
 - The Companies did not have any preferential creditors.
 - The Companies did not have any amounts due to the Secondary Preferential Creditor.
 - Unsecured creditors were not paid a dividend.





Summary and Account of the Liquidations

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Summary and account of the liquidations

Steps taken during the liquidations

Asset realisations

MCL

Retention

Since the appointment of the Joint Liquidators, we have recovered a £50,500 retention in relation to a property development. Legal advice obtained confirmed that this retention was a floating charge realisation, therefore we took steps to fix the basis of our remuneration in MCL. Please see page 15 for further details.

AL

Refunds

During the period of the liquidation, we have realised a total of £7,686 in respect of refunds due to AL consisting of an insurance refund, a rates refund and a sundry refund. Please see our receipts and payments account on page 10 for further details.

Cash Held by Third Parties

During the period of the liquidation £397 was received in respect of cash held by AL's pre appointment solicitor.

Third Party Funding – both Companies

On the basis of the Companies having no assets as at the date of our appointment, funding of £69,000 was provided by HSBC Bank Plc ("HSBC" or "the Bank") as the Secured Creditor, to cover certain costs and expenses of the liquidations.

Further details of the funding provided and a breakdown of the funds split between the Companies are provided in our receipts and payments accounts at pages 9 and 10.

Creditors' Decision Procedure - MCL

We held an initial creditors' decision procedure asking the creditors to fix the basis of our remuneration and consider other resolutions relating to our expenses, and to consider forming a liquidation committee. As no responses were received by the decision date of 21 July 2022, we were required to convene a second creditors' decision procedure for the same purpose.

A second creditors' decision procedure was convened on 21 October 2022 with a decision date of 7 November 2022, following which resolutions relating to the basis of our remuneration and in respect of our expenses were duly passed. A liquidation committee was not formed.

Investigations - both Companies

No further avenues of recovery were identified as result of our investigations in either of the Companies.

Distributions to creditors - both Companies

Insufficient funds were realised in the liquidations to enable distributions to be made to any class of creditor in either of the Companies.

Statutory tasks - both Companies

During the period, we have carried out the following tasks which primarily relate to fulfilment of statutory and compliance obligations and other tasks of an administrative nature:

- Case management actions, including updating the creditor portal for the case, filing and regular diary reviews to ensure compliance matters are dealt with accordingly;
- Statutory reporting, including the preparation of the progress report;
- Confidential report to the Insolvency Service on the directors' conduct;
- Cashiering functions, including the preparation of monthly bank account reconciliations and various payments and receipts; and
- Interaction with HM Revenue & Customs ("HMRC") in respect of VAT and Corporation Tax matters.

These tasks are a necessary part of the engagement but do not generate any direct financial benefit for creditors.

Case specific matters - both Companies

VAT

We have spent time during the course of the liquidations liaising with HMRC in respect of the cancellation of the VAT registrations for the Companies.

There were complications with this matter due to the existence of a member of the original VAT group. HMRC have now confirmed that the Companies were deregistered for VAT with effect from 9 February 2021 and subsequently VAT 426s and assignment forms were submitted prior to the closure of the cases.



Summary and account of the liquidations

Freehold Property and third-party funding

At the date of liquidation, AL and MCL were the registered proprietors of 13 freehold property titles each. No value was attributed to these property titles on the directors' Statement of Affairs, on the basis that these were areas of land which would be adopted by or transferred to third parties in the ordinary course of business.

We obtained valuation advice from a property specialist in respect of the freehold property titles owned by AL and MCL. Based on the available information this advice concluded that none of the property titles appeared to have any realisable value.

The complexity of this issue has resulted in a significant amount of time being spent in dealing with the property titles, in order to have them transferred, adopted or disclaimed.

In respect of the property titles held at the date of liquidation, the Companies' former management advised that work had been completed to a standard capable of enabling them and the associated drainage systems to be adopted by or transferred to the relevant parties.

Following our appointment, we notified stakeholders, including the relevant local authorities and utility companies in connection with the residual property titles, in order to facilitate the adoption process. However, we received confirmation from the relevant local authorities and water authorities that the Companies had not completed work to an adoptable standard on a number of the developments.

During the liquidation of MCL we were made aware of incomplete ground works and related health and safety issues on a particular site. Following consultation with Homes England, the charge-holder for this site, funding of £16,488 was provided by them specifically for the purposes of; enabling clearance of the site, allowing final surfacing works to be undertaken and addressing health and safety issues, for the benefit of local residents.

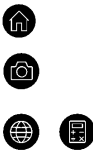
During the liquidations we have;

- Disclaimed 18 property titles (six in AL, 12 in MCL);
- Transferred one property title to a residents' association (AL); and
- Confirmed transfer of ownership for seven property titles (one in MCL, and six in AL), where at the date of liquidation, there were applications pending on the titles. We worked with stakeholders to ensure Land Registry records were updated.

It should be noted that two of the property titles, which were disclaimed in respect of MCL, were disclaimed following confirmation that the highways and drainage systems associated with these sites had been adopted by the relevant authorities to be maintained at the public expense.

The Joint Liquidators have notified the local residents at those locations where the process of the Companies disclaiming property titles may entitle the residents to make claims in the liquidations.

Whilst this work did not generate any direct financial benefit for creditors, it was necessary in order to wind up the Companies' affairs.





Summary and account of the liquidations Costs

Cost of the work done

Third party costs incurred during the report period and since appointment

Category 1 Expenses

Category 1 expenses are payments to persons providing the service to which the expense relates and which are neither payment to us, the officeholders, or to an associate of ours. These expenses can be paid out of the estate by us without creditor approval.

Please see below for details of Category 1 expenses incurred during the report period and a summary of all Category 1 expenses incurred since our appointments and the position with regard thereto:

Agents' Costs – MCL and AL:

- MCL and AL - For the purpose of establishing whether any of the freehold property titles had any realisable value we instructed Avison Young, who are experienced in this area, to provide valuations advice. They did not incur any costs during the report period and their fees and costs charged since appointment were £2,825 plus VAT for MCL and £1,542 plus VAT for AL.
- MCL - To address incomplete groundworks and health & safety issues identified at a particular site funding was received from Homes England in order for Stone Cross Services (Midland) Ltd ("Stone Cross"), who are experienced in this area, to undertake the necessary works. They have charged fees and costs of £460 plus VAT for MCL during the report period, bringing their total fees to £14,200 plus VAT since appointment. Surplus funds were returned to Homes England as can be seen in the receipts and payments account at page 9.

Legal Costs - MCL and AL:

- Dentons UK and Middle East LLP ("Dentons"), who are experienced in this area, have advised the Joint Liquidators in respect of their obligations relating to disclaiming the Companies' interests in various freehold property land titles during the liquidations for which they have been paid £10,009 plus VAT in each of the Companies. These costs were not disclosed in our previous report as they were incurred during the report period.

Debt Collection Fees – AL:

- AL - Goodman Nash Ltd ("GN"), who are experienced in this area, were engaged by us to carry out debt collection services for realisation of historic rates refunds. In respect of this work, GN have incurred costs of £769 plus VAT in AL, on a commission basis, since appointment. They did not incur any costs during the report period.

Payment of Category 1 Expenses

All costs have been paid, as shown in the receipts and payments account on pages 9 and 10.

All professional costs were reviewed and analysed in detail before payment was approved.

Disbursements – Category 1

Category 1 disbursements are payments to third parties which are initially met by us and then reimbursed to us out of the estate when funds become available, and for which no approval is required. These are summarised in the table below:

MCL				
Category 1 Expenses				
£ (net)	Incurred in report period	Incurred To Date	Paid	Unpaid
Land Registry Searches	18	120	-	120
Specific Penalty Bond	147	167	-	167
Travel	84	84	-	84
Accommodation	135	135	-	135
Total expenses	384	506	-	506
AL				
Category 1 Expenses				
£ (net)	Incurred in report period	Incurred To Date	Paid	Unpaid
Postage/Couriers	-	232	232	-
Land Registry Searches	41	84	-	84
Specific Penalty Bond	-	230	-	230
IT Costs	-	190	190	-
Travel	16	16	-	16
Stationery	138	138	-	138
Total expenses	195	890	422	468

Please note unpaid balances in the above tables will be written off.

Category 2 Expenses

These are payments to us (as officeholder) or to our associates or payments which have an element of shared costs. These expenses required creditor approval in the same manner as our remuneration. Please refer to page 16 for further information.

Summary and account of the liquidations

MCL

Mar City Land Limited
Joint Liquidators' receipts and payments account
09 February 2022 to 26 January 2023

£	SoA values	Notes	Period	To date
Receipts				
Third party funding for remedial works	-	1	-	16,488
Third party funding for liquidation cost	-	2, 3	21,510	34,500
Bank Interest Gross	-	4	238	238
Retention Payment	-		50,500	50,500
Total receipts	-		72,248	101,726
Payments				
Agents' Fees		2	-	2,825
Liquidators' Fees - Third Party Funding		2	12,500	12,500
Liquidators' Fees			50,718	50,718
Liquidators' Expenses- Storage Costs		2	4,488	4,488
Legal Fees		2	10,009	10,009
Postage & Redirection		2	640	640
Insurance		2	4,031	4,031
Bank Charges		2	27	27
Refund to third party for remedial works		1	2,288	2,288
Remedial Works Expenses		1	460	14,200
Total payments			85,161	101,726
Balance				-
Made up of:				
Non-Interest Bearing Floating Charge Bank Account				-
Balance in hand				-

A receipts and payments account is provided opposite, detailing the transactions in the final period of the liquidation since our last report dated 8 February 2022, and also summarising the transactions for the entire period of the liquidation.

Notes to receipts and payments account
Statement of Affairs

As per the directors' statement of affairs, MCL did not have any assets with estimated to realise values.

1. Third Party Funding for Remedial Works

We negotiated an additional funding commitment from Homes England, as security holder, in respect of certain freehold property titles, to complete specific remedial works for the benefit of local residents. Surplus funds of £2,288 were returned to Homes England.

2. Third Party Funding for Liquidation costs

On the basis of the Companies having no assets as at the date of our appointment, funding of £69,000 (split equally between AL and MCL) was provided by the Bank as the Secured Creditor, to cover the costs and expenses of the liquidations. All funding was provided on a non recourse basis. Additional funding of £21,510, initially provided to AL, was remitted to MCL during the report period to settle additional costs of the liquidation, as agreed with the Bank. The funding received was utilised to settle certain costs, as indicated. As can be seen, following settlement of these costs, there are no surplus funds to be repaid to the Bank in respect of the funding provided.

3. Third Party Funding remitted from AL

The remaining balance of £21,510 in respect of the funding provided from the Bank was remitted to MCL from AL during the report period to settle additional costs of the MCL liquidation, as agreed with the Bank.

4. Bank interest

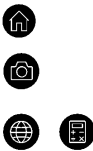
All funds were held in an interest bearing account. The associated corporation tax on interest received has been accounted for to HMRC.

VAT

All sums shown opposite are shown net of VAT, which was recoverable and has been accounted for to HMRC.

Rounding note

In preparing this report, figures have been rounded (for presentational purposes only). There may therefore appear to be rounding errors.



Summary and account of the liquidations

AL

Aurora Living Ltd				
Joint Liquidators' receipts and payments account				
09 February 2022 to 26 January 2023				
£	SoA values	Notes	Period	To date
Receipts				
Third party funding for liquidation cost	-	1	-	56,010
Refunds	-		-	7,686
Cash held	-		-	397
Bank Interest Gross	-	3	75	82
Total receipts	-		75	64,174
Payments				
Agents' Fees			-	1,542
Liquidators' Fees	1		9,839	21,839
Liquidators' Expenses - postage / courier costs	1		232	232
Legal Fees	1		10,009	10,009
Insurance			4,473	4,473
Corporation Tax			11	11
Liquidators' Expenses - IT costs			-	190
Liquidators' Expenses - Storage Costs	1		1,679	2,802
Postage & Redirection	1		781	781
Bank Charges			15	15
Debt collection fees			-	769
Third Party Funding transferred to MCL	2		21,510	21,510
Total payments			48,549	64,174
Balance				-
Made up of:				
Non-Interest Bearing Floating Charge Bank Account				-
Balance in hand				-

A receipts and payments account is provided opposite, detailing the transactions in the final period of the liquidation since our last report dated 8 February 2022, and also summarising the transactions for the entire period of the liquidation.

Notes to receipts and payments account
Statement of Affairs

As per the directors' statement of affairs, AL did not have any assets with estimated to realise values.

1. Third Party Funding

On the basis of the Companies having no assets as at the date of our appointment, funding of £69,000 (split equally across both AL and MCL) has been provided by HSBC as the Secured Creditor, to cover the costs and expenses of the liquidations. This funding for AL is presented as the net balance of the receipt for £56,010 and the sum of £21,510 transferred to MCL. All funding was provided on a non recourse basis.

Certain costs were paid utilising the third party funding, including an element of legal fees (£8,841), as shown opposite.

2. Third Party Funding remitted to MCL

The remaining balance of £21,510 in respect of the funding provided was remitted to MCL from AL during the report period to settle additional costs of the MCL liquidation, as agreed with the Bank.

3. Bank interest

All funds were held in an interest bearing account. The associated corporation tax on interest received has been accounted for to HMRC.

VAT

All sums shown opposite are shown net of VAT, which was recoverable and has been accounted for to HMRC.

Rounding note

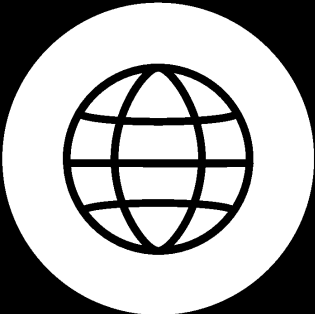
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Information for creditors

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Information for
creditors
Outcome for creditors

Secured creditors – both Companies

As detailed in the Companies' Statement of Affairs the Bank, in its capacity as Secured Creditor, was owed c.£19.2m across the Companies.

There were insufficient asset realisations to pay the Bank a distribution in either of the Companies in respect of its fixed and floating charges.

As a result of legacy property activity, Homes England retained legal charges over certain property titles as recorded at HM Land Registry, however no liabilities were owed at the date of the liquidation appointments.

Preferential creditors – both Companies

No preferential claims were received as the Companies did not have any employees.

Secondary Preferential Creditor – both Companies

No secondary preferential claims were received or anticipated.

Prescribed Part – both Companies

There were insufficient asset realisations in the Companies to enable a prescribed part fund to become available to unsecured creditors.

Unsecured creditors – both Companies

Insufficient funds were realised to enable a dividend to be paid to unsecured creditors via the Prescribed Part provisions, or otherwise.



Information for
creditors
Statutory information

Statutory information		
	Mar City Land Limited	Aurora Living Ltd
Registered office	c/o Teneo Financial Advisory Limited 156 Great Charles Street Queensway Birmingham B3 3HN	c/o Teneo Financial Advisory Limited 156 Great Charles Street Queensway Birmingham B3 3HN
Company number	08764323	07444737
Date of appointment	9 February 2021	9 February 2021

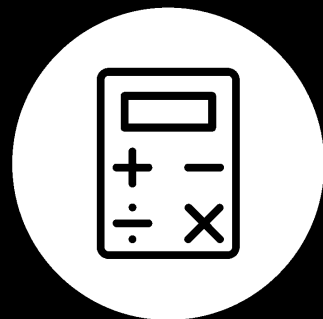




Remuneration and expenses

Joint Liquidators' remuneration

15



Remuneration and expenses

Joint Liquidators' remuneration

Joint Liquidators' remuneration

"A Creditors' Guide to Remuneration" is available for download at www.ips-docs.com.

Should you require a paper copy, please send your request in writing to us at the address on page 1 of this report and this will be provided to you at no cost.

Basis of remuneration – both Companies

As minimal realisations were anticipated in the liquidations, a contribution to our costs**, on a non recourse basis, was made by the Bank and in respect of which we have been paid as follows in respect of our fees:

AL- £21,839 plus VAT

MCL- £12,500 plus VAT

The Bank has approved the quantum of our fees (totalling £34,339 plus VAT across both Companies) drawn from the funding provided.

**Please note that the quantum of our fees settled from third party funding was inclusive of work delivered by Deloitte LLP, and as detailed on the following pages.

Basis of remuneration – AL

In light of the funding provided and absence of sufficient funds in AL, we have not taken any steps to fix the basis of our remuneration in respect of this company.

Basis of remuneration – MCL

During the prior report period, we received a sum of £50,500 in respect of retention monies which we were investigating the nature of (i.e. if the realisation was deemed fixed or floating charge). During the current report period, we received legal advice which confirmed the realisation was to be treated as a floating charge asset.

We were required to convene a second decision procedure as we did not receive any responses by the decision date set for 21 July 2022, as discussed at page 6. The basis of our remuneration was fixed on 7 November 2022 by the creditors by reference to the time properly given by the Joint Liquidators and their staff in attending to matters arising in the liquidation.

Please also note that our approved fee basis was inclusive of work delivered by Deloitte LLP and as detailed on the following pages.

Time costs – analysis of actual against estimate – MCL

Please refer to page 19 where we have updated the Fees Estimate to provide details of our actual time costs for the period of the report and for the entire period of our appointment.

As you will see our total time costs to 26 January 2023 are £386,075 made up of 527 hours at a blended charge out rate of £732 across all grades of staff.

Time costs incurred in respect of property matters are not included in our fee estimate as they have been drawn from third party funds in MCL.

As can be seen on page 16, our actual time costs are higher than we initially anticipated which can be attributed to the following:

- Considerably higher costs than anticipated in respect of property matters; and
- Higher than anticipated case supervision costs considering case strategy and negotiating funding arrangements.

Our time costs to date are higher than we anticipated however, due to lack of asset realisations in this liquidation, we have not sought approval from the unsecured creditors to draw fees in excess of the £160,263 as provided for in our Fee Estimate.

Fees drawn from the liquidation estate - MCL

We have drawn a total of £50,718 plus VAT in respect of our time costs as shown in MCL's receipts and payments account on page 9.

Please note that we do not intend to draw the full value of time costs incurred and the balance will be written off.

Expenses of decisions sought from creditors – both Companies

On 9 February 2021, Stephen Roland Browne and Ian Colin Wormleighton were instructed to assist the directors placing the Companies into liquidation and thereafter in discharging their duties under Sections 99 and 100 of the Insolvency Act 1986.

The Companies resolved that the Joint Liquidators shall be paid a fee of £15,000 plus VAT plus disbursements for this assistance, for each respective Company.

These fees were paid from the Companies' overdrawn banking facility with the consent of the Bank, prior to the Joint Liquidators' appointment.



MCL – Fees Estimate and Joint Liquidators' time costs for the period 9 February 2022 to 26 January 2023 and cumulative since our appointment

All staff (including cashiers) assigned to the case recorded their time spent working on the case on a computerised time recording system. Time spent by secretarial staff working on the assignment has not been recorded or recovered. The appropriate staff have been assigned to work on each aspect of the case based upon their seniority and experience, having regard to the complexity of the relevant work, the financial value of the assets being realised and/or claims agreed.

Activity		Anticipated Time and Costs per Fees Estimate			Actual Time and Costs for Previous Report Period			Actual Time and Costs for Report Period			Actual Time and Costs since Appointment		
		Anticipated hours	Avg Rate £/h	Anticipated fees (£)	Hours incurred in period	Avg Rate £/h	Time costs incurred in period (£)	Hours incurred in period	Avg Rate £/h	Time costs incurred in period (£)	Hours incurred to date	Avg Rate £/h	Total time costs incurred to date (£)
Administrative activities	Cashiering	18.0	590	10,620	7.3	524	3,827	7.1	570	4,044	14.4	547	7,870
	Case supervision	67.2	588	39,516	32.2	645	20,785	40.7	654	26,613	72.9	650	47,398
	Case reviews	14.0	471	6,600	8.2	422	3,458	0.8	875	700	9.0	462	4,158
	Case closure matters	3.0	703	2,110	1.0	1,195	1,195	6.5	969	6,248	7.5	999	7,443
Statutory & compliance	Compliance & IPS diary	10.4	629	6,544	5.8	492	2,844	1.5	767	1,177	7.3	549	4,020
	Insurance	8.0	604	4,835	5.2	593	3,084	0.4	650	228	5.6	597	3,312
	General reporting	29.5	727	21,445	4.8	553	2,656	29.6	615	18,207	34.4	606	20,863
	Statutory meetings	7.0	476	3,330	0.4	380	152	10.0	744	7,436	10.4	730	7,588
Initial actions	Appointment matters	5.8	670	3,888	5.8	670	3,888	-	-	-	5.8	670	3,888
	Notifications	23.0	518	11,896	23.0	518	11,896	-	-	-	23.0	518	11,896
Investigations	CBDA reporting	19.3	381	7,354	19.3	381	7,354	-	-	-	19.3	381	7,354
	Investigations	11.9	697	8,292	11.3	717	8,064	0.7	419	293	12.0	699	8,357
Total of above categories		217.1	582	126,430	123.2	552	68,007	98.2	674	66,138	221.4	606	134,145
Taxation	Tax	2.0	880	1,760	-	-	-	15.0	843	12,645	15.0	843	12,645
	VAT	10.9	747	8,139	1.7	653	1,110	10.5	817	8,581	12.2	794	9,691
Asset realisations	Book debts	1.0	1,010	1,010	-	-	-	0.8	1,100	880	0.8	1,100	880
	Other assets	11.0	783	8,610	6.2	675	4,151	7.3	984	7,197	13.5	843	11,347
	Property*	-	-	-	160.6	844	135,490	73.9	808	59,720	234.5	832	195,210
Correspondence	Creditors	19.3	730	14,082	11.3	684	7,692	18.7	773	14,464	30.0	740	22,156
Total fees estimate		261.8	612	160,263	294.2	713	209,843	233.2	756	176,231	527.3	732	386,075

*Time costs incurred in respect of property are not included in our fee estimate as they have been drawn from third party funds.



Remuneration and expenses
Detailed information

Category 2 Expenses

Category 2 Expenses are payments to us (as officeholder) or to our associates or payments which have an element of shared costs. These expenses require creditor approval in the same manner as our remuneration.

Joint Liquidators' Category 2 Expenses

As described on page 8, these are payments to us (as officeholder) or to our associates or payments which have an element of shared costs. Specific approval is required before these expenses can be drawn from the liquidation estates.

Details of our Category 2 expenses and the position with regard thereto are given below, all figures are shown exclusive of VAT.

All category 2 expenses incurred in each of the Companies (with the exception of Deloitte LLP costs, discussed below and opposite) have been settled from third party funds, as approved by the Bank. No category 2 expenses were drawn from the liquidation estates therefore no such approvals were sought from creditors in either of the Companies. Any unpaid costs will be written off.

Mileage was calculated at the prevailing standard mileage rate of up to 45p at the time when the mileage is incurred.

MCL
Category 2 Expenses

£ (net)	Incurred in report period	Incurred To Date	Paid	Unpaid
DIJV*	815	1,117	-	1,117
Storage Costs	6,078	6,490	4,488	2,002
Total expenses	6,893	7,607	4,488	3,119

AL
Category 2 Expenses

£ (net)	Incurred in report period	Incurred To Date	Paid	Unpaid
DIJV*	981	2,558	-	2,558
Storage Costs	5,669	6,792	2,802	3,990
Total expenses	6,650	9,351	2,802	6,549

*Previously DIJV costs were incorrectly reported as having been paid. It has been corrected here.

Prior to the move of the Deloitte UK Restructuring team to Teneo Financial Advisory Limited, ("the Transaction"), work being delivered by other Deloitte service lines (with the exception of Deloitte Call Centre) was charged to the estate to be recovered as part of the Joint Administrators' remuneration (from which an internal recharge would have then been made).

We had thus included the anticipated costs for such services being delivered by Deloitte LLP in MCL's fees estimate as approved by creditors and the third party funding provided in the Companies by the Bank in respect of the Companies.

Following the Transaction, Deloitte costs were required to be treated as Category 2 disbursements and thus required creditor approval. For avoidance of doubt however, all such costs were paid out of our approved remuneration, i.e. have not been charged as an additional cost.

Deloitte LLP – Services being provided

We have detailed below the services which have been provided by Deloitte LLP, the costs of which are included in our fee estimate (in MCL) and fees settled from third party funding provided by the Bank in respect of the Companies, and thus has been paid out of our approved remuneration:

- Deloitte Global Financial Advisory India ("DIJV") – were engaged to assist with general case management and administration. Their work, which is no longer ongoing, was charged on a time costs basis. Their total costs in MCL and AL are £1,117 and £2,588 plus VAT respectively.

Deloitte LLP Charge out Rate Bands (£/hour)

Grade	Rate (£/hour)
Partners	1578 - 1627
Directors	1329 - 1368
Associate Directors	1208 - 1247
Managers/Assistant Managers	104 - 441
Consultants	623 - 932
Associates	150 - 375
Administrators/Analysts	100 - 409
Agent	38



Remuneration and expenses

Creditors’ right to request information

Any secured creditor or unsecured creditor (with the support of at least 5% in value of the unsecured creditors or with leave of the Court) may, in writing, request us to provide additional information regarding remuneration or expenses to that already supplied within this report. Such requests must be made within 21 days of receipt of this report, in accordance with Rule 18.9 of the Rules.

Creditors’ right to challenge remuneration and/or expenses

Any secured creditor or unsecured creditor (with the support of at least 10% in value of the unsecured creditors or with leave of the Court) may apply to the Court for one or more orders (in accordance with Rule 18.34 of the Rules), reducing the amount or the basis of remuneration which we are entitled to charge or otherwise challenging some or all of the expenses incurred.

Such applications must be made within eight weeks of receipt by the applicant(s) of the progress report detailing the remuneration and/or expenses being complained of, in accordance with Rule 18.34(3) of the Rules.

Please note that such challenges may not disturb remuneration or expenses approved or deemed to be approved under prior progress reports.





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