

AM03

Notice of administrator's proposals



Companies House

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1 Company details

Company number 1 1 0 1 5 4 3 5

Company name in full Electric Rider Limited

→ Filling in this form

Please complete in typescript or in
bold black capitals.

2 Administrator's name

Full forename(s) David

Surname Taylor

3 Administrator's address

Building name/number Unit 8, The Aquarium

Street King Street

Post town Reading

County/Region Berkshire

Postcode R G 1 2 A N

Country

4 Administrator's name ①

Full forename(s) Paul

Surname Ellison

① Other administrator

Use this section to tell us about
another administrator.

5 Administrator's address ②

Building name/number Unit 8, The Aquarium

Street King Street

Post town Reading

County/Region Berkshire

Postcode R G 1 2 A N

Country

② Other administrator

Use this section to tell us about
another administrator.

AM03

Notice of Administrator's Proposals

6

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

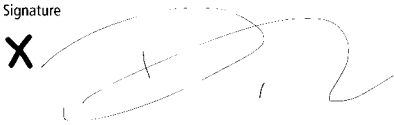
^① As required by regulation 9(5) of The Administration (Restrictions on Disposal etc. to Connected Persons) Regulations 2021)

8

Sign and date

Administrator's
Signature

Signature

X**X**

Signature date

^d

1

^d

9

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1

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AM03

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	Alison Young						
Company name	KRE Corporate Recovery Limited						
Address	Unit 8, The Aquarium						
	King Street						
Post town	Reading						
County/Region	Berkshire						
Postcode	R	G	1		2	A	N
Country							
DX							
Telephone	01189 479090						



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 and dated 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

Electric Rider Limited (In Administration)
("the Company")

**DOCUMENT CONTAINING THE STATEMENT OF THE JOINT ADMINISTRATORS' PROPOSALS
AS REQUIRED BY RULE 3.55(10) OF THE INSOLVENCY (ENGLAND AND WALES) RULES 2016**

In accordance with Paragraph 52(1) of Schedule B1 of the Insolvency Act 1986, the Joint Administrators are not seeking a decision from creditors on the approval of the Proposals. Section 10 of the attached Statement explains how creditors may request a decision on the Proposals, if they so desire.

The Joint Administrators are seeking certain creditors' approval of a number of proposed decisions including that the Joint Administrators' fees be fixed by reference to the time given by them and their staff in attending to matters arising in the Administration.

A statement of the pre-Administration costs is attached at Appendix III to the Proposals. Payment of any unpaid pre-Administration costs as an expense of the Administration is subject to approval under Rule 3.52 of the Insolvency (England & Wales) Rules 2016 and is not part of the Statement of Proposals subject to approval under Paragraph 53 of Schedule B1 of the Insolvency Act 1986.

The affairs, business and property of Electric Rider Limited (in Administration) are managed by the Joint Administrators, who act as agents of the Company and without personal liability.

In the High Court of Justice Reference No. CR-2002-003719

Electric Rider Limited (In Administration)

THE JOINT ADMINISTRATORS' STATEMENT OF PROPOSALS

David Taylor and Paul Ellison
Joint Administrators

KRE Corporate Recovery Limited

Unit 8, The Aquarium, King Street, Reading, Berkshire, RG1 2AN

01189 479090

alison.young@kreocr.co.uk

Disclaimer Notice

- This Statement of Proposals has been prepared by David Taylor and Paul Ellison, the Joint Administrators of Electric Rider Limited, solely to comply with their statutory duty under Paragraph 49 of Schedule B1 of the Insolvency Act 1986 and for no other purpose. It is not suitable to be relied upon by any other person, or for any other purpose, or in any other context.
- Any estimated outcomes for creditors included in this Statement of 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 this document for any purpose or in any context other than under Paragraph 49 of 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 this Statement of Proposals.
- The Joint Administrators act as agent for Electric Rider Limited and contract without personal liability. The appointment of the Joint Administrators is personal to them and, to the fullest extent permitted by law, KRE Corporate Recovery Limited does not assume any responsibility and will not accept any liability to any person in respect of this Statement of Proposals or the conduct of the Administration.

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1. Executive Summary

- 1.1** This Statement of Proposals is being delivered to creditors on 19 December 2022.
- 1.2** The principal activity of the Company was online retail of Electric Bikes and its registered office was 128 City Road, London EC1V 2NX. On 31 October 2022, David Taylor and Paul Ellison of KRE Corporate Recovery Limited were appointed Joint Administrators of the Company by the Director.
- 1.3** The Joint Administrators are currently pursuing the third statutory objective of realising property in order to make a distribution to one or more secured or preferential creditors.
- 1.4** A summary of the current and anticipated future positions are detailed below.

Assets

Asset	Realisations to date	Anticipated future realisations	Total anticipated realisations
Cash at Bank	22,007	0	22,007
Stock	Nil	Uncertain	Uncertain
Furniture & Equipment	Nil	Uncertain	Uncertain

Expenses

Expense	Expense incurred to date	Anticipated further expense	Total anticipated expense
Joint Administrators' fees	8,230	25,285	33,515
Joint Administrators Pre Fees	12,110	0	12,110
Solicitors' fees	0	1,500	1,500
Agents' fees	0	1,500	1,500
All other expenses	0	987	987

Dividend prospects

Creditor class	Distribution / dividend paid to date	Anticipated distribution / dividend
Secured creditor (fixed charge)	Nil	Nil
Secured creditor (floating charge)	Nil	Nil
Preferential creditors	Nil	1p in the £
Secondary Preferential creditors	Nil	Nil
Unsecured creditors	Nil	Nil

- 1.5** The main work remaining to be done to conclude the Administration is as follows;
- Liaise with agents in respect of the sale of the remaining company assets;
 - CDDA Investigation

- Agreeing and making a distribution to the preferential creditors and the secondary preferential creditors.

The Administration is expected to be concluded in 12 months by exiting to dissolution.

1.6 Definitions of the terms used in this Proposal are provided in Appendix I.

2. Background to the Company

2.1 The following background has been prepared by the Director of the Company and has not been verified or audited by either KRE Corporate Recovery Limited or the Joint Administrators.

2.2 The business was established on 16 October 2017 and the principal activity of the Company was online retail of Electric Bikes and its registered office is 128 City Road, London EC1V 2NX and traded online.

2.3 The company was setup with the intention of building an online retail business in the Rideable Electric Vehicle Space.

2.4 The opportunity was that with 1 million Electric Vehicles (EVs) forecast to hit UK roads by 2025 and 11 million by 2040 as consumers increasingly purchase EVs over conventional vehicles, there was a £150 billion Electric Vehicle opportunity.

2.5 The director saw a substantial opportunity where alternative transportation is vital, yet accessibility to Rideable Electric Vehicles (REV's) is fragmented. The industry was ripe for positive disruption to deliver maximum value to consumers and businesses through a recognised and trusted platform.

2.6 The Electric Rider Platform was built to guide customers and businesses through their e-mobility journey. Empowering and supporting their transition to a net-zero future. The aim was to build the:

- Leading online & data driven retail platform
- Flexible ride options & brand selection
- Sector leading after care & support

2.7 The director self-funded and created the entirety of the business singlehandedly, from the eCommerce website, signing suppliers, creating and running the advertising and managing the day-to-day operations from January to May 2020. During this short period after inception, the business generated revenues in excess of £100,000. The director invested £25,000 into the company, alongside an inter-company loan of £20,000, totalling £45,000.

2.8 The director hired two contractors to help manage the rapidly growing business, handle customer support and improve operations. As the business expanded, we ended our first trading year on 31st October 2020 with a revenue of £375,049 and an EBITDA of £48,945.

- 2.9** During the second year of trading the business expanded, working with 30+ world leading suppliers and taking on a further two contractors, successfully fulfilling hundreds of orders across the UK. In the second year of trading, from 1st November 2020 to October 31st 2021 the business generated £856,854 of revenue at a small loss of £21,668, due to the reinvesting of working capital into growth.
- 2.10** Unfortunately, due to COVID19 lockdowns and worldwide factory shutdowns, we had £214,509 of unavoidable refunds during this time (pre-order deposits paid by customers for product that did not arrive).
- 2.11** If COVID19 did not occur, we would have seen revenues in this year in excess of £1m and significant profits. In this period we took the government backed Bounce Back Loan and Recovery Loan Scheme to ensure that we had enough stock and working capital to maintain sustainable growth.
- 2.12** From November 2021 onwards (now our third year of trading), we were forecasting £1.3m of total revenue. We had some seasonal losses during the winter, that were swiftly recovered during the Spring and Summer, with June 2022's profits at £96,082. During this time we opened our Seed round for investment having undertaken an independent and professional valuation, valuing Electric Rider at £3.3m and offering 15% of share capital, looking to raise £500,000. We liaised with many advisors, angels and funds who expressed their interest, but wanted to see the performance until our Year End in October 2022 before making an investment.
- 2.13** During these trading years we won several awards, namely the SME Transport Awards 2022 for the Category 'Best Nationwide Rideable eVehicle Platform 2022' and the London Prestige Awards for 'EV Retailer Of The Year'.
- 2.14** Electric Rider was however faced with a 'race to the bottom' competitive environment online, with several larger players purchasing the majority of limited stock available, alongside relentless discounting by competitors.
- 2.15** Unfortunately, there were several suppliers of ours who were shipping poorly manufactured products, alongside numerous delays that led to a further forecasted increase of refunds having to be made to customers who had pre-ordered. The director produced a comprehensive data-room including forecasts that was used to realistically appraise the situation that may occur in the future where Electric Rider could not continue to trade solvently.
- 2.16** The director foresaw that the trading, market conditions and macro-economic environment were not going to improve and with continued impacts of COVID19 on our supply chain, product quality, competitors and margins being squeezed down, Electric Rider would not be in a position to trade without taking on additional funding, loans or credit. There were several loan facilities and extended terms offered, which were turned down due to a risk that the factors above would not improve.
- 2.17** In summary, the reason for failure are outline below;

- Supply chain shortages and disruption due to the ongoing effects of COVID19 in our industry. Unable to supply in-demand products to customers.
- Numerous delays and quality issues with suppliers, leading to unhappy customers and unavoidable returns/refunds.
- This has resulted in a larger than anticipated volume of returns/refunds. Since starting the business in 2020, we crossed £1.9m in revenue, yet have experienced over £800k in unavoidable refunds due to the impacts of COVID19 on our industry. Despite this we grew 50-70% YoY, whilst having 80% reduced stock.
- Payout holds/delays from key payment processors, constraining cashflow, despite having a record level of sales recently.
- Rapidly rising costs of fulfilment and advertising.
- Key B2B fleet deals falling through due to change in macroeconomic sentiment.
- Key angels/funds changing sentiment based on the macroeconomic risk environment and deciding to not invest in our £500k seed round.

2.18 Statutory information on the Company and extracts from the most recent accounts are provided at Appendix II. Please note that this information has not been verified by the Joint Administrators or by KRE Corporate Recovery Limited.

3. Events leading to the Administration

3.1 On 23rd September the director made contact with KRE Corporate Recovery Limited (KRE) for advice and guidance.

3.2 There were no statutory demands made by creditors at this time.

3.3 Following meetings with the director and a review of the Company financial position and business, it was determined that the most appropriate strategy was to seek a buyer for the business and assets as a going concern through Administration with a sale to be completed immediately upon appointment of Administrators.

3.4 KRE assisted the director in drafting an information memorandum (IM) and compiling additional financial and asset information to issue to interested parties.

3.5 The IM was issued to the KRE and Lambert Smith Hampton databases.

3.6 We received 9 signed NDAs and invited the interested parties to speak with the director, unfortunately, we received no offers for the business and assets as a whole.

3.7 In the absence of any offers the director decided to place the company into Administration with a view to the Joint Administrators realising the value in the remaining assets.

3.8 No Moratorium under Part A1 of the Act has been in force for the Company at any time within the period of 2 years ending with the day on which it entered Administration.

3.9 Attached at Appendix III is an account of the work undertaken prior to the Joint Administrators' appointment and the costs associated with that work.

3.10 Payment of any unpaid pre-Administration costs as an expense of the Administration is subject to approval under Rule 3.52 of the Insolvency (England & Wales) Rules 2016 and is not part of the Statement of Proposals subject to approval under Paragraph 53 of Schedule B1 of the Insolvency Act 1986.

3.11 On 31 October 2022, David Taylor, and Paul Ellison of KRE Corporate Recovery Limited were appointed Joint Administrators of the Company following the filing of a Notice of Appointment of Administrators by the Directors.

3.12 These proceedings are COMI proceedings.

Ethical Considerations

3.13 Prior to the Joint Administrators' appointment, a review of ethical issues was undertaken and no ethical threats were identified. A further review has been carried out and no threats have been identified in respect of the management of the insolvency appointment to date.

4. The Objective of the Administration

4.1 Administrators must perform their functions with the objective of:

- rescuing the company as a going concern;
- or if that is not possible, then achieving a better result for the creditors as a whole than would be likely to be achieved if the company were wound up (without first being in Administration);
- or if that is not possible, realising property in order to make a distribution to one or more secured or preferential creditors.

4.2 The Joint Administrators would comment that due to a lack of working capital and the absence of any further investment, the Joint Administrators did not consider it possible to restructure the existing business or propose a Company Voluntary Arrangement.

4.3 The second objective is normally achieved by means of a sale of the business and assets as a going concern or a more orderly sales process than in liquidation. The Joint Administrators would comment that while the swift steps taken by the Joint Administrators sought to enhance realisation prospects, it was not possible to conclude a going concern sale as explained above. As a consequence of the limited realisations and associated costs, the Joint Administrators do not believe that the quantum and timing of the dividend (if any) to unsecured creditors will have been improved over that which could have been achieved via a liquidation alone. Accordingly, the Joint Administrators do not believe that the second objective will be achieved.

4.4 The Joint Administrators would comment that the third objective will be achieved, as they expect to pay a distribution to the Company's secured creditor if available under the floating charge and preferential creditors.

4.5 A detailed account of how the Joint Administrators have sought to achieve the objective of the Administration is set out below.

5. Events since the Joint Administrators' Appointment

5.1 Immediately upon appointment, the Joint Administrators undertook a review of the Company's affairs with particular regard to its financial and resource requirements. This assessment was carried out in liaison with the remaining management of the Company.

The sale of the Company's business and assets

5.2 The Joint Administrators are still exploring the possibility of a sale of some of the Company's assets including the rights to any Intellectual Property within the platform.

Other steps taken as regards assets

5.3 On the Joint Administrators appointment the company held a credit bank balance of £22,007 and these funds have been realised.

Instruction of specialists

5.4 When instructing third parties to provide specialist advice and services or having the specialist services provided by the firm, the Joint Administrators are obligated to ensure that such advice or work is warranted and that the advice or work contracted reflects the best value and service for the work undertaken. The firm reviews annually the specialists available to provide services within each specialist area and the cost of those services to ensure best value. The specialists chosen usually have knowledge specific to the insolvency industry and, where relevant, to matters specific to this insolvency appointment. Details of the specialists specifically chosen in this matter are detailed below.

5.5 To advise on appropriate legal matters and to prepare required legal documentation, the Joint Administrators instructed Herrington Carmichael LLP, a firm of lawyers with the appropriate expertise and experience in dealing with these types of Administrations.

5.6 In addition, Lambert Smith Hampton, a firm of chattel agents, was instructed by the Joint Administrators to undertake inventories and valuations of the Company's chattels and intangible assets where appropriate. The agents also advised on the best method of disposal of those assets and assisted in their disposal, as well as assisted with claims of retention of title and security.

- 5.7 All professional fees are based upon the parties' recorded time costs incurred at their standard charge out rates and will be reviewed by the Joint Administrators' staff before being approved for payment.

Investigation into the Company's affairs prior to the Administration

- 5.8 The Joint Administrators have commenced a review of the Company's trading activities in order to establish whether or not there are actions that may be taken for the benefit of the Administration and consequently to enable a report to be submitted to the Insolvency Service on the conduct of the Company's directors.
- 5.9 Should any creditor have any concerns about the way in which the Company's business has been conducted or information on any potential recoveries for the estate, they are invited to bring them to the attention of the Joint Administrators as soon as they are able.

6. The Statement of Affairs and the Outcomes for Creditors

- 6.1 An estimated statement of the Company's affairs has been submitted by Alexander Bell, director of the Company, a copy of which is attached at Appendix IV.
- 6.2 In accordance with the standard format of a Statement of Affairs, no provision has been made in the Statement for the costs of the Administration.

Prospects for creditors

- 6.3 Attached at Appendix V is the Joint Administrators' receipts and payments account for the period from 31 October 2022 to 19 December 2022.
- 6.4 Also attached at Appendix IV is an Estimated Outcome Statement, which illustrates the anticipated outcomes for creditors.
- 6.5 The Act requires administrators to make a prescribed part of the company's net property, which is the balance remaining after discharging the preferential and secondary preferential claims but before paying the floating charge-holder, available for the satisfaction of unsecured debts.
- 6.6 In this case, it is anticipated that the prescribed part provision will not apply, as there will be insufficient asset realisations to enable a distribution to be paid to the secured creditor under its floating charge.
- 6.7 In summary, it is anticipated that there will be sufficient funds to pay a dividend to preferential creditors only.

7. The Joint Administrators' Fees

- 7.1 The Joint Administrators propose to fix their fees on the following basis:
- the time properly given by the Joint Administrators and their staff in attending to matters arising in the Administration, such time to be charged at the

prevailing standard hourly charge out rates used by KRE Corporate Recovery Limited at the time the work is performed;

7.2 Attached at Appendix VII is the Joint Administrators' Fees Estimate. Attached at Appendix VIII is a breakdown of the time costs incurred in the Administration to 9 December 2022 and the charge-out rates of the Joint Administrators and their staff are provided at Appendix X. You will note from the information provided that the estimated realisable value of all assets totals £22,007 and, as described elsewhere, necessary expenses have been incurred payable to independent parties, which will need to be paid in priority to the Joint Administrators' fees. Therefore, it is anticipated that the vast majority of those fees will not be recovered from the estate.

7.3 The Estimated Outcome Statement at Appendix VI provides an overview of the financial benefit that this work is expected to bring to creditors.

7.4 Creditors may access a Guide to Administrators' Fees at <http://thecompliancealliance.co.uk/cgfdadm.pdf> or a hard copy will be provided on request.

8. The Joint Administrators' Expenses

8.1 Attached at Appendix X are details of the expenses that the Joint Administrators expect to incur in the Administration.

8.2 Expenses fall into two categories: Category 1 and Category 2.

- Category 1 expenses are payments to persons providing the service to which the expense relates who are not associates of the Joint Administrators. Administrators may discharge Category 1 expenses from the funds held in the insolvent estate without further recourse to creditors.
- Category 2 expenses are payments to associates or which have an element of shared costs. Payments may only be made in relation to Category 2 expenses after the relevant creditors have approved the bases of their calculation.

8.3 Appendix X provides details of the bases of Category 2 expenses that the Joint Administrators propose to recover from the insolvent estate.

9. The Joint Administrators' Discharge

9.1 The Act requires that the timing of the Joint Administrators' discharge from liability will be decided by the secured and preferential creditors. The Joint Administrators propose that this discharge will take effect when their appointment ceases to have effect and a decision will be sought in respect of this.

Approval of the Statement of Proposals

10.1 Attached at Appendix XI is a summary of the Joint Administrators' Statement of Proposals. For further information on how the Company's affairs will continue to be

managed, if these Proposals are approved, please refer to Appendix VII, which sets out in detail what further work the Joint Administrators propose to undertake.

10.2 The Joint Administrators think that the Company has insufficient property to enable a distribution to be made to unsecured creditors other than by virtue of Section 176A(2)(a) of the Act. Therefore, pursuant to Paragraph 52(1)(b) of Schedule B1 of the Act, the Joint Administrators are not required to seek creditors' approval of the Statement of Proposals. Notwithstanding this, the Joint Administrators shall be required to seek a creditors' decision on whether to approve the Statement of Proposals, if it is requested by creditors whose debts amount to at least 10% of the Company's total debts. Such request must be delivered to the Joint Administrators within 8 business days from the date on which the Statement of Proposals was delivered. Security must be given for the expenses of seeking such a decision. If no decision is requested, the Statement of Proposals will be deemed to be approved pursuant to Rule 3.38(4) of the Rules.

Other Decisions

10.3 The Joint Administrators are inviting the secured and preferential creditors to decide on the following matters:

- Whether to establish a creditors' committee
- The timing of the Joint Administrators' discharge from liability
- In the event that a creditors' committee is not established:
 - The basis on which the Joint Administrators' fees shall be fixed
 - The approval of the unpaid pre-Administration costs
 - The approval of the basis of Category 2 expenses

10.4 To assist those creditors who are requested to vote on these matters, the relevant forms have been provided under separate cover.

If any creditor has any queries in relation to the above, please do not hesitate to contact either of the Joint Administrators or Alison Young, on 01189 479090 or by email to alison.young@kreocr.co.uk.

Dated this 19 December 2022



David Taylor
Joint Administrator

David Taylor and Paul Ellison were appointed Joint Administrators of Electric Rider Limited on 31 October 2022. The affairs, business and property of the Company are managed by the Joint Administrators. The Joint Administrators act as agents of the Company and contract without personal liability.

Appendix I: Definitions

The Act	The Insolvency Act 1986
The Rules	The Insolvency (England & Wales) Rules 2016
The Statement of Proposals	The Statement of the Joint Administrators' Proposals prepared pursuant to Paragraph 49(1) of Schedule B1 of the Act
The Joint Administrators	David Taylor and Paul Ellison
The Company	Electric Rider Limited (in Administration)
The Court	High Court of Justice
EBIT	Earnings before interest and tax
SPA	Sale & Purchase Agreement
RPO	The Redundancy Payments Office
HMRC	HM Revenue & Customs
ROT	Retention of Title
EOS	Estimated Outcome Statement
PP or Prescribed Part	The Prescribed Part of the Company's net property subject to Section 176A of the Act
QFCH	Qualifying Floating Charge Holder
SIP	Statement of Insolvency Practice (England & Wales)
TUPE	Transfer of Undertakings (Protection of Employment) Regulations

Appendix II: Statutory and Financial Information

Company name	Electric Rider Limited
Previous name(s)	Bell Retail Limited
Trading name(s)	Not Applicable
Proceedings	In Administration
Court	High Court of Justice
Court reference	CR-2002-003719
Date of appointment	31 October 2022
Appointed by	Alexander Bell – The Director
Joint Administrators	David Taylor and Paul Ellison KRE Corporate Recovery Limited Unit 8, The Aquarium, King Street, Reading, Berkshire, RG1 2AN
Statement required by Paragraph 100(2) of Schedule B1 of the Act	The Joint Administrators are authorised to carry out all functions, duties and powers by either one or by both of them
Registered office	c/o KRE Corporate Recovery Limited, Unit 8, The Aquarium, King Street, Reading, Berkshire, RG1 2AN
Company number	11015435
Incorporation date	16 October 2017
Company Secretary at date of appointment	Not Applicable
Directors at date of appointment	16 October 2017
Directors' / Secretary's shareholdings	1,015,014

Summary Profit and Loss Account

	Draft Management Accounts for year to June 2022 £	Audited Statutory Accounts for year to 31 October 2021 £	Audited Statutory Accounts for year to 31 October 2020 £
Turnover	527,222	649,885	375,049
Cost of Sales	(218,908)	(378,117)	(230,462)
Gross Profit	308,314	271,768	144,587
Gross Margin %	58.48%	41.82%	38.55%
Other Expenses	(246,619)	(280,467)	(95,642)
(L)/EBIT	(27,711)	(24,166)	(39,636)

Summary Balance Sheet

	Audited Statutory Accounts for year to 31 October 2021 £	Audited Statutory Accounts for year to 31 October 2020 £
Tangible assets	5,927	5,927
Fixed assets		
Current Assets		
stock	43,500	1,274
debtors	126,553	378
Cash at bank	232,117	125,393
Liabilities		
Trade creditors	(1,501)	(75)
Other	(92,755)	(32,985)
Bank	(143,732)	(5,751)
Taxation and Social Security	(12,907)	(20,920)
Total Liabilities	972	25,138
Net Assets	972	25,138

Appendix III: Statement of Pre-Administration Costs

On 28 September 2022, the director of Electric Rider agreed with the proposed Joint Administrators that KRE Corporate Recovery Limited be paid fees for work done prior to the Administration on the basis of time costs incurred by the insolvency practitioners and their staff at their standard charge-out rates plus VAT and related expenses for the following tasks and matters that were considered to be necessary to placing Electric Rider Limited into Administration.

Prior to Administration, the proposed Joint Administrators gathered information on the Company to ensure that they were in a position to consent to act as Joint Administrators and to formulate an initial strategy for pursuing achievement of an Administration objective. In addition, it was considered advantageous to take steps to market the business and assets of the Company and to negotiate with interested parties with a view to agreeing a sale in principle that could be completed shortly after the Joint Administrators' appointment.

However, as outlined in the main body of this report, no offers for the business and assets as a whole was received. Thus, solicitors were engaged to assist with the preparation of the appointment paperwork. This work was carried out prior to Administration so that there would be no delay in the Joint Administrators implementing the strategy immediately on appointment.

In conducting the above work, the following costs were incurred:

	£
KRE Corporate Recovery Limited's time costs	12,110
Agents' costs	1,000
Solicitors' costs	70

Further below is a breakdown of the time costs of the Joint Administrators and their staff incurred prior to Administration and at Appendix IX are KRE Corporate Recovery Limited's charge-out rates and bases of expenses.

The Joint Administrators have received payment from Electric Rider Limited of £7,500 on account of KRE Corporate Recovery Limited's pre-Administration time costs.

Consequently, the unpaid pre-Administration costs are as follows:

	£
KRE Corporate Recovery Limited's time costs	4,610
Agents' costs	1,000
Solicitors' costs	70

Time Entry - SIP9 Time & Cost Summary

ELERID - Electric Rider Limited
All Pre Appointment Project Codes
To: 19/12/2022

Classification of Work Function	Partner	Manager	Other Senior Professionals	Assistants & Support Staff	Total Hours	Time Cost (£)	Average Hourly Rate (£)
Admin & Planning	13.90	12.20	0.00	0.00	26.10	10,912.50	418.10
Case Specific Matters	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Creditors	0.00	1.30	0.00	0.00	1.30	455.00	350.00
Investigations	0.00	0.00	0.00	0.20	0.20	30.00	150.00
Marketing	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Non Chargeable	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Realisation of Assets	1.50	0.00	0.00	0.00	1.50	712.50	475.00
Trading	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Total Hours	15.40	13.50	0.00	0.20	29.10	12,110.00	416.15
Total Fees Claimed						7,500.00	
Total Disbursements Claimed						0.00	

Appendix V: Director's Estimated Statement of Affairs

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STATEMENT OF AFFAIRS

Name of Company
Electric Rider Limited

Company Number
11015435

In the
High Court of Justice

Court case number
CR-2002-003719

Statement as to the affairs of

Electric Rider Limited

C/o KRE Corporate Recovery Limited
Unit 8

The Aquarium

1-7 King Street

Reading

RG1 2AN

on the 31 October 2022, the date that the company entered administration.

Statement of Truth

I believe the facts stated in this statement of affairs are a full, true and complete statement of the affairs of the above named company as at 31 October 2022 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 Alexander Jonathan Bell

Signed 

Dated 12.12.2022

Electric Rider Limited
Company Registered Number: 11015435
Statement Of Affairs as at 31 October 2022

A - Summary of Assets

Assets	Book Value £	Estimated to Realise £
Assets subject to fixed charge:		
HSBC Bank plc		(100,000.00)
Deficiency c/d		(100,000.00)
Assets subject to floating charge:		
Uncharged assets:		
Furniture & Equipment	5,377.00	Uncertain
Stock	8,313.00	Uncertain
Cash at Bank	22,007.46	22,007.46
Estimated total assets available for preferential creditors		22,007.46

Signature ABD Date 12.12.2022

Electric Rider Limited
Company Registered Number: 11015435
Statement Of Affairs as at 31 October 2022

A1 - Summary of Liabilities

	Estimated to Realise £
Estimated total assets available for preferential creditors (Carried from Page A)	22,007.46
Liabilities	
Preferential Creditors:-	
DE Arrears & Holiday Pay	1,025.54
	<u>1,025.54</u>
Estimated deficiency/surplus as regards preferential creditors	20,981.92
2nd Preferential Creditors:-	
HM Revenue & Customs - VAT	37,713.73
	<u>37,713.73</u>
Estimated deficiency/surplus as regards 2nd preferential creditors	(16,731.81)
Debts secured by floating charges pre 15 September 2003	
Other Pre 15 September 2003 Floating Charge Creditors	<u>NIL</u>
	(16,731.81)
Estimated prescribed part of net property where applicable (to carry forward)	NIL
Based on floating charge assets of Nil	
Estimated total assets available for floating charge holders	<u>(16,731.81)</u>
Debts secured by floating charges post 14 September 2003	
Deficiency b/d	100,000.00
	<u>100,000.00</u>
Estimated deficiency/surplus of assets after floating charges	<u><u>(116,731.81)</u></u>
Estimated prescribed part of net property where applicable (brought down)	NIL
Total assets available to unsecured creditors	<u>NIL</u>

Signature  Date 12.12.2022

Electric Rider Limited
Company Registered Number: 11015435
Statement Of Affairs as at 31 October 2022

A1 - Summary of Liabilities

		Estimated to Realise £
Shortfall to preferential creditors/F.C's pre 15 Sept 2003 (brought down)		16,731.81
Unsecured non-preferential claims (excluding any shortfall to floating charge holders)		
Trade & Expense Creditors	354,567.65	
HMRC	10,946.80	
Directors	20,000.00	
Banks/Institutions	93,782.21	
		479,296.66
Estimated deficiency/surplus as regards non-preferential creditors (excluding any shortfall in respect of F.C's post 14 September 2003)		(496,028.47)
Shortfall in respect of F.C's post 14 September 2003 (brought down)		100,000.00
Estimated deficiency/surplus as regards creditors		(596,028.47)
Issued and called up capital		
Ordinary Shareholders	3,449,999.88	
		3,449,999.88
Estimated total deficiency/surplus as regards members		(4,046,028.35)

Signature  Date 12.12.2022

KRE Corporate Recovery Limited
Electric Rider Limited
Company Registered Number: 11015435
B - Company Creditors

Key	Name	Address	£
CA00	American Express Credit Card	3rd, 1 John St, Brighton BN88 1NH	26,708.49
CA01	Aqua Marine Products	Great Butts Farm, Cousley Wood, East Sussex, TN5 6EP	5,822.47
CA02	Awin	2 Thomas More St, London E1W 1YN	3,285.55
CB00	Bell Prime Estates Loan		20,000.00
CB01	Bird Bike	Unit 8, Church Farm Business Estate, Eversley RG27 0PX	15,749.75
CB02	Batribike	Unit 4, Ingleby Grange, Ingleby, Lincoln LN1 2PQ	1,230.80
CB03	DHIRAL Bhatt	22 Cavendish road, Felixstowe, IP11 2AR, United Kingdom	1,793.00
CB04	Max Bedwell		1,467.99
CB05	Kevin Barnes		1,497.99
CB06	William Burrows		2,864.00
CB07	Suparat Billien		2,093.00
CB08	SHANI Bisla		1,914.75
CC00	Clear.co	Suite 1200, Toronto, Ontario, Canada M5E 1G4	14,126.11
CC01	Clements Moto		5,891.58
CC02	David Chrzanowski		1,974.00
CC03	Julia Critchley		1,999.00
CC04	Stephen Conlin		379.00
CC05	Andrew Corbridge		1,632.00
CD00	Directors Loan		20,000.00
CD01	Gez Dewar		1,372.99
CE00	Eskuta	10 Bermuda Innovation Centre, St Davids Way, Nuneaton CV10 7SD	7,873.77
CE01	Emu	8 Beechwood Ave, Chorleywood, Rickmansworth WD3 5RL	4,322.46
CE02	Evo	6 Bodiam Business Park, Robertsbridge TN32 5UP	6,803.29
CF00	Forward Advances	Alphabeta Building, 18 Finsbury Square, London EC2A 1AH	15,000.00
CG00	GKH Holdings	Unit 21, Churchill Way, Lomeshaye Industrial Estate, Nelson, Lancashire	4,887.50
CG01	Daniel Granata Perez		2,094.00
CG02	David Garrington-potts		1,000.00
CH00	HSBC RLS	Head Office, 8 Canada Square, London E14 5HQ	100,000.00
CH01	Harper James		627.42

Signature 

KRE Corporate Recovery Limited
Electric Rider Limited
Company Registered Number: 11015435
B - Company Creditors

Key	Name	Address	£
CH02	Keith Hartley		1,572.99
CH03	Simon Hare		2,269.00
CH04	Seanette Hughes		1,949.00
CH05	Andy Harford-Smith		1,691.06
CH06	Logan Hunter		3,897.00
CH07	HM Revenue Customs		10,946.80
CJ00	Juni	21-23 Croydon Road, Caterham, Surrey, United Kingdom, CR3 6PA	40,000.00
CJ01	Joshuas Harvest Ltd	Unit 4 Cedar Court, Tiverton Business Park, Lowman Way, Tiverton, England	1,481.83
CJ02	Juicy Bike	Unit 2, Carrwood Rd, Sheepbridge Industrial Estate, Chesterfield, S41 9QB	4,916.22
CL00	Adrian Laverty		1,217.00
CL01	Dainis Lubans		1,889.99
CM00	Moto Electric	85 Great Portland Street, London, W1W 7LT	8,654.19
CM01	Multibrands	Royds Hall, Royds Hall Lane, Low Moor, Bradford, BD12 0EJ	3,204.00
CM02	Moore Large	Sinfin Ln, Derby DE24 9GL	2,637.99
CM03	Modus Brands	Fleming Centre, Unit C1, The, Fleming Way, Crawley RH10 9NN	279.97
CM04	Tamara Moore		2,379.00
CM05	Isobel Malyon		2,965.00
CM06	John Moore		1,687.99
CM07	Lewis McCarthy		1,667.99
CM08	Norbert Molnar		1,944.00
CN00	Natwest BBL	135 Bishopsgate, London EC2M 3UR	46,872.75
CN01	Natwest Small Biz Loan (PG)	135 Bishopsgate, London EC2M 3UR	46,909.46
CN02	Lewis Neale		1,519.05
CN03	Shaun Newlove		1,662.00
CO00	OutFund		20,110.61
CO01	Oxygen Bikes	Unit 9 Capitol Court, Dodworth, Barnsley, United Kingdom, S75 3UD	1,225.00
CP00	Pinpoint	Meridian House, Road One, Winsford Industrial Estate, Winsford, Cheshire CW7 3QG	4,284.00
CP01	Pennine Sports	35 Westgate, Huddersfield, England, HD1 1PA	5,899.98

Signature 

KRE Corporate Recovery Limited
Electric Rider Limited
Company Registered Number: 11015435
B - Company Creditors

Key	Name	Address	£
CP02	Pedelects	1 Winship Road, Milton, Cambridge, England, CB24 6BQ	180.00
CP03	Jack Pailing		2,919.00
CP04	Emma Parish	38 Beighton Road, Norfolk, Norwich, NR13 3DD	1,943.00
CP05	Purbeck Insurance Uk Ltd	20-22 Wenlock Road, London, N1 7GU	1,663.32
CQ00	Qvis	36 New Lane, Hampshire, PO9 2JL	1,507.20
CR00	Roodog	Brockholme Farm, Seaton Rd, Hornsea HU18 1BZ	3,824.10
CR01	Lee Rodgers		1,637.00
CS00	SynchGo	Unit 11, Glenmore Business Park, Holton Heath, Poole BH16 6NL	6,650.50
CS01	Sudipta Saha	285 Leigh Hunt Drive, London, N14 6BZ	1,974.00
CS02	Peter Stanyon	34 Hadley Park Road, Leegomery, Telford, TF1 6PS	2,059.31
CT00	TNT	Atherstone, CV9 2RY	12,102.94
CT01	Tandem Group	35 Tameside Drive, Castle Bromwich, Birmingham, B35 7AG	1,408.80
CT02	Sayonara Tocantins	54 Fairfield Avenue, Watford, WD19 7AR	1,753.00
CV00	Vialoco	Currock Rd, Carlisle CA2 4AS, UK	2,819.67
CV01	Dobromir Velez	Flat 8, Montacute House, Waterlooville, PO7 7SD	495.00
CW00	Wayflyer	The Stable Yard Vicarage Road, Milton Keynes, Stony Stratford, MK11 1BN	27,424.00
CW02	WenRui Fu	Flat 133, Riverlight Four, Nine Elms Lane, Vauxhall, London	2,094.00
CW03	Martin Wong		999.00
CW04	Alix Williams-Brown		999.00
CW05	Julie Wilding		1,763.00
CW06	Wisper	carrie@wisperbikes.com	2,936.04
78 Entries Totalling			579,296.66

Signature 

KRE Corporate Recovery Limited
Electric Rider Limited
B1 - Company Creditors - Employees & Directors

Key	Name	Address	Pref £	Unsec £	Total £
0 Entries Totalling			0.00	0.00	0.00

Signature 

KRE Corporate Recovery Limited
Electric Rider Limited
Company Registered Number: 11015435
B2 - Company Creditors - Consumer Creditors

Key	Name	Address	£
0 Entries Totalling			0.00

Signature 

KRE Corporate Recovery Limited
Electric Rider Limited
Company Registered Number: 11015435
C - Shareholders

Key	Name	Address	Type	Nominal Value	No. Of Shares	Called Up per share	Total Amt. Called Up
HB00	Mr Alexander Bell		Ordinary	3.33	1,015,014.714	3.33	3,379,998.9976
HB01	Mr James Bowers		Ordinary	3.33	6,006	3.33	19,999.98
HH00	Mr Greg Mulheim		Ordinary	3.33	15,015	3.33	49,999.95
3 Ordinary Entries Totalling					1,036,035.714		

Signature 

Schedule of Secured Creditors

Secured Creditors

Secured creditor's name and address	Amount of claim (estimated)	Details of security	Date security was given	Value of security (per Statement of Affairs)
HSBC Bank Plc	100,000	Fixed and Floating		100,000

Creditor Group	Number of creditors in group	Total amount of claims (estimated)
Employees, former employees and Director	1	1,025

Appendix V: Receipts and Payments Account

Electric Rider Limited
(In Administration)
Joint Administrators' Summary of Receipts and Payments
To 19 December 2022

RECEIPTS	Statement of Affairs (£)	Total (£)
Furniture & Equipment	Uncertain	0.00
Stock	Uncertain	0.00
Cash at Bank	22,007.46	22,007.46
		<hr/>
		22,007.46
		<hr/>
PAYMENTS		
HSBC Bank plc	(100,000.00)	0.00
DE Arrears & Holiday Pay	(1,025.54)	0.00
Trade & Expense Creditors	(354,567.65)	0.00
HMRC	(10,946.80)	0.00
Directors	(20,000.00)	0.00
Banks/Institutions	(93,782.21)	0.00
HM Revenue & Customs - VAT	(37,713.73)	0.00
Ordinary Shareholders	(3,449,999.88)	0.00
		<hr/>
		0.00
		<hr/>
Net Receipts/(Payments)		22,007.46
		<hr/>
MADE UP AS FOLLOWS		
Bank 1 Current		22,007.46
		<hr/>
		22,007.46
		<hr/>

Appendix VI: Estimated Outcome Statement

Electric Rider Limited

Estimated Outcome Statement as at 13 December 2022

	NBV at App Date £	Notes	Realised/Paid to date £	Future £	Total £
Assets subject to Floating Charge					
Stock	8,313		-	Uncertain	0
Fixtures & Fittings	5,377		-	Unertain	0
Cash at Bank	22,007		22,007	0	22,007
			-	0	22,007
Less:					
Pre-Appointment Administrators Fees			-	(4,610)	(4,610)
Administrators Fees			-	(33,515)	(33,515)
Administrators Expenses			-	(987)	(987)
Agent Fees			-	(1,500)	(1,500)
Legal Fees			-	(1,500)	(1,500)
			-	(42,112)	(42,112)
Estimated total available to Preferential Creditors					(20,105)
Preferential Creditors					(1,025)
Balance available to Secondary Preferential Creditors					(21,130)
Secondary Preferential Creditors - HMRC					-37,713
Balance available to Floating Charge Creditor					(58,843)
HSBC Bank Plc					(100,000)
Balance available to Unsecured Creditors					(158,843)
Unsecured Creditors					
Trade & Expense Creditors	(470,295)				(470,295)
Estimated surplus/(deficit) to Unsecured Creditors					(629,138)
Summary return to creditors					
Estimated dividend to:					
Secured Creditors (Floating Charge)		N/A			
Preferential Creditors		1p in the £			
Secondary Preferential Creditors		Nil			
Unsecured Creditors		Nil			

Appendix VII: The Joint Administrators' Fees Estimate

Please note that this estimate reflects the work undertaken and time anticipated to be incurred for the full period of the Administration and thus it includes the time already incurred, details of which are provided in Appendix VIII.

The Fees Estimate has been compiled on the following assumptions:

- the Joint Administrators' initial investigations will not identify any matters that require further investigations or pursuit;
- no exceptional work will be required to realise the remaining assets;
- there will be no requirement to hold a physical creditors' meeting or additional decision procedure to consider the matters covered by the Joint Administrators' Proposals; and
- there will be no need to extend the Administration.

On these assumptions, the Joint Administrators do not anticipate that it will be necessary to seek additional approval from the relevant creditors for fees in excess of the. However, in the event that the Administration does not proceed as envisaged, the Joint Administrators will seek approval for any fees in addition to those estimated that they wish to draw from the insolvent estate.

General Description	Includes	Estimate of no. of hours	Estimated blended hourly rate	Estimate of total
Administration (including statutory reporting)		23.4	392	£9,190
Statutory/advertising	Filing and advertising to meet statutory requirements			
Document maintenance/file review/checklist	Filing of documents Periodic file reviews, including ethical, anti-money laundering and anti-bribery matters Maintenance of statutory and case progression task lists/diaries Updating checklists			
Bank account administration	Preparing correspondence opening and closing accounts Requesting bank statements Bank account reconciliations Correspondence with bank regarding specific transfers Maintenance of the estate cash book Banking remittances and issuing cheques/BACS payments			
Planning / review	Discussions regarding strategies to be pursued Meetings with team members and independent advisers to consider practical, technical and legal aspects of the case			
Books and records / storage	Dealing with records in storage Sending case files to storage			
Investigations		13	369	£4,800
SIP 2 Review	Collection, and making an inventory, of company books and records Correspondence to request information on the company's dealings, making further enquiries of third parties			

General Description	Includes	Estimate of no. of hours	Estimated blended hourly rate	Estimate of total
	Reviewing questionnaires submitted by creditors and directors Reconstruction of financial affairs of the company Reviewing company's books and records Preparation of deficiency statement Review of specific transactions and liaising with directors regarding certain transactions Liaising with the committee/creditors or major creditors about further action to be taken			
Statutory reporting on conduct of director(s)	Preparing statutory investigation reports Liaising with the Insolvency Service Submission of report to the Insolvency Service Preparation and submission of supplementary report (if required) Assisting the Insolvency Service with its investigations			
Realisation of Assets		22	435	£9,575
Sale of Business as a Going Concern	Instructing and liaising with agents Preparing an information memorandum Liaising with potential purchasers Agreeing licences to trade/occupy Assessment and review of offers received Negotiating with intended purchaser Liaising with secured creditors and seeking releases Exchanges with solicitors to agree sale and purchase agreement Examination of the evaluator's report to ensure compliant Surrender of lease (where appropriate) Pursuing deferred sale consideration			
Plant and machinery; office furniture and equipment	Liaising with valuers, auctioneers and interested parties Reviewing asset listings Liaising with secured creditors and landlords			
Stock and work in progress ("WIP")	Conducting stock takes Reviewing stock values Liaising with agents and potential purchasers Analysing the value in WIP Contracting with service-providers/suppliers to complete WIP			
Retention of Title Claims ("ROT")	Receive initial notification of creditor's intention to claim Provision of retention of title claim form to creditor Meeting claimant on site to identify goods Adjudicate retention of title claim Forward correspondence to claimant notifying outcome of adjudication Preparation of payment vouchers and correspondence to claimant to accompany payment of claim (if valid) Exchanges with solicitors in deciding claims and dealing with disputes			
Insurance	Identification of potential issues requiring attention of insurance specialists Correspondence with insurer regarding initial and ongoing insurance requirements Reviewing insurance policies Correspondence with previous brokers			
Creditors (claims and distribution)		27	368	£9,950
Creditors' decisions	Preparation of decision notices, proxies/voting forms			

General Description	Includes	Estimate of no. of hours	Estimated blended hourly rate	Estimate of total
	Collate and examine proofs and proxies/votes to establish decisions Consider objections received and requests for physical meeting or other decision procedure (For virtual meeting) Preparation of meeting file, including agenda, certificate of postage, attendance register, list of creditors, advertisement of meeting and draft minutes of meeting Issuing notice of result of decision on Proposals			
Creditor communication	Receive and follow up creditor enquiries via telephone Review and prepare correspondence to creditors and their representatives via facsimile, email and post Assisting employees to pursue claims via the RPO Corresponding with the PPF and the Pensions Regulator			
Creditor reports	Preparing proposal, six monthly progress reports, fee authority report to secured and preferential creditors (where appropriate), conversion to CVL (where appropriate) and final report Seeking extension via creditors (where appropriate) and/or court Reporting to secured creditor appointor Proposing further fee approval (where the fees estimate is not for the administration of the case to conclusion)			
Dealing with proofs of debt ('POD')	Receipting and filing POD when not related to a dividend Corresponding with RPO regarding POD when not related to a dividend			
Processing proofs of debt	Preparation of correspondence to potential creditors inviting submission of POD Receipt of POD Adjudicating POD Request further information from claimants regarding POD Preparation of correspondence to claimant advising outcome of adjudication Seeking solicitors' advice on the validity of secured creditors' claims and other complex claims			
Distribution procedures	Agreeing allocation of realisations and costs between fixed and floating charges Paying distribution to secured creditors and seeking confirmation of discharged claims Paying a distribution to preferential/secondary preferential or unsecured creditors The process below will need to be applied for each class of creditor paid: Preparation of correspondence to creditors advising of intention to declare dividend Advertisement of notice of intended dividend Preparation of dividend calculation Preparation of correspondence to creditors announcing declaration of dividend Preparation of cheques/BACS to pay dividend Preparation of correspondence to creditors enclosing payment of distribution Seeking unique tax reference from HMRC, submitting information on PAYE/NI deductions from employee distributions and paying over to HMRC Dealing with unclaimed dividends			

General Description	Includes	Estimate of no. of hours	Estimated blended hourly rate	Estimate of total
	When paying the secondary preferential creditor the adjudication of HMRC's secondary preferential claim, may involve bringing the Company's preferential tax affairs up to date			
Creditors' Committee	No estimate has been provided, as it has been assumed that no Committee will be established	-	-	-
Total		85.4	392	£33,515

Administration (including Statutory Reporting)

The Joint Administrators are required to meet a considerable number of statutory and regulatory obligations. Whilst many of these tasks do not have a direct benefit in enhancing realisations for the insolvent estate, they assist in the efficient and compliant progressing of the administration, which ensures that the Joint Administrators and their staff carry out their work to high professional standards.

Investigations

At present, the Joint Administrators' investigations are ongoing and it is not yet clear whether any matters will be identified with the potential to generate additional recoveries for the insolvent estate. At this early stage, it is difficult to estimate the likely time costs and expenses that may be incurred in carrying out a detailed exploration and pursuit of any questionable matters. The Fees and Expenses Estimates reflect the anticipated work in carrying out basic investigations in order to identify any potential causes of action. If any are identified and the Joint Administrators consider that additional work is required in order to generate a net financial benefit for creditors, they may revert to the relevant creditors to seek approval for fees in excess of the estimate.

Realisation of assets

The receipts and payments account at Appendix V sets out the realisations achieved to date and the Estimated Outcome Statement at Appendix VI sets out the total anticipated realisations and the financial benefit that this work is expected to generate for creditors. In brief, the following main tasks are yet to be completed:

- Sale of business and assets: collecting the deferred sale consideration
- Sale of assets, including completing sales with the assistance of agents
- Cash at bank: continuing to pursue the Company's bank(s) to release payment

Creditors (claims and distributions)

Irrespective of whether sufficient realisations are achieved to pay a dividend to preferential or secondary preferential or unsecured creditors, time will be spent in dealing with creditors' queries, dealing with retention of title claims and issuing statutory reports to creditors. In addition, as a dividend to preferential creditors is anticipated, time will be spent adjudicating on those creditors' claims to ensure that the funds are distributed in accordance with each creditor's statutory entitlement.

Appendix VIII: Breakdown of the Joint Administrators' Time Costs

Time Entry - SIP9 Time & Cost Summary

ELERID - Electric Rider Limited
All Post Appointment Project Codes
To: 19/12/2022

Classification of Work Function	Partner	Manager	Other Senior Professionals	Assistants & Support Staff	Total Hours	Time Cost (£)	Average Hourly Rate (£)
Admin & Planning	0.00	6.40	0.00	6.00	12.40	3,140.00	253.23
Case Specific Matters	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Creditors	0.00	5.00	0.00	0.00	5.00	1,750.00	350.00
Investigations	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Marketing	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Non Chargeable	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Realisation of Assets	8.00	0.40	0.00	0.00	8.40	3,940.00	469.05
Trading	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Total Hours	8.00	11.80	0.00	6.00	25.80	8,830.00	342.25
Total Fees Claimed						0.00	
Total Disbursements Claimed						0.00	

Appendix X: Charge-out Rates and Expenses Policy



Practice Fee Recovery Policy

How fees are calculated and charged

The insolvency legislation allows fees to be calculated and charged in a variety of different ways. These bases include time costs, percentage calculation, set fee or a combination of them for different tasks within the same appointment.

The basis or combination of bases set for a particular appointment are subject to approval. Approval is either by a committee of creditors, if one is appointed, or failing that the creditors in general meeting, or lastly by the court.

Further detail about how an office-holder's fees are approved for each case type are available in a series of guides issued with the Statement of Insolvency Practice 9 (SIP 9) and can be accessed at <http://kreco.co.uk/creditors/>. Alternatively, a hard copy may be requested from KRE Corporate Recovery Limited, Unit 8, The Aquarium, 1-7 King Street, Reading, Berkshire, RG1 2AN.

Once the basis of the office-holder's remuneration has been approved, a periodic report will be provided to any committee and to each creditor. The report will provide a breakdown of all remuneration drawn together with the time costs incurred. The analysis of the time and value also shows the average rates charged for each category covered.

Each report also discloses how you as a creditor can seek further information and challenge the basis on which the fees are calculated as well as the level of fees drawn in the period of each report. Once the time to challenge the office-holder's remuneration for the period reported on has elapsed, then that remuneration cannot subsequently be challenged.

Time cost basis and rates used

This basis uses charge out rates appropriate to the skills and experience of a member of staff and the work that they perform on each case. The time is recorded in 6 minute units and combined with the amount of time spent on each activity. A supporting narrative is maintained to explain the work undertaken.

Grade of staff	Current charge-out rate per hour, effective from 1 April 2021 £	Charge-out rate per hour, effective from 1 October 2020 £
Director (office-holder)	475	450
Associate Director	400	-
Senior Manager	375	350
Manager	350	310
Other administration	300	270

Support Staff	150	100
---------------	-----	-----

The charge-out rates listed above are reviewed annually and are adjusted to take account of inflation and the firm's overheads.

Time spent on casework is recorded directly to the relevant case using a computerised time recording system. The nature of the work undertaken is recorded against each activity code and the codes are maintained under the following main categories:

- Administration and Planning.
- Investigations.
- Realisation of Assets.
- Creditors.
- Trading.

Percentage basis

Fees can be charged on a percentage of either or both of the value of the property with which the office-holder has to deal and / or in relation to the level of funds being distributed. Different percentages can be used for different assets, types of assets or distributions made to different classes of creditors. Where we would like to realise any asset or type of assets on a percentage basis an explanation will be provided explaining why this basis is considered fair and reasonable in the circumstances of that case. .

Set fee

A set fee provides certainty in relation to the amount being charged as an agreed amount. Different set amounts can be used for different tasks. Where we would like to realise any asset or type of assets on a set fee basis an explanation will be provided explaining why this basis is considered fair and reasonable in the circumstances of that case.

Vat

The office-holder's remuneration invoiced to the insolvent estate will be subject to VAT at the prevailing rate.

Professional Advisers

Details of any professional advisors used will be given in the reports to creditors together with the basis of the fee charged. The choice of professional used is based on their expertise, qualification and location.

Professional Advisers include:-

- Solicitors/Legal Advisors
- Auctioneers/Valuers
- Accountants
- Quantity Surveyors
- Estate Agents
- Other Specialist Advisors

Subcontractors

Where we subcontract out work that could otherwise be carried out by the office-holders or their staff then we will draw it to the attention of creditors in any report that incorporates a request for approval of the basis of which the remuneration may be charged.

Associates (including perceived connections)

Where there are payments made to associates we are required to obtain approval to those payments in the same manner as office-holders remuneration.

The term “associate” is defined in s435 Insolvency Act 1986 however the SIP9 definition includes any person who could be perceived as such by any reasonably informed third party, even if the legal definition is not met. In the spirit of openness, the following provider is sometimes used on our cases and could potentially be perceived as an associate using the wider definition due to extended family connections.

Service provider	Description	Costs
Cripps Transport Ltd	Collection and removal to storage of company books and records	Charges agreed as a set amount depending on the location and quantity of the records

Expenses

In accordance with Statement of Insolvency Practice 9 (SIP9) the basis of expense allocation in respect of expenses incurred by the Office-holder in connection with the administration of the estate must be fully disclosed to creditors. Expenses are categorised as either Category 1 or Category 2.

Category 1 expenses are directly referable to an invoice from a third party, which is either in the name of the estate or KRE Corporate Recovery Limited in the case of the latter, the invoice makes reference to, and therefore can be directly attributed to, the estate. These disbursements are recoverable in full from the estate without the prior approval of creditors either by a direct payment from the estate or, where the firm has made payment on behalf of the estate, by a recharge of the amount invoiced by the third party. Examples of category 1 expenses are statutory advertising, external meeting room hire, specific bond insurance and external printing costs.

Category 2 expenses are payments related to the case but not paid to independent third parties and include payments made to associates or payments with an element of shared costs. These expenses are recoverable in full from the estate, subject to the basis of the expense charge being approved by creditors in advance.

It is likely that the following category 2 expenses will be incurred in administering the case: -

- Mileage will be charged at the relevant HM Revenue and Customs rate, currently 45p per mile.

Should it be intended that an associate will be used on the case then this will be disclosed to creditors and subject to the same approval as Office-holders remuneration.

Appendix X: The Joint Administrators' Expenses Estimate

Please note that this estimate reflects the expenses anticipated to be incurred for the full period of the Administration and thus it includes expenses already incurred, details of which are provided elsewhere in this document.

Category 1 Expenses	Basis	Estimate of total
Legal costs Herrington Carmichael LLP: providing advice in respect of validity of security and appointment, sale of the business	Time-costs/CFA	£1,500
Agents and Valuers Lambert Smith Hampton: providing a valuation and assisting with a sale of the company's business and assets	Time-costs/%	£1,500
Advertising		£102
Bonding		£75
Website Fees		£60
Insurance		£750
Total		£3,987

Category 2 expenses	Basis	Estimate of total
Mileage (own car usage)	45p per mile	£100
Total		£100

Appendix XI: Summary of the Joint Administrators' Proposals

In order to achieve the purpose of the Administration, the Joint Administrators formally propose to creditors that:

- The Joint Administrators continue to manage the business, affairs and property of the Company in order to achieve the purpose of the Administration, in particular that:
 - (i) they sell the Company's assets at such time(s) and on such terms as they consider appropriate
 - (ii) they investigate and, if appropriate, pursue any claims that the Company may have against any person, firm or company, whether in contract or otherwise, including any officer or former officer of the Company or any person, firm or company that supplies or has supplied goods or services to the Company; and
 - (iii) they do all such things and generally exercise all their powers as Joint Administrators as they consider desirable or expedient at their discretion in order to achieve the purpose of the Administration or protect and preserve the assets of the Company or maximise the realisations of those assets, or of any purpose incidental to these activities.
- The Joint Administrators make distributions to any secured or preferential creditors in accordance with Paragraph 65 of Schedule B1 of the Act. Further, they may make a distribution to unsecured creditors, having first sought the court's permission in accordance with Paragraph 65(3) of Schedule B1 of the Act where necessary.
- The Joint Administrators end the Administration in one of the following ways, appropriate to the circumstances of the case at the time:
 - (i) in the event that there is no remaining property that might permit a distribution to the Company's creditors, they shall file a notice of dissolution of the Company pursuant to Paragraph 84 of Schedule B1 of the Act; or
 - (ii) however, in the unlikely event that the Joint Administrators think that a distribution will be made to unsecured creditors (and they have not sought the court's permission, and are otherwise unable, to pay the distribution whilst the Company is in Administration), they shall send to the registrar of companies notice to move the Company from Administration to Creditors' Voluntary Liquidation. In such circumstances, David Taylor and Paul Ellison will be appointed Joint Liquidators and will be authorised to act either jointly or separately in undertaking their duties as Liquidator. Creditors may nominate a different person or persons as the proposed liquidator or liquidators in accordance with Paragraph 83(7)(a) of Schedule B1 of the Act and Rule 3.60(6)(b) of the Rules, but they must make the nomination or nominations at any time after they receive the Statement of Proposals, but before it is approved. Information about the process of approval of the Statement of Proposals is set out at Section 10; or
 - (iii) alternatively, and should there be no likely funds to distribute to unsecured creditors, the Joint Administrators may seek to place the Company into Compulsory Liquidation in order to bring proceedings that only a Liquidator may commence for the benefit of

the estate. In such circumstances, David Taylor and Paul Ellison may ask the court that they be appointed Joint Liquidators, to act either jointly or separately in undertaking their duties as Liquidator; or

- (iv) in the event that the Joint Administrators think that the purpose of the Administration has been sufficiently achieved and that control of the Company should be returned to the Company directors, they shall file the relevant form to bring the Administration to an end in accordance with Paragraph 80 of Schedule B1 of the Act / apply to the court to bring the Administration to an end in accordance with Paragraph 79(3) of Schedule B1 of the Act

PROOF OF DEBT - GENERAL FORM

Electric Rider Limited (in Administration)

Date of Administration: 31 October 2022

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 £
11.	If you wish any dividend payment that may be made to be paid in to your bank account please provide BACS details. Please be aware that if you change accounts it will be your responsibility to provide new information	Account No.: Account Name: Sort code:
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