

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 1 2 1 7 0 5 7 8

Company name in full The Idle Man Limited

→ Filling in this form

Please complete in typescript or in
bold black capitals.

2 Liquidator's name

Full forename(s) Robert James

Surname Harding

3 Liquidator's address

Building name/number The Colmore Building

Street 20 Colmore Circus Queensway

Post town Birmingham

County/Region

Postcode B 4 6 A T

Country

4 Liquidator's name ①

Full forename(s) Richard Michael

Surname Hawes

① Other liquidator

Use this section to tell us about
another liquidator.

5 Liquidator's address ②

Building name/number The Colmore Building

Street 20 Colmore Circus Queensway

Post town Birmingham

County/Region

Postcode B 4 6 A T

Country

② Other liquidator

Use this section to tell us about
another liquidator.

LIQ14

Notice of final account prior to dissolution in CVL

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

^d1

^d2

^m0

^m6

^y2

^y0

^y2

^y3

**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 **Parth Patel**

Company name **Teneo Financial Advisory Ltd**

Address
The Colmore Building
20 Colmore Circus Queensway

Post town **Birmingham**

County/Region

Postcode **B 4 6 A T**

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

The Idle Man Limited (in liquidation) ("the Company")






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").

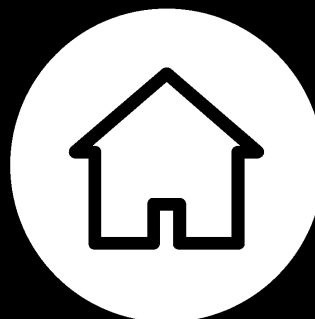
14 April 2023

Robert James Harding and Richard Michael Hawes ("the Joint Liquidators") were appointed Joint Liquidators of The Idle Man Limited on 20 April 2021 following cessation of the administration. 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.

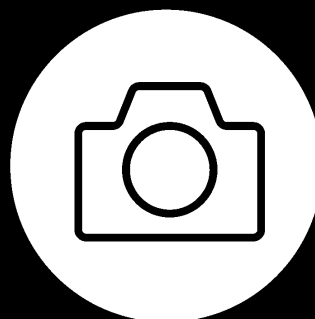
For the purposes of Section 231 of the Insolvency Act 1986 (as amended), ("the Act"), the Joint Liquidators confirm that they are authorised to carry out all functions, duties and powers by either of them jointly and severally.

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 Company

Robert James Harding
Richard Michael Hawes
Teneo Financial Advisory Limited
156 Great Charles Street
Queensway
Birmingham
B3 3HN

Contact details

Email: parth.patel@teneo.com
www.ips-docs.com
Tel: +44 121 619 0180

Summary of steps taken during the liquidation

- The Company moved from administration to creditors' voluntary liquidation ("CVL") on 20 April 2021 to enable a distribution of funds to be made to the unsecured creditors.
- A first and final dividend totaling £25,405 was made to Company's unsecured creditors with agreed claims of £1,388,608 on 6 February 2023.
- Funds totaling £61,173 were received from the preceding administration of the Company.
- Funds totaling £52,117 were received in respect of refunded administrators' fees and expenses. Please see page 11 for further details.

Costs

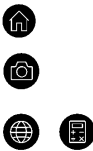
- Please note all fees, costs and expenses, unless otherwise stated, are reported net of VAT.
- Our fees were fixed on a time costs basis, approved by the Court and capped at a maximum amount of £60,000. We have drawn fees of £59,455 and the balance will be written off. Please see page 11 for further details.
- Expenses since appointment total £3,680, broken down as category 1 and 2 expenses of £537 and £3,143 respectively, which is in line with our initial estimate. Please see page 6 for further details.
- Third party costs in relation to legal fees since appointment total £24,614. In line with the Court Order dated 31 March 2022, the legal costs incurred with the Court application are payable from the Company's assets, subject to a 25% reduction. Please see page 6 for further details.

Outstanding matters

- The Company's affairs are now fully wound up subject to completion of the closing formalities.

Dividends and outcomes for creditors

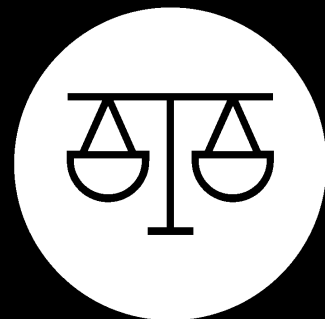
- The Company does not have any secured creditors.
- Ordinary preferential creditors were paid in full.
- The Company does not have any Secondary Preferential creditor claims due to the date of appointment.
- Unsecured creditors were paid a dividend of 1.8p/£.





Summary and Account of the Liquidation

Summary	5
Receipts and Payments	7



Summary and account of the liquidation

Steps taken during the liquidation

Funds transferred from the administration

Following the move from administration to CVL, funds totalling £61,173 were transferred to the CVL bank account from the administration.

Bank Interest

A total of £140 was realised in respect of interest accrued on funds held in the CVL bank account.

Distributions to creditors

The Company's ordinary preferential creditor claims totalling £1,510 were paid in full on 29 September 2021. This amount included PAYE and National Insurance contributions paid to HM Revenue & Customs ("HMRC").

During the report period, being 20 April 2022 to date, a first and final dividend totalling £25,405 was paid to the Company's unsecured creditors with agreed claims of £1,388,607.63 on 6 February 2023. See page 9 for further details.

Refunded Administrators' Fees and Expenses

Amounts totalling £52,117 were received in respect of refunded administrators' fees and expenses, please see page 11 for further details.

Dividend from Oasis and Warehouse Limited ("OWL")

The Company has an unsecured creditor claim in OWL totalling £850,821, and the estimated dividend from OWL would likely only amount to a receipt in the region of £6,500. It has been determined that keeping the Company's liquidation open to receive this would not be in the best interest for creditors, as the costs of doing so would outweigh the benefits.

Statutory tasks

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 set-up and management, including updating the creditor portal for the case, filing and regular diary review to ensure compliance matters are dealt with accordingly;
- Statutory reporting, including the preparation of the last annual report and the final report;
- Appointment notifications in relation to the liquidation,
- Closure formalities;
- Cashiering functions; including the preparation of monthly bank account reconciliations and various payments and receipts; and
- VAT and Corporation tax matters.

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



Summary and account of the liquidation Costs

Cost of the work done
Third party costs incurred during the report period

Joint Liquidators’ 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 a summary of all Category 1 expenses incurred since our appointment and the position with regard thereto:

Legal Costs

As advised previously, we identified an error in the Joint Administrators’ Proposals (as delivered on 10 June 2020) in that the Company was shown as having granted security to its parent company and secured creditor, Aurora Fashions Finance Limited (“Aurora”).

Osborne Clarke LLP (“OC”) who are experienced in this area, were engaged by us to advise on steps to take in respect of this matter and with the application to Court to seek approval of our remuneration.

The Court ordered that the Joint Liquidators’ relevant legal costs were payable out of the Company’s assets subject to a reduction of 25%.

OC incurred total costs of £33,439 (inclusive of advice from Legal Counsel). During the liquidation, £24,614 has been billed and paid in full, £1,917 was paid during the report period although it was incurred during the previous report period. OC did not incur any further costs during the report period.

Payment of Category 1 Expenses

All costs have been paid, as shown in the receipts and payments account on page 7.

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

Joint Liquidators’ Category 1 Expenses - Disbursements

Category 1 disbursements are payments made by us direct to third parties and for which no approval is required, and which are summarised in the table below:

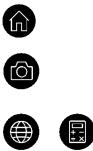
Category 1 Expenses					
£ (net)	Estimated per Proposals	Incurred in Report Period	Incurred to date	Paid	Unpaid
Postage/Couriers	20	-	101	101	-
Subsistence	40	-	-	-	-
Specific Penalty Bond	230	-	230	230	-
Outsourced Call Centre	-	-	124	124	-
Legal Disbursements	-	-	101	101	-
Total disbursements	290	-	555	555	-

Category 2 Expenses

These are payments

- to us (as officeholder), for example reimbursement to staff engaged on the case for their mileage costs or in respect of shared or allocated costs; and also
- to our associates e.g. to Deloitte LLP where their costs are being charged to the estate following the sale of the Deloitte UK Restructuring team to Teneo Financial Advisory Limited (“Teneo” and “the Transaction”) on 29 May 2021.

These expenses required creditor approval in the same manner as our remuneration. Please refer to page 13 for further information.



Summary and account of the liquidation

The Idle Man Limited Joint Liquidators' receipts and payments account 20 April 2022 to 14 April 2023

£	Notes	Period	To date
Receipts			
Transfer from Administration	A	-	61,173
Refunded Administrators' Fees and Expenses		-	52,117
Bank Interest Gross	B	134	140
Unclaimed Dividends		81	81
Total receipts		215	113,510
Payments			
Liquidators' Fees		59,445	59,445
Liquidators' Disbursements		555	555
Legal Fees		1,917	24,614
Irrecoverable VAT	D	-	1,322
Postage & Couriers		-	268
Statutory Advertising		104	203
Bank Charges		80	81
Employee Tax Deductions		132	132
Unclaimed Dividends to ISA	C	81	81
Preferential Distributions		-	1,510
Unsecured Distribution		25,274	25,274
Insolvency Service Account		26	26
Total payments		87,612	113,510
Balance			-
Made up of:			
Non-Interest Bearing Bank Account			-
Balance in hand			-

A receipts and payments account is provided opposite, detailing the transactions in the final period of the liquidation from 20 April 2022 to date, and summarising the transactions for the entire period of the liquidation.

Notes to receipts and payments account

A. Statement of Affairs

There are no statement of affairs figures stated in this receipts and payments account as all assets were realised in the preceding administration.

B. Bank interest

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

C. Unclaimed Dividends to ISA

Dividends which remained unclaimed were paid into the Insolvency Services Account, as per statute.

D. Irrecoverable VAT

There was a proportion of VAT that was irrecoverable on certain invoices, totaling £1,322.

Rounding note

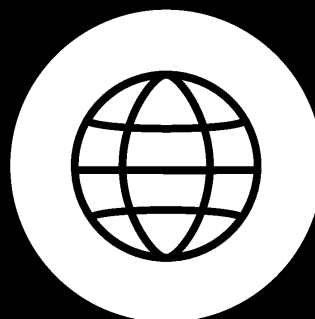
In preparing this report, figures have been rounded (for presentational purposes only). There may therefore appear to be rounding errors.



Information for creditors

Outcome for creditors

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Information for creditors

Outcome for creditors

Secured creditors

As advised in the former Joint Administrators' letter to creditors dated 8 March 2021, we identified that an error was made in our Proposals for achieving the purpose of the Company's administration (as delivered on the 10 June 2020) in that the Company was shown as having granted security to its parent company and secured creditor, Aurora.

The Company does and did not in fact have any secured creditors. This confusion arose due to the other companies in the Oasis and Warehouse Group (listed in our Proposals) which entered into administration at the same time having given security to Aurora.

Ordinary Preferential creditors

Ordinary preferential claims consist of amounts owed to employees for arrears of wages/salaries, holiday pay, and pension contributions.

A distribution of £1,510 representing payment in full on claims agreed, was paid to ordinary preferential creditors on 29 September 2021. This amount included PAYE and National Insurance contributions paid to HMRC.

Secondary Preferential Creditor

Secondary preferential debts are debts due to HMRC in respect of deducted taxes, including VAT, PAYE, student loan repayments, employee NICs and CIS deductions.

As the Company's administration appointment date pre dates 1 December 2020, the Secondary Preferential Debt provisions do not apply.

Prescribed Part

The Prescribed Part is an amount set aside for unsecured creditors from asset realisations that would otherwise be paid to secured creditors under their floating charge, (referred to as the net property), as set out under section 176A of the Act. It applies only where the charge was created on or after 15 September 2003.

The Prescribed Part is calculated as a % of the net property and is subject to a statutory maximum of £600k per company.

As there is no secured creditor who holds a floating charge, there is no net property to be set aside for the prescribed part, therefore the provisions don't apply.

Unsecured creditors

A total dividend of 1.8p/£ was paid to unsecured creditors on 6 February 2023 to 45 creditors with agreed claims totalling £1,388,608, amounting to a total dividend fund of £25,405.

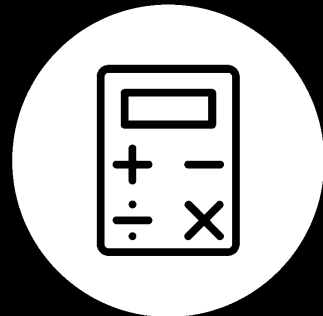




Remuneration and expenses

Joint Liquidators' remuneration

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Remuneration and expenses

Joint Liquidators' remuneration

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

As previously mentioned, we identified that an error was made in the Proposals (as delivered on the 10 June 2020) in that the Company was shown as having granted security to its parent company and secured creditor, Aurora.

The former Joint Administrators subsequently sought the consent of Aurora, as secured creditor, and a decision from the preferential creditors to approve the basis of remuneration.

We wrote to all creditors to inform them of the error and, following this, we requested retrospective approval to the items whereby consent was erroneously sought and obtained. The decision date for the basis of remuneration to be fixed was 6 April 2021, by which date we received no responses.

Following the aforementioned, we applied to Court to seek approval of our remuneration. The basis of our remuneration was fixed by the Court on 31 March 2022 by reference to the time properly given by the Joint Liquidators and their staff in attending to matters arising in the liquidation as set out in the fees estimate subject to a cap in the total sum of £60,000. A letter confirming the fee approval, together with the former Joint Administrators' discharge, was sent to creditors on 31 March 2022.

Please also note that our approved fee basis is inclusive of the costs in respect of ongoing work being delivered by Deloitte LLP and as detailed further on page 6.

Time costs - analysis of actual against estimate

Please refer to page 12 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 date are £182,768 made up of 335 hours at a blended charge out rate of £545 across all grades of staff.

As can be seen on page 12 our actual time costs were higher than we initially anticipated, and which can be attributed to the following:

- Additional time required to communicate with creditors, adjudicate and complete distributions to ordinary preferential and unsecured creditors.
- Additional cashiering tasks have been carried out with relation to purchase ledger, bank reconciliation activity.
- Additional time required for statutory and compliance tasks such as statutory reporting.

Although our actual time costs were higher than we anticipated, we did not seek to draw fees in excess of the £60,000 cap imposed.

Time costs – Fees drawn to date

Following the aforementioned error, the previously drawn Administrators' fees and expenses were refunded into the Liquidation bank account as shown in the receipts and payments account on page 7.

Additionally, following the Court order, we have drawn remuneration of £59,445 against the agreed set fee of £60,000 in respect of our time costs in the report period as shown in our receipts and payments account at page 7. Please note that the balance of our time costs will be written off.



Joint Liquidators' time costs for the period 20 April 2022 to date

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 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 to date	Avg Rate £/h	Total time costs incurred to date (£)
Administrative activities	Cashiering	16.0	641	10,260	26.3	359	9,451	50.2	346	17,376
	Case supervision	36.0	596	21,450	36.2	528	19,089	71.1	502	35,676
	Case reviews	2.0	630	1,260	8.7	837	7,281	10.7	751	8,041
	Case closure matters	10.0	619	6,190	11.8	636	7,505	14.5	588	8,531
Statutory & compliance	Compliance & IPS diary	18.0	816	14,685	3.3	1,005	3,318	16.9	1,008	17,061
	General reporting	26.0	580	15,070	52.2	516	26,933	52.2	516	26,933
	Statutory meetings	6.0	630	3,780	11.6	406	4,705	16.7	481	8,042
Initial actions	Appointment matters	-	-	-	-	-	-	0.8	650	520
	Notifications	3.0	815	2,445	4.0	380	1,520	9.0	525	4,725
Investigations	Investigations	4.0	1,025	4,100	-	-	-	-	-	-
Total of above categories		121.0	655	79,240	154.1	518	79,800	242.2	524	126,904
Taxation	Tax	7.0	781	5,470	6.5	886	5,759	11.5	830	9,502
	VAT	10.5	631	6,630	4.5	567	2,551	14.9	542	8,084
Asset realisations	Third party assets	0.3	630	189	-	-	-	0.2	650	98
	Other assets	0.5	560	280	3.6	560	2,018	4.4	578	2,542
Employees	Correspondence	2.0	630	1,260	-	-	-	0.5	380	190
	Creditors	20.0	435	8,700	24.1	500	12,030	38.3	543	20,814
Distributions	Preferential creditors	27.0	495	13,365	1.4	573	802	21.0	613	12,842
	Unsecured creditors	17.0	650	11,050	2.7	650	1,755	5.7	694	3,955
Total fees estimate		205.3	615	126,184	196.8	532	104,715	338.6	546	184,930



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 6, 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 estate.

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

Specific approval is required before these costs and expenses can be drawn from the liquidation estate and which was given by the Court on 31 March 2022.

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 Liquidators' 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 our fees estimate as approved from creditors.

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 or continue to be provided by Deloitte LLP, the costs of which are included in our fee estimate and will thus be paid out of our approved remuneration:

- Deloitte Global Financial Advisory India ("DIJV") – are 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 were £3,143 and which will be paid out of our approved remuneration.

Deloitte LLP Charge out Rate Bands (£/hour)

Grade	From 1 Sep 2022
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

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.





This document is confidential and prepared solely for your information. Therefore you should not, without our prior written consent, refer to or use our name or this document for any other purpose, disclose them or refer to them in any prospectus or other document, or make them available or communicate them to any other party. No other party is entitled to rely on our document for any purpose whatsoever and thus we accept no liability to any other party who is shown or gains access to this document.

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