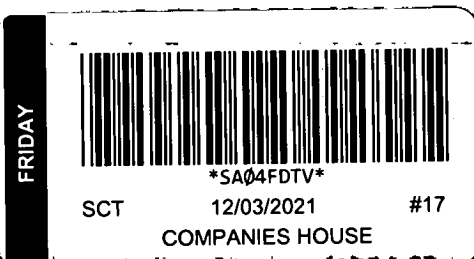


AM10 (Scott)

Notice of administrator's progress report



Companies House



1	Company details	
Company number	S C 4 8 5 0 6 0	→ Filling in this form Please complete in typescript or in bold black capitals
Company name in full	Ferguson Marine Engineering Limited	

2	Administrator's name	
Full forename(s)	Gavin George Scott	
Surname	Park	

3	Administrator's address	
Building name/number	110 Queen Street	
Street	Glasgow	
Post town County/	G1 3BX	
Region		
Postcode		
Country		

4	Administrator's name ①	
Full forename(s)	Robert James	① Other administrator Use this section to tell us about another administrator.
Surname	Harding	

5	Administrator's address ②	
Building name/number	1 New Street Square	② Other administrator Use this section to tell us about another administrator.
Street	London	
Post town County/	EC4A 3HQ	
Region		
Postcode		
Country		

AM10 (Soot)

Notice of administrator's progress report

6

Period of progress report

From date	d	1	d	6	m	0	m	8	y	2	y	0	y	2	y	0
To date	d	1	d	5	m	0	m	2	y	2	y	0	y	2	y	1

7

Progress report

☒ I attach a copy of the progress report**8**

Sign and date

Administrator's
signature

Signature

X



X

Signature date

d	1	d	1	m	0	m	3	y	2	y	0	y	2	y	1
---	---	---	---	---	---	---	---	---	---	---	---	---	---	---	---

AM10 (Scot)

Notice of administrator's progress report



Presenter information

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

Contact name	Vinay Mistry
Company name	Deloitte LLP
Address	Four Brindleyplace Birmingham
Post town	B1 2HZ
County/Region	
Postcode	
Country	
DX	
Telephone	+44 121 632 6000



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,
Fourth floor, Edinburgh Quay 2,
139 Fountainbridge, Edinburgh, Scotland, EH3 9FF.
DX ED235 Edinburgh.



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



**Ferguson Marine Engineering Limited
(in Administration)**
("the Company" / "FMEL")

Progress report for the period 16 August 2020 to 15 February 2021 pursuant to rules 3.93 to 3.94 inclusive of the Insolvency (Scotland) (Company Voluntary Arrangements and Administration) Rules 2018 ("the Rules")

Court Case No. P743 of 2019
Court of Session
Company Number: SC485060

Registered Office: c/o Deloitte LLP
Saltire Court,
20 Castle Terrace,
Edinburgh,
EH1 2DB

Michael John Magnay and Robert James Harding ("the Joint Administrators") were appointed Joint Administrators of the Company on 16 August 2019 by HCC International Insurance Company Plc ("HCCI"), as first ranking secured creditor. On 21 January 2021 Gavin George Scott Park replaced Michael John Magnay as Joint Administrator. 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. All licensed Insolvency Practitioners of Deloitte LLP ("Deloitte") are licensed in the UK to act as Insolvency Practitioners by the Institute of Chartered Accountants in England and Wales.

For the purposes of paragraph 100(2) of Schedule B1 of the Insolvency Act 1986 (as amended), ("the Act"), the Joint Administrators 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.

11 March 2021



Remuneration and expenses



Information for creditors



Progress of the administration



Key messages



Contents

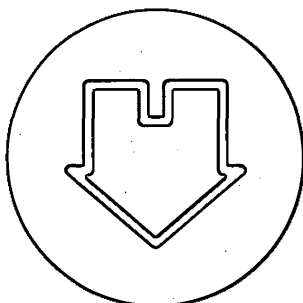
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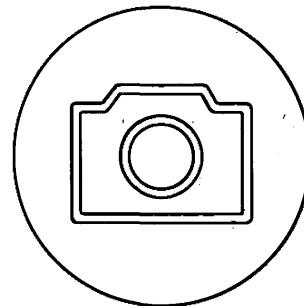
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Key messages



Key messages

Joint Administrators of the Company

Gavin George Scott Park
Deloitte LLP
110 Queen Street
Glasgow
G1 3BX

Robert James Harding
Deloitte LLP
1 New Street Square
London
EC4A 3HQ

Contact Details

Email: wpackwood@deloitte.co.uk
Website: www.ips-docs.com
Tel: 0121 696 8661



	Commentary
Purpose of administration	<ul style="list-style-type: none">The purpose of the administration is to achieve a better result for the Company's creditors as a whole than would be likely if the Company were wound up.
Progress of administration	<ul style="list-style-type: none">During the report period, the Joint Administrators have continued to liaise with the purchaser of the business, Ferguson Marine (Port Glasgow) Limited ("FMPGL"), formerly Macrocom (1067) Limited ("Macrocom"), with regard to finalising trading and unsecured claim matters.The majority of the remaining debtors transferred to FMPGL upon the sale of business on 2 December 2019, however the Company retained one debtor in the sum of £1.5m that was excluded from the sale consideration. During the report period we have continued to monitor and pursue collection of an agreed commercial settlement.Penalty charges of £900 relating to the pre appointment VAT refund of £348k have been refunded by HM Revenue & Customs ("HMRC") during the period.During the period, the administration trading account was finalised and funds of £485k have been repaid to FMPGL under the terms of the Management Agreement ("MA").Unsecured creditor claims have been agreed to enable a Prescribed Part distribution to be made. Please see page 10 for further details.
Costs	<ul style="list-style-type: none">Our remuneration has been fixed on a time costs basis. Our time costs for the period of the report are £50,904.10. Please see page 13 for further details.We have incurred outlays of £917 in the report period. Please see page 16 for further details.Legal costs of £7,389.75 have been incurred in the report period. Please see page 6 for further details.
Outstanding matters	<ul style="list-style-type: none">Conclude debtor collections.Payment of the Prescribed Part to unsecured creditors.Distribution to secured creditors.Statutory closing procedures.
Dividend prospects	<ul style="list-style-type: none">The secured creditors will not be repaid in full.We do not anticipate any preferential creditor claims. All employees transferred to FMPGL upon the sale of business under the Transfer of Undertakings (Protection of Employment) Regulations 2006 ("TUPE").Unsecured creditors will be paid an estimated dividend of 10p/£ via a Prescribed Part distribution.
Extension to administration period	<ul style="list-style-type: none">The period of the administration has been extended to 16 August 2021. It is unlikely that any further extension will be required. Please see page 11 for further details.



Progress of the administration

Summary

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Receipts and payments

7



Progress of the administration Summary

Work done during the report period

Trading

Following the sale of business on 2 December 2019, trading ceased and we have finalised remaining outstanding accounts with certain suppliers. During the period funds of £485k were repaid to FMPGL under the terms of the MA.

Book debts and other debtors

As previously reported, one book debt in the sum of £1.5m related to the 803 contract and was subject to dispute at the date of our appointment. Both the debtor and the contract were excluded from the sale of business to FMPGL.

During the prior period we agreed a commercial settlement with the customer that was tied to FMPGL agreeing to carry out works in respect of the vessel and its successful delivery to the customer. Following a period of delay owing to COVID-19 restrictions, the vessel was successfully launched and delivered to the customer in June 2020.

The settlement monies were due to be paid on the earlier of when it is accepted at its destination or 31 December 2020. To date, settlement monies have not been received and we are taking legal advice to pursue the debt.

Pre Appointment VAT Refund

Penalty charges of £900 which had been deducted from the pre appointment VAT refund of £348k have been received from HMRC during the period.

Creditors

There will be a Prescribed Part distribution available to unsecured creditors. The distribution process has commenced and is discussed in further detail on page 10.

Case specific matters

During the period work has been undertaken as part of the unsecured creditor claims adjudication to reconcile claims received relating to pre-appointment supplier balances that were subsequently paid in full during the administration trading period by FMPGL. These claims have been assigned to FMPGL by the relevant suppliers and FMPGL will therefore participate in the Prescribed Part distribution in the place of these suppliers.

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 management actions, including updating the insolvency creditor portal for the case, filing and regular diary reviews to ensure compliance matters are dealt with accordingly;
- Statutory reporting;
- Cashiering functions, including the preparation of monthly bank account reconciliations and various payments and receipts;
- Interaction with HMRC in respect of pre appointment and post appointment VAT matters, and collection of VAT funds due to the Company; and
- Interaction with HMRC in respect of Corporation Tax matters.

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



Progress of the administration Summary

Work done during the report period

Investigations

We have reviewed the information available to assess whether there are any matters that might lead to a recovery for the benefit of creditors, such as potential claims that may be brought against parties either connected to or who have had past dealings with the Company.

Having completed this review no further avenues of recovery have been identified.

If you have any information that you feel should be brought to our attention, please contact us in writing using the contact details on the cover page.

Third party costs incurred during the report period

The following third party expenses have been incurred during the report period:

Legal Costs:

- Shepherd & Wedderburn LLP continue to provide advice and assistance with regard to debtor and other general matters. They have incurred costs of £7,389.75 (excluding VAT) during the report period.

These costs have not yet been billed or paid.

All professional costs are reviewed and analysed in detail before payment is approved.



Progress of the administration

Receipts and payments

Ferguson Marine Engineering Limited (in administration) Joint Administrators' receipts and payments account 16 August 2020 to 15 February 2021

£	SoA values	Notes	Period	To date
Receipts				
Trading surplus/(deficit)			(490,392)	-
Book Debts	1,651,000			109,380
VAT Refund	-		900	348,440
Cash at Bank	3,000,000		-	3,024,989
Other Refunds	-		-	10
Bank Interest Gross	-	3	361	17,971
Freehold/leasehold building and land	4,000,000		-	-
Non POC WIP	141,000		-	-
Sale of business	43,894,000	1	-	-
801/802 price claim	48,329,000	2	-	-
Cash collateral (held by Surety)	4,500,000		-	4,546,543
Prepayments and other debtors	699,000		-	177,567
Total receipts	106,214,000		(489,130)	8,224,899
Payments				
Specific Bond			-	230
Pre Appointment Administrators' Fees			-	177,000
Administrators' Fees			-	620,000
Administrators' Expenses			-	3,220
Pre Appointment Legal Fees			-	75,000
Agents'/Valuers' Fees			-	31,982
Legal Fees			-	186,950
Legal Fees - Disbursements			-	19,185
VAT Penalty			-	200
Statutory Advertising			-	178
Bank Charges			9	320
SPA debts to Purchaser			484	4,619
Total payments			493	1,118,884
Balance				7,106,015
Made up of:				
Balance held in IB Bank Account		3		519,564
Balance held in IB Non Trading Bank Account		3		6,466,446
VAT receivable		4		174,833
Due to Purchaser				(54,828)
Balance in hand				7,106,015

Notes to receipts and payments account

1 Sale of business

The consideration for the sale of business was £7.5m. This was by way of credit bid (i.e. no cash consideration). Please refer to our previous progress reports for further details.

The £43.9m value attributed to the sale of business in the Directors' SoA was calculated on a going concern basis, therefore the SoA value is not directly comparable to the consideration agreed.

2 801/802 price claim

The Directors' SoA attributes a value of £48.3m in respect of a potential claim against FMEL's principal customer. We obtained Counsel's opinion confirming that there was no realistic opportunity for the Company to pursue the claim for benefit to the creditors.

3 Bank interest

All funds are held in an interest bearing ("IB") accounts. The associated corporation tax on interest received has been / will be accounted for to HMRC.

4 VAT

All sums shown opposite are shown net of VAT, which is recoverable and has been / will be accounted for to HMRC.

Rounding note

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



Progress of the administration

Receipts and payments

Ferguson Marine Engineering Limited (in administration) Joint Administrators' trading account 16 August 2019 to 2 December 2019

£	Period	To date
Receipts		
Funding from Managing Agent	-	5,988,374
Sundry maintenance and repairs services	(1,614)	8,599
Recharges	(4,135)	14,648
Total receipts	(5,749)	6,011,621
Payments		
Purchases	-	1,523,994
Contractors	-	219,688
Direct Labour	-	2,495,831
Employee Expenses	-	9,415
Consumable Stores	-	103,547
Payroll processing	-	4,881
Rents	-	82,586
Rates	-	19,006
Heat & Light	-	20,188
Security	-	49,845
Telephone, internet & IT	-	50,784
Carriage & transport	-	6,467
Insurance	-	248,519
Professional Fees	-	3,937
Bank Charges	-	273
Cleaning	-	42,338
Hire of Equipment	-	67,553
Repairs & Maintenance	-	4,548
Health & Safety	-	39,500
Accommodation & subsistence	-	2,911
Storage of records	-	207
Office furniture	-	17,171
Ransom creditors	-	434,300
Pre-appointment employee expenses	-	1,313
Pre-appointment payroll deductions	-	63,394
Petty cash	-	5,000
Waste removal	-	2,874
Realisation cost	-	6,426
Trading costs	(484)	-
Return of trading surplus	485,127	485,127
Total payments	484,642	6,011,621
Trading surplus/(deficit)	(490,392)	-

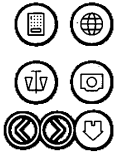
Notes to trading account

The final trading account is shown in the table opposite.

Under the terms of the MA, any final trading surplus was to be returned to FMPGL. During the period, a trading surplus of £485.1k was returned to FMPGL.

Our previous report included trading receipts which were overstated. These have been adjusted in this report to reflect the correct final trading position.

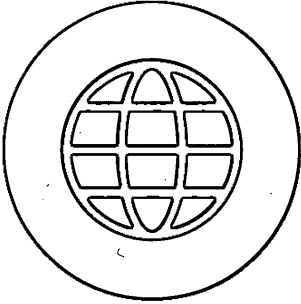




Information for creditors

Outcome

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Information for creditors Outcome



Outcome for creditors

Secured creditors

The Company's records and the Directors' Statement of Affairs ("SoA") show that, at the date of our appointment, the following amounts were owed to secured creditors:

- HCCI - £20.3m, secured by way of floating charges granted by the Company on 2 November 2016 and 14 February 2018, and a standard security over heritable property dated 13 March 2018. HCCI also held a cash collateral deposit in the sum of £4.5m. Subsequently, HCCI issued a demand to the Company dated 9 August 2019 for an amount of £19.8m.
- Scottish Ministers ("SM") - £49.8m, secured by way of a floating charge granted by the Company on 25 June 2018 and a standard security over heritable property dated 4 July 2018. Subsequently, SM issued a demand to the Company dated 2 September 2019 for a total amount of £50.1m comprising £19.5m relating to sums advanced to the Company and £30.6m relating to sums advanced to FMEL's parent company, Ferguson Marine Engineering (Holdings) Limited ("FMEHL").
- Clyde Blowers Capital ("CBC") - £3.0m provided to FMEHL. This is secured by way of a floating charge granted by the Company on 1 February 2019 and a standard security over heritable property dated 13 February 2019.
- Clydeport Operations Limited ("Clydeport") - £5k, this amount was secured by way of a standard security over freehold property granted by the Company on 16 September 2014.

An Intercreditor Deed dated 1 February 2019 between HCCI, SM, CBC, the Company, FMEHL and MacKellar Sub-Sea Limited ("MacKellar") details the ranking of the above secured creditors, as follows:

1. Debts owed to HCCI;
2. Debts owed to SM in relation to sums advanced to the Company; and

Secured creditors (continued)

- 3.. Debts owed to SM relating to sums advanced to FMEHL, then debts due to CBC.

HCCI's claim and assigned security against the Company was satisfied in full as part of the sale of business to FMPGL with the cash collateral deposit monies being returned to the Company.

The sale to FMPGL for a credit bid consideration resulted in SM's debt reducing by the amount of the consideration, £7.5m. SM will likely receive further distributions in respect of their debt.

No distributions have been made to CBC and we do not anticipate there will be funds available to enable a distribution to CBC.

To enable completion of the sale of business, FMPGL provided funding to settle the outstanding debt to Clydeport. Therefore no further secured balances are due to Clydeport.

Prescribed Part

As previously noted, there is a Prescribed Part fund available for distribution to unsecured creditors, which is expected to be the maximum £600k (before costs of distribution).

On 15 January 2021, a schedule of adjudicated claims was issued to all known unsecured creditors, advising that any appeal regarding admitted or rejected claims be submitted to the court by 1 February 2021. No such appeals were received.

In the period after this report and in line with the requirements of the Rules, a scheme of division was circulated to the relevant approving body for their approval. Following approval, a first and final dividend will be declared and paid.

Please note that in accordance with Rule 3.50 the costs associated with the Prescribed Part must be paid out of the Prescribed Part fund. After deduction of the costs for dealing with the Prescribed Part (which primarily comprise our time costs for agreeing creditors' claims and making the distribution to them) we estimate, on present information, that a distribution of c.10p /£ will be available for unsecured creditors.

Information for creditors

Outcome

Outcome for creditors (continued)

Unsecured creditors

On present information, insufficient funds will be realised to enable a dividend to be paid to unsecured creditors, other than the Prescribed Part distribution.

Claims process

As part of the distribution process which commenced during the report period, unsecured creditors were invited to submit their claims to us either directly via the case website at www.ips-docs.com, or by completing a statement of claim form which is available on the case website.

We have completed adjudication of unsecured creditor claims.

Extensions to the administration

The administration was extended by the secured creditors on 16 June 2020 and will now end on or before 16 August 2021. We do not anticipate that it will be necessary to further extend the period of the administration.

Exit

As detailed in our Proposals, we consider that dissolution will be the most appropriate exit route from administration as there will be no funds available to the unsecured creditors other than by way of the Prescribed Part.

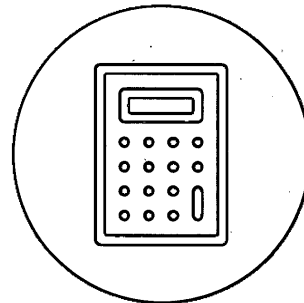




Remuneration and expenses

Joint Administrators' remuneration

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Remuneration and expenses

Joint Administrators' remuneration

Joint Administrators' 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 the cover page and this will be provided to you at no cost.

Basis of remuneration

The basis of our remuneration was fixed by the secured creditors on 18 March 2020 by reference to the time properly given by the Joint Administrators and their staff.

Time costs incurred.

Our time costs for the period are £50,904.10 made up of 95.9 hours at an average charge out rate of £530.97 per hour across all grades of staff.

Since the date of our appointment to 15 February 2021 we have incurred total time costs of £1,319,274.10 made up of 1,999.8 hours at an average charge out rate of £659.70 per hour across all grades of staff.

Details of the time costs incurred is provided on the following pages. Time is charged in six minute increments. Creditors may request a detailed breakdown of the time costs incurred by writing to the address at the front of this report.

Fees drawn to date

Further to the quantum approval given on 17 June 2020 by the secured creditors we have drawn remuneration of £620k plus VAT, as shown in the receipts and payments account on page 7.



Joint Administrators' time costs for the period 16 August 2020 to 15 February 2021

All partners and technical 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.

Grade	Partners & Directors	Assistant Directors	Managers	Assistant Managers	Assistants & Support	Total		
Category	Hours	Hours	Hours	Hours	Hours	Hours	Value (£)	Avg Rate £/h
Administration & Planning	1.0	5.3	24.5	18.7	11.4	60.9	£ 32,182.75	£ 528.45
Trading	-	2.0	-	-	-	2.0	£ 1,800.00	£ 900.00
Realisation of Assets	-	3.4	-	0.4	-	3.8	£ 3,136.50	£ 825.39
Creditors	-	7.9	-	8.9	4.0	20.8	£ 9,434.50	£ 453.58
Case Specific Matters	3.5	1.1	-	1.8	2.0	8.4	£ 4,350.35	£ 519.76
Total	4.5	19.7	24.5	29.8	17.4	95.9	£ 50,904.10	£ 530.97
Average rate/h per grade	£ 804.34	£ 900.00	£ 815.00	£ 207.08	£ 196.68			



Joint Administrators' time costs for the period 16 August 2019 to 15 February 2021

All partners and technical 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.

	Partners & Directors		Assistant Directors		Managers		Assistant Managers		Assistants & Support		TOTAL		Average rate/h
	Hours	Cost (£)	Hours	Cost (£)	Hours	Cost (£)	Hours	Cost (£)	Hours	Cost (£)	Hours	Cost (£)	
Administration and Planning													
Cashiering and Statutory Filing	5.25	5,820.00	1.50	1,185.00	42.85	33,879.00	24.30	15,343.00	340.80	45,375.00	414.70	101,602.00	245.00
Case Management and Closure	47.20	53,203.00	20.40	17,116.50	60.65	48,477.25	43.90	21,397.25	18.10	3,887.50	190.25	144,081.50	757.33
Initial Actions	7.30	7,856.00	0.10	103.50	8.40	6,636.00	12.30	7,749.00	21.50	2,967.50	49.60	25,312.00	510.32
General Reporting	1.50	1,740.00	7.60	6,555.50	48.45	38,296.75	27.90	16,512.00	11.50	2,769.00	96.95	65,873.25	679.46
	61.25	66,619.00	29.60	24,960.50	160.35	127,289.00	108.40	61,001.25	391.90	54,999.00	751.50	336,868.75	448.26
Investigations													
Investigations	-	-	-	-	2.00	1,580.00	-	-	12.69	3,349.70	14.69	4,929.70	335.58
Reports on Directors' Conduct	1.00	1,160.00	-	-	1.50	1,185.00	-	-	24.50	2,485.00	27.00	4,830.00	178.89
	1.00	1,160.00	-	-	3.50	2,765.00	-	-	37.19	5,834.70	41.69	9,759.70	234.10
Trading													
Day 1 Control of Trading	-	-	4.00	3,500.00	38.40	30,336.00	-	-	-	-	42.40	33,836.00	798.02
Ongoing Trading	3.90	4,263.00	1.20	1,050.00	61.80	48,822.00	22.70	14,301.00	84.70	25,587.00	174.30	94,023.00	539.43
Monitoring Trading	37.50	40,800.00	18.90	16,537.50	131.50	103,885.00	28.80	18,144.00	15.70	4,553.00	232.40	183,919.50	791.39
Closure of Trade	4.50	4,905.00	5.60	4,844.00	17.60	13,904.00	1.10	715.00	2.00	580.00	30.80	24,748.00	803.51
	45.90	49,968.00	29.70	25,731.50	249.30	196,947.00	52.60	33,160.00	102.40	30,720.00	479.90	336,526.50	701.24
Realisation of Assets													
Book Debts	30.50	33,040.00	3.70	3,151.00	10.80	8,532.00	1.50	767.50	0.20	58.00	46.70	45,548.50	975.34
Other Assets (e.g. Stock)	1.00	1,160.00	4.00	3,464.00	10.90	8,611.00	2.70	1,703.00	1.00	290.00	19.60	15,228.00	776.94
Property - Freehold and Leasehold	-	-	-	-	0.20	158.00	-	-	-	-	0.20	158.00	790.00
Retention of Title	-	-	1.20	1,050.00	-	-	-	-	2.50	325.00	3.70	1,375.00	371.62
Sale of Business / Assets	255.80	276,946.00	55.30	48,312.00	123.20	97,328.00	3.05	1,904.00	-	-	437.35	424,490.00	970.60
	287.30	311,146.00	64.30	56,067.00	145.70	115,103.00	7.25	4,374.50	3.70	673.00	508.25	487,363.50	958.91
Creditors													
Employees	2.50	2,900.00	2.00	1,750.00	19.30	15,247.00	35.60	21,603.50	5.90	1,831.00	65.30	43,331.50	663.58
Secured	11.00	12,760.00	9.30	7,913.00	0.50	395.00	-	-	-	-	20.80	21,068.00	1,012.88
Unsecured	-	-	9.20	8,115.00	1.30	1,027.00	18.25	8,679.50	8.90	2,437.00	37.65	20,258.50	538.07
	13.50	15,660.00	20.50	17,778.00	21.10	16,669.00	55.65	30,294.50	14.80	4,268.00	125.55	84,669.50	674.39
Case Specific Matters													
Pensions	-	-	0.70	553.00	-	-	1.80	1,134.00	-	-	2.50	1,687.00	674.80
VAT	0.30	411.00	6.20	6,390.45	7.30	5,767.00	10.70	6,188.00	23.50	17,145.00	48.00	35,901.45	747.95
Tax	4.00	2,939.35	20.08	18,093.10	0.90	711.00	4.37	2,928.55	13.06	1,825.70	42.41	26,497.70	624.80
	4.30	3,350.35	26.88	25,036.55	8.20	6,478.00	16.87	10,250.55	36.56	18,970.70	92.91	84,086.15	689.77
TOTAL HOURS & COST	413.25	449,903.35	171.08	149,573.55	588.15	465,251.00	240.77	139,080.80	586.55	115,465.40	1,999.80	1,319,274.10	659.70
AVERAGE RATE/HOUR PER GRADE	£ 1,088.70		£ 874.29		£ 791.04		£ 577.65		£ 196.86				
FEES DRAWN													620,000.00



Remuneration and expenses

Detailed information

Category 1 Disbursements

These are payments made by us direct to third parties and for which no approval is required.

Category 2 Disbursements

These are costs and expenses initially paid by us and which are not generally made to a third party, for example, reimbursement to staff engaged on the case for their mileage costs. These may also include shared or allocated costs.

Joint Administrators' Disbursements

Details of all disbursements are given below and from which it can be seen that we have not recovered our disbursements in full.

Category 1

These are payments made by us direct to third parties and for which no approval is required.

Category 1 outlays

£ (net)	Incurred during period	Incurred during appointment	Paid	Unpaid
Travel and Parking	-	808	808	-
Subsistence	-	99	99	-
Accommodation	-	889	889	-
Stationery	-	195	195	-
Bordereau	-	230	230	-
Postage and Couriers	917	1,801	884	917
Total expenses	917	4,022	3,105	917

Category 2 Disbursements

Specific approval is required before these costs and expenses can be drawn from the administration estate and was given by the secured creditors on 18 March 2020 with respect to the balance paid.

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

Please note that disbursements in relation to bordereau have been allocated to the respective account as shown in the receipts and payments account on page 7 with all other expenses coded to administrators expenses.

There were no category 2 disbursements in the period.

Category 2 outlays

£ (net)	Incurred during period	Incurred during appointment	Paid	Unpaid
Mileage	-	627	343	284
Total disbursements	-	627	343	284

Creditors' right to challenge remuneration and / or expenses

Any creditor, or creditors of the Company representing in value at least 25% of the total creditors, may apply to the Court to make an order fixing the remuneration and/or expenses at a reduced amount or rate.

Such applications must be made not later than eight weeks after the period end of this report, 15 February 2021, detailing the remuneration and / or expenses being complained of, in accordance with Rule 3.100 of the Rules.



Deloitte.

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