



For further information, please  
refer to our guidance at  
[www.gov.uk/companieshouse](http://www.gov.uk/companieshouse)

### 1 Company details

Company number 0 0 5 4 9 0 3 4

Company name in full Studio Retail Group Plc

#### → Filling in this form

Please complete in typescript or in  
bold black capitals.

### 2 Administrator's name

Full forename(s) Daniel James Mark

Surname Smith

### 3 Administrator's address

Building name/number Teneo Financial Advisory Limited

Street The Colmore Building, 20 Colmore Circus  
Queensway

Post town Birmingham

County/Region

Postcode B 4 6 A T

Country

### 4 Administrator's name ①

Full forename(s) Daniel Francis

Surname Butters

#### ① Other administrator

Use this section to tell us about  
another administrator.

### 5 Administrator's address ②

Building name/number Teneo Financial Advisory Limited

Street The Colmore Building, 20 Colmore Circus  
Queensway

Post town Birmingham

County/Region

Postcode B 4 6 A T

Country

#### ② Other administrator

Use this section to tell us about  
another administrator.

# AM10

## Notice of administrator's progress report

### 6 Period of progress report

|           |                   |                   |                   |                   |                   |                   |                   |                   |
|-----------|-------------------|-------------------|-------------------|-------------------|-------------------|-------------------|-------------------|-------------------|
| From date | <sup>d</sup><br>2 | <sup>d</sup><br>4 | <sup>m</sup><br>0 | <sup>m</sup><br>2 | <sup>y</sup><br>2 | <sup>y</sup><br>0 | <sup>y</sup><br>2 | <sup>y</sup><br>3 |
| To date   | <sup>d</sup><br>2 | <sup>d</sup><br>3 | <sup>m</sup><br>0 | <sup>m</sup><br>8 | <sup>y</sup><br>2 | <sup>y</sup><br>0 | <sup>y</sup><br>2 | <sup>y</sup><br>3 |

### 7 Progress report

☒ I attach a copy of the progress report

### 8 Sign and date

Administrator's  
signature

Signature

X



X

Signature date

|                   |                   |                   |                   |                   |                   |                   |                   |
|-------------------|-------------------|-------------------|-------------------|-------------------|-------------------|-------------------|-------------------|
| <sup>d</sup><br>2 | <sup>d</sup><br>2 | <sup>m</sup><br>0 | <sup>m</sup><br>9 | <sup>y</sup><br>2 | <sup>y</sup><br>0 | <sup>y</sup><br>2 | <sup>y</sup><br>3 |
|-------------------|-------------------|-------------------|-------------------|-------------------|-------------------|-------------------|-------------------|

**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 **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](http://www.gov.uk/companieshouse) or email [enquiries@companieshouse.gov.uk](mailto: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](http://www.gov.uk/companieshouse)**

# Studio Retail Group Plc (in administration) ("the Company", "SRG")






Progress report to creditors for the period 24 February 2023 to 23 August 2023 pursuant to rules 18.2 to 18.6  
inclusive of the Insolvency (England & Wales) Rules 2016 ("the Rules")

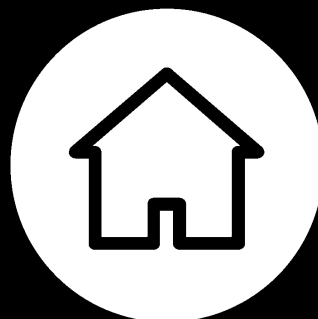
22 September 2023

Daniel James Mark Smith and Daniel Francis Butters ("the Joint Administrators") were appointed Joint Administrators of the Company on 24 February 2022 by the directors of the Company. 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 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.

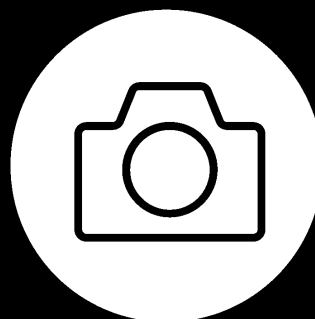
For the purposes of paragraph 100(2) of Schedule B1 of the Insolvency Act 1986 (as amended), ("the Act"), the Joint Administrators confirm that they are authorised to carry out all functions, duties and powers by either of them jointly and severally. As stated in the administration appointment documents, these are COMI proceedings (i.e. the centre of main interests is in the UK).

In accordance with The Insolvency (Amendment) (EU Exit) Regulations 2019 (the "Regulations" and as stated in the administration documents these are COMI proceedings (i.e. the centre of main interests is in the UK)

|   |  |    |
|---|--|----|
|   | Contents   | 1  |
|   | Key messages                                       | 2  |
|   | Progress of the administration, costs and expenses | 4  |
|   | Information for creditors                          | 9  |
|  | Remuneration and detailed information              | 12 |



## Key messages



## Key messages

### Joint Administrators of the Company

Daniel James Mark Smith

Daniel Francis Butters

Teneo Financial Advisory Limited

The Colmore Building

20 Colmore Circus Queensway

Birmingham

B4 6AT

#### Contact details

Email: [Vinay.Mistry@teneo.com](mailto:Vinay.Mistry@teneo.com)

[www.ips-docs.com](http://www.ips-docs.com)

Tel: 0121 619 0149

|   |   |
|---|---|
| <b>Purpose of administration</b>          | <ul style="list-style-type: none"><li>The purpose of the administration is to achieve a better result for the Company's creditors as a whole than a liquidation.</li></ul>  |
| <b>Progress of administration</b>         | <ul style="list-style-type: none"><li>As advised previously and detailed in our Statement of Insolvency Practice ("SIP") 16 Statement on 3 March 2022, the assets of SRG were sold on 24 February 2022 (the "Transaction"). Further background details are available in the SIP 16 statement, which can be viewed at <a href="http://www.ips-doc.com">www.ips-doc.com</a> along with our previous Progress Reports.</li><li>The Company operated from three leasehold properties (occupied by Studio Retail Limited ("SRL")); Frasers Group plc ("FG", "the Purchaser") was initially granted a Licence to Occupy ("LTO") for these three sites for a period of nine months, which was subsequently extended.</li><li>During the period, we have received funds of c.£554.4k from the Purchaser and made payments of c.£518.9k to landlords in respect of related property lease costs. The cumulative LTO position nets to nil, as detailed within the receipts and payments account. Please refer to page 8 for further details.</li><li>The LTO was concluded in the period. Please refer to page 5 for further details.</li></ul> |
| <b>Costs</b>                              | <ul style="list-style-type: none"><li>Please note all fees, costs and expenses, unless otherwise stated, are reported net of VAT.</li><li>Our time costs for the period of the report are c.£153.2k. Please see pages 13 and 14 for further details.</li><li>We have incurred category 1 third party expenses of £7.1k in the report period. Please see page 6 for further details.</li></ul>   |
| <b>Outstanding matters</b>                | <ul style="list-style-type: none"><li>Pursue collection of outstanding refunds, where applicable.</li><li>Prepare for and make distributions to ordinary preferential and secondary preferential creditors.</li><li>Bring the Company's tax affairs up to date.</li><li>Statutory reporting and closure procedures.</li></ul>   |
| <b>Dividend prospects</b>                 | <ul style="list-style-type: none"><li>Secured creditors – There are no remaining secured liabilities. Please see page 10 for further details.</li><li>Ordinary Preferential creditors – Based on current information, it is anticipated that there will be sufficient realisations to enable payment in full of ordinary preferential claims. Please see page 10 for further details.</li><li>Secondary Preferential creditor – Based on current information, it is anticipated that there will be sufficient realisations to enable a distribution in respect of secondary preferential claims. Please see page 10 for further details.</li><li>Unsecured creditors – On current information, it is uncertain whether sufficient funds will be available for distribution to unsecured creditors. Please see page 10 for further details.</li></ul>  |
| <b>Extension to administration period</b> | <ul style="list-style-type: none"><li>The period of the administration has been extended to 23 February 2024. We do not currently anticipate that it will be necessary to extend the period of the administration further. Please see page 11 for further details.</li></ul>  |



Progress of the administration

|                                 |   |
|---------------------------------|---|
| Summary                         | 5 |
| Professional costs and expenses | 6 |
| Receipts and payments           | 8 |





## Progress of the administration Summary

### Background

Following the Joint Administrators' appointment on 24 February 2022, SRG's shareholding in SRL, and certain other assets (together, "SRG Assets"), were sold to the Purchaser.

For more information about the Transaction, please see our first progress report for the period ending 23 August 2022 which is available on the website.

### Work done during the report period

#### Leasehold properties

The Company held leases in connection with four properties, located at Clayton-Le-Moors, Chadderton, Failsworth and Enfield.

#### LTO

The properties at Clayton-Le-Moors, Chadderton and Failsworth formed part of the Transaction. In this regard, the Purchaser was initially granted an LTO for these three properties for a period of nine months. The LTO was extended on 22 November 2022 for a further 6 months to 23 May 2023.

The Failsworth lease was assigned to the Purchaser on 16 March 2023, and the Chadderton lease was surrendered to the landlord on 22 May 2023.

The Clayton-le-Moors lease was assigned to the Purchaser on 23 December 2022, in the prior reporting period.

Accordingly, the LTO for all properties has now concluded.

During the reporting period, rent and other costs of occupation totalling c.£518.9k have been paid to the respective landlords utilising licence fees received from the Purchaser.

#### Tax Matters

We are in dialogue with HM Revenue & Customs ("HMRC") and the Purchaser in respect of a potential pre-appointment corporation tax refund. We continue to liaise with HMRC and the Purchaser in respect of a final refund position and, if any, apportionment between group companies.

### Bank Interest

In the period, c.£8.1k of bank interest (gross) was earned on deposits in the Administration interest-bearing bank account.

### 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 creditor portal for the case, filing and regular diary reviews to ensure compliance matters are dealt with accordingly;
- Statutory reporting, including the preparation of this progress report;
- Cashiering functions, including the preparation of monthly bank account reconciliations and various payments and receipts; and
- Interaction with HMRC in respect of VAT and Corporation Tax matters.

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

Progress of the administration

Professional costs and expenses

**Category 1 expenses** - These 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.

Joint Administrators' Category 1 Expenses

Third party costs incurred during the report period

Prior to instructing providers of specialist advice and or services, we have evaluated whether the work/advice is both warranted and also that the cost of same represents best value for the estate. We review all such arrangement periodically to ensure that best value continues to be obtained. Further details are provided below.

The following third party expenses have been incurred during the report period. Please also see the receipts and payments account on page 8 for further details of expenses paid during the report period and since appointment.

*Specialist Advice & Services - Lawyers/Legal Services and Agents' costs*

| Name of party  | Service Provided   | Fee Basis  | Estimated per<br>Proposals (£) | Incurred in<br>period (£) | Incurred to<br>date (£) |
|----------------|--|------------|--------------------------------|---------------------------|-------------------------|
| Linklaters LLP | Ongoing advice in relation to the sale agreement (including dealing with the freehold and leasehold property interests), general administration matters and reviewing of the validity of our appointment | Time Costs | 150,000                        | 7,066                     | 330,051                 |

Initial estimates in respect of Linklaters LLP fees have been exceeded due to a number of complex issues regarding the LTO extension.

Any unpaid costs will be settled as and when funds permit.

Progress of the administration

Professional costs and expenses

Joint Administrators' Category 1 Expenses (continued)

**Category 1 expenses - disbursements**

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

| Category 1 Expenses   |                           |                  |          |            |
|-----------------------|---------------------------|------------------|----------|------------|
| £ (net)               | Incurred in report period | Incurred to date | Paid     | Unpaid     |
| Specific Penalty Bond |                           | 230              | -        | 230        |
| <b>Total expenses</b> |                           | <b>230</b>       | <b>-</b> | <b>230</b> |

Any unpaid costs will be settled as and when funds permit.

**Joint Administrators' 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.

Details of our Category 2 expenses and the position with regard thereto are given below.

Specific approval is required before these costs and expenses can be drawn from the administration estate and which was given by creditors on 26 May 2022.

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

No Category 2 expenses have been incurred during the report period.

## Progress of the administration

### Receipts and payments

| Studio Retail Group Plc<br>Joint Administrators' receipts and payments account<br>24 February 2023 to 23 August 2023 |                   |       |                |                  |                |
|--|-------------------|-------|----------------|------------------|----------------|
| £  | SoA values        | Notes | Period         | To date          |                |
| <b>Fixed Charge Asset Receipts</b>   |                   |       |                |                  |                |
| Sale Consideration   |                   | A     | -              | -                | 1              |
| Freehold Property  | 7,000,000         |       | -              | -                | -              |
| Shares In Studio Retail Limited  | 45,515,391        |       | -              | -                | -              |
| Investment in Other Subsidiaries   | 1                 |       | -              | -                | -              |
| Leasehold Property   | 20,000            |       | -              | -                | -              |
| Intellectual Property  | 500,000           |       | -              | -                | -              |
| <b>Total Fixed Charge Asset Receipts</b>   |                   |       | -              | -                | <b>1</b>       |
| <b>Fixed Charge Asset Payments</b>   |                   |       |                |                  |                |
| <b>Total Fixed Charge Asset Payments</b>   |                   |       | -              | -                |                |
| <b>Fixed Charge Asset Balance</b>  |                   |       |                |                  | <b>1</b>       |
| <b>Floating Charge Asset Receipts</b>  |                   |       |                |                  |                |
| Licence to Occupy Income   |                   | B     | 554,382        | 3,982,836        |                |
| Surrender of Tax Losses  |                   |       | -              | 356,463          |                |
| Bank Interest Gross  |                   | C     | 8,059          | 13,498           |                |
| Contribution to costs  |                   | D     | 12,750         | 73,858           |                |
| Pre-appointment debtors  | 87,593            |       | -              | 139,669          |                |
| Cash at Bank   | 978,349           |       | -              | 992,810          |                |
| Prepayments  | 223,047           |       | -              | 223,045          |                |
| Other Receivables  | 50,000            | A     | -              | -                |                |
| Sundry Refunds   |                   |       | -              | 31,547           |                |
| SRL VAT funds, received in error   |                   |       | -              | 1,799,969        |                |
| <b>Total Floating Charge Asset Receipts</b>  | <b>53,035,392</b> |       | <b>575,191</b> | <b>7,613,695</b> |                |
| <b>Floating Charge Asset Payments</b>  |                   |       |                |                  |                |
| Rent and other Lease Costs   |                   | B     | 518,948        | 3,982,836        |                |
| SRL VAT funds returned   |                   |       | -              | 1,799,969        |                |
| Pre-Administration Costs   |                   |       | -              | 335,203          |                |
| Legal Fees - Appointment costs   |                   |       | -              | 20,624           |                |
| Joint Administrators' Fees   |                   |       | 250,000        | 600,000          |                |
| Agents Fees  |                   |       | -              | 5,000            |                |
| Legal Fees   |                   |       | 7,066          | 322,985          |                |
| Books & Records Costs  |                   |       | -              | 1,490            |                |
| Storage Costs  |                   |       | 299            | 299              |                |
| Statutory Advertising  |                   |       | -              | 104              |                |
| Bank Charges   |                   |       | 35             | 124              |                |
| <b>Total Floating Charge Asset Payments</b>  |                   |       | <b>776,347</b> | <b>7,068,635</b> |                |
| <b>Floating Charge Asset Balance</b>   |                   |       |                |                  | <b>545,061</b> |
| <b>Fixed &amp; Floating Charge Asset Balance</b>   |                   |       |                |                  | <b>545,062</b> |
| <b>Made up of:</b>   |                   |       |                |                  |                |
| Floating Chge Deposit A/c  |                   | C     |                | 530,672          |                |
| VAT Receivable   |                   | E     |                | 14,579           |                |
| Third Party Funds (Licence to Occupy)  |                   |       |                | (190)            |                |
| <b>Balance in hand</b>   |                   |       |                | <b>545,062</b>   |                |

A receipts and payments account is provided opposite, detailing the transactions during the report period and also cumulatively for the entire period of our appointment on 24 February 2022 to 23 August 2023.

#### Notes to receipts and payments account

##### A - Sale of Business

The total consideration for the Transaction was £1 in addition to the release of c.£53.1m of secured liabilities under SRG's RCF and ancillary facilities. The Transaction included the Freehold Property, Leasehold Property, Shares in Studio Retail Limited, Investments, Intellectual Property and Other Receivables as listed opposite.

##### B - Licence to Occupy

Funds totalling c.£4m have been received from the Purchaser in accordance with the licence to occupy agreements and to date we have paid c.£4m to the respective landlord for rent and other lease costs.

##### C - Bank interest

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

##### D - Contribution to Costs

This pertains to an additional contribution to administrators' costs from the Purchaser in respect of the license to occupy extension. Please refer to page 5 for further details on the licence to occupy extension.

##### E - VAT

All sums shown opposite are shown net of VAT, which is repayable and will continue to be accounted to HMRC.

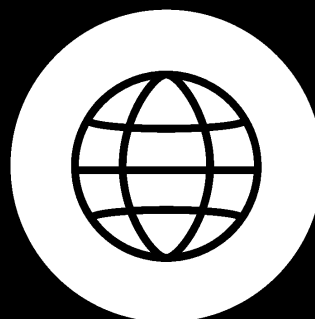
#### Rounding note

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

## Information for creditors

Outcome

10



## Information for creditors

### Outcome

#### Outcome for creditors

##### Secured creditors

Following the Transaction and subsequent settlement of all liabilities secured by way of fixed and floating charge securities granted by the Company, we are not aware of any remaining secured creditor liabilities. Further details of the secured creditors as at the date of the Joint Administrators' appointment are provided below:

As detailed in the Proposals, the following amounts were owed to the Lenders, as at the date of appointment:

- SRG's revolving credit facility ("RCF"): £50m
- SRG's Ancillary facilities: £3.1m

These amounts were secured by way of fixed and floating charges granted by the Company on 29 June 2021.

As a result of the Transaction, the Lenders released their security over SRG (which included releasing it from the respective liabilities), in return for a payment of c.50p/£ against their debts.

##### Pension Fund

SRG has been released from all liabilities under Section 75 and 75A of the Pensions Act 1995 in respect of three of the four sections of the Group's pension fund (the "Pension Fund"), the fourth being in SRL only. To the extent any further payments are due from SRG in respect of these sections, these will be guaranteed by FG, subject to a cap.

The Trustees also released their security prior to our appointment in respect of SRG's liabilities to all four sections of the Pension Fund.

##### Ordinary Preferential creditors

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

To date we have received two ordinary preferential claims totalling c.£10.1k. These claims are yet to be adjudicated and will be adjudicated in the next report period.

On present information we anticipate that sufficient funds will become available to enable a distribution in full to be made to the ordinary preferential creditors. We intend to make this distribution in the next period.

#### Secondary Preferential Debts due to HMRC

Secondary preferential debts are debts due to HMRC in respect of deducted taxes (including VAT, PAYE Income Tax, student loan repayments, employee NICs and CIS deductions) on insolvency appointments falling on or after 1 December 2020.

HMRC have lodged a revised secondary preferential claim of c.£157k in respect of VAT and PAYE (including employer NIC).

On present information we anticipate that sufficient funds will be available to enable a distribution to the secondary preferential creditor.

#### Unsecured creditors

##### Prescribed Part

As detailed in our Proposals, there are no remaining floating charge creditors and thus the Prescribed Part provisions will not apply.

Any recoveries after payment of associated costs and distributions to ordinary preferential and secondary preferential creditors will be available for unsecured distribution as discussed in the paragraph below.

##### Unsecured creditors

We have received 18 unsecured creditor claims to date for a total of c.£1.9m which is broadly in line with the statement of affairs.

On present information, it is uncertain whether sufficient funds will be available to enable a distribution to be made to unsecured creditors.

The amount of funds ultimately available to distribute to unsecured creditors will depend on the value of ordinary preferential and secondary preferential creditor claims admitted for dividend, together with the costs and expenses of the administration.



Information for  
creditors  
Outcome

Claims process

Creditors with debts of £1,000 or less

You do not need to prove your debt for dividend purposes if the amount you are owed, according to the statement of affairs, is £1,000 or less. Instead, we will notify you if funds become available for dividend purposes and provide you with details of the amount at which your claim has been admitted. If you disagree with that amount, you will be provided with an opportunity to notify us of the correct amount.

Please note that should you wish to vote in a decision procedure, you will then need to submit a proof of debt to us.

Creditors with debts of more than £1,000

Unsecured creditors with claims of more than £1,000 are invited to submit their claims to us either directly via the case website at [www.ips-docs.com](http://www.ips-docs.com) or by downloading and completing a proof of debt form from the case website and which should be sent to the address on page 3. Alternatively, a hard copy proof of debt form will be provided free of charge on request.

Extensions to the administration

The administration was extended by the consent of the Company's secured, preferential and unsecured creditors on 25 November 2022 and will now end on or before 23 February 2024.

The administration was extended to pursue the collection of debts and refunds, finalise property assignment matters, settle outstanding administration liabilities (including our fees and other professional costs), bring the Company's tax affairs up to date and conclude all other administrative matters.

We do not currently anticipate that it will be necessary to further extend the period of the administration.

Exit

As detailed in our Proposals, we consider that a move to creditors' voluntary liquidation ("CVL") to be the most appropriate exit route from administration, should funds be available to enable a distribution to unsecured creditors, as the Prescribed Part provisions will not apply.

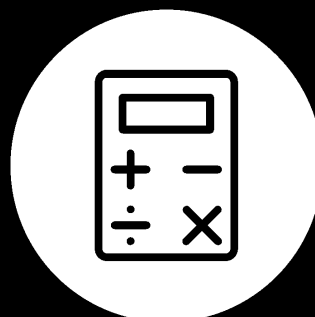
Whether or not a move to CVL is required to facilitate an unsecured distribution will be dependent on the quantum of agreed ordinary preferential and secondary preferential claims.





## Remuneration and detailed information

|                                    |    |
|------------------------------------|----|
| Joint Administrators' remuneration | 13 |
| Detailed information               | 15 |





## Remuneration and detailed information

### Joint Administrators' remuneration

#### Joint Administrators' remuneration

"A Creditors' Guide to Remuneration" is available for download at [www.ips-docs.com](http://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 on 26 May 2022 by the creditors by reference to the time properly given by the Joint Administrators and their staff.

#### Fees drawn to date

During the report period we have drawn £250k, we have drawn total fees to date of £600k as shown in the receipts and payments account on page 8.

#### Time costs - analysis of actual against initial estimate

Please refer to page 14 where we have updated the Fees Estimate to provide details of our actual time costs for the period of the report and which we have also summarised here:

Our total time costs to 23 August 2023 are £1,415,625 made up of 1,743 hours at a blended charge out rate of £812 per hour across all grades of staff.

Our time costs to 23 August 2023 are higher than we initially anticipated which can be attributed to the following:

- Costs in relation to the realisation of additional assets that were not anticipated in our original fee estimate such as the sale of tax surrenders and the recovery of property debts.
- Costs attributed to leasehold property matters which have been more protracted than initially anticipated, with an extension to the license required. We have sought a contribution for costs from the Purchaser in relation to extension matters. Please refer to page 5 for further details on the contribution to costs.
- Higher costs than expected were incurred reviewing information available to assess whether there were any matters that may have lead to a recovery for the benefit of creditors.
- Additional and more complex matters relating to Corporation Tax and VAT than initially anticipated, including the pursuit of a potential refund.
- Costs in relation to the initial notifications were greater than initially anticipated due to the need to run a second decision procedure to approve the basis of the Joint Administrators' remuneration, in addition to other decisions, following no response from creditors to the first decision procedure.
- Additional cashiering tasks have been carried out with relation to returning funds to the Purchaser and processing the LTO.

Based on current information, we do not currently anticipate that we will seek to draw a fee greater than £866k, as provided in our Fees Estimate.



## Joint Administrators' time costs for the period of the report and for the entire period of the appointment

All staff (including cashiers) assigned to the case recorded their time spent working on the case on a computerised time recording system. Time spent by secretarial staff working on the assignment has not been recorded or recovered. The appropriate staff have been assigned to work on each aspect of the case based upon their seniority and experience, having regard to the complexity of the relevant work, the financial value of the assets being realised and/or claims agreed. During the period we have conducted a review of the time incurred during the administration and identified that a number of hours have incorrectly allocated in our fee estimate to case reviews and case supervision, this has been reallocated to the correct categories such as Property, Tax, VAT and creditor correspondence

| 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 the 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                       | 15.0   | 643          | 9,650                | 20.6                                    | 620          | 12,763                            | 120.1                                   | 547          | 65,688                                |
|                           | Case supervision                 | 37.3   | 985          | 36,727               | 13.1                                    | 629          | 8,208                             | 107.7                                   | 747          | 80,503                                |
|                           | Case reviews                     | 7.4  | 1,141        | 8,384                | 17.9                                    | 869          | 15,504                            | 24.9                                    | 905          | 22,492                                |
|                           | Case closure matters             | 26.3   | 933          | 24,540               | 1.5                                     | 815          | 1,223                             | 3.2                                     | 779          | 2,493                                 |
| Statutory & compliance    | Compliance & IPS diary           | 71.2   | 819          | 58,322               | 1.5                                     | 828          | 1,201                             | 65.9                                    | 876          | 57,681                                |
|                           | Insurance                        | 8.0  | 815          | 6,520                | 0.6                                     | 815          | 489                               | 8.6                                     | 815          | 7,009                                 |
|                           | General reporting                | 174.0  | 901          | 156,788              | 30.7                                    | 605          | 18,583                            | 187.4                                   | 815          | 152,794                               |
| Initial actions           | Appointment matters              | 67.0   | 1,003        | 67,210               | -                                       | -            | -                                 | 58.8                                    | 869          | 51,065                                |
|                           | Securing assets                  | 8.0  | 815          | 6,520                | -                                       | -            | -                                 | 8.0                                     | 851          | 6,805                                 |
|                           | Notifications                    | 15.5   | 721          | 11,170               | -                                       | -            | -                                 | 49.0                                    | 544          | 26,642                                |
| Investigations            | CDDA reporting & Investigations  | 69.8   | 826          | 57,658               | -                                       | -            | -                                 | 130.7                                   | 759          | 99,116                                |
|                           | Investigations                   | -  | -            | -                    | 4.1                                     | 1,000        | 4,102                             | 4.1                                     | 1,000        | 4,102                                 |
|                           | Litigation                       | -  | -            | -                    | -                                       | -            | -                                 | 9.0                                     | 717          | 6,456                                 |
| Total of above categories |                                  | 499.5  | 888          | 443,488              | 89.9                                    | 691          | 62,071                            | 777.2                                   | 750          | 582,843                               |
| Taxation                  | Tax                              | 24.3   | 991          | 24,039               | 19.4                                    | 926          | 17,956                            | 119.6                                   | 947          | 113,204                               |
|                           | VAT                              | 68.2   | 874          | 59,641               | 22.0                                    | 677          | 14,885                            | 146.3                                   | 870          | 127,346                               |
| Asset realisations        | Other assets                     | -  | -            | -                    | 11.2                                    | 756          | 8,451                             | 79.9                                    | 820          | 65,522                                |
|                           | Property                         | 75.2   | 878          | 66,019               | 57.3                                    | 832          | 47,615                            | 371.7                                   | 808          | 300,195                               |
|                           | Sale of business                 | 95.6   | 985          | 94,099               | -                                       | -            | -                                 | 146.0                                   | 977          | 142,555                               |
| Employees                 | Correspondence                   | 63.8   | 844          | 53,809               | -                                       | -            | -                                 | 65.2                                    | 816          | 53,193                                |
| Correspondence            | Creditors                        | 77.7   | 933          | 72,409               | 3.3                                     | 681          | 2,214                             | 30.9                                    | 831          | 25,675                                |
|                           | Shareholders                     | -  | -            | -                    | -                                       | -            | -                                 | 4.9                                     | 815          | 3,994                                 |
|                           | Press & media queries            | 33.0   | 1,014        | 33,450               | -                                       | -            | -                                 | 1.0                                     | 1,100        | 1,100                                 |
| Distributions             | Secured creditors                | 4.3  | 960          | 4,129                | -                                       | -            | -                                 | -                                       | -            | -                                     |
|                           | Preferential creditors           | 10.0   | 380          | 3,800                | -                                       | -            | -                                 | -                                       | -            | -                                     |
|                           | Secondary preferential creditors | 9.3  | 815          | 7,539                | -                                       | -            | -                                 | -                                       | -            | -                                     |
|                           | Unsecured creditors              | 10.0   | 380          | 3,800                | -                                       | -            | -                                 | -                                       | -            | -                                     |
| Total fees estimate       |                                  | 970.6  | 892          | 866,220              | 202.9                                   | 755          | 153,191                           | 1,742.6                                 | 812          | 1,415,625                             |

Remuneration and detailed information

Detailed information

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.

Teneo Financial Advisory Limited is registered in England & Wales with registered number 13192958 and its registered office at 5th Floor, 6 More London Place London, SE1 2DA, United Kingdom