

Rule 1.26/
1.54

The Insolvency Act 1986
 Notice to Registrar of
 Companies of Supervisor's
 Abstract of Receipts and
 Payments
**Pursuant to Rule 1.26(2)(b) or
 Rule 1.54 of the
 Insolvency Rules 1986**

R.1.26(2)(b)/ R.1.54

For Official Use

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To the Registrar of Companies

Company Number

00769170

Name of Company

Travelodge Hotels Limited

I / We
 Brian Green
 PO Box 695
 8 Salisbury Square
 London
 EC4Y 8BB

Richard Dixon Fleming
 PO Box 695
 8 Salisbury Square
 London
 EC4Y 8BB

supervisor(s) of a voluntary arrangement taking effect on

04 September 2012

present overleaf my/our abstract of receipts and payments for the period from

04 September 2012

to

03 September 2013

Number of continuation sheets (if any) attached

☐

Signed



Date

22nd October 2013

KPMG LLP
 PO Box 695
 8 Salisbury Square
 London
 EC4Y 8BB

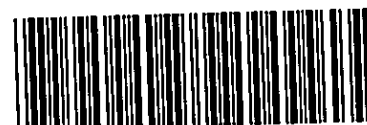
Ref TC82044802/RC/JR/MS

For Official Use

Insolvency Section

Post Room

FRIDAY



A24

A2JPX99L
 25/10/2013
 COMPANIES HOUSE

#270

RECEIPTS		£
Brought forward from previous Abstract (if any)		0 00
Carried forward to * continuation sheet / next abstract		0 00
PAYMENTS		£
Brought forward from previous Abstract (if any)		0 00
Carried forward to * continuation sheet / next abstract		0 00

* Delete as appropriate

* Delete as appropriate

Note - The receipts and payments must severally be added up at the foot of each sheet and the totals carried forward from one abstract to another without any intermediate balance so that the gross totals shall represent the total amounts received and paid by the supervisor since he was appointed



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Restructuring
8 Salisbury Square
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To all known creditors

Our ref Rec/jrr/988

Contact James Rivers
020 7311 8091

26 September 2013

Dear Sir/Madam

Travelodge Hotels Limited (Company Voluntary Arrangement) ("the Company" or "THL")

Joint Supervisors – Brian Green and Richard Dixon Fleming

Further to our appointment as Joint Supervisors of the Company on 6 September 2012, we now present our first annual report to creditors on the progress in the Company's voluntary arrangement ("CVA") pursuant to Rule 1.26 of the Insolvency Rules 1986 (as amended). A summary of the Joint Supervisors' receipts and payments for the year to 5 September 2013 is attached as Appendix 1 although you will note that there have been no receipts or payments in the period

1 Realisations

There have been no realisations in the period

1.1 The THL Compromised Lease Fund

The THL Compromised Lease Fund shall be for the benefit of each of the Compromised Landlords. The THL Compromised Lease Fund shall be held by the Joint Supervisors on trust for the Compromised Landlords.

THL shall pay to the THL Compromised Lease Fund a minimum amount of £2,500,00 and a maximum aggregate amount of £10,000,000, and such amounts shall be paid and determined on the following basis:

- a) on or before the date falling 30 days after the release of the New Group's audited accounts in respect of the financial year 31 December 2015 (the "Fund Trigger Date"), THL shall pay a sum of £2,500,000 to the THL Compromised Lease Fund; and
- b) THL shall pay additional amounts into the THL Compromised Lease Fund based upon the annual performance of THL in respect of the financial years ending 31



December 2013, 31 December 2014 and 31 December 2015 only, up to a maximum amount in each financial year of £2,500,000. The amounts shall be paid by THL on or before the Fund Trigger Date and shall be based on the following criteria

- 1) if THL exceeds the Target UK EBITDA for that financial year by 15% (fifteen per cent) or more, THL shall pay a sum of £2,500,000 to the THL compromised Lease Fund in respect of that financial year; or
- 2) if THL exceeds the Target UK EBITDA for that financial year by any amount between 0% (zero per cent) and 15% (fifteen per cent), THL shall pay into the THL Compromised Lease Fund in respect of that financial year an amount equal to $£2,500,000 \times (\% \text{ above Target UK EBITDA}) \times 6.6667$.

No Compromised Lease Fund has so far been set up as no audited annual accounts have become available for determination by THL. The Joint Supervisors will provide an update to all creditors on this matter in the next annual report

2 Payments

There have been no payments made in the period

3 Creditors and dividends

3.1 Preferential creditors

There are no preferential creditors

3.2 Non-Preferential creditors

As per the terms of the Proposals the general body of unsecured non-preferential creditors are excluded from the CVA and will continue to be paid by the Company as and when their debt falls due.

3.3 Dividends

No dividends have been declared and paid in the period to the Compromised Landlords

4 Supervisors' remuneration and expenses

Section 25.2 of the Proposals states that the Joint Supervisors' remuneration

"Will be fixed by reference to the time properly given by them and their staff in attending to matters arising in connection with the CVA."

Section 25.3 of the Proposals states that the Joint Supervisors' remuneration

"Will be invoiced monthly (or in such other periods as the Joint Supervisors determine appropriate) to THL and shall be paid by THL promptly."

Attached as Appendix 2, is a schedule which summarises the Joint Supervisors' time costs from 6 September 2012 to 5 September 2013 totaling £73,093, broken down by grade of staff and activity, together with a schedule of charge out rates



KPMG LLP
Travelodge Hotels Limited (Company Voluntary Arrangement) ("the Company" or "THL")
Joint Supervisors – Brian Green and Richard Dixon Fleming
26 September 2013

In accordance with the Insolvency Rules 1986 (as amended), the Joint Supervisors will provide a further report updating you on the progress of the CVA by November 2014.

Yours faithfully
for Travelodge Hotels Limited

Brian Green
Joint Supervisor

The Joint Supervisors contract without personal liability

Richard Dixon Fleming is authorised to act as an Insolvency Practitioner by the Insolvency Practitioners Association
Brian Green is authorised to act as an Insolvency Practitioner by the Institute of Chartered Accountants in England and Wales

Enclosures



*KPMG LLP
Travelodge Hotels Limited (Company Voluntary Arrangement) ("the Company" or "THL")
Joint Supervisors – Brian Green and Richard Dixon Fleming
26 September 2013*

Appendix 1

Joint Supervisors' receipts and payments for the period 6 September 2012 to 5 September 2013

Travelodge Hotels Limited (Company Voluntary Arrangement)
Time Cost Analysis for the period 6 September 2012 to 5 September 2013

	Partner / Director	Manager	Administrator	Support	Total hours	Time cost	Average hourly rate
General							
Books and records			1.50		7.50	£1,725.00	£230.00
Fees and WIP			3.70	1.70	5.40	£1,394.50	£258.24
Statutory and compliance							
Appointments and related formalities	12.00		3.60		15.60	£9,147.00	£586.35
Bonding and bond return			0.50		0.50	£160.00	£320.00
Checklist & reviews		1.50	4.10		5.60	£1,952.50	£348.66
Strategy documents	11.50	4.60	1.50		17.60	£11,358.50	£645.37
Tax							
Post appointment overseas tax	1.00				1.00	£670.00	£670.00
Post appointment VAT	1.00		0.20		1.20	£734.00	£611.67
Creditors and claims							
Agreement of unsecured claims	1.00		3.00		4.00	£1,725.00	£431.25
General correspondence	11.00	3.70	43.35		58.05	£23,666.00	£407.68
Notification of appointment			12.00		12.00	£2,760.00	£230.00
Statutory reports			2.50		2.50	£575.00	£230.00
Employees							
Pensions reviews		2.10	4.80		6.90	£2,298.00	£333.04
Asset Realisation							
Cash and investments			0.30		0.30	£96.00	£320.00
Leasehold property	2.00	10.50	17.60		30.10	£12,919.00	£429.20
Sale of business	2.50				2.50	£1,912.50	£765.00
Total in period					170.75	£73,091.00	£428.07

All staff who have worked on this assignment including cashiers and secretarial staff, have charged time directly to the assignment and are included in the analysis of time spent. The cost of staff in central administration functions is not charged directly to the assignment but is reflected in the general level of chargeout rates.

Expenses summary for the period 6 September 2012 to 5 September 2013

Type	Amount (£)
Travel	273.42
Subsistence	14.28
Total	287.70

Travelodge Hotels Limited (Company Voluntary Arrangement) ("CVA")

Summary of charge out rates in operation during the CVA

	6 September 2012 30 September 2012 £	1 October 2012 to 5 September 2013 £
<u>RESTRUCTURING</u>		
Partner	725	765
Director	635	670
Senior Manager	525	550
Manager	420	440
Senior Administrator/Assistant Manager	305	320
Administrator	230	240
Support staff	120	125