

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

To the Registrar of Companies

Company Number

00769170

Name of Company

Travelodge Hotels Limited

I / We
 David James Costley-Wood
 1 St Peter's Square
 Manchester
 M2 3AE

Jonathan Charles Marston
 1 Sovereign Square
 Sovereign Street
 Leeds
 LS1 4DA

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 2016

to

17 October 2016

Number of continuation sheets (if any) attached

Signed 

Date 22 October 2016

KPMG LLP
 15 Canada Square
 Canary Wharf
 London
 E14 5GL

Ref TC82044802/PMC/JR/MS

For Official Use

Insolvency Section

Post Room

COMPANIES HOUSE

TUESDAY



QIQ

Q51CHAP6

25/10/2016

#30

RECEIPTS

£

Brought forward from previous Abstract (if any)

3,948,761 13

Bank interest, gross

1,290 81

* Delete as
appropriate

Carried forward to
* continuation sheet / next abstract

3,950,051 94

PAYMENTS

£

Brought forward from previous Abstract (if any)

0 00

Payment to Travelodge Hotels Limited
Bank charges
Compromised landlords

4,911 94
140 00
3,945,000 00

* Delete as
appropriate

Carried forward to
* continuation sheet / next abstract

3,950,051 94

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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TO ALL CREDITORS BOUND BY THE CVA

Our ref JRR

Contact James Rivers
020 73118091

17 October 2016

Dear Sir/Madam

Travelodge Hotels Limited – under a Voluntary Arrangement (the 'Company') Joint Supervisors – David Costley-Wood and Jonny Marston

Further to the appointment of Brian Green and Richard Fleming of KPMG LLP as Joint Supervisors of the above company voluntary arrangement ('CVA') on 4 September 2012, we present our fourth annual, and final, reports to creditors on the progress in the CVA pursuant to Rules 1 26 and 1 29 of the Insolvency Rules 1986

Please note that on 5 September 2016 an Order was made in the High Court that Brian Green be removed from office as Joint Supervisor of the Company with immediate effect pursuant to Section 7(5) of the Insolvency Act 1986 following Mr Green's retirement from KPMG LLP. This followed an earlier order made in the High Court on 22 July 2016 appointing David Costley-Wood and Jonny Marston as Joint Supervisors of the Company in place of Richard Fleming, following Mr Fleming's retirement from KPMG LLP

Summaries of the Supervisors' receipts and payments accounts for the year to 3 September 2016 ("the Period") and the final period 4 September 2016 to 17 October 2016 ("the Final Period") are attached as Appendix 1

Capitalised terms in this letter have the meaning set out in Schedule 1 of the Proposal dated 17 August 2012

1 Realisations

1.1 The Compromised Lease Fund

A fund known as the Compromised Lease Fund was established by the CVA into which additional payments were to be made dependant on the Company's future performance in each of the years ended 31 December 2013, 2014 and 2015. As

previously advised, the Company did not achieve the targets required to trigger any such payments in the years ended 31 December 2013 and 31 December 2014

However, an additional payment of £1,445,000 was also received as a result of the Company's performance during the year end 31 December 2015. The final Compromised Lease Fund available to Landlords was therefore £3,945,000.

1.2 Bank interest

Bank interest of £5,051 94 was earned in the Period. These funds do not form part of the CVA proposals and accordingly, the interest earned has been paid to the Company net of bank charges of £140.

2 Payments

There have been no payments made other than payments to the Company in respect of bank interest earned on the Compromised Lease Fund during the CVA.

3 Creditors and dividends

3.1 Preferential creditors

There were no preferential creditors

3.2 Non-Preferential creditors

In accordance with the terms of the Proposals the general body of unsecured non-preferential creditors were excluded from the CVA

Compromised Landlords' claims were agreed in the sum of £107,854,491 58

3.2.1 Dividends

A first and final dividend of 3.66 pence in the pound has been declared and paid on the agreed claims of the Compromised Landlords

4 Supervisors' remuneration and expenses

Clause 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."

Clause 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."

Summaries, broken down by grade of staff and activity, of the Joint Supervisors' time costs for the Period, totalling £176,168, and the Final Period, totalling £30,457, are attached as Appendix 2 together with a schedule of charge out rates

The Joint Supervisors' total time costs at the end of the Final Period were £387,031 together with total expenses of £68,529 which principally relate to legal fees. Overall, the Company has paid fees and expenses totalling £403,549. These costs have been paid directly by the Company and did not represent an expense of the Compromised Lease Fund

5 Notice of completion of Company Voluntary Arrangement

The Company has complied with its obligations under the CVA

Notice is hereby given pursuant to rule 1 29(1) of the Insolvency Rules 1986 (as amended) to landlords bound by the Company Voluntary Arrangement and to all creditors and members that the Company Voluntary Arrangement has been fully implemented and is complete with effect from today's date.

This notice formalises our release from office as Joint Supervisors as our duties under the Company Voluntary Arrangement are complete. The Company's obligations and duties under the Company Voluntary Arrangement are also at an end.

Any queries in relation to the above should be directed to James Rivers on 020 7311 8091.

Yours faithfully

For Travelodge Hotels Limited – under a Voluntary Arrangement



David Costley-Wood
Joint Supervisor

The Joint Supervisors contract without personal liability

Jonathan Charles Marston and David James Costley-Wood are authorised to act as insolvency practitioners by the Institute of Chartered Accountants in England & Wales
We are bound by the Insolvency Code of Ethics



KPMG LLP
Travelodge Hotels Limited – under a Voluntary Arrangement (the 'Company')
Joint Supervisors – David Costley-Wood and Jonny Marston
17 October 2016

Appendix 1

Joint Supervisors' receipts and payments for the periods 4 September 2015 to 3 September 2016 and 4 September 2016 to 17 October 2016.

**Voluntary Arrangement of
Travelodge Hotels Limited
Supervisors' Abstract of Receipts & Payments**

Statement of Affairs £	From 04/09/2015 To 03/09/2016 £	From 04/09/2012 To 03/09/2016 £
ASSET REALISATIONS		
Compromised Lease Fund	3,945,000 00	3,945,000.00
	<u>3,945,000 00</u>	<u>3,945,000.00</u>
OTHER REALISATIONS		
Bank interest, gross	3,761 13	3,761 13
	<u>3,761 13</u>	<u>3,761.13</u>
	<u>3,948,761.13</u>	<u>3,948,761.13</u>
REPRESENTED BY		
NIB current account w/e 6/10/16		3,948,761.13
		<u>3,948,761.13</u>

Note.

**Voluntary Arrangement of
Travelodge Hotels Limited
Supervisors' Abstract of Receipts & Payments**

Statement of Affairs £	From 04/09/2016 To 17/10/2016 £	From 04/09/2012 To 17/10/2016 £
ASSET REALISATIONS		
Compromised Lease Fund	NIL	3,945,000 00
	NIL	3,945,000.00
OTHER REALISATIONS		
Bank interest, gross	1,290 81	5,051 94
	1,290 81	5,051.94
COST OF REALISATIONS		
Payment to Travelodge Hotels Limited	4,911.94	4,911 94
Bank charges	140 00	140 00
	(5,051 94)	(5,051 94)
UNSECURED CREDITORS		
Compromised landlords	3,945,000 00	3,945,000 00
	(3,945,000 00)	(3,945,000.00)
	(3,948,761.13)	NIL
REPRESENTED BY		NIL

Note:



KPMG LLP
Travelodge Hotels Limited – under a Voluntary Arrangement (the 'Company')
Joint Supervisors – David Costley-Wood and Jonny Marston
17 October 2016

Appendix 2

Joint Supervisors' time costs analysis and schedule of charge out rates for the periods 4 September 2015 to 3 September 2016 and 4 September 2016 to 17 October 2016.

Travelodge Hotels Limited (Company Voluntary Arrangement)
Time Cost Analysis for the period 4 September 2015 to 3 September 2016

	Partner / Director	Manager	Administrator	Support	Total hours	Time cost	Average hourly rate
Cashiering							
General (Cashiering)		3 00	0 20		3 20	£1 678 50	£524 53
Reconciliations (& IPS accounting reviews)			1 00		1 00	£287 00	£287 00
General							
Books and records			0 20		0 20	£62 50	£312 50
Fees and WIP		9 90	5 80	0 50	16 20	£8,215 00	£507 10
Statutory and compliance							
Appointment and related formalities		1 90			1 90	£1 168 50	£615 00
Bonding and bordereaux			0 90		0 90	£243 00	£270 00
Checklist & reviews	0 75		5 00	0 50	6 25	£2 438 75	£380 20
Closure and related formalities			0 20		0 20	£71 00	£355 00
Pre-appointment checks				0 25	0 25	£33 75	£135 00
Statutory receipts and payments accounts				0 80	0 80	£108 00	£135 00
Strategy documents	2 00	0 40	0 40		2 80	£1 978 00	£706 43
Creditors and claims							
Agreement of unsecured claims	8 00	165 80	78 10		249 90	£135 342 50	£541 59
General correspondence		5 70	17 10		22 80	£9,576 00	£420 00
Payment of dividends		1 30	0 30		1 60	£906 00	£568 25
Statutory reports	8 50	4 20	5 60		18 30	£11,328 50	£619 04
Realisation of assets							
Cash and investments			0 20		0 20	£71 00	£355 00
Leasehold property	0 25	1 00	5 20		6 45	£2,659 75	£412 38
Total in period					332 95	£176 167 75	£529 11

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

Time is charged in units of six minutes

Travelodge Hotels Limited (Company Voluntary Arrangement)
Time Cost Analysis for the period 4 September 2016 to 17 October 2016

	Partner / Director	Manager	Administrator	Support	Total hours	Time cost	Average hourly rate
Cashiering							
General (Cashiering)		3 40	1 60		5 00	£2,234 00	£446 80
Reconciliations (& IPS accounting reviews)			0 20		0 20	£54 00	£270 00
General		2 50	1 70		4 20	£2 141 00	£509 76
Fees and WIP							
Statutory and compliance							
Checklist & reviews	1 50	0 60	1 20		3 30	£1,987 50	£602 27
Closure and related formalities		0 40			0 40	£246 00	£615 00
Statutory receipts and payments accounts		0 50	0 60		1 10	£424 00	£385 45
Strategy documents	6 00				6 00	£4 770 00	£795 00
Creditors and claims							
Agreement of unsecured claims		10 20	4 10		14 30	£7,728 50	£540 45
General correspondence	1 00	2 80	2 70		6 50	£3 475 50	£534 69
Payment of dividends	0 20	4 90	7 70		12 80	£5,908 00	£461 41
Statutory reports		1 50	1 60		3 10	£1,490 50	£480 81
Total in period					<u>56 90</u>	<u>£30 457 00</u>	<u>£535 27</u>

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.

Time is charged in units of six minutes

Travelodge Hotels Limited (Company Voluntary Arrangement)

Summary of charge out rates in operation during the CVA

	6 September 2012 30 September 2012 £	1 October 2012 to 30 September 2013 £	1 October 2013 to 30 September 2014 £	1 October 2014 to 17 October 2016 £
<u>RESTRUCTURING</u>				
Partner	725	765	765	795
Director	635	670	670	705
Senior Manager	525	550	585	615
Manager	420	440	465	490
Senior Administrator/Assistant Manager	305	320	340	355
Administrator	230	240	255	270
Support staff	120	125	130	135