

AM10

Notice of administrator's progress report



Companies House

For further information, please
refer to our guidance at

SATURDAY



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06/07/2019

#268

COMPANIES HOUSE

Please complete in typescript or in
bold black capitals.

1 Company details

Company number 0 4 4 8 0 0 9 7

Company name in full Gen-X IT Ltd

2 Administrator's name

Full forename(s) Julien

Surname Irving

3 Administrator's address

Building name/number Leonard Curtis

Street Tower 12, 18/22 Bridge Street

Spinningfields

Post town Manchester

County/Region

Postcode M 3 3 B Z

Country

4 Administrator's name ①

Full forename(s) Andrew

Surname Poxon

① Other administrator

Use this section to tell us about
another administrator.

5 Administrator's address ②

Building name/number Leonard Curtis

Street Tower 12, 18/22 Bridge Street

Spinningfields

Post town Manchester

County/Region

Postcode M 3 3 B Z

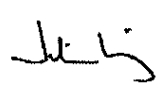
Country

② Other administrator

Use this section to tell us about
another administrator.

AM10

Notice of administrator's progress report

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|--|--|---|---|---|---|---|---|---|---|---|---|---|---|---|---|---|
| 6 | Period of progress report | | | | | | | | | | | | | | | |
| From date | d | 1 | d | 3 | m | 1 | m | 2 | y | 2 | y | 0 | y | 1 | y | 8 |
| To date | d | 1 | d | 2 | m | 0 | m | 6 | y | 2 | y | 0 | y | 1 | y | 9 |
| 7 | Progress report | | | | | | | | | | | | | | | |
| <input checked="" type="checkbox"/> I attach a copy of the progress report | | | | | | | | | | | | | | | | |
| 8 | Sign and date | | | | | | | | | | | | | | | |
| Administrator's signature | Signature X  X | | | | | | | | | | | | | | | |
| Signature date | d | 0 | d | 5 | m | 0 | m | 7 | y | 2 | y | 0 | y | 1 | y | 9 |

AM10

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 **Rachel Cooke**

Company name **Leonard Curtis**

Address **Tower 12, 18/22 Bridge Street**

Spinningfields

Manchester

Post town

County/Region

Postcode **M 3 3 B Z**

Country

DX

Telephone **0161 831 9999**



Checklist

We may return forms completed incorrectly or with information missing.

Please make sure you have remembered the following:

- ☐ The company name and number match the information held on the public Register.
- ☐ You have attached the required documents.
- ☐ You have signed the form.



Important information

All information on this form will appear on the public record.



Where to send

You may return this form to any Companies House address, however for expediency we advise you to return it to the address below:

The Registrar of Companies, Companies House,
Crown Way, Cardiff, Wales, CF14 3UZ.
DX 33050 Cardiff.



Further information

For further information please see the guidance notes on the website at www.gov.uk/companieshouse or email enquiries@companieshouse.gov.uk

This form is available in an alternative format. Please visit the forms page on the website at www.gov.uk/companieshouse



LEONARD CURTIS
BUSINESS RESCUE & RECOVERY

GEN-X IT LTD
(IN ADMINISTRATION)

Registered Number: 04480097

Court Ref: 2030 of 2016

High Court of Justice Business and Property Courts in Manchester - Company & Insolvency List (CHD)

**Joint Administrators' Seventh progress report in accordance
with Rule 18.3 of the Insolvency (England and Wales) Rules 2016**

Report period
13 December 2018 to 12 June 2019

4 July 2019

Julien Irving and Andrew Poxon - Joint Administrators
Leonard Curtis
Tower 12, 18/22 Bridge Street, Spinningfields, Manchester M3 3BZ
Tel: 0161 831 9999 Fax: 0161 831 9090
General email: recovery@leonardcurtis.co.uk
Ref: M/38/RLC/G829K/1010

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**STRICTLY PRIVATE AND CONFIDENTIAL
NOT FOR PUBLICATION**

**TO: THE REGISTRAR OF COMPANIES
ALL CREDITORS
ALL MEMBERS**

1 INTRODUCTION

- 1.1 This report has been produced in accordance with Rule 18.3 of the Insolvency (England and Wales) Rules 2016 ("the Rules") to provide creditors with an update on the progress of the Administration of Gen-X IT Ltd ("the Company") for the period from 13 December 2018 to 12 June 2019. This is the Joint Administrators' Seventh progress report to creditors.
- 1.2 Much of the information contained in this report encompasses the whole period of the Administration. Please be aware, however, that where reference is made to "the period of this report", this specifically means 13 December 2018 to 12 June 2019, being the period since the end of the period covered by the last progress report.

2 STATUTORY INFORMATION

- 2.1 Julien Irving and Andrew Poxon were appointed as Joint Administrators of the Company in the jurisdiction of the High Court of Justice Business and Property Courts in Manchester - Company & Insolvency List (CHD), number 2030 of 2016 on 20 January 2016. The Administration appointment was made by the Directors.
- 2.2 K G Murphy left Leonard Curtis on 31 December 2016 and agreed to transfer the management of his insolvency caseload to another appropriate insolvency practitioner within Leonard Curtis. In accordance with Rules 7.10A-D of the Insolvency Rules 1986 (as amended) an application was made to Court for an Order to remove K G Murphy as Insolvency Practitioner on each of his cases and replace him with another insolvency practitioner of Leonard Curtis. The Order was granted by the Court on 31 January 2017. Accordingly, K G Murphy ceased to act as Joint Administrator of this case on 31 January 2017, and J R Irving was appointed in his place. J R Irving and A Poxon are licensed in the United Kingdom by the Institute of Chartered Accountants in England and Wales.
- 2.3 The Administration is being handled by the Manchester office of Leonard Curtis, which is situated at Tower 12, 18/22 Bridge Street, Spinningfields, Manchester M3 3BZ.
- 2.4 The principal trading address of the Company was Sol House, 24 Dark Lane, Ardwick Green, Manchester M12 6FA. The business traded under its registered name.
- 2.5 The registered office address of the Company at the date of the appointment of the Joint Administrators was Sol House, 24 Dark Lane, Ardwick Green, Manchester M12 6FA. Following the appointment, this was changed to Tower 12, 18/22 Bridge Street, Spinningfields, Manchester M3 3BZ. The registered number of the Company is 04480097.
- 2.6 For the purposes of paragraph 100(2) of Schedule B1 to the Insolvency Act 1986 (as amended), it should be noted that during the period in which the Administration Order is in force, any act or function required or authorised under any enactment to be done by the Joint Administrators may be exercised by all or any of the persons holding that office.
- 2.7 The Company's main centre of operations is based in the UK. The EC Regulation on Insolvency Proceedings applies and the proceedings are main proceedings under the Regulation.

3 JOINT ADMINISTRATORS' PROPOSALS

- 3.1 Attached at Appendix A is a summary of the Joint Administrators' approved proposals for achieving one of the three statutory purposes of Administration.
- 3.2 The Proposals were approved by the general body of creditors on 30 March 2016.
- 3.3 There have been no major amendments to, or deviations from, the proposals during the course of the Administration to date.
- 3.4 The objective 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 to be wound up (without first being in Administration).
- 3.5 In the opinion of the Joint Administrators, this objective is likely to be achieved as there is a reasonable prospect of a dividend being available to unsecured creditors, which would not have been the case if the Company had been wound up without first being in Administration. Any distribution to unsecured creditors is dependent upon the final level of realisations in the Administration. Details of the assets that have been and remain to be realised by the Joint Administrators are detailed at sections 4 and 5 below.
- 3.6 In the event that the objective cannot be achieved, the third objective is to realise property in order to make a distribution to the secured or preferential creditors.
- 3.7 This objective has been achieved as a distribution has been made during the Administration to the secured creditor, RBS Invoice Finance Limited ("RBSIF"). The distribution to RBSIF has been made from book debt realisations subject to its fixed charge security. A dividend has also been made to the preferential creditors.

4 PROGRESS OF THE ADMINISTRATION

- 4.1 Attached at Appendix B is the Joint Administrators' receipts and payments account for the period from 13 December 2018 to 12 June 2019.

4.2 Corporation Tax Refund

As previously reported, following a review of the Company's financial records, it was apparent that the Company had paid tax on its profits in the three years preceding the Administration. In light of the Company's insolvent position, the Joint Administrators applied for relief on corporation tax paid by the Company in this period. The Joint Administrators instructed the Company's accountant, Wrigley Partington Chartered Accountants ("WPCA") to apply to HMRC for relief in this matter by preparing the required returns.

The claim prepared by WPCA has been rejected due to time limits. The Joint Administrators investigated challenging the decision, but taking the matter to judicial review was uneconomic to pursue with no guarantee of success. We therefore no longer anticipate any further realisations in this regard.

4.3 Antecedent Transactions

As previously reported, the Joint Administrators were looking to bring claims against certain parties with regards to monies received by them in the relevant period for the benefit of the administration estate. We have contacted all the relevant parties, and have entered into pre-litigation discussions where possible. We are continuing to explore litigation funding options, including After The Event ("ATE") insurance, or assigning the claim to a third party. There are insufficient funds in the administration estate to pursue these claims without any additional funding, and we will consult with the majority creditor in this regard to determine next steps, and anticipate concluding matters within the next six months.

Should any legal action ultimately brought by the Joint Administrators be successful, this should result in a substantial amount of realisations for the benefit of the creditors. Further information about these claims cannot be provided at this time, as it may prejudice the Joint Administrators' position. An update will be provided where possible in our next progress report.

4.4 Interest

Interest of £2.99 has been received during this reporting period. Any further realisations in this regard are likely to be minimal.

5 ASSETS STILL TO BE REALISED

- 5.1 The only potential remaining asset to be realised is the benefit of any claims brought or assigned in respect of Antecedent Transactions as detailed at 4.3 above.

6 INVESTIGATIONS

- 6.1 Following their appointment, the Joint Administrators considered the information acquired in the course of appraising and realising the business and assets of the Company, together with information provided by the Company's directors and its creditors, to identify any further possible realisations for the estate and what further investigations, if any, might be appropriate.
- 6.2 That assessment identified that further realisations may be possible and additional investigations were required. As detailed at 4.3 above, we are exploring funding options to allow us to bring various legal claims.
- 6.3 If any creditor is aware of any particular matters which they consider require investigation, they should please send full details to this office at the address given at the front of this report. No additional matters have been brought to our attention during this reporting period.
- 6.4 Regardless of the above, the Joint Administrators have complied with their statutory obligations under the Company Directors Disqualification Act 1986 and the appropriate report has been submitted to the relevant authority.

7 JOINT ADMINISTRATORS' REMUNERATION AND DISBURSEMENTS

Pre-Administration Costs

- 7.1 On 30 March 2016, the general body of creditors consented to the following pre-Administration costs and expenses being paid as an expense of the Administration:

| Charged by | Services provided | Total amount charged | Amount Paid | Amount unpaid |
|---|---|-----------------------------|--------------------|----------------------|
| | | £ | £ | £ |
| Leonard Curtis | Advice to the Company and secured creditors and considering whether an administration purpose could be achieved | 20,340 | 20,340 | - |
| Cerberus Asset Management ("CAM") | Stock take and valuation of physical assets | 1,500 | 1,500 | - |
| Cerberus Receivables Management ("CRM") | Assessment of debtor ledger | 2,500 | 2,500 | - |
| Turner Parkinson LLP | Dealing with appointment papers | 3,048 | 3,048 | - |
| TOTAL | | 27,388 | 27,388 | - |

These costs have now been paid and are detailed in the Receipts and Payments Account attached at Appendix B.

Joint Administrators' Remuneration

- 7.2 On 30 March 2016, the general body of creditors agreed that the basis of the Joint Administrators' remuneration be fixed by reference to time properly spent by them and their staff in attending to matters arising from the Administration for an amount not exceeding £179,452, as set out in a Fees Estimate.
- 7.3 The Joint Administrators' Third Progress report circulated to creditors on 12 July 2017 incorporated a request to increase the Joint Administrators' Fees Estimate from £179,452 to £246,183. Following a decision by correspondence by the unsecured creditors, on the 26 July 2017 the Revised Fees Estimate for an amount not exceeding £246,183 was approved.
- 7.4 In a report dated 23 March 2018, the Joint Administrators requested creditors to vote to approve a further Revised Fees Estimate for an amount not exceeding £345,222. Sufficient votes were received by creditors of the Company, and the resolution was therefore passed. The remuneration drawn by the Joint Administrators must not exceed the total amount of £345,322 without further approval.
- 7.5 The time charged by the Joint Administrators for the period of this report amounts to £5,253.50. This represents 19.2 hours at an average rate of £273.62 per hour. A summary of time costs incurred in the period is set out at Appendix C, together with a detailed description of work undertaken in the period, attributable to each category of time costs, and an explanation of why it was necessary for that work to be performed.
- 7.6 Attached, at Appendix D, is a summary of time costs incurred to date compared with time costs as set out in the Joint Administrators original fees estimate.
- 7.7 You will note that time costs incurred to date slightly exceed the time as set out in the Fees Estimate. As demonstrated at Appendix D, costs attributable to each category of time generally fall within those anticipated.
- 7.8 The main area of significant variance is with regards to liabilities. Additional meetings have been held with the largest unsecured creditor, Cisco, due to the conclusion of the litigation against the directors and the Company.
- 7.9 The Administration is not yet complete and it is therefore anticipated that further time costs will be incurred in dealing with this matter. Should litigation be issued by the Joint Administrators with regards to the antecedent transactions, the Joint Administrators anticipate that the Fees Estimate will be further exceeded. Should this be the case, it may be necessary for the Joint Administrators to revert to the general body of creditors for further approval.
- 7.10 Further guidance may be found in "A Creditors' Guide to Administrators' Fees" which may be downloaded from:
<https://www.r3.org.uk/what-we-do/publications/professional/fees>
- 7.11 If you would prefer this to be sent to you in hard copy please contact Rachel Cooke of this office on 0161 831 9999.
- 7.12 The remuneration drawn by the Joint Administrators to date totals £226,452.00 plus VAT. No additional funds have been drawn during this reporting period.

8 JOINT ADMINISTRATORS' EXPENSES

- 8.1 Creditors will recall that the Joint Administrators have previously circulated a 'Statement of Likely Expenses' in this matter.

Expenses are separated into the following categories:

- (i) **Standard Expenses:** this category includes expenses payable by virtue of the nature of the Administration process and / or payable in order to comply with legal or regulatory requirements.
- (ii) **Case Specific Expenses:** this category includes expenses likely to be payable by the Joint Administrators in carrying out their duties in dealing with issues arising in a particular case. Also included within this category are costs that are directly referable to the Administration but are not paid to an independent third party (and which may include an element of allocated costs).

These are known as “Category 2 disbursements” and are subject to the approval of the creditors. On 30 March 2016, the general body of creditors also approved that category 2 disbursements could be drawn by the Joint Administrators, as detailed at Appendix F.

- 8.2 A copy of the Joint Administrators’ statement of likely expenses, together with comparative details of expenses incurred during the current reporting period and confirmation as to whether those amounts are paid or unpaid is set out at Appendix E.
- 8.3 You will note that, in general, the nature and value of expenses incurred to date fall within those anticipated within the original statement of expenses.
- 8.4 The areas where significance variance has occurred is in relation to the following:
 - Wages and salaries – a former staff member was retained for a period of two months to assist with the debt collection process. This figure was not included in the original statement of likely expenses.
 - Accountancy Fees – The Joint Administrators instructed Wrigley Partington Accountants to provide accountancy assistance. Additional work was required in relation to the corporation tax returns. This additional work was not originally anticipated, and was therefore not included in the original statement of likely expenses.
- 8.5 Attached at Appendix F is additional information in relation to the firm’s policy on staffing, the use of sub-contractors, disbursements and details of our current charge-out rates by staff grade.
- 8.6 Under Rule 18.9 of the Rules, within 21 days of receipt of this report, a secured creditor, or an unsecured creditor with either the concurrence of at least 5% in value of the unsecured creditors (including the creditor in question), or with the permission of the court, may make a written request to the Joint Administrators for further information about remuneration or expenses set out in this report.
- 8.7 Under Rule 18.34 of the Rules, any secured creditor, or any unsecured creditor with either the concurrence of at least 10% in value of the unsecured creditors (including that creditor) or the permission of the court, may apply to the court, on the grounds that the basis fixed for the Joint Administrators’ remuneration is inappropriate, or the remuneration or expenses charged by the Joint Administrators are, in all the circumstances, excessive.
- 8.8 The application must be made no later than eight weeks after receipt of the progress report that first reports the fee basis, the charging of the remuneration or the incurring of the expenses in question.
- 8.9 Unless the court orders otherwise, the costs of the application shall be paid by the applicant and are not payable as an expense of the Administration.

9 ESTIMATED OUTCOME FOR CREDITORS

- 9.1 In order to assist the various classes of creditors in assessing the quantum of any dividend which may or may not be payable to them, we have produced an Estimated Outcome Statement. This is attached at Appendix G.

9.2 Secured Creditors

RBSIF hold security by way of a fixed and floating charge over the Company's assets created on 22 December 2004. RBSIF provided an invoice finance facility to the Company. The Company held debtor ledgers in three currencies: Great British Pounds, Euros and American Dollars. The Company's indebtedness to RBSIF on our appointment was £157,534.

Throughout the Administration, the Joint Administrators have been assisted in the debt collection exercise by CRM. To date collections total £159,454.10.

These funds have been used to discharge part of the Company's indebtedness to RBSIF. Please note that the payments to RBSIF have been made in accordance with its fixed charge security relating to book debts. There is a shortfall to RBSIF totalling £2,855.77 which relates to charges applied under the terms of their agreement.

Subject to future realisations, RBSIF could be repaid from floating charge realisations in the administration after setting aside a prescribed part.

9.3 Preferential Claims

The only categories of claims which have preferential status are those of employees in respect of wages and accrued holiday pay. On our appointment, the majority of the Company's 26 employees were made redundant. The Joint Administrators retained the employment of the Company's Financial Controller for a period of two months to facilitate book debt collections. The Financial Controller was subsequently made redundant by the Joint Administrators. The employees had claims for outstanding wages and holiday pay.

A preferential claim has been received from the Redundancy Payments Service totalling £8,789.61. The Joint Administrators' instructed E K Employment Consultants to review this claim and advise upon any residual preferential amounts owed to employees, which amounted to £3,415.00. The preferential creditors have been paid in full, totalling £12,204.61.

9.4 Prescribed Part

The Insolvency Act 1986 provides that, where a company has created a floating charge after 15 September 2003, the Administrator must make a prescribed part of the company's net property available to the unsecured creditors and not distribute it to the floating charge holder except in so far as it exceeds the amount required for the satisfaction of unsecured claims.

The prospect of a prescribed part distribution to unsecured creditors is dependent on the level of future realisations.

9.5 Unsecured Non-Preferential Claims

The Statement of Affairs estimated that the total of unsecured creditors was £623,962.40. This did not include an estimate for Cisco's claim as the amount was unknown at the time.

To date, we have received claims totalling over £35.5 million, of which Cisco's claim was approximately £35.1 million, subject to the litigation against the Directors. An undisclosed seven-figure sum has been paid by the Directors to Cisco to conclude the litigation. Cisco's claim within the administration will be therefore reduced accordingly.

A distribution to unsecured creditors, in addition to any prescribed part distribution that is made available, will be dependent on the outcome of the Joint Administrators' investigations in this matter and future realisations.

If you have not already done so, please submit details of your claim to my office. A proof of debt form is attached at Appendix H for your ease of use.

From April 2017, the Joint Administrators have had the discretion to admit claims from creditors with claims under £1,000 without receiving a proof of debt. The Joint Administrators confirm that, to date, no claims have been admitted under the small claims provisions.

10 MATTERS STILL TO BE DEALT WITH

10.1 Matters still to be dealt with before conclusion of the Administration include the following:

- Continuing to seek funding regarding bringing litigation against certain parties, as detailed at 4.3;
- The unpaid expenses will need to be defrayed; and
- Making a distribution to the floating charge creditor and unsecured creditors if funds permit;
- Completing the administration, and either moving the Company into dissolution or to creditors' voluntary liquidation, as appropriate.

11 EXTENSIONS TO THE ADMINISTRATION

11.1 The appointment of administrators ordinarily ceases to have effect at the end of the period of one year from the date of their appointment.

11.2 In certain circumstances it may be necessary to extend the administrators' term of office.

11.3 In the circumstances of this case, consent to a twelve-month extension of the administration has previously been obtained from the unsecured creditors.

11.4 An additional extension was required from the Court in accordance with Paragraph 107 of Schedule B1 to the Insolvency Act 1986, and the administration was extended until 20 January 2019 by order of the Court.

11.5 A further extension was then required from the Court in accordance with Paragraph 107 of Schedule B1 to the Insolvency Act 1986 as there are remaining assets which are yet to be realised. As no certainty could be placed on the level of realisations from the potential claims to be brought or the corporation tax refund being pursued at that time, we could not guarantee that an unsecured dividend will be paid if we convert to a creditors' voluntary liquidation. It was therefore appropriate to extend the administration to allow the position to be further explored and crystallised.

11.6 On 21 December 2018, the Court granted an extension to the administration. The revised date at which the administration will come to an end is now 19 January 2020.

11.7 The exit route from the Administration will either be by way of a creditors' voluntary liquidation if there are sufficient funds to enable a distribution to unsecured creditors, or by way of dissolution if this appears unable to be achieved.

11.8 The Joint Administrators will be discharged from liability immediately upon their appointment as Administrators ceasing to have effect.

12 NEXT REPORT

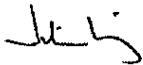
12.1 The Joint Administrators are required to provide a progress report which must be delivered within one month of the end of the next six months of the Administration or earlier if the Administration has been finalised.

13 DATA PROTECTION

- 13.1 Finally, when submitting details of your claim in the administration, you may disclose personal data to the Joint Administrators. The processing of personal data is regulated in the UK by the General Data Protection Regulation EU 2016/679 as supplemented by the Data Protection Act 2018, together with other laws which relate to privacy and electronic communications. The Joint Administrators act as Data Controllers in respect of personal data they obtain in relation to this administration and are therefore responsible for complying with Data Protection Law in respect of any personal data they process. The Joint Administrators' privacy notice, which is attached to this report at Appendix I, explains how they process your personal data. Terms used in this clause bear the same meanings as are ascribed to them in Data Protection Law.

If you wish to discuss the issues raised in this report or require any additional information, please contact this office.

Yours faithfully
for and on behalf of
GEN-X IT LTD



JULIEN IRVING
JOINT ADMINISTRATOR

Julien Irving and Andrew Poxon are authorised to act as insolvency practitioners in the UK by the Institute of Chartered Accountants in England and Wales under office holder numbers 13092 and 8620, respectively

The affairs, business and property of the Company are being managed by the Joint Administrators, who act as agents of the Company without personal liability.

SUMMARY OF JOINT ADMINISTRATORS' APPROVED PROPOSALS

It is proposed that:

1. The Joint Administrators continue to manage the business, affairs and property of the Company in such a manner as they consider expedient with a view to achieving the statutory purposes of the Administration.
2. If appropriate, the Joint Administrators take any action they consider necessary with a view to the approval of a Company Voluntary Arrangement ("CVA") or Scheme of Arrangement in relation to the Company.
3. If appropriate, the Joint Administrators file a notice with the Registrar of Companies in order that the Administration will cease and the Company will move automatically into Creditors Voluntary Liquidation. It is further proposed that K G Murphy and/or A Poxon be appointed (Joint) Liquidator(s) of the Company and that where Joint Liquidators are proposed any act required or authorised to be done by the Joint Liquidators may be exercised by both or either of them. NB. Creditors may nominate a different person as the proposed Liquidator, provided that the nomination is made after receipt of these proposals and before the proposals are approved.
4. Alternatively, if appropriate, the Joint Administrators apply to Court under Para 65 (3) of Schedule B1 to the Insolvency Act 1986 (as amended) for permission to make a distribution to the unsecured creditors within the Administration.
5. In the event that there are no monies remaining to be distributed to creditors and as soon as all matters relating to the Administration have been completed, the Joint Administrators file a Notice with the Registrar of Companies that the Company should be dissolved.
6. The Joint Administrators investigate and, if appropriate, pursue any claims that they or the Company may have against any directors or former directors, other third parties, officers or former officers, advisers or former advisers of the Company.
7. The Company may be placed into compulsory liquidation in circumstances where assets are still to be realised or investigations concluded yet there will be no return to unsecured creditors. In these circumstances it is further proposed that K G Murphy and/or A Poxon be appointed (Joint) Liquidator(s) of the Company and that where Joint Liquidators are proposed any act required or authorised to be done by the Joint Liquidators may be exercised by both or either of them.
8. The Joint Administrators shall do all such other things and generally exercise all of his powers as contained in Schedule 1 of the Insolvency Act 1986, as he considers desirable or expedient to achieve the statutory purpose of the Administration.

Please note: As per paragraph 2.2 of the above report, K G Murphy has subsequently left Leonard Curtis, and J Irving has replaced him as Joint Administrator.

**SUMMARY OF RBSIF'S RECEIPTS AND PAYMENTS ACCOUNT FOR THE PERIOD FROM
13 DECEMBER 2018 TO 12 JUNE 2019**

| | Statement of Affairs | Amounts previously reported | Amounts from 13 December 2018 to 12 June 2019 | Cumulative |
|-------------------------------------|-------------------------|-----------------------------------|--|--------------|
| | £ | £ | £ | £ |
| RECEIPTS | | | | |
| Assets Specifically Pledged | | | | |
| Factored Book Debts | 157,534.00 | 159,454.10 | - | 159,454.10 |
| Less: RBSIF | (157,534.00) | (159,454.10) | - | (159,454.10) |
| Surplus/ (Deficit) as regards RBSIF | - | - | - | - |

APPENDIX B (continued)

SUMMARY OF JOINT ADMINISTRATORS' RECEIPTS AND PAYMENTS ACCOUNT FOR THE PERIOD FROM
13 DECEMBER 2018 TO 12 JUNE 2019

| | Statement of Affairs | Amounts previously reported | Amounts from 13 December 2018 to 12 June 2019 | Cumulative |
|--|-------------------------|-----------------------------------|--|---------------------|
| | £ | £ | £ | £ |
| RECEIPTS | | | | |
| Assets Not Specifically Pledged | | | | |
| Surplus as regards RBSIF | - | - | - | - |
| Cash at Bank and in Hand | 234,387.00 | 242,060.29 | - | 242,060.29 |
| Stock | 38,000.00 | 39,000.00 | - | 39,000.00 |
| Office and IT Equipment | 2,500.00 | 2,500.00 | - | 2,500.00 |
| Corporation Tax Refund | Uncertain | - | - | - |
| Antecedent Transactions | Uncertain | - | - | - |
| Directors' Loan Accounts | Uncertain | 20,000.00 | - | 20,000.00 |
| Insurance Claim | 126.00 | 125.76 | - | 125.76 |
| Refund of Prepayments | - | 34.20 | - | 34.20 |
| Bank Interest | - | 95.91 | 2.99 | 98.90 |
| | 275,013.00 | 303,816.16 | 2.99 | 303,819.15 |
| PAYMENTS | | | | |
| Agreed Pre-Appointment Costs | | | | |
| Leonard Curtis | | (20,340.00) | - | (20,340.00) |
| Turner Parkinson LLP | | (3,048.00) | - | (3,048.00) |
| CAM | | (1,500.00) | - | (1,500.00) |
| CRM | | (2,500.00) | - | (2,500.00) |
| | | (27,388.00) | - | (27,388.00) |
| Disbursements | | | | |
| Category 1 Disbursements | | (7,149.33) | | (7,149.33) |
| Category 2 Disbursements | | (13.28) | - | (13.28) |
| | | (7,162.61) | - | (7,162.61) |
| Post Appointment Costs | | | | |
| Joint Administrators' Remuneration | | (226,452.00) | - | (226,452.00) |
| CAM | | (13,120.00) | - | (13,120.00) |
| Wages and Salaries | | (6,082.74) | - | (6,082.74) |
| CRM | | (5,000.00) | - | (5,000.00) |
| WPCA | | (1,775.00) | - | (1,775.00) |
| EK Employment Law | | (1,416.00) | - | (1,416.00) |
| Addleshaw Goddard LLP | | (1,000.00) | - | (1,000.00) |
| Turner Parkinson LLP | | (662.50) | - | (662.50) |
| Internet Services | | (90.00) | - | (90.00) |
| Bank Charges | | (22.50) | - | (22.50) |
| ISA Fee | | (25.75) | - | (25.75) |
| Corporation Tax | | (16.86) | - | (16.86) |
| | | (255,663.35) | - | (255,663.35) |

APPENDIX B (continued)

SUMMARY OF JOINT ADMINISTRATORS' RECEIPTS AND PAYMENTS ACCOUNT FOR THE PERIOD FROM
13 DECEMBER 2018 TO 12 JUNE 2019 (continued)

| | Statement of Affairs | Amounts previously reported | Amounts from 13 December 2018 to 12 June 2019 | Cumulative |
|---|-------------------------|-----------------------------------|--|---------------------|
| | £ | £ | £ | £ |
| DISTRIBUTIONS BY CLASS OF CREDITOR | | | | |
| Secured Creditor - RBSIF | | (159,454.10) | - | (159,454.10) |
| Preferential Creditors | | (12,204.61) | - | (12,204.61) |
| Unsecured Creditors | | - | - | - |
| | | <u>(171,658.71)</u> | <u>-</u> | <u>(171,658.71)</u> |
| BALANCE IN HAND | | <u>1,397.59</u> | <u>2.99</u> | <u>1,400.58</u> |

**SUMMARY OF JOINT ADMINISTRATORS' TIME COSTS FOR THE PERIOD
FROM 13 DECEMBER 2018 TO 12 JUNE 2019**

| | Total | | Average |
|----------------------------------|--------------|-----------------|--------------------|
| | Units | Cost | Hourly Rate |
| | | £ | £ |
| Statutory & Review | 14 | 282.00 | 201.43 |
| Receipts & Payments | 29 | 609.00 | 210.00 |
| Insurance | 4 | 72.00 | 180.00 |
| Liabilities | 62 | 1,348.50 | 217.50 |
| General Administration | 3 | 63.00 | 210.00 |
| Planning & Strategy | 8 | 292.00 | 365.00 |
| Post Appointment Creds Decisions | 10 | 210.00 | 210.00 |
| Legal Services - Preparation | 6 | 156.00 | 260.00 |
| Legal Services - Drafting docs | 46 | 1,886.00 | 410.00 |
| Legal Services - Letter Out | 8 | 268.00 | 335.00 |
| Legal Services - Tel Call | 1 | 26.00 | 260.00 |
| Legal Services - Email Out | 1 | 41.00 | 410.00 |
| Total | 192 | 5,253.50 | 273.62 |

All Units are 6 minutes

DESCRIPTION OF TIME SPENT BY CATEGORY

Statutory and Review

This category of activity encompasses work undertaken for both statutory and case management purposes. Whilst this work will not directly result in any monetary value for creditors, it ensures that the case is managed efficiently and resourced appropriately, which will be of benefit to all creditors. The work carried out under this category has included the following:

- Case management reviews, to discuss the case strategy and to progress the matter; and
- An annual review for Anti-Money Laundering purposes in accordance with best practice.

Receipts and Payments

This category of work will not result in a direct financial benefit for creditors. However, close monitoring of case bank accounts is essential to ensure that bank interest is maximised where possible, estate expenses are properly managed and kept to a minimum and amounts payable to creditors are identified and distributed promptly. Time charged to this category has included:

- Updating the Joint Administrators' Estimated Outcome Statement;
- Dealing with the Company's Corporation Tax; and
- Dealing with the Company's VAT refund.

Insurance, Bonding and Pensions

Insolvency Practitioners are obliged to comply with certain statutory requirements when conducting their cases. Whilst there is no direct financial benefit to Company creditors in dealing with these, close control of case expenditure is crucial to delivering maximum returns to the appropriate class of creditor.

A bond is a legal requirement on all administrations in accordance with the Insolvency Practitioners' Regulations 2005, and is essentially an insurance policy to protect creditors against the fraud or dishonesty of the Insolvency Practitioner. The bond is calculated by reference to the value of assets which are estimated before costs to be available to unsecured creditors. The bond has been reviewed upon each large receipt of monies into the case and also at three month intervals in accordance with best practice.

Liabilities

This category of time includes both statutory and non-statutory matters.

Statutory

- Updating the report previously prepared for the Court extension to become the Joint Administrators' Sixth Progress Report, which was subsequently reviewed by a senior member of the team.
- Preparing an initial draft of the Joint Administrators' Seventh Progress Report.

Non-statutory

- Dealing with enquiries from the Company's creditors by letter and by telephone.

General Administration

This category of work does not result in a direct financial benefit for creditors; however it is necessary for these tasks to be completed in order to ensure the smooth and efficient progression of the administration. Time charged to this category in this period has included dealing with returned postal correspondence, and the review of documents received from the Court.

Planning and Strategy

- Review by a senior member of staff with regards to documentation for the Court extension.

Post Appointment Creditors' Decisions

- Preparation of notices regarding court extension, and sending to appropriate parties.

Legal Services

Use of Leonard Curtis' in-house legal team is considered to be substantially more cost effective than seeking external legal advice. Time has been recorded by the legal team with regards to obtaining the Court extension as follows:

Preparation

- Preparing documentation in advance of Court hearing.

Drafting Documents

- Preparing witness statement, exhibits and bundle.

Letters Out

- Preparing letters to the Court.

Telephone Calls

- Telephone call to Counsel.

Email Out

- Internal emails to case administrator in order to progress the matter.

**SUMMARY OF JOINT ADMINISTRATORS' TOTAL TIME COSTS TO DATE
INCORPORATING A COMPARISON WITH THE JOINT ADMINISTRATORS' APPROVED FEE ESTIMATE**

| | FEES ESTIMATE | | | INCURRED TO 12 JUNE 2019 | | | VARIANCE |
|---------------------------------|---------------|------------|---------------------|--------------------------|------------|---------------------|------------|
| | Total | | | Total | | | |
| | Units | Cost | Average hourly rate | Units | Cost | Average hourly rate | |
| | No | £ | £ | No | £ | £ | |
| Statutory and Review | 474 | 15,510.50 | 327.23 | 554 | 16,755.50 | 302.45 | (1,245.00) |
| Receipts and Payments | 577 | 13,261.00 | 229.83 | 637 | 15,294.50 | 240.10 | (2,033.50) |
| Insurance, Bonding and Pensions | 44 | 1,385.50 | 314.89 | 44 | 1,154.00 | 262.27 | 231.50 |
| Assets | 2,127 | 74,380.00 | 349.69 | 1,886 | 68,821.50 | 364.91 | 5,558.50 |
| Liabilities | 2,048 | 65,922.00 | 321.88 | 2,406 | 74,670.50 | 310.35 | (8,748.50) |
| Landlords | 16 | 381.00 | 238.13 | 16 | 381.00 | 238.13 | - |
| Debenture Holder | 83 | 3,229.50 | 389.10 | 67 | 2,606.00 | 388.96 | 623.50 |
| General Administration | 1265 | 27,184.00 | 214.89 | 1,128 | 25,881.50 | 229.45 | 1,302.50 |
| Appointment | 79 | 2,467.00 | 312.28 | 79 | 2,467.00 | 312.28 | - |
| Planning & Strategy | 164 | 6,535.00 | 398.48 | 136 | 5,385.00 | 395.96 | 1,150.00 |
| Post Appointment Creditors | 900 | 31,028.50 | 344.76 | 1,043 | 32,325.00 | 309.92 | (1,296.50) |
| Decisions | 1,871 | 59,746.00 | 319.33 | 1,730 | 56,841.00 | 328.56 | 2,905.00 |
| Investigations | 4 | 146.00 | 365.00 | 4 | 146.00 | 365.00 | - |
| Review | 825 | 31,700.00 | 384.24 | 756 | 29,379.00 | 388.61 | 2,321.00 |
| Legal Services - Preparation | 130 | 5,850.00 | 450.00 | 160 | 7,164.00 | 447.75 | (1,314.00) |
| Legal Services - Attendance | 20 | 820.00 | 410.00 | 20 | 820.00 | 410.00 | - |
| Legal Services - In Court | 35 | 975.00 | 278.57 | 24 | 660.00 | 275.00 | 315.00 |
| Legal Services - Research | 75 | 1,180.00 | 157.33 | 87 | 2,653.00 | 304.94 | (1,473.00) |
| Legal Services - Drafting Docs | 8 | 120.00 | 150.00 | 8 | 120.00 | 150.00 | - |
| Legal Services - Travel | 9 | 357.00 | 407.78 | 27 | 905.00 | 335.19 | (538.00) |
| Legal Services - Letter Out | 60 | 2,174.00 | 362.33 | 68 | 2,440.00 | 358.82 | (266.00) |
| Legal Services - Tel Call | 24 | 960.00 | 400.00 | 106 | 4,298.00 | 405.47 | (3,338.00) |
| Legal Services – Email Out | | | | | | | |
| | 10,838 | 345,322.00 | 318.62 | 10,986 | 351,167.50 | 319.65 | (5,845.50) |

**SUMMARY OF JOINT ADMINISTRATORS' EXPENSES
FROM 13 DECEMBER 2018 TO 12 JUNE 2019
INCORPORATING A COMPARISON OF THE JOINT ADMINISTRATORS'
STATEMENT OF LIKELY EXPENSES**

Standard Expenses

| Type | Charged by | Description | Estimated Amount £ | Total Amount Incurred to 12 June 2019 £ | Amount Incurred in This Period £ | Amount Paid £ | Amount Unpaid £ |
|------------------------------|------------------------------|--|-----------------------|--|-------------------------------------|------------------|--------------------|
| Client Identification Checks | Business Tax Centre | Electronic client verification | 10.00 | 10.00 | - | 10.00 | - |
| Bond Fee | AUA Insolvency Risk Services | Insurance bond | 400.00 | 427.00 | - | 427.00 | - |
| Companies House Searches | Companies House | Extraction of company information from Companies House | 10.00 | 3.00 | - | 3.00 | - |
| Document Hosting | Peistar Computing | Hosting of documents for creditors | 42.00 | 147.00 | 18.20 | 128.80 | - |
| Software Licence Fee | Peistar Computing | Case management system licence fee | 87.00 | 87.00 | - | 87.00 | - |
| Statutory Advertising | Courts Advertising | Advertising | 157.50 | 169.78 | - | 169.78 | - |
| Storage Costs | CAM | Storage of books and records | 550.00 | 2,796.25 | 324.56 | 2,360.51 | 435.74 |
| Internet Services | Zen Internet | Cost of internet access | - | 90.00 | - | 90.00 | - |
| Bank Charges | Allied Irish Bank | Costs in relation to Administrators' bank account | - | 22.50 | - | 22.50 | - |
| Post Redirection | Post Office | Redirection of post | 160.00 | - | - | - | - |
| | | Total standard expenses | 1,416.50 | 3,752.53 | 342.76 | 3,298.59 | 453.94 |

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Case Specific Expenses

| Type | Charged by | Description | Estimated Amount £ | Total Amount Incurred to 12 June 2019 £ | Amount Incurred in This Period £ | Amount Paid £ | Amount Unpaid £ |
|-------------------------------------|--|--|-----------------------|--|-------------------------------------|------------------|--------------------|
| Wages and Salaries | Former Financial Controller | Salary of former staff member who was retained for 2 months to deal with debt collection | - | 6,082.74 | - | 6,082.74 | - |
| Land Registry Searches | Land Registry | Extraction of information from the Land Registry | - | 81.00 | - | 78.00 | 3.00 |
| Legal Fees | Turner Parkinson LLP | Professional Services | 10,000.00 | 662.50 | - | 662.50 | - |
| | Addleshaw Goddard LLP | Costs of appointed solicitors | | 1,000.00 | - | 1,000.00 | - |
| Agents' Fees | CAM | Stock take, collection of assets and books and records, transportation and storage | 12,500.00 | 11,000.00 | - | 11,000.00 | - |
| Agents' Fees | CAM | Back up of electronic records | - | 2,120.00 | - | 2,120.00 | - |
| Debt Collection Fees | CRM | Costs of collection of debts | 7,500.00 | 5,000.00 | - | 5,000.00 | - |
| Court Fees | Manchester District Registry of the High Court | Court Fee for hearing | - | 75.00 | - | 50.00 | 25.00 |
| Counsel Fee | King Chamber Court Fee | Counsel Fee for hearing | - | 500.00 | - | 500.00 | - |
| Court Fees | Manchester District Registry of the High Court | Transfer of matter from K G Murphy to J R Irving | - | 2.39 | - | 2.39 | - |
| Other Professional Fees | EK Employment | Calculation of residual employee claims | 6,000.00 | 1,416.00 | - | 1,416.00 | - |
| | Wrigley Partington Accountants | Accountancy advice | | 7,775.00 | - | 7,775.00 | - |
| Legal Fees | Leonard Curtis Legal | Transfer of matter from K G Murphy to J R Irving | - | 87.13 | - | 87.13 | - |
| Staff Mileage | Leonard Curtis | Category 2 disbursement requiring specific creditor / committee approval | 100.00 | 13.28 | - | 13.28 | - |
| Administrators Staff | Leonard Curtis | Costs of travel and sundry expenses | 10.60 | 26.20 | - | 26.20 | - |
| Shipping costs | UPS | Express shipping to the USA | - | 206.24 | - | 206.24 | - |
| Total case specific expenses | | | 36,110.60 | 36,047.48 | - | 36,019.48 | 28.00 |

LEONARD CURTIS POLICY REGARDING FEES, EXPENSES AND DISBURSEMENTS

The following Leonard Curtis policy information is considered to be relevant to creditors:

Staff Allocation and Charge Out Rates

We take an objective and practical approach to each assignment which includes active director involvement from the outset. Other members of staff will be assigned on the basis of experience and specific skills to match the needs of the case. Time spent by secretarial and other support staff on specific case related matters, e.g. report despatching, is not charged.

Where it has been agreed by resolution that the office holders' remuneration will be calculated by reference to the time properly given by the office holders and their staff in attending to matters as set out in a fees estimate, then such remuneration will be calculated in units of 6 minutes at the standard hourly rates given below. In cases of exceptional complexity or risk, the insolvency practitioner reserves the right to obtain authority from the appropriate body of creditors that their remuneration on such time shall be charged at the higher complex rate given below.

With effect from 6 January 2014 the following hourly charge out rates apply to all assignments undertaken by Leonard Curtis:

| 6 Jan 2014 onwards | Standard £ | Complex £ |
|--------------------|---------------|--------------|
| Director | 450 | 562 |
| Senior Manager | 410 | 512 |
| Manager 1 | 365 | 456 |
| Manager 2 | 320 | 400 |
| Administrator 1 | 260 | 325 |
| Administrator 2 | 230 | 287 |
| Administrator 3 | 210 | 262 |
| Administrator 4 | 150 | 187 |
| Support | 0 | 0 |

Office holders' remuneration may include costs incurred by the firm's in-house legal team, who may be used for non-contentious matters pertaining to the insolvency appointment.

Subcontractors

Where we subcontract out work that could otherwise be carried out by the office holder or his/her staff, this will be drawn to the attention of creditors in any report which incorporates a request for approval of the basis upon which remuneration may be charged. An explanation of why the work has been subcontracted out will also be provided.

Professional Advisors

Details of any professional advisor(s) used will be given in reports to creditors. Unless otherwise indicated the fee arrangement for each is based on hourly charge out rates, which are reviewed on a regular basis, together with the recovery of relevant disbursements.

The choice of professional advisors is based around a number of factors including, but not restricted to, their expertise in a particular field, the complexity or otherwise of the assignment and their geographic location.

Expenses

We are required to provide creditors with an estimate of the expenses we expect to be incurred in respect of an assignment and report back to them on actual expenses incurred and paid in our periodic progress reports. There are two broad categories of expenses: standard expenses and case specific expenses. These are explained in more detail below:

- a) Standard Expenses – this category includes expenses which are payable in order to comply with legal or regulatory requirements and therefore will generally be incurred on every case. They will include:

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| Type | Description | Amount | | | | | | | | | | | | | | | | | | | | | | | | |
|-----------------------|---|---|------|-----------|----------------|-----|--------|-------|-----|-------|-------|-----|-------|-------|-----|-------|-------|-----|--------|-------|-----|--------|-------|-----|----------------------------------|--|
| AML checks | Electronic client verification in compliance with the Money Laundering, Terrorist Financing and Transfer of Funds (Information on the Payer) Regulations 2017 | £5.00 plus VAT per individual | | | | | | | | | | | | | | | | | | | | | | | | |
| Bond / Bordereau fee | Insurance bond to protect the insolvent entity against and losses suffered as a result of the fraud or dishonesty of the IP | £10.00 to £1,200.00 dependent on value of assets within case | | | | | | | | | | | | | | | | | | | | | | | | |
| Company searches | Extraction of company information from Companies House | £1.00 per document unless document can be accessed via the free service | | | | | | | | | | | | | | | | | | | | | | | | |
| Document hosting | Hosting of documents for creditors/shareholders | <table><tr><th>Type</th><th>First 100</th><th>Every addtl 10</th></tr><tr><td>ADM</td><td>£14.00</td><td>£1.40</td></tr><tr><td>CVL</td><td>£7.00</td><td>£0.70</td></tr><tr><td>MVL</td><td>£7.00</td><td>£0.70</td></tr><tr><td>CPL</td><td>£7.00</td><td>£0.70</td></tr><tr><td>CVA</td><td>£10.00</td><td>£1.00</td></tr><tr><td>BKY</td><td>£10.00</td><td>£1.00</td></tr><tr><td>IVA</td><td colspan="2">£10 p.a. or £25 for life of case</td></tr></table> | Type | First 100 | Every addtl 10 | ADM | £14.00 | £1.40 | CVL | £7.00 | £0.70 | MVL | £7.00 | £0.70 | CPL | £7.00 | £0.70 | CVA | £10.00 | £1.00 | BKY | £10.00 | £1.00 | IVA | £10 p.a. or £25 for life of case | |
| Type | First 100 | Every addtl 10 | | | | | | | | | | | | | | | | | | | | | | | | |
| ADM | £14.00 | £1.40 | | | | | | | | | | | | | | | | | | | | | | | | |
| CVL | £7.00 | £0.70 | | | | | | | | | | | | | | | | | | | | | | | | |
| MVL | £7.00 | £0.70 | | | | | | | | | | | | | | | | | | | | | | | | |
| CPL | £7.00 | £0.70 | | | | | | | | | | | | | | | | | | | | | | | | |
| CVA | £10.00 | £1.00 | | | | | | | | | | | | | | | | | | | | | | | | |
| BKY | £10.00 | £1.00 | | | | | | | | | | | | | | | | | | | | | | | | |
| IVA | £10 p.a. or £25 for life of case | | | | | | | | | | | | | | | | | | | | | | | | | |
| Post re-direction | Redirection of post from Company's premises to office-holders' address | 0-3 months £204.00 3-6 months £303.00 6-12 months £490.00 | | | | | | | | | | | | | | | | | | | | | | | | |
| Software Licence fee | Payable to software provider for use of case management system | £87.00 plus VAT per case | | | | | | | | | | | | | | | | | | | | | | | | |
| Statutory advertising | Advertising of appointment, notice of meetings etc. - London Gazette - Other | £83.02 plus VAT per advert Dependent upon advert and publication | | | | | | | | | | | | | | | | | | | | | | | | |
| Storage costs | Costs of storage of case books and records | £5.07 plus VAT per box per annum plus handling charges | | | | | | | | | | | | | | | | | | | | | | | | |

- b) Case-specific expenses – this category includes expenses (other than office-holders' fees) which are likely to be payable on every case but which will vary depending upon the nature and complexity of the case and the assets to be realised. They will include:

| Type | Description | Amount |
|----------------------|---|---|
| Agents' fees | Costs of appointed agents in valuing and realising assets | Time costs plus disbursements plus VAT |
| Debt Collection fees | Costs of appointed debt collectors in realising debts | Generally agreed as a % of realisations plus disbursements plus VAT |
| Legal fees | Costs of externally appointed solicitors. Will generally comprise advice on validity of appointment, drafting of sale contracts, advice on retention of title issues and advice on any reviewable transactions. | Time costs plus disbursements plus VAT |
| Other disbursements | See disbursements section below | See disbursements section below |

Disbursements

Included within both of the above categories of expenses are disbursements, being amounts paid firstly by Leonard Curtis on behalf of the insolvent entity and then recovered from the entity at a later stage. These are described as Category 1 and Category 2 disbursements.

- a) Category 1 disbursements: These are costs where there is specific expenditure directly referable both to the appointment in question and a payment to an independent third party. These may include, for example, advertising, room hire, storage, postage, telephone charges, travel expenses (excl. mileage), and equivalent costs reimbursed to the office holder or his or her staff. Category 1 disbursements may be drawn without prior approval.
- b) Category 2 disbursements: These are costs that are directly referable to the appointment in question but not to a payment to an independent third party. They may include shared or allocated costs that can be allocated to the appointment on a proper and reasonable basis, for example, business mileage. In the event of charging for category 2 disbursements the following items of expenditure are recharged on this basis and are believed to be in line with the cost of external provision:
- | | |
|--|---|
| Internal photocopying | 10p per copy |
| General stationery, postage, telephone etc | £100 per 100 creditors/ members or part thereof |
| Storage of office files (6 years) | £81.25 per box |
| Business mileage | 45p per mile |

Category 2 disbursements may be drawn if they have been approved in the same manner as an office holder's remuneration.

ESTIMATED OUTCOME STATEMENT

| | Secured - Fixed £'000 | Preferential £'000 | Secured - Floating £'000 | Unsecured £'000 |
|---|--------------------------|-----------------------|-----------------------------|--------------------|
| Amount available to class of creditor | 159 | 12 | N/K | N/K |
| Amount due to creditor per Estimated Financial Position | (162) | (12) | (3) | (35,562) |
| Estimated dividend rate (as a %) | 98% | 100% | N/K | N/K |

Proof of Debt – General Form
Relevant date: 20 January 2016

Name of Company in Administration:

Gen-X IT Ltd

Company registered number:

04480097

1. Name of creditor (if a company, provide registration number)
2. Correspondence address of creditor (including email address)
3. Total amount of claim (£) at relevant date (include any Value Added Tax)
4. If amount in 3 above includes outstanding uncapitalised interest, state amount (£)
5. Details of how and when the debt was incurred (if you need more space attach a continuation sheet to this form)
6. Details of any security held, the value of the security and the date it was given

APPENDIX H (cont)

7. Details of any reservation of title claimed in respect of goods supplied to which the debt relates

| |
|--|
| |
|--|

8. Details of any document by reference to which the debt relates

| |
|--|
| |
|--|

9. Signature of creditor (or person authorised to act on the creditor's behalf)

| |
|--|
| |
|--|

10. Date of signing:

| |
|--|
| |
|--|

11. Address of person signing (if different from 2 above)

| |
|--|
| |
|--|

12. Name in BLOCK LETTERS

| |
|--|
| |
|--|

13. Position with, or relation to, creditor

| |
|--|
| |
|--|

Notes:

1. There is no need to attach them now but the office-holder may ask you to produce any document or other evidence which is considered necessary to substantiate the whole or any part of the claim, as may the chairman or convenor of any qualifying decision procedure.
2. This form can be authenticated for submission by email by entering your name in block capitals and sending the form as an attachment from an email address which clearly identifies you or has been previously notified to the office-holder. If completing on behalf of the company, please state your relationship to the company.

PRIVACY NOTICE

Information we collect and hold about you

By requesting details of your claim in this insolvency, we may collect Personal Data from you, particularly if you are a consumer creditor, a sole trader or are lodging a claim in your personal capacity.

Personal Data is information relating to a living individual. Whenever Personal Data is processed, collected, recorded, stored or disposed of it must be done within the terms of the General Data Protection Regulation ("the GDPR"). Examples of Personal Data include but may not be limited to your name, address, telephone number and email contact details.

If you do not provide us with the information we require, this may adversely affect our ability to deal with your claim, but we would ask you not to submit more Personal Data than we request from you.

Legal justification for processing your Personal Data

The processing of your Personal Data by us is necessary to enable us to comply with legal obligations under the Insolvency Act 1986 and associated legislation which we are subject to as Insolvency Practitioners.

How we use your information

All information you supply to us is required to enable us to comply with our duties under the Insolvency Act 1986 and associated legislation. It will be used to enable us to assess the extent of the insolvent entity's liabilities, to allow you to vote on any decision procedures, to enable us to communicate with you, to process your claim and to pay any dividends which may be due to you from the insolvent estate.

Who we share your information with

We may be required to share some of your Personal Data with other creditors. The data which will be shared with other creditors will be limited to that specifically required to be disclosed under insolvency legislation.

We may share some of your information with our Data Processors. Data Processors include solicitors, accountants and employment law specialists who assist us with our duties where required. We will only share your information with our Data Processors if we require their specialist advice. All of our Data Processors are subject to written contracts with us to ensure that your Personal Data is processed only in accordance with the GDPR.

How long will we hold your Personal Data for?

We will need to hold your Personal Data for a period of time after the insolvency has been concluded. This is to enable us to deal with any queries which might arise. Our Records Management Policy requires us to destroy our physical files 6 years after closure of the case. Electronic data files will be removed from our Case Management System 6 years after conclusion of the case but may be held on our server for a longer period of time but with restricted access.

Your rights in respect of your Personal Data

You have the right to request access to your Personal Data and to require it to be corrected or erased. You also have the right to request a restriction in the way we process your Personal Data or to object to its processing. You should be aware however that we may not be able to comply with your request if this would affect our ability to comply with our legal obligations.

You have the right to Data Portability. This is a right to have the Personal Data we hold about you to be provided to you in a commonly used and machine-readable format so that you can transfer that Data to another organisation in a way that is not too onerous to upload the Data.

GEN-X IT LTD – IN ADMINISTRATION

Your right to complain

You have the right to be confident that we are handling your Personal Data responsibly and in line with good practice. If you have a concern about the way we are handling your Personal Data you should contact our Privacy Manager in the first instance.

If you are unable to resolve your concerns with us, you have the right to complain to the Information Commissioners' Office. The Information Commissioner can be contacted at Wycliffe House, Water Lane, Wilmslow, Cheshire SK6 5AF or on 0303 123 1113.

Contacting us

If you have any questions relating to the processing of your Personal Data, please write to our Privacy Manager at Leonard Curtis, Level 5, The Grove, 248A Marylebone Road, London NW1 6BB Alternatively our Privacy Manager can be contacted by telephone on 0207 535 7000 or by email: privacy@leonardcurtis.co.uk.

Data Controller: LEONARD CURTIS