

# LIQ03

## Notice of progress report in voluntary winding up



Companies House



<b>1</b>	<b>Company details</b>	
Company number	0 5 9 9 9 7 4 2	<b>→ Filling in this form</b> Please complete in typescript or in bold black capitals.
Company name in full	EE139 Realisations Limited (LIQ) (formerly Earn Extra 139 Limited)	
<b>2</b>	<b>Liquidator's name</b>	
Full forename(s)	Mike	
Surname	Kienlen	
<b>3</b>	<b>Liquidator's address</b>	
Building name/number	Third Floor	
Street	10 South Parade	
Post town	Leeds	
County/Region		
Postcode	L S 1 5 Q S	
Country		
<b>4</b>	<b>Liquidator's name ①</b>	
Full forename(s)	Daryl	<b>① Other liquidator</b> Use this section to tell us about another liquidator.
Surname	Warwick	
<b>5</b>	<b>Liquidator's address ②</b>	
Building name/number	Fairview House	<b>② Other liquidator</b> Use this section to tell us about another liquidator.
Street	Victoria Place	
Post town	Carlisle	
County/Region		
Postcode	C A 1 1 H P	
Country		

# LIQ03

## Notice of progress report in voluntary winding up

### 6 Period of progress report

From date	<sup>d</sup> 2	<sup>d</sup> 0	<sup>m</sup> 0	<sup>m</sup> 9	<sup>y</sup> 2	<sup>y</sup> 0	<sup>y</sup> 1	<sup>y</sup> 9
To date	<sup>d</sup> 1	<sup>d</sup> 9	<sup>m</sup> 0	<sup>m</sup> 9	<sup>y</sup> 2	<sup>y</sup> 0	<sup>y</sup> 2	<sup>y</sup> 0

### 7 Progress report

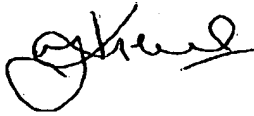
☒ The progress report is attached

### 8 Sign and date

Liquidator's signature

Signature

X



X

Signature date

<sup>d</sup> 1	<sup>d</sup> 2	<sup>m</sup> 1	<sup>m</sup> 1	<sup>y</sup> 2	<sup>y</sup> 0	<sup>y</sup> 2	<sup>y</sup> 0
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**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 **Alex Weil**

Company name **Armstrong Watson LLP**

Address  
**Third Floor**  
**10 South Parade**

Post town  
**Leeds**

County/Region

Postcode **L S 1 5 Q S**

Country

DX

Telephone  
**0113 2211300**

**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)**

# Continuation page

Name and address of insolvency practitioner

✓ **What this form is for**  
Use this continuation page to tell us about another insolvency practitioner where more than 2 are already jointly appointed. ❶  
Attach this to the relevant form.  
Use extra copies to tell us of additional insolvency practitioners.

✗ **What this form is NOT for**  
You can't use this continuation page to tell us about an appointment, resignation, removal or vacation of office.

→ **Filling in this form**  
Please complete in typescript or in bold black capitals.

All fields are mandatory unless specified or indicated by \*

## 1 Appointment type

Tick to show the nature of the appointment:

- ☐ Administrator
- ☐ Administrative receiver
- ☐ Receiver
- ☐ Manager
- ☐ Nominee
- ☐ Supervisor
- ☒ Liquidator
- ☐ Provisional liquidator

❶ You can use this continuation page with the following forms:

- VAM1, VAM2, VAM3, VAM4, VAM6, VAM7
- CVA1, CVA3, CVA4
- AM02, AM03, AM04, AM05, AM06, AM07, AM08, AM09, AM10, AM12, AM13, AM14, AM19, AM20, AM21, AM22, AM23, AM24, AM25
- REC1, REC2, REC3
- LIQ2, LIQ3, LIQ05, LIQ13, LIQ14, WU07, WU15
- COM1, COM2, COM3, COM4
- NDISC

## 2 Insolvency practitioner's name

Full forename(s)

Mark

Surname

Ranson

## 3 Insolvency practitioner's address

Building name/number

Third Floor

Street

10 South Parade

Post town

Leeds

County/Region

Postcode

L S 1 5 Q S

Country

**EE139 Realisations Limited (LIQ) (formerly Earn Extra 139 Limited)**  
**(In Liquidation)**

**Joint Liquidators' Summary of Receipts & Payments**

Statement of Affairs £	From 20/09/2019 To 19/09/2020 £	From 20/09/2017 To 19/09/2020 £
<b>ASSET REALISATIONS</b>		
Bank Interest Gross	551.90	1,944.00
Book Debts	NIL	36,534.18
Cash at Bank	NIL	6,905.46
Distribution from Administration	NIL	1,184,714.27
Funds held by Clarion Solicitors Ltd	7,345.25	7,345.25
	<u>7,897.15</u>	<u>1,237,443.16</u>
<b>COST OF REALISATIONS</b>		
Accountancy Fees - RCT Claim	NIL	2,743.31
Administrators' Fees	NIL	1,050.00
Bank Charges	25.00	30.00
Book Debt Agent Fee	NIL	56,612.59
Corporation Tax	264.48	364.48
Document Upload	NIL	14.00
Forensic Analysis Fee	NIL	20,000.00
Legal disbs	1,350.00	1,350.00
Legal Fees - General	NIL	3,448.50
Legal Fees - Investigation Work	8,887.50	13,769.50
Liquidators Disbursements	14.40	85.48
Liquidators' Fees	61,433.40	189,458.30
Pension Advisory Fee	NIL	25,875.00
Repayment of Administrators' VAT	NIL	21,039.23
Statutory Advertising	NIL	197.44
Storage Costs	191.65	555.08
Taxation Advisory Services	NIL	15,000.00
	<u>(72,166.43)</u>	<u>(351,592.91)</u>
<b>PREFERENTIAL CREDITORS</b>		
The National Insurance Fund	6,968.27	6,968.27
	<u>(6,968.27)</u>	<u>(6,968.27)</u>
<b>UNSECURED CREDITORS</b>		
Trade & Expense Creditors	816,031.87	816,031.87
	<u>(816,031.87)</u>	<u>(816,031.87)</u>
<b>DISTRIBUTIONS</b>		
Distribution from Administration	NIL	NIL
	<u>NIL</u>	<u>NIL</u>
	<u><b>(887,269.42)</b></u>	<u><b>62,850.11</b></u>
<b>REPRESENTED BY</b>		
Metro Account		43,642.09
VAT Receivable		19,208.02
		<u><b>62,850.11</b></u>

**The Liquidators' annual progress report to  
creditors and members**

**EE139 Realisations Limited (formerly Earn  
Extra 139 Limited) - In Liquidation**

**12 November 2020**

# **EE139 REALISATIONS LIMITED (FORMERLY EARN EXTRA 139 LIMITED) - IN LIQUIDATION**

## **CONTENTS**

- 1** Introduction and statutory information
- 2** Receipts and payments
- 3** Progress of the Liquidation
- 4** Creditors
- 5** The Liquidators' remuneration
- 6** Creditors' rights
- 7** Next report

## **APPENDICES**

- A** Receipts and payments account for the period from 20 September 2019 to 19 September 2020, together with a cumulative receipts and payments account for the period from 20 September 2017 to 19 September 2020
- B** Time analysis for the period from 20 September 2019 to 19 September 2020
- C** Cumulative time analysis for the period from 20 September 2017 to 19 September 2020
- D** Additional information in relation to the Liquidators' fees, expenses and disbursements

# **EE139 REALISATIONS LIMITED (FORMERLY EARN EXTRA 139 LIMITED) - IN LIQUIDATION**

## **1 Introduction and Statutory Information**

- 1.1 I, Mike Kienlen, together with my partner Mark Ranson, of Armstrong Watson LLP ("AW"), Third Floor, 10 South Parade, Leeds, LS1 5QS, was appointed as Joint Liquidator of EE139 Realisations Limited (formerly Earn Extra 139 Limited) ("the Company") on 20 September 2017. This progress report covers the period from 20 September 2019 to 19 September 2020 ("the Period") and should be read in conjunction with any previous progress reports which have been issued.
- 1.2 On 23 October 2020, Daryl Warwick of AW, Fairview House, Victoria Place, Carlisle, CA1 1HP, replaced Mark Ranson as Joint Liquidator of the Company following an application made to the Leeds District Registry. Daryl Warwick is licensed to act as an Insolvency Practitioner in the UK by the Institute of Chartered Accountants in England & Wales.
- 1.3 Information about the way that AW will use and store personal data on insolvency appointments can be found at [www.armstrongwatson.co.uk/privacy-policy](http://www.armstrongwatson.co.uk/privacy-policy). If you are unable to download this, please contact us and a hard copy will be provided to you.
- 1.4 The principal trading address of the Company was Phoenix Court, Wakefield Road, Brighouse, HD6 1PF.
- 1.5 The registered office of the Company was changed to Third Floor, 10 South Parade, Leeds, LS1 5QS and its registered number is 05999742.

## **2 Receipts and payments**

- 2.1 At Appendix A is my receipts and payments account for the Period, along with a cumulative receipts and payments account from the date of my appointment as Joint Liquidator to the end of the Period.

## **3 Progress of the Liquidation**

- 3.1 This section of the report provides creditors with an update on the progress made in the Liquidation during the Period and an explanation of the work done by the Liquidators and their staff.

3.2

### **Administration (including statutory compliance and reporting)**

- 3.3 An office holder must comply with certain statutory obligations under the Insolvency Act 1986 and other related legislation. Details about the work I anticipated would need to be done in this area was outlined to creditors in my initial fees estimate.
- 3.4 Where the costs of statutory compliance work or reporting to creditors exceeds the initial estimate, it will usually be because the duration of the case has taken longer than anticipated, possibly due to protracted asset realisations, which have in turn placed a further statutory reporting requirement on the Liquidators.
- 3.5 As noted in my initial fees estimate, this work will not necessarily bring any financial benefit to creditors, but is required on every case by statute.



## **EE139 REALISATIONS LIMITED (FORMERLY EARN EXTRA 139 LIMITED) - IN LIQUIDATION**

### **Realisation of assets**

#### ***General***

- 3.6 It is considered that the work the Liquidators and their staff have undertaken to date has brought a financial benefit to creditors.

#### ***Funds held by Clarion Solicitors Ltd ("Clarion")***

- 3.7 Clarion were holding £7,345.25 on behalf of the Liquidators in relation to recoveries from funds held by an Irish solicitor. The funds were paid to the Liquidation account during the Period.

#### ***Bank interest***

- 3.8 During the Period, the Liquidators have received bank interest in the sum of £552.

#### ***Irish tax reclaim***

- 3.9 As previously reported, the Liquidators instructed an agent in the Republic of Ireland to lodge an application for a Relevant Contracts Tax ("RCT") reclaim in the sum of €68,755 from the Irish tax authorities.
- 3.10 HM Revenue & Customs ("HMRC") is required to sign an IC3 form to enable the release of the RCT. A number of written requests were sent to HMRC during the Period, however, in March 2020 the World Health Organisation declared a global pandemic of COVID-19. As a result it has been difficult for HMRC to sign the IC3 due to home working and have only been able to electronically sign the form. The Irish tax authorities, under normal circumstances, require an original signature. Due to COVID-19 and HMRC being unable to sign the form with a wet ink signature, an electronically signed version of the form has been submitted to the Irish tax authorities by our agent.
- 3.11 The agent has not yet confirmed whether the Irish tax authorities have accepted the IC3 form. It was anticipated that the RCT claim would have been concluded by October 2020, however, due to the circumstances outline above timing of the receipt of the funds is uncertain. An update will be provided in my next progress report to creditors.

#### ***Further recoveries***

- 3.12 As previously reported to creditors, it was concluded following legal advice that Counsel's Opinion was required regarding the potential claims against the directors, specifically in respect of the EFRBS, other antecedent transactions and also the position concerning the former professional advisors to the Company.
- 3.13 During the Period, Counsel was instructed to provide an Opinion on the merits of any claims and the likelihood of success. The Opinion was received in early April 2020 and of an anticipated level of success, however, the precise amount that may be recovered is uncertain as it will require further enquiries to be made including the mechanics of how the EFRBS operated.
- 3.14 At this stage, I do not wish to prejudice any claims by making further comment on the antecedent transactions, the position concerning the former professional advisors and the potential claims against the directors. A further update will be provided in my next report to creditors.

## **EE139 REALISATIONS LIMITED (FORMERLY EARN EXTRA 139 LIMITED) - IN LIQUIDATION**

### **Creditors (claims and distributions)**

- 3.15 Further information on the anticipated outcome for creditors in this case can be found at section 3 of this report.
- 3.16 The Liquidators are not only required to deal with correspondence and claims from unsecured creditors (which may include retention of title claims), but also those of any secured and preferential creditors of the Company. This may involve separate reporting to any secured creditor and dealing with distributions from asset realisations caught under their security, most typically a debenture. I confirm there are no secured creditors in this matter.
- 3.17 Claims from preferential creditors typically involve employee claims and payments made on behalf of the Company by the Redundancy Payments Service following dismissal.
- 3.18 The above work will not necessarily bring any financial benefit to creditors generally, however the Liquidators are required by statute to undertake this work. Similarly, if a distribution is to be paid to any class of creditor, work will be required to agree those claims and process the dividend payments to each relevant class of creditor. The more creditors a company has, the more time and cost will be involved by the Liquidators in dealing with those claims.

### **Investigations**

- 3.19 Shortly after appointment, I made an initial assessment of whether there could be any matters that might lead to recoveries for the estate and what further investigations may be appropriate. This assessment took into account any information provided by creditors.
- 3.20 My investigations revealed issues regarding the arrears owed to HM Revenue & Customs and the requirement to make further enquires with both the Company's directors and the records available. This has culminated in the ongoing points outlined in paragraphs 3.12 to 3.14 of this report.
- 3.21 You may recall from my first progress report to creditors that some of the work the Liquidators are required to undertake is to comply with legislation such as the Company Directors' Disqualification Act 1986 ("CDDA 1986") and Statement of Insolvency Practice 2 - Investigations by Office Holders in Administration and Insolvent Liquidations and may not necessarily bring any financial benefit to creditors, unless these investigations reveal potential asset recoveries that the Liquidators can pursue for the benefit of creditors.

### **Matters still to be dealt with**

- 3.22 The following matters are still to be dealt with:
- Clarify if the RCT monies are able to be reclaimed from Revenue & Customs, Ireland;
  - Conclusion to the investigation of the directors of the Company and its professional advisors in respect of the EFRBS and whether any claims will be brought.

## EE139 REALISATIONS LIMITED (FORMERLY EARN EXTRA 139 LIMITED) - IN LIQUIDATION

### 4 Creditors

#### ***Secured Creditors***

- 4.1 There are no secured creditors.

#### ***Preferential creditors***

- 4.2 During the Period, a dividend of 100 pence in the pound has been paid to the preferential creditors totalling £6,968.

#### ***Unsecured creditors***

- 4.3 I have received claims of £13,379,207 from eleven creditors.
- 4.4 During the Period, an interim dividend of 6.21 pence in the pound was paid to the unsecured creditors totalling £816,032.
- 4.5 A further dividend may be paid to creditors, however the quantum and timing is dependent on the outcome of further investigations.
- 4.6 The Company did not grant a floating charge to a secured creditor. Accordingly, there is no requirement to create a fund out of the Company's net floating charge property for unsecured creditors (known as the Prescribed Part), which only applies to charges created after 15 September 2003.

### 5 The Liquidators' remuneration

- 5.1 As previously reported to creditors, the Liquidators' remuneration was approved by creditors on a time costs basis estimated in the sum of £161,064 plus VAT.
- 5.2 During the Period, a revised fees estimate to increase the Liquidators fees was approved by creditors. A copy of this estimate is provided below:

Category of work	Estimated Number of Hours	Average blended charge out rate £	Estimated cost £
Administration (inc statutory compliance & reporting)	56	248	13,875
Realisation of assets	49	284	13,900
Creditors (claims & distributions)	26	257	6,675
Investigations	74	282	20,900
Total estimated fees			£55,350

- 5.3 I confirm that the Liquidators' total fees estimate equates to £216,141 plus VAT.
- 5.4 My time costs for the Period are £57,484. This represents 224 hours work at an average rate of £257 per hour. Attached as Appendix B is a time analysis which provides details of the activity costs incurred by staff grade during the Period in respect of the costs fixed by reference to time properly spent by me in managing the Liquidation. During the Period, £61,433 plus VAT has been drawn together with disbursements of £14 plus VAT.
- 5.5 Attached as Appendix C is a cumulative time analysis for the period from 20 September 2017 to 19 September 2020 which provides details of my time costs

## **EE139 REALISATIONS LIMITED (FORMERLY EARN EXTRA 139 LIMITED) - IN LIQUIDATION**

since my appointment. The cumulative time costs incurred to date are £190,851.20. This represents 799 hours work at an average rate of £239 hour. During the Liquidation, £189,458 plus VAT has been drawn together with disbursements of £85 plus VAT.

- 5.6 A copy of 'A Creditors' Guide to Liquidators' Fees' is available on request or can be downloaded from <https://www.r3.org.uk/technical-library/england-wales/technical-guidance/creditor-guides/>.
- 5.7 Attached as Appendix D is additional information in relation to the Liquidators' fees, expenses and disbursements, including where relevant, information on the use of subcontractors and professional advisers.

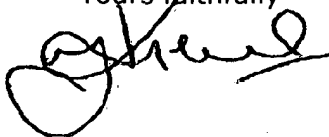
### **6 Creditors' rights**

- 6.1 Within 21 days of the receipt of this report, a secured creditor, or an unsecured creditor (with the concurrence of at least 5% in value of the unsecured creditors) may request in writing that the Liquidators provide further information about their remuneration or expenses which have been itemised in this progress report.
- 6.2 Any secured creditor, or an unsecured creditor (with the concurrence of at least 10% in value of the unsecured creditors) may within 8 weeks of receipt of this progress report make an application to court on the grounds that, in all the circumstances, the basis fixed for the Liquidators' remuneration is inappropriate and/or the remuneration charged or the expenses incurred by the Liquidators, as set out in this progress report, are excessive.

### **7 Next report**

- 7.1 I am required to provide a further report on the progress of the Liquidation within two months of the next anniversary of the Liquidation, unless I have concluded matters prior to this, in which case I will write to all creditors with my final account.
- 7.2 If you have any queries in relation to the contents of this report, Alex Weil can be contacted by telephone on 0113 2211 389 or by email at [alex.weil@armstrongwatson.co.uk](mailto:alex.weil@armstrongwatson.co.uk).

Yours faithfully



**Mike Kienlen**  
Joint Liquidator

**EE139 REALISATIONS LIMITED (FORMERLY EARN EXTRA 139 LIMITED) - IN LIQUIDATION**

**Appendix A**

**Receipts and payments account for the period from 20 September 2019 to 19 September 2020, together with a cumulative receipts and payments account for the period from 20 September 2017 to 19 September 2020**

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Bank Interest Gross	551.90	1,944.00
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Funds held by Clarion Solicitors Ltd	7,345.25	7,345.25
	<u>7,897.15</u>	<u>1,237,443.16</u>
<b>COST OF REALISATIONS</b>		
Accountancy Fees - RCT Claim	NIL	2,743.31
Administrators' Fees	NIL	1,050.00
Bank Charges	25.00	30.00
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Document Upload	NIL	14.00
Forensic Analysis Fee	NIL	20,000.00
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Statutory Advertising	NIL	197.44
Storage Costs	191.65	555.08
Taxation Advisory Services	NIL	15,000.00
	<u>(72,166.43)</u>	<u>(351,592.91)</u>
<b>PREFERENTIAL CREDITORS</b>		
The National Insurance Fund	6,968.27	6,968.27
	<u>(6,968.27)</u>	<u>(6,968.27)</u>
<b>UNSECURED CREDITORS</b>		
Trade & Expense Creditors	816,031.87	816,031.87
	<u>(816,031.87)</u>	<u>(816,031.87)</u>
<b>DISTRIBUTIONS</b>		
Distribution from Administration	NIL	NIL
	<u>NIL</u>	<u>NIL</u>
	<u>(887,269.42)</u>	<u>62,850.11</u>
<b>REPRESENTED BY</b>		
Metro Account		43,642.09
VAT Receivable		19,208.02
		<u>62,850.11</u>

# EE139 REALISATIONS LIMITED (FORMERLY EARN EXTRA 139 LIMITED) - IN LIQUIDATION

## Appendix B

### Time analysis for the period from 20 September 2019 to 19 September 2020

Case: EARN EXTRA 139 LTD (LIQ) - 56906/LIQ

		Insolvency Practitioner	Manager	Other Senior Professional	Assistant and Support Staff	Total	Average Hourly Rate
Admin - Administration	Hrs	0.10	2.20	15.40	3.20	20.90	229
	Val	42.50	715.00	3,465.00	560.00	4,782.50	
Admin - Cashiering	Hrs	3.40	6.50	2.10	25.30	37.30	226
	Val	1,412.50	2,112.50	475.00	4,411.40	8,411.40	
Admin - Completion	Hrs				0.60	0.60	175
	Val				105.00	105.00	
Admin - File Review	Hrs	0.50	4.40	1.20	0.30	6.40	301
	Val	202.50	1,430.00	270.00	25.50	1,928.00	
Admin - Forms & Reports	Hrs	2.00	5.90	29.80		37.70	256
	Val	832.50	1,917.50	6,897.50		9,647.50	
Admin - Planning	Hrs		1.30	9.10		10.40	237
	Val		422.50	2,047.50		2,470.00	
<b>Administration &amp; Reporting</b>		<b>Hrs</b>	<b>6.00</b>	<b>20.30</b>	<b>57.60</b>	<b>29.40</b>	<b>113.30</b>
		<b>Val</b>	<b>2,490.00</b>	<b>6,597.50</b>	<b>13,155.00</b>	<b>5,101.90</b>	<b>27,344.40</b>
Assets - Debtors	Hrs	0.20		5.80		6.00	231
	Val	80.00		1,305.00		1,385.00	
Assets - Realisation of assets	Hrs		3.90	7.70		11.60	259
	Val		1,267.50	1,732.50		3,000.00	
<b>Realisation of Assets</b>		<b>Hrs</b>	<b>0.20</b>	<b>3.90</b>	<b>13.50</b>	<b>17.60</b>	
		<b>Val</b>	<b>80.00</b>	<b>1,267.50</b>	<b>3,037.50</b>	<b>4,385.00</b>	
Creditors - Unsecured	Hrs	2.70	22.00	26.60	1.50	52.80	274
	Val	1,097.50	7,150.00	5,985.00	228.00	14,460.50	
<b>Creditors</b>		<b>Hrs</b>	<b>2.70</b>	<b>22.00</b>	<b>26.60</b>	<b>1.50</b>	<b>52.80</b>
		<b>Val</b>	<b>1,097.50</b>	<b>7,150.00</b>	<b>5,985.00</b>	<b>228.00</b>	<b>14,460.50</b>
Employee - Claims and Queries	Hrs	0.20		3.50		3.70	234
	Val	80.00		787.50		867.50	
<b>Employees</b>		<b>Hrs</b>	<b>0.20</b>	<b>3.50</b>		<b>3.70</b>	
		<b>Val</b>	<b>80.00</b>	<b>787.50</b>		<b>867.50</b>	
		<b>Val</b>	<b>212.50</b>	<b>7,540.00</b>	<b>2,520.00</b>	<b>35.00</b>	<b>10,307.50</b>
<b>Investigations</b>		<b>Hrs</b>	<b>0.50</b>	<b>23.20</b>	<b>11.20</b>	<b>0.20</b>	<b>35.10</b>
		<b>Val</b>	<b>212.50</b>	<b>7,540.00</b>	<b>2,520.00</b>	<b>35.00</b>	<b>10,307.50</b>
Unclassified	Hrs				1.40	1.40	85
	Val				119.00	119.00	
<b>Unclassified</b>		<b>Hrs</b>			<b>1.40</b>	<b>1.40</b>	
		<b>Val</b>			<b>119.00</b>	<b>119.00</b>	
<b>Total</b>	<b>Hrs</b>	<b>9.60</b>	<b>69.40</b>	<b>112.40</b>	<b>32.50</b>	<b>223.90</b>	
	<b>Val</b>	<b>3,960.00</b>	<b>22,555.00</b>	<b>25,485.00</b>	<b>5,483.90</b>	<b>57,483.90</b>	

# EE139 REALISATIONS LIMITED (FORMERLY EARN EXTRA 139 LIMITED) - IN LIQUIDATION

## Appendix C

### Cumulative time analysis for the period from 20 September 2017 to 19 September 2020

#### Statement of Insolvency Practice - SIP 9

Case: EARN EXTRA 139 LTD (LIQ) - 56906/LIQ

		Insolvency Practitioner	Manager	Other Senior Professional	Assistant and Support Staff	Total	Average Hourly Rate
Admin - Administration	Hrs	0.90	10.70	55.80	29.20	96.60	207
	Val	327.50	3,337.60	12,008.00	4,334.60	20,007.70	
Admin - Cashiering	Hrs	10.00	14.90	2.90	71.10	98.90	209
	Val	3,876.50	4,704.90	655.00	11,469.60	20,706.00	
Admin - Completion	Hrs		1.20	0.40	1.10	2.70	232
	Val		358.50	90.00	179.00	627.50	
Admin - File Review	Hrs	1.90	17.40	5.50	9.60	34.40	244
	Val	744.00	5,471.50	1,175.60	1,000.70	8,391.80	
Admin - Filing	Hrs		0.20	4.30	1.60	6.10	202
	Val		61.00	929.40	240.20	1,230.60	
Admin - Forms & Reports	Hrs	9.90	37.30	104.70	5.50	157.40	246
	Val	3,793.20	11,618.00	22,418.80	836.00	38,666.00	
Admin - Planning	Hrs	3.00	11.60	27.60	1.10	43.30	246
	Val	1,089.00	3,561.00	5,917.00	90.20	10,657.20	
Admin - Stat Forms	Hrs	1.00		2.70		3.70	232
	Val	361.20		497.00		858.20	
Administration & Reporting	Hrs	26.70	93.30	203.90	119.20	443.10	
	Val	10,191.40	29,112.50	43,690.80	18,150.30	101,145.00	
Assets - Debtors	Hrs	3.40	1.60	44.10	0.60	49.70	224
	Val	1,215.60	483.50	9,354.50	88.80	11,142.40	
Assets - Realisation of assets	Hrs	1.60	10.10	11.00		22.70	271
	Val	559.20	3,175.50	2,414.60		6,149.30	
Realisation of Assets	Hrs	5.00	11.70	55.10	0.60	72.40	
	Val	1,774.80	3,659.00	11,769.10	88.80	17,291.70	
Creditors - Unsecured	Hrs	5.60	41.70	50.80	4.90	103.00	264
	Val	2,162.50	13,119.50	11,153.40	744.80	27,180.20	
Creditors	Hrs	5.60	41.70	50.80	4.90	103.00	
	Val	2,162.50	13,119.50	11,153.40	744.80	27,180.20	
Employee - Claims and Queries	Hrs	0.20	9.00	30.70	1.20	41.10	228
	Val	80.00	2,737.00	6,361.50	176.10	9,354.60	
Employees	Hrs	0.20	9.00	30.70	1.20	41.10	
	Val	80.00	2,737.00	6,361.50	176.10	9,354.60	
Invest - Investigations	Hrs	16.50	62.10	42.90	16.20	137.70	259
	Val	6,000.90	19,632.70	9,099.60	932.50	35,665.70	
Investigations	Hrs	16.50	62.10	42.90	16.20	137.70	
	Val	6,000.90	19,632.70	9,099.60	932.50	35,665.70	
Unclassified	Hrs				1.90	1.90	113
	Val				214.00	214.00	
Unclassified	Hrs				1.90	1.90	
	Val				214.00	214.00	
Total	Hrs	54.00	217.80	383.40	144.00	799.20	
	Val	20,209.60	68,260.70	82,074.40	20,306.50	190,851.20	

# **EE139 REALISATIONS LIMITED (FORMERLY EARN EXTRA 139 LIMITED) - IN LIQUIDATION**

## **Appendix D**

### **Additional information in relation to the Liquidators' fees, expenses and disbursements**

#### **1 Staff allocation and the use of sub-contractors**

- 1.1 The general approach to resourcing our assignments is to allocate staff with the skills and experience to meet the specific requirements of the case.
- 1.2 The constitution of the case team will usually consist of a Partner, a Manager, and an Executive or Assistant. The exact constitution of the case team will depend on the anticipated size and complexity of the assignment and the experience requirements of the assignment.
- 1.3 On this case I have utilised the services of the following sub-contractors.

<b>Services</b>	<b>Provider</b>	<b>Basis of fee arrangement</b>	<b>Cost to date</b>
Specialist Pension advice	Clumber Consultancy	Fixed fee of £25,875	£25,875
Book debt collection	Greenbox Resolutions Ltd	25% of collections	£10,454
Book debt collection	Earn Extra CIS Ltd	5% of collections	£46,159

#### **2 Professional advisors**

- 2.1 On this assignment we have used the professional advisors listed below. I have also indicated alongside, the basis of our fee arrangement with them, which is subject to review on a regular basis.

<b>Name of professional advisor</b>	<b>Basis of fee arrangement</b>
Clarion Solicitors (general legal advice)	Hourly rate and disbursements
Clarion Solicitors (investigation)	Hourly rate and disbursements (fees limited to £30,000)
Armstrong Watson LLP, Forensics (analysis relating to the investigation)	Fixed fee of £20,000
Cusack Garvey Accountants	Fixed fee of £2,743

- 2.2 My choice was based on our perception of their experience and ability to perform this type of work, the complexity and nature of the assignment and the basis of our fee arrangement with them.

#### **3 The Liquidators' expenses and disbursements**

- 3.1 The estimate of expenses (including disbursements) which were anticipated at the outset of the Liquidation was provided to creditors when the basis of my fees were approved, a copy of which is set out overleaf:



## EE139 REALISATIONS LIMITED (FORMERLY EARN EXTRA 139 LIMITED) - IN LIQUIDATION

Expense	Estimated cost £
Joint Administrators' fee – amount authorised as per the Joint Administrators' Proposals	5,364
Joint Administrators' fee – final fee to be authorised by creditors	1,050
Book debt collection fee – EE CIS Limited	50,577
Book debt collection fee – Greenbox Resolutions Limited	5,103
Armstrong Watson LLP tax specialists	15,000
Legal fees	10,000
Statutory advertising	230
Specific penalty bond	150
External storage of company's books and records	150
Document upload	56

### ***Current position of the Liquidators' expenses***

- 3.2 An analysis of the expenses paid to the date of this report, together with those incurred but not paid at the date of this report is provided below:

	Paid in a prior period £	Paid in the Period £	Incurred but not paid to date £	Total anticipated cost £
Accountancy fees - RCT claim	2,743	-	-	2,743
Book debt agent fee	56,613	-	-	56,613
Bank charges	5	25	-	30
Corporation tax	100	264	-	500
Forensic analysis fee	20,000	-	-	20,000
Legal fees - investigation	4,882	8,888	3,299	30,000
Legal fees - general	3,448	-	-	3,448
Legal disbursements	-	1,350	-	1,350
Liquidators disbursements	71	14	-	*85
Pension advisory fee	25,875	-	-	25,875
Statutory advertising	197	-	-	197
Storage costs	363	192	-	750
Taxation advisory services	15,000	-	-	15,000

\*figure of £85 relates to document storage costs of £47, travel costs of £24 which relates to mileage incurred by the staff of the Liquidators, and a document upload cost of £14.

- 3.3 Category 1 disbursements do not require approval by creditors. The type of disbursements that may be charged as a Category 1 disbursement to a case generally comprise of external supplies of incidental services specifically identifiable to the case, such as postage, case advertising, invoiced travel and external printing, room hire and document storage. Also chargeable will be any properly reimbursed expenses incurred by personnel in connection with the case. These disbursements are included in the tables of expenses above.
- 3.4 Category 2 disbursements do require approval from creditors. These are costs which are directly referable to the appointment in question but are not payments which are made to an independent third party and may include shared or allocated costs that can be allocated to the appointment on a proper and reasonable basis such as internal room hire, document storage or business mileage. Details of Category 2 disbursements charged by this firm (where appropriate) were provided at the time the Liquidators' fees were approved by creditors. Any Category 2 disbursements incurred are specifically highlighted in the tables of expenses above.

## **4 Charge-Out Rates**

- 4.1 A schedule of AW's current charge-out rates are below. Please note this firm records its time in minimum units of 6 minutes.

## EE139 REALISATIONS LIMITED (FORMERLY EARN EXTRA 139 LIMITED) - IN LIQUIDATION

	(Per hour) £
Partner – Insolvency Practitioner	425
Senior Manager	325
Manager	300
Assistant Manager	250
Executive	225
Junior Executive/ Cashier	175

- 4.2 A schedule of AW's charge-out rates effective from 17 April 2019 are detailed below.

	(Per hour) £
Partner – Insolvency Practitioner	400
Director	350
Senior Manager	325
Manager	300
Assistant Manager	250
Executive	225
Junior Executive/ Cashier	175

- 4.3 A schedule of AW's charge-out rates effective from 1 April 2018 are detailed below.

	(Per hour) £
Partner – Insolvency Practitioner	363
Senior Manager	305
Manager	270
Assistant Manager	237
Executive	190
Assistant	152

- 4.4 A schedule of AW's charge-out rates effective from 1 November 2017 are detailed below.

	(Per hour) £
Partner – Insolvency Practitioner	352
Senior Manager	296
Assistant Manager	230
Executive	184
Assistant	148

- 4.5 A schedule for AW's charge-out rates effective from 1 April 2017 is detailed below.

	(Per hour) £
Partner/ Director – Insolvency Practitioner	315 - 345
Manager/ Senior Manager	265 - 290
Executive/ Assistant Manager	180 - 225
Assistant	145