

# AM10

## Notice of administrator's progress report



Companies House

WEDNESDAY



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A44

23/12/2020

#230

COMPANIES HOUSE

### 1 Company details

Company number 0 6 7 3 7 5 4 1

Company name in full Hedge Capital Limited - in Administration

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

### 2 Administrator's name

Full forename(s) Alistair

Surname McAlinden

### 3 Administrator's address

Building name/number KPMG LLP

Street Saltire Court  
20 Castle Terrace

Post town Edinburgh

County/Region

Postcode E H 1 2 E G

Country

### 4 Administrator's name ①

Full forename(s) Blair Carnegie

Surname Nimmo

① Other administrator  
Use this section to tell us about  
another administrator.

### 5 Administrator's address ②

Building name/number KPMG LLP

Street Saltire Court  
20 Castle Terrace

Post town Edinburgh

County/Region

Postcode E H 1 2 E G

Country

② Other administrator  
Use this section to tell us about  
another administrator.

# AM10

## Notice of administrator's progress report

6

### Period of progress report

From date

<sup>d</sup>0 <sup>d</sup>7 <sup>m</sup>0 <sup>m</sup>6 <sup>y</sup>2 <sup>y</sup>0 <sup>y</sup>2 <sup>y</sup>0

To date

<sup>d</sup>0 <sup>d</sup>6 <sup>m</sup>1 <sup>m</sup>2 <sup>y</sup>2 <sup>y</sup>0 <sup>y</sup>2 <sup>y</sup>0

7

### Progress report

☒ I attach a copy of the progress report

8

### Sign and date

Administrator's  
signature

Signature

X

*Al Sheld*

X

Signature date

<sup>d</sup>2 <sup>d</sup>3 <sup>m</sup>1 <sup>m</sup>2 <sup>y</sup>2 <sup>y</sup>0 <sup>y</sup>2 <sup>y</sup>0

# 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 DOMINIQUE TAYLOR

Company name KPMG LLP

Address 319 ST. VINCENT STREET

Post town GLASGOW

County/Region

Postcode G 2 5 A S

Country

DX

Telephone 0141 300 5658



### 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)



Joint  
Administrators'  
progress  
report for the  
period 7 June  
2020 to 6  
December  
2020

Hedge Capital Limited - in  
Administration

21 December 2020

Deemed delivered: 23  
December 2020

# Notice to creditors

This progress report provides an update on the administration of the Company.

We have included (Appendix 2) an account of all amounts received and payments made since the date of our appointment.

We have also explained our future strategy for the administration and how likely it is that we will be able to pay each class of creditor.

You will find other important information in this progress report such as the costs which we have incurred to date.

A glossary of the abbreviations used throughout this document is attached (Appendix 5).

Finally, we have provided answers to frequently asked questions and a glossary of insolvency terms on the following website: <http://www.insolvency-kpmg.co.uk/case+KPMG+HH608A0602.html>. We hope this is helpful to you.

**Please also note that an important legal notice about this progress report is attached (Appendix 6).**

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# 1 Executive summary

- This progress report covers the period from 7 June 2020 to 6 December 2020.
- This administration is connected to a special situation pensions case. The Pensions Regulator ("tPR") appointed Dalriada Trustees Limited ("Dalriada") as independent trustees to Pennines RBS and Mendip RBS (together "the Schemes") in 2012. Dalriada obtained a Freezing Injunction over the assets of the companies involved, including the Company and other related entities. The Company's director, with the consent of the floating charge holder, agreed to put the Company into administration following a Settlement Agreement being reached between Dalriada and various companies/parties involved.
- Aside from cash held at Bank at the time of our appointment, the Company's main asset was a Loan Book comprising 363 unsecured loans, with aggregate capital of £6.4 million outstanding. There were significant issues inherent within the loan book, which have fundamentally inhibited the ability to collect it out. Following receipt of regulatory legal advice and detailed consideration of the available options and costs versus benefit, we have concluded that it should be abandoned and made this recommendation to the secured creditor.
- There will be a distribution payable to the Company's secured creditor, driven principally by the cash held at the date of our appointment (Section 3 - Dividend prospects).
- Based on current estimates, there will be no dividend paid to unsecured creditors, other than by way of the Prescribed Part (Section 3 - Dividend prospects).
- The administration is currently due to end on 6 June 2021. We intend to seek a further 12-month extension from the Court given the timeframe requirement for distribution of funds to secured and unsecured creditors (Section 5 – Future strategy).
- Please note: you should read this progress report in conjunction with our previous progress reports and proposals issued to the Company's creditors, which can be found at <http://www.insolvency-kpmg.co.uk/case+KPMG+HH608A0602.html>. Unless stated otherwise, all amounts in this progress report and appendices are stated net of VAT.



Alistair McAlinden  
Joint Administrator

## 2 Progress to date

This section updates you on our strategy for the administration and on our progress to date. It follows the information provided in our previous progress reports.

### 2.1 Strategy and progress to date

#### Strategy

As outlined in previous reports, the Company's main asset was a Loan Book comprising 363 unsecured, interest only loans to individuals, together with cash held at bank at the time of our appointment of £547,945. Shortly after our appointment the cash at bank was secured and transferred to an account under our control.

Our last progress report detailed the issues associated with the legality of the agreements under which loans advanced by the Company were written, which has severely limited the actions which the Joint Administrators can take in recovering the outstanding accounts.

We sought detailed legal advice, including on regulatory matters, in respect of the loan book which concluded that we have little ability to proactively sell or pursue underlying loans. As such, have concluded that we will require to abandon the loan book and have recommended this to the secured creditor.

Next steps will now focus upon appropriately dealing with the Company's interest in various debtor accounts, with a view to assigning rights and interest in these debts to Dalriada, in its capacity as Trustee for the Schemes. In our view, it is highly unlikely that any return will come from these debtor balances.

### 2.2 Asset realisations

Realisations during the period are set out in the attached receipts and payments account (Appendix 2).

Summaries of the most significant realisations during the period are provided below.

#### Debtors

During the period, we received loan interest payments totalling £3,062.78. A total of £17,062.86 has been received from the date of our appointment to 6 December 2020, in relation to loan interest payments.

### 2.3 Costs

Payments made in this period are set out in the attached receipts and payments account (Appendix 2).

Summaries of the most significant payments made during the period are provided below.

Solicitors' fees

We settled Pinsent Mason's legal costs during the period in the sum of £4,000. This relates to the advice given in relation to our strategy for the Company's Loan Book.

## **2.4 Schedule of expenses**

We have detailed the costs incurred during the period, whether paid or unpaid, in the schedule of expenses attached (Appendix 3).

# **3 Dividend prospects**

## **3.1 Secured creditors**

The Company's secured creditor is Hedge Capital Investments Limited – in Liquidation ("HCIL"). The amount of indebtedness at the date of our appointment totalled £7,643,000 plus accrued interest of £1,880,420. The HCIL loan bears interest at 4.5% per annum and interest continues to accrue.

The Company granted a Debenture comprising a Band and Floating Charge in favour of HCIL, dated 20 October 2011 and registered on 28 October 2011.

Given the magnitude of cash held by the Company at the date of our appointment, a floating charge distribution to HCIL is likely under the terms of its Debenture.

## **3.2 Preferential creditors**

We are not aware of any preferential claims against the Company.

## **3.3 Unsecured creditors**

The Director's Statement of Affairs showed four unsecured creditors with outstanding balances totalling £157,403. In addition, we understand that under the terms of a Freezing Injunction, the Schemes will rank as an unsecured creditor. We expect to receive a claim of approximately £18,086,000 on a joint and several liability basis between Hedge Capital Investment Group Limited - in Liquidation, Hedge Capital Investment Ltd - in Liquidation and the Company.

As the security in favour of HCIL was granted after 15 September 2003, section 176A of the Insolvency Act 1986 will apply. Consequently, given the level of net floating charge asset realisations, we anticipate that there will be a Prescribed Part distribution to unsecured creditors.

## 4 Joint Administrators' remuneration and disbursements

We have previously obtain approval that:

- our remuneration will be drawn on the basis of time properly given by us and the various grades of our staff in accordance with the fees estimate previously provided to creditors and the charge-out rates included in Appendix 4;
- disbursements for services provided by KPMG (defined as Category 2 disbursements in Statement of Insolvency Practice 9) will be charged in accordance with KPMG's policy as set out in Appendix 4.

Notwithstanding the agreed basis of remuneration, however, any fees drawn will be substantially restricted in comparison to the Joint Administrators' time cost estimate as a consequence of a fee arrangement agreed with Dalriada - the stakeholder with the main economic interest in the case.

### Time costs

From 7 June 2020 to 6 December 2020, we have incurred time costs of £17,169.90. These represent 332.43 hours at an average rate of £51.65 per hour.

### Remuneration

During the period, we have not drawn any remuneration.

### Disbursements

During the period, we have incurred disbursements of £6.65. None of these have yet been paid.

### Additional information

We have attached (Appendix 4) an analysis of the time spent, the charge-out rates for each grade of staff and the expenses paid directly by KPMG for the period from 7 June 2020 to 6 December 2020. We have also attached our charging and disbursements policy.

## **5 Future strategy**

### **5.1 Future conduct of the administration**

We will continue to manage the affairs, the business and the property of the Company in order to achieve the purpose of the administration. This will include but not be limited to:

- liaising with Dalriada and our legal agents to finalise the position of the Company's Loan Book and other debtors;
- seek a further extension to the administration;
- obtain approval of the Joint Administrators' discharge of liability from the Court upon filing of the Joint Administrators' final receipts and payments with the Registrar of Companies;
- where appropriate, make floating charge distributions to HCIL (under the terms of its Debenture) and distributions to unsecured creditors (via the Prescribed Part); and
- seek agreement to draw the Joint Administrators' time costs and remuneration.

### **5.2 Extension of the administration**

The High Court of Justice in Birmingham previously granted a 12-month extension to the period of the administration to 6 June 2021.

The Joint Administrators intend to seek a further 12-month extension to 6 June 2022 to finalise outstanding matters in this case, and in particular to provide sufficient time to facilitate the making of distributions to secured and unsecured creditors. Any creditor who wishes to object to this should write to the Joint Administrators by no later than 20 January 2021.

The following matters are still to be finalised in the administration:

- Finalise the position of the Company's Loan Book and other debtors;
- Settle all outstanding legal fees and other liabilities relating to the costs of the administration process;
- As appropriate, make floating charge distributions to HCIL (under the terms of its Debenture), and distribution to unsecured creditors via the Prescribed Part;
- Seek agreement to and draw the Joint Administrators' time costs and remuneration;
- Attend to all statutory matters as and when they fall due.

### **5.3 Discharge from liability**

The Joint Administrators require to seek approval from the secured creditor, HCIL, that we will be discharged from liability in respect of any action as Joint Administrators upon the filing of our final receipts and payments with the Registrar of Companies.

However, as the Joint Administrators are also the officeholders for HCIL as Joint Liquidators, we are unable to grant this approval via HCIL. Accordingly, we have instructed our solicitors to seek this approval from the Court.

Discharge does not prevent the exercise of the Court's power in relation to any misfeasance action against us.

### **5.4 Future reporting**

We will provide a further progress report within one month of 6 June 2021 or earlier if the administration has been completed prior to that time.

## Appendix 1      Statutory information

### Company information

Company name	Hedge Capital Limited
Date of incorporation	30 October 2008
Company registration number	06737541
Present registered office	KPMG LLP, 15 Canada Square, London, E14 5GL

### Administration information

Administration appointment	The administration appointment granted in High Court Birmingham District Registry, 8151 of 2017
Appointor	Director
Date of appointment	7 June 2017
Joint Administrators' details	Alistair McAlinden and Blair Nimmo
Estimated values of the Net Property and Prescribed Part	<p>Estimated Net Property is unknown. The Prescribed Part is capped at the statutory maximum of £600,000.</p> <p>The Prescribed Part has been taken into account when determining the dividend prospects for unsecured creditors (Section 3).</p>
Prescribed Part distribution	<p>If funds do become available for a distribution under the Prescribed Part, the Joint Administrators may make a distribution to the unsecured creditors; or if appropriate may apply to the Court to obtain an order that the Prescribed Part shall not apply on the grounds that the cost of making a distribution to the unsecured creditors would be disproportionate to the benefits.</p> <p>Alternatively, the Prescribed part will be automatically disapplied if the Net Property is less than £10,000 and the costs of making a distribution would be disproportionate to the benefits.</p>
Functions	The functions of the Joint Administrators are being exercised by them individually or together in accordance with Paragraph 100(2)
Current administration expiry date	6 June 2021

## Appendix 2 Joint Administrators' receipts and payments account

Hedge Capital Limited - in Administration

### Abstract of receipts & payments

Statement of affairs (£)		From 07/06/2020 To 06/12/2020 (£)	From 07/06/2017 To 06/12/2020 (£)
<b>ASSET REALISATIONS</b>			
24,740.00	Debtors	NIL	10,130.00
	Loan Book interest	3,062.78	17,062.86
545,676.00	Cash at bank	NIL	547,945.98
		<u>3,062.78</u>	<u>575,138.84</u>
<b>OTHER REALISATIONS</b>			
	Bank interest, gross	90.19	854.79
	Sundry refunds	1,138.01	1,138.01
		<u>1,228.20</u>	<u>1,992.80</u>
<b>COST OF REALISATIONS</b>			
	Irrecoverable VAT	(800.00)	(6,464.85)
	Legal fees	(4,000.00)	(32,280.25)
	Court fees	(25.00)	(25.00)
	Statutory advertising	NIL	(69.00)
		<u>(4,825.00)</u>	<u>(38,839.10)</u>
<b>FLOATING CHARGE CREDITORS</b>			
(9,523,420.00)	Floating charge	NIL	NIL
		<u>NIL</u>	<u>NIL</u>
<u>(8,953,004.00)</u>		<u>(534.02)</u>	<u>538,292.54</u>
<b>REPRESENTED BY</b>			
	Floating charge current		538,292.54
			<u>538,292.54</u>

## Appendix 3      Schedule of expenses

Schedule of expenses (07/06/2020 to 06/12/2020)			
Expenses (£)	Incurred and paid in the period (£)	Incurred in the period not yet paid (£)	Total (£)
<b>Cost of realisations</b>			
Irrecoverable VAT	800.00	0.00	800.00
Legal fees	4,000.00	0.00	4,000.00
Court fees	25.00	0.00	25.00
Joint Administrators' time costs	0	17,169.90	17,169.90
<b>TOTAL</b>	<b>4,825.00</b>	<b>17,169.90</b>	<b>21,994.90</b>

Summary of Expenses from appointment					
Total for Administration					
Expenses (£)	Narrative	Initial Estimates (£'000)	Paid to date (£'000)	Future costs (£'000)	Total (£'000)
<b>Cost of realisations</b>					
Joint Administrators' remuneration	Note 1	See below	0	See below	See below
Legal fees	Note 2	150-200	32	118-168	150-200
Other costs (including provision)	Note 3	15-20	7	8-13	15-20
<b>TOTAL</b>		<b>165-220</b>	<b>39</b>	<b>126-181</b>	<b>165-220</b>

**Note 1** Please note that the accrual for our remuneration has been based on time costs incurred during the period (further detail is provided at Appendix 4).

**Note 2** Legal fees will be largely dependent upon the amount of work required to be undertaken in connection with the Loan Book and which could differ from the estimated range set out above. Legal costs will also include any costs incurred in connection with recovery of the outstanding Loan balances (such as fees payable to a regulated loan servicer).

**Note 3** Other costs will include statutory advertising, mail redirection costs, bonding costs the costs of storing the Company's books and records and irrecoverable VAT incurred.

## **Requests for further information and right to challenge our remuneration and expenses**

### **Creditors' requests for further information**

If you would like to request more information about our remuneration and expenses disclosed in this progress report, you must do so in writing within 21 days of receiving this progress report.

Requests from unsecured creditors must be made with the concurrence of at least 5% in value of unsecured creditors (including, the unsecured creditor making the request) or with the permission of the Court.

### **Creditors' right to challenge our remuneration and expenses**

If you wish to challenge the basis of our remuneration, the remuneration charged, or the expenses incurred during the period covered by this progress report, you must do so by making an application to Court within eight weeks of receiving this progress report.

Applications by unsecured creditors must be made with concurrence of at least 10% in value of unsecured creditors (including the unsecured creditor making the challenge) or with the permission of the Court.

The full text of the relevant rules can be provided on request by writing to Dominique Taylor at KPMG LLP, 319 St. Vincent street, Glasgow, G2 5AS.

## Appendix 4 Joint Administrators' charging and disbursements policy

### Joint Administrators' charging policy

The time charged to the administration is by reference to the time properly given by us and our staff in attending to matters arising in the administration. This includes work undertaken in respect of tax, VAT and employee matters by KPMG in-house specialists.

Our policy is to delegate tasks in the administration to appropriate members of staff considering their level of experience and requisite specialist knowledge, supervised accordingly, so as to maximise the cost effectiveness of the work performed. Matters of particular complexity or significance requiring more exceptional responsibility are dealt with by senior staff or us.

A copy of "A Creditors' Guide to Joint Administrators Fees" from Statement of Insolvency Practice 9 ('SIP 9') produced by the Association of Business Recovery Professionals is available at:

<https://www.r3.org.uk/technical-library/england-wales/technical-guidance/fees/more/29113/page/1/guide-to-administrators-fees/>

If you are unable to access this guide and would like a copy, please contact Dominique Taylor on 0141 300 5658.

### Hourly rates

Set out below are the relevant hourly charge-out rates for the grades of our staff actually or likely to be involved on this administration. Time is charged by reference to actual work carried out on the administration; using a minimum time unit of six minutes.

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

### Table of charge-out rates

Charge-out rates (£) for: Hedge Capital Limited – in Administration		
Grade	From 01 Jan 2020 £/hr	From 01 Oct 2020 £/hr
Partner	690	690
Director	620	620
Senior Manager	560	560
Manager	467	467
Senior Administrator	325	325
Administrator	236	236
Support	147	147

The charge-out rates used by us might periodically rise (for example to cover annual inflationary cost increases) over the period of the administration. In our next statutory report, we will inform creditors of any material amendments to these rates.

## Policy for the recovery of disbursements

Where funds permit the officeholders will seek to recover both Category 1 and Category 2 disbursements from the estate. For the avoidance of doubt, such expenses are defined within SIP 9 as follows:

*Category 1 disbursements:* These are costs where there is specific expenditure directly referable to both 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, and equivalent costs reimbursed to the officeholder or his or her staff.

*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.

Category 2 disbursements charged by KPMG Restructuring include mileage. This is calculated as follows:

Mileage claims fall into three categories:

- Use of privately-owned vehicle or car cash alternative – 45p per mile.
- Use of company car – 60p per mile.
- Use of partner's car – 60p per mile.

For all of the above car types, when carrying KPMG passengers an additional 5p per mile per passenger will also be charged where appropriate.

We have incurred the following disbursements (excluding VAT) during the period 7 June 2020 to 6 December 2020.

SIP 9 - Disbursements					
Disbursements	Category 1		Category 2		Totals (£)
	Paid (£)	Unpaid (£)	Paid (£)	Unpaid (£)	
External printing	NIL	1.45	NIL	NIL	1.45
Postage	NIL	5.20	NIL	NIL	5.20
<b>Total</b>	<b>NIL</b>	<b>6.65</b>	<b>NIL</b>	<b>NIL</b>	<b>6.65</b>

We have the authority to pay Category 1 disbursements without the need for any prior approval from the creditors of the Company.

Category 2 disbursements are to be approved in the same manner as our remuneration.

## Narrative of work carried out for the period 7 June 2020 to 6 December 2020

The key areas of work have been:

Statutory and compliance	<ul style="list-style-type: none"> <li>collating information to enable us to carry out our statutory duties, including creditor information and details of assets;</li> <li>preparing statutory receipts and payments accounts;</li> <li>preparing to seek obtaining approval from the Court of a 12-month extension of the administration;</li> <li>preparing to finalise case matters towards closure;</li> <li>posting information to a dedicated web page;</li> <li>ensuring compliance with all statutory obligations within the relevant timescales.</li> </ul>
Strategy documents, Checklist and reviews	<ul style="list-style-type: none"> <li>monitoring and reviewing the administration strategy;</li> <li>regular case management and reviewing of progress, including regular team update meetings and calls;</li> <li>meeting with management to review and update strategy and monitor progress;</li> <li>reviewing and authorising junior staff correspondence and other work;</li> <li>dealing with queries arising during the appointment;</li> <li>reviewing matters affecting the outcome of the administration;</li> <li>allocating and managing staff/case resourcing and budgeting exercises and reviews;</li> <li>liaising with legal advisors regarding the Joint Administrators' discharge of liability;</li> <li>complying with internal filing and information recording practices, including documenting strategy decisions.</li> </ul>
Reports to debenture holders	<ul style="list-style-type: none"> <li>providing oral updates to representatives of Dalriada regarding the progress of the administration and case strategy.</li> </ul>
Cashiering	<ul style="list-style-type: none"> <li>preparing and processing vouchers for the payment of post-appointment invoices;</li> <li>creating remittances and sending payments to settle post-appointment invoices;</li> <li>reviewing and processing employee expense requests;</li> <li>reconciling post-appointment bank accounts to internal systems;</li> <li>ensuring compliance with appropriate risk management procedures in respect of receipts and payments.</li> </ul>
Tax	<ul style="list-style-type: none"> <li>working on tax returns relating to the periods affected by the administration;</li> <li>dealing with post appointment tax compliance.</li> </ul>
Shareholders	<ul style="list-style-type: none"> <li>providing notification of our appointment;</li> <li>responding to enquiries from shareholders regarding the administration;</li> <li>providing copies of statutory reports to the shareholders.</li> </ul>
General	<ul style="list-style-type: none"> <li>reviewing time costs data and producing analysis of time incurred which is compliant with Statement of Insolvency Practice 9;</li> <li>reviewing the storage of the Company's books and records.</li> </ul>
Asset realisations	<ul style="list-style-type: none"> <li>collating information from the Company's records regarding the assets;</li> <li>seeking legal advice in relation to book debt collections;</li> <li>arranging for the banking of cheques in relation to loan book interest payments;</li> <li>liaising with Dalriada and legal agents regarding the Company's loan book;</li> <li>reviewing the Company's investment portfolio and providing details to our legal agents regarding their potential assignment;</li> <li>reviewing the inter-company debtor position between the Company and other group companies.</li> </ul>
Creditors and claims	<ul style="list-style-type: none"> <li>updating the list of unsecured creditors;</li> <li>responding to enquiries from creditors regarding the administration and submission of their claims;</li> <li>reviewing completed forms submitted by creditors, recording claim amounts and maintaining claim records;</li> <li>drafting and issuing our progress report.</li> </ul>
Investigations/ directors	<ul style="list-style-type: none"> <li>dealing with the Company's redirected mail</li> </ul>

## Time costs

### SIP 9 –Time costs analysis (07/06/2020 to 06/12/2020)

	Hours	Time Cost (£)	Average Hourly Rate (£)
<b>Administration &amp; planning</b>			
Cashiering			
General (Cashiering)	5.30	1,740.10	328.32
Reconciliations (& IPS accounting reviews)	0.40	130.00	325.00
General			
Books and records	0.60	141.60	236.00
Statutory and compliance			
Budgets & Estimated outcome statements	0.80	188.80	236.00
Checklist & reviews	2.80	660.80	236.00
Closure and related formalities	5.30	1,250.80	236.00
Extension related formalities	1.00	560.00	560.00
Reports to debenture holders	0.40	94.40	236.00
Strategy documents	3.80	2,111.20	555.58
Tax			
Post appointment corporation tax	8.35	2,035.40	243.76
<b>Creditors</b>			
Creditors and claims			
Agreement of unsecured claims	0.60	141.60	236.00
General correspondence	6.50	3,316.00	510.15
Secured creditors	0.40	94.40	236.00
Statutory reports	9.60	3,336.00	347.50
<b>Investigation</b>			
Investigations			
Mail redirection	0.60	141.60	236.00
<b>Realisation of assets</b>			
Asset Realisation			
Cash and investments	0.90	212.40	236.00
Debtors	3.90	920.40	236.00
Other assets	0.40	94.40	236.00
<b>Total in period</b>	<b>51.65</b>	<b>17,169.90</b>	<b>332.43</b>

Brought forward time (appointment date to SIP 9 period start date)	606.15	233,606.90
SIP 9 period time (SIP 9 period start date to SIP 9 period end date)	51.65	17,169.90
Carry forward time (appointment date to SIP 9 period end date)	657.80	250,776.80

## Appendix 5      Glossary

<b>Company</b>	Hedge Capital Limited - in Administration
<b>Dalriada</b>	Dalriada Trustees Limited
<b>Joint Administrators/we/our/us</b>	Alistair McAlinden and Blair Nimmo
<b>KPMG</b>	KPMG LLP
<b>Schemes</b>	Pennines RBS and Mendip RBS
<b>Secured creditor/ HCIL</b>	Hedge Capital Investments Limited – in Liquidation
<b>tPR</b>	The Pensions Regulator

Any references in this progress report to sections, paragraphs and rules are to Sections, Paragraphs and Rules in the Insolvency Act 1986, Schedule B1 of the Insolvency Act 1986 and the Insolvency Rules (England and Wales) 2016 respectively.

## Appendix 6 Notice: About this report

This report has been prepared by Alistair McAlinden and Blair Nimmo, the Joint Administrators of Hedge Capital Limited – in Administration (the 'Company'), solely to comply with their statutory duty to report to creditors under the Insolvency Rules (England and Wales) 2016 on the progress of the administration, and for no other purpose. It is not suitable to be relied upon by any other person, or for any other purpose, or in any other context.

This report has not been prepared in contemplation of it being used, and is not suitable to be used, to inform any investment decision in relation to the debt of or any financial interest in the Company or any other company in the Group.

Any estimated outcomes for creditors included in this report are illustrative only and cannot be relied upon as guidance as to the actual outcomes for creditors.

Any person that chooses to rely on this report for any purpose or in any context other than under the Insolvency Rules (England and Wales) 2016 does so at its own risk. To the fullest extent permitted by law, the Joint Administrators do not assume any responsibility and will not accept any liability in respect of this report to any such person.

Alistair McAlinden and Blair Carnegie Nimmo are authorised to act as insolvency practitioners by the Institute of Chartered Accountants of Scotland.

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The Joint Administrators act as agents for the Company and contract without personal liability. The appointments of the Joint Administrators are personal to them and, to the fullest extent permitted by law, KPMG LLP does not assume any responsibility and will not accept any liability to any person in respect of this report or the conduct of the administration.

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