

# AM23

## Notice of move from administration to dissolution



Companies House

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[www.gov.uk/companieshouse](http://www.gov.uk/companieshouse)

### 1 Company details

Company number 0 9 9 7 7 8 0 8

Company name in full IL Realisations Limited (formerly Inlink Limited)

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

### 2 Court details

Court name In the High Court of Justice Business and Property

Courts

Court number C R - 2 0 1 9 7 6 3 0

### 3 Administrator's name

Full forename(s) Andrew William

Surname Knowles

### 4 Administrator's address

Building name/number The Chancery

Street 58 Spring Gardens

Post town Manchester

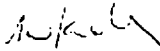
County/Region

Postcode M 2 1 E W

Country

AM23

Notice of move from administration to dissolution

|                           |   |  |              |              |              |              |              |              |              |   |   |   |   |   |   |   |   |  |
|---------------------------|---|--|--------------|--------------|--------------|--------------|--------------|--------------|--------------|---|---|---|---|---|---|---|---|--|
| <b>5</b>                  | <b>Administrator's name ①</b>   |  |              |              |              |              |              |              |              |   |   |   |   |   |   |   |   |  |
| Full forename(s)          | Steven  | <b>① Other administrator</b><br>Use this section to tell us about another administrator. |              |              |              |              |              |              |              |   |   |   |   |   |   |   |   |  |
| Surname                   | Muncaster   |  |              |              |              |              |              |              |              |   |   |   |   |   |   |   |   |  |
| <b>6</b>                  | <b>Administrator's address ②</b>  |  |              |              |              |              |              |              |              |   |   |   |   |   |   |   |   |  |
| Building name/number      | The Chancery  | <b>② Other administrator</b><br>Use this section to tell us about another administrator. |              |              |              |              |              |              |              |   |   |   |   |   |   |   |   |  |
| Street                    |   |  |              |              |              |              |              |              |              |   |   |   |   |   |   |   |   |  |
| Post town                 | 58 Spring Gardens   |  |              |              |              |              |              |              |              |   |   |   |   |   |   |   |   |  |
| County/Region             | Manchester  |  |              |              |              |              |              |              |              |   |   |   |   |   |   |   |   |  |
| Postcode                  | M 2 1 E W   |  |              |              |              |              |              |              |              |   |   |   |   |   |   |   |   |  |
| Country                   |   |  |              |              |              |              |              |              |              |   |   |   |   |   |   |   |   |  |
| <b>7</b>                  | <b>Final progress report</b>  |  |              |              |              |              |              |              |              |   |   |   |   |   |   |   |   |  |
|                           | <input checked="" type="checkbox"/> I have attached a copy of the final progress report   |  |              |              |              |              |              |              |              |   |   |   |   |   |   |   |   |  |
| <b>8</b>                  | <b>Sign and date</b>  |  |              |              |              |              |              |              |              |   |   |   |   |   |   |   |   |  |
| Administrator's signature | Signature<br>X  X  |  |              |              |              |              |              |              |              |   |   |   |   |   |   |   |   |  |
| Signature date            | <table><tr><td><sup>d</sup></td><td><sup>d</sup></td><td><sup>m</sup></td><td><sup>m</sup></td><td><sup>y</sup></td><td><sup>y</sup></td><td><sup>y</sup></td><td><sup>y</sup></td></tr><tr><td>2</td><td>5</td><td>1</td><td>1</td><td>2</td><td>0</td><td>2</td><td>1</td></tr></table> | <sup>d</sup>   | <sup>d</sup> | <sup>m</sup> | <sup>m</sup> | <sup>y</sup> | <sup>y</sup> | <sup>y</sup> | <sup>y</sup> | 2 | 5 | 1 | 1 | 2 | 0 | 2 | 1 |  |
| <sup>d</sup>              | <sup>d</sup>  | <sup>m</sup>   | <sup>m</sup> | <sup>y</sup> | <sup>y</sup> | <sup>y</sup> | <sup>y</sup> |              |              |   |   |   |   |   |   |   |   |  |
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# AM23

## Notice of move from administration to dissolution



### 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 **Aaron Banks**

Company name **Kroll Advisory Ltd.**

Address **The Chancery**

**58 Spring Gardens**

Post town **Manchester M2 1EW**

County/Region

Postcode

Country

DX

Telephone **+44 (0) 161 827 9000**



### Checklist

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**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)**



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# Final Progress Report to Creditors

25 November 2021

IL Realisations Limited (formerly  
Inlink Limited)  
(In Administration)

Joint Administrators' final Progress Report for the period from 26 November 2019 to 25 November 2021 with a summary of the Administration.

Kroll Advisory Ltd  
The Chancery  
58 Spring Gardens  
Manchester M2 1EW

Duff & Phelps Ltd. rebranded as Kroll Advisory Ltd in February 2021. Insolvency cases handled by insolvency practitioners from Duff & Phelps Ltd. are still being dealt with in the same way, by the same insolvency practitioners and staff. Our staff email addresses are now from kroll.com and our correspondence and website reflect the Kroll branding.

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## 1. Introduction

Sarah Bell and Steven Muncaster were appointed as Joint Administrators on 26 November 2019 by the Directors of the Company in accordance with Paragraph 22 of the Act.

A Block Transfer Order (High Court of Justice, Business & Property Courts in Manchester CR-2021-MAN-000356) ('the Order') was obtained on 16 June 2021. The Order provided for Sarah Bell to be replaced by Andrew Knowles, a Licensed Insolvency Practitioner of Kroll, The Chancery, 58 Spring Gardens, Manchester M2 1EW. Steven Muncaster continues in office as Joint Administrator.

The Administration was extended by 12 months to 25 November 2021 by approval of the Secured Creditor. The extension was required to conclude asset realisations, finalise tax and VAT matters, pay a dividend to the Unsecured Creditors by way of Prescribed Part and settle all outstanding costs of the Administration.

This report is the Joint Administrators' final Progress Report and provides Creditors with a final account of the Administration of the Company together with a summary of the Administration as a whole.

The Joint Administrators have also explained the exit route from the Administration and the outcome for each class of Creditors.

You will find other important information in this final Progress Report such as the costs the Joint Administrators have incurred.

A glossary of the abbreviations and definitions used throughout this document is attached at Appendix 8.

Please also note that an important legal notice about this final Progress Report to Creditors is attached at Appendix 9.

## 2. Creditor summary

### Summary of Proposals

- The Joint Administrators' Proposals were approved by Creditors using deemed approval on the 4 February 2020 without modifications. There were no major amendments to or deviations from these Proposals.
- A summary of Proposals is included at Appendix 2. A copy of the Statement of Proposals is available via the website at <https://micro.kroll.com/ukrestructuring>.

### Purpose of the Administration

- As detailed in the Proposals and the previous Progress Report, the first objective will not be achieved as there are insufficient funds and assets available to enable the Company to be rescued as a going concern.
- The Joint Administrators have achieved the second objective as a sale of the Company's business and assets was completed on a going concern basis which has resulted in a better result for the Company's creditors as a whole than would have been possible if the Company were wound up without first being in Administration. Further information is provided in Section 3 of this report.
- The Joint Administrators have also achieved the third objective of realising property in order to make a distribution to one or more Secured or Preferential Creditors following the distribution made to RiverRock as the Company's Secured Creditor.

### Progress to date

- The Joint Administrators traded the Company in Administration for four weeks whilst seeking a sale of the business and assets.
- A sale of the Company's business and assets was completed to the Purchaser, BT Telecommunications plc, on 23 December 2019.
- The sale included a revenue share agreement with the Purchaser, the benefit of which was assigned to RiverRock as Secured Creditor of the Company on completion.
- All known assets of the Company have now been realised for the benefit of the Administration estate.
- The Joint Administrators reviewed the affairs of the Company and have filed their confidential report with BEIS regarding the conduct of the Directors of the Company.
- In the Final Period, the Joint Administrators have adjudicated and declared a dividend to the Unsecured Creditors by virtue of the Prescribed Part.
- Work was also completed to finalise the Company's tax position, finalise outstanding costs, progress the closure matters needed to move the Company to dissolution and prepare the final report to creditors.

### Outcome for Creditors

- During the Final Period a total of £649,358 was paid to RiverRock bringing total distributions paid in the Administration to £9,822,765. There are insufficient funds available to enable RiverRock to be repaid in full.

- The Bank of Scotland held a £25k deposit balance as security against a Company credit card in addition to a fixed charge over the cash deposit which was registered at Companies House. Shortly after the Appointment Date, the credit card was cancelled and the security deposit funds were transferred to the Administration estate. No further action is required in respect of the Bank's debt.
- The Company did not have any employees and the Joint Administrators are not aware of any Creditors that required preferential status.
- There were insufficient realisations to enable a distribution to the Unsecured Creditors, other than by virtue of the Prescribed Part. The maximum Prescribed Part value of £600,000 was paid to the Unsecured Creditors on 28 October 2021, being a dividend of 9.6 pence in the pound.

Please note, this report provides Creditors with a final account of the Administration of the Company, together with a summary of the Administration as a whole. The Joint Administrators' previous progress reports and the Statement of Proposals issued to the Company's Creditors are available to view at <https://micro.kroll.com/ukrestructuring> and paper copies can be provided free of charge by writing to Aaron Banks at [Aaron.Banks@kroll.com](mailto:Aaron.Banks@kroll.com). Unless otherwise stated, all amounts in this Progress Report and appendices are stated net of VAT.

### 3. Progress of the Administration

This section provides a final update on the strategy for the Administration and progress made, including a summary of the information provided in the Joint Administrators' Previous Progress Reports.

#### 3.1 Strategy and progress to date

The Joint Administrators traded the Company in Administration whilst a sale of the business and assets was pursued and in order to protect the value of these business and assets, being an outdoor advertising service and holding physical advertising units, whilst also preserving value in ongoing contracts.

The sale of the business and assets completed to the Purchaser on 23 December 2019.

The Joint Administrators have subsequently focused on dealing with the remaining assets of the Company including debtors, cash at bank and rates refunds. These are discussed further below.

#### 3.2 Trading

The Joint Administrators traded the business over the period 26 November 2019 to 23 December 2019.

The Joint Administrators chose to trade the Company in Administration to ensure that a sale of the business and assets could be executed on a going concern basis, therefore, maximising returns for creditors. Had the Company ceased to trade this would not have been possible and realisation would likely be significantly reduced.

As part of the sale of the business, it was agreed the revenues generated from the Appointment Date to 23 December 2019 would be for the benefit of the Purchaser. Therefore, there were no asset realisations in relation to the Trading Period. The associated costs which were incurred totalled £509,815, of which the Purchaser contributed £280,791.

The trading expenditure is summarised in the receipts and payments account at Appendix 3.

### 3.3 Asset realisations

Realisations during the Cumulative Period and the Final Period are set out in the attached receipts and payments account at Appendix 3.

Summaries of the most significant realisations during the Administration are provided below:

#### 3.3.1 Sale of Business

The business and assets of the Company were sold to the Purchaser on 23 December 2019, which followed a four-week period in which the Joint Administrators traded the business whilst negotiations with the Purchaser were progressed.

A breakdown of the sale consideration is summarised below:

| Asset                       | Consideration £ |
|-----------------------------|-----------------|
| Equipment                   | 1,347,997       |
| Benefit to Lease Agreement  | 1               |
| Intellectual Property       | 1               |
| Contracts                   | 60,000          |
| Records                     | 20,000          |
| Goodwill                    | 1               |
| Domain Names and Warranties | 20,000          |
| Revenue Share Agreement     | TBD*            |
| Total                       | 1,448,000       |

The consideration of £1,448,000 was paid on completion. As part of the sale agreement, BT waived the balance of c£4.2m which was owed from the Company to BT at the Appointment Date. This treatment improved the return to the Company's Unsecured Creditors as BT's claim in the Administration was reduced and resulted in an increase in the level of funds available to the Unsecured Creditors.

In addition, the Joint Administrators entered into a revenue share agreement with the Purchaser. The revenue share agreement is anticipated to return in excess of c£11m over a six-year period. The benefit of this agreement was assigned to RiverRock as Secured Creditor of the Company and any realisations due under the agreement will be collected directly by them. The revenue share agreement was assigned to RiverRock as RiverRock are expected to suffer a shortfall on their indebtedness as a result of the Administration, therefore, realisations from the revenue share agreement will not be made available to any other class of Creditor.

Further information pertaining to the sale is detailed in the Proposals.

#### 3.3.2 Debtors

According to the Company's books and records, the outstanding book debt ledger totalled £7.6m as at the Appointment Date. Following their appointment, the Joint Administrators were notified of certain rebates recharges and credits which could be set-off against collections.

The Joint Administrators engaged with Primesight and Fresh Collect to assist with the collection of the outstanding debtors.

The Joint Administrators have collected total debtor receipts of £6,425,133 during the Administration. Book debts of £26,440 have been realised in the Final Period, but have been offset following the repayment of book debt funds received in error earlier in the Administration.

It should be noted that an element of the book debt realisations related to services provided to customers after the completion of the sale to the Purchaser. Due to invoice timing issues around the time the sale completed, funds were paid directly to the Joint Administrators which did not relate to the Trading Period. As such, a reconciliation of this position was completed and a total of £148,623 was repaid to the Purchaser during the Final Period.

The receipts and payments account at Appendix 3 also includes realisations of c.£894,462, categorised as Specialist Debtors. These are funds which were not physically received as certain customers of the Company which fall into this category withheld these funds as repayment of outstanding rebates

These rebates fell due for payment and were invoiced due the Administration and are disclosed in the payments section of the receipts and payments account and categorised as Rebate Expense. The Rebate Expenses also include additional rebate payments which the Joint Administrator made during the Administration. Repayment of the VAT element of the Rebate Expenses has been reclaimed by the Joint Administrators for the benefit of the Company's Creditors.

In the Final Period, a debtor has agreed a settlement amount with the Joint Administrators which will result in additional asset realisations of £350,000. This settlement has been assigned to the Secured Creditor, as it is only the Secured Creditor (RiverRock) who can benefit from this settlement given they are expected to suffer a shortfall from the Administration.

### 3.3.3 Cash at bank

As at the Appointment Date, the Company had cash at bank of £3,199,127. This amount was received to the Administration estate on 6 December 2019.

### 3.3.4 Refunds

On 17 January 2020, the Joint Administrators received a refund of £24,998 in relation to the Bank of Scotland security deposit.

In addition, as at the Appointment Date the Company had pre-paid professional fees of £5,153. Together with the Bank of Scotland security deposit and the pre-paid professional fees, total refunds of £30,151 have been realised and are categorised together under Pre-Appointment Refunds in the receipts and payments account.

To date, the Joint Administrators have also received £188,186 from town and city councils in relation to pre-paid business rates (Business Rates Refunds) of which £33,145 was received in the Final Period.

### 3.3.5 Other assets

Please note, RiverRock as Secured Creditor, has provided a contribution to the costs of the Administration of £750,000. This contribution was received during the Reporting Period.

The Joint Administrators are unaware of any other assets of the Company.

### 3.3.6 Investigations

The Joint Administrators have a statutory obligation to file a report with BEIS concerning the conduct of all directors of the Company that served in the three years prior to the Joint Administrators' appointment.

The Joint Administrators have filed their confidential report with BEIS regarding the conduct of the directors of the Company. The content of this report is confidential and was submitted to the Insolvency Practitioners Compliance Unit.

The Joint Administrators conducted an initial investigation into the affairs of the Company to find out if there were any actions which could be taken against third parties to increase recoveries for Creditors. Whilst some lines of enquiry were identified, the Joint Administrators subsequently received confirmation from BEIS that no further investigations were required and no actions would be taken against the Company concerning the conduct of the directors.

There are no outstanding lines of enquiry.

### 3.4 Costs

Payments made in the Cumulative Period and Final Period are set out in the attached receipts and payments account at Appendix 3.

Summaries of the most significant payments during the Administration are provided below:

#### 3.4.1 Trading expenditure

The Joint Administrators traded the business from 26 November 2019 to 23 December 2019 to ensure that a sale of the business and assets could be executed on a going concern basis, therefore, maximising returns for Creditors. Had the Company ceased to trade, this would not have been possible and realisations would likely be significantly reduced.

During the Trading Period, costs were incurred to continue trading the advertising units. Payments totalling £509,815 were made to cover items such as IT and data services, connectivity services, advertisement posting and maintenance.

The Purchaser agreed to contribute £280,791 to the Administration to discharge some of these trading costs, which has offset trading expenditure to total £229,025.

The trading expenditure is summarised in the receipts and payments account at Appendix 3.

#### 3.4.2 Solicitors' fees

Solicitors' fees totalling £116,728 were paid to DLA Piper, who were instructed to assist the Joint Administrators with the sale of the Company's business and assets and the appointment process.

Of the total fees incurred, £9,000 has been paid to the Solicitors in the Final Period in respect of assistance provided with the collection of the book debts.

Solicitors' fees are higher than anticipated due to adhoc matters arising in respect of the sale and book debt collections.

The Joint Administrators also incurred solicitors' disbursements of £240.

#### 3.4.3 Accountants' fees

In the Cumulative Period, the Joint Administrators have paid accountants fees of £5,750.

A total of £4,000 was paid to Shaw Gibbs Limited for their assistance with the Company's tax matters, primarily associated to the sale of the business and assets,

The Joint Administrators paid a further £1,750 to Throgmorton UK Limited in the Final Period in respect of the Company's final tax return.

#### 3.4.4 Agents' fees

The Joint Administrators incurred agent's fees totalling £28,289 in the Cumulative Period.

A total of £22,000 was paid to SIA Group in the Cumulative Period in relation to the valuation of the physical assets of the Company prior to the sale.

A total of £6,289 was paid to BWB Rating Limited, of which £1,778 was paid in the Final Period, in respect of their assistance with collecting Business Rates Refunds.

#### 3.4.5 Debt collection costs

Debt collection costs of £62,321 have been paid in the Cumulative Period of which £42,767 was paid in the Final Period in relation to debt collection services provided by Primesight.

#### 3.4.6 Public relations consultancy fee

The Joint Administrators incurred costs of £1,750 in relation to PR consultancy services provided by Spreckley Partners Ltd.

### 4. Outcome for Creditors

#### 4.1 Secured Creditors

##### 4.1.1 RiverRock

RiverRock holds fixed and floating charge security over the assets of the Company. As at the Appointment Date, the outstanding indebtedness to RiverRock totalled c.£20m subject to contractual charges and interest.

On the appointment of the Joint Administrators, the additional charges were crystallised as the Administration constituted a default on the loan notes. The additional charges total c.£8m, being the minimum return of 45% of the original value of the loan notes (c.£20m).

After accounting for all payments made by the Company, contractual charges and interest, RiverRock has a claim in the Administration of c.£28m.

During the Cumulative Period, distributions totalling £9.7 million have been made to RiverRock of which £649,358 was paid in the Final Period.

Due to the level of asset realisations, RiverRock are expected to suffer a shortfall on their indebtedness.

##### 4.1.2 Bank of Scotland

The Bank of Scotland held a £24,998 deposit balance as security against a Company credit card in addition to a fixed charge over the security deposit which was registered at Companies House.

Shortly after the Appointment Date, the credit card was cancelled and the security deposit funds were transferred to the Administration estate. No further action was required in respect of the Bank's debt.

A deed of satisfaction was registered at Companies House on 23 January 2020 in respect of the Bank of Scotland's charge.

## 4.2 Preferential Creditors

Preferential claims normally consist of employees' claims for unpaid wages and holidays. The Company did not have any employees, therefore the Joint Administrators have not been made aware of any Creditors that qualify for preferential status.

## 4.3 Unsecured Creditors

The Company granted a qualifying floating charge to RiverRock on 8 February 2017, therefore the Prescribed Part provisions were applicable to the Administration.

According to the Directors' Statement of Affairs, the Company's Unsecured Creditors totalled £11,707,854 as at the Appointment Date. Unsecured claims totalling £6,703,317 were received in the Administration, as summarised below.

| Unsecured Creditors         | SoA Total (£)      | Claims Received to Date |
|-----------------------------|--------------------|-------------------------|
| Trade and Expense Creditors | £11,413,171        | £6,207,611              |
| HM Revenue & Customs        | £294,683           | £495,707                |
| Specialist Rebates          | TBD*               | Nil                     |
| <b>Total</b>                | <b>£11,707,854</b> | <b>£6,703,317</b>       |

The Unsecured Creditors included in the liabilities section of the Directors' Statement of Affairs reflects the Trade & Expense Creditors and HM Revenue & Customs debt as listed above. The Unsecured Creditors listing excluded the rebates set-off by Specialist Debtors (as detailed in section 3 of this report regarding Book Debts and Rebate Expenses).

The Prescribed Part is calculated as a percentage of the Company's net property, which is capped at a maximum of £600,000. The value of the Prescribed Part for distribution to the Unsecured Creditors totalled £600,000, representing the maximum level available to Creditors.

On 28 October 2021, a first and final dividend of 9.6 pence in the pound was declared to the Unsecured Creditors via the Prescribed Part and paid shortly thereafter.

Unclaimed dividends totalling £11.12 remain in the Administration dividend account. The Joint Administrators will pay this to the Insolvency Services' unclaimed dividends on closure of the Administration.

## 4.4 Unsecured Creditors

There have been insufficient realisations to enable a distribution to the Unsecured Creditors other than by virtue of the Prescribed Part.

To confirm, there will be no further dividends to any class of creditor.

## 5. Other matters

### 5.1 Creditors' Committee

A creditor's committee was not established during the Administration.

## 5.2 Joint Administrators' Receipts and Payments account

A detailed receipts and payments account for the Final Period is shown at Appendix 3, together with a cumulative account for the whole of the Administration.

At the end of the Final Period, there is a balance of £11.12 in the Dividend Account. These funds relate to unclaimed dividends which will be paid to the Insolvency Service as part of the closure of the Company's bank accounts.

## 5.3 Creditors' rights

Further information regarding the remuneration and disbursements of the Joint Administrators, including Creditors' rights to challenge such costs is provided at Appendix 7, Statement of Creditors' Rights.

## 6. Fees, Expenses and Pre-Administration Costs

### 6.1 Fees and expenses

#### 6.1.1 Time costs

Time has been charged in six-minute units. Details of the time charged for the Final Period and Cumulative Period are attached at Appendix 5.

Time costs incurred in the Final Period total £35,275 which represents 106 hours at an average hourly rate of £334.

Time costs incurred in the Cumulative Period total £340,920, which represents 1,116 hours at an average hourly rate of £306.

In accordance with SIP 9, the Joint Administrators have provided further narrative detail of the time costs incurred at Appendix 6.

#### 6.1.2 Fees

The Joint Administrators' remuneration was fixed on the basis of time properly charged by them and their staff, by the Secured Creditor on 21 January 2020, against an initial fee estimate of £190,876. It was also agreed that the Joint Administrators could draw disbursements which are now referred to as Category 1 and Category 2 Expenses in accordance with SIP 9.

The Joint Administrators issued a revised fee estimate totalling £284,600 to the Secured Creditor which was subsequently approved on 1 October 2020. It was agreed that a cap of £220,000 would be placed on the level of fees that could be drawn.

On 21 October 2021, a second revised fee estimate totalling £370,610 was agreed with the Secured Creditor. It was agreed that the cap placed on the level of fees that could be drawn was to be revised to £235,000.

In the Cumulative Period, the Joint Administrators have drawn remuneration of £235,000 in accordance with the fee approval provided by the Secured Creditor, of which £45,000 was drawn in the Final Period.

It is anticipated that a further £1,500 of time costs will be incurred in bringing the Administration to a formal conclusion. No further fees will be drawn by the Joint Administrators and the remaining time costs will be written off.

Details of the total fees drawn by Joint Administrators for the Final Period and Cumulative Period are detailed in the receipts and payments account attached at Appendix 3.

### 6.1.3 Expenses

Expenses are any payments from the Administration which are neither an Administrator's remuneration nor a distribution to a creditor or member. Expenses also include disbursements. Disbursements are payments which are first met by the Administrator and then reimbursed to the Administrator from the Administration.

Expenses are divided into those that do not need approval before they are charged to the Administration (Category 1) and those that do (Category 2).

Category 1 expenses are payments to persons providing the service to which the expense relates who are not an associate of the Administrator.

Category 2 expense are payments to associates or which have an element of shared costs and require approval from Creditors in the same manner as the Administrator's remuneration, whether paid directly from the estate or as a disbursement.

The Joint Administrators provided in their Proposals report to Creditors an estimate of expenses for the Administration, totalling £297,326. This was for information purposes only and could possibly change over the course of the Administration. Creditors have been kept updated of any variations with associated reasons in previous Progress Reports.

Details of the expenses incurred against the initial estimate are provided at Appendix 4.

Details of Category 1 and 2 Expenses charged for the Final period and Cumulative period are also attached at Appendix 4.

The Joint Administrators have incurred and paid Category 1 Expenses of £299,416 in the Cumulative Period of which £55,732 was paid in the Final Period.

Category 2 Expenses of £120 have been incurred and paid in the Cumulative Period.

These expenses are higher than estimated due to a number of factors including: the extension of the Administration for an additional 12 months, further costs in respect of legal fees relating to the sale and collection of the book debts and additional fees which were incurred in the realisation of the business rates refunds

No further expenses will be drawn.

### 6.1.4 Additional information

Attached at Appendix 6 is a narrative summary of the work carried out to assist Creditors in understanding the progress of the Administration, the associated costs and expenses of the related activities and the financial benefit to Creditors.

Details of how to obtain further information relating to the fees and expenses of the Joint Administrators is set out in Appendix 7.

## 6.2 Pre-Administration costs

Pre-Administration costs are fees, charges and expenses incurred by the Joint Administrators or their firm, or another person qualified to act as an insolvency practitioner before the Company entered Administration but with a view to it doing so.

Details of the pre-administration costs were reported in the Joint Administrators' Proposals, as follows:

| Pre-Administration costs |          |     | Description of Services Provided  | Paid (£) | Unpaid (£) | Total (£) |
|--------------------------|----------|-----|---|----------|------------|-----------|
| Kroll                    | Advisory | Ltd | Time and disbursements incurred in respect of the advice provided to the Company on the financial position, marketing the business for sale, conducting negotiations with the Purchaser and preparing for the Administration. | £52,591  | £0         | £52,591   |
| DLA Piper LLP            |          |     | Assistance with placing the Company into Administration, preparing the sale contract, review of the security documentation and guidance on other ad hoc legal matters.  | £82,980  | £0         | £82,980   |
| SIA Group                |          |     | Valuation services prior to the sale of the Company's business and assets.  | £22,000  | £0         | £22,000   |
| Shaw Gibbs               |          |     | Transaction tax and VAT advice.   | £4,000   | £0         | £4,000    |
| Total                    |          |     |   | £161,571 | £0         | £161,571  |

On 21 January 2020, the pre-Administration costs were approved by RiverRock as the Secured Creditor, to be paid out of the assets of the Company.

As previously reported, pre-Administration costs of £161,571 have been approved and drawn in full.

## 7. Conclusion of the Administration

The Joint Administrators have now concluded the Administration. This is the Joint Administrators' final report on the Administration and no further reports will be issued.

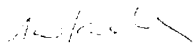
The Joint Administrators have filed a copy of this final progress report with the Registrar of Companies, together with the requisite notice to dissolve the Company.

The Administration will cease to have effect when the Registrar of Companies registers these documents. The Company will be automatically dissolved three months after that date.

The Joint Administrators will be discharged from liability in respect of any actions as Joint Administrators on 23 November 2021.

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

If you require further information or assistance, please do not hesitate to contact Aaron Banks at [Aaron.Banks@Kroll.com](mailto:Aaron.Banks@Kroll.com).



Andrew Knowles  
Joint Administrator

The affairs, business and property of the Company are being managed by the Joint Administrators, Andrew Knowles and Steven Muncaster, who act as agents for the Company and without personal liability. Both are licensed by the Insolvency Practitioners Association.

## Appendix 1 – Statutory information

### Company information

|                          |  |  |
|--------------------------|--|--|
| Company and trading name | IL Realisations Limited (formerly Inlink Limited)                                  |  |
| Date of incorporation    | 29 January 2016  |  |
| Registered Number        | 09977808   |  |
| Company Directors        | Naren Patel<br>Darren Singer<br>Christopher Grosso<br>Allison Hoffman              |  |
| Trading address          | 7th Floor<br>Lacon House<br>84 Theobalds Road<br>London                            |  |
| Registered office        | Current:<br>Kroll Advisory Ltd.<br>The Chancery<br>58 Spring Gardens<br>Manchester | Former:<br>7th Floor<br>Lacon House<br>84 Theobalds Road<br>London |

### Administration information

|                                    |   |  |
|------------------------------------|---|--|
| Administration Appointment         | The Administration appointment granted in the High Court of Justice Business and Property Courts, Number 7630 of 2019.                                      |  |
| Appointor                          | Company Directors   |  |
| Date of Appointment                | 26 November 2019  |  |
| Joint Administrators               | Andrew Knowles<br>Steven Muncaster  |  |
| Functions                          | The functions of the Joint Administrators are being exercised by them individually or together in accordance with Paragraph 100(2) of Schedule B1           |  |
| Current Administration expiry date | 25 November 2021  |  |
| Prescribed part                    | The prescribed part is applicable in this case. It has been taken into account when determining the dividend prospects for Unsecured Creditors (Section 4). |  |
| Application of EC Regulations      | These proceedings have been defined as the Main Proceedings under Article 3 of the EC Regulations   |  |

## Appendix 2 – Approved Proposals

The Joint Administrators proposed the following:

- To continue to deal with such outstanding matters in relation to the Company as the Joint Administrators consider necessary until such time as the Administration ceases to have effect;
- To do all such other things and generally exercise all of their powers as contained in Schedule 1 of the Act, as they, in their sole and absolute discretion, consider desirable or expedient in order to achieve the purpose of the Administration;
- To investigate and, if appropriate, pursue any claims the Company may have for the benefit of the Company's creditors; and
- Seek an extension to the Administration period if considered necessary;
- To make distributions to the Secured Creditors where funds allow;
- To make distributions to the Unsecured Creditors from the prescribed part, where applicable;
- To make further distributions to the Unsecured Creditors over and above the prescribed part, if funds become available and apply to court for authority to do so, where applicable.
- That the Joint Administrators might use any or a combination of the following exit route strategies in order to bring the Administration to an end:
  - Apply to Court for the Administration order to cease to have effect from a specified time and for the return of control to the Directors;
  - Place the Company into Creditors' Voluntary Liquidation if deemed appropriate. It is proposed that the Joint Administrators, currently Sarah Bell and Steven Muncaster of Kroll Advisory Ltd., would act as Joint Liquidators should the Company be placed into Creditors' Voluntary Liquidation. The Creditors may nominate a different person as the proposed Liquidator, provided the nomination is received at this office prior to the approval of these Proposals. Any action required or authorised under any enactment to be done by the Joint Liquidators is to be done by all or any one or more of them;
  - Petition the Court for a winding-up order placing the Company into Compulsory Liquidation if deemed appropriate. It is proposed that the Joint Administrators, currently Sarah Bell and Steven Muncaster of Kroll Advisory Ltd., would act as Joint Liquidators should the Company be placed into Compulsory Liquidation without further recourse to Creditors. Any action required or authorised under any enactment to be done by the Joint Liquidators is to be done by all or any one or more of them;
  - Take the necessary steps to give notice of move from Administration to dissolution with the Registrar of Companies, if the Joint Administrators consider that Liquidation is not appropriate because (1) the Company has no remaining property which might permit a distribution to its Creditors, and (2) all outstanding matters have been satisfactorily completed.

Alternatively, the Joint Administrators may allow the Administration to end automatically.

The Joint Administrators also sought specific agreement to the following Proposals from the Secured Creditor, which do not form part of these Proposals:

- That the Joint Administrators' remuneration be fixed by reference to the time properly given by them and their staff in attending to matters arising in the Administration.

- That the Joint Administrators' Fee Estimate provided in Appendix 5 in the total sum of £190,876, is approved;
- That the Joint Administrators be authorised to draw their company's internal costs and expenses in dealing with the Administration ("Category 2 Disbursements"), which have been charged in accordance with Kroll Advisory Ltd. policy;
- That the unpaid pre-Administration costs totalling £161,571, as detailed in the Joint Administrators' statement of pre-Administration costs, is approved for payment as an expense of the Administration.
- That the Joint Administrators be discharged from all liability in respect of any actions as Joint Administrators upon filing their final receipts and payments account with the Registrar of Companies or their appointment otherwise ceasing;
- Where a Creditors' Committee is formed, the Joint Administrators will seek to obtain approval from the Creditors' Committee.

## Appendix 3 – Receipts and Payments account

### IL Realisations Limited (formerly Inlink Limited) (In Administration) Joint Administrators' Trading Account

| Statement<br>of Affairs<br>£ | From 26/5/2021<br>To 25/11/2021 | From 26/11/2019<br>To 25/11/2021<br>£ |
|------------------------------|---------------------------------|---------------------------------------|
| POST APPOINTMENT SALES       |                                 |                                       |
| Contribution to Costs        | <u>NIL</u>                      | <u>280,790.57</u>                     |
|                              | NIL                             | 280,790.57                            |
| TRADING EXPENDITURE          |                                 |                                       |
| Rates                        | 4,898.53                        | 6,088.48                              |
| Payphone Service Charge      | NIL                             | 37,500.00                             |
| IT and data services         | NIL                             | 143,991.00                            |
| Insurance                    | NIL                             | 1,320.25                              |
| Bill Posting                 | NIL                             | 53,411.57                             |
| Management Fee               | NIL                             | 146,155.60                            |
| Repairs & Maintenance        | NIL                             | 16,348.58                             |
| Ransom Payment               | <u>NIL</u>                      | <u>105,000.00</u>                     |
|                              | (4,898.53)                      | (509,815.48)                          |
| TRADING SURPLUS/(DEFICIT)    | <u>(4,898.53)</u>               | <u>(229,024.91)</u>                   |

IL Realisations Limited (formerly Inlink Limited)  
(In Administration)  
Joint Administrators' Summary of Receipts & Payments

| Statement<br>of Affairs<br>£        | From 26/5/2021<br>To 25/11/2021 | From 26/11/2019<br>To 25/11/2021<br>£ |
|-------------------------------------|---------------------------------|---------------------------------------|
| SECURED ASSETS                      |                                 |                                       |
| Goodwill                            | NIL                             | 1.00                                  |
| Intellectual Property               | NIL                             | 1.00                                  |
| Gross bank interest - fixed account | NIL                             | 19.53                                 |
|                                     | NIL                             | 21.53                                 |
| ASSET REALISATIONS                  |                                 |                                       |
| Bank Interest Gross                 | 0.02                            | 1,887.81                              |
| Business Rates Refund               | 33,144.88                       | 188,185.69                            |
| Cash at Bank                        | 0.00                            | 3,199,127.18                          |
| Close Units                         | 0.00                            | 1.00                                  |
| Company Records                     | 0.00                            | 20,000.00                             |
| Contribution to Costs               | 0.00                            | 750,000.00                            |
| Debtors                             | (38,719.31)                     | 6,425,137.33                          |
| Domain Names and Warranties         | 0.00                            | 20,000.00                             |
| Elected Contracts                   | 0.00                            | 60,000.00                             |
| Pre-Appointment refund              | 0.00                            | 30,151.33                             |
| Specialist Debtors                  | 0.00                            | 894,462.04                            |
| The Equipment                       | 0.00                            | 1,347,997.00                          |
| TRADING SURPLUS/(DEFICIT)           | (4,898.53)                      | (229,024.91)                          |
|                                     | (10,472.94)                     | 12,707,924.47                         |
| COST OF REALISATIONS                |                                 |                                       |
| Accountants Fees                    | 1,750.00                        | 5,750.00                              |
| Agents/Valuers Fees                 | 1,777.60                        | 23,777.60                             |
| Bank Charges                        | 86.74                           | 523.65                                |
| Debt Collection Fees                | 42,767.26                       | 62,320.86                             |
| Joint administrators' remuneration  | 45,000.00                       | 235,000.00                            |
| Legal Disbursements                 | NIL                             | 239.96                                |
| Legal Fees                          | 9,000.00                        | 119,728.39                            |
| Legal fees pre insolvency           | NIL                             | 82,980.00                             |
| PR Consultant Fee                   | NIL                             | 1,750.00                              |
| Pre Insolvency disbursements        | NIL                             | 388.86                                |
| Pre Insolvency Remuneration         | NIL                             | 52,202.00                             |
| Rebate expense                      | NIL                             | 1,550,806.11                          |
| Stationery & Postage                | 90.10                           | 90.10                                 |
| Statutory Advertising               | 99.45                           | 99.45                                 |
| Pre-Invoicing refund                | 148,623.46                      | 148,623.46                            |
| Irrecoverable VAT                   | 607.18                          | 607.18                                |
| Storage costs                       | 278.14                          | 278.14                                |
|                                     | (250,079.93)                    | (2,285,165.76)                        |
| FLOATING CHARGE CREDITORS           |                                 |                                       |
| RiverRock European Opportunities Fu | 649,362.39                      | 9,822,769.12                          |
|                                     | (649,362.39)                    | (9,822,769.12)                        |
| DISTRIBUTIONS                       |                                 |                                       |
| Prescribed Part Fund                | 600,000.00                      | 600,000.00                            |
|                                     | (600,000.00)                    | (600,000.00)                          |
|                                     | (1,509,915.26)                  | 11.12                                 |
| REPRESENTED BY                      |                                 |                                       |
| Dividend Account                    |                                 | 11.12                                 |
| Fixed bank account                  |                                 | 0.00                                  |
| Floating/main current account       |                                 | 0.00                                  |
| General VAT control account         |                                 | 0.00                                  |
| VAT Receivable                      |                                 | 0.00                                  |
|                                     |                                 | 11.12                                 |

## Appendix 4 – Analysis of Expenses Incurred

### Joint Administrators' Expenses: comparison with estimate

| Expenses                  | Original expenses estimate<br>£ | Actual expenses incurred in the Final Period<br>£ | Actual expenses incurred in the Cumulative Period<br>£ | Reason for any excess (if the expenses are likely to, or have, exceeded the original estimate)  |
|---------------------------|---------------------------------|---|--|---|
| Accountants' fees         | 10,000                          | 1,750   | 5,750  | Accountants' costs have not exceeded the expenses estimate to date.   |
| Agents' fees              | 0                               | 1,777   | 23,777   | It was not initially anticipated that Agent's fees would be incurred in the Administration, and so these were not included in the initial estimate. The amount incurred to date is reasonable.  |
| Book debt collection fees | 90,000                          | 42,767  | 62,320   | Book debt collection fees have not exceeded the initial estimate.   |
| Legal fees                | 140,000                         | 9,000   | 202,948  | Legal fees have exceeded the original estimate due to unforeseen issues which required additional legal counsel. Please note that this sum includes fees incurred and paid in both the Pre- and Post-Appointment periods, as well as disbursements. |
| Public relations advice   | 8,000                           | 0   | 1,750  | Public relations costs have not exceeded the initial estimate.  |
| Storage                   | 350                             | 278   | 278  | Storage costs have not exceeded the initial estimate.   |
| Statutory Advertising     | 98                              | 99  | 99   | Statutory advertising costs have exceeded the initial estimate.   |
| Stationary and postage    | 0                               | 90  | 90   | Mailing costs incurred have exceeded the initial estimate.  |
| Insurance                 | 0                               | 0   | 1,320  | The Joint Administrators did not have sufficient information to provide an estimate of insurance costs at the outset. Costs incurred over the Administration are reasonable and in line with costs in similar cases.                                |
| Bonding                   | 225                             | 0   | 225  | Bonding has not exceeded the original estimate.   |
| Ground travel             | 1,000                           | 0   | 0  | No travel expenses have been incurred.  |

| Expenses        | Original expenses estimate<br>£ | Actual expenses incurred in the Final Period<br>£ | Actual expenses incurred in the Cumulative Period<br>£ | Reason for any excess (if the expenses are likely to, or have, exceeded the original estimate)  |
|-----------------|---------------------------------|---|--|---|
| Sundry expenses | 500                             | 0   | 0  | No sundry costs have been incurred.   |
| Subsistence     | 100                             | 0   | 120  | Subsistence expenses have only slightly exceeded the initial estimate.  |
| Bank charges    | 0                               | 62  | 499  | The Joint Administrators did not have sufficient information to provide an estimate of bank charges at the outset. Costs incurred over the Administration are reasonable and in line with costs in similar cases. |
| TOTAL           | 250,272                         | 55,732  | 299,416  |   |

#### Notes

The above costs exclude VAT

Previous Progress Reports have informed Creditors of an increase in the original estimate.

Joint Administrators' Expenses: Category 1 and Category 2

| Category 1<br>Expenses               |                              |                  | Final Period    |             | Cumulative Period |             |
|--------------------------------------|------------------------------|------------------|-----------------|-------------|-------------------|-------------|
| Company                              | Activity                     | Fee Basis        | Incurred<br>(£) | Paid<br>(£) | Incurred<br>(£)   | Paid<br>(£) |
| Fresh Collect                        | Book debt collection fees    | Commission Basis | 42,767          | 42,767      | 62,320            | 62,320      |
| SIA Group Limited                    | Valuation and sale of assets | Time costs       | 1,777           | 1,777       | 23,777            | 23,777      |
| Shaw Gibbs Limited                   | Accounting services          | Fixed fee        | 1,750           | 1,750       | 5,750             | 5,750       |
| AON UK Limited                       | Statutory bond premium       | Fixed fee        | 0               | 0           | 225               | 225         |
| DLA Piper UK LLP                     | Ad hoc legal advice          | Time costs       | 9,000           | 9,000       | 202,948           | 202,948     |
| DLA Piper UK LLP                     | Legal disbursements          | As incurred      | 0               | 0           | 240               | 240         |
| Spreckley                            | Public relations advice      | Fixed fee        | 0               | 0           | 1,750             | 1,750       |
| Accurate Mailing                     | Postage and Stationary       | As incurred      | 0               | 0           | 90                | 90          |
| Total Data Management                | Storage costs                | As incurred      | 278             | 278         | 278               | 278         |
| AUA Insolvency Risk Services Limited | Insurance of assets          | Fixed premium    | 0               | 0           | 1,320             | 1,320       |
| Various                              | Subsistence                  | As incurred      | 0               | 0           | 120               | 120         |
| London Gazette                       | Stat Advertising             | Fixed fee        | 98              | 99          | 99                | 99          |
| Barclays Bank Plc                    | Bank charges                 | As incurred      | 87              | 87          | 524               | 524         |
| Total                                |                              |                  | 55,732          | 55,732      | 299,416           | 299,416     |

| Category 2<br>Expenses |   |             | Final Period    |             | Cumulative Period |             |
|------------------------|---|-------------|-----------------|-------------|-------------------|-------------|
| Company                | Activity                                | Fee Basis   | Incurred<br>(£) | Paid<br>(£) | Incurred<br>(£)   | Paid<br>(£) |
| Kroll Advisory Ltd.    | Staff mileage to the Company's premises | As incurred | 0               | 0           | 120               | 120         |
| Total                  |   |             | 0               | 0           | 120               | 120         |

## Notes

The above costs exclude VAT

The Joint Administrators' choice of professional advisors was based on their perception of the experience and ability of the respective firms/individuals to perform their work, the complexity and nature of the assignment and the basis of their fee.

Kroll Advisory Ltd being the employer of the Joint Administrators and the staff working on the Administration, is considered an associate of the Administrators.

It is considered that these expenses are fair and reasonable and proportionate to the Administration

## Appendix 5 – Analysis of time charged

### Joint Administrators' Fees

| IL Realisations Limited (Formerly Inlink Limited) (In Administration) |                   |           |          |           |         |             |               |                      |
|---|-------------------|-----------|----------|-----------|---------|-------------|---------------|----------------------|
| Analysis of the Joint Administrators' time costs for the Final Period |                   |           |          |           |         |             |               |                      |
| Classification of Work Function                                       | Managing Director | Hours     |          |           |         | Total Hours | Time Cost (£) | Avg. Hourly Rate (£) |
|   |                   | Manager   | Senior   | Assistant | Support |             |               |                      |
| Administration & Planning   |                   |           |          |           |         |             |               |                      |
| Case review & Case Diary management                                   | 0.00              | 3.75      | 0.00     | 0.00      | 0.00    | 3.75        | 2,392.50      | 638.00               |
| Cashiering & accounting   | 0.00              | 7.60      | 5.50     | 27.60     | 0.00    | 40.70       | 11,646.50     | 286.15               |
| Statutory matters (Meetings & Reports & Notices)                      | 3.50              | 5.40      | 0.00     | 9.75      | 0.00    | 18.65       | 7,353.00      | 394.26               |
| Strategy planning & control (incl engagement finan                    | 0.00              | 6.50      | 0.00     | 5.05      | 0.00    | 11.55       | 4,625.00      | 400.43               |
| Tax Compliance / Planning   | 0.00              | 0.00      | 0.00     | 3.85      | 0.00    | 3.85        | 850.50        | 220.91               |
| Creditors   |                   |           |          |           |         |             |               |                      |
| Dealings with creditors and employees                                 | 0.00              | 0.50      | 0.00     | 12.35     | 0.00    | 12.85       | 2,462.50      | 191.63               |
| Non Pref Creditor claims adjudication & dist'n                        | 0.00              | 2.25      | 0.00     | 0.00      | 0.00    | 2.25        | 1,260.00      | 560.00               |
| Non Pref Creditors / Employee claims handling                         | 0.00              | 0.00      | 0.00     | 0.90      | 0.00    | 0.90        | 171.00        | 190.00               |
| Pref claims adjudication & distribution                               | 0.00              | 1.25      | 0.00     | 0.00      | 0.00    | 1.25        | 700.00        | 560.00               |
| Secured Creditors   | 0.00              | 1.50      | 0.00     | 0.00      | 0.00    | 1.50        | 750.00        | 500.00               |
| Realisation of Assets   |                   |           |          |           |         |             |               |                      |
| Book debts  | 0.00              | 4.90      | 0.00     | 3.40      | 0.00    | 8.30        | 3,064.00      | 369.16               |
| Total Hours   | 3.50              | 33.65     | 5.50     | 62.90     | 0.00    | 105.55      |               | 334.20               |
| Total Fees Claimed (£)  | 2,275.00          | 18,202.50 | 2,447.50 | 12,350.00 | 0.00    |             | 35,275.00     |                      |

## IL Realisations Limited (Formerly Inlink Limited) (In Administration)

Analysis of the Joint Administrators' time costs for the Cumulative Period

| Classification of Work Function                    | Hours             |            |          |            |         | Total Hours | Time Cost (£) | Avg. Hourly Rate (£) |
|--|-------------------|------------|----------|------------|---------|-------------|---------------|----------------------|
|  | Managing Director | Manager    | Senior   | Assistant  | Support |             |               |                      |
| Administration & Planning                          |                   |            |          |            |         |             |               |                      |
| Case review & Case Diary management                | 5.10              | 11.00      | 0.00     | 9.80       | 0.00    | 25.90       | 11,354.75     | 438.41               |
| Cashiering & accounting                            | 1.30              | 20.15      | 17.80    | 124.90     | 0.00    | 164.15      | 43,407.00     | 264.43               |
| Dealings w/ directors & management (inc associated | 0.00              | 2.00       | 0.00     | 0.50       | 0.00    | 2.50        | 775.00        | 310.00               |
| IPS set up & maintenance                           | 0.00              | 0.00       | 0.00     | 17.45      | 0.00    | 17.45       | 3,227.50      | 184.96               |
| Insurance  | 0.00              | 0.00       | 0.00     | 4.20       | 0.00    | 4.20        | 920.00        | 219.05               |
| Statement of affairs                               | 0.00              | 1.10       | 0.00     | 4.70       | 0.00    | 5.80        | 1,405.00      | 242.24               |
| Statutory matters (Meetings & Reports & Notices)   | 10.60             | 54.05      | 0.00     | 75.65      | 0.00    | 140.30      | 44,178.75     | 314.89               |
| Strategy planning & control (incl engagement finan | 1.00              | 63.40      | 0.00     | 52.65      | 0.00    | 117.05      | 37,780.75     | 322.77               |
| Tax Compliance / Planning                          | 0.00              | 0.00       | 0.00     | 11.25      | 0.00    | 11.25       | 2,325.50      | 206.71               |
| Creditors  |                   |            |          |            |         |             |               |                      |
| Creditors committee                                | 0.00              | 0.00       | 0.00     | 4.25       | 0.00    | 4.25        | 765.00        | 180.00               |
| Dealings with creditors and employees              | 3.20              | 1.90       | 0.00     | 87.50      | 0.00    | 92.60       | 20,368.00     | 219.96               |
| Non Pref Creditor claims adjudication & dist'n     | 0.00              | 2.25       | 0.00     | 0.00       | 0.00    | 2.25        | 1,260.00      | 560.00               |
| Non Pref Creditors / Employee claims handling      | 0.00              | 8.00       | 0.00     | 61.40      | 0.00    | 69.40       | 15,050.00     | 216.86               |
| Pref claims adjudication & distribution            | 0.00              | 1.25       | 0.00     | 0.00       | 0.00    | 1.25        | 700.00        | 560.00               |
| Secured Creditors                                  | 3.10              | 51.50      | 0.00     | 3.20       | 0.00    | 57.80       | 25,050.50     | 433.40               |
| Investigations                                     |                   |            |          |            |         |             |               |                      |
| CDDA & reports & Communication                     | 0.00              | 18.85      | 0.00     | 36.45      | 0.00    | 55.30       | 14,254.75     | 257.77               |
| Financial review and investigations (S238/239 etc) | 0.00              | 2.00       | 0.00     | 15.45      | 0.00    | 17.45       | 2,724.25      | 156.12               |
| Realisation of Assets                              |                   |            |          |            |         |             |               |                      |
| Book debts   | 0.00              | 150.90     | 0.00     | 35.50      | 0.00    | 186.40      | 67,322.75     | 361.17               |
| Other Tangible Assets                              | 0.30              | 2.80       | 0.00     | 0.00       | 0.00    | 3.10        | 1,133.00      | 365.48               |
| Pre-Appointment Tax Reclaims                       | 0.00              | 0.00       | 0.00     | 0.85       | 0.00    | 0.85        | 161.50        | 190.00               |
| Sale of business                                   | 0.50              | 35.50      | 0.00     | 1.85       | 0.00    | 37.85       | 14,903.50     | 393.75               |
| Trading  |                   |            |          |            |         |             |               |                      |
| Trading - Accounting                               | 0.80              | 0.90       | 0.00     | 20.95      | 0.00    | 22.65       | 5,270.50      | 232.69               |
| Trading - Insurance                                | 0.00              | 0.00       | 0.00     | 1.85       | 0.00    | 1.85        | 422.50        | 228.38               |
| Trading - Operations                               | 0.30              | 67.65      | 0.00     | 5.95       | 0.00    | 73.90       | 26,159.75     | 353.99               |
|  |                   |            |          |            |         |             |               |                      |
| Total Hours  | 26.20             | 495.20     | 17.80    | 576.30     | 0.00    | 1,115.50    |               | 305.62               |
| Total Fees Claimed (£)                             | 16,910.00         | 200,539.50 | 7,179.00 | 116,291.75 | 0.00    |             | 340,920.25    |                      |

## Appendix 6 – Narrative of work carried out for the Cumulative Period

The key areas of work have been:

### SIP 9 narrative for the Cumulative Period

#### Administration and planning

- Monitoring and reviewing the Administration strategy;
- Briefing staff on the Administration strategy and matters in relation to workstreams;
- Regular case management and reviewing of process including regular team update meetings and calls;
- Reviewing and authorising junior staff correspondence and other work;
- Dealing with queries arising during the appointment;
- Reviewing matters affecting the outcome of the Administration;
- Liaising with legal advisors regarding various instructions;
- Complying with internal filing and information recording practices, including documenting strategy decisions;
- Ensuring compliance with all statutory obligations within the relevant timescales;
- Uploading information to the Creditors' website;
- Preparing statutory receipts and payments accounts;
- Renewing bonding and complying with statutory requirements;
- Reviewing costs incurred to ensure recorded accurately;
- Arranging payments to agents and solicitors in a timely manner;
- Drafting and publishing the Proposals and preparing this progress report;
- Reviewing time costs to date and producing analysis of time incurred which is compliant with SIP 9;
- Monitoring the fee estimate;
- Monitoring the expenses estimate;
- Analysing and considering the tax effects of asset sales;
- Working on tax returns relating to the periods affected by the Administrator;
- Analysing VAT related transactions; and reviewing the Company's duty position to ensure compliance with duty requirements; and
- Dealing with post appointment tax compliance.

#### Creditors

- Updating the list of Unsecured Creditors;
- Responding to enquiries from Creditors regarding the Administration and submission of their claims;
- Reviewing completed forms submitted by Creditors, recording claim amounts and maintaining claim records;
- Drafting progress statutory progress reports; Providing written and oral updates to the Secured Lenders regarding the progress of the Administration and cases strategy; and
- Filing notice of the extension of the Administration.

#### Investigations

- Managing and reviewing the Company books and records;

- |                    |   |
|--------------------|---|
|                    | <ul style="list-style-type: none"><li>• Investigating the affairs of the Company to identify any actions available to the Company against third parties in respect of antecedent transactions or other litigation;</li><li>• Reviewing pre-appointment transactions; and</li><li>• Documenting investigations.</li></ul>  |
| Asset realisations | <ul style="list-style-type: none"><li>• Collating information from the Company's records regarding assets;</li><li>• Liaising with finance companies in respect of assets subject to finance agreements;</li><li>• Liaising with agents regarding the sale of assets;</li><li>• Reviewing outstanding debtors and management of debt collection strategy;</li><li>• Seeking legal advice in relation to book debt collections;</li><li>• Reviewing and agreeing invoices; and</li><li>• Reviewing costs incurred to ensure recorded accurately.</li></ul> |
| Trading            | <ul style="list-style-type: none"><li>• Attending to supplier queries and correspondence;</li><li>• Raising payments to suppliers in respect of Administration costs; and</li><li>• Contacting all suppliers to obtain final invoices for the trading period.</li></ul>   |

## Appendix 7 – Statement of Creditors' rights

Rule numbers refer to Insolvency (England & Wales) Rules 2016 (as amended)

Section or paragraph numbers refer to Insolvency Act 1986

If you require a copy of any relevant rule or section, please contact Aaron Banks at [Aaron.Banks@kroll.com](mailto:Aaron.Banks@kroll.com).

Information for Creditors on remuneration and expenses of Administrators

Information regarding the fees and expenses of Administrators, including details of the expenses policy and hourly charge out rates for each grade of staff that may undertake work on this case, is in a document called "Administration: A Creditor's Guide to Insolvency Practitioner Fees". This can be viewed and downloaded from the website at:

<https://micro.kroll.com/ukrestructuring/cases?caseId=1602>

Should you require a copy, please contact this office.

### Creditors' requests for further information

If you would like to request more information about the Joint Administrators' 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 the Joint Administrators' 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 are by Unsecured Creditors (including the Unsecured Creditors 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 Aaron Banks at [Aaron.Banks@kroll.com](mailto:Aaron.Banks@kroll.com).

## Appendix 8 – Definitions

| Word or Phrase              | Definition   |
|-----------------------------|--|
| the Act                     | The Insolvency Act 1986 (as amended)   |
| the Agents                  | SIA Group Asset Ingenuity Ltd and BWB Rating Ltd., independent agents who were instructed to value the assets of the Company   |
| the Appointment Date        | 26 November 2019 being the date of appointment of the Joint Administrators   |
| the Bank / Bank of Scotland | Bank of Scotland PLC, with whom the Company banked and the holder of a fixed charge over the Company's clearing accounts   |
| BEIS                        | Department for Business, Energy & Industrial Strategy  |
| BT                          | British Telecommunications PLC, the Purchaser of the business and assets of the Company and prior to the Administration, a key trading partner   |
| Category 1 Expenses         | The Joint Administrators' expenses, in dealing with the Administration, to persons providing the service to which the expense relates and who are not an associate of the Administrator. These expenses can be paid without prior approval                         |
| Category 2 Expenses         | The Joint Administrators' expenses, in dealing with the Administration, to associates or where there is an element of shared costs. Such expenses require approval by creditors before payment   |
| the Company                 | IL Realisations Limited (formerly Inlink Limited) (In Administration) (Company Number: 09977808)   |
| the Cumulative Period       | 26 November 2019 to 25 November 2021   |
| the Directors               | Allison Hoffman, Christopher Grosso, Darren Singer and Naren Patel, the directors of the Company   |
| DLA                         | DLA Piper LLP, the Joint Administrators' solicitor   |
| EC Regulation               | EC Regulation on Insolvency Proceedings 2000   |
| the Final Period            | 26 May 2021 to 25 November 2021  |
| HMRC                        | HM Revenue and Customs   |
| the Joint Administrators    | Andrew William Knowles and Steven Muncaster of Kroll Advisory Ltd<br>The Chancery, 58 Spring Gardens, Manchester M2 1EW  |
| Kroll                       | Kroll Advisory Ltd.  |
| Preferential Creditor/s     | A creditor with a claim that ranks in priority to other unsecured creditors, to floating charge holders and the prescribed part. Preferential debts are either 'ordinary', such as certain employee claims, or 'secondary', such as HMRC's claims for VAT and PAYE |

|                                    |  |
|------------------------------------|--|
|                                    | income tax, which will rank for payment after the ordinary preferential claims are paid in full.   |
| the Prescribed Part                | Pursuant to Section 176A of the Act where a floating charge is created after 15 September 2003 a designated amount of the Company's net property (floating charge assets less costs of realisation) shall be made available to Unsecured Creditors       |
| Primesight                         | Primesight Limited, an out-of-home media company who held a 50% shareholding in the Company. In addition, Primesight have been engaged to assist the Joint Administrators with the collection of the Specialist book debts                               |
| the Purchaser                      | British Telecommunications PLC, the purchaser of the business and assets of the Company  |
| RPS                                | Redundancy Payments Service  |
| the Rules                          | The Insolvency (England & Wales) Rules 2016 (as amended)   |
| the Secured Creditor/<br>Riverrock | The holder of a fixed and floating charge over the Company's assets  |
| SIP 9                              | Statement of Insolvency Practice 9 – Industry best practice for Insolvency Practitioners in relation to disclosure of remuneration and expenses  |
| SIP 13                             | Statement of Insolvency Practice 13 – Industry best practice for Insolvency Practitioners in relation to the disposal of assets to connected parties in an insolvency process  |
| SIP 16                             | Statement of Insolvency Practice 16 – Industry best practice for Insolvency Practitioners in relation to the requirement for disclosure of information with respect to a 'Pre-Packaged' sale of business and/or assets of the Company                    |
| SOA                                | Statement of Affairs, documentation supplied by the Director outlining the Company's financial position as at the Appointment Date   |
| the Specialist Debtors             | Specialist media advertising agencies as listed as follows:<br>Kinetic Worldwide Ltd;<br>Talon Outdoor Ltd (including CCS and Apple);<br>Posterscope (a Trading Division of Aegis Media Ltd.);<br>Rapport Outdoor Limited; and<br>Poster Management Ltd. |
| the Trading Period                 | 26 November 2019 to 23 December 2019   |

## Appendix 9 – Notice about this report

This report has been prepared by Andrew William Knowles and Steven Muncaster, the Joint Administrators of the Company, solely to comply with their statutory duty to report to Creditors under the Insolvency (England and Wales) Rules 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 purposes, 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 any financial interest in the Company or any other company in the same 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 (England and Wales) Rules 2016 does so at their 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.

Andrew William Knowles and Steven Muncaster are authorised to act as insolvency practitioners by the Insolvency Practitioners Association.

The Joint Administrators are bound by the Insolvency Code of Ethics.

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, Kroll Advisory Ltd does not assume any responsibility and will not accept any liability to any person in respect of this Progress Report or the conduct of the Administration.