

# Liquidator's Progress Report

# S.192

Pursuant to Sections 92A and 104A and 192 of the Insolvency Act 1986

To the Registrar of Companies

Company Number

01916346

Name of Company

Murphy Limited

I / We

Nicholas Guy Edwards, PO Box 810, 66 Shoe Lane, London, EC4A 3WA

Robert James Harding, PO Box 810, 66 Shoe Lane, London, EC4A 3WA

the liquidator(s) of the company attach a copy of my/our Progress Report under section 192 of the Insolvency Act 1986

The Progress Report covers the period from 21/10/2015 to 20/10/2016

Signed



Date

14/12/16

Deloitte LLP  
PO Box 810  
66 Shoe Lane  
London  
EC4A 3WA

Ref MURP02L/HPS/OTH/CPB



# Deloitte.

## Murphy Limited (in Liquidation) ("the Company")

Company Number 01916346

Registered Office: Deloitte LLP, Hill House, 1 Little New Street, London, EC4A 3TR

Progress report to creditors for the 12 month period to 20 October 2016 pursuant to Section 104A of the Insolvency Act 1986 (as amended) ("the Act") and Rules 4.49B and 4.49C of the Insolvency Rules 1986 (as amended) ("the Rules")

Nicholas Guy Edwards and Robert James Harding ("the Joint Liquidators") were appointed Joint Liquidators of Murphy Limited following cessation of the Administration on 20 October 2014. For the purposes of section 231 of the Act the Joint Liquidators confirm that they are authorised to carry out all functions, duties and powers by either of them jointly and severally.

Council Regulation (EC) No 1346/2000 applies and these are main proceedings as defined in Article 3(1) of that regulation.

All licensed Insolvency Practitioners of Deloitte LLP ("Deloitte") are licensed in the UK to act as Insolvency Practitioners by the Institute of Chartered Accountants in England and Wales.

15 December 2016

## Contacts

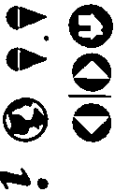
### Joint Liquidators of the Company

Nicholas Guy Edwards  
Robert James Harding

Deloitte LLP  
Four Brindleyplace  
Birmingham  
B1 2HZ





### Contact details

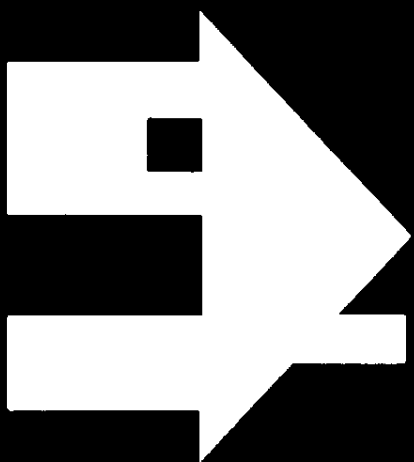
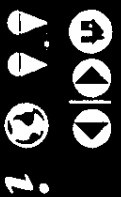
Email [nahbequm@deloitte.co.uk](mailto:nahbequm@deloitte.co.uk)  
Website [www.deloitte-  
insolvencies.co.uk/murphy](http://www.deloitte-<br/>insolvencies.co.uk/murphy)  
Tel 0121 695 5303



## Key messages

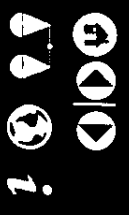
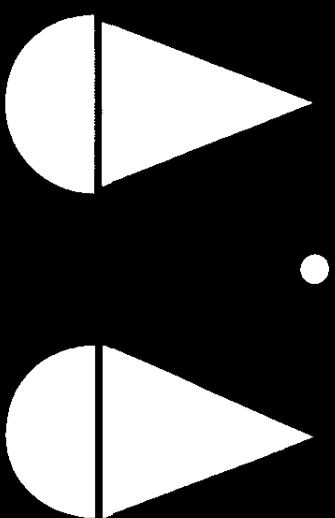
|   | Commentary  |
|---|---|
| <b>Progress of the Liquidation during the report period</b> | <ul style="list-style-type: none"><li>• Investigations into a large counter claim made by a debtor are ongoing. Due to commercial sensitivities, we are unable to comment further.</li><li>• We have continued to collect the residual book debts owed to the Company. During the period, £289k due from related companies was received.</li><li>• Rates and utilities refunds totalling £20k were received during the period.</li><li>• Following receipt of additional information, creditor claims totalling £925k were agreed and catch-up dividends of 25p in the £ were paid.</li></ul> |
| <b>Costs</b>  | <ul style="list-style-type: none"><li>• The basis of our remuneration was fixed by reference to time costs in the preceding Administration.</li><li>• We have incurred time costs of £164,490 during the report period. Total time costs to date for the Liquidation are £518,110.</li><li>• We have not drawn any remuneration in the liquidation to the end of the reporting period.</li><li>• Further information can be found on pages 11 to 15.</li></ul>  |
| <b>Outstanding matters</b>                                  | <ul style="list-style-type: none"><li>• Finalisation of investigations regarding the debtor counter claim made.</li><li>• Payment of the final secured creditors debt distribution.</li><li>• Should there be funds available following conclusion of our investigations into the debtor counter claim, payment of final distributions to unsecured creditors.</li><li>• Payment of final costs and preparation for case closure.</li></ul>   |
| <b>Dividend prospects</b>                                   | <ul style="list-style-type: none"><li>• Secured creditors will be paid in full.</li><li>• Preferential creditors were paid in full on 12 February 2015.</li><li>• Unsecured creditors were paid an interim dividend of 25p in the £ on 10 June 2015. A further dividend may be available for unsecured creditors, although the likely quantum and timing will be dependent on the final conclusion reached with the debtor and the counter-claim.</li></ul>   |

|  |    |
|--|----|
|  Contents                       | 2  |
|  Progress of the Liquidation    | 3  |
|  Information for creditors      | 7  |
|  Remuneration and disbursements | 10 |



# Progress of the Liquidation

|                       |   |
|-----------------------|---|
| Summary               | 4 |
| Receipts and payments | 6 |



## Progress of the Liquidation Summary

### Progress of the Liquidation

#### Work done during the report period

A summary of the receipts and payments incurred during this twelve month period, along with a cumulative summary from appointment is provided on page 6. The following paragraphs provide additional details in respect of these

#### Asset Realisations

We have continued to pursue residual book debt claims arising from works performed by the Company prior to entering Administration. During the period, further realisations totalling £289k have been received from the associated companies, Northern Reliable (£127k) and Clear Route (£162k) in respect of their intercompany debts. This brings total book debt realisations, since the date of appointment, to c.£349k

#### Refunds

Refunds totalling £20k have been received during the period. These comprise of £2.3k of rates refund, £2k in sundry refunds and £15.7k in respect of various utility refunds.

Bank interest of £10k has also been earned.

#### Investigations

We have complied with our statutory duty to report on the conduct of the Company's directors and submitted our confidential report to the Insolvency Service on 4 March 2015.

We have reviewed the information available to assess whether there are any matters that might lead to a recovery for the benefit of creditors, such as potential claims that may be brought against parties either connected to, or who have had past dealings with the Company. Having completed this review, no further avenues of recovery have been identified.

If you have any information that you feel we should be aware of, please contact us in writing using the contact details on page 1.

As previously detailed, investigations are ongoing regarding a large counter claim made by a debtor. During the period, extensive time has been incurred in this regard, however, due to commercial sensitivities, we are not able to comment further.

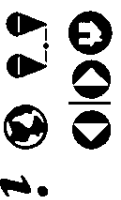
#### Dividend distributions

Preferential creditors were paid in full on 12 February 2015.

Unsecured creditors were paid an interim dividend of 25p in the £ on 10 June 2015. Following receipt of further information during the period of this report, additional creditor claims totalling £925,072 have been agreed. A 'catch-up' dividend of 25p in the £ has been paid to these creditors, representing the unsecured distribution that was declared in June 2015.

Unclaimed dividends totalling £26.8k, being cheques issued to preferential and unsecured creditors that remained unpaid six months following their issue, have been paid over to the Insolvency Service unclaimed dividends account.

A further dividend may be available for unsecured creditors, although the likely quantum and timing will be dependent on the final conclusion reached following our ongoing investigations.



## Progress of the Liquidation Summary

### Statutory tasks

During the period we have carried out the following tasks which primarily relate to fulfilment of statutory and compliance obligations and other tasks of an administrative nature

- case management
- statutory reporting
- case reviews
- correspondence with creditors
- cashing functions

These tasks are a necessary part of the engagement but do not generate any direct financial benefit for creditors

### Cost of the work done during the report period

The following costs were incurred during the report period

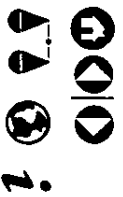
- Matthew Arnold & Baldwin LLP were instructed to advise on appropriate legal matters, including advice surrounding the counter claim that was made against the Company. During the period of this report, they have received fees totalling £16.7k
- Ravenscroft Commercial Services Ltd were instructed to provide quantity surveying services, including the review and analysis of data relating to a debtor's claim. During the period of this report, they have been paid £7.6k
- Liquidators' remuneration and expenses. Further remuneration information is on pages 11-15

All costs have been paid, as shown in the receipts and payments account on the next page

### Costs incurred but unpaid

During the period of this report, Dentons UKMEA LLP were instructed to provide advice on relevant legal matters, including advice surrounding the counter claim made by a Company's debtor

During the period, costs totalling £9,739 plus VAT have been incurred but remain unpaid. These costs will be paid in the period following this report. All professional costs are reviewed and analysed in detail before payment is approved



# Progress of the Liquidation Receipts and payments

## Joint Liquidators' receipts and payments account 21 October 2015 to 20 October 2016

| £   | Notes | Period         | To date          |
|---|-------|----------------|------------------|
| <b>Receipts</b>                           |       |                |                  |
| Book Debits                               |       | 288 867        | 348 883          |
| Rates Refunds                             |       | 2 289          | 2 289            |
| Sundry Trading Refunds                    |       | 2 043          | 2 043            |
| Cash at Bank                              |       | -              | 5 811 149        |
| Administration VAT                        |       | -              | 47 401           |
| Bank Interest Gross                       |       | 9 515          | 26,605           |
| Utilities Refunds                         |       | 15 724         | 15 724           |
| <b>Total receipts</b>                     |       | <b>318,417</b> | <b>6,284,072</b> |
| <b>Payments</b>                           |       |                |                  |
| Contractors Fees                          |       | 7 627          | 7 627            |
| Agents/Valuers Fees                       |       | -              | -                |
| Legal Fees                                |       | 16 700         | 40 073           |
| Legal Disbursements                       |       | 15             | 1 126            |
| Corporation Tax                           |       | 377            | 377              |
| Telephone Telex & Fax                     |       | -              | 42 294           |
| Unclaimed dividends sent to ISA           |       | 28 644         | 28 644           |
| Postage & Redirection                     |       | 1 257          | 3 991            |
| Statutory Advertising                     |       | -              | 169              |
| Rates                                     |       | -              | 157              |
| Other Property Expenses                   |       | -              | 2 470            |
| Bank Charges                              |       | 52             | 389              |
| Agents' fees - Insol Group plc            |       | -              | 9 575            |
| Agents' fees - Diner Trest                |       | -              | 27 852           |
| Preferential Dividend - 100 p in the £    | A     | (2,617)        | 370,304          |
| Unsecured Interim Dividend - 25p in the £ | B     | 209 032        | 3 276 676        |
| <b>Total payments</b>                     |       | <b>281,086</b> | <b>3,811,723</b> |
| <b>Balance</b>                            |       |                | <b>2,442,350</b> |
| Made up of                                |       |                |                  |
| VAT Receivable                            |       |                | 1,525            |
| IB Instant Access A/C                     |       |                | 2,440,824        |
| <b>Balance in hand</b>                    |       |                | <b>2,442,350</b> |

The receipts and payments account provided opposite, details transactions in the Liquidation to 20 October 2016, and all transactions since our appointment

### Notes to receipts and payments account

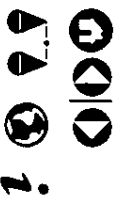
**A** – The adjustment in this period represents the value of preferential dividend cheques that remained unclaimed six months following the date of issue. These funds have been paid over to Insolvency Services unclaimed dividends account

**B** – This value represents £231,268 10 of interim dividends, representing 25 p in the £ on claims admitted during the period, plus £5,887 05 of reissued cheques that had been cancelled during the period of the last report. Deductions of £26,092 39, representing unclaimed dividends and a cancelled cheque for £2,030 77 have been deducted from these sums. Unclaimed dividends have been paid to the Insolvency Services unclaimed dividends account

All funds are held in an interest bearing account. The corporation tax on interest received has been/will be accounted for to HM Revenue & Customs

Funds are shown net of VAT which is recoverable/payable and will be accounted for the HM Revenue & Customs

No Statement of Affairs figures were provided as the Liquidation followed Administration





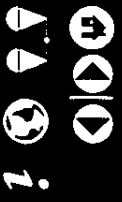
## Information for creditors

Outcome

8

Transactions with connected parties

9



## Information for creditors Outcome

### Secured creditors

As detailed in our previous reports, the secured creditor's debt at the date of appointment, as per the directors' Statement of Affairs was c£1.7m. The Secured Creditor received payments totalling £1.5m during the Administration.

It was agreed to surrender brought forward tax losses to the value of c£1.75k, resulting in a balance of c£33k due to the secured creditor, which we anticipate will be paid in full in due course.

### Preferential creditors

A final dividend of 100p in the £, totalling £373k, was paid to preferential creditors of the Company on 12 February 2015. During the period, unclaimed dividends totalling £2.6k have been paid to the Insolvency Service's unclaimed dividends account.

### Unsecured creditors

Unsecured creditors were paid an interim dividend of 25p in the £ on 10 June 2015.

Following receipt of further information during this period, additional creditor claims totalling £925,072 have been agreed. A dividend of 25p in the £ has been paid to these creditors, representing the unsecured distribution that was declared in June 2015.

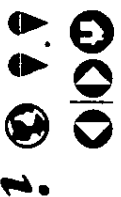
To date, distributions totalling c£3.3m have been paid to unsecured creditors on agreed claims of £13.2m.

A further dividend may be available for unsecured creditors, although the likely quantum and timing will be dependent on the final conclusion reached following our investigations.

### Claims process

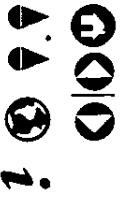
Unsecured creditors are invited to submit their claims to us by completing a proof of debt form which is available on the Liquidation website and which should be sent to the address on page 1, marked for the attention of Nahima Begum.

Please note if you have previously lodged a claim in the Liquidation or preceding Administration you do not need to resubmit your claim.



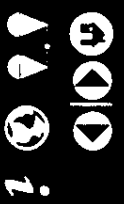
**Information for  
creditors  
Transactions with  
Connected Parties**

**Transactions with connected parties**  
We are not aware of any transactions with connected parties during the period of this report



***i*** Remuneration and disbursements

Joint Liquidators' remuneration 11



## Remuneration and disbursements Joint Liquidators' remuneration

**Joint Liquidators' remuneration**  
"A Creditors' Guide to Remuneration" is available for download at [www.deloitte.com/uk/sip-9-England-and-wales](http://www.deloitte.com/uk/sip-9-England-and-wales)

Should you require a paper copy, please send your request in writing/email to the Joint Liquidators at the email address/address on the front of this report and this will be provided to you at no cost

### **Basis of remuneration**

The basis of our remuneration was deemed approved by creditors during the earlier Administration by reference to the time properly given by the Joint Liquidators and their staff in attending to matters arising in the Liquidation

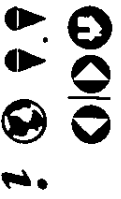
### **Work undertaken**

In the 12 month period since the previous progress report, commencing on 21 October 2015, the Joint Liquidators have incurred time costs of £164,490.25 made up of 255.4 hours at an average charge out rate of £644.05 per hour across all grades of staff

This brings our total time costs since the date of appointment on 21 October 2014 to £518,110.00 made up of 909.8 hours at an average charge out rate of £569.48 per hour across all grades of staff

Fees totalling £7,524 were paid shortly following the period of this report. Accordingly, these fees will be shown in our next report to creditors

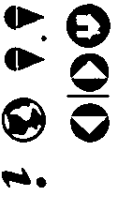
A detailed breakdown of these time costs, together with details of our charge rates is shown on the following pages  
Please note that time is charged in six minute increments



## Remuneration and disbursements - Joint Liquidators' time costs for the period 21 October 2015 to 20 October 2016

All partners and technical staff (including cashiers) assigned to the case recorded their time spent working on the case on a computerised time recording system. Time spent by secretarial staff working on the assignment has not been recorded or recovered. The appropriate staff have been assigned to work on each aspect of the case based upon their seniority and experience, having regard to the complexity of the relevant work, the financial value of the assets being realised and/or claims agreed.

|                                    | Partners & Directors |                   | Assistant Directors |                 | Managers     |                  | Assistant Managers |                 | Assistants & Support |                  | TOTAL         |                   | Average rate/h Cost (£) |
|------------------------------------|----------------------|-------------------|---------------------|-----------------|--------------|------------------|--------------------|-----------------|----------------------|------------------|---------------|-------------------|-------------------------|
|                                    | Hours                | Cost (£)          | Hours               | Cost (£)        | Hours        | Cost (£)         | Hours              | Cost (£)        | Hours                | Cost (£)         | Hours         | Cost (£)          |                         |
| Administration and Planning        | -                    | -                 | 2.10                | 1,438.50        | 0.90         | 424.00           | 16.60              | 7,014.00        | 4.10                 | 1,165.50         | 23.60         | 10,042.00         | 425.51                  |
| Cashiering and Statutory Filing    | 11.00                | 9,710.00          | 1.10                | 587.00          | 11.70        | 6,201.00         | 2.60               | 1,109.00        | 27.05                | 7,985.25         | 53.45         | 25,582.25         | 478.81                  |
| Case Management and Closure        | -                    | -                 | -                   | -               | 6.70         | 3,551.00         | -                  | -               | 14.60                | 4,599.00         | 21.30         | 8,150.00          | 382.63                  |
| General Reporting                  | 11.00                | 9,710.00          | 3.20                | 2,025.50        | 19.20        | 10,176.00        | 19.20              | 8,123.00        | 45.75                | 13,749.75        | 98.35         | 43,784.25         | 445.19                  |
| Realisation of Assets              | 98.70                | 87,006.00         | -                   | -               | -            | -                | -                  | -               | 0.90                 | 283.50           | 98.60         | 87,289.50         | 876.40                  |
| Book Debts                         | 2.00                 | 1,820.00          | -                   | -               | -            | -                | -                  | -               | -                    | 2.00             | 1,820.00      | 910.00            | 910.00                  |
| Other Assets (e.g. Stock)          | 100.70               | 89,826.00         | -                   | -               | -            | -                | -                  | -               | 0.90                 | 283.50           | 101.60        | 89,109.50         | 877.06                  |
| Creditors                          | -                    | -                 | -                   | -               | -            | -                | 0.10               | 42.50           | -                    | -                | 0.10          | 42.50             | 425.00                  |
| Employees                          | -                    | -                 | -                   | -               | 1.50         | 795.00           | -                  | -               | 0.70                 | 220.50           | 2.20          | 1,015.50          | 461.59                  |
| Preferential                       | -                    | -                 | -                   | -               | 18.60        | 9,858.00         | 2.70               | 1,120.50        | 6.10                 | 1,816.50         | 27.40         | 12,785.00         | 468.97                  |
| Unsecured                          | -                    | -                 | -                   | -               | 20.10        | 10,653.00        | 2.60               | 1,163.00        | 6.80                 | 2,037.00         | 29.70         | 13,853.00         | 466.43                  |
| Case Specific Matters              | -                    | -                 | -                   | -               | 2.30         | 1,219.00         | -                  | -               | 0.40                 | 126.00           | 2.70          | 1,345.00          | 488.15                  |
| VAT                                | 3.35                 | 3,751.00          | 0.50                | 462.50          | 18.40        | 11,933.00        | -                  | -               | 0.80                 | 252.00           | 23.05         | 18,398.50         | 711.43                  |
| Tax                                | 3.35                 | 3,751.00          | 0.50                | 462.50          | 20.70        | 13,152.00        | -                  | -               | 1.20                 | 378.00           | 25.75         | 17,743.50         | 689.07                  |
| <b>TOTAL HOURS &amp; COST</b>      | <b>115.05</b>        | <b>102,287.00</b> | <b>3.70</b>         | <b>2,488.00</b> | <b>60.00</b> | <b>33,981.00</b> | <b>22.00</b>       | <b>9,286.00</b> | <b>54.65</b>         | <b>16,448.25</b> | <b>255.40</b> | <b>164,490.25</b> | <b>644.05</b>           |
| <b>AVERAGE RATE/HOUR PER GRADE</b> |                      | <b>£ 889.07</b>   |                     | <b>£ 672.43</b> |              | <b>£ 566.35</b>  |                    | <b>£ 422.09</b> |                      | <b>£ 300.97</b>  |               |                   |                         |
| <b>FEES DRAWN</b>                  |                      |                   |                     |                 |              |                  |                    |                 |                      |                  |               |                   | <b>£ -</b>              |



## Remuneration and disbursements - Joint Liquidators' time costs for the period 21 October 2014 to 20 October 2016

All partners and technical staff (including cashiers) assigned to the case recorded their time spent working on the case on a computerised time recording system. Time spent by secretarial staff working on the assignment has not been recorded or recovered. The appropriate staff have been assigned to work on each aspect of the case based upon their seniority and experience, having regard to the complexity of the relevant work, the financial value of the assets being realised and/or claims agreed

|                                    | Partners & Directors |                   | Assistant Directors |                 | Managers      |                   | Assistant Managers |                  | Assistants & Support |                  | TOTAL         |                   | Average rate/h Cost (£) |
|------------------------------------|----------------------|-------------------|---------------------|-----------------|---------------|-------------------|--------------------|------------------|----------------------|------------------|---------------|-------------------|-------------------------|
|                                    | Hours                | Cost (£)          | Hours               | Cost (£)        | Hours         | Cost (£)          | Hours              | Cost (£)         | Hours                | Cost (£)         | Hours         | Cost (£)          |                         |
| <b>Administration and Planning</b> |                      |                   |                     |                 |               |                   |                    |                  |                      |                  |               |                   |                         |
| Cashiering and Statutory Filing    | 0 10                 | 86 50             | 3 55                | 2 381 00        | 9 60          | 4 883 50          | 45 50              | 18 750 50        | 11 60                | 3 283 00         | 70 35         | 29 384 50         | 417 69                  |
| Case Management and Closure        | 12 15                | 10 715 50         | 1 10                | 587 00          | 28 50         | 14 755 00         | 6 40               | 2 658 00         | 30 00                | 7 698 50         | 78 15         | 38 414 00         | 485 95                  |
| Initial Actions                    | 28 00                | 21 840 00         | -                   | -               | 6 70          | 3 551 00          | -                  | -                | 16 60                | 5 229 00         | 26 00         | 21 840 00         | 840 00                  |
| General Reporting                  | 0 50                 | 432 50            | 0 20                | 130 00          | 6 70          | 3 551 00          | 51 90              | 21 408 50        | 58 20                | 16 210 50        | 24 00         | 9 342 50          | 389 27                  |
| Investigations                     | 38 75                | 33 074 50         | 4 85                | 3 098 00        | 44 80         | 23 189 50         | 51 90              | 21 408 50        | 58 20                | 16 210 50        | 198 50        | 96 581 00         | 488 57                  |
| Reports on Directors' Conduct      | -                    | -                 | -                   | -               | 2 00          | 1 010 00          | -                  | -                | -                    | -                | 2 00          | 1 010 00          | 505 00                  |
| Trading                            | -                    | -                 | -                   | -               | 2 00          | 1 010 00          | -                  | -                | -                    | -                | 2 00          | 1 010 00          | 505 00                  |
| Ongoing Trading                    | 6 50                 | 5 622 50          | -                   | -               | -             | -                 | -                  | -                | -                    | -                | 6 50          | 5 622 50          | 865 00                  |
|                                    | 6 50                 | 5 622 50          | -                   | -               | -             | -                 | -                  | -                | -                    | -                | 6 50          | 5 622 50          | 865 00                  |
| <b>Realisation of Assets</b>       |                      |                   |                     |                 |               |                   |                    |                  |                      |                  |               |                   |                         |
| Book Debts                         | 98 70                | 87 006 00         | -                   | -               | -             | -                 | -                  | -                | 0 90                 | 283 50           | 99 60         | 87 289 50         | 878 40                  |
| Other Assets (e.g. Stock)          | 2 00                 | 1 820 00          | -                   | -               | -             | -                 | -                  | -                | -                    | -                | 2 00          | 1 820 00          | 910 00                  |
|                                    | 100 70               | 88 826 00         | -                   | -               | -             | -                 | -                  | -                | 0 90                 | 283 50           | 101 60        | 89 109 50         | 877 05                  |
| <b>Creditors</b>                   |                      |                   |                     |                 |               |                   |                    |                  |                      |                  |               |                   |                         |
| Employees                          | -                    | -                 | -                   | -               | 7 60          | 3 116 00          | 88 30              | 35 763 50        | 0 30                 | 90 00            | 96 20         | 38 969 50         | 405 09                  |
| Preferential                       | -                    | -                 | -                   | -               | 7 00          | 3 506 00          | -                  | -                | 0 70                 | 220 50           | 7 70          | 3 726 50          | 483 96                  |
| Unsecured                          | -                    | -                 | 0 80                | 548 00          | 281 70        | 142 733 50        | 4 10               | 1 602 50         | 43 10                | 10 949 00        | 329 70        | 155 833 00        | 472 65                  |
|                                    | -                    | -                 | 0 80                | 548 00          | 296 30        | 149 355 50        | 92 40              | 37 366 00        | 44 10                | 11 259 50        | 433 60        | 198 529 00        | 457 86                  |
| <b>Case Specific Matters</b>       |                      |                   |                     |                 |               |                   |                    |                  |                      |                  |               |                   |                         |
| VAT                                | 7 40                 | 7 955 00          | -                   | -               | 7 30          | 3 796 50          | -                  | -                | 0 40                 | 126 00           | 15 10         | 11 877 50         | 766 59                  |
| Tax                                | 93 20                | 80 158 00         | 3 30                | 2 822 50        | 38 70         | 26 080 50         | 6 00               | 2 430 00         | 11 30                | 3 489 50         | 152 50        | 114 980 50        | 753 97                  |
|                                    | 100 60               | 88 113 00         | 3 30                | 2 822 50        | 46 00         | 29 877 00         | 6 00               | 2 430 00         | 11 70                | 3 615 50         | 167 60        | 126 858 00        | 756 91                  |
| <b>TOTAL HOURS &amp; COST</b>      | <b>246 55</b>        | <b>215 636 00</b> | <b>8 95</b>         | <b>6 468 50</b> | <b>389 10</b> | <b>203 432 00</b> | <b>150 30</b>      | <b>61 204 50</b> | <b>114 90</b>        | <b>31 369 00</b> | <b>909 80</b> | <b>516 110 00</b> | <b>589 48</b>           |
| <b>AVERAGE RATE/HOUR PER GRADE</b> |                      | <b>£ 874 61</b>   |                     | <b>£ 722 74</b> |               | <b>£ 522 83</b>   |                    | <b>£ 407 22</b>  |                      | <b>£ 273 01</b>  |               |                   |                         |
| <b>FEES DRAWN</b>                  |                      |                   |                     |                 |               |                   |                    |                  |                      |                  |               |                   | <b>£</b>                |



## Remuneration and disbursements

### Detailed information

#### Charge out rates

The range of charge out rates for the separate categories of staff is summarised below

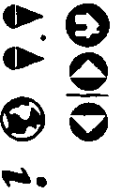
#### Restructuring Services charge out rates (£/hour)

| Grade                | From        |             | From        |             |
|----------------------|-------------|-------------|-------------|-------------|
|                      | 1 Sept 2015 | 1 Sept 2016 | 1 Sept 2015 | 1 Sept 2016 |
| Partners & Directors | 645 - 1,020 | 660 - 1,045 | 515 - 790   | 515 - 790   |
| Assistant Directors  | 500 - 770   | 515 - 790   | 440 - 710   | 440 - 710   |
| Managers             | 430 - 695   | 440 - 710   | 335 - 565   | 335 - 565   |
| Assistant Managers   | 325 - 550   | 335 - 565   | 80 - 325    | 80 - 335    |
| Assistants & Support | 80 - 325    | 80 - 325    |             |             |

The average charge out rates applicable to this case are provided on page 11

The above bands are specific to the Restructuring Services department partners and staff. In certain circumstances the use of specialists from other Deloitte departments such as Tax/VAT, Financial Advisory or Deloitte Real Estate may be required on the case. These departments may charge rates that fall outside the Restructuring Services department bands quoted above so, where such specialists have performed work on the case, average rates may also fall outside the Restructuring Services department bands.

Charge out rates last increased on 1 September 2016



## Remuneration and disbursements

### Detailed information

#### Disbursements

##### Category 1

These are payments made by us direct to third parties and for which no approval is required

##### Category 2

These are costs and expenses initially paid by us and which are not generally made to a third party, for example, reimbursement to staff engaged on the case for their mileage costs. These may also include shared or allocated costs. Specific approval is required before these costs and expenses can be drawn from the Liquidation estate and was given by creditors in the proceeding Administration

#### Disbursements

Details of disbursements incurred in the report period, and cumulative period to date are provided below. To date, we have not recovered any disbursements

##### Category 1 disbursements

| £ (net)               | Incurred to date | Incurred during the period | Paid     | Unpaid        |
|-----------------------|------------------|----------------------------|----------|---------------|
| Travel                | 180 70           | 114 60                     | -        | 180 70        |
| Subsistence           | 238 82           | 116 40                     | -        | 238 82        |
| Accommodation         | 53 44            | 53 44                      | -        | 53 44         |
| Postage/Couriers      | 79 34            | 69 34                      | -        | 79 34         |
| <b>Total expenses</b> | <b>552 30</b>    | <b>353 78</b>              | <b>-</b> | <b>552 30</b> |

##### Category 2 disbursements

| £ (net)                    | Incurred to date | Incurred during the period | Paid     | Unpaid          |
|----------------------------|------------------|----------------------------|----------|-----------------|
| Tax Disbursements          | 1,441 00         | 586 00                     | -        | 1,441 00        |
| <b>Total disbursements</b> | <b>1,441 00</b>  | <b>586 00</b>              | <b>-</b> | <b>1,441 00</b> |

#### Creditors' right to request information

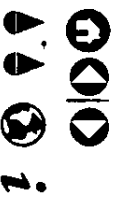
Any secured creditor or unsecured creditor (with the support of at least 5% in value of the unsecured creditors or with leave of the Court) may, in writing, request us to provide additional information regarding remuneration or expenses to that already supplied within this report. Such requests must be made within 21 days of receipt of this report, in accordance with Rule 4.49E of the Rules.

#### Creditors' right to challenge remuneration and/or expenses

Any secured creditor or unsecured creditor (with the support of at least 10% in value of the unsecured creditors or with leave of the Court) may apply to the Court for one or more orders (in accordance with Rule 4.131 of the Rules), reducing the amount or the basis of remuneration which we are entitled to charge or otherwise challenging some or all of the expenses incurred.

Such applications must be made within eight weeks of receipt by the applicant(s) of the progress report detailing the remuneration and/or expenses being complained of, in accordance with Rule 4.131 of the Rules.

Please note that such challenges may not disturb remuneration or expenses approved or deemed to be approved under prior progress reports.



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