

Liquidator's Progress Report

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

S.192

To the Registrar of Companies

Company Number

01097345

Name of Company

(a) Insert full name of
company

(a) JGLCC Camera Company Limited

(b) Insert full name(s)
and address(es)

We (b) Robert Jonathan Hunt and David Matthew Hammond of
PricewaterhouseCoopers LLP, Cornwall Court, 19 Cornwall Street,
Birmingham, B3 2DT

the liquidators of the Company attach a copy of our Progress Report
under section 192 of the Insolvency Act 1986.

The Progress Report covers the period from 11 December 2014 to 10
December 2015

TUESDAY



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09/02/2016

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COMPANIES HOUSE

Signed

Date

4/2/16

Presenter's name,
address and
reference
(if any)

Robert Jonathan Hunt of PricewaterhouseCoopers LLP, Cornwall
Court, 19 Cornwall Street, Birmingham, B3 2DT

JGLCC Camera Company Limited – In Creditors’ Voluntary Liquidation

Second annual report for creditors and members
for the period from 11 December 2014 to 10
December 2015



Definitions used in this report

Definition used	Term
the Company	JGLCC Camera Company Limited
the Liquidators	
we	Robert Hunt and Matthew Hammond
our	
IR86	Insolvency Rules 1986
IA86	Insolvency Act 1986
ICAEW	Institute of Chartered Accountants in England and Wales
PwC	PricewaterhouseCoopers LLP
the Bank	HSBC Bank Plc
PPF	The Pension Protection Fund
USDAW v Woolworths case	the Woolworths case
GMS	GMS Property Services Limited

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1. Introduction

1.1. Why we're sending you this report

This is our second annual report to members and creditors. It will help if you read this alongside our previous progress reports, which can be found at www.pwc.co.uk/jessops

This report provides a summary of:

- The steps taken during the second year of the Liquidation,
- Outstanding matters; and
- A provisional estimate of the outcome of the Liquidation for unsecured creditors.

In Section 2 we provide more detailed information on what we've been doing during the period covered by this report and in Section 3 we provide information as to what the outcome for creditors might be.

By law, we have to give you certain statutory information, this is included in Appendix A

1.2. Estimated dividend prospects

	% Recovery	Forecast Timing
For preferential creditors: i.e. former employees (for unpaid wages up to £800 and holiday pay only) and unpaid pension contributions in certain circumstances	The preferential creditors received 100p in the £ in February 2014	
For unsecured creditors: i.e. all other creditors who are neither secured nor preferential	This report: 0-0.06% Last report: 0-0.1%	Uncertain Uncertain

Please note this guidance on dividend prospects is only an indication. You shouldn't use it as the main basis of any bad debt provision that you may need to make.

2. Progress made during the period

2.1. Assets realisations

We've realised the Company's assets as follows -

	Actual realisations made from 11 Dec 14 to 10 Dec 15 £
Business rates refunds	27,914.98
Book debt realisations	54 66
Legal settlement	2,750.00
Interest received gross	229.62
	<u>30,949 26</u>

Business rate realisations

In the Administration we instructed agents to review the business rates paid on all of the Company's properties to ascertain any pre-appointment unsecured claims, confirm and realise potential refunds due and ensure that the correct rates were applied during the Administration. In the Administration we realised £0 642m and we previously reported that a final balance of £44k has been collected in the Liquidation. However, we have collected a further £28k, resulting in total collections of £72k in the Liquidation. We do not anticipate any further realisations in respect of the recovery of business rate refunds.

Book debts

The debtor ledger as at the date of the Administration appointment showed an outstanding balance of £2.9m. In the Administration realisations of £1.75m were made. We have made realisations totaling £50k in the Liquidation and no further realisations are expected.

Legal settlement

During the Administration we were informed that an Order had been granted in favour of the Company against one of the former employees following a period of litigation. The Order states that payments of £250 per month are to be paid until the required balance is repaid. During the period we collected £2,750.

Utilities

As previously advised, there were 213 properties at the date of our appointment and, due to our occupation of a large proportion of these properties, utility charges were incurred.

We instructed GMS to manage the utility accounts and assist with the settlement of the utility expenses in the insolvency process. This process took a significant period of time due to locational spread of premises and the variety of utility providers across the sites. We previously advised that all of the accounts had been settled, however GMS have advised that they are still resolving one matter in relation to the former head office.

GMS have various contacts and relationships with the utility providers, which has ensured that the process reached a quicker conclusion and resulted in a significant cost reduction as our involvement was minimised.

Books and records request

As previously advised, we were contacted by a third party who is involved in a litigation process with another company. This process does not involve the Company in Liquidation, however the third party was of the view that certain documents, which would assist with the litigation process, are held by the Company

We entered discussions regarding the review of specific books and records and made the third party aware that this process would be at their cost. However, we were not able to find an agreed way to grant them access to the records in a manner where our risks would be indemnified. The third party subsequently applied to court to obtain an Order granting them access to the records

There were two hearings and ultimately the court did not grant an Order for access to be given to the books and records, but did order that certain expenses incurred by ourselves as Liquidators be paid by the third party. We are in the process of reaching a settlement with the third party and anticipate that we will draw further fees in relation to this matter. The timing and quantum of any settlement and therefore any possible fees we may draw as Liquidators remains uncertain at present. Due to the level of uncertainty we have not included any forecasted figures relating to this matter in the estimated outcome statement at Appendix B.

This matter is still to be concluded and has taken a significant period of time in part due to the large volume of records held by the Company and the litigation process itself

Employment Tribunal

In the first annual report we provided details that some former employees have made claims in respect of their consultation period following redundancies made during the Administration. These claims had been submitted to an Employment Tribunal, however the decision regarding their respective claims was partially dependent on an appeal made to the European Court of Justice against the decision handed down in the Woolworths case. This related to the consultation period and the definition in UK legislation of the term, "number of people in one establishment". The employees' claim was partially dependent on the outcome of this appeal as the application of the term, "number of people in one establishment", could impact on the length of the consultation period required

We were unsure when the appeal against the Woolworths case decision would be heard and therefore sought advice regarding our strategy and the effect of this appeal on potential claims which the former employees may have. Any protective awards granted would result in unsecured claims against the Company and we believed that waiting for the decision could possibly delay our ability to complete the adjudication of unsecured creditor claims (and therefore payment of a dividend) by between 6 and 18 months, and possibly even longer.

We estimated that the maximum amount of any protective award that would rank as unsecured claims against the Company was £7,668,178. We anticipated that this may reduce the estimated prescribed part by 0.01p in the £. We also believed that there was a reasonable probability that the additional costs of holding the liquidation open waiting for the decision of the Employment Tribunal would exceed the benefit to other creditors should the Tribunal dismiss the employee claims.

We therefore sought the approval of the unsecured creditors to allocate and admit unsecured claims for all the relevant former employees in respect of their protective award claims without waiting for the decision of the Employment Tribunal. The unsecured creditors voted in favour of granting protective award claims to the former employees by a majority.

This was a commercial decision for the purposes of paying the dividend more quickly and efficiently. Unfortunately, as the litigation matter above has taken longer than anticipated and the costs remain uncertain we have not been in a position to progress the potential prescribed part dividend.

2.2. Statutory and compliance

We have completed all statutory duties including the submission of all corporation tax and VAT returns. During the period the following statutory tasks were completed

- Preparation, review and circulation of the annual report,
- Voting forms in respect of the Employment Tribunal resolutions received and results recorded;
- Circulation of the change of appointee notification;
- Case progression meetings and reviews

Further details of the work undertaken during the period can be found at Appendix C

3. Outcome for creditors

3.1. Secured creditors

The Bank's lending to the Company as at the date of the prior Administration was approximately £27.1m and is secured by debentures, a composite guarantee and a security interest agreement all dated 29 September 2009. This security gives the Bank fixed and floating charges over all the Company's assets

In addition, the Bank had a claim of £1.034m in relation to gross pre-appointment arrears of wages and salaries, which the Bank agreed to fund, and an HMRC duty deferment bond to the value of £30k. It is clear that the Bank will suffer a significant shortfall under its security from the net realisations arising out of the Company's assets

HSBC has recovered £1.973m under its fixed charge security, and £0.550m under the floating charge, to date in relation to the Administration and Liquidation. Total returns to the Bank are expected to be in the region of £2.615m

The PPF was also a secured creditor at the date of the Administration with lending of approximately £2.5m. However, it released its security prior to the Liquidation

3.2. Preferential creditors (mainly employees)

The level of preferential claims was £0.435m. The preferential creditors were paid in full in February 2014.

3.3. Unsecured creditors

The prescribed part is a fund that has to be made available for unsecured creditors. It's paid out of "net property". Net property is floating charge realisations after costs, and after paying - or setting aside enough to pay - preferential creditors in full. But it only has to be made available where the floating charge was created on or after 15 September 2003.

The prescribed part applies in this case as there is a floating charge created after 15 September 2003

The amount of the prescribed part is:

- 50% of net property up to £10,000;
- 20% of net property above £10,000, and
- Subject to a maximum of £600,000

We think the Company's net property will be approximately £806k which means the estimated value of the prescribed part is £164k before costs. This would give a dividend of between 0 and 0.06% based on claims received to date in the sum of £81,919,369 and taking into account costs. Please note that the directors estimated the value of unsecured claims to be £114.8m in their Statement of Affairs.

As an example, at a dividend rate of 0.06%, a claim for £100 would result in a distribution payment of 6 pence.

These estimates depend on future realisations, liquidation costs and finalising claims from unsecured creditors and are only an indication. You shouldn't use it as the main basis for any bad debt provisions. If we think the costs of agreeing claims and paying a prescribed part dividend will be disproportionate to the benefits, we can apply for a court order not to pay the prescribed part to unsecured creditors. At the moment we don't plan to make such an application.

Apart from any prescribed part, there will not be any dividend for unsecured creditors based on what we know currently.

Below is a table detailing the position in relation to unsecured creditor claims agreement. We have continued with the claims agreement process, however do to the on-going litigation matters detailed earlier in the report we cannot confirm the exact timing and quantum of any dividend.

	Statement of affairs (£)	Received (£)	Admitted (£)	Under adjudication (£)	Rejected (£)
Unsecured creditor claims	114,800,000 00	85,984,889 37	81,919,368 69	3,153,346.38	912,174 30

4. Liquidators' fees and other financial information

4.1. Receipts and payments account

A receipts and payments account for the period from 11 December 2014 to 10 December 2015 is provided in Appendix B.

4.2. Our fees

During the administration, the secured and preferential creditors passed a resolution fixing the Administrators' fees by reference to time properly given by the Administrators and their staff in dealing with the Administration

The fee basis agreed in the Administration will continue to apply in the Liquidation. This means that our fees as liquidators will be calculated by reference to time properly given by the Liquidators and their staff in dealing with the a liquidation

From 11 December 2014 to 10 December 2015, we have incurred time costs of £208,337 for 658.10 hours work, which works out at an average hourly rate of £316.57. The average hourly rate in our last progress report was £218.20

We include details of the time costs incurred from 11 December 2014 to 10 December 2015 by work type, at Appendix C

Of the approved fees of £599,708 we have drawn £294,714. There won't be enough funds to pay our costs in full.

Further details of our fees are included in Appendix C, together with details of work that we would normally do but has been subcontracted in the period

4.3. Our disbursements

We've incurred disbursements of £5,864 during the period from 11 December 2014 to 10 December 2015 and have incurred a total of £18,872 during the Liquidation. We have drawn £6,372 in respect of our disbursements. Further details are provided in Appendix C

4.4. Creditors' rights

Creditors have the right to ask for more information within 21 days of receiving this report as set out in Rule 4.49E of the Rules. Any request must be in writing. Creditors can also challenge the liquidators' fees and expenses within eight weeks of receiving this report as set out in Rule 4.131 of the Rules. This information can also be found in the guide to fees at:

<http://www.icaew.com/~media/corporate/files/technical/insolvency/creditors%20guides/creditors%20guide%20liquidators%20fees%20final.ashx>

You can ask for a copy free of charge by calling Neil Weldrick on 0113 289 4253

4.5. Statement of expenses

A statement of expenses for the period from 11 December 2014 to 10 December 2015 is provided in Appendix D.

This statement doesn't include any tax liabilities that may be payable for the period of this report as this will depend on the position at the end of the accounting period

Appendix A. - Statutory and other information

Name of company:	JGLCC Camera Company Limited
Registered number	01097345
Registered office:	Benson House, 33 Wellington Street, Leeds, LS1 4JP
Former company names	The Jessop Group Limited Jessop of Leicester Limited
Trading names:	Jessops
Trading address/Head office:	Jessop House, Scudamore Road, Leicester, LE3 1TZ
Names of liquidators and their address(es):	Robert Jonathan Hunt and David Matthew Hammond Cornwall Court 19 Cornwall Street Birmingham B3 2DT
Date of liquidators appointment:	11 December 2013
Details of change in liquidators:	Edward Williams was removed as Joint Liquidator with effect from 29 December 2014 following a court application. Following this change an additional liquidator was not appointed and Robert Hunt and Matthew Hammond continued to act as the Joint Liquidators.
Details of prior administration	On 9 January 2013 Edward Williams, Robert Hunt and Matthew Hammond of PwC were appointed Joint Administrators of the Company. The Administration was concluded on 11 December 2013, being the date the Company moved into Liquidation.
Estimated dividend for preferential creditors.	A dividend of 100p in £ was paid in February 2014
Estimated dividend for unsecured creditors:	A prescribed part dividend of 0-0.06% has been estimated.
Estimated values of the Company's net property and prescribed part:	The net property is estimated to be £805,842 and the prescribed part is estimated at £164,168 before costs and £53,168 after costs. The dividend is therefore estimated to be between 0-0.06%.
Whether and why the Liquidators intend to apply to court under Section 176A(5) IA86	The Liquidators may make an application to the court under section 176A(5) IA86 on the grounds that the cost of making a distribution to unsecured creditors would be disproportionate to the benefits should the level of net property fall below what is anticipated. This is dependent on asset realization and the costs/expenses involved in the liquidation
The European Regulation on Insolvency Proceedings (Council Regulation(EC) No. 1346/2000 of 29 May 2000)	The European Regulation on Insolvency Proceedings applies to this Liquidation and the proceedings are main proceedings.

Appendix B. - Receipts and payments account for the period 11 December 2014 to 10 December 2015

Fixed charge account

	Total brought forward	Total for the period from 11 December 2014 to 10 December 2015	Total	Estimated outcome
	£	£	£	£
Fixed charge receipts				
Pre-appointment balance	463,633 40	-	463,633 40	463,633 40
Interest received gross	0 09	-	0 09	0 09
	463,633 49	0.00	463,633.49	463,633.49
Fixed charge payments				
Legal Fees	20,288 50	-	20,288 50	20,288 50
Legal Disbursements	16,817 93	-	16,817 93	16,817 93
Administrators' fee	250,000 00	-	250,000 00	250,000 00
Reallocation of payments in Admin	30,343 29	-	30,343 29	30,343 29
Bank charges	0 00	31 76	31 76	31 76
	317,449.72	31.76	317,481 48	317,481.48
Distribution to chargeholders	72,691 00	-	72,691 00	146,152 01
Fixed charge account balance	73,492.77	(31.76)	73,461 01	0.00

Floating charge account

	Total brought forward	Total for the period from 11 December 2014 to 10 December 2015	Total	Estimated outcome
	£	£	£	£
Floating charge receipts				
Pre-appointment balance	1,337,875 35	-	1,337,875 35	1,337,875 35
Third party funds from administration	127,161 30	-	127,161 30	127,161 30
Leasehold premises	5,848 49	-	5,848 49	5,848 49
Book debts	49,600.02	54 66	49,654 68	49,654 68
Insurance	23,735 74	-	23,735 74	23,735 74
Legal settlement	4,458 33	2,750 00	7,208 33	10,458 33
Legal fee overpayment	500 00	-	500 00	500 00
Utility refunds	319 95	-	319 95	319 95
Business rates refunds	44,128 55	27,914 98	72,043 53	72,043 53
Interest received	426 97	229 62	656 59	906 59
Reallocation of payments in Admin	30,343 29	-	30,343 29	30,343 29
	1,624,397.99	30,949 26	1,655,347 25	1,658,847.25
Floating charge payments				
Third party funds	127,161 30	-	127,161 30	127,161 30
Agents' fees	10,317 27	6,227 74	16,545 01	16,545 01
Insurance	4,706 33	1,233.09	5,939 42	5,939 42
Legal fees	34,282 00	95,382 50	129,664 50	160,000.00
Legal disbursements	1,634 57	10,748 80	12,383 37	12,383 37
Security expenses	642 00	-	642 00	642 00
Utility costs	5,189 63	-	5,189 63	5,189 63
Rent repayment	8,078 76	-	8,078 76	8,078 76
Business rates	11,725 79	560 89	12,286 68	12,286 68
Pre-appointment lease charge	1,571 66	-	1,571 66	1,571 66
Storage costs	5,083 13	6,787 45	11,870 58	29,080 58
Office holders' fees	94,000 00	89,713 50	183,713 50	183,713 50
Office holders' expenses	0 00	6,372 00	6,372 00	6,372 00
Administrators' fees & expenses	135,528 10	-	135,528 10	135,528 10
Payment to be recovered	9,178 89	-	9,178 89	9,178 89
Statutory advertising	75 37	-	75 37	228 81
Bank charges	2,172 48	103 02	2,275 50	2,275 50
Post appointment customer refund	34 72	-	34 72	34 72
	451,382 00	217,128 99	668,510 99	716,179 93
VAT Control account	(63,134 61)	38,994 78	(24,139 83)	0.00
Available to preferential creditors	1,109,881 38	(147,184 95)	962,696 43	942,667 32
Less dividend to preferential creditors @100p in £*	(436,989 05)	-	(436,989 05)	(436,825 60)
Net funds	672,892 33	(147,184 95)	525,707 38	505,841.72
Prescribed part funds				
Costs of adjudication and distribution	(111,000 00)	-	(111,000 00)	(111,000.00)
Prescribed part distribution	-	-	-	53,168 34
Available to floating chargeholder	561,892 33	(147,184 95)	414,707 38	341,673 38
Less Distributions paid to the secured chargeholder	(250,000 00)	-	(250,000.00)	(341,673 38)
Balance at bank	311,892 33	(147,184 95)	164,707 38	(0 00)

N B The funds are held in interest bearing accounts

* This balance includes returned cheques, re-issued cheques and a balance paid to the Insolvency Services Account

Prescribed part calculation

Estimated net property calculation	£
Estimated net funds above	505,841.72
Distribution to floating chargeholder in Administration	300,000.00
	805,841.72
Estimated prescribed part	
£10,000 @ 50%	5,000.00
£805,842 @ 20%	159,168.34
Less costs of adjudication and distribution	(111,000.00)
	53,168.34
Estimated unsecured creditors	81,919,368.69
Estimated distribution	0.06%

A copy of SIP7 can be found here:

<http://www.icaew.com/~media/Files/Technical/Insolvency/regulations-and-standards/sips/england/sip-7-e-and-w-presentation-of-financial-information-in-insolvency-proceedings.pdf>

Appendix C. - Details of our remuneration and disbursements and other professional costs

Background

This section sets out the process that was established for setting and monitoring the Liquidators' remuneration.

The basis of our fees and certain disbursements was agreed in the prior Administration by the secured creditors and the voting majority of preferential creditors and have transferred across to the liquidation in accordance with the Rules

The basis of our fees is by reference to time properly given. Details of the amount we have drawn can be found in Section 4

Liquidators' charging policy

The time charged to the Liquidation is by reference to the time properly given by our staff and us in attending to matters arising.

It is our policy to delegate tasks in the Liquidation to appropriate members of staff, considering their level of experience and any requisite specialist knowledge needed and they are supervised accordingly to maximise the cost effectiveness of the work performed.

Our junior people have done the routine work in the Liquidation to keep the costs down. But we and our senior staff have supervised them and we have dealt with any complex or significant matters ourselves

Narrative of key areas of work carried out for the period from 11 December 2014 to 10 December 2015

There remain a number of distinct work streams within the work we have done. It should be noted that individuals will have worked in more than one area. The activities of these work streams are summarised below:

Area of work	Activities completed
Secured Creditors	<ul style="list-style-type: none"> • Reporting to the secured creditor, • Preparation of the report and estimated outcome statements; • Internal communication regarding the secured creditor reports, • Correspondence with the secured creditor.
Leases & litigation	<ul style="list-style-type: none"> • Correspondence and calls with landlords regarding disclaimed property leases, • Internal updates regarding lease disclaimers; • Correspondence with solicitors regarding lease disclaimers; • Liaising with solicitors in relation to the record request and the litigation matter, • Completion of the necessary witness statement for the hearings, • Witness statement review and approval completed, • Documents passed to solicitors for submission to the court; • Internal discussions regarding the witness statements;

Area of work	Activities completed
	<ul style="list-style-type: none"> • Court hearings held and attended; • Correspondence with solicitors for the third party, • Internal reviews, meetings, calls and correspondence regarding the litigation matter; • Liaising with our forensic team regarding the records held on computers, • Calls with our solicitors and those for the third party; • Calls with parties interested in former leased properties.
Creditors	<ul style="list-style-type: none"> • A large number of calls with unsecured creditors; • Email correspondence with creditors, • Updated internal systems with new creditor information; • Gone away correspondence received; • Researching new addresses for those creditors who have moved address; • Preferential creditor queries received and dealt with; • Internal discussions regarding possible prescribed part distribution, strategy etc; • Prescribed part calculation and estimated outcome statement prepared, • Internal record kept regarding the employment tribunal outcome; • Reviewing creditor claims and updating our records; • Archiving claim information; • Updating creditor master schedule; • Creditor claim adjudication undertaken
Accounting and treasury	<ul style="list-style-type: none"> • Bank reconciliations completed and recorded on our systems; • Payment of liquidation expenses including agents' fees • Internal payment authorization process undertaken; • Receipts of monies in respect of business rates etc recorded; • Archiving accounting documentation, • Office holders' invoices raised and paid; • Internal account movements (journals) processed.
Statutory and compliance	<ul style="list-style-type: none"> • Internal case progression reviews completed; • Case progression meetings, • Review of correspondence received; • Budget preparation following third party record request; • Internal conversations regarding the request for books and records and litigation matters. • Calls and discussions regarding the litigation process; • Storage matters; • Timecost and disbursements review undertaken; • Archiving documentation; • Review of correspondence received; • Statutory duties and internal statutory procedures completed; • Change of appointee notification filed and circulated, • Preparation of annual report, • Review and circulation of the annual report; • Voting forms in respect of the Employment Tribunal resolutions received and results recorded, • Dealing with returned post; • Handover of case from previous appointee.
Tax and VAT	<ul style="list-style-type: none"> • Preparation and submission of tax returns; • Internal tax discussions and internal records updated; • Preparation, review and completion of all VAT returns in the period, • De-registered for VAT purposes;

Area of work	Activities completed
	<ul style="list-style-type: none"> VAY deregistration notices prepared and submitted; VAT426 forms completed and submitted following deregistration
Employees & pensions	<ul style="list-style-type: none"> Former employee reference requests received, Reference requests actioned and information provided; Review of the claim from the PPF, Queries from pension Trustee's actioned, Correspondence with Trustees; Internal discussions regarding the pension schemes.
Closure procedures	<ul style="list-style-type: none"> Case handover meetings with former appointee.

Hourly rates

In common with all professional firms, scale rates increase from time to time over the period of the administration of each insolvency case. PricewaterhouseCoopers LLP, or any successor firm, reserves the right to change the rates and grade structures. During the period covered by this report the charge out rates were increased on 1 July 2015

Set out below are the relevant maximum charge-out rates per hour worked for the grades of staff actually involved on this assignment. All staff who work on this assignment (including cashiers, support and secretarial staff) charge time directly to the assignment and are included within any analysis of time charged. Time is charged by reference to actual work carried out on the assignment in six minute units. The minimum time charged is three minutes (i.e. 0.5 units). There was no allocation of any general costs or overhead costs

Specialist departments with our firm, such Tax, VAT, Property and Pensions were also used where expert advice was required. Such specialist rates do vary but the figures below provide an indication of the maximum rate per hour.

Grade	Maximum rate per hour (11/12/14-30/6/15) (£)	Maximum rate per hour (1/7/15-10/12/15) (£)	Specialist maximum rate per hour (£)
Partner	575	590	1,190
Director	480	490	1,095
Senior Manager	415	425	920
Manager	330	340	665
Senior Associate	250	255	490
Associate	160	165	240
Support staff	160	185	185

Our relationships

We have had no business or personal relationships with the parties who approve our fees or who provide services to the liquidation where the relationship could give rise to a conflict of interest

Disbursements for services provided by our firm (Category 2 disbursements)

Our firm's expenses policy allows for all properly incurred expenses to be recharged to the case. Disbursements were charged to the assignment as follows

Photocopying	At 5 pence per sheet copied, only charged for circulars to creditors and other bulk copying
Mileage	At a maximum of 71 pence per mile (up to 2,000cc) or 93 pence per mile (over 2,000cc).

Our disbursements in the period from 11 December 2014 to 10 December 2015

We have incurred the following disbursements (excluding VAT) in the period from 1 December 2014 to 10 December 2015:

Category 1:	£	Category 2:	£
Car parking	25 77	Mileage:	205.75
Postage	5,168 00	Printing	-
Rail fares	428 00	Total:	205.75
Taxi fares	36.20		
Total:	5,657.97		

The statement of expenses at Section 6 show what we have drawn in total in relation to our disbursements.

Other professional advisors we've used

A summary of legal and other professional firms and subcontractors instructed in the period from 11 December 2014 to 10 December 2015 is below

Name of firm / organisation	Service provided	Reason selected	Basis of fees	Amount paid in period (£)
Dentons UKMEA	Legal advice	Expertise	Time costs	-
Shoosmiths LLP	Legal advice – disclaiming leases	Expertise	Time costs	-
Shakespeare Martineau	Legal advice – requests for books and records	Expertise	Time costs	£95,382.50 fees £10,748 80 disbursements
Tollers Solicitors	Legal advice – dormant companies	Expertise	Time costs	-
CAPA	Review and collection of rates rebated	Expertise	Fixed fee	£6,227.74
GMS	Review and settlement of utility accounts	Expertise	Fixed fee	-

Our choice was based on the advisers' experience, the complexity and type of work and the basis of the fee arrangement. We're satisfied that the fees charged are reasonable.

Analysis of our time costs by grade and work area from 11 December 2014 to 10 December 2015

Aspect of assignment		Partner	Director	Senior Manager	Manager	Senior Associate	Associate	Secretarial	Total hours	Time cost £	Average hourly rate £
1	Secured creditors	-	-	14.60	0.70	4.95	-	-	20.25	7,642.75	377.42
2	Leases & litigation	-	25.00	200.50	0.30	13.05	-	-	238.85	96,057.00	402.16
3	Creditors	-	-	11.50	4.85	68.35	22.35	15.60	122.65	28,063.50	228.81
4	Accounting and treasury	-	-	1.90	0.95	29.60	24.35	0.75	57.55	12,003.50	208.58
5	Statutory and compliance	9.50	0.50	45.60	3.95	63.25	0.10	19.80	142.70	45,326.25	317.63
6	Tax & VAT	-	0.40	2.10	0.75	33.25	2.00	-	38.50	9,527.75	247.47
7	Employees & pensions	-	-	1.10	4.40	26.25	3.00	-	34.75	8,699.50	250.35
8	Closure procedures	-	-	2.25	-	0.10	-	0.50	2.85	1,016.75	356.75
Total for the period		9.50	25.90	279.55	15.90	238.80	51.80	36.65	658.10	208,337.00	316.57
Brought forward at 10 Dec 2014									1,793.67	391,370.51	
Total									2,451.77	599,707.51	

Appendix D. - Statement of expenses for the period from 11 December 2014 to 10 December 2015

The Rules require this progress report to include a statement of expenses incurred by the Liquidators during the period of the report, irrespective of whether payment has been made or not. This relates to all costs incurred, and not just the Liquidators' disbursements. Such a summary of expenses is found below:

Fixed charge expenses

	Expenses brought forward at 10 Dec 2014	Total expenses paid to 10 December 2015	Expenses outstanding at 10 December 2015	Expenses incurred in this period	Total expenses to 10 December 2015
	£	£	£	£	£
Legal Fees	20,288.50	20,288.50	0.00	0.00	20,288.50
Legal Disbursements	16,817.93	16,817.93	0.00	0.00	16,817.93
Administrators' fee	250,000.00	250,000.00	0.00	0.00	250,000.00
	287,106.43	287,106.43	0.00	0.00	287,106.43

Floating charge expenses

	Expenses brought forward at 10 Dec 2014	Total expenses paid to 10 December 2015	Expenses outstanding at 10 December 2015	Expenses incurred in this period	Total expenses to 10 December 2015
	£	£	£	£	£
Agents' fees	11,437.56	16,545.01	0.00	5,107.45	16,545.01
Insurance	5,939.42	5,939.42	0.00	0.00	5,939.42
Legal fees	54,964.00	129,664.50	6,703.50	82,004.00	136,368.00
Legal disbursements	1,634.57	12,383.37	1,345.00	12,093.80	13,728.37
Security expenses	642.00	642.00	0.00	0.00	642.00
Utility costs	5,189.63	5,189.63	0.00	0.00	5,189.63
Rent repayment	8,078.76	8,078.76	0.00	0.00	8,078.76
Business rates	11,725.79	12,286.68	0.00	560.89	12,286.68
Pre-appointment lease charge	1,571.66	1,571.66	0.00	0.00	1,571.66
Storage costs	6,440.62	11,870.58	1,357.49	6,787.45	13,228.07
Statutory advertising	75.37	75.37	0.00	0.00	75.37
Office holders' fees	391,370.51	294,713.50	304,994.01	208,337.00	599,707.51
Office holders' category 1 expenses	12,655.92	6,372.00	11,941.89	5,657.97	18,313.89
Office holders' category 2 expenses	352.58	0.00	558.33	205.75	558.33
Prior appointee fees & expenses	135,528.10	135,528.10	0.00	0.00	135,528.10
Bank charges	2,172.48	2,275.50	6.62	103.02	2,282.12
Post appointment customer refund	34.72	34.72	439.90	439.90	474.62
	649,213.69	643,170.80	327,346.74	321,297.23	970,517.54