

AM23

Notice of move from administration to dissolution



Companies House

For further information, please refer to our guidance at www.gov.uk/companieshouse

1 Company details

Company number 0 1 2 0 5 1 0 9

Company name in full Monarch Travel Group Limited

→ Filling in this form

Please complete in typescript or in bold black capitals.

2 Court details

Court name High Court of Justice

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

3 Administrator's name

Full forename(s) James Robert

Surname Tucker

4 Administrator's address

Building name/number 15 Canada Square

Street Canary Wharf

Post town London

County/Region

Postcode E 1 4 5 G L

Country

AM23

Notice of move from administration to dissolution

5		Administrator's name ①	
Full forename(s)	Blair Carnegie		
Surname	Nimmo		
		① Other administrator Use this section to tell us about another administrator.	
6		Administrator's address ②	
Building name/number	15 Canada Square		
Street	Canary Wharf		
Post town	London		
County/Region			
Postcode	E 1 4 5 G L		
Country			
		② Other administrator Use this section to tell us about another administrator.	
7		Final progress report	
		☒ I have attached a copy of the final progress report	
8		Sign and date	
Administrator's signature	Signature X <i>J. Tucker</i> X		
Signature date	^d 3 ^d 0 ^m 0 ^m 3 ^y 2 ^y 0 ^y 2 ^y 1		

**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 Marie Hayden

Company name KPMG LLP

Address 15 Canada Square

Canary Wharf

Post town London

County/Region

Postcode E 1 4 5 G L

Country

DX

Telephone Tel +44 (0) 118 964 2208

**Checklist**

We may return forms completed incorrectly or with information missing.

Please make sure you have remembered the following:

- ☐ The company name and number match the information held on the public Register.
- ☐ You have attached the required documents.
- ☐ You have signed the form.

**Important information**

All information on this form will appear on the public record.

**Where to send**

You may return this form to any Companies House address, however for expediency we advise you to return it to the address below:

The Registrar of Companies, Companies House,
Crown Way, Cardiff, Wales, CF14 3UZ.
DX 33050 Cardiff.

**Further information**

For further information please see the guidance notes on the website at www.gov.uk/companieshouse or email 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

Continuation page

Name and address of insolvency practitioner

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

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

→ **Filling in this form**
Please complete in typescript or in bold black capitals.
All fields are mandatory unless specified or indicated by *

1 Appointment type

Tick to show the nature of the appointment:

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

❶ You can use this continuation page with the following forms:
- VAM1, VAM2, VAM3, VAM4, VAM6, VAM7
- CVA1, CVA3, CVA4
- AM02, AM03, AM04, AM05, AM06, AM07, AM08, AM09, AM10, AM12, AM13, AM14, AM19, AM20, AM21, AM22, AM23, AM24, AM25
- REC1, REC2, REC3
- LIQ2, LIQ3, LIQ05, LIQ13, LIQ14, WU07, WU15
- COM1, COM2, COM3, COM4
- NDISC

2 Insolvency practitioner's name

Full forename(s)

Stephen John

Surname

Absolom

3 Insolvency practitioner's address

Building name/number

15 Canada Square

Street

Canary Wharf

Post town

London

County/Region

Postcode

E 1 4 5 G L

Country



Joint Administrators' final progress report for the period 2 October 2020 to 30 March 2021

Monarch Holidays Limited,
First Aviation Limited, Avro
Limited, Monarch Travel
Group Limited,
somewhere2stay Limited, MH
Aviation Transport Limited –
all in Administration

30 March 2021

Deemed delivered: 30 March
2021

Notice to creditors

This progress report provides a final update on each of the administrations.

We have included (Appendix 2) an account of all amounts received and payments made since our previous progress report.

We have also explained the exit route from each of the administrations and the outcome for each class of creditors.

You will find other important information in the document such as the costs we have incurred.

A glossary of the abbreviations used throughout this document is attached (Appendix 6).

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

Please also note that an important legal notice about this report is attached (Appendix 7).

Contents

1	Executive summary	1
2	Progress to date	3
3	Outcome for creditors	6
4	Joint Administrators' remuneration and disbursements	8
5	Conclusion of the administrations	10
Appendix 1	Statutory information	11
Appendix 2	Joint Administrators' receipts and payments accounts	14
Appendix 3	Schedule of expenses for each Company	22
Appendix 4	Joint Administrators' charging and disbursements policy	25
Appendix 5	Summary of Joint Administrators' proposals for each Company	
34		
Appendix 6	Glossary	38
Appendix 7	Notice: About this report	40

1 Executive summary

This final progress report covers the period from 2 October 2020 to 30 March 2021 for the Companies. There are three reports to creditors related to the eight remaining concurrent administrations; one for Monarch Airlines, one for Monarch Holidays sub-group and one for Monarch Holdings. This report is for the Monarch Holidays sub-group.

Two of the ten Group administrations, namely Avro Aviation and Monarch 2011, have been concluded and we have ceased to act in respect of these two companies.

The Group's key assets were:

- Slots. Realised for £54 million.

- Unrestricted cash at bank of £27.8 million on appointment. Realisations at Monarch Airlines are £22.5 million and Monarch Holidays are £5.1 million.

- In addition, we have realised cash collateral held by third parties at appointment of £0.4 million and £1.0 million in Monarch Airlines and Monarch Holidays respectively.

The key asset realisations within the Companies relate to debtors and cash at bank on appointment.

Asset realisations in the period relate to dividends received in Monarch Holidays and Avro in respect of inter-company debts. There are no further assets to realise and we have now concluded all matters in the administrations (Section 2 - Progress to date).

Across the Group, value broke in the secured debt as previously indicated. We have made distributions to the secured creditors in this period from Monarch Holidays, Monarch Travel Group, somewhere2stay and MH Aviation Transport (Section 3 - Dividend prospects and dividends paid).

Monarch Holidays is the only Company of the Monarch Holidays sub-group with preferential creditors. These preferential creditors have been paid in full (Section 3 - Outcome for creditors).

We paid a small dividend to unsecured creditors with agreed claims in First Aviation, Monarch Travel Group, somewhere2stay and MH Aviation Transport. There was no return to unsecured creditors of Monarch Holidays or Avro (Section 3 - Outcome for creditors).

During the period we applied to Court and obtained an order discharging us from liability in respect of any action of ours in our role as Joint Administrators of the Companies with effect from 28 days after the date the Court has been notified by Freshfields that the Registrar of Companies has registered our final report and notices of move from administration to dissolution (Section 5 - Conclusion of the administrations).

Please note: you should read this progress report in conjunction with our previous progress reports and proposals issued to the Companies' creditors which can be found at <http://www.kpmg.co.uk/monarch>. Unless stated otherwise, all amounts in this progress report and appendices are stated net of VAT.



Jim Tucker
Joint Administrator

2 Progress to date

This section provides a final update on our strategy for each of the administrations and on the progress made. It follows the information provided in our previous progress reports.

2.1 Strategy and progress to date

Overall administration strategy

The key initial Group wide strategy was focussed on:

- Assisting the CAA with the customer repatriation exercise;
- Communicating with all key stakeholders, in particular the customers affected by the administration;
- Stabilising the IT infrastructure to preserve systems to support the CAA and retaining key employees with a view to securing the Companies' assets, in particular the Slots owned by Monarch Airlines;
- Support the Group's engineering business, Monarch Aircraft Engineering Limited – in administration, by migrating the IT infrastructure to allow it to become a standalone business.

Our key strategy for the Companies was to secure and realise assets and facilitate an orderly wind down of the operations of the businesses.

During the period, our primary focus has been to make a first and final distribution to the unsecured creditors, with agreed claims, of First Aviation, Monarch Travel Group, somewhere2stay, and MH Aviation Transport. Monarch Holidays and Avro received dividends from these distributions. Thereafter we have finalised the remaining matters in the administrations.

Services and Funding Agreement (SFA)

As previously reported, we agreed services to be provided to the CAA, covering matters that would not ordinarily be undertaken in an administration, and the terms of reimbursement in the SFA.

We worked with the CAA in relation to the recovery of travel agent debtors during the administration of Monarch Holidays. All work in this respect has been concluded.

Funding received from the CAA does not represent an asset of the Companies; the funding ensures there is no gain or detriment to creditors as a result of work undertaken on behalf of the CAA.

Tax

We received formal tax clearance from HMRC during August 2020. With no further outstanding matters, we are now able to bring these administrations to a conclusion.

VAT

We received confirmation of deregistration for VAT from HMRC in response to our request to disband the Monarch Holidays and Monarch Airlines VAT groups and deregister these Companies from VAT. This applies to Avro and somewhere2stay, being former members of the Monarch Holidays VAT group and First Aviation as a former member of the Monarch Holidays VAT group.

MH Aviation Transport was deregistered for VAT earlier in the administration.

All final costs have been paid and we have submitted our respective final VAT reclaims for each of these companies to HMRC - with the administrations due to expire on 1 April 2021, the final VAT claimed from HMRC of £1,000 in FAVL and £3,913 in Avro has been assigned to KPMG fees account to pay the balance of our outstanding fee notes.

Monarch Travel Group was not registered for VAT.

Monarch Holidays

We have been advised by the Independent Trustee Services that there may be funds of up to £65,000 available to the Company from surplus assets of the Cosmosair Plc Pension and Life Assurance scheme.

We understand the Trustees are following the requisite process in terms of providing notice to members prior to being able to determine whether there is a surplus for Monarch Holidays. The outcome of this process will not be known until after the expiry of the administration. Accordingly, we have assigned the benefit of any surplus that may be available to Monarch Holidays to PJL, being the Senior Secured creditor and the party that would have received any amounts paid to the Monarch Holidays estate had the funds been received during the period of the administration.

2.2 Asset realisations

Realisations during the period for each of the Companies are set out in the attached receipts and payments accounts (Appendix 2).

A summary of the most significant realisations during the period for Monarch Holidays and Avro is provided below.

There were no realisations in the period for First Aviation, Monarch Travel Group, somewhere2stay or MH Aviation Transport.

Inter-company debtors

During the period, Monarch Holidays received dividends totalling c.£51,000 from MH Aviation Transport, First Aviation and somewhere2stay.

Avro received c£2,000 from First Aviation.

Investigations

We reviewed the affairs of each of the Companies to find out if there were any actions which could be taken against third parties to increase recoveries for creditors. No causes for action were identified. We complied with statutory requirements in this respect.

2.3 Costs

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

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

Monarch Holidays

During the period, we have paid storage costs of c.£36,000 from Monarch Holidays to Iron Mountain, a third-party storage provider, for the storage and future destruction of books and records.

Legal fees

We have paid legal fees to Freshfields relating to work carried out on the previous extension of the administration and the recent Court application for discharge from liability as follows:

Legal fees paid to Freshfields	
	£
Monarch Holidays	10,000
First Aviation	5,000
Monarch Travel Group	4,167
somewhere2stay	5,000
MH Aviation Transport	5,000
Total	29,167

2.4 Schedules of expenses

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

Other than our time costs there have been no further unpaid expenses incurred in the period for any of the Companies.

3 Outcome for creditors

3.1 Secured creditors

We set out a summary of the material security position for the Companies, together with a summary of the security provided to merchant acquirers over Monarch Holidays' and First Aviation's bank accounts in our Proposals.

As previously advised, value broke in the secured debt.

During the period, we have made distributions from the Companies to PJL as follows:

Distribution made to PJL	
	£
Monarch Holidays	1,555,857
Monarch Travel Group	142,180
somewhere2stay	259,146
MH Aviation Transport	43,389
Total	2,000,572

3.2 Preferential creditors

Monarch Holidays was the only Company with employees. As previously reported, the preferential creditors have been paid in full.

3.3 Unsecured creditors

We have declared a small first and final dividend to creditors of First Aviation, Monarch Travel Group, somewhere2stay and MH Aviation Transport.

Company	Dividend p/£	Amount distributed, £
First Aviation	1.84	488,635
Monarch Travel Group	0.16	39,045
somewhere2stay	1.38	168,616
MH Aviation Transport	0.16	39,642

A small number of creditors of First Aviation, Monarch Travel Group and somewhere2stay have not presented their dividend cheques. These creditors should note that any dividend cheques that remain unpresented on 6 April 2021 for Monarch Travel Group and 22 April 2021 for First Aviation and somewhere2stay will be cancelled and all unclaimed dividends will be forwarded to the Insolvency Service.

If these unsecured creditors wish to reclaim their dividend after the dates referred to above, they should contact the insolvency service directly at:

The Insolvency Service, EAIPS Unclaimed Dividend Team, PO Box 3690, Birmingham, B4 6FD.

Email: CustomerServices.EAS@insolvency.gov.uk

There was no dividend available for the unsecured creditors of Avro.

As previously advised, there was no distribution to unsecured creditors of Monarch Holidays. We obtained an order from the Court that the prescribed part, being funds ordinarily set aside for unsecured creditors up to a maximum of £0.6 million, shall not apply on the grounds that the cost of making a distribution to the unsecured creditors would be disproportionate to the benefits, and exceed the funds available.

4 Joint Administrators' remuneration and disbursements

4.1 Joint Administrators' remuneration and disbursements

Time costs

From 2 October 2020 to 30 March 2021, we have incurred the following time costs. These are based on our standard charge out rates; however, as previously reported, we have agreed a cap of 80% of our time costs with the senior secured creditor.

Time costs – 2 October 2020 to 30 March 2021			
	Time costs, £	Total hours	Average hourly rate, £
Monarch Holidays	35,714	95	376
First Aviation	14,686	39	377
Avro	8,067	23	351
Monarch Travel Group	10,478	30	349
somewhere2stay	20,172	53	381
MH Aviation Transport	10,824	31	344
Total	99,941	271	369

Remuneration

During the period, we have drawn floating charge remuneration as follows:

Remuneration drawn	
Avro	16,306
Monarch Travel Group	29,877
Total	46,183

Disbursements

During the period we have not incurred any disbursements in any of the Companies.

Additional information

We have attached (Appendix 4) an analysis of the time spent, the charge-out rates for each grade of staff and the expenses paid directly by KPMG for the period from 2 October 2020 to 30 March 2021. We have also attached our charging and disbursements policy.

Our time costs have exceeded the fees estimates previously reported to creditors for Monarch Holidays, Monarch Travel Group and MH Aviation Transport. This is primarily a result of the length of the administrations increasing as it took longer to conclude the residual matters in each of these administrations, including finalising the Group's complex tax affairs prior to being in a position to make a modest return to creditors in Monarch Travel Group and MH Aviation Transport. We have not provided a revised fees estimate for these administrations as we will not be seeking to recover these additional time costs.

Under the SFA entered into with the CAA, the CAA agreed to meet costs which would not have been incurred but for the work they required in relation to the repatriation exercise. These costs included a recharge from the Companies for the Administrators' time costs and expenses in relation to our work under the SFA. In agreeing these costs, the CAA is an independent body which is not connected with the Group, the Joint Administrators or KPMG.

4.2 Pre-administration costs

During the administrations, we disclosed unpaid pre-administration costs, being legal fees and disbursements outstanding as at the date of our appointment of £56,179 for Monarch Holidays and £2,341 for each of the other Companies.

We obtained approval from the Secured and preferential creditors (Monarch Holidays only) to pay these pre-administration costs, which have since been paid.

5 Conclusion of the administrations

We have filed a copy of this final progress report with the Registrar of Companies together with the requisite notices.

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

During the period, we applied to Court and obtained an order discharging us from liability in respect of any action of ours in our role as Joint Administrators of the Companies with effect from 28 days after the date the Court has been notified by Freshfields that the Registrar of Companies has registered our respective notice for each Company of move from administration to dissolution.

Appendix 1 Statutory information

Company information	
Company name	Monarch Holidays Limited
Date of incorporation	10 February 1987
Company registration number	02098654
Present registered office	15 Canada Square, Canary Wharf, London, E14 5GL
Administration information	
Administration appointment	The administration appointment granted in High Court of Justice, 007263 of 2017
Appointor	Court following application by the Directors
Date of appointment	2 October 2017
Joint Administrators' details	Jim Tucker, Blair Nimmo and Steve Absolom
Functions	The functions of the Joint Administrators have been exercised by them individually or together in accordance with Paragraph 100(2).
Current administration expiry date	1 April 2021
Values of the Net Property and Prescribed Part	Net Property was £8.6 million. The Prescribed Part is capped at the statutory maximum of £600,000. The Court Order to disapply the Prescribed Part has been taken into account when determining the dividend prospects for unsecured creditors (Section 3.3).
Prescribed Part distribution	The Joint Administrators have obtained an order from the Court that the Prescribed Part shall not apply on the grounds that the cost of making a distribution to the unsecured creditors would be disproportionate to the benefits.

Company information	
Company name	First Aviation Limited
Date of incorporation	25 January 1993
Company registration number	02783179
Present registered office	15 Canada Square, Canary Wharf, London, E14 5GL
Administration information	
Administration appointment	The administration appointment granted in High Court of Justice, 007245 of 2017
Appointor	Court following application by the Directors
Date of appointment	2 October 2017
Joint Administrators' details	Jim Tucker, Blair Nimmo and Steve Absolom
Functions	The functions of the Joint Administrators are being exercised by them individually or together in accordance with Paragraph 100(2)
Current administration expiry date	1 April 2021
Values of the Net Property and Prescribed Part	The Prescribed Part is not applicable on this case as there are no secured creditors.

Company information

Company name	Avro Limited
Date of incorporation	20 December 1983
Company registration number	01779584
Present registered office	15 Canada Square, Canary Wharf, London, E14 5GL

Administration information

Administration appointment	The administration appointment granted in High Court of Justice, 007258 of 2017
Appointor	Court following application by the Directors
Date of appointment	2 October 2017
Joint Administrators' details	Jim Tucker, Blair Nimmo and Steve Absolom
Functions	The functions of the Joint Administrators have been exercised by them individually or together in accordance with Paragraph 100(2).
Current administration expiry date	1 April 2021
Values of the Net Property and Prescribed Part	The Prescribed Part is not applicable on this case as the net property is expected to be below the prescribed minimum of £10,000.

Company information

Company name	Monarch Travel Group Limited
Date of incorporation	26 March 1975
Company registration number	01205109
Present registered office	15 Canada Square, Canary Wharf, London, E14 5GL

Administration information

Administration appointment	The administration appointment granted in High Court of Justice, 007260 of 2017
Appointor	Court following application by the Directors
Date of appointment	2 October 2017
Joint Administrators' details	Jim Tucker, Blair Nimmo and Steve Absolom
Functions	The functions of the Joint Administrators have been exercised by them individually or together in accordance with Paragraph 100(2).
Current administration expiry date	1 April 2021
Values of the Net Property and Prescribed Part	Net Property was £181,225. Prescribed Part was £39,045.
Prescribed Part distribution	The Joint Administrators did not apply to Court to obtain an order that the Prescribed Part shall not apply. Accordingly, the Joint Administrators have made a distribution to the unsecured creditors.

Company information

Company name	somewhere2stay Limited
Date of incorporation	15 December 1986
Company registration number	02083982
Present registered office	15 Canada Square, Canary Wharf, London, E14 5GL

Administration information

Administration appointment	The administration appointment granted in High Court of Justice, 007269 of 2017
Appointor	Court following application by the Directors
Date of appointment	2 October 2017
Joint Administrators' details	Jim Tucker, Blair Nimmo and Steve Absolom
Functions	The functions of the Joint Administrators have been exercised by them individually or together in accordance with Paragraph 100(2).
Current administration expiry date	1 April 2021
Values of the Net Property and Prescribed Part	Net Property was £827,792. Prescribed Part was £168,616.
Prescribed Part distribution	The Joint Administrators did not apply to Court to obtain an order that the Prescribed Part shall not apply. Accordingly, the Joint Administrators have made a distribution to the unsecured creditors.

Company information

Company name	MH Aviation Transport Limited
Date of incorporation	11 November 1974
Company registration number	01190110
Present registered office	15 Canada Square, Canary Wharf, London, E14 5GL

Administration information

Administration appointment	The administration appointment granted in High Court of Justice, 007257 of 2017
Appointor	Court following application by the Directors
Date of appointment	2 October 2017
Joint Administrators' details	Jim Tucker, Blair Nimmo and Steve Absolom
Functions	The functions of the Joint Administrators have been exercised by them individually or together in accordance with Paragraph 100(2).
Current administration expiry date	1 April 2021
Values of the Net Property and Prescribed Part	Net Property was £183,059. Prescribed Part was £39,642.
Prescribed Part distribution	The Joint Administrators did not apply to Court to obtain an order that the Prescribed Part shall not apply. Accordingly, the Joint Administrators have made a distribution to the unsecured creditors.

Appendix 2 Joint Administrators' receipts and payments accounts

Monarch Holidays

Monarch Holidays Limited - in Administration				
Abstract of receipts & payments				
Statement of affairs	From 02/10/2020	From 02/10/2020	From 02/10/2020	Cumulative GBP from
(£)	To 30/03/2021 (£)	To 30/03/2021 (EUR)	To 30/03/2021 (US\$)	From 02/10/2017
				To 30/03/2021 (£)
FIXED CHARGE ASSETS				
8,907,340.00 Cash collateral - Merchant acquirer	NIL	NIL	NIL	NIL
	NIL	NIL	NIL	NIL
FIXED CHARGE CREDITORS				
(8,907,340.00) Fixed charge creditor	NIL	NIL	NIL	NIL
(94,685,897.00) Fixed charge creditor (2)	NIL	NIL	NIL	NIL
(7,500,000.00) Fixed charge creditor (3)	NIL	NIL	NIL	NIL
	NIL	NIL	NIL	NIL
ASSET REALISATIONS				
Intangible assets	NIL	NIL	NIL	840.00
5,000.00 Tangible assets	8,689.48	NIL	NIL	8,689.48
3,168,217.00 Book debts	NIL	NIL	NIL	2,144,321.55
Book debts - travel agents	11,318.68	NIL	NIL	5,400,212.06
Hotel pre payment refunds	NIL	NIL	NIL	632,688.67
VAT refunds (pre-app'ent)	NIL	NIL	NIL	125,241.83
4,950,078.00 Cash at bank	NIL	NIL	NIL	6,171,073.80
Credit Card settlement	NIL	NIL	NIL	231,108.26
	20,008.16	NIL	NIL	14,714,175.64
OTHER REALISATIONS				
Bank interest, gross	NIL			84,519.45
Aviva refunds	NIL	NIL	NIL	122.77
Insurance refund	NIL	NIL	NIL	5,246.60
Reimbursement of legal fees incurred	NIL	NIL	NIL	2,160.18
Third party funds received	NIL	NIL	NIL	34,966.02
Sundry refunds	NIL	NIL	NIL	3,756.55
Inter-company Debtor	50,888.10	NIL	NIL	50,888.10
Intercompany	NIL	NIL	NIL	(706.60)
Funding from CAA	NIL	NIL	NIL	0.00
Currency Account Transfers	NIL	NIL	NIL	717,118.51
	50,888.10	NIL	NIL	898,071.58
COST OF REALISATIONS				
Consideration for group relief surrender	NIL	NIL	NIL	(220,114.16)
Pre-administration legal fees	NIL	NIL	NIL	(56,178.95)
ATT funds paid	NIL	NIL	NIL	(4,472,469.21)
Administrators' fees	NIL	NIL	NIL	(1,110,584.20)
Administrators' expenses	NIL	NIL	NIL	(9,851.00)
Employee expenses	NIL	NIL	NIL	(2,820.50)
Overseas rep costs	NIL	NIL	NIL	(38,547.02)
Agents'/Valuers' fees	NIL	NIL	NIL	(129,227.01)
ERA solution costs	NIL	NIL	NIL	(5,104.28)
Legal fees	(10,000.00)	NIL	NIL	(258,382.99)
Costs recharged under the SFA	NIL	NIL	NIL	443,100.25
Telephone/Telex/Fax	NIL	NIL	NIL	(7,201.41)
Storage costs	(35,857.79)	NIL	NIL	(59,251.40)
Re-direction of mail	NIL	NIL	NIL	(1,632.00)
Statutory advertising	NIL	NIL	NIL	(140.00)
Rent	NIL	NIL	NIL	(34,538.20)
Rates	NIL	NIL	NIL	(4,858.26)
Other property expenses	NIL	NIL	NIL	(815.00)
Wages & salaries	NIL	NIL	NIL	(161,146.01)
PAYE & NIC	NIL	NIL	NIL	(75,412.47)
Bank charges	(150.00)	NIL	NIL	(1,917.58)
Third party funds paid	NIL	NIL	NIL	(34,966.02)
Irrecoverable VAT	NIL	NIL	NIL	(20,663.88)
Currency Account transfers	NIL	NIL	NIL	(713,396.25)
	(46,007.79)	NIL	NIL	(6,976,117.55)
PREFERENTIAL CREDITORS				
(38,087.00) Employee creditors	NIL	NIL	NIL	(47,772.54)
	NIL	NIL	NIL	(47,772.54)
FLOATING CHARGE CREDITORS				
Floating charge	1,555,857.13	NIL	NIL	8,588,357.13
	(1,555,857.13)	NIL	NIL	(8,588,357.13)
UNSECURED CREDITORS				
(70,021,165.00) Trade, Intercompany, Other	NIL	NIL	NIL	NIL
(1,148,308.00) Employees	NIL	NIL	NIL	NIL
(9,928,910.00) Pre-paid consumer creditors	NIL	NIL	NIL	NIL
	NIL	NIL	NIL	NIL
DISTRIBUTIONS				
(27,200,000.00) Ordinary shareholders	NIL	NIL	NIL	NIL
	NIL	NIL	NIL	NIL
(202,399,072.00)	(1,530,968.66)	NIL	NIL	NIL
REPRESENTED BY				
Floating ch. VAT rec'able				311,169.10
Floating charge current				NIL
ATT Trust account				NIL
Floating ch. VAT payable				(124,016.72)
Floating ch. VAT control				(187,152.38)
				NIL

First Aviation

First Aviation Limited - in Administration

Abstract of receipts & payments

Statement of affairs (£)		From 02/10/2020 To 30/03/2021 (£)	From 02/10/2017 To 30/03/2021 (£)
FIXED CHARGE ASSETS			
75,925.00	Cash collateral - Merchant acquirer	NIL	NIL
115,362.00	Cash collateral - Merchant acquirers	NIL	NIL
16,310,433.00	Cash collateral held	NIL	NIL
		NIL	NIL
FIXED CHARGE CREDITORS			
(75,925.00)	Fixed charge creditor	NIL	NIL
(115,362.00)	Fixed charge creditor (2)	NIL	NIL
(16,310,433.00)	Fixed charge creditor (3)	NIL	NIL
		NIL	NIL
ASSET REALISATIONS			
4,605.00	Cash at bank	NIL	120,044.03
	Consideration for group relief surrender	NIL	421,029.55
		NIL	541,073.58
OTHER REALISATIONS			
	Bank interest, gross	NIL	1,205.23
	Facility from CAA	NIL	2,500.00
		NIL	3,705.23
COST OF REALISATIONS			
	Pre-administration legal fees	NIL	(2,340.79)
	Administrators' fees	NIL	(30,000.00)
	Administrators' expenses	NIL	(267.00)
	Legal fees	(5,000.00)	(20,202.80)
	Re-direction of mail	NIL	(612.00)
	Bank charges	(120.00)	(160.00)
	Repayment of CAA funding	NIL	(2,561.44)
		(5,120.00)	(56,144.03)
UNSECURED CREDITORS			
	Trade & expense	(488,634.77)	(488,634.77)
		(488,634.77)	(488,634.77)
DISTRIBUTIONS			
(25,000.00)	Ordinary shareholders	NIL	NIL

First Aviation Limited - in Administration**Abstract of receipts & payments**

Statement of affairs (£)	From 02/10/2020 To 30/03/2021 (£)	From 02/10/2017 To 30/03/2021 (£)
	NIL	NIL
(20,395.00)	(493,754.77)	0.01
REPRESENTED BY		
Floating ch. VAT rec'able		10,376.45
Floating charge current - NIB wef 170620		0.01
Floating ch. VAT control		(9,376.45)
Trade creditors		(1,000.00)
		0.01

Avro

Avro Limited - in Administration**Abstract of receipts & payments**

Statement of affairs (£)	From 02/10/2020 To 30/03/2021 (£)	From 02/10/2017 To 30/03/2021 (£)
FIXED CHARGE CREDITORS		
(7,500,000.00) Fixed charge creditor	NIL	NIL
(94,685,897.00) Fixed charge creditor (2)	NIL	NIL
	NIL	NIL
ASSET REALISATIONS		
18,279.00 Trade & Other receivables	NIL	NIL
Book debts	NIL	10,860.17
8,476.00 Cash at bank	NIL	8,474.88
	NIL	19,335.05
OTHER REALISATIONS		
Bank interest, gross	NIL	163.99
Inter Company debtor	1,947.12	1,947.12
Facility from CAA	NIL	2,500.00
	1,947.12	4,611.11
COST OF REALISATIONS		
Consideration for group relief surrender	NIL	(1,406.36)
Pre-administration legal fees	NIL	(2,340.79)
Administrators' fees	(19,567.01)	(19,567.01)
Re-direction of mail	NIL	(612.00)
Bank charges	(30.00)	(20.00)

Avro Limited - in Administration**Abstract of receipts & payments**

Statement of affairs (£)		From 02/10/2020 To 30/03/2021 (£)	From 02/10/2017 To 30/03/2021 (£)
		(19,597.01)	(20,684.99)
	UNSECURED CREDITORS		
(225,030.00)	Pre-paid customer creditors	NIL	NIL
		NIL	NIL
	DISTRIBUTIONS		
(16,100,000.00)	Ordinary shareholders	NIL	NIL
		NIL	NIL
(118,484,172.00)		(17,649.89)	NIL
	REPRESENTED BY		
	Floating ch. VAT rec'able		3,913.40
	Floating charge current - NIB 21/11/19		NIL
	Trade creditors		(3,913.40)
			NIL

Monarch Travel Group**Monarch Travel Group Limited - in Administration****Abstract of receipts & payments**

Statement of affairs (£)		From 02/10/2020 To 30/03/2021 (£)	From 02/10/2017 To 30/03/2021 (£)
	FIXED CHARGE CREDITORS		
(7,500,000.00)	Fixed charge creditor	NIL	NIL
(94,685,897.00)	Fixed charge creditor (2)	NIL	NIL
		NIL	NIL
	ASSET REALISATIONS		
	Consideration for group relief surrender	NIL	224,551.89
		NIL	224,551.89
	OTHER REALISATIONS		
	Bank interest, gross	NIL	124.29
	Rates refund	NIL	1,682.06
	Facility from CAA	NIL	2,500.00
		NIL	4,306.35
	COST OF REALISATIONS		
	Pre-administration legal fees	NIL	(2,340.79)
	Administrators' fees	(29,876.96)	(29,876.96)

Monarch Travel Group Limited - in Administration**Abstract of receipts & payments**

Statement of affairs (£)		From 02/10/2020 To 30/03/2021 (£)	From 02/10/2017 To 30/03/2021 (£)
	Irrecoverable VAT	(6,808.72)	(7,359.96)
	Agents'/Valuers' fees	NIL	(336.41)
	Legal fees	(4,166.67)	(4,166.67)
	Re-direction of mail	NIL	(612.00)
	Statutory advertising	NIL	(79.00)
	Bank charges	(148.00)	(168.00)
	Repayment of CAA funding	NIL	(2,693.36)
		(41,000.35)	(47,633.15)
	FLOATING CHARGE CREDITORS		
	Floating charge (2)	(142,180.00)	(142,180.00)
		(142,180.00)	(142,180.00)
	UNSECURED CREDITORS		
	Trade & expense	(39,045.09)	(39,045.09)
		(39,045.09)	(39,045.09)
	DISTRIBUTIONS		
(20,000.00)	Ordinary shareholders	NIL	NIL
		NIL	NIL
(102,205,897.00)		(222,225.44)	NIL
	REPRESENTED BY		
	Floating charge current - NIB wef 170620		NIL
			NIL

somewhere2stay

somewhere2stay Limited - in Administration**Abstract of receipts & payments**

Statement of affairs (£)		From 02/10/2020 To 30/03/2021 (£)	From 02/10/2017 To 30/03/2021 (£)
	FIXED CHARGE CREDITORS		

somewhere2stay Limited - in Administration
Abstract of receipts & payments

Statement of affairs (£)		From 02/10/2020 To 30/03/2021 (£)	From 02/10/2017 To 30/03/2021 (£)
(7,500,000.00)	Fixed charge creditor	NIL	NIL
(94,685,897.00)	Fixed charge creditor (2)	NIL	NIL
		NIL	NIL
ASSET REALISATIONS			
644,698.00	Trade and Other receivables	NIL	NIL
	Book debts	NIL	869,626.64
1,970.00	Cash at bank	NIL	1,970.00
		NIL	871,596.64
OTHER REALISATIONS			
	Bank interest, gross	NIL	7,924.92
	Facility from CAA	NIL	2,500.00
		NIL	10,424.92
COST OF REALISATIONS			
	Consideration for group relief surrender	NIL	(710.48)
	Pre-administration legal fees	NIL	(2,340.79)
	Administrators' fees	NIL	(41,500.00)
	Administrators' expenses	NIL	(494.00)
	Legal fees	(5,000.00)	(5,000.00)
	Re-direction of mail	NIL	(1,224.00)
	Statutory advertising	NIL	(79.00)
	Bank charges	(318.00)	(368.00)
	Repayment of CAA funding	NIL	(2,542.95)
		(5,318.00)	(54,259.22)
FLOATING CHARGE CREDITORS			
	Floating charge	(259,146.27)	(659,146.27)
		(259,146.27)	(659,146.27)
UNSECURED CREDITORS			
	Trade & expense	(168,616.07)	(168,616.07)
(283,047.00)	Pre-paid consumer creditors	NIL	NIL
		(168,616.07)	(168,616.07)
DISTRIBUTIONS			
(50,000.00)	Ordinary shareholders	NIL	NIL
		NIL	NIL
(101,872,276.00)		(433,080.34)	NIL

somewhere2stay Limited - in Administration**Abstract of receipts & payments**

Statement of affairs (£)	From 02/10/2020 To 30/03/2021 (£)	From 02/10/2017 To 30/03/2021 (£)
--------------------------	--------------------------------------	--------------------------------------

REPRESENTED BY

Floating ch. VAT rec'able		3,799.76
Floating charge current - NIB wef 170620		NIL
Floating ch. VAT control		(3,799.76)
		NIL

MH Aviation Transport

MH Aviation Transport Limited - in Administration**Abstract of receipts & payments**

Statement of affairs (£)	From 02/10/2020 To 30/03/2021 (£)	From 02/10/2017 To 30/03/2021 (£)
--------------------------	--------------------------------------	--------------------------------------

FIXED CHARGE CREDITORS

(7,500,000.00)	Fixed charge creditor	NIL	NIL
(94,685,897.00)	Fixed charge creditor (2)	NIL	NIL
		NIL	NIL

ASSET REALISATIONS

	VAT refunds (pre-app'ent)	NIL	231,523.81
1,000.00	Cash at bank	NIL	1,000.00
		NIL	232,523.81

OTHER REALISATIONS

	Bank interest, gross	NIL	2,460.87
	Facility from CAA	NIL	2,500.00
		NIL	4,960.87

COST OF REALISATIONS

	Consideration for group relief surrender	NIL	(9,772.44)
	Pre-administration legal fees	NIL	(2,340.79)
	Administrators' fees	NIL	(33,000.00)
	Administrators' expenses	NIL	(267.00)
	Legal fees	(5,000.00)	(5,000.00)
	Re-direction of mail	NIL	(1,224.00)
	Statutory advertising	NIL	(79.00)
	Bank charges	(180.00)	(230.00)
	Repayment of CAA funding	NIL	(2,542.95)
		(5,180.00)	(54,456.18)

FLOATING CHARGE CREDITORS

MH Aviation Transport Limited - in Administration

Abstract of receipts & payments

Statement of affairs (£)		From 02/10/2020 To 30/03/2021 (£)	From 02/10/2017 To 30/03/2021 (£)
	Floating charge	(43,386.80)	(143,386.80)
		(43,386.80)	(143,386.80)
	UNSECURED CREDITORS		
	Trade & expense	(39,641.70)	(39,641.70)
		(39,641.70)	(39,641.70)
	DISTRIBUTIONS		
(100.00)	Ordinary shareholders	NIL	NIL
		NIL	NIL
(102,184,997.00)		(88,208.50)	NIL
	REPRESENTED BY		
	Floating ch. VAT rec'able		8,137.36
	Floating charge current - NIB wef 170620		NIL
	Floating ch. VAT control		(8,137.36)
			NIL

Appendix 3 Schedule of expenses for each Company

Monarch Holidays

Schedule of expenses (02/10/2020 to 30/03/2021)			
Expenses (£)	Incurred and paid in the period (£)	Incurred in the period not yet paid (£)	Total (£)
Cost of realisations			
Administrators' fees	0.00	35,714.35	35,714.35
Legal fees	2,750.00	0.00	2,750.00
Storage costs	35,857.79	0.00	35,857.79
Bank charges	150.00	0.00	150.00
TOTAL	38,757.79	35,714.35	74,472.14

First Aviation

Schedule of expenses (02/10/2020 to 30/03/2021)			
Expenses (£)	Incurred and paid in the period (£)	Incurred in the period not yet paid (£)	Total (£)
Cost of realisations			
Administrators' fees	0.00	14,686.00	14,686.00
Legal fees	2,750	0.00	2,750.00
Bank charges	120.00	0.00	120.00
TOTAL	2,870.00	14,686.00	17,556.00

Avro

Schedule of expenses (02/10/2020 to 30/03/2021)			
Expenses (£)	Incurred and paid in the period (£)	Incurred in the period not yet paid (£)	Total (£)
Cost of realisations			
Administrators' fees	0.00	8,067.00	8,067.00
Bank charges	30.00	0.00	30.00
TOTAL	30.00	8,067.00	8,097.00

Monarch Travel Group

Schedule of expenses (02/10/2020 to 30/03/2021)			
Expenses (£)	Incurred and paid in the period (£)	Incurred in the period not yet paid (£)	Total (£)
Cost of realisations			
Administrators' fees	0.00	10,478.10	10,478.10
Irrecoverable VAT	6,808.72	0.00	6,808.72
Legal fees	4,166.67	0.00	4,166.67
Bank charges	148.00	0.00	148.00
TOTAL	11,123.39	10,478.10	21,601.49

somewhere2stay

Schedule of expenses (02/10/2020 to 30/03/2021)			
Expenses (£)	Incurred and paid in the period (£)	Incurred in the period not yet paid (£)	Total (£)
Cost of realisations			
Administrator's fees	0.00	20,171.75	20,171.75
Legal fees	2,750.00	0.00	2,750.00
Bank charges	318.00	0.00	318.00
TOTAL	3,068.00	20,171.75	23,239.75

MH Aviation Transport

Schedule of expenses (02/10/2020 to 30/03/2021)			
Expenses (£)	Incurred and paid in the period (£)	Incurred in the period not yet paid (£)	Total (£)
Cost of realisations			
Administrator's fees	0.00	10,824.25	10,824.25
Legal fees	2,750.00	0.00	2,750.00
Bank charges	180.00	0.00	180.00
TOTAL	2,930.00	10,824.25	13,754.25

Please note that the accrual for our remuneration for each company is based on our charge out rates; for consistency of reporting purposes these costs have not been adjusted to reflect the discount agreed with the Senior Secured creditor.

There's a difference between the payments made during the period per the receipts and payments account and the expenses incurred and paid in the period for each company. This is due to the fact that some of the payments made in the period relate to expenses incurred in a prior period.

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

Creditors' requests for further information

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

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

Creditors' right to challenge our remuneration and expenses

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

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

The full text of the relevant rules can be provided on request by writing to Joint Administrators of the applicable company c/o 15 Canada Square, Canary Wharf, London, E14 5GL.

Appendix 4 Joint Administrators' charging and disbursements policy

Joint Administrators' charging policy

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

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

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

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

If you are unable to access this guide and would like a copy, please contact Marie Hayden on 0118 9642208 or write to the Joint Administrators of the applicable company c/o 15 Canada Square, London, E14 5GL.

Hourly rates

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

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

Table of charge-out rates

Charge-out rates (£) for: Restructuring	
Grade	From 01 Nov 2016 £/hr
Partner	835
Associate Partner	740
Director	740
Senior Manager	645
Manager	515
Senior Administrator	375
Administrator	285
Support	142
Work Experience	50

Policy for the recovery of disbursements

We have recovered Category 1 from the estates of Monarch Holidays, First Aviation, somewhere2stay and MH Aviation Transport and Category 2 disbursements from the estate of Monarch Holidays only.

For the avoidance of doubt, such expenses are defined within SIP 9 as follows:

Category 1 disbursements: These are costs where there is specific expenditure directly referable to both the appointment in question and a payment to an independent third party. These may include, for example, advertising, room hire, storage, postage, telephone charges, travel expenses, and equivalent costs reimbursed to the officeholder or his or her staff.

Category 2 disbursements: These are costs that are directly referable to the appointment in question but not to a payment to an independent third party. They may include shared or allocated costs that can be allocated to the appointment on a proper and reasonable basis, for example, business mileage.

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

Mileage claims fall into three categories:

Use of privately-owned vehicle or car cash alternative – 45p per mile.

Use of company car – 60p per mile.

Use of partner's car – 60p per mile.

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

We have not incurred any disbursements during the period.

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

Category 2 disbursements have been approved in the same manner as our remuneration.

Narrative of work carried out for each of the Companies the period 2 October 2020 to 30 March 2021

The key areas of work have been:

Statutory and compliance	applying to Court for an order seeking discharge of the Joint Administrators' liability in respect of any action of ours in our role as Joint Administrators of the Companies with effect from 28 days after the date upon which the Court has been notified by Freshfields that the Registrar of Companies has registered our notice of move from administration to dissolution; posting information on a dedicated web page; preparing statutory receipts and payments accounts; dealing with all closure related formalities; ensuring compliance with all statutory obligations within the relevant timescales.
Strategy documents, Checklist and reviews	reviewing and concluding the administration strategies; briefing of our staff on the closure strategy and matters in relation to final work-streams; reviewing and authorising junior staff correspondence and other work; dealing with queries arising during the appointments; reviewing matters affecting the outcome of the administrations;

	complying with internal filing and information recording practices, including documenting strategy decisions.
Reports to debenture holders	providing written and oral updates to representatives of the secured creditors regarding the progress of the administrations and case strategies.
Cashiering	preparing and processing vouchers for the payment of post-appointment invoices; raising dividend payments in First Aviation, Monarch Travel Group, somewhere2stay and MH Aviation Transport; reconciling post-appointment bank accounts to internal systems; ensuring compliance with appropriate risk management procedures in respect of receipts and payments; closing the administration bank accounts.
Tax	analysing VAT related transactions and submitting VAT claim forms to HMRC.
General	reviewing time costs data and producing analyses of time incurred which is compliant with Statement of Insolvency Practice 9; drawing remuneration in accordance with the basis which has been approved by Secured creditors; dealing with the ongoing storage and destruction, at the appropriate time, of the Companies books and records.
Employees (Monarch Holidays only)	dealing with queries from employees regarding various matters relating to the administration and their employment; dealing with statutory employment related matters, including statutory notices to employees and making statutory submissions to the relevant government departments; communicating and corresponding with HM Revenue and Customs.
Creditors and claims	responding to enquiries from creditors regarding the administrations and submission of their claims; arranging distributions to the secured creditors from Monarch Holidays, Monarch Travel Group, somewhere2stay and MH Aviation Transport; declaring and paying dividends to unsecured creditors with agreed claims in First Aviation, Monarch Travel Group, somewhere2stay and MH Aviation Transport; drafting our final progress report.

Time costs

Monarch Holidays

SIP 9 –Time costs analysis (02/10/2020 to 30/03/2021)

		Average	
	Hours	Time Cost (£)	Hourly Rate (£)
Administration & planning			
Cashiering			
General (Cashiering)	12.50	4,331.10	346.49
Reconciliations (& IPS accounting reviews)	4.80	1,512.00	315.00
General			
Books and records	6.10	1,954.50	320.41
Fees and WIP	1.70	484.50	285.00
Statutory and compliance			
Checklist & reviews	2.00	570.00	285.00
Closure and related formalities	4.20	1,557.00	370.71
Statutory receipts and payments accounts	3.00	891.00	297.00
Strategy documents	2.00	822.00	411.00
Tax			
Post appointment corporation tax	5.50	3,160.00	574.55
Post appointment VAT	12.40	4,992.00	402.58

SIP 9 –Time costs analysis (02/10/2020 to 30/03/2021)

	Hours	Time Cost (£)	Average Hourly Rate (£)
Creditors			
Creditors and claims			
General correspondence	1.70	916.50	539.12
Payment of dividends	1.00	447.00	447.00
Secured creditors	1.20	522.00	435.00
Statutory reports	30.05	10,987.75	365.65
Employees			
Correspondence	4.70	1,500.50	319.26
Realisation of assets			
Asset Realisation			
Debtors	0.60	243.00	405.00
Other assets	1.50	823.50	549.00
Total in period	94.95	35,714.35	376.14

Brought forward time (appointment date to SIP 9 period start date)	3,182.62	1,440,256.00
SIP 9 period time (SIP 9 period start date to SIP 9 period end date)	94.95	35,714.35
Carry forward time (appointment date to SIP 9 period end date)	3,277.57	1,475,970.35

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

All time shown in the above analysis is charged in units of six minutes

First Aviation

SIP 9 –Time costs analysis (02/10/2020 to 30/03/2021)

	Hours	Time Cost (£)	Average Hourly Rate (£)
Administration & planning			
Cashiering			
General (Cashiering)	11.10	3,781.50	340.68
Statutory and compliance			
Checklist & reviews	1.10	313.50	285.00
Closure and related formalities	2.50	1,144.50	457.80
Tax			
Post appointment corporation tax	0.40	160.00	400.00

SIP 9 –Time costs analysis (02/10/2020 to 30/03/2021)

	Hours	Time Cost (£)	Average Hourly Rate (£)
Post appointment VAT	4.40	1,290.00	293.18

Creditors

Creditors and claims

Agreement of unsecured claims

Statutory reports

Total in period	39.00	14,686.00	376.56
------------------------	--------------	------------------	---------------

Brought forward time (appointment date to SIP 9 period start date)	191.25	81,844.85
--	--------	-----------

SIP 9 period time (SIP 9 period start date to SIP 9 period end date)	39.00	14,686.00
--	-------	-----------

Carry forward time (appointment date to SIP 9 period end date)	230.25	96,530.85
--	--------	-----------

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

All time shown in the above analysis is charged in units of six minute.

Avro

SIP 9 –Time costs analysis (02/10/2020 to 30/03/2021)

	Hours	Time Cost (£)	Average Hourly Rate (£)
--	-------	---------------	-------------------------

Administration & planning

Cashiering

General (Cashiering)

Reconciliations (& IPS accounting reviews)

General

Fees and WIP

Statutory and compliance

Checklist & reviews

Closure and related formalities

Statutory receipts and payments accounts

Tax

Post appointment VAT

Creditors

Creditors and claims

Statutory reports

SIP 9 –Time costs analysis (02/10/2020 to 30/03/2021)

	Hours	Time Cost (£)	Average Hourly Rate (£)
Realisation of assets			
Asset Realisation			
Debtors	0.20	57.00	285.00
Total in period	23.00	8,067.00	350.74

Brought forward time (appointment date to SIP 9 period start date)	144.45	59,520.45
SIP 9 period time (SIP 9 period start date to SIP 9 period end date)	23.00	8,067.00
Carry forward time (appointment date to SIP 9 period end date)	167.45	67,587.45

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

All time shown in the above analysis is charged in units of six minutes.

Monarch Travel Group

SIP 9 –Time costs analysis (02/10/2020 to 30/03/2021)

	Hours	Time Cost (£)	Average Hourly Rate (£)
Administration & planning			
Cashiering			
General (Cashiering)	9.90	3,283.10	331.63
General			
Fees and WIP	2.20	699.00	317.73
Statutory and compliance			
Checklist & reviews	1.70	484.50	285.00
Closure and related formalities	1.60	600.00	375.00
Creditors			
Creditors and claims			
Payment of dividends	3.70	1,205.50	325.81
Statutory reports	11.00	4,206.00	382.36
Total in period	30.10	10,478.10	348.11

Brought forward time (appointment date to SIP 9 period start date)	176.38	73,215.30
SIP 9 period time (SIP 9 period start date to SIP 9 period end date)	30.10	10,478.10

SIP 9 –Time costs analysis (02/10/2020 to 30/03/2021)

	Hours	Time Cost (£)	Average Hourly Rate (£)
Carry forward time (appointment date to SIP 9 period end date)	206.48	83,693.40	

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

All time shown in the above analysis is charged in units of six minutes.

somewhere2stay

SIP 9 –Time costs analysis (02/10/2020 to 30/03/2021)

	Hours	Time Cost (£)	Average Hourly Rate (£)
Administration & planning			
Cashiering			
General (Cashiering)	9.20	3,130.00	340.22
Reconciliations (& IPS accounting reviews)	2.10	724.50	345.00
Statutory and compliance			
Budgets & Estimated outcome statements	0.90	580.50	645.00
Checklist & reviews	1.20	342.00	285.00
Closure and related formalities	1.50	617.50	411.67
Statutory receipts and payments accounts	3.10	910.50	293.71
Tax			
Post appointment VAT	3.80	1,281.00	337.11
Creditors			
Creditors and claims			
Agreement of claims	3.00	855.00	285.00
Agreement of unsecured claims	7.50	4,729.50	630.60
Payment of dividends	6.50	1,888.50	290.54
Statutory reports	14.15	5,112.75	361.33
Total in period	52.95	20,171.75	380.96

Brought forward time (appointment date to SIP 9 period start date)	246.10	97,795.10
SIP 9 period time (SIP 9 period start date to SIP 9 period end date)	52.95	20,171.75
Carry forward time (appointment date to SIP 9 period end date)	299.05	117,966.85

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

All time shown in the above analysis is charged in units of six minutes.

MH Aviation Transport

SIP 9 –Time costs analysis (02/10/2020 to 30/03/2021)

	Hours	Time Cost (£)	Average Hourly Rate (£)
Administration & planning			
Cashiering			
General (Cashiering)	6.00	1,927.00	321.17
Reconciliations (& IPS accounting reviews)	3.50	1,123.50	321.00
Statutory and compliance			
Checklist & reviews	1.30	370.50	285.00
Closure and related formalities	1.10	457.50	415.91
Statutory receipts and payments accounts	5.10	1,480.50	290.29
Tax			
Post appointment VAT	2.80	816.00	291.43
Creditors			
Creditors and claims			
Payment of dividends	1.40	540.00	385.71
Secured creditors	2.80	942.00	336.43
Statutory reports	7.45	3,167.25	425.13
Total in period	31.45	10,824.25	344.17
Brought forward time (appointment date to SIP 9 period start date)	156.20	63,574.80	
SIP 9 period time (SIP 9 period start date to SIP 9 period end date)	31.45	10,824.25	
Carry forward time (appointment date to SIP 9 period end date)	187.65	74,399.05	

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

All time shown in the above analysis is charged in units of six minutes.

Appendix 5 Summary of Joint Administrators' proposals for each Company

As detailed in our Proposals, with there being no party to date willing to buy the Group or any of the Companies in whole or in part, and uncertainties over Monarch Airline's Operating Licence and Air Operating Certificate, we were not able to pursue 3(1)(a) (rescue of the company as a going concern) and therefore our primary **objective of the administration** for each Company was to achieve a better result for the Company's creditors as a whole than would be likely if the Company were wound up, in accordance with Paragraph 3(1)(b).

In addition to the specific itemised proposals for each Company below, this document (being our Proposals) in its entirety constituted our proposals. We are required to specify this information on a per Company basis.

We proposed the following:

	Avro	First Aviation	MH Aviation Transport	Monarch Holidays	MTG	S2S
General Matters						
To continue to do everything that is reasonable, and to use all our powers appropriately, in order to maximise realisations from the assets of the Company in accordance with the objective as set out above.	✓	✓	✓	✓	✓	✓
To investigate and, if appropriate, to pursue any claims the Company may have.	✓	✓	✓	✓	✓	✓
To seek an extension to the administration period if we consider it necessary.	✓	✓	✓	✓	✓	✓

Distributions						
To make distributions to the secured creditors where funds allow.	✓	✓	✓	✓	✓	✓
To make distributions to the preferential creditors where funds allow.				✓		
To make distributions to the unsecured creditors if funds become available, and to apply to the Court for authority to do so, where applicable, depending on the outcome of our application to Court to disapply the prescribed part.	✓	✓	✓	✓	✓	✓

Ending the administration (any or combination of)						
Place the Company into creditors' voluntary liquidation. In these circumstances we propose that we, Jim Tucker, Blair Nimmo and Steve Absolom, be appointed as Joint Liquidators of the Company without any further recourse to creditors. If appointed Joint Liquidators, any action required or authorised under any enactment to be taken by us may be taken by us individually or together. The creditors may nominate different persons as the proposed Joint Liquidators, provided the nomination is received before these proposals are approved.	✓	✓	✓	✓	✓	✓
Petition the Court for a winding-up order placing the Company into compulsory liquidation and to consider, if deemed appropriate, appointing us, Jim Tucker, Blair Nimmo and Steve Absolom, as Joint Liquidators of the Company without further recourse to creditors. Any action required or authorised under any enactment to be taken by us as Joint Liquidators may be taken by us individually or together.	✓	✓	✓	✓	✓	✓
File notice of move from administration to						

dissolution with the Registrar of Companies if we consider that liquidation is not appropriate because (1) no dividend will become available to creditors, and (2) there are no other outstanding matters that require to be dealt with in liquidation. The Company will be dissolved three months after the registering of the notice with the Registrar of Companies.	✓	✓	✓	✓	✓	✓
Alternatively we may allow the administration to end automatically.	✓	✓	✓	✓	✓	✓
Joint Administrators' remuneration and pre-administration costs						
Our remuneration will be drawn on the basis of time properly given by us and the various grades of our staff in accordance with the fees estimate provided in Appendix 4 and the charge-out rates included in Appendix 6.	✓	✓	✓	✓	✓	✓
Disbursements for services provided by KPMG (defined as Category 2 disbursements in statement of Insolvency Practice 9) will be charged in accordance with KPMG's policy as set out in Appendix 6	✓	✓	✓	✓	✓	✓
Unpaid pre-administration legal costs be an expense of the administration	✓	✓	✓	✓	✓	✓

Appendix 6 Glossary

ATT	Air Travel Trust
Avro	Avro Limited – in Administration
Avro Aviation	Avro Aviation Limited – in Administration
CAA	Civil Aviation Authority
the Companies	Monarch Holidays, First Aviation, Avro, Monarch Travel Group, somewhere2stay, MH Aviation Transport – all in Administration
Freshfields	Freshfield Bruckhaus Deringer LLP
First Aviation	First Aviation Limited – in Administration
Group	Avro Limited, First Aviation Limited, MH Aviation Transport Limited, Monarch Airlines Limited, Monarch Holdings Limited, Monarch Holidays Limited, Monarch Travel Group Limited, somewhere2stay Limited (all in Administration) and Avro Aviation Limited, Monarch 2011 Limited (formerly in Administration)
Joint Administrators/we/our/us	Jim Tucker, Blair Nimmo and Steve Absolom
KPMG	KPMG LLP
MH Aviation Transport	MH Aviation Transport Limited – in Administration
Monarch Airlines	Monarch Airlines Limited – in Administration

Monarch Holidays	Monarch Holidays Limited – in Administration
Monarch Travel Group	Monarch Travel Group Limited – in Administration
PJL	Petrol Jersey Limited
PPF	Pension Protection Fund
Secured creditors	PJL and PPF
Senior secured creditors	PJL
SFA	Services and Funding Agreement
Slots	Take off and landing slots at UK airports
somewhere2stay	somewhere2stay Limited – in Administration
WJL	Windsor Jersey Limited

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

Appendix 7 Notice: About this report

This report has been prepared by Jim Tucker, Blair Nimmo and Steve Absolom the Joint Administrators of Monarch Holidays Limited, First Aviation Limited, Avro Limited, Monarch Travel Group Limited, somewhere2stay Limited and MH Aviation Transport Limited – all in administration (the ‘Companies’) solely to comply with their statutory duty to report to creditors under the Insolvency Rules (England and Wales) 2016 on the progress of each of the administrations, and for no other purpose. It is not suitable to be relied upon by any other person, or for any other purpose, or in any other context.

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

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

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

James Robert Tucker and Stephen John Absolom are authorised to act as insolvency practitioners by the Institute of Chartered Accountants in England & Wales.

Blair Carnegie Nimmo is authorised to act as an insolvency practitioner by the Institute of Chartered Accountants of Scotland.

We are bound by the Insolvency Code of Ethics.

The Officeholders are Data Controllers of personal data as defined by the Data Protection Act 2018. Personal data will be kept secure and processed only for matters relating to the appointment. For further information, please see our Privacy policy at – home.kpmg.com/uk/en/home/misc/privacy-policy-insolvency-court-appointments.html.

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

www.kpmg.com

© 2021 KPMG LLP, a UK limited liability partnership and a member firm of the KPMG global organisation of independent member firms affiliated with KPMG International Limited, a private English company limited by guarantee. All rights reserved.

For full details of our professional regulation please refer to 'Regulatory Information' at www.kpmg.com/uk

The information contained herein is of a general nature and is not intended to address the circumstances of any particular individual or entity. Although we endeavour to provide accurate and timely information, there can be no guarantee that such information is accurate as of the date it is received or that it will continue to be accurate in the future. No one should act on such information without appropriate professional advice after a thorough examination of the particular situation.

The KPMG name and logo are registered trademarks or trademarks of KPMG International Cooperative.