

AM10

Notice of administrator's progress report



Companies House

TUESDAY



A14 *A93XDTE9* 28/04/2020 #251
COMPANIES HOUSE

1 Company details

Company number 0 2 0 8 3 9 8 2

Company name in full somewhere2stay Limited

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

2 Administrator's name

Full forename(s) James Robert

Surname Tucker

3 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

4 Administrator's name ①

Full forename(s) Blair Carnegie

Surname Nimmo

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

5 Administrator's address ②

Building name/number 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.

AM10

Notice of administrator's progress report

6 Period of progress report

From date	^d 0	^d 2	^m 1	^m 0	^y 2	^y 0	^y 1	^y 9
To date	^d 0	^d 1	^m 0	^m 4	^y 2	^y 0	^y 2	^y 0

7 Progress report

☒ I attach a copy of the progress report

8 Sign and date

Administrator's
signature

Signature

X *J. Tucker* X

Signature date

^d 2	^d 7	^m 0	^m 4	^y 2	^y 0	^y 2	^y 0
-------------------	-------------------	-------------------	-------------------	-------------------	-------------------	-------------------	-------------------

AM10

Notice of administrator's progress report



Presenter information

You do not have to give any contact information, but if you do it will help Companies House if there is a query on the form. The contact information you give will be visible to searchers of the public record.

Contact name **Marie Hayden**

Company name **KPMG LLP**

Address **2 Forbury Place**

33 Forbury Road

Post town **Reading**

County/Region

Postcode **R G 1 3 A D**

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. Attach this to the relevant form. ❶
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' progress report for the period 2 October 2019 to 1 April 2020

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

28 April 2020

Deemed delivered: 30 April
2020

Notice to creditors

This progress report provides an update on each of the administrations.

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

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

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

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

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

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

Contents

1	Executive summary	1
2	Progress to date	2
3	Dividend prospects and dividends paid	3
4	Joint Administrators' remuneration, disbursements and pre-administration costs	4
5	Future strategy	6
Appendix 1	Statutory information	7
Appendix 2	Joint Administrators' receipts and payments account	14
Appendix 3	Schedule of expenses	23
Appendix 4	Joint Administrators' charging and disbursements policy	25
Appendix 5	Glossary	34
Appendix 6	Notice: About this report	36

1 Executive summary

- This progress report covers the period from 2 October 2019 to 1 April 2020 for the Companies. There are three reports to creditors related to the concurrent administrations of 10 of the Monarch Group companies; one for Monarch Airlines, one for Monarch Holidays sub-group and one for the Monarch Holdings sub-group. This report is for the Monarch Holidays sub-group.
- The Group's key assets are:
 - Slots. Realised for £54 million.
 - Unrestricted cash at bank of £27.8 million on appointment. Realisations to date 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 Group's engineering business, MAEL, entered into administration on 4 January 2019.
- The key asset realisations within the Companies relate to debtors and cash at bank on appointment. During the period, we have finalised the reconciliation of travel agent debtor recoveries with the CAA/ATT. The primary outstanding matter relates to finalising the Companies' tax affairs (Section 2 - Progress to date).
- Value will break in the secured debt as previously indicated. We have made a distribution of £0.6 million to PJL from Monarch Holidays and £0.1 million from both MH Aviation and somewhere2stay respectively in the period (Section 3 - Dividend prospects and dividends paid).
- Monarch Holidays is the only Company of the Monarch Holidays subgroup with preferential creditors. Preferential creditors have been paid in full (Section 3 - Dividend prospects and dividends paid).
- There is no real prospect of a return to unsecured creditors in any of the Companies, other than a small dividend in First Aviation and a small prescribed part in somewhere2stay, Monarch Travel Group and MH Aviation Transport (Section 3 - Dividend prospects and dividends paid).
- The administrations are currently due to end on 1 October 2020. Whilst we will endeavour to finalise the administrations prior to their expiry, as explained in this report, we may need to apply to court to seek an extension to the period of those administrations making or receiving a distribution to unsecured creditors (Monarch Holidays, Monarch Travel Group, First Aviation, MH Aviation and somewhere2 stay).
- 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 updates you on our strategy for each of the administrations and on our progress to date. It follows the information provided in our previous progress reports.

2.1 Strategy and progress to date

Strategy

During the period, our primary focus has been realising the Group's remaining assets – comprising primarily of finalising debtor reconciliations in Monarch Holidays – and seeking to finalise the Group's tax affairs (see 'Tax' section below for further detail).

Ongoing matters specific to the Companies are set out below.

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. The CAA has funded all costs in this regard.

We have continued to work with the CAA in respect of Monarch Holidays in order to finalise the reconciliation of travel agent debtor recoveries. We confirm that the reconciliation has been completed and a final payment has been transferred to the CAA accordingly (see Section 2.3 below). In light of the foregoing, the balance of travel agent debtor receipts previously received into the 'ATT Trust account' will be transferred to the administration bank account for the benefit of the estate in early course.

Tax

It was agreed during the period that where Group companies had surrendered losses to other Group companies for the year ended 31 October 2018, that the recipient of the losses would share the benefit with the Group company that had provided the losses.

Consequently, Monarch Travel Group and First Aviation will be receiving payments from Monarch Holidays, somewhere2stay Monarch Airlines, MH Aviation Transport, Avro Aviation and Avro.

The Companies' tax returns for the year ended 31 October 2019 are expected to be submitted to HMRC shortly.

Where there are no further realisations expected in Group companies and no further benefits can be obtained by other Group companies from tax losses that may be available in the Companies, we will seek agreement of their final tax position with HMRC. We envisage this being the position for Avro and Avro Aviation.

Conclusion of the administrations

Whilst we will endeavour to finalise each of the administrations prior to the current expiry or the administration orders on 1 October 2020, it may not be possible due to the current COVID-19 situation and the impact on our ability to facilitate distributions to creditors. This

includes potentially seeking Court approval to distribute funds available to unsecured creditors of First Aviation in administration. We may, therefore, seek an extension to the period of some administrations via the Court.

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).

Other than bank interest, there have been no significant realisations in the period.

2.3 Costs

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

The only significant payment made during the period by Monarch Holidays is detailed below.

ATT funds paid

During the period, £1.4 million has been paid to the CAA/ATT in relation to travel agent debtor recoveries collected. As noted above, this represents the final payment following conclusion of the debtor reconciliation exercise. We do not anticipate any further payments to the CAA/ATT in this regard and consider this matter concluded.

Costs recharged under the SFA

As previously reported, the funding received from the CAA does not represent an asset of the Company; the funding ensures there is no gain or detriment to creditors as a result of work undertaken on behalf of the CAA. It is a cost reimbursement.

2.4 Schedule of expenses

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

3 Dividend prospects and dividends paid

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, we consider that value will break in the secured debt.

During the period, we have distributed £0.6 million from Monarch Holidays and £0.1 million from both MH Aviation and somewhere2stay to PJL all of which relates to floating charge realisations.

3.2 Preferential creditors

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

3.3 Unsecured creditors

Based on current estimates, we anticipate that the unsecured creditors of Monarch Travel Group, MH Aviation Transport and somewhere2stay should receive a dividend from the prescribed part. We estimate that an ordinary dividend will be available to the unsecured creditors of First Aviation. At this time, whilst the costs of the administrations are being finalised we are unable to confirm the quantum of dividends available to creditors, however, we hope to be in a position to clarify the position in early course.

Please note the current COVID-19 situation will impact our ability to distribute to unsecured creditors in the normal fashion (in particular, being certain that all creditors would receive the requisite notice of intended dividend given the current lockdown). As such, we anticipate there may be a delay in distributing a dividend until the restrictions are lifted and we return to business as usual. We will continue to monitor this situation and take steps to progress the adjudication and dividend process where possible.

There will not be a dividend available for the unsecured creditors of Avro or Avro Aviation.

As previously advised, there will be 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.

Please see Appendix 1 for further details in relation to the prescribed part for each of the Companies.

4 Joint Administrators' remuneration, disbursements and pre-administration costs

4.1 Joint Administrators' remuneration and disbursements

During the period we sought and obtained approval from the secured creditors of MH Aviation Transport (PJL and PPF) that:

- The Joint Administrators' remuneration be drawn on the basis of time properly given by them and the various grades of their staff in attending to matters arising in the administration (of MH Aviation Transport) in accordance with the revised fee estimate

and charge out rates, as set out in our progress report dated 29 October 2019, but subject to a discount of 20%. This will include work undertaken in respect of, but not limited to, tax, VAT, employee and pensions advice from KPMG in-house specialists.

No further approvals were required from the other Companies.

Time costs

From 2 October 2019 to 1 April 2020, 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 2019 to 1 April 2020, £	Total hours 2 October 2019 to 1 April 2020	Average hourly rate, £
Monarch Holidays	34,388	89	388
First Aviation	8,329	21	389
Avro	5,241	15	349
Avro Aviation	4,335	12	350
Monarch Travel Group	5,624	15	375
somewhere2stay	6,266	16	382
MH Aviation Transport	6,725	18	384
Total	70,897	186	381

For each company a detailed analysis of the time spent and a narrative description of the work we have undertaken is attached at Appendix 5 and in our previous progress reports.

Remuneration

During the period, we have drawn remuneration of £8,000 and £11,500 in MH Aviation and somewhere2stay, respectively.

In addition and as previously reported, our approved remuneration - on the basis of time properly given by us and the various grades of our staff in accordance with the fees estimate and charge-out rates - was subject to a cap of no more than 80% of the charge out rates disclosed.

Disbursements

During the period, we have not incurred any disbursements.

4.2 Pre-administration costs

During the period, we have not paid any pre-administration costs.

5 Future strategy

5.1 Future conduct of the administration

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

- Submitting a claim in the estates of Group companies (Monarch Holidays; Avro Limited) where the payment of dividends to unsecured creditors are anticipated;
- Complying with ongoing tax and VAT requirements for each of the Companies and determining the impact of the Group tax relief position for each of the Companies;
- Facilitating distributions to secured creditors where funds are available (Monarch Holidays, Monarch Travel Group, MH Aviation Transport and somewhere2stay);
- Agreeing unsecured creditor claims and making a distribution to unsecured creditors from First Aviation, Monarch Travel Group, somewhere2stay and MH Aviation Transport. We will either make an application to Court for approval to distribute the funds available to unsecured creditors of First Aviation in the administration or consider placing First Aviation into Liquidation to enable the dividend to be distributed;
- Seeking extensions to the administrations where deemed necessary (see Section 2.1 above); and
- Attending to all other statutory and administrative matters when they fall due including creditor correspondence.

5.2 Future reporting and potential administration extensions

We intend to provide a further progress report by 1 October 2020 or earlier of any of the administrations have been completed prior to that time.

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
Estimated values of the Net Property and Prescribed Part	Estimated Net Property is £8.5 million (low case estimate). 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.
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 October 2020

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
Prescribed Part	The Prescribed Part is not applicable on this case as there are no secured creditors.
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 October 2020

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
Estimated 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.
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 October 2020

Company information

Company name	Avro Aviation Limited
Date of incorporation	12 December 1995
Company registration number	03137129
Present registered office	15 Canada Square, Canary Wharf, London, E14 5GL

Administration information

Administration appointment	The administration appointment granted in High Court of Justice, 007255 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
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.
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 October 2020

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
Estimated values of the Net Property and Prescribed Part	Estimated Net Property is c.£165,000 (low case estimate). The estimated maximum Prescribed Part is c.£36,000. 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 do not intend to apply to Court to obtain an order that the Prescribed Part shall not apply. Accordingly, the Joint Administrators intend to make a distribution to the unsecured creditors, should net property be above the prescribed minimum of £10,000.
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 October 2020

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
Estimated values of the Net Property and Prescribed Part	Estimated Net Property is c.£820,000 (low case estimate). The estimated maximum Prescribed Part is c.£168,000. 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 do not intend to apply to Court to obtain an order that the Prescribed Part shall not apply. Accordingly, the Joint Administrators intend to make a distribution to the unsecured creditors, should net property be above the prescribed minimum of £10,000.
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 October 2020

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
Estimated values of the Net Property and Prescribed Part	<p>Estimated Net Property is c.£184,000 (low case estimate). The estimated Prescribed Part is c£40,000.</p> <p>The Prescribed Part has been taken into account when determining the dividend prospects for unsecured creditors (Section 3.3).</p>
Prescribed Part distribution	<p>The Joint Administrators do not intend to apply to Court to obtain an order that the Prescribed Part shall not apply.</p> <p>Accordingly, the Joint Administrators intend to make a distribution to the unsecured creditors, should net property be above the prescribed minimum of £10,000.</p>
Functions	The functions of the Joint Administrators are being exercised by them individually or together in accordance with Paragraph 100(2)
Current administration expiry date	1 October 2020

Appendix 2 Joint Administrators' receipts and payments accounts

Monarch Holidays

Monarch Holidays Limited - in Administration				
Abstract of receipts & payments				Cumulative GBP from
Statement of affairs (£)	From 02/10/2019 To 01/04/2020 (£)	From 02/10/2019 To 01/04/2020 (EUR)	From 02/10/2019 To 01/04/2020 (US\$)	From 02/10/2017 To 01/04/2020 (£)
FIXED CHARGE ASSETS				
8,907,340.00	Cash collateral - Merchant acquirer	NIL	NIL	NIL
		NIL	NIL	NIL
FIXED CHARGE CREDITORS				
(8,907,340.00)	Fixed charge creditor	NIL	NIL	NIL
(94,685,897.00)	Fixed charge creditor (2)	NIL	NIL	NIL
(7,500,000.00)	Fixed charge creditor (3)	NIL	NIL	NIL
		NIL	NIL	NIL
ASSET REALISATIONS				
	Intangible assets	NIL	NIL	840.00
5,000.00	Tangible assets	NIL	NIL	0.00
3,168,217.00	Book debts	NIL	NIL	2,144,321.55
	Book debts - travel agents	NIL	NIL	5,390,498.59
	Hotel pre payment refunds	NIL	NIL	654,911.06
	VAT refunds (pre-app'ent)	NIL	NIL	125,241.83
4,950,078.00	Cash at bank	NIL	NIL	6,171,727.60
	Credit Card settlement	NIL	NIL	231,108.26
		NIL	NIL	14,718,648.89
OTHER REALISATIONS				
	Bank interest, gross	10,466.04		82,468.76
	Aviva refunds	NIL	NIL	122.77
	Insurance refund	NIL	NIL	5,246.60
	Reimbursement of legal fees incurred	NIL	NIL	2,160.18
	Third party funds received	NIL	NIL	34,930.02
	Currency Account Transfers	2,144.42	NIL	717,118.51
		12,610.46	NIL	842,046.84
COST OF REALISATIONS				
	Pre-administration legal fees	NIL	NIL	(56,178.95)
	ATT funds paid	(1,472,469.21)	NIL	(4,472,469.21)
	Administrators' fees	61,393.80	NIL	(1,110,584.20)
	Administrators' expenses	NIL	NIL	(9,851.00)
	Employee expenses	NIL	NIL	(2,820.50)

	Overseas rep costs	NIL	NIL	NIL	(38,547.02)
	Agents'/Valuers' fees	(2,226.01)	NIL	NIL	(129,227.01)
	ERA solution costs	NIL	NIL	NIL	(5,104.28)
	Legal fees	NIL	NIL	NIL	(248,382.99)
	Costs recharged under the SFA	(106,900.10)	NIL	NIL	443,100.25
	Telephone/Telex/Fax	NIL	NIL	NIL	(7,201.41)
	Storage costs	(1,802.25)	NIL	NIL	(17,959.11)
	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	(55.00)	NIL	NIL	(1,764.78)
	Third party funds paid	NIL	NIL	NIL	(34,966.02)
	Currency Account transfers	NIL	(2,301.18)	NIL	(738,582.06)
		(1,522,058.77)	(2,301.18)	NIL	(6,709,080.23)
	PREFERENTIAL CREDITORS				
(38,087.00)	Employee creditors	NIL	NIL	NIL	(47,772.54)
		NIL	NIL	NIL	(47,772.54)
	FLOATING CHARGE CREDITORS				
	Floating charge	(600,000.00)	NIL	NIL	(7,032,500.00)
		(600,000.00)	NIL	NIL	(7,032,500.00)
	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)		(2,109,448.31)	(2,301.18)	NIL	1,771,342.96
	REPRESENTED BY				
	Floating ch. VAT rec'able				300,910.64
	Floating charge current				730,454.37
	ATT Trust account				1,031,035.08
	Floating ch. VAT payable				(122,278.82)
	Floating ch. VAT control				(168,778.31)
					1,771,342.96

First Aviation

First Aviation Limited - in Administration

Abstract of receipts & payments

Statement of affairs (£)		From 02/10/2019 To 01/04/2020 (£)	From 02/10/2017 To 01/04/2020 (£)
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
		<u>NIL</u>	<u>NIL</u>
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
		<u>NIL</u>	<u>NIL</u>
ASSET REALISATIONS			
4,605.00	Cash at bank	NIL	120,044.03
		<u>NIL</u>	<u>120,044.03</u>
OTHER REALISATIONS			
	Bank interest, gross	221.45	866.79
	Facility from CAA	NIL	2,500.00
		<u>221.45</u>	<u>3,366.79</u>
COST OF REALISATIONS			
	Pre-administration legal fees	NIL	(2,340.79)
	Administrators' fees	NIL	(30,000.00)
	Administrators' expenses	NIL	(267.00)
	Re-direction of mail	NIL	(612.00)
	HMRC Charges	NIL	(100.00)
	Bank charges	NIL	(20.00)
	Repayment of CAA funding	NIL	(2,561.44)
		<u>NIL</u>	<u>(35,901.23)</u>
UNSECURED CREDITORS			
(34,794,151.00)	Trade, Intercompany, Other	NIL	NIL
		<u>NIL</u>	<u>NIL</u>
DISTRIBUTIONS			
(25,000.00)	Ordinary shareholders	NIL	NIL
		<u>NIL</u>	<u>NIL</u>
<u>(34,814,546.00)</u>		<u>221.45</u>	<u>87,509.59</u>
REPRESENTED BY			

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

Statement of affairs (£)	From 02/10/2019 To 01/04/2020 (£)	From 02/10/2017 To 01/04/2020 (£)
Floating ch. VAT rec'able		6,521.56
Floating charge current		87,509.59
Floating ch. VAT control		(6,521.56)
		87,509.59

Avro

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

Statement of affairs (£)	From 02/10/2019 To 01/04/2020 (£)	From 02/10/2017 To 01/04/2020 (£)
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	21.97	163.99
Facility from CAA	NIL	2,500.00
	21.97	2,663.99
COST OF REALISATIONS		
Pre-administration legal fees	NIL	(2,340.79)
Re-direction of mail	NIL	(612.00)
	NIL	(2,952.79)
UNSECURED CREDITORS		
(23,820,499.00) Trade, Intercompany, Other	NIL	NIL
(225,030.00) Pre-paid customer creditors	NIL	NIL
	NIL	NIL
DISTRIBUTIONS		
(16,100,000.00) Ordinary shareholders	NIL	NIL
	NIL	NIL

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

Statement of affairs (£)	From 02/10/2019 To 01/04/2020 (£)	From 02/10/2017 To 01/04/2020 (£)
(142,304,671.00)	21.97	19,046.25
REPRESENTED BY		
Floating ch. VAT rec'able		468.16
Floating charge current - NIB 21/11/19		19,046.25
Floating ch. VAT control		(468.16)
		<u>19,046.25</u>

Avro Aviation

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

Statement of affairs (£)	From 02/10/2019 To 01/04/2020 (£)	From 02/10/2017 To 01/04/2020 (£)
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		
4,970.00 Cash at bank	NIL	4,970.00
	NIL	4,970.00
OTHER REALISATIONS		
Bank interest, gross	4.85	53.78
Facility from CAA	NIL	2,500.00
	4.85	2,553.78
COST OF REALISATIONS		
Pre-administration legal fees	NIL	(2,340.79)
Re-direction of mail	NIL	(612.00)
	NIL	(2,952.79)
UNSECURED CREDITORS		
(30,544,619.00) Trade, Intercompany, Other	NIL	NIL
	NIL	NIL
DISTRIBUTIONS		
(2,000.00) Ordinary shareholders	NIL	NIL
	NIL	NIL
<u>(132,727,546.00)</u>	<u>4.85</u>	<u>4,570.99</u>

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

Statement of affairs (£)	From 02/10/2019 To 01/04/2020 (£)	From 02/10/2017 To 01/04/2020 (£)
--------------------------	--------------------------------------	--------------------------------------

REPRESENTED BY

Floating ch. VAT rec'able		468.16
Floating charge current - NIB 21/11/19		4,102.83
		4,570.99

Monarch Travel Group

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

Statement of affairs (£)	From 02/10/2019 To 01/04/2020 (£)	From 02/10/2017 To 01/04/2020 (£)
--------------------------	--------------------------------------	--------------------------------------

FIXED CHARGE CREDITORS

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

OTHER REALISATIONS

Bank interest, gross	0.94	17.80
Rates refund	NIL	1,682.06
Facility from CAA	NIL	2,500.00
	0.94	4,199.86

COST OF REALISATIONS

Pre-administration legal fees	NIL	(2,340.79)
Irrecoverable VAT	NIL	(67.28)
Agents'/Valuers' fees	NIL	(336.41)
Re-direction of mail	NIL	(612.00)
	NIL	(3,356.48)

UNSECURED CREDITORS

(32,413,026.00)	Trade, Intercompany, Other	NIL	NIL
		NIL	NIL

DISTRIBUTIONS

(20,000.00)	Ordinary shareholders	NIL	NIL
		NIL	NIL

(134,618,923.00)**0.94 843.38****REPRESENTED BY**

Floating ch. VAT rec'able	468.16
Floating charge current	375.22

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

Statement of affairs (£)	From 02/10/2019 To 01/04/2020 (£)	From 02/10/2017 To 01/04/2020 (£)
		843.38

somewhere2stay

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

Statement of affairs (£)	From 02/10/2019 To 01/04/2020 (£)	From 02/10/2017 To 01/04/2020 (£)
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		
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	1,034.99	7,006.84
Facility from CAA	NIL	2,500.00
	1,034.99	9,506.84
COST OF REALISATIONS		
Pre-administration legal fees	NIL	(2,340.79)
Administrators' fees	(11,500.00)	(41,500.00)
Administrators' expenses	NIL	(494.00)
Re-direction of mail	NIL	(1,224.00)
Bank charges	206.13	176.13
Repayment of CAA funding	NIL	(2,542.95)
	(11,293.87)	(47,925.61)
FLOATING CHARGE CREDITORS		
Floating charge	(100,000.00)	(400,000.00)
	(100,000.00)	(400,000.00)
UNSECURED CREDITORS		
(21,970,560.00) Trade, Intercompany, Other	NIL	NIL
(283,047.00) Pre-paid consumer creditors	NIL	NIL
	NIL	NIL

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

Statement of affairs (£)	From 02/10/2019 To 01/04/2020 (£)	From 02/10/2017 To 01/04/2020 (£)
--------------------------	--------------------------------------	--------------------------------------

DISTRIBUTIONS

(50,000.00)	Ordinary shareholders	NIL	NIL
		NIL	NIL
(123,842,836.00)		(110,258.88)	433,177.87

REPRESENTED BY

Floating ch. VAT rec'able	2,768.16
Floating charge current	430,877.87
Floating ch. VAT control	(468.16)
	433,177.87

MH Aviation Transport

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

Statement of affairs (£)	From 02/10/2019 To 01/04/2020 (£)	From 02/10/2017 To 01/04/2020 (£)
--------------------------	--------------------------------------	--------------------------------------

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	392.29	2,318.07
Facility from CAA	NIL	2,500.00
	392.29	4,818.07

COST OF REALISATIONS

Pre-administration legal fees	NIL	(2,340.79)
Administrators' fees	(8,000.00)	(33,000.00)
Administrators' expenses	NIL	(267.00)
Re-direction of mail	NIL	(1,224.00)
Bank charges	(20.00)	(50.00)
Repayment of CAA funding	NIL	(2,542.95)
	(8,020.00)	(39,424.74)

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

Statement of affairs (£)		From 02/10/2019 To 01/04/2020 (£)	From 02/10/2017 To 01/04/2020 (£)
FLOATING CHARGE CREDITORS			
	Floating charge	(100,000.00)	(100,000.00)
		(100,000.00)	(100,000.00)
UNSECURED CREDITORS			
(32,561,836.00)	Trade, Intercompany, Other	NIL	NIL
		NIL	NIL
DISTRIBUTIONS			
(100.00)	Ordinary shareholders	NIL	NIL
		NIL	NIL
(134,746,833.00)		(107,627.71)	97,917.14
REPRESENTED BY			
	Floating ch. VAT rec'able		7,121.56
	Floating charge current		90,795.58
			97,917.14

Appendix 3 Schedule of expenses for each of the Companies

Monarch Holidays

Schedule of expenses (02/10/2019 to 01/04/2020)			
Expenses (£)	Incurred and paid in the period (£)	Incurred in the period not yet paid (£)	Total (£)
Cost of realisations			
ATT funds paid	1,472,469.21	0.00	1,472,469.21
Administrators' fees	(61,393.80)	34,387.75	(27,006.05)
Agents'/Valuers' fees	2,226.01	0.00	2,226.01
Costs recharged under the SFA	106,900.10	0.00	106,900.10
Storage costs	1,201.50	0.00	1,201.50
Bank charges	25.00	0.00	25.00
TOTAL	1,521,428.02	34,387.75	1,555,815.77

somewhere2stay

Schedule of expenses (02/10/2019 to 01/04/2020)			
Expenses (£)	Incurred and paid in the period (£)	Incurred in the period not yet paid (£)	Total (£)
Cost of realisations			
Administrators' fees	0.00	6,266.00	6,266.00
Bank charges	206.13	0.00	206.13
TOTAL	206.13	6,266.00	6,472.13

MH Aviation Transport

Schedule of expenses (02/10/2019 to 01/04/2020)			
Expenses (£)	Incurred and paid in the period (£)	Incurred in the period not yet paid (£)	Total (£)
Cost of realisations			
Administrators' fees	0.00	6,724.50	6,724.50
Bank charges	20.00	0.00	20.00
TOTAL	20.00	6,724.50	6,744.50

Avro, Avro Aviation, First Aviation and Monarch Travel Group

There have been no material expenses incurred during the period for these Companies, other than the accrual of Joint Administrators' time costs as shown in Appendix 5.

Please note that the accrual for our remuneration for each of these Companies 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.

Please note that there is a difference between the payments made during the period of £1,522,059 (per the receipts and payments account) and the expenses incurred and paid in the period of £1,521,428 (per the schedule of expenses) in Monarch Holidays. 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 the Joint Administrators at 15 Canada Square, Canary Wharf, London, E14 5GL. However, please note that in light of the UK government's recent instructions to stay at home, apart from for essential travel, our staff are currently working remotely with no access to our offices. For this reason please send any such requests by email to monarchclaims@kpmg.co.uk.

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 administration. This includes work undertaken in respect of tax, VAT, employee and pensions (up to 1 March 2020) 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 write to the Joint Administrators at 15 Canada Square, Canary Wharf, London, E14 5GL. Due to current restrictions in working from our offices, where possible please send any such requests by email to monarchclaims@kpmg.co.uk.

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 administration; using a minimum time unit of six minutes.

All staff who have worked on each of 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

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

Policy for the recovery of disbursements

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

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

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

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

Mileage claims fall into three categories:

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

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

Disbursements

We have not incurred any disbursements during the period for any of the Companies.

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

Narrative of work carried out for each of the Companies for the period 2 October 2019 to 1 April 2020

The key areas of work have been:

- | | |
|--------------------------|---|
| Statutory and compliance | <ul style="list-style-type: none"> ■ posting information on a dedicated web page; ■ preparing statutory receipts and payments accounts; ■ ensuring compliance with all statutory obligations within the relevant timescales. |
| Strategy documents, | <ul style="list-style-type: none"> ■ formulating, monitoring and reviewing the administration strategies; ■ briefing of our staff on the administration strategies and matters in relation to various |

Checklist and reviews	<ul style="list-style-type: none"> work-streams for each Company; regular case management and reviewing of progress, including regular team update meetings and calls; 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	<ul style="list-style-type: none"> providing written and oral updates to representatives of secured creditors regarding the progress of the administrations and case strategies.
Cashiering	<ul style="list-style-type: none"> preparing and processing vouchers for the payment of post-appointment invoices; reconciling post-appointment bank accounts to internal systems; ensuring compliance with appropriate risk management procedures in respect of receipts and payments.
Tax	<ul style="list-style-type: none"> reviewing information from the Companies' records in relation to the taxation position of the Companies; analysing and considering the tax effects of realisations, tax planning for efficient use of tax assets and to maximise realisations; working on tax returns relating to the periods affected by the administrations; analysing VAT related transactions; dealing with post appointment tax compliance.
General	<ul style="list-style-type: none"> reviewing time costs data and producing analyses of time incurred for each Company which is compliant with Statement of Insolvency Practice 9; dealing with the ongoing storage of the Companies' books and records.
Asset realisations	<ul style="list-style-type: none"> liaising with the CAA regarding the final travel agent debtor reconciliations.
Employees (Monarch Holidays only)	<ul style="list-style-type: none"> 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	<ul style="list-style-type: none"> responding to enquiries from creditors regarding the administration and submission of their claims; arranging distributions to the secured creditor (PJL) in Monarch Holidays and somewhere2stay; drafting our progress report.

Time Costs

Monarch Holidays

SIP 9 –Time costs analysis (02/10/2019 to 01/04/2020)

	Hours	Time Cost (£)	Average Hourly Rate (£)
Administration & planning			
Cashiering			
General (Cashiering)	8.70	2,857.50	328.45
Reconciliations (& IPS accounting reviews)	10.30	3,890.50	377.72
General			
Books and records	0.30	85.50	285.00
Fees and WIP	6.30	2,112.00	335.24
Statutory and compliance			
Budgets & Estimated outcome statements	0.40	296.00	740.00

SIP 9 –Time costs analysis (02/10/2019 to 01/04/2020)

	Hours	Time Cost (£)	Average Hourly Rate (£)
Checklist & reviews	4.20	1,243.00	295.95
Pre-administration checks	1.00	740.00	740.00
Strategy documents	1.80	680.00	377.78
Tax			
Post appointment corporation tax	0.20	80.00	400.00
Post appointment VAT	23.30	10,398.00	446.27
Creditors			
Creditors and claims			
Agreement of unsecured claims	0.50	322.50	645.00
General correspondence	7.70	2,699.00	350.52
Statutory reports	16.60	5,894.00	355.06
Employees			
Correspondence	0.70	360.50	515.00
Realisation of assets			
Asset Realisation			
Debtors	6.55	2,729.25	416.68
Total in period	88.55	34,387.75	388.34

Brought forward time (appointment date to SIP 9 period start date)	3,004.27	1,367,553.25
SIP 9 period time (SIP 9 period start date to SIP 9 period end date)	88.55	34,387.75
Carry forward time (appointment date to SIP 9 period end date)	3,092.82	1,401,941.00

First Aviation

SIP 9 –Time costs analysis (02/10/2019 to 01/04/2020)

	Hours	Time Cost (£)	Average Hourly Rate (£)
Administration & planning			
Cashiering			
General (Cashiering)	0.60	225.00	375.00
Reconciliations (& IPS accounting reviews)	7.30	2,358.50	323.08
Statutory and compliance			
Checklist & reviews	1.80	513.00	285.00
Strategy documents	4.20	2,054.00	489.05

SIP 9 –Time costs analysis (02/10/2019 to 01/04/2020)

	Hours	Time Cost (£)	Average Hourly Rate (£)
Tax			
Post appointment corporation tax	0.10	51.50	515.00
Post appointment VAT	0.20	57.00	285.00
Creditors			
Creditors and claims			
Agreement of unsecured claims	1.70	1,096.50	645.00
General correspondence	1.40	399.00	285.00
Statutory reports	4.10	1,574.50	384.02
Total in period	21.40	8,329.00	389.21

Brought forward time (appointment date to SIP 9 period start date)	121.30	50,548.20
SIP 9 period time (SIP 9 period start date to SIP 9 period end date)	21.40	8,329.00
Carry forward time (appointment date to SIP 9 period end date)	142.70	58,877.20

Avro

SIP 9 –Time costs analysis (02/10/2019 to 01/04/2020)

	Hours	Time Cost (£)	Average Hourly Rate (£)
Administration & planning			
Cashiering			
General (Cashiering)	0.50	169.50	339.00
Reconciliations (& IPS accounting reviews)	1.70	721.50	424.41
General			
Fees and WIP	1.60	492.00	307.50
Statutory and compliance			
Checklist & reviews	3.60	1,072.00	297.78
Strategy documents	0.50	309.50	619.00
Tax			
Post appointment VAT	0.80	255.00	318.75
Creditors			
Creditors and claims			
General correspondence	2.20	719.00	326.82
Statutory reports	4.10	1,502.50	366.46

SIP 9 –Time costs analysis (02/10/2019 to 01/04/2020)

	Hours	Time Cost (£)	Average Hourly Rate (£)
Total in period	15.00	5,241.00	349.40
Brought forward time (appointment date to SIP 9 period start date)	107.70	45,840.30	
SIP 9 period time (SIP 9 period start date to SIP 9 period end date)	14.95	5,222.25	
Carry forward time (appointment date to SIP 9 period end date)	122.70	51,078.30	

Avro Aviation

SIP 9 –Time costs analysis (02/10/2019 to 01/04/2020)

	Hours	Time Cost (£)	Average Hourly Rate (£)
Administration & planning			
Cashiering			
General (Cashiering)	0.50	187.50	375.00
Reconciliations (& IPS accounting reviews)	1.50	646.50	431.00
General			
Fees and WIP	1.70	520.50	306.18
Statutory and compliance			
Checklist & reviews	3.00	855.00	285.00
Strategy documents	0.50	309.50	619.00
Tax			
Post appointment corporation tax	0.10	28.50	285.00
Creditors			
Creditors and claims			
General correspondence	1.40	399.00	285.00
Statutory reports	3.70	1,388.50	375.27
Total in period	12.40	4,335.00	349.60
Brought forward time (appointment date to SIP 9 period start date)	92.40	37,988.10	
SIP 9 period time (SIP 9 period start date to SIP 9 period end date)	12.40	4,335.00	
Carry forward time (appointment date to SIP 9 period end date)	104.80	42,323.10	

SIP 9 –Time costs analysis (02/10/2019 to 01/04/2020)			
	Hours	Time Cost (£)	Average Hourly Rate (£)
Administration & planning			
Cashiering			
General (Cashiering)	0.40	150.00	375.00
Reconciliations (& IPS accounting reviews)	4.40	1,454.00	330.45
Statutory and compliance			
Checklist & reviews	0.60	171.00	285.00
Strategy documents	1.60	623.00	389.38
Tax			
Post appointment VAT	0.10	28.50	285.00
Creditors			
Creditors and claims			
Agreement of unsecured claims	1.50	967.50	645.00
General correspondence	1.50	427.50	285.00
Statutory reports	4.90	1,802.50	367.86
Total in period	15.00	5,624.00	374.93
Brought forward time (appointment date to SIP 9 period start date)	113.13	46,055.25	
SIP 9 period time (SIP 9 period start date to SIP 9 period end date)	15.00	5,624.00	
Carry forward time (appointment date to SIP 9 period end date)	128.13	51,679.25	

somewhere2stay

SIP 9 –Time costs analysis (02/10/2019 to 01/04/2020)			
	Hours	Time Cost (£)	Average Hourly Rate (£)
Administration & planning			
Cashiering			
General (Cashiering)	1.70	556.50	327.35
Reconciliations (& IPS accounting reviews)	1.90	796.50	419.21
General			
Fees and WIP	2.30	691.50	300.65
Statutory and compliance			

SIP 9 –Time costs analysis (02/10/2019 to 01/04/2020)

	Hours	Time Cost (£)	Average Hourly Rate (£)
Checklist & reviews	1.30	393.50	302.69
Strategy documents	1.30	537.50	413.46
Tax			
Post appointment VAT	0.50	142.50	285.00
Creditors			
Creditors and claims			
General correspondence	1.40	399.00	285.00
Creditors and Claims			
Prescribed Part	1.60	1,089.00	680.63
Creditors and claims			
Statutory reports	4.40	1,660.00	377.27
Total in period	16.40	6,266.00	382.07

Brought forward time (appointment date to SIP 9 period start date)	131.75	54,578.55
SIP 9 period time (SIP 9 period start date to SIP 9 period end date)	16.40	6,266.00
Carry forward time (appointment date to SIP 9 period end date)	148.15	60,844.55

MH Aviation Transport

SIP 9 –Time costs analysis (02/10/2019 to 01/04/2020)

	Hours	Time Cost (£)	Average Hourly Rate (£)
Administration & planning			
Cashiering			
General (Cashiering)	1.40	426.00	304.29
Reconciliations (& IPS accounting reviews)	1.70	721.50	424.41
General			
Fees and WIP	2.80	870.00	310.71
Statutory and compliance			
Checklist & reviews	1.60	456.00	285.00
Strategy documents	1.80	680.00	377.78
Tax			
Post appointment corporation tax	0.10	28.50	285.00
Creditors			

SIP 9 –Time costs analysis (02/10/2019 to 01/04/2020)

	Hours	Time Cost (£)	Average Hourly Rate (£)
Creditors and claims			
Agreement of unsecured claims	1.50	967.50	645.00
General correspondence	1.40	399.00	285.00
Statutory reports	5.20	2,176.00	418.46
Total in period	17.50	6,724.50	384.26

Brought forward time (appointment date to SIP 9 period start date)	103.65	42,519.25
SIP 9 period time (SIP 9 period start date to SIP 9 period end date)	17.50	6,724.50
Carry forward time (appointment date to SIP 9 period end date)	121.15	49,243.75

Appendix 5 Glossary

ATT	Air Travel Trust
Avro	Avro Limited
Avro Aviation	Avro Aviation Limited
CAA	Civil Aviation Authority
the Companies	Monarch Holidays, First Aviation, Avro, Avro Aviation, Monarch Travel Group, somewhere2stay, MH Aviation Transport – all in administration
First Aviation	First Aviation Limited
Group	Avro, Avro Aviation, First Aviation, MH Aviation Transport, Monarch 2011 Limited, Monarch Airlines Limited, Monarch Holdings Limited, Monarch Holidays, Monarch Travel Group, somewhere2stay, MH Aviation Transport - all in administration
Joint Administrators/we/our/us	Jim Tucker, Blair Nimmo and Steve Absolom
KPMG	KPMG LLP
MAEL	Monarch Aircraft Engineering Limited – in administration
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 6 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, Avro Aviation Limited, Monarch Travel Group Limited, somewhere2stay Limited, 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 Company and contract without personal liability. The appointments of the Joint Administrators are personal to them and, to the fullest extent permitted by law, KPMG LLP does not assume any responsibility and will not accept any liability to any person in respect of this report or the conduct of the administrations.

www.kpmg.com

© 2020 KPMG LLP, a UK limited liability partnership and a member firm of the KPMG network of independent member firms affiliated with KPMG International Cooperative ("KPMG International"), a Swiss entity. 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.

