

The Insolvency Act 1986

Administrator's progress report

Name of Company

Apperley Realisations No 5 Limited (formerly
Comfort Shoes Limited)

Company number

03153359

In the
High Court of Justice, Chancery Division, LondonCourt case number
10388 of 2009(a) Insert full
name(s) and
address(es) of
administrator(s)We,
Daniel Francis Butters
Deloitte LLP
1 City Square
Leeds
West Yorkshire
LS1 2ALNeville Barry Kahn
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66 Shoe Lane
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EC4A 3WALee Antony Manning
Deloitte LLP
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administrators of the above company attach a progress report for the period

From

26 January 2010

To

25 July 2010

(b) Insert date

Signed

Joint Administrator

Dated

13 August 2010

Contact Details.

You do not have to give any contact information in the box opposite but if you do, it will help Companies House to contact you if there is a query on the form

The contact information that you give will be visible to searchers of the public record

Daniel Francis Butters
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When you have completed and signed this form, please send it to the Registrar of Companies at -
Companies House, Crown Way, Cardiff CF14 3UZ DX 33050 Cardiff

de



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THURSDAY

**APPERLEY REALISATIONS NO.1 LIMITED Court Case No. 10390 of 2009
(FORMERLY STYLO BARRATT SHOES LIMITED)
APPERLEY REALISATIONS NO.2 LIMITED Court Case No. 10392 of 2009
(FORMERLY STYLO BARRATT PROPERTIES LIMITED)
APPERLEY REALISATIONS NO.3 LIMITED Court Case No. 10391 of 2009
(FORMERLY PRICELESS SHOES PROPERTIES LIMITED)
APPERLEY REALISATIONS NO.4 LIMITED Court Case No. 10389 of 2009
(FORMERLY BARRATTS SHOES PROPERTIES LIMITED)
APPERLEY REALISATIONS NO.5 LIMITED Court Case No. 10388 of 2009
(FORMERLY COMFORT SHOES LIMITED)**

(ALL IN ADMINISTRATION – TOGETHER “THE COMPANIES”)

**PROGRESS REPORT PRODUCED PURSUANT TO RULE 2.47 OF THE
INSOLVENCY RULES 1986**

25 August 2010

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The Administrators act as agents of the Companies without personal liability. All licensed insolvency practitioners of Deloitte LLP are licensed in the UK.

**Neville Barry Kahn, Daniel Francis Butters and Lee Antony Manning
Joint Administrators
C/O Deloitte LLP
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1.	INTRODUCTION	2
2.	THE ADMINISTRATORS' PROPOSALS	3
3.	JOINT ADMINISTRATORS' RECEIPTS AND PAYMENTS ACCOUNTS	7
4.	DISTRIBUTIONS TO CREDITORS	11
5.	OTHER MATTERS AND INFORMATION TO ASSIST CREDITORS	13
6.	JOINT ADMINISTRATORS FEES AND EXPENSES	14

APPENDICES

1.	Statutory information	
2.	Joint Administrators' receipts and payments accounts for the period ended 25 July 2010	
3.	Joint Administrators' time costs	
4.	Schedule of Charges	

ABBREVIATIONS

For the purpose of this report the following abbreviations shall be used:

"the Act"	Insolvency Act 1986 (as amended)
"the Rules"	Insolvency Rules 1986 (as amended)
"the Joint Administrators"	Neville Barry Kahn, Daniel Francis Butters, and Lee Antony Manning
"BIS"	Department for Business, Innovation and Skills
"BLP"	Berwin Leighton Paisner LLP
"BPL"	Barratts Priceless Limited
"BSP"	Apperley Realisations No.4 Limited (formerly Barratts Shoes Properties Limited)
"CBRE"	CB Richard Ellis Limited
"the Companies"	BSP, CS, PSP, SBP and SBS
"CS"	Apperley Realisations No.5 Limited (formerly Comfort Shoes Limited)
"CVA"	Company Voluntary Arrangement
"Deloitte"	Deloitte LLP
"the Directors, the Board"	The Board of Directors of Stylo plc and its subsidiaries
"Lloyds"	Lloyds TSB Bank Plc
"Prudential"	The Prudential Assurance Company Limited
"Plc"	Stylo Plc
"PSP"	Apperley Realisations No.3 Limited (formerly Priceless Shoes Properties Limited)
"R&P account"	Receipts and Payments account
"SBP"	Apperley Realisations No.2 Limited (formerly Stylo Barratt Properties Limited)
"SBS"	Apperley Realisations No.1 Limited (formerly Stylo Barratt Shoes Limited)
"Secured Creditors"	Barclays Bank plc, Lloyds TSB Bank plc and The Prudential
"The Group"	Stylo Plc, SBS, BSP, CS, PSP and SBP

1. INTRODUCTION

1.1 Introduction

This report has been prepared in accordance with Rule 2.47 of the Rules and the purpose of this report is to provide the Creditors with an update of the progress of the Administrations.

A schedule of statutory information in respect of the Companies is attached at Appendix 1.

Further background information to the appointment of the Joint Administrators can be found in the statement of proposals to creditors of the Companies dated 27 January 2009.

1.2 Details of the appointment of the Joint Administrators

Neville Barry Kahn, Daniel Francis Butters and Lee Antony Manning, all of Deloitte LLP, were appointed Joint Administrators of the Companies under paragraph 22 of Schedule B1 to the Act, by the High Court of Justice, Chancery Division, Companies Court, London (case numbers 10388, 10389, 10390, 10391 and 10392 of 2009) on application of the Directors on 26 January 2009

For the purposes of Paragraph 100(2) of Schedule B1 of the Act, the Joint Administrators confirm that they are authorised to carry out all functions, duties and powers by any of them jointly and severally

An application to court for a 12 month extension of the term of the Administrations for the 5 Companies was granted on 15 January 2010 extending the administration to 25 January 2011.

2. THE ADMINISTRATORS' PROPOSALS

2.1 Introduction

As previously reported to creditors, the Joint Administrators identified that if suitable arrangements could be made with trade creditors and landlords then it may have been possible for the Companies to continue to trade via a series of interlocking CVAs

Consequently, the Joint Administrators initially performed their functions in relation to the Companies with the objective set out in Paragraph 3(1)(a), of Schedule B1 to the Act, which is to rescue the Companies as a going concern.

In order to achieve this objective, the Joint Administrators put forward a series of proposals for each of the Companies. These proposals are set out below and were approved without modification at the initial meeting of creditors held on 12 February 2009.

1. The Joint Administrators convene meetings to consider and, if appropriate, approve the summoning of meetings to consider and, if appropriate, approve CVA proposals whilst continuing to investigate a going concern sale of the Companies;
2. In the event that Proposal 1 is rejected or the CVA meeting fails to accept the CVA proposals then the Joint Administrators will continue to manage the affairs and assets of the Companies, collect any recoverable outstanding pre and post appointment book debts as required, utilising realisations of assets where appropriate, settle any Administration expenses where such expenses are incurred for the purpose of the Administrations, continue to investigate a going concern sale of the Companies and realise the remaining assets of the Companies,
3. The Joint Administrators be authorised to compromise any debtor balances where applicable;
4. The Joint Administrators be authorised to agree the claims of the secured, preferential and unsecured creditors of the Companies (where applicable);
5. The Joint Administrators be authorised to distribute funds to the secured and preferential creditors of the Companies (where applicable), as and when claims are agreed;
6. That in the event the creditors of the Companies so determine, at the meetings of creditors, appoint a Creditors' Committee in the Administration comprising of not more than five and not less than three creditors within each of the Companies;
7. That in respect of the Companies, the Creditors' Committee, or if one is not appointed, the creditors, agree that the Administrators' fees and expenses be fixed by reference to the time given in attending to matters arising in the Administrations;
8. The Joint Administrators' fees and expenses in respect of the period from 26 January 2009 be approved in relation to the Companies by the Creditors Committee should one be appointed, but failing that the

-
- Administrators be authorised by the creditors to draw remuneration and expenses based on their time costs on a monthly basis,
- 9 The Joint Administrators be discharged from liability in respect of any action of theirs as Administrators on vacation of office (whether because they vacate office by reason of resignation, death or otherwise, because they are removed from office or because their appointment ceases to have effect), in accordance with Schedule B1 paragraphs 98 and 99 of the Act,
 10. The Joint Administrators be authorised to seek an extension to their term of office if deemed necessary by them, firstly by consent from the secured creditors (and the requisite majority of preferential creditors if the Joint Administrators think that there will be a distribution to them) under paragraph 76(2)(b) of Schedule B1 to the Act for a six month period and, if a further extension is required, by an application to court under paragraph 76(2)(a) of Schedule B1 to the Act;
 - 11 If the CVA proposals are approved, and the objectives of the CVA are achieved, the Joint Administrators shall determine that the purpose of the Administration has likewise been achieved and will proceed to exit the Administration pursuant to paragraph 80(2) of Schedule B1 to the Act. Accordingly, the Companies will cease to be in Administration and control will be transferred back to the Board of Directors
 12. Upon the termination of the Administration under paragraph 80(2), as set out above, the Joint Administrators will be automatically discharged from liability in accordance with paragraph 98(1) of Schedule B1 of the Act.
 13. In the event that paragraphs 11 and 12 above do not apply (because the CVA proposal has failed or the objectives of the CVA have not been achieved), when it is considered that no further distributions to creditors will be made and that the Joint Administrators have concluded their duties, the Joint Administrators shall be authorised to apply any of the following options as may be appropriate:
 - (i) Take the necessary steps to move the Companies from Administration to dissolution, pursuant to paragraph 84 of Schedule B1 to the Act, and cease to act;
 - (ii) If the Joint Administrators think that a distribution will be made to unsecured creditors of the Companies, that they be authorised to take the necessary steps to move the Companies into creditors' voluntary liquidation pursuant to paragraph 83 of Schedule B1 to the Act. If this route is deemed appropriate, the Joint Administrators will seek the appointment of Neville Barry Kahn, Daniel Francis Butters and Lee Antony Manning of Deloitte LLP as Joint Liquidators of that Company. In accordance with paragraph 83(7) of Schedule B1 to the Act and rule 2.117(3) of the Rules, creditors may nominate a different person as proposed liquidator, provided that the nomination is made after the receipt of the proposals and before the proposals are approved; or
 - (iii) If the Joint Administrators deem it appropriate, that they be authorised to make an application to court pursuant to paragraph 79 of Schedule B1 to the Act to end the Administration and petition the court for the winding up of the Companies. If appropriate, the

Joint Administrators will apply to be appointed as Joint Liquidators pursuant to section 140(1) of the Act.

2.2 Progress on and achievement of the approved proposals.

We have summarised below the progress and current status in respect of each of the approved proposals:

Proposal	Current status
1	<p>Meetings of creditors to consider and work on the CVA proposal were convened and held on 12 February 2009. The creditors of each of the Companies were required to participate in five separate polls, the results of which were subject to independent scrutiny by Capita Registrars Limited</p> <p>As notified in our previous report, the CVAs were interlocking and therefore each needed to be approved. Unfortunately, this was not achieved and as a result the CVA proposals were rejected</p>
2	<p>Following the rejection of the CVA proposals the Joint Administrators considered their options with a view to maximising returns to creditors.</p> <p>As we were aware that the CVA proposals may be rejected, we had, in parallel, instigated a formal process to market the business and assets of the Companies. On the basis that interest had been expressed, it was deemed appropriate to continue trading the business carried on by the Companies with a view to achieving a sale as a going concern</p>
3	No debtor balances compromised to date.
4	<p>The secured creditor claims have been agreed. The claims of the preferential creditors are currently being agreed</p> <p>Unsecured creditors have yet to be agreed as we are awaiting outstanding information from creditors and we continue to allocate asset realisations to the relevant Group company.</p>
5	Distributions totalling £29,495,934.15 have been made to secured creditors by SBP. Further distributions will be made in due course when further assets have been realised.
6	It was determined at the creditors meeting of the Companies on 12 February 2009 that no Creditors' Committee would be established.
7	Creditors agreed that Administrators' fees and expenses be fixed by reference to the time given in attending to matters arising in the Administration in accordance with their usual charge out rates and that the Administrators be authorised to draw fees and expenses as and when they see fit.
8	To date £1,798,242 of Administrator's fees have been drawn in SBS and a total of £861,795 in SBP. Approval was sought and received from the Secured Creditors.
9	Not yet applicable.
10	The court granted a 12 month extension of the Administrations of the Companies on 15 January 2010, extending the Administrations to 25 January 2011.
11	No longer appropriate given failure of CVA
12	Not yet applicable.
13	Not yet applicable.

3. JOINT ADMINISTRATORS' RECEIPTS AND PAYMENTS ACCOUNT

3.1 Introduction

Attached at Appendix 2 is a R&P account for each of the Companies covering the period from 26 January 2010 to 25 July 2010. This sets out the allocation of assets and liabilities by company

As noted above the trading activities carried out by the Companies were heavily interdependent, effectively representing a pooling of assets and liabilities. We therefore discuss below the progress on realisations by asset category. Unless otherwise stated the assets have been realised by SBS. Notes to the 5 R&P accounts are included in Appendix 2.

Sale of Business

We do not intend to repeat information provided in previous reports, for further information, please see the previous creditors progress report.

Following a period of negotiation and planning a deal was completed for the trading styles of "Barratt" and "Priceless" and all the stock, related fixtures and intellectual property on 19 February 2009 for £5,200,000. Unfortunately, the offer only included 157 of the 350 stores in the estate. The remaining stores were closed and employees in these stores were made redundant.

Post Sale Actions

Following completion of the sale of business, a significant amount of work has been undertaken to resolve the remaining issues with the 157 open stores. BPL was initially granted short term licences to occupy those premises included in the transfer of business. All of the open stores have now been successfully assigned.

We are now going through a process of reconciling the final monetary position with BPL. Given the high number of premises and landlords, the Administrators team and their legal advisors have spent significant time and effort in this process.

For the 193 stores that were closed, 82% of landlords have responded to agree to either document surrender, surrender by operation of law, landlord keys for access, or Administrator retains the keys. The remaining 18% of landlords are yet to respond.

3.2 Asset realisations

3.2.1 Freehold properties (SBP)

23 of the freehold properties have been realised to date for net receipts of £40,944,000.

The terms of each freehold property sale are subject to commercial confidentiality. However, we can comment that in each case the transaction was recommended by CBRE; the Administrator's property advisors.

3.2.2 Long leaseholds properties

To date no long leasehold properties have been disposed of. We do not anticipate any realisations from this asset class.

3.2.3 Cash at bank on appointment

Approximately £660,000 of cash was held by the Companies on our appointment.

3.2.4 Concession debtors

Following agreements to continue trading, pre-appointment concession debtors of approximately £580,000 were collected in full. On the SBS R&P account this is included within "pre-appointment debtors".

3.2.5 Statutory compensation (SBP)

Post appointment we accepted an award effectively representing compensation paid by the state authorities in Northern Ireland in relation to a compulsory relocation. The gross payment of £385,000 was subject to professional fees of £34,546 and therefore the net receipt to the estate was £350,454.

3.2.6 Trading

With the support of staff, customers, suppliers and property landlords, we continued to trade the business. Our estimate of the trading profit for the period to disposal of the business is approximately £3m although we continue to review this as we finalise supplier, utility and rates invoices.

3.2.7 Sale of business and assets

As noted above, the trading styles of "Barratt" and "Priceless" and assets of the Companies were disposed of on 19 February 2009, with the economics of the business (risks and rewards) transferring effective from 13 February 2009. Gross consideration for the assets (mainly comprising stock purchases pre and post appointment) was £5,200,000.

From this process we were required to settle supplier liabilities in relation to the purchase of stock of £2,300,000 and also incurred costs of £500,000 in relation to costs of wages pertaining to the closure of stores and transfer of stock to the purchaser.

3.2.8 Rates rebates

Since confirmation of transfer of the business we have sought recovery of overpayments of rates to local authorities. These efforts continue to generate recoveries for the estates. Across all of the Companies this has generated gross rebates of £1,280,369.22. This amount can be split as follows:

- BSP £15,494.62
- CS £14,909.30
- PSP £63,242.21
- SBP £359,138.60
- SBS £827,584.49

3.3 Estimated future realisations

3.3.1 Freehold properties:

On appointment of the Joint Administrators SBP was the legal owner of 24 freehold properties, all of which are within the United Kingdom (including one in Jersey). These properties all have a main use as retail outlets with additional space sublet

The non Jersey properties are all subject to charges from Prudential while the Jersey property secures lending from Barclays Bank Plc.

23 of the freehold properties have now been sold for a total of £40,944,000. Only the freehold property at Doncaster remains and we are currently seeking a revised strategy for the sale of the property to see if an improved offer may be achieved

3.3.2 Fixed charge cash

The Companies provided a cash bond of £600,000 to the Prudential. Given the volume of secured debt, the secured creditor has taken the monies to offset their borrowings

3.3.3 Long Leasehold Properties (SBP)

The Group has 8 long leasehold properties and opportunities to generate value from these continue to be investigated. However, we now consider the likelihood of achieving a value is limited. As with the freehold properties the leases are subject to charges held by the Prudential

3.3.4 Rates rebates

We continue to work with our advisors to maximise rates rebates in relation to both the year ended 5 April 2009 and prior periods.

4. DISTRIBUTIONS TO CREDITORS

4.1 Secured creditors

The extent of the secured creditors is set out in Appendix 4, and at the date of our appointment amounted to some £46,700,000. All charges are in the name of Plc but are secured across the Group. We have established an asset realisation strategy and will pay across sales proceeds in accordance with the security in place.

In accordance with the terms of the lending documents, we have now received notification of the calculation used in establishing the make whole element of the debt. We are reviewing this calculation but do not anticipate it will lead to a materially different number to that estimated.

To date, a distribution of £29,495,934.15 has been made to secured creditors.

4.2 Preferential creditors

In this case the only potential preferential creditors would be those arising from employees made redundant by the insolvent companies. These claims would arise in relation to either arrears of wages or arrears of holiday pay. As far as we are aware there were no arrears of pay and we continue to monitor claims for accrued holiday pay.

To date, we are still awaiting full details of preferential creditors' claims. However, we have estimated a liability of approximately £350,000, part of which will have been paid out by the Redundancy Payment Service.

We are currently in the process of agreeing preferential claims in order to make a distribution once the Companies are placed into liquidation.

4.3 Prescribed Part

By virtue of Section 176 (2) (a) of the Act, the Joint Administrators must make a Prescribed Part of each of the Company's net property available for the satisfaction of unsecured debts. Net property is the amount of each Company's property which would, but for this section, be available for the holders of the floating charges created by the Company. However, the Prescribed Part does not apply where the floating charge was registered prior to 15 September 2003.

The value of the Prescribed Part cannot exceed £600,000 per company. In the case of SBS, SBP and CS the date of creation of the floating charges pre-dates 15 September 2003 and therefore the Prescribed Part rules are disapplied.

PSP and BSP have a floating charge which was created post 15 September 2003.

The distribution level to be paid under the Prescribed Part for PSP and BSP remains uncertain and is dependent upon future recoveries and costs in the Administration.

It may be necessary to make an application to Court to disapply the Prescribed Part under Section 176A (5) where the cost of making a Prescribed Part distribution is deemed to be disproportionate to the benefits.

4.4 Unsecured creditors

Creditors should note that the Statements of Affairs submitted by the directors of the Companies were prepared on the basis that the CVA proposals would be accepted. Clearly this is now not the case; however, we have not felt it necessary to request an updated Statement of Affairs.

As noted earlier, we have written to all creditors of whom we are aware and continue to receive claims from them and therefore have used estimated figures based on the Companies' management accounts.

We would comment that there is little or no prospect of a dividend to unsecured creditors in any of the companies apart from SBS. We estimate that the dividend will be less than 5 pence in the £. Within SBS there are significant intercompany debts owed to SBP, which means that a high proportion of any available dividend will be paid across to SBP. This will be a floating charge asset in SBP which would be payable to the secured creditors under their floating charge.

5. OTHER MATTERS AND INFORMATION TO ASSIST CREDITORS

5.1 Extensions to the Initial Appointment Period Exit Routes from the Administrations.

This report has been prepared in accordance with Rule 2.47 of The Rules and the purpose of this report is to provide Creditors with an update of the progress of the Administration.

A further 12 month extension was required in order to complete the sale of the freehold properties and assign the leasehold properties to Newco.

An application to court for a 12 month extension of the term of the Administrations for the 5 Companies was granted on 15 January 2010 extending the administration to 25 January 2011.

5.2 Exit Routes

Under the Enterprise Act 2002, all Administrations automatically come to an end after one year, unless an extension is granted by the court or with consent of the creditors.

Otherwise, and unless it is proposed that a company in Administration should be placed in Creditors' Voluntary Liquidation, the appointment of Administrators ceases on the following.

- An application to Court (in the event of a Court appointment),
- Filing a notice in Court and with the Registrar of Companies confirming that the purpose of Administration has been sufficiently achieved, and
- In the event that the company has no property the Administrator may notify the Registrar of Companies to that effect at which time the appointment of the Administrator ceases and three months following that date the company is deemed to be dissolved

The exit provisions contained in Schedule B1 of the Insolvency Act 1986 provide an informal and cost effective way for the appointment of Administrators to cease and reference is made to this in the Administrators' proposals.

The Joint Administrators will seek to place SBS into company voluntary liquidation before the expiry of the extension period of the administrations

The remaining Companies will be placed into compulsory liquidation to ensure any remaining closed store leases be disclaimed.

5.3 Investigations

Enquiry into the conduct of the Directors of the Companies is complete, with returns submitted to the BIS. The contents of these reports are legally privileged

5.4 SIP 13 – Transactions with connected parties

In accordance with the guidance given in Statement of Insolvency Practice Number 13, details of the Company's transactions with connected parties in the period are provided below.

Date	Details of transaction	Sales (£)	Name of counterparty	Connection
19/02/09	Sale of business	£5,200,000	Barratts Priceless Limited	Common directors/management

Assets purchased as part of Sale of business deal for £5.2m are detailed in Section 3.1 on page 7 of this report. The purchasers had independent advisors that assisted with the purchase.

We have reviewed these transactions and are of the opinion that these were carried out at a fair value and after an extensive marketing campaign by the Joint Administrators.

5.5 EC Regulations

As stated in the Administration Order in respect of the Companies, Council Regulation (EU) No. 1346/2000 applies and these are the main proceedings as defined in Article 3(1) of that regulation.

6. JOINT ADMINISTRATORS' FEES AND EXPENSES

6.1 Joint Administrators' Fees

In accordance with Rule 2.106 of The Rules, in the absence of a creditors' committee, the Administrators have sought approval of their fees and expenses from the Companies' creditors. At the meeting of creditors held on 12 February 2009, a resolution was passed authorising the Administrators to draw their fees and expenses by reference to the time given in attending to matters arising in the Administrations (refer proposal 7 in section 2.1 of this report)

There are significant post sale costs (both legal and Administrator fees) as part of the sale of business transfer. This is driven by the assignment process surrounding the leases and the transfer of the property portfolio to BPL. To date, the Administrators have billed a total of £1,598,242 to SBS and £611,795 in SBP.

The Administrators' time costs for the 5 Administrations are summarised in the tables below for the period 26 January 2009 to 25 July 2010. A more detailed analysis of the time spent by work function and general notes on the Administrators time costs is attached at Appendix 3.

SBS

Classification of work function	Partners & Directors	Managers & Assistant Managers	Assistants & Support Staff	Total	Total	Average Rate
	Hours	Hours	Hours	Hours	£	£
Administration and Planning	137 5	501 5	626 9	1,265 9	392,044	310
Creditors	26 0	308 9	153 5	488 4	123,274	252
Reporting & Investigations	-	-	-	-	-	-
Other Specific Matters	99 1	326 1	22 9	448 1	207,692	463
Trading	257 0	1,569 0	928 4	2,754 4	810,870 9	294
Asset Realisations	382 0	765 3	309 8	1,457 0	641,540 4	440
TOTAL	901 6	3,470 8	2,041 5	6,413 8	2,175,421	339
TIME COST	583,340	1,226,869	365,211	2,175,421		

SBP

Classification of work function	Partners & Directors	Managers & Assistant Managers	Assistants & Support Staff	Total	Total	Average Rate
	Hours	Hours	Hours	Hours	£	£
Administration and Planning	-	5 1	23 5	28 6	6,869 8	240
Creditors	32 5	7 8	12 0	52 3	21,467 5	410
Reporting & Investigations	-	-	-	-	-	-
Other Specific Matters	100 3	3,087 7	8 1	3,196 1	1,451,027 0	454
Trading	-	-	655 8	655 8	109,031 8	166
Realisation of Assets	19 0	133 0	77 5	229 5	74,599 5	325
TOTAL	151 8	3,233 6	776 9	4,162 2	1,662,995 5	400
TIME COST	111,196	1,420,850	130,951	1,662,996		

PSP

Classification of work function	Partners & Directors	Managers & Assistant Managers	Assistants & Support Staff	Total	Total	Average Rate
	Hours	Hours	Hours	Hours	£	£
Administration and Planning	-	7 2	1 6	8 8	3,381 0	384
Creditors	2 0	-	-	2 0	1,050 0	525
Reporting & Investigations	-	-	-	-	-	-
Other Specific Matters	-	-	-	-	-	-
Trading	-	-	15 0	15 0	2,392 5	160
Realisation of Assets	-	25 0	-	25 0	9,670 5	387
TOTAL	2 0	32 2	16 6	50 8	16,494 0	325
TIME COST	1,050	12,653	2,792	16,494		

BSP

Classification of work function	Partners & Directors	Managers & Assistant Managers	Assistants & Support Staff	Total	Total	Average Rate
	Hours	Hours	Hours	Hours	£	£
Administration and Planning	-	11 7	2 8	14 5	5,005 0	345
Creditors	6 0	4 3	-	10 3	3,851 3	376
Reporting & Investigations	-	-	-	-	-	-
Other Specific Matters	-	-	-	-	-	-
Trading	-	-	15 0	15 0	2,392 5	160
Realisation of Assets	6 0	5 5	-	11 5	5,405 0	470
TOTAL	12 0	21 5	17 8	51 3	16,653 8	325
TIME COST	6,300	7,253	3,101	16,654		

CS

Classification of work function	Partners & Directors	Managers & Assistant Managers	Assistants & Support Staff	Total	Total	Average Rate
	Hours	Hours	Hours	Hours	£	£
Administration and Planning	-	8 9	3 1	12 0	3,745 0	312
Creditors	5 0	2 0	-	7 0	2,955 0	422
Reporting & Investigations	-	-	-	-	-	-
Other Specific Matters	-	-	-	-	-	-
Trading	-	-	15 0	15 0	2,392 5	160
Realisation of Assets	-	6 0	-	6 0	2,460 0	410
TOTAL	5 0	16 9	18 1	40 0	11,552 5	289
TIME COST	2,625	5,936	2,992	11,553		

Note 1: For clarification, realisation of assets for SBP/PSP/BSP/CS relates to the work associated with the freehold/leasehold properties within the Group

6.2 Disbursements

The Administrators' direct disbursements in the period to 25 January 2010 for the SBS and SBP Administrations were as follows.

Nature of disbursement (£)	26/07/09 to 25/01/10	26/01/10 to 25/07/10
Accommodation		288 00
Travel expenses incurred	1318 93	771 97
Subsistence	281 91	358 73
Telephone - business calls	90 08	70 52
Total	<u>1,690.92</u>	<u>1,489.22</u>

Note that Deloitte policy is to seek approval of both Category 1 and 2 disbursements and therefore there is no need to distinguish between the two. Disclosure is required where we have incurred Category 2 expenses such as mileage and internal copying. To date these disbursements have not yet been billed.

Mileage is calculated at the prevailing standard mileage rate of up to 40p used by Deloitte LLP at the time when the mileage is incurred.

6.3 Other professional costs

As previously advised, BLP were instructed to complete statutory legal matters in relation to the Administration and to oversee a number of legal firms who were instructed to resolve legal matters in relation to the assignment and surrender of leasehold stores

In addition, CBRE, a firm of chattel agents, were instructed by the Administrators to undertake inventories and valuations of stock, plant and equipment, fixtures and fittings and other chattel assets where appropriate

The services provided to date are summarised in the table below. All professional costs are reviewed and analysed before payment is approved.

Category	Advisor	Role	Location	Costs to date
Agent	CBRE	Agents on the letting and sales of the freehold and long leasehold assets	National	594,308 59
Legal	BLP	Over see all firms Advisors on assignments and surrenders for open stores	England & Wales	1,094,062 70
Legal	Cobbetts	Advisors on assignments and surrenders for closed stores	England & Wales	7,104 25
Legal	Leslie Wolfson	Advisors on assignments and surrenders for closed stores	Scotland	1,850 00
Legal	Eugene F Collins	Advisors on assignments and surrenders for closed stores	Republic of Ireland	-
Legal	King & Gowdy	Advisors on assignments and surrenders for closed stores	Northern Ireland	-
Legal	Brodies	Advisors on assignments and surrenders for open stores	Scotland	23,871 34
Legal	McCann Fitzgerald	Advisors on assignments and surrenders for open stores	Republic of Ireland	21,712 70
Legal	Tughans	Advisors on assignments and surrenders for open stores	Northern Ireland	9,100 00
Legal	Walkers	Advisors on Jersey legal matters and Jersey freehold property	Jersey	39,798 05
Legal	Babbe	Advisors on Guernsey legal matters and assignemnts of open stores	Guernsey	2,979 50

STATUTORY INFORMATION

Company Name	Apperley Realisations No 1 Ltd (formerly Stylo Barratt Shoes Ltd)	Apperley Realisations No 2 Ltd (formerly Stylo Barratt Properties Ltd)	Apperley Realisations No 3 Ltd (formerly Priceless Shoes Properties Ltd)	Apperley Realisations No 4 Ltd (formerly Barratts Shoes Properties Ltd)	Apperley Realisations No 5 Ltd (formerly Comfort Shoes Ltd)
Company Number	00091791	00657595	02094800	00715893	03153359
Incorporation date	23 January 1907	28 April 1960	29 January 1987	20 February 1962	26 January 1996
Registered Office	1 City Square Leeds LS1 2AL	1 City Square Leeds LS1 2AL	1 City Square Leeds LS1 2AL	1 City Square Leeds LS1 2AL	1 City Square Leeds LS1 2AL
Ordinary issued/called share capital	6,577,936 ordinary shares at £0.25 each 335,516 7% preference shares of £1 each	100 ordinary shares at £1 each	250,000 ordinary shares at £1 each	500,000 ordinary shares at £1 each	100 ordinary shares at £10 each 10,000,000 deferred shares
Shareholders	Stylo plc	Stylo plc	Stylo plc	Stylo plc	Stylo plc
Directors at Appointment	Michael Anthony Ziff David Edwin Lockyer Ronald Arthur Stark Stylo plc	Michael Anthony Ziff Stylo plc	Michael Anthony Ziff Stylo plc	Michael Anthony Ziff Stylo plc	Michael Anthony Ziff Stylo plc
Within the Last 3 years	Stephen Vincent Lewis John Martin Weaving Richard Philip Bott Stephen Nattress Richard Guy Bower David Patrick Ian Myles Unwin Philip Clarkson Simon Robson Ann McGookin	Brian David Field John Martin Weaving Edward Max Ziff Charles Graham Hardaker	Brian David Field John Martin Weaving Richard Philip Bott	Brian David Field John Martin Weaving Richard Philip Bott	Brian David Field John Martin Weaving Richard Philip Bott Stephen Vincent Lewis
Auditors	BDO Stoy Hayward LLP Lloyds TSB Bank plc Barclays Bank plc	BDO Stoy Hayward LLP Lloyds TSB Bank plc Barclays Bank plc Prudential	BDO Stoy Hayward LLP Lloyds TSB Bank plc Barclays Bank plc	BDO Stoy Hayward LLP Lloyds TSB Bank plc Barclays Bank plc	BDO Stoy Hayward LLP Lloyds TSB Bank plc Barclays Bank plc
Bankers					

APPENDIX 2

SBS - JOINT ADMINISTRATORS' ABSTRACTS OF RECEIPTS AND PAYMENTS TO 25 JULY 2010						
RECEIPTS	Fixed Charge (£)		Floating Charge (£)		Total (£)	
	As at 26 January 2010	Realised/(paid) in the period	As at 26 January 2010	Realised/(paid) in the period	As at 25 July 2010	
Sales	7,957,338 64	31,376 40	7,957,338 64	31,376 40	7,988,715 04	7,988,715 04
Miscellaneous Income	762 08	(762 08)	762 08	(762 08)	0 00	0 00
Freehold rent from BPL	2,679,759 66	(2,679,759 66)	2,679,759 66	(2,679,759 66)	0 00	0 00
Monies from BPL for licence to occupy	11,368,156 22	(605,502 34)	11,368,156 22	(605,502 34)	10,762,653 88	10,762,653 88
Subtenant deposits received	87,470 83	0 00	87,470 83	0 00	87,470 83	87,470 83
Lloyds secured distribution	150,000 00	0 00	150,000 00	0 00	150,000 00	150,000 00
Pre appointment debtors	642,201 20	0 00	642,201 20	0 00	642,201 20	642,201 20
Rates rebates	709,219 34	118,365 15	709,219 34	118,365 15	827,584 49	706,049 41
Stock	15,000 00	0 00	15,000 00	0 00	15,000 00	15,000 00
Book debts	30,584 32	(30,584 32)	30,584 32	(30,584 32)	0 00	0 00
Sale of business consideration	4,500,000 00	578,000 00	4,500,000 00	578,000 00	5,078,000 00	4,500,000 00
VAT payable	8,514 73	979,799 11	8,514 73	979,799 11	988,313 84	988,313 84
Office holder's fee	23,004 57	0 00	23,004 57	0 00	23,004 57	23,004 57
Cash at Bank	663,586 51		663,586 51		663,586 51	663,586 51
Newco receipts	146,534 89	(146,390 81)	146,534 89	(146,390 81)	144 08	144 08
unidentified receipts	6,723 06	1,693 58	6,723 06	1,693 58	8,416 64	8,416 64
Water rebates	7 80	136 28	7 80	136 28	144 08	7 80
Credit note refunds	0 00	513 54	0 00	513 54	513 54	513 54
Trade debtors	10 00	10 00	10 00	10 00	10 00	10 00
VAT payable	1,003,541 35	0 00	1,003,541 35	0 00	1,003,541 35	1,003,541 35
	23,004.57	0 00	23,004 57	(1,753,105 15)	28,216,295 48	27,539,628 69

APPENDIX 2

SBS - JOINT ADMINISTRATORS' ABSTRACTS OF RECEIPTS AND PAYMENTS TO 25 JULY 2010 - CONTINUED					
PAYMENTS					
Attachment of earnings	(5,522 36)	0 00	(5,522 36)		(5,522 36)
Wages	(2,852,898 76)	0 00	(2,852,898 76)		(2,852,898 76)
NIC/Tax & sundry wage deductions	(753,349 77)	(12,527 17)	(765,876 94)		(753,349 77)
Indirect labour	(16,100 38)	12,527 17	(3,573 21)		(16,100 38)
Rent/service charge/insurance	(2,527,396 53)	(1,871,248 30)	(4,398,644 83)		(2,513,485 79)
Rates	(320,873 60)	23,638 23	(297,235 37)		(314,089 68)
Utility charges	(17,694 29)	(21,818 46)	(39,512 75)		(17,694 29)
Travel	(7,458 00)	0 00	(7,458 00)		(7,458 00)
Telephone	(7,984 79)	0 00	(9,111 31)		(7,984 79)
Haulage	(652,369 69)	0 00	(652,369 69)		(652,369 69)
Insurance	(26,925 84)	0 00	(35,224 29)		(26,925 84)
Professional fees	(130,792 34)	0 00	(130,792 34)		(130,792 34)
Bank charges	(56,915 87)	46,918 18	(9,997 69)		(56,915 87)
Lease/HP payments	(143,511 88)	0 00	(143,511 88)		(143,511 88)
Repairs and maintenance	(13,635 24)	0 00	(13,635 24)		(13,805 24)
Sundry expenses	(291,259 12)	0 00	(291,259 12)		(291,197 86)
Sales commission	(19,714 82)	0 00	(19,714 82)		(19,714 82)
Advertising	(31,805 25)	0 00	(31,805 25)		(31,805 25)
Stationery and postage	(17,418 73)	0 00	(17,418 73)		(17,418 73)
Payroll	(15,716 07)	0 00	(15,716 07)		(15,716 07)
IT hosting	(58,720 79)	0 00	(58,720 79)		(58,720 79)
Internet services	(36,234 57)	0 00	(36,234 57)		(36,234 57)
Waste/cardboard collection	(42,311 41)	0 00	(42,311 41)		(42,311 41)
Security	(49,409 01)	0 00	(49,409 01)		(64,712 41)
Shoe suppliers	(2,418,920 72)	0 00	(2,418,920 72)		(2,418,920 72)
Store closure	(5,805 30)	0 00	(5,805 30)		(5,805 30)
Forex dollar purchases	(182,700 84)	0 00	(182,700 84)		(182,700 84)
Inter company bank transfers	(4,913,447 13)	(50,000 00)	(4,963,447 13)		(4,963,447 13)
Payments on behalf of BPL	(170,252 88)	0 00	(170,252 88)		(170,252 88)
Motor vehicles	(73 50)	0 00	(73 50)		(73 50)
Subtenant deposits paid	(97,803 65)	(44,723 14)	(142,526 79)		(142,526 79)
Lloyds Trust monies paid	(150,000 00)	0 00	(150,000 00)		(150,000 00)
Administrators' fees	(1,598,242 00)	(200,000 00)	(1,798,242 00)		(1,798,242 00)
Administrators' expenses	0 00	(21,733 95)	(21,733 95)		(21,733 95)
Capa/Goodman Nash fees	(239,306 71)	(20,979 62)	(260,286 33)		(260,286 33)
Prudential Trustee fees	(5,025 00)	0 00	(5,025 00)		(5,025 00)
Legal fees	(1,725,862 71)	1,149,152 69	(576,710 02)		(576,710 02)
Postage and redirection	(8,306 22)	0 00	(8,306 22)		(8,306 22)
Statutory advertising	(63,250 12)	0 00	(63,250 12)		(63,250 12)
Bank charges	(9,569 50)	(428 19)	(9,997 69)		(9,997 69)
Old company bank account charges	(145,660 09)	0 00	(145,660 09)		(145,660 09)
Book debts	(30,614 32)	(30,614 32)	(61,228 64)		(30,614 32)
Nikaro fees	(7,175 00)	(7,175 00)	(13,650 00)		(13,650 00)
Other property expenses	(400 00)	0 00	(400 00)		(400 00)
Insurance of assets	(32,064 05)	0 00	(32,064 05)		(32,064 05)
VAT	(324,339 79)	(324,339 79)	(324,339 79)		(324,339 79)
VAT receivable	(856,917 77)	(48,512 93)	(905,430 70)		(905,430 70)
	0 00	0 00	(21,188,006 20)		(20,320,174 04)
Balances in hand	23,004 57	0 00	23,004 57	23,004 57	7,219,454 66
	23,004 57	0 00	23,004 57	29,969,410 63	27,539,628 69

APPENDIX 2

SBP - JOINT ADMINISTRATORS' ABSTRACTS OF RECEIPTS AND PAYMENTS TO 25 JULY 2010						
RECEIPTS	Fixed Charge (£)		Floating Charge (£)		Total (£)	
	As at 26 January 2010	Realised/(paid) in the period As at 25 July 2010	As at 26 January 2010	Realised/(paid) in the period As at 25 July 2010		
Subtenant rent deposit and interest					4,950 00	
Property Realisations	28,903,154 38	6,928,064 38	7,500 00	(2,550 00)	35,831,218 76	
Freehold rent for property realisations	124,233 10	(1,575 33)			122,657 77	
Freehold insurance for property realisations	2,035 35	860 58			2,895 93	
Bank Interest	2,249 80	175 43			2,425 23	
Subtenant rent			0 00	4,462 36	4,462 36	
Rates rebate			288,234 34	214,889 90	503,124 24	
Statutory Compensation			347,088 08	12,050 52	359,138 60	
VAT payable			385,000 00	0 00	385,000 00	
Freehold/Long leasehold rent from BPL	0 00	510 09	28,979 34	0 00	28,979 34	
Monies from BPL for licence to occupy			71,621 62	71,621 62	143,243 24	
Landlords contributions re surrenders			16,344 79	16,344 79	32,689 58	
Receipt from other group co's for rent			0 00	0 00	0 00	
Head office sale consideration			2,188,310 13	0 00	2,188,310 13	
Miscellaneous rent income			0 00	218,589 93	218,589 93	
Utilities rebate			0 00	2,162 47	2,162 47	
			0 00	57 97	57 97	
	29,031,672.63	6,928,035.15	3,333,078.30	537,629.56	5,343,427.14	41,303,134.92

SBP - JOINT ADMINISTRATORS' ABSTRACTS OF RECEIPTS AND PAYMENTS TO 25 JULY 2010 - CONTINUED									
PAYMENTS									
Insurance for leasehold properties				(13,637 41)	(1,485 03)		(13,637 41)		(13,637 41)
Rent for leasehold properties				(2,169,504 08)	(3,270 81)		(2,172,774 89)		(2,172,774 89)
Service charge for leasehold properties				(41,869 92)	0 00		(41,869 92)		(41,869 92)
Heat and Light				(3,033 21)	(420 00)		(3,453 21)		(3,453 21)
Rates				(110,412 67)	(4,261 19)		(114,673 86)		(114,673 86)
Freehold Legal fees	(8,517 40)	0 00				(8,517 40)			(8,517 40)
Realisation cost	0 00	(87,473 53)				(87,473 53)			(87,473 53)
secured creditor distribution	(10,280,136 03)	(21,000,000 00)				(31,280,136 03)			(31,280,136 03)
Subtenant deposit receipt				(2,550 00)			(2,550 00)		(2,550 00)
Subtenant rent				(37,417 42)	(37,417 42)		(37,417 42)		(37,417 42)
Rent				(4,312 50)	0 00		(4,312 50)		(4,312 50)
Subtenant deposit payment				(12,551 13)	0 00		(12,551 13)		(12,551 13)
Administrators' Fees				(611,795 00)	(250,000 00)		(861,795 00)		(861,795 00)
Administrators' expenses				0 00	(3,710 30)		(3,710 30)		(3,710 30)
Accountants fees				(5,000 00)	0 00		(5,000 00)		(5,000 00)
Agents/Valuers fees				(18,050 00)	0 00		(18,050 00)		(18,050 00)
Legal fees				(527,091 67)	(116,688 01)		(643,779 68)		(643,779 68)
Capital Gains Tax				(1,380 00)	0 00		(1,380 00)		(1,380 00)
Insurance of assets				(892 86)	0 00		(892 86)		(892 86)
Bank charges				(821 65)	(176 14)		(997 79)		(997 79)
Freehold property expenses				(60 00)	0 00		(60 00)		(60 00)
VAT Receivable									(341,202 81)
VAT Receivable - fixed charge	(162 68)	0 00		(277,346 27)	(63,856 54)		(341,202 81)		(162 68)
Balances in hand	0 00	(21,087,473.53)	(31,376,289 64)	(3,837,725.79)	(483,835 44)		(4,280,108.78)		(35,656,398 42)
29,031,672.63	(14,159,438 38)	4,583,418.14	(504,647.49)	53,794.12	1,063,318 36		5,646,736 50		41,303,134 92
29,031,672.63	(14,159,438 38)	4,583,418 14	3,333,078 30	537,629 56	5,343,427 14		41,303,134 92		

APPENDIX 2

PSP -JOINT ADMINISTRATORS' ABSTRACTS OF RECEIPTS AND PAYMENTS TO 25 JULY 2010						
	Fixed Charge (£)		Floating Charge (£)		Total (£)	
	As at 26 January 2010	As at 25 July 2010	As at 26 January 2010	As at 25 July 2010		
	Realised/(paid) in the period	Realised/(paid) in the period				
RECEIPTS						
Landlords contributions re surrenders			4,725 00	4,725 00		4,725 00
Rates rebate			42,583 87	63,242 21		42,583 87
Sub tenant rent			1,800 00	1,800 00		1,800 00
Water Rebate			0 00	37 11		37 11
Receipts from other Group co's for rent			535,349 47	585,349 47		585,349 47
VAT payable			450 00	450 00		450 00
	0 00	0 00	584,908.34	655,603.79		634,945.45
PAYMENTS						
Rents/insurance/service charge			(533,821 60)	(533,821 60)		(533,821 60)
Rates			(7,645 38)	(7,645 38)		(7,645 38)
Heat and Light			(124 52)	(124 52)		(124 52)
Water rates			(182 89)	(393 21)		(393 21)
Bank charges			(665 36)	(794 49)		(794 49)
Legal fees			(1,750 00)	(5,014 45)		(5,014 45)
VAT Receivable			(30,664 69)	(31,230 66)		(31,230 66)
	0 00	0 00	(574,854 44)	(579,024 31)		(579,024 31)
Balances in hand	0 00	0 00	10,053 90	76,579.48		55,921.14
	0 00	0 00	584,908.34	655,603.79		634,945.45

APPENDIX 2

BSP - JOINT ADMINISTRATORS' ABSTRACTS OF RECEIPTS AND PAYMENTS TO 25 JULY 2010						
	Fixed Charge (£)		Floating Charge (£)		Total (£)	
	As at 26 January 2010	As at 25 July 2010	As at 26 January 2010	As at 25 July 2010		
	Realised/(paid) In the period	Realised/(paid) In the period	Realised/(paid) In the period	Realised/(paid) In the period		
RECEIPTS						
Rates rebate			12,406 03	3,088 59	15,494 62	15,494 62
Sub tenant rent			421 84	0 00	421 84	421 84
Closed store access fee			0 00	80 50	80 50	80 50
Receipts from other Group co's for rent			710,000 00	0 00	710,000 00	710,000 00
	0 00	0 00	722,827 87	3,169 09	725,996 96	725,996 96
PAYMENTS						
Rents/Insurance/service charge			(628,591 66)	0 00	(628,591 66)	(628,591 66)
Rates			(11,337 98)	0 00	(11,337 98)	(11,337 98)
Heat and light			0 00	(2,725 20)	(2,725 20)	(2,725 20)
Bank charges			(311 54)	(143 39)	(454 93)	(454 93)
Settlement of onerous claim			0 00	(20,000 00)	(20,000 00)	(20,000 00)
Legal fees			(2,000 00)	(5,764 28)	(7,764 28)	(7,764 28)
VAT Receivable			(25,525 92)	(1,412 25)	(26,938 17)	(26,938 17)
	0 00	0 00	(667,767 10)	(30,045 12)	(697,812 22)	(697,812 22)
Balances in hand	0 00	0 00	55,060 77	(26,876 03)	28,184 74	28,184 74
	0 00	0 00	722,827 87	3,169 09	725,996 96	725,996 96

CS - JOINT ADMINISTRATORS' ABSTRACTS OF RECEIPTS AND PAYMENTS TO 25 JULY 2010					
	Fixed Charge (£)		Floating Charge (£)		Total (£)
	As at 26 January 2010	Realised/(paid) in the period	As at 25 July 2010	As at 25 July 2010	
RECEIPTS					
Landlord contributions re surrender		1,500 00	0 00	1,500 00	1,500 00
Rates rebate		14,909 30	0 00	14,909 30	14,909 30
Receipt from other group co's for rent		945,000 00	0 00	945,000 00	945,000 00
VAT payable		4,762 50	0 00	4,762 50	4,762 50
	0 00	0 00	0 00	955,171.80	955,171.80
PAYMENTS					
Rents/insurance/service charge		(702,214 46)	0 00	(702,214 46)	(702,214 46)
Rates		(8,479 66)	0 00	(8,479 66)	(8,479 66)
Sub Tenant Rent Payments		0 00	(3,525 00)	(3,525 00)	(3,525 00)
Bank charges		(472 73)	(121 77)	(594 50)	(594 50)
Legal Fees		0 00	(6,243 78)	(6,243 78)	(6,243 78)
VAT Receivable		(53,405 26)	(565 97)	(53,971 23)	(53,971 23)
	0 00	(764,572 11)	(10,456 52)	(775,028.63)	(775,028.63)
Balances in hand	0 00	0 00	(10,456 52)	191,143.17	191,143.17
	0 00	0 00	172,355 94	966,671.80	966,671.80

General Notes

The Receipts and Payments accounts must be read in conjunction with the attached notes and report.

NOTES TO THE RECEIPTS AND PAYMENTS ACCOUNT AND ESTIMATED OUTCOME STATEMENT

- 1 In the SBS Receipts and Payments account, the category of Sales & Newco receipts includes monies received post sale of business. For a short period whilst Barratts Priceless Limited ("BPL") opened bank accounts, monies were banked in the Administrators Bank accounts. The Administrators are currently reconciling this position and going through the process of reallocating the funds. These monies have been used to meet liabilities in relation to the sale of business and the separation/assignment of trading stores

JOINT ADMINISTRATORS' TIME COSTS TO 25 JULY 2010¹**SBS**

Task Type	Task Level	Partner and Director Hours	£	Manager and Assistant Managers Hours	£	Other Professional and Support Staff Hours	£	Total Hours	Total £	Average Rate £
Admin and Planning	Cashiers	3 5	2,152 5	318 2	126,699 3	433 7	93,784 5	755 4	222,636	295
	Compliance	0 3	223 5	44 8	13,322 3	66 9	12,221 8	112 0	25,768	230
	Progress Reporting	26 0	13,650 0	138 5	47,712 8	53 3	6,881 0	217 8	68,244	313
	Fees	-	-	-	-	54 0	2,700 0	54 0	2,700	50
	Immediate Actions	17 7	13,054 5	-	-	-	-	17 7	13,055	738
	Meetings	90 0	56,475 0	-	-	13 0	2,210 0	103 0	58,685	570
	Pre-Appointment	-	-	-	-	6 0	957 0	6 0	957	160
Admin and Planning Total		137 5	85,555 5	501 5	187,734 3	626 9	118,754 3	1,265 9	392,044	310
Creditors	Employees	4 0	2,100 0	289 5	78,721 3	11 0	1,870 0	304 5	82,691	272
	Secured	22 0	11,550 0	-	-	-	-	22 0	11,550	525
	Shareholders	-	-	-	-	8 0	1,360 0	8 0	1,360	170
	Unsecured	-	-	19 4	5,627 0	134 5	22,045 6	153 9	27,673	180
Creditors Total		26 0	13,650 0	308 9	84,348 3	153 5	25,275 6	488 4	123,274	252
Other Specific Matters	Other	66 7	40,707 0	54 0	14,527 5	7 0	650 0	127 7	55,885	438
	Tax & VAT	32 4	25,245 0	272 1	122,269 0	15 9	4,293 0	320 4	151,807	474
Other Specific Matters Total		99 1	65,952 0	326 1	136,796 5	22 9	4,943 0	448 1	207,692	463
Trading	Closure of Trading	32 5	17,062 5	586 0	177,909 5	44 5	7,565 0	663 0	202,537	305
	Day 1 Control	135 0	83,025 0	2 5	1,312 5	23 5	23 5	161 0	84,361	524
	Ongoing Trading	89 5	47,167 5	980 5	317,202 0	860 4	159,603 4	1,930 4	523,973	271
Trading Total		257 0	147,255 0	1,569 0	496,424 0	928 4	167,191 9	2,754 4	810,871	294
Asset Realisation	Freehold Property	39 5	20,737 5	-	-	-	-	39 5	20,738	525
	Leasehold Property	-	-	536 3	181,896 3	309 8	49,046 6	846 0	230,943	273
	Other Assets	16 0	8,400 0	-	-	-	-	16 0	8,400	525
	Sale of Business	326 5	241,790 0	229 0	139,670 0	-	-	555 5	381,460	687
Asset Realisation Total		382 0	270,927 5	765 3	321,566 3	309 8	49,046 6	1,457 0	641,540	440
Grand Total		901 6	583,340 0	3,470 8	1,226,869 3	2,041 5	365,211 4	6,413 8	2,175,421	339

SBP

Task Type	Task Level	Partner and Director Hours	£	Manager and Assistant Managers Hours	£	Other Professional and Support Staff Hours	£	Total Hours	Total £	Average Rate £
Admin and Planning	Cashiers	-	-	5 1	2,093 0	3 0	478 5	8 1	2,572	317
	Closure	-	-	-	-	-	-	-	-	-
	Compliance	-	-	-	-	5 5	848 3	5 5	848	154
	Progress Reporting	-	-	-	-	15 0	3,450 0	15 0	3,450	230
Admin and Planning Total		-	-	5 1	2,093	23 5	4,777	28 6	6,870	240
Creditors	Distributions	-	-	7 8	1,950 0	-	-	7 8	1,950	250
	Retention of Title	-	-	-	-	-	-	-	-	-
	Secured	32 5	17,377 5	-	-	-	-	32 5	17,378	535
	Unsecured	-	-	-	-	12 0	2,140 0	12 0	2,140	178
Creditors Total		32 5	17,378	7 8	1,950	12 0	2,140	52 3	21,468	410
Other Specific Matters	Other	93 7	78,289 0	3,019 1	1,335,404 0	-	-	3,112 7	1,413,693	454
	Pensions	-	-	-	-	-	-	-	-	-
	Tax & VAT	6 6	5,554 0	68 7	29,953 0	8 1	1,827 0	83 4	37,334	448
Other Specific Matters Total		100 3	83,843	3,087 7	1,365,357	8 1	1,827	3,196 1	1,451,027	454
Trading	Closure of Trading	-	-	-	-	166 0	28,220 0	166 0	28,220	170
	Day 1 Control	-	-	-	-	-	-	-	-	-
	Ongoing Trading	-	-	-	-	489 8	80,811 8	489 8	80,812	165
Trading Total		-	-	-	-	655 8	109,032	655 8	109,032	166
Asset Realisation	Book Debts	-	-	-	-	-	-	-	-	-
	Fixtures and Fittings	-	-	-	-	-	-	-	-	-
	Freehold Property	19 0	9,975 0	6 5	2,466 8	-	-	25 5	12,442	488
	Leasehold Property	-	-	126 5	48,982 8	77 5	13,175 0	204 0	62,158	305
Asset Realisation Total		19 0	9,975	133 0	51,450	77 5	13,175	229 5	74,600	325
Grand Total		151 8	111,195 5	3,233 6	1,420,849 5	776 9	130,950 5	4,162 2	1,662,995 5	1,596 0

¹**Note:** Realisation of assets for SBP, PSP, CS and BSP relates to the work associated with the freehold/leasehold properties within the Group

BSP/CS/PSP are not presented in detail here as time costs are below £50,000, please refer to section 6 1 on pp 14-16 for a summary of the Administrators' time costs.

GENERAL NOTES ON THE JOINT ADMINISTRATORS' TIME COSTS

Charge out rates

The range of charge out rates for the separate categories of staff is based on our normal charge out rates:-

Grade	Range £ per hour	
	2009 rates	2010 rates
Partners	545 to 615	565 to 630
Managers/ Directors	295 to 525	310 to 535
Assistants/Support Staff	145 to 265	165 to 275

A "Creditors Guide to Administrators' Fees" is available at the following address <https://www.r3.org.uk/publications/default.asp?dir=professional&pag=Fees&i=493>.

To assist with the approval of the basis of remuneration and disbursements we present an analysis of the separate grades of staff and a range of our normal charge out rates.

All partners and technical staff (including cashiers) assigned to the case record their time spent working on the case on a computerised time recording system. Time spent by secretarial staff working on the assignment has not been recorded or recovered.

The appropriate staff have been assigned to work on each aspect of the cases based upon their seniority and experience, having regard to the complexity of the relevant work, the financial value of the assets being realised and/or the claims agreed.

Work classifications

Please find below a description of each work classification as used in the time analysis:

- **Administration and planning** includes case planning, case set-up, notification of appointment, maintenance of our case files and insolvency case record, statutory reporting, compliance, cashiering and accounting
- **Investigations** includes investigating the companies affairs and in particular any antecedent transactions and also reporting on the conduct of its directors.
- **Realisation of assets** includes identifying, securing and insuring assets, sale of business, transition of contracts, property issues, disposal of stocks, collection of debts, realisation of other fixed assets and VAT and taxation matters.
- **Trading** includes planning, identifying strategy, preparation of trading forecasts, monitoring of performance against the forecasts, managing operations, dealing with supplier and landlord issues to ensure continuity of operations, accounting and employees (including pensions and other staff benefits).
- **Creditors** includes set-up of creditor records, creditor communications, preferential claims, unsecured claims, secured and employee claims.

Schedule of Charges

Mortgagor	Date of Charge	Date Registered	Security
Lloyds TSB Bank plc	16 November 1983	01 December 1983	Any sum or sums for the time being standing to the credit of any present or future account of the company with the bank
The Prudential Assurance Company Limited	27 December 1989	10 November 1989	Covenant by the company in favour of the trustee
The Prudential Assurance Company Limited	07 November 1989	23 November 1989	Freehold and leasehold property charged by way of legal mortgage in favour of the trustee
The Prudential Assurance Company Limited	26 March 1999	30 March 1999	A floating charge of the undertaking property and assets of the company
Lloyds TSB Bank plc	26 March 1999	15 April 1999	Fixed and floating charges over the undertaking and all property and assets present and future including goodwill
The Prudential Assurance Company Limited	11 July 2002	16 July 2002	Deed of release and substitution of the capital sum of £400,000 and investments
The Prudential Assurance Company Limited	14 November 2002	18 November 2002	Deed of release and substitution of the capital sum of £1,823,000 and investments
The Prudential Assurance Company Limited	22 November 2002	26 November 2002	Deed of release and substitution of the capital sum of £1,175,000 and investments
The Prudential Assurance Company Limited	19 December 2002	23 December 2002	Deed of release and substitution of the capital sum of £452,000 and investments
The Prudential Assurance Company Limited	19 December 2002	23 December 2002	Deed of release and substitution of the capital sum of £460,000 and investments
The Prudential Assurance Company Limited	19 December 2002	23 December 2002	Deed of release and substitution of the capital sum of £672,000 and investments

APPENDIX 4

The Prudential Assurance Company Limited	23 January 2004	28 January 2004	Deed of release and substitution of the capital sum of £775,000 and investments
Lloyds TSB Bank plc	01 November 2004	03 November 2004	Any sum standing to the credit of the any one or more of any present or future accounts of the companies or any of them with the bank
The Prudential Assurance Company Limited	21 December 2004	07 January 2005	Deed of release and substitution of the capital sum of £1,235,000 and investments
Lloyds TSB Bank plc	08 August 2005	11 August 2005	Any sum standing to the credit of the any one or more of any present or future accounts of the companies or any of them with the bank
Lloyds TSB Bank plc	29 March 2006	06 April 2006	The deposit and all such rights to the repayment thereof as the depositor may have under the terms of which the deposit was made
The Prudential Assurance Company Limited	14 November 2008	18 November 2008	Deed of release and substitution of the capital sum of £600,000 and investments