



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

1 Company details

Company number 0 3 7 8 8 1 9 4

Company name in full JD Classics Limited

→ Filling in this form

Please complete in typescript or in
bold black capitals.

2 Administrator's name

Full forename(s) Mark Granville

Surname Firmin

3 Administrator's address

Building name/number Suite 3 Regency House

Street 91 Western Road

Post town Brighton

County/Region

Postcode B N 1 2 N W

Country

4 Administrator's name ①

Full forename(s) Richard Dixon

Surname Fleming

① Other administrator

Use this section to tell us about
another administrator.

5 Administrator's address ②

Building name/number Suite 3 Regency House

Street 91 Western Road

Post town Brighton

County/Region

Postcode B N 1 2 N W

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 1	^d 0	^m 0	^m 9	^y 2	^y 0	^y 2	^y 1
To date	^d 0	^d 9	^m 0	^m 3	^y 2	^y 0	^y 2	^y 2

7 Progress report

☒ I attach a copy of the progress report

8 Sign and date

Administrator's
signature

Signature

X

Robert

X

Signature date

^d 0	^d 7	^m 0	^m 4	^y 2	^y 0	^y 2	^y 2
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**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 **Richard Beard**

Company name **Alvarez & Marsal Europe LLP**

Address **Suite 3 Regency House**

91 Western Road

Post town **Brighton**

County/Region

Postcode **B N 1 2 N W**

Country

DX

Telephone **+44 (0) 20 7715 5200**

**Checklist**

We may return forms completed incorrectly or with information missing.

Please make sure you have remembered the following:

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

**Important information**

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

**Where to send**

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

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

**Further information**

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

This form is available in an alternative format. Please visit the forms page on the website at www.gov.uk/companieshouse

Continuation page

Name and address of insolvency practitioner

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

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

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

1 Appointment type

Tick to show the nature of the appointment:

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

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

2 Insolvency practitioner's name

Full forename(s) Richard James
Surname Beard

3 Insolvency practitioner's address

Building name/number Suite 3 Regency House
Street 91 Western Road
Post town Brighton
County/Region
Postcode B N 1 2 N W
Country

JD CLASSICS LIMITED (IN ADMINISTRATION)

Joint Administrators' seventh progress report

For the period from 10 September 2021 to 9 March 2022

7 April 2022

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1 Executive summary

- This progress report covers the period from 10 September 2021 to 9 March 2022.
- The main realisation during the period of this report was in relation to the settlement of a legal dispute between the Company and a third party in the sum of £750,000 (Section 2 – Strategy and progress of the administration to date).
- We continue to be involved in a number of complex claims against various third parties which are at different stages in the legal process. These claims have potential to generate significant recoveries for the estate (Section 2 – Strategy and progress of the administration to date).
- We have declared and paid interim distributions of £2.01m to Lloyds Bank plc, as agent for the Secured Lenders, during the administration to date. Estimated net realisations from the Company's assets are unlikely to be sufficient to enable the Secured Lenders to be repaid in full (Section 3 – Dividend prospects and dividends paid).
- Preferential creditors have been repaid in full (Section 3 – Dividend prospects and dividends paid).
- Based on current estimates, it is highly unlikely that unsecured creditors will receive a distribution other than in respect of the Prescribed Part (Section 3 – Dividend prospects and dividends paid).
- Please note you should read this progress report in conjunction with our previous progress reports and proposals which were issued to the Company's creditors and are available on the Portal.
- Unless stated otherwise, all amounts in this progress report and appendices are stated net of VAT.



Richard Beard
Joint Administrator

2 Strategy and progress of the administration to date

This section updates you on our strategy for the administration and on our progress to date. It follows the information provided in our proposals and previous progress reports.

2.1 Strategy

The administration strategy during the period of this report has been to continue to pursue recoveries from legal claims against third parties, whilst also complying with our statutory duties.

As explained in our previous report, there are two remaining motorbikes which are undergoing restoration with a third party in order to maximise their realisable value. This process has been delayed due to Coronavirus restrictions, but once completed, we will market these for sale.

2.2 Asset realisations

Realisations during the period are set out in the attached receipts and payments account (Appendix 2).

Summaries of the most significant realisations during the period of this report are provided below.

Recoveries from legal disputes/claims against third parties

As part of our administration strategy, we have continued to pursue a number of complex claims against third parties. We have concluded six of these matters and realised £6.16 million in the form of settlement payments made to the Company by third parties as well as the sale of previously disputed inventory.

During the period of this report, we received an amount totalling £750,000 in relation to the settlement of a legal dispute with a third party. We have also progressed matters in relation to a claim against a former director of the Company. The former director is subject to a bankruptcy proceeding and during the period of this report we reached a compromise agreement with the joint trustees of the bankruptcy estate in relation to the Company's claim. This has resulted in the agreement of the level of the Company's claim in the bankruptcy estate. The ongoing claims are at varying stages in the legal process.

We are continuing to work with our litigation counsel, Quinn Emanuel Urquhart & Sullivan LLP ("QE") to pursue a number of ongoing legal claims. Given the commercially sensitive nature of these matters, it is not appropriate to provide further information at this time.

These legal claims are complex and are likely to continue for a significant period of time.

Rates refund

During the period of this report, we received a refund of business rates in relation to one of the former leasehold properties totalling £14,354. This resulted from an overpayment in the pre-administration period.

2.3 Expenses

2.3.1 Payments

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

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

Legal fees

Legal fees totalling £2,406,895 were paid during the period of this report which relate to:

- QE fees (totalling £2,388,588 in the period of this report) – QE have been engaged throughout the administration to advise us on the progression of various legal claims against third parties and litigation matters.
- Pinsent Masons LLP (“Pinsents”) fees (totalling £18,307 in the period of this report) – Pinsents have been engaged by us throughout the administration to assist with general insolvency law matters.

Joint Administrators’ fees and disbursements

Our time costs totalling £757,721 and our disbursements totalling £25,272.34 were paid during the period.

Professional fees

Costs totalling £3,913 were paid during the period to Woodham Mortimer Ltd for the preservation of, and access to, electronic books and records.

Insurance of assets

Insurance of assets costs totalling £2,800 were paid during the period of this report to Aon UK Limited.

2.4 Schedule of expenses

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

Summaries of the most significant expenses which have been incurred in the period but have not yet been paid are provided below.

- Our time costs and disbursements of £348,921 (see section 4.1 for further details in relation to our remuneration); and
- Legal fees incurred by QE totalling £191,341 in relation to advice provided on litigation matters.

3 Dividend prospects and dividends paid

3.1 Secured creditors

The Secured Lenders have submitted a claim in the administration for £76.2 million in respect of their secured indebtedness. As mentioned in our proposals, a security review was carried out on 12 September 2018 which confirmed the security and priority arrangements in the Company.

No further funds have been distributed to the Secured Lenders during the period of this report.

The Secured Lenders have received interim distributions totalling £2.01 million during the administration.

Net realisation from the Company's assets are unlikely to be sufficient to enable the Secured Lenders to be repaid in full.

3.2 Preferential creditors

The preferential creditors have been repaid in full.

3.3 Unsecured creditors

Based on current estimates, we anticipate that the unsecured creditors will receive a distribution from the Prescribed Part only. It is highly unlikely there will be a distribution in excess of the Prescribed Part, as it is likely there will be a shortfall with respect to the secured debt. We will shortly be taking steps to formally call for creditors' claims.

4 Joint Administrators' remuneration and category 2 expenses

4.1 Joint Administrators' remuneration and category 2 expenses

4.1.1 Basis of remuneration and category 2 expenses

During the administration, the secured and preferential creditors have provided approval that:

- Our remuneration will be drawn on the basis of the time properly given by us and the various grades of our staff in accordance with the revised fees estimate and charge-out rates provided to creditors; and
- Category 2 expenses (as defined in SIP9 and disclosed to creditors) will be paid as an expense of the estate, including disbursements paid directly by A&M and charged in accordance with our charging policy set out in Appendix 4.

Due to the nature of the work still to be undertaken, particularly in respect of the ongoing claims / actions, we are unable to provide an estimate at this date as to the total amount of remuneration that will be paid from the estate.

4.1.2 Time costs

During the period we have incurred time costs of £348,921. These represent 698.1 hours at an average rate of £500 per hour.

4.1.3 Remuneration

During the period of this report, we have drawn floating charge remuneration of £757,721.

4.1.4 Additional information

Fees estimate

We do not anticipate the approved revised fees estimate of £8.0 million will be exceeded during the administration.

Expenses estimate

It is anticipated that the expenses to be incurred during the administration will exceed our expenses estimate of £13,427,312 because of additional forecasted legal costs associated with ongoing complex litigious matters.

Time spent and charging policy

We have attached at Appendix 4 an analysis of time spent, the charge-out rates for each grade of staff and the expenses paid directly to A&M for the period of this report, together with a summary of the cumulative time costs to 9 March 2022. We have also attached our charging policy.

5 Future strategy

5.1 Future conduct of the administration

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

- Continuing to restore, market and sell the Company's remaining motorbikes and vehicle;
- Pursuing actions against third parties with a view to recovering value for the estate;
- Continuing to defend legal actions when it is appropriate to do so;
- Dealing with the Company's corporation tax and VAT matters;
- Distributing funds in the estate to the Secured Lenders;
- Agreeing unsecured claims and distributing the Prescribed Part to unsecured creditors;
- Undertaking procedures to exit the administration.

5.2 Future reporting

We will provide a further progress report within one month of 9 September 2022 or earlier if the administration has been completed prior to that time.

Appendix 1 – Statutory information

Company information

Company name	JD Classics Limited
Date of incorporation	11 June 1999
Company registration number	03788194
Present registered office	Suite 3 Regency House, 91 Western Road, Brighton, BN1 2NW

Administration information

Administration appointment	The administration appointment granted in the High Court of Justice, case number CR-2018-007197
Appointor	The directors of JD Classics Limited
Date of appointment	10 September 2018
Joint Administrators	Richard Fleming, Mark Firmin and Richard Beard
Joint Administrators' contact details	Address: Suite 3, Regency House, 91 Western Road, Brighton BN1 2NW Tel: +44 (0) 20 7715 5200 Email: INS_JDCL@alvarezandmarsal.com
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	9 September 2023

Appendix 2 – Receipts and payments account

JD Classics Limited (In Administration) Joint Administrators' Summary of Receipts & Payments

Statement of Affairs £		From 10/09/2021 To 09/03/2022 £	From 10/09/2018 To 09/03/2022 £
231,000.00	FIXED CHARGE ASSETS		
	Plant & Machinery	NIL	40,030.00
	Bank Interest	NIL	8.83
		NIL	40,038.83
	FIXED CHARGE COSTS		
	Administrators' Fees	NIL	40,038.83
		NIL	(40,038.83)
(76,237,375.00)	FIXED CHARGE CREDITORS		
	Chargeholder (1)	NIL	NIL
		NIL	NIL
	ASSET REALISATIONS		
	Automobilia	NIL	57,655.00
11,193,990.00	Book Debts - pre appt	NIL	3,224,246.22
73,706.00	Cash at Bank	NIL	71,590.84
936,320.00	Corporation Tax Refund	NIL	8,125,966.98
	Fleet Motor Vehicles	NIL	223,088.34
902,164.00	Parts	NIL	527,930.00
	Rates Refund	14,354.40	14,354.40
489,067.00	Registration Numbers	NIL	283,203.33
	Rent & Property Expenses Received	NIL	1,069,844.60
	Secured Lender Loan	NIL	700,000.00
22,638,000.00	Stock	NIL	22,467,245.23
494,928.00	VAT Refund	NIL	327,302.08
	Work in Progress	NIL	140,710.00
		14,354.40	37,233,137.02
	OTHER REALISATIONS		
	Bank Interest Gross	700.06	40,785.39
	Cost Order Recoveries	NIL	150,000.00
	Credit Card refund	NIL	12,231.82
	Litigation/Settlement Recoveries	750,000.00	6,162,906.17
	Other Realisations	NIL	831.83
	Processing Fee Received	NIL	10,000.00
	Storage Receipts	NIL	3,197.10
	Sundry Refunds	NIL	20,815.64
	Third Party Funds Received	NIL	1,221,684.00
	Trading Surplus/(Deficit)	NIL	(19,228.16)
		750,700.06	7,603,223.79
	COST OF REALISATIONS		
	Administrators' Expenses	25,272.34	76,335.44
	Administrators' Fees	757,720.60	5,190,277.17
	Agents/Valuers Fees	NIL	51,857.24
	Bank Charges	77.80	1,377.88
	Cost Orders Payable	NIL	48,464.83
	Customer Refunds	NIL	20,000.00
	ERA Solutions	NIL	200.00
	Insurance of Assets	2,800.00	117,495.82
	Interest paid re Secured Lender Loan	NIL	2,222.39
	Irrecoverable VAT	NIL	27,478.14

JD Classics Limited
(In Administration)
Joint Administrators' Summary of Receipts & Payments

Statement of Affairs £	From 10/09/2021 To 09/03/2022 £	From 10/09/2018 To 09/03/2022 £
Legal Fees	2,406,895.08	10,459,047.25
Margin Scheme VAT	NIL	102,973.17
Other Property Expenses	NIL	5,414.50
Professional Fees	3,913.20	73,892.47
Ransom Payments	NIL	10,000.00
Rates	NIL	16,737.33
Re-Direction of Mail	NIL	980.00
Registration Costs	NIL	1,859.36
Rent & Property Expenses Paid	NIL	1,069,844.69
Repairs & Maintenance	NIL	1,309,977.17
Repayment of Secured Lender Loan	NIL	700,000.00
Repayment of Third Party Funds	NIL	556,194.56
Sales Commission	NIL	2,048,396.46
Security	NIL	167,352.23
Settlement Payments	NIL	3,131,534.19
Specific Bond	NIL	200.01
Stationery & Postage	NIL	5,892.42
Statutory Costs	NIL	71.15
Storage Costs	1,165.02	226,569.44
Third Party Funds Paid	NIL	653,629.61
Transportation costs	NIL	169,616.19
Utilities	NIL	1,681.99
	(3,197,844.04)	(26,247,573.10)
PREFERENTIAL CREDITORS		
Subrogated EP(C)A Claim	NIL	5,001.37
	NIL	(5,001.37)
FLOATING CHARGE CREDITORS		
(76,006,375.00) Floating Charge Creditor	NIL	2,010,000.00
	NIL	(2,010,000.00)
UNSECURED CREDITORS		
(84,795,000.00) Connected Companies	NIL	NIL
(5,372,026.00) Trade & Expense Creditors	NIL	NIL
	NIL	NIL
(205,451,601.00)	(2,432,789.58)	16,573,786.34
REPRESENTED BY		
Bank Current - Floating		6,368,048.00
Bank Current - Floating (BOS)		5,001,274.11
Bank Current - Floating (Lloyds)		5,001,274.11
Fixed Ch Vat Receivable		8,007.77
Fixed VAT Control Account		(8,007.77)
Floating VAT Control Account		(3,374,002.62)
Vat Payable		(465,358.47)
Vat Receivable		4,042,551.21
		16,573,786.34

Note: all of the funds held in the administration accounts were held in interest-bearing accounts during the period of this report

Appendix 3 – Schedule of expenses

A3.1 Schedule of expenses

A summary of expenses during the period of this report is set out below:

Schedule of expenses for the period from 10 September 2021 to 9 March 2022		
Category	Incurred in a prior period but not previously disclosed (£)	Incurred in the period (£)
Agent fees	-	3,589
Bank charges	-	80
Insurance of assets	-	2,800
Joint Administrators' disbursements	-	8,019
Legal fees	-	1,613,136
Professional fees	-	10,632
Storage costs	201	639
Total	201	1,638,895

A3.2 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 Maria French at Suite 3 Regency House, 91 Western Road, Brighton, BN1 2NW.

Appendix 4 – Charging policy

Joint Administrators' charging policy

The time charged to the administration is by reference to the time properly given by us and our staff in attending to matters arising in the administration. This includes work undertaken in respect of tax, VAT and investigations by A&M in-house specialists.

Our policy is to delegate tasks in the administration 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.

Hourly rates

Set out below are the relevant hourly charge-out rates for the grades of our staff actually or likely to be involved on this administration. 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 the administration, including cashiers and secretarial staff, have charged time directly to the 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 administration but is reflected in the general level of charge-out rates.

Charge-out rates (£/hour) for: Restructuring	
Grade	From 10 September 2018
Managing Director	675
Senior Director	635
Director	595
Associate Director	535
Senior Associate	455
Associate	335
Analyst	225
Support	165

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.

A copy of "Administration: A Guide for Creditors on Insolvency Practitioner Fees" from SIP 9 produced by the Association of Business Recovery Professionals is available via the Portal.

If you are unable to access this guide and would like a copy, please contact INS_JDCL@alvarezandmarsal.com or write to us at JD Classics Limited (in administration), Suite 3 Regency House, 91 Western Road, Brighton, BN1 2NW.

Policy for the recovery of disbursements

Where funds permit the office holders will seek to recover disbursements falling into both category 1 and category 2 expenses from the estate. For the avoidance of doubt, such disbursements are defined within SIP 9 as payments which are first met by the office holder, and then reimbursed to the office holder from the estate. These are divided in SIP 9 as follows:

- *Disbursements within category 1 expenses:* These are payments which do not have any element of shared costs and are made to persons who are not an associate of the office holder. 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.
- *Disbursements within category 2 expenses:* These are payments to associates or which have an element of shared costs. These may include shared or allocated costs that can be allocated to the appointment on a proper and reasonable basis, for example, business mileage.

Disbursements within category 2 expenses charged by A&M include mileage at a rate of 45p per mile. When carrying an A&M passenger, no additional cost per passenger will be charged.

We have the authority to pay disbursements falling within category 1 expenses without the need for any prior approval from the creditors of the Company.

Disbursements falling within category 2 expenses are to be approved in the same manner as our remuneration.

Disbursements falling within category 1 expenses:

Nature of disbursement	Amounts incurred in the period (£)	Amounts paid in the period (£)
Accommodation	-	200.00
Courier	-	3.24
eDiscovery software user fee	7,995.20	24,169.17
Storage	-	814.07
Travel	23.80	85.86
Total	8,019.00	25,272.34

*We have overcharged post appointment disbursements of £200 in error and these have now been refunded outside the period of this report.

Disbursements falling within category 2 expenses:

No disbursements falling within category 2 expenses have been incurred or paid during the period of this report.

We have the authority to pay disbursements falling within category 1 expenses without the need for any prior approval from the creditors of the Company. Disbursements falling within category 2 expenses are to be approved in the same manner as our remuneration.

Our time cost summary in accordance with SIP 9

Please refer to the tables below for a detailed breakdown and narrative of our time costs to 9 March 2022 in accordance with SIP 9.

JD Classics Limited (in administration) Time costs for the period 10 September 2021 to 9 March 2022			
Classification of work function	Total Hours	Total Time Cost (£)	Average Hourly Rate (£)
Engagement control	15.7	6,558	418
Appointment and risk	0.5	228	455
Reports, decision making and remuneration	44.1	16,869	383
Correspondence and statutory filing	43.3	24,098	557
Investigations	467.7	247,165	529
Asset realisations	15.8	8,289	525
Cost of realisation	23.3	8,880	381
Tax	56.4	23,693	420
Cashiering	30.9	12,917	418
Claims & distributions	0.5	228	455
Total	698.1	348,921	500
Brought forward time (10 September 2018 to 9 September 2021)*	14,894.4	6,539,503	439
Carried forward time (10 September 2018 to 9 March 2022)	15,592.5	6,888,424	442

*We note that the time costs and total hours reported in our last progress report dated 6 October 2021 of £6,537,838 and 14,892.0 respectively were incorrectly calculated. The correct figures are £6,539,503 and 14,894.4 respectively.

SIP 9 narrative for the period from 10 September 2021 to 9 March 2022

Type of work	Narrative description of work	Why was/is this work necessary?	What, if any, financial benefit will the work provide to creditors?
Engagement control	<ul style="list-style-type: none">- Formulating, monitoring and reviewing the administration strategy;- Briefing our staff on the administration strategy and matters in relation to various work-streams;- Regular case management and reviewing of process, including regular team update meetings and calls;- Reviewing and authorising junior staff correspondence and other work;- Dealing with queries arising during the appointment- Reviewing matters affecting the outcome of the administration;- Allocating and managing staff/case resourcing and budgeting exercises and reviews;- Liaising with legal advisers regarding the various instructions, including agreeing content of engagement letters; and- Complying with internal filing and information recording practices, including documenting strategy decisions.	To comply with statute and ensure the administration is run efficiently and effectively.	No financial benefit.
Appointment & risk	<ul style="list-style-type: none">- Liaising with the post-appointment insurance brokers to provide information, assess risks and ensure appropriate cover in place; and- Assessing the level of insurance premiums.	To comply with statute.	No financial benefit.
Reports, decision making & remuneration	<ul style="list-style-type: none">- Preparing statutory receipts and payments accounts;- Drafting and publishing our progress reports;- Ensuring compliance with all statutory obligations within the relevant timescales;- Reviewing time costs to date and producing analysis of time incurred which is compliant with SIP 9;- Reviewing the fees estimate; and- Reviewing the expenses estimate.	To comply with statute as well as ensuring the creditors are informed of progress.	No financial benefit.

SIP 9 narrative for the period from 10 September 2021 to 9 March 2022

Type of work	Narrative description of work	Why was/is this work necessary?	What, if any, financial benefit will the work provide to creditors?
Correspondence & statutory filing	<ul style="list-style-type: none">- Uploading information to the Portal;- Complying with ongoing statutory filing requirements;- Providing written and oral updates to representatives of the Secured Lenders regarding the progress of the administration and case strategy; and- Dealing with creditor queries and ongoing case correspondence.	To comply with statute as well as ensuring the creditors are informed of progress.	No financial benefit.
Investigations	<ul style="list-style-type: none">- Managing and reviewing the Company books and records database in the context of ongoing legal matters;- Liaising with legal advisers in relation to ongoing legal disputes and related correspondence;- Progression of settlement negotiations in respect of certain legal disputes;- Progression of various litigation matters including attendance at hearings; and- Reviewing pre-appointment transactions.	To comply with statute as well as pursue potential realisations for the estate.	Successful legal claims may have the potential to generate material net realisations for creditors.
Asset realisations	<ul style="list-style-type: none">- Liaising with third parties in relation to the Company's motor vehicle inventory held offsite.	To ensure that all of the Company's assets are realised and that the costs and expenses of the administration can be met, with any surplus going to the benefit of the Company's creditors.	Asset realisations will generate value for the creditors.
Costs of realisation	<ul style="list-style-type: none">- Liaising with third parties regarding costs incurred;- Reviewing costs incurred to ensure recorded accurately;- Arranging payment of the costs in a timely manner as and when funds allow; and- Reviewing and agreeing invoices from WML in relation to the storage of motor vehicles and usage of IT systems for the purposes of investigations.	To understand the costs associated with realising assets for the benefit of the estate.	Mitigation of costs can increase the return to creditors.

SIP 9 narrative for the period from 10 September 2021 to 9 March 2022

Type of work	Narrative description of work	Why was/is this work necessary?	What, if any, financial benefit will the work provide to creditors?
Tax	<ul style="list-style-type: none">- Preparing, reviewing and submitting quarterly VAT returns;- Analysing VAT related transactions; and- Dealing with post appointment tax compliance.	To comply with filing deadlines.	Mitigation of tax expenses can increase the returns for creditors.
Cashiering	<ul style="list-style-type: none">- Preparing and processing vouchers for the payment of post-appointment invoices;- Creating remittances and sending payments to settle post-appointment invoices;- Reconciling post-appointment bank accounts to internal systems; and- Ensuring compliance with appropriate risk management procedures in respect of receipts and payments.	To maintain a proper treasury and accounts function for the administration estate.	No financial benefit.
Claims & distributions	<ul style="list-style-type: none">- Dealing with creditor claims.	To comply with statute, ensuring claims made against the Company are kept up-to-date and to distribute funds in the estate to the Secured Lenders.	Ensure claims are accurate and funds are distributed to the correct creditors.

Appendix 5 – Glossary

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 (England and Wales) Rules 2016 respectively.

Defined Terms	Definition
A&M	Alvarez & Marsal Europe LLP
Company	JD Classics Limited – in administration
Court	High Court of Justice, Business and Property Courts of England and Wales
Joint Administrator/we/our/us	Richard Fleming, Mark Firmin and Richard Beard
Secured Lenders	Lloyds Bank plc and HPS Investment Partners LLC
SIPs	Statements of insolvency practice
SIP 9	Payments to insolvency office holders and their associates from an estate
Pinsents	Pinsent Masons LLP
QE	Quinn Emanuel Urquhart & Sullivan LLP
WML	Woodham Mortimer Limited

Appendix 6 – Notice: About this progress report

This progress report has been prepared by Richard Fleming, Mark Firmin and Richard Beard, the Joint Administrators of JD Classics Limited in administration ('the Company'), solely to comply with their statutory duty to report to creditors under the Insolvency (England and Wales) Rules 2016 on the progress of the administration, and for no other purpose. It is not suitable to be relied upon by any other person, or for any other purposes, 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 Company or any other company in the same group.

Any estimated outcomes for creditors included in this progress 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 progress report for any purpose or in any context other than under the Insolvency (England and Wales) Rules 2016 does so at their 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.

Richard Fleming, Mark Firmin and Richard Beard are authorised to act as insolvency practitioners by The Institute of Chartered Accountants in England and Wales.

We are bound by the Insolvency Code of Ethics.

The Joint Administrators act as agent for the Company without personal liability. The appointments of the Joint Administrators are personal to them and, to the fullest extent permitted by law, Alvarez & Marsal Europe LLP does not assume any responsibility and will not accept any liability to any person in respect of this progress report or the conduct of the administration.