In accordance with Rule 18.6 of the Insolvency (England & Wales) Rules 2016.

AM10
Notice of administrator's progress report

Companies House

WEDNESDAY

AC3PS9F6
A04 17/05/2023 #239
COMPANIES HOUSE

1 Company details

Company number	0 4 1 8 7 2 8 9
Company name in full	Wasps Holdings Limited

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

2 Administrator's name

Full forename(s)	Andrew Martin
Surname	Sheridan

3 Administrator's address

Building name/number	Kings Orchard
Street	1 Queen Street
Post town	Bristol
County/Region	
Postcode	B S 2 0 H Q
Country	

4 Administrator's name ❶

Full forename(s)	Rajnesh
Surname	Mittal

❶ **Other administrator**
Use this section to tell us about another administrator.

5 Administrator's address ❷

Building name/number	2nd Floor
Street	170 Edmund Street
Post town	Birmingham
County/Region	
Postcode	B 3 2 H B
Country	

❷ **Other administrator**
Use this section to tell us about another administrator.

17/5/23

AM10
Notice of administrator's progress report

6 Period of progress report

From date	d1 d7	m1 m0	y2 y0 y2 y2
To date	d1 d6	m0 m4	y2 y0 y2 y3

7 Progress report

☑ I attach a copy of the progress report

8 Sign and date

Administrator's signature

Signature

X X

Signature date	d1 d6	m0 m5	y2 y0 y2 y3

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: Anthony Druce
Company name: FRP Advisory Trading Limited
Address: Kings Orchard
1 Queen Street
Post town: Bristol
County/Region:
Postcode: B S 2 0 H Q
Country:
DX: wasps@frpadvisory.com
Telephone:

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

FRP

WASPS HOLDINGS LIMITED (IN ADMINISTRATION) ("the Company")

The High Court of Justice, Business and Property Courts of England and Wales, Insolvency and Companies List (ChD)

Court Reference Number: CR-2022-003481

The Administrator's Progress Report for the period 17/10/22 – 16/04/23 pursuant to Rule 18.3 of the Insolvency (England and Wales) Rules 2016

16 May 2023

Contents and abbreviations

FRP

The following abbreviations may be used in this report:

ACL	ACL Astute 2022 Ltd (Formerly Arena Coventry Ltd)
AC06	ACL Astute 2006 Ltd (Formerly Arena Coventry (2006) Ltd)
Bondholders	The holders of the £35,000,000 6.50 per cent. guaranteed secured bonds issued by Wasps Finance PLC
Bond Trustee	U.S. Bank Trustees Limited
Burges Salmon	Burges Salmon LLP
Citypress	City Press Services Ltd
DCMS	Department for Culture, Media and Sport
FRP	FRP Advisory Trading Limited
Hilco	Hilco Appraisal Ltd t/a Hilco Streambank
HMRC	HM Revenue & Customs
IEC	Conference Astute Ltd (Formerly IEC Experience Ltd)
IP	Intellectual Property
LSH	Lambert Smith Hampton Group Ltd
Marsh	Marsh Limited
PRL	Premier Rugby Limited
P-Shares	Perpetual shares held by members of PRL Investor Limited
Purchaser	Halo 22 Limited
RFU	Rugby Football Union
RPA	Rugby Players Association
SIP	Statement of insolvency practice
The Administrators	Andrew Martin Sheridan and Rajnesh Mittal of FRP Advisory Trading Limited
The Company	Wasps Holdings Limited (In Administration)
The Group	The Company, ACL, AC06 and IEC
The Insolvency Rules	The Insolvency (England and Wales) Rules 2016
The Period	The reporting period 17/10/22 – 16/04/23
WRFC	Wasps Rugby Football Club

1. Progress of the Administration in the Period

FRP

Introduction

This report should be **read in conjunction with our detailed proposals dated 2 December 2022.**

The purpose of the Administration was to realise property in order to make a distribution to one or more secured or preferential creditors.

As per the Administrators' proposals dated 2 December 2022, the Administrators considered that the Company had insufficient property to enable a dividend to be paid to the unsecured creditors, except from the prescribed part, if applicable. We were therefore not required to seek a decision from creditors as to whether they approved the proposals pursuant to Paragraph 51 of Schedule B1 to the Insolvency Act 1986.

As no requests to seek a decision from the creditors were received within the statutory period, the proposals were deemed to have been approved by the creditors on 29 December 2022.

On 23 January 2023, we circulated our decision procedure to the preferential creditors and sought consents from the secured creditors on several matters. We confirm that the following decisions were agreed by the Company's preferential creditors:

- Approval of the basis of the Joint Administrators' remuneration;
- Approval of the basis of the Joint Administrators' disbursements;
- Approval of the timing of the Joint Administrators' discharge from liability;
- Approval of the payment of the Joint Administrators' pre-appointment fees and expenses; and
- That a creditors committee is not appointed.

Please note, that in accordance with insolvency legislation, for the first four of the above decisions we also required the consent of each of the Company's secured creditors.

In order to obtain the requested consent on behalf of Bondholders, the Bond Trustee required consent and directions from Bondholders, which the Bond Trustee sought via an electronic consent procedure. Regrettably, we were advised that such consent was not obtained by the Bond Trustee with less than 3% of Bondholders voting (where the required threshold was 90%), albeit all who voted, voted in favour, leaving the Bond Trustee unable to respond to our request.

Mr Richardson, acting in both his personal capacity as a secured creditor and as the sole director of Canmango Limited, another secured creditor, rejected all four of the proposed decisions although provided no explanation as to why. It should be noted that in light of the outcome of the security review instructed by the Administrators, neither Mr Richardson nor Canmango stand to receive any recovery in relation to their security, discussed further in Section 2 below.

Accordingly, notwithstanding the agreement of the preferential creditors we are in the process of making an application to Court in respect of these matters. We are advised that a preliminary date of 30 October 2023 has been set for this hearing.

Receipts & Payments Account

Attached at **Appendix E** is a receipts and payments account detailing transactions for the Period of this report.

Note that in accordance with insolvency legislation this report covers the initial six months of the Administration. However, in light of **a material receipt (£9.8m received from PRL in respect of the P-Shares)** between the end of the initial six month period and the date of this report, we have included additional information both within Appendix E and where relevant below.

Payments made from the estate are fair and reasonable and proportionate to the insolvency appointment and are directly attributable to this insolvency.

No payments have been made to associates of the Administrators without the prior approval of creditors as required by SIP9.

Work undertaken during the Period

We attach at **Appendix C** a schedule of work undertaken during the Period together with a summary of work still to be completed, although we would comment specifically on the following matters:

Asset Realisations

Sale of business and certain assets

As detailed in our proposals, on 17 November 2022 we sold a substantial part of the Company's assets to a connected party, Halo 22 Limited, a company controlled by Christopher Holland, a director of the Company.

Further, we confirmed in our proposals that in accordance with the Administration (Restrictions on Disposal etc to Connected Persons) Regulations 2021 that the Purchaser obtained an independent Evaluator's Report which confirmed they were satisfied that the consideration being provided and the grounds for the disposal were reasonable in the circumstances. We provided a copy of the Evaluator's Report with our proposals.

The realisations in relation to this transaction were as follows:

- £35k for the brand, IP, websites, domains and other such property; and
- £115k for the chattel assets.

These funds have been received in full.

PRL Invested Units – Monthly Distributions

The terms of a License, Services and Commercial Rights Agreement ("LSCRA") between the Company and PRL (amongst others) entitles the Company to a fixed share of central income received by PRL for the sale of television and other commercial rights in connection with premiership rugby union in England. This is paid on a monthly basis. The insolvency of the Company did not result in a cessation in this entitlement.

As previously advised in our proposals, PRL initially raised a number of claims against the Company totalling £723k, subsequently increased to £2.4m. PRL sought to set-off the value of such claims against amounts due to the Company in respect of the LSCRA and withheld monthly payments totalling £411k in respect of the four month period October 2022 to January 2023.

We have sought legal advice and undertaken extensive negotiation with PRL on this matter, culminating in a settlement agreement the contents of which are confidential but provided for a settlement payment of £150k which was paid on 16 March 2023. A further £200k has been received in respect of the February and March monthly payments due to the Company.

No further realisations are anticipated in this regard following the exercise of a call option as described below.

P-Shares – Call Option

The terms of the shareholders' agreement (which sets out the terms upon which the Company holds its P-Shares) are confidential and we are therefore unable to disclose those terms in this report. However, the Company would be entitled to a payment from PRL Investor Limited, in the event that entity exercises a call option in accordance with the terms of that shareholders' agreement requiring the compulsory transfer of the Company's P-Shares.

1. Progress of the Administration in the Period

The shareholders' agreement includes a formula for determining the amount payable in such circumstances which is essentially eight times the previous years' distribution and equates to £9,814,016.02.

On 25 April 2023 PRL exercised its rights under the Shareholders' agreement resulting in the compulsory transfer of the Company's shares (including P-Shares) to PRL Investor Limited and on that day the Company **received £9,814,016.02 being the full amount due to the Company paid without set off or deduction.**

Note that this occurred outside of the period of this report but as mentioned above we are disclosing full details of this receipt here (as well as in Appendix E) given the importance of this realisation to the Company's creditors. We will also be confirming any tax implications in relation to this receipt.

<u>Other Realisations</u>

Further details in respect of book debts, cash in hand, cash at bank and other miscellaneous matters are set out in our schedule of work in **Appendix C**.

Subcontracted work

We confirm that we subcontracted an element of work that could have been undertaken by our staff to Postworks.

Postworks is an online platform which is used for sending correspondence electronically without the need for us and our staff to incur time printing, filling envelopes and franking the outgoing post.

As the Company has around 4,300 creditors, we used the Postworks facility to notify the creditors of our appointment, which significantly reduced time costs that would have been incurred by our staff in carrying out this work.

We will be using Postworks again when we write to unproven unsecured creditors in due course when advising them of the impending prescribed part dividend.

Investigations

Part of our duties include carrying out proportionate investigations into what assets the Company has, including any potential claims against directors or other parties, and what recoveries could be made. We have reviewed the Company's books and records and accounting information, requested further information from the directors, and invited creditors to provide information on any concerns they have regarding the way in which the Company's business has been conducted.

Further details of the conduct of our investigations are set out in the schedule of work attached. We confirm that no further investigations or actions are currently anticipated.

Extension to the initial period of appointment

There have been no extensions to the initial period of appointment.

We will be seeking an extension to the initial period of appointment. This will primarily be required in order for us to agree claims and pay a prescribed part dividend to the unsecured creditors and allow six months for the cheques to be cashed by the creditors.

Anticipated exit strategy

We anticipate exiting the Administration by dissolution.

Statement of Affairs

The directors of the Company were asked to submit a Statement of Affairs under paragraph 47 of Schedule B1 of the Insolvency Act 1986. The Statement of Affairs remains outstanding. We have sought to assist in this regard however the information required for the directors to complete a statement of affairs is not readily available and reasonable costs for the preparation of a statement of affairs could not be agreed.

2. Estimated Outcome for the creditors

The estimated outcome for creditors was set out in the Administrators' proposals and a further update on each class of creditor is set out below. Note that following the receipt of the £9.8m from PRL as described above we shall be seeking formal tax advice. The estimated outcomes for creditors discussed below do not take in to account any potential tax liability resulting from the receipt and creditors should note that any tax liabilities relating to this receipt could have a material impact on estimated outcomes.

In our proposals, we advised creditors that the fixed and floating charges granted by the Company to its secured creditors were subject to legal review.

That legal review undertaken by Burges Salmon (which included obtaining advice from King's Counsel at South Square) has now been completed and we have written to each of the secured creditors detailing the conclusions of that review as set out further below:

Outcome for the secured creditors

Canmango Limited ("Canmango")

Canmango holds a debenture containing fixed and floating charges over the assets of the Company that was created on 19 October 2012 and registered on 26 October 2012. Cammango is a 100% owned subsidiary of the Company.

We are advised that the security granted to Canmango in October 2012 specifically secures amounts outstanding under or in connection with a loan agreement of around the same date between Canmango and the Company.

As there is no evidence of such amounts ever having been advanced or remaining outstanding, balances recorded as being due to Canmango relate to other liabilities (i.e. were not amounts advanced under such loan agreement) and are not therefore secured by the October 2012 security.

Canmango's liability will therefore rank as an unsecured claim in the Administration pending adjudication in due course.

Solicitors acting for Canmango initially sought to challenge this conclusion but did not provide any substantive evidence to allow the matter to be reconsidered. On 28 April 2023 Canmango's solicitors advised they had been instructed not to proceed with the matter although they fully reserved Canmango's position on the matter.

Derek Richardson "DR"

DR holds a debenture containing fixed and floating charges over the assets of the Company that was created on 7 January 2013 and registered on 25 January 2013. This debenture remains on Companies House records although we have been provided with a signed deed of release in respect of this security and so it is no longer outstanding.

DR also holds a charge created on 13 May 2015 and registered on 19 May 2015 as security for funds advanced to the Group.

A review of the security documents and the underlying loan documentation which set out the terms of DR's lending to the Company has identified that this security is to rank behind any security granted to the Bond Trustee and that any indebtedness due to DR is subordinated to the amounts due to the Bondholders until all such amounts due to the Bondholders have been irrevocably repaid in full.

In the absence of any prospect of repaying Bondholders in full we are advised that DR's claim is a valueless subordinated claim in the Administration.

Department for Culture, Media and Sport ("DCMS")

Note that DCMS had provided the Group with loans totalling approximately £14.1m in respect of Covid support loans from its Sports Survival Fund. Whilst not having any direct security in respect of these loans in any Group entity, DCMS had subordination agreements in place with both Canmango and DR. DCMS are aware of the findings of the security review and the impact it has on its debt.

The Bondholders

The Company has granted security (created on 13 May 2015 and delivered on 16 May 2015) in respect of the £35m corporate retail bond issued by Wasps Finance Plc.

We are advised that the security does not create a valid fixed charge over any of the Company's assets in respect of which realisations have been received but instead creates first ranking floating charge security over such assets. The Bondholders will therefore stand to receive a dividend from the Company's net assets after costs, settlement of preferential creditors (as set out below) and a provision in respect of the prescribed part (also set out below). Based on current information we anticipate this dividend will be approximately **£2.3m** (subject to any tax liabilities as already referenced above).

For completeness, we disclose that Bondholders have already received distributions totalling **£13.8m** from the separate administrations of ACL and AC06 which together with the forecast dividend referenced above would result in an overall anticipated return to Bondholders of around **£16.1m**.

Outcome for the preferential creditors

It is currently estimated that preferential creditors will total £183k, being the preferential element of employees' claims for arrears of pay, unpaid pension contributions and holiday pay as calculated in accordance with legislation.

It is anticipated that preferential creditors will be paid in full.

Outcome for the secondary preferential creditors

From 1 December 2020 HMRC ranks as a secondary preferential creditor in respect of the following:

- VAT;
- PAYE (including student loan repayments);
- Construction Industry Scheme deductions; and
- Employees' NI contributions

HMRC has submitted an interim claim in the Administration which shows a secondary preferential claim of £6.3m.

Subject to the level of HMRC's final claim it is anticipated that secondary preferential creditors will be paid in full.

Outcome for the unsecured creditors

We currently estimate that there will be insufficient funds available to make a distribution to unsecured creditors other than by virtue of the prescribed part.

Prescribed Part

The prescribed part is a carve out of funds available to the holder of a floating charge which is set aside for the unsecured creditors in accordance with Section 176A of the Insolvency Act 1986. The prescribed part only applies where the floating charge was created after 15 September 2003 and the net property available to the floating charge holder exceeds £10,000.

The prescribed part, based on net property estimated to be £2.8m has been calculated to be approximately £571k. The prescribed part is available for all unsecured creditors and where there are only sufficient funds to enable a dividend to be paid to unsecured creditors from the prescribed part, this will be paid by the Administrators.

3. Administrators' remuneration, disbursements, expenses and pre-appointment costs

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Administrators' remuneration

Following circulation of the Administrators' proposals, we wrote to the Company's secured and preferential creditors, seeking approval that the Administrators' remuneration should be calculated on a time cost basis.

As detailed at Section 1 of this report, approval was not obtained from the Company's secured creditors and therefore we are in the process of making an application to court.

A breakdown of our time costs incurred during the Period of this report is attached at **Appendix D**. The remuneration anticipated to be recovered by the Administrators based on time costs, is not likely to exceed the sum provided in the revised fees estimate circulated to the secured and preferential creditors on 23 January 2023.

Administrators' disbursements

The Administrators' disbursements are a recharge of actual costs incurred by the Administrators on behalf of the Company. Mileage payments made for expenses relating to the use of private vehicles for business travel, which is directly attributable to the insolvency estate, are paid by FRP at the HMRC approved mileage rate prevailing at the time the mileage was incurred. Details of disbursements incurred during the period of this report are set out in **Appendix D**.

Administrators' expenses

An estimate of the Administrators' expenses was set out in the Administrators' proposals. We attach at **Appendix F**, a statement of expenses that have been incurred during the period covered by this report. It is currently expected that the expenses incurred or anticipated to be incurred are likely to exceed the details previously provided.

In the table below is the estimate of the anticipated expenses:

Expense	**Estimated cost per initial estimate £**	**Revised anticipated costs £**	**Paid in the Period £**
Legal Fees - Burges Salmon	60,000	196,000	19,952
Legal Fees - Sheridans		12,500	2,500
Legal Fees - Keystone Law Ltd		6,551	6,551
Counsel Fees	Nil	38,223	Nil
IT costs	Nil	3,315	3,250
Storage	Nil	1,500	126
Wages	Nil	2,778	1,951
Agents - Hilco	Nil	1,750	1,750
Agents - LSH	Nil	3,499	3,499
Agents - Eminent Investigations Ltd	Nil	4,250	4,250
Citypress	Nil	6,195	6,195
Insurance - Marsh	Nil	559	559
Total	**60,000**	**277,120**	**50,583**

The expenses are expected to exceed the details provided previously for the following reasons:

- Legal Fees - Burges Salmon: The work has involved in a number of matters including the complex security review, and negotiations with PRL and their lawyers in respect of both the PRL Invested Units and the P-Shares which significantly exceeded initial expectations. Furthermore, our initial estimate did not factor in the costs of an application to court in respect of remuneration which would normally be approved by creditors (but for the reasons set out above has not been possible in this case). The expenses incurred have been necessary to determine the status of the various secured claims in the estate, to secure significant realisations, **c£10m,** in the estate for the benefit of creditors and to discharge our statutory duties as regards obtaining certain approvals;

- Legal Fees – Sheridans: At the date of our appointment, the Company had been progressing a claim against a former employee of the Company. We instructed the firm to continue this claim following our appointment. The costs for this were provided for after we circulated our estimate of expenses in our proposals;
- Legal Fees - Keystone Law Ltd: These are costs incurred in advising the Company's board of directors and dealing with the Administration appointment. These costs were only brought to our attention after we circulated our estimate of expenses in our proposals;
- Counsel Fees: Relating to advice required in relation to the security review and in dealing with the forthcoming court application in respect of the Joint Administrators' remuneration. Neither were anticipated at the outset of the Administration;
- IT Costs: These were costs incurred in separating the Company's IT records from the wider group infrastructure which were not anticipated at the time of the appointment;
- Agents - Hilco & LSH: Costs relating to valuation advice received in connection with the sale of assets to Halo 22 Limited. These costs were omitted from our initial estimate in error;
- Eminent Investigations: We instructed this firm to assist with our statutory obligations in investigating the conduct of the Company and its directors;
- Citypress: Due to the high-level of press interest in the Administration appointment and the sale of the business and assets it was necessary to engage press agents; and
- Insurance – Marsh: Insurance requirements remained under review at the time of our initial proposals.

When instructing third parties to provide specialist advice and services, or having the specialist services provided by the firm, the Joint Administrator is obligated to ensure that such advice or work is warranted and that the advice or work contracted reflects the best value and service for the work being undertaken. This is reviewed by the Joint Administrator periodically throughout the duration of the assignment.

The specialists chosen may regularly be used by the Joint Administrator and usually have knowledge specific to the insolvency industry and, where relevant, to matters specific to this insolvency appointment.

We have engaged the following agents or professional advisors:

Professional Advisor	Nature of work	Basis of fees
Burges Salmon	Legal advice	Time costs
Sheridans	Legal advice	Fixed fee
Keystone Law	Legal advice	Time costs
Counsel	Legal advice	Time costs
Hilco	Agents' valuations	Fixed fee
LSH	Agents' valuations	Fixed fee
Eminent	Investigation services	Fixed fee
Citypress	Press agents	Time costs

Creditors have a right to request further information from the Administrators and further have a right to challenge the Administrators' remuneration and other expenses, which are first disclosed in this report, under the Insolvency (England and Wales) Rules. (For ease of reference these are the expenses incurred in the reporting period as set out in **Appendix F** only). Further details of these rights can be found in the Creditors' Guide to Fees which you can access using the following link https://www.frpadvisory.com/legal-and-regulatory-notices/information-creditors-insolvency-proceedings/ and select the one for administrations. Alternatively, a hard copy of the relevant guide will be sent to you on request. Please note there is a time limit for requesting information being 21 days following the receipt of this progress report. There is a time limit of 8 weeks following the receipt of this report for a Court application that the remuneration or expenses are excessive.

Pre-administration costs charged or incurred by the Administrators

As detailed in our proposals, £25,120 of pre-administration costs charged or incurred by the Administrators (£11,280 for FRP and £13,840 for Burges Salmon) had not been paid when the Company entered administration.

In accordance with the Insolvency Rules, we sought approval for the payment of the above amount from both secured and preferential creditors.

As detailed at Section 1 of this report, approval was not granted by the Company's secured creditors and therefore we are in the process of making an application to court.

Appendix A

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Statutory information regarding the Company and the appointment of the Administrators

COMPANY INFORMATION:

Other trading names:	Wasps Rugby
Company number:	04187289
Registered office:	Kings Orchard, 1 Queen Street, Bristol BS2 0HQ
Previous registered office:	Coventry Building Society Arena, Judds Lane, Longford, Coventry CV6 6AQ
Business address:	Coventry Building Society Arena, Judds Lane, Longford, Coventry CV6 6AQ

ADMINISTRATION DETAILS:

Administrators:	Andrew Martin Sheridan & Rajnesh Mittal
Address of Administrators:	FRP Advisory Trading Limited Kings Orchard, 1 Queen Street, Bristol BS2 0HQ
Date of appointment of Administrators:	17 October 2022
Court in which administration proceedings were brought:	The High Court of Justice, Business and Property Courts of England and Wales, Insolvency and Companies List (ChD)
Court reference number:	CR-2022-003481
Appointor details:	The Directors
Previous office holders, if any:	None
Extensions to the initial period of appointment:	None
Date of approval of Administrators' proposals:	29 December 2022

Appendix B

CH Form AM10 Formal notice of the progress report

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Appendix C

Schedule of work

The table below sets out a detailed summary of the work undertaken by the office holders during the reporting period together with an outline of work still to complete.

Where work undertaken results in the realisation of funds (from the sale of assets; enhanced recoveries and potentially a reduction in creditor claims if the business is sold following appointment; recoveries from successful actions taken against third parties), there may be a financial benefit to creditors should there be sufficient funds available to make a distribution to one or more class of creditor. In this case work undertaken will include the scrutiny and agreement of creditor claims.

A proportion of the work undertaken by an Insolvency Practitioner is required by statute, including ensuring the appointment is valid, notifications of the appointment to third parties, regular reporting on the progress, notifying statutory bodies where required in relation to the conduct of the directors, complying with relevant legislation and regulatory matters. This may not have a direct financial benefit to creditors but is substantially there to protect creditors and other stakeholders and ensuring they are kept informed of developments.

Note	Category		
1	**ADMINISTRATION AND PLANNING** **Work undertaken to date**		**ADMINISTRATION AND PLANNING** **Future work to be undertaken**
	Regulatory Requirements		
	Completion of money laundering risk assessment procedures and know your client checks in accordance with the Money Laundering Regulations. Completion of take on procedures which include consideration of professional and ethical matters and other legislation such as the Bribery Act, Data Protection Act. Ascertaining the online presence of the insolvent entity and taking appropriate measures to control or close it as required.		Regularly reviewing the conduct of the case and the case strategy and updating as required by the insolvency practitioners' regulatory professional body to ensure all statutory matters are attended to and to ensure the case is progressing. This aids efficient case management.
	Ethical Requirements		
	Prior to the Joint Administrator's appointment, a review of ethical issues was undertaken, and no ethical threats were identified. A further review has been carried out and no threats have been identified in respect of the management of the insolvency appointment over the Period.		Further reviews of ethical issues will form part of our regular case reviews throughout the life of the case.

	Case Management Requirements		
	We determined the case strategy and documented this. We set up and have administered an insolvent estate bank account since our appointment. Given the level of press interest in this case, we have dealt with press interest and media enquires both at the time of our appointment and subsequently. We have issued press releases as appropriate in conjunction with our PR advisors, Citypress. We arranged for insurance on the assets in the estate and have liaised with our insurance brokers, Marsh with regards to complying with the insurers' requirements. We instructed Burges Salmon, legal advisors, to provide assistance around the administration appointment and the related legal formalities along with the preparation of documentation to effect the sale of assets and any ongoing relevant post-appointment advice. We instructed independent chattel agents, LSH, to provide advice in relation to the valuation of the Company's chattel assets. We instructed independent intellectual asset specialists, Hilco Streambank, to provide advice in relation to the valuation of the Company's intellectual property. We have sought to assist the directors as appropriate as regards the directors' Statement of Affairs however completion and filing has not been possible. We have corresponded with the former advisors to the Company requesting third party information to assist in general enquiries.		We will continue to administer the insolvent estate bank accounts throughout the duration of the case and carry out regular reconciliations of the funds held. Correspondence with the former advisors to the Company requesting third party information to assist in general enquiries. Cancelling insurance cover over assets as they are realised to control insurance costs. We will deal with the forthcoming court application (including any required attendance at court) in respect of various approvals not given by secured creditors. This may require a supplemental submission to the Court nearer the date of the hearing depending upon the court diary.

	Compiling a forecast of the work that has been or is anticipated will be undertaken throughout the duration of the case, circulating this to creditors together with other such documentation as required to enable the relevant approving creditors to assess and vote on the fee bases proposed. We have undertaken significant work compiling the necessary documentation and Witness Statement for submission to court in support of an application for various approvals which were not forthcoming from secured creditors.		
2	**ASSET REALISATION** **Work undertaken to date**		**ASSET REALISATION** **Future work to be undertaken**
	One of the main purposes of an insolvency process is to realise the insolvency assets and to ensure a fair distribution of the proceeds to the creditors in the correct order of priority as set out by legislation. We have arranged insurance to ensure available assets are protected until such time as they are realised. **Sale of assets** Full details of work undertaken to explore and complete asset sales to date were set out in Section 2 of our Proposals dated 2 December 2022. We have dealt with significant correspondence post this sale with a secured creditor, regarding the assets sold, including considering a purported claim of ownership over certain items that were sold to Halo 22 Limited.		**Sale of assets** We will execute further documents as may be required (such as novations and assignments) to give effect to the sale of assets. We will continue to deal with any new third party claims as they arise.

PRL Invested Units and P-Shares

Full details on these assets were set out in Section 2 of our Proposals dated 2 December 2022 and an update has been included in Section 1 of this report.

Book Debts

Following a reconciliation exercise, we established that the Company's gross sales ledger at appointment was approximately £607k. In our proposals, and prior to the reconciliation, we stated that this was £598k.

We conducted a full review of the ledger. We reviewed the pre-appointment bank statements for the Company. We wrote to all debtors, issuing chaser correspondence and telephoning as appropriate.

In summary:

	£	£
Opening balance		**606,985**
Less:		
Paid pre-appt	(7,932)	
Debtor subject to insolvency	(101,479)	
Subject to set-off - owed as creditor	(113,279)	
Relate to goods / services not delivered	(317,710)	
Disputed debts	(3,700)	
Total collectable ledger		**62,885**
Receipts to date		(20,470)
Remaining ledger		**42,415**

PRL Invested Units and P-Shares

We do not anticipate any further work in respect of realising these assets.

Book Debts

We will provide an update on the realisations in our next report to creditors.

	Miscellaneous realisations We have collected in petty cash of £6,153. We have also received closing cash balances from accounts held at Barclays and AIB totalling £10,823. We have received a road licence refund of £169. Bank interest of £1,120 has been received on funds held in the Administration. Following receipt of the £9.8m P-Shares realisation, we have invested it in a high-interest investment account to ensure that we can maximise the interest earnt prior to its distribution to creditors. We are liaising with a former legal advisor to the Company in respect of litigation that was being pursued to recover sums due from a former employee.		**Miscellaneous realisations** We will review the position regarding inter-company balances due from Group companies and consider the ability to recover these although our current understanding is that the Group companies are either subject to insolvency proceedings or dormant, with no assets. We anticipate that further action will be undertaken in pursuit of the amount due from a former employee.
3	**STATUTORY COMPLIANCE AND REPORTING** **Work undertaken to date**		**STATUTORY COMPLIANCE AND REPORTING** **Future work to be undertaken**
	Statutory and compliance work as required by statute or our internal procedures, involves the following: • Preparing and filing the statutory appointment documents; • Issuing our initial notices following appointment – we notified creditors of our appointment in writing on 19 October 2022 and advertised the Administrators' appointment in the London Gazette as required; • Statutory compliance including informing HMRC of our appointment;		To provide statutory reports to various stakeholders at regular intervals and manage any queries arising therefrom. Copies of these reports are required to be filed at Court and Registrar of Companies. To report back to creditors on the outcome of the court application. To place legal advertisements as required by statute which may include formal meetings of creditors and notices to submit claims Dealing with further post appointment VAT and or other tax returns as required.

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Case bordereau – we have calculated and protected the value of assets that are not subject to a charge by obtaining a bond to the correct level;
Our proposals and report were filed with the Registrar of Companies and delivered to creditors within 8 weeks of our appointment;
Notice of the approval of the proposals was delivered to creditors, the Court and the Registrar of Companies following the requisite period.
We have corresponded with the Company's pension scheme providers to ensure we understand the position with the schemes that were in place at the date of our appointment.
We have corresponded with HMRC seeking split VAT returns and have filed the VAT return to 30 March 2023, paying the associated liability to HMRC at the same time.
We have written to HMRC in relation to the three pre-appointment corporation tax periods that were outstanding at the date of our appointment in order to assist HMRC with calculating their claim in the Administration.
We have issued our decision procedure to the Company's preferential creditors and sought approvals from the secured creditors and notified creditors of the result.
We have prepared additional information and disclosures to assist the security trustee in ascertaining the wishes of the bondholders.

</td>
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<td>To deal with the statutory requirements in order to bring the case to a close and for the office holders to obta n their release from office; this includes preparing final reports for stakeholders, statutory advertising and filing the relevant documentation with the Court/Registrar of Companies.

We estimate that the case will be open for at least 18 months.</td>
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	• We have commenced a court application process to deal with the decisions that were not approved by the secured creditors in the above process. • Compiling this, our six-month progress report of the Administration, that will be delivered to creditors and filed with the Registrar of Companies. • We have established the existence of any pension schemes and staging dates for auto-enrolment and take appropriate action to notify all relevant parties.		
4	**INVESTIGATIONS** **Work undertaken to date**		**INVESTIGATIONS** **Future work to be undertaken**
	We have a duty to review the books and records and other information available to identify the assets that may be available to realise for the benefit of the insolvency estate. Furthermore, there may be other antecedent or voidable transactions that are identified which if pursued could swell the funds available for the insolvency estate. We have requested all directors of the Company both current and those holding office within 3 years of the insolvency to complete a questionnaire to assist in preparing the statutory return to the Department of Business Energy and Industrial Strategy ("DBEIS") in accordance with the Company Directors Disqualification Act. We have also written to the Company's former solicitors, accountants and auditors requesting copy records which will be reviewed upon receipt.		Consideration of information provided to identify further assets or lines of enquiry for the office holder to explore if benefit to the estate is possible. Consideration of whether any matters have come to light which require notification to the Secretary of State or National Crime Agency We will consider and weigh up the merits of pursuing any actions or investigations and where these are pursued, we will explain the likely benefit to creditors or if further consultation with creditors is likely. Should any actions or investigations be carried out we would seek assistance from the directors, former employees and any other parties as we deem appropriate.

	We have written to the Company's bankers to request copy historical statements for further review. We have taken steps to secure the Company's electronic records for further review. Information provided to DBEIS is confidential but can be used to assist DBEIS in identifying conduct that should be investigated further and could result in individuals being disqualified from acting as a director. We have complied with our statutory obligations to assist in this regard. As previously reported, a number of matters were brought to our attention which have been investigated to ascertain if there were actions which could be pursued for the benefit of creditors. This has included the Company's investment in / funding of the development of assets owned by certain directors of the Company; DR (Cloverbank House – used as the accommodation for the club's academy players) and by Mr Holland (the Elite Performance and Innovation Centre, used as the club's training facility). These matters have been investigated and we have concluded that there are no further investigations or actions required. In conjunction with our investigations undertaken as above, we instructed Eminent Investigations to assist with our statutory obligations in investigating the conduct of the Company and its directors.		

5	CREDITORS **Work undertaken to date**		CREDITORS **Future work to be undertaken**
	Secured Creditors We have sought the requisite release of security to facilitate the sale of assets which at the time we understood were subject to fixed charge security. Note that this excluded the security of the Bondholders whose security did not include a fixed charge over the assets sold to Halo 22 Limited. We have dealt with any queries raised by the secured creditors. We have instructed solicitors to undertake a security review to ascertain both the validity and ranking of the various secured creditors. This has included a detailed review of security documents, loan documentation, statutory accounts and Company accounting records. This has also required obtaining counsel's opinion. Our conclusions have been communicated to each of the relevant secured creditors. We have also remained in regular dialogue with **DCMS** as regards various subordination agreements they have in place with certain of the Company's secured creditors. **Bondholders** We are advised by the Bond Trustee, who acts on behalf of the Bondholders, that the bonds are in global form and are cleared and that there is no central list of ultimate beneficial Bondholders available but we understand that there are several thousand individual bondholders. We have therefore sought to mitigate potential significant costs in dealing with Bondholder queries by communicating via the Bond		**Secured Creditors** Secured creditors hold a mortgage or charge over assets of the insolvent estate, when that asset is sold during the insolvency the secured creditor will receive the proceeds that is subject to any valid security. If there is a surplus this will be retained in the insolvent estate. If there is a shortfall the balance is an unsecured debt in the insolvent estate. Prior to making a distribution to secured creditors the office holder will obtain advice on the validity of security before making payment. This has been completed and having communicated the outcome of that advice to the secured creditors we will deal with any further comments or responses we receive in that regard. We will calculate the prescribed part, (essentially a ring-fenced sum of money) to be set aside for the benefit of the unsecured creditors. **Bondholders** We will continue to provide pertinent updates to Bondholders via the Bond Trustee and via an online portal and deal with direct correspondence as far as commercially possible. We anticipate making payment of dividends to Bondholders via the Bond Trustee.

	Trustee. Notwithstanding this a number of Bondholders have made direct contact, and we have sought to provide responses on a commercial basis as far as practicable. **Employee claims** Immediately following our appointment, we made 167 of the 168 Company employees redundant, and have assisted them with the provision of information from the Company's employment records to enable them to be able to make their claims to the RPS. We retained one employee to assist with the operations of the Group subsidiaries. These costs were met by those subsidiaries. We subsequently made this employee redundant on 31 October 2022. It is currently estimated that preferential creditors will total approximately £183k, being the employees' preferential element for unpaid pension contributions and holiday pay as calculated in accordance with legislation. Employees' unsecured claims in respect of pay in lieu of notice and redundancy pay claims together with any residual claims over and above the statutory limits in place with the RPS are estimated to be £1.043m. We have responded to employees' queries and provided further assistance as necessary. We have liaised with both the RPA and the Employment Tribunal in response to a number of requests received from former employees for consent to proceed with Employment Tribunal claims and we have responded appropriately.		**Employee claims** We will continue to assist the employees with their claims and any other queries arising in relation to their contracts. As we consider that funds will be available to make a distribution to preferential creditors, we will agree claims and pay a distribution after making such deductions as necessary to settle any tax liabilities on the distribution.

	We have administered the collation and provision of the P45s as appropriate. We have corresponded with the RPS regarding the redundancies and provided them with the necessary information to enable them to pay the employees. The Company had approximately 100 casual workers or volunteers at the time of our appointment, and we have corresponded with them in relation to any claims that they may have and have confirmed where applicable, that their claims cannot be recovered via the RPS process.		
	Consumer creditors At the time of our appointment, the Company had approximately 3,750 consumer creditors, which included season ticket holders, clubhouse members, player sponsors, hospitality packages, seasonal car parking holders and those with advance tickets to matches that had been due to take place after our appointment. We wrote to all consumer creditors following our appointment, providing them with confirmation of the appointment and that they may be able to make a chargeback claim with their bank or card provider, notwithstanding making a claim as a creditor in the Administration.		**Consumer creditors** We will continue to deal with any queries arising from the numerous consumer creditors and assist them where possible with the provision of information to enable them to make chargeback claims with their bank/card company. As we consider that sufficient funds will be available to make a distribution to the unsecured creditors from the prescribed part, which includes the consumer creditors, we will write to them as we have detailed above in relation to their unsecured creditors.
	Unsecured creditors We have dealt with any queries raised by the unsecured creditors.		**Unsecured creditors** We will continue to deal with any queries raised by the unsecured creditors. Once all assets have been realised, we will write to all known creditors to notify of the impending prescribed part dividend and request submission of any claims from creditors that have not proved

FRP

			their claims. To date we are aware of around **4,300** potential creditors according to the information currently available. We will advertise for claims and adjudicate on them to make a distribution, either agreeing or rejecting, in full or in part. There is a statutory time limit to enable creditors whose claims have been rejected to appeal, once this time limit has passed we will pay a prescribed part dividend to unsecured creditors. Following the payment of the prescribed part dividend, unsecured creditors will be allowed six months to cash their dividend cheques, following which any unclaimed/uncashed dividends will be paid across to the Insolvency Service. We will reconcile claims in the estate with any payments made to Rugby Creditors by Halo 22 Limited.
	Secondary preferential creditors We have written to HMRC in relation to the Company's pre-appointment tax position and have obtained an interim claim from them in relation to their secondary preferential and unsecured claims. **Reservation of title ("ROT")** We have dealt with 5 creditors or third parties claiming ownership or ROT to assets in the possession of the insolvent estate. **Assets on finance** We have corresponded with the finance companies and purchaser to establish any ongoing interest in the assets on finance, to assist with any novation of agreements or collection of the assets as appropriate.		**Secondary preferential creditors** As we consider that sufficient funds will be available to make a distribution to secondary preferential creditors, we will seek a final claim from HMRC for adjudication and inclusion for a dividend in due course.

	Pensions We have established the position with regards any occupational pension scheme and have notified the relevant parties in accordance with the legislation. **Rugby Creditors** Details of work initially undertaken in relation to Rugby Creditors is set out in Section 2 of our Proposals dated 2 December 2022.		**Pensions** With the assistance of the pension scheme we will file the necessary documentation with the Redundancy Payments Service to effect a repayment to the scheme for the outstanding contributions up to the date of our appointment. **Rugby Creditors** We will continue to liaise with the RFU and the Purchaser, Halo 22 Limited, in this regard. Any future Prescribed Part payment will have to be reflective of the Rugby Creditor position at that time.

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Details of the Administrators' time costs and disbursements for the Period

Activity	Initial Fee Estimate Total Hours	Initial Fee Estimate Cost £	Revised Fee Estimate Total Hours	Revised Fee Estimate Cost £	Time costs at 16/04/2023 Total Hours	Time costs at 16/04/2023 Cost £	Time costs at 16/04/2023 Avg Hrly Rate £
Administration	186	64,036	199	66,773	139.00	48,639	349.92
Asset realisation	231	95,697	429	181,049	230.55	99,580	431.92
Creditors	349	106,970	752	287,552	350.75	116,049	330.86
Investigations	369	111,090	499	150,899	153.30	45,355	295.86
Statutory Compliance & Reporting	153	47,277	222	78,794	117.85	42,712	362.42
	1,288	**425,070**	**2,102**	**765,067**	**991.45**	**352,334**	

The above shows the initial fee estimate that was included in our proposals on 2 December 2022, together with the revised fee estimate that was circulated to secured and preferential creditors on 23 January 2023.

1 The principal reasons for the increased fee estimate were:

a. The prospect of a dividend of a prescribed part dividend to unsecured creditors arising following a security review and which was not factored into our initial estimate. This will involve the adjudication of all unsecured claims (potentially up to **4,300** creditors).

b. Greater than anticipated time spent in dealing with the PRL and realisations relating to the PRL Invested Units and the P-Shares

c. Greater than anticipated queries from a secured creditor in respect of the sale of assets to Halo 22 Limited

d. Greater than anticipated complexities around the validity and ranking of the security granted to secured creditors along with the corresponding claims of the secured creditors

e. Matters brought to our attention by third parties that require investigation which were not previously factored into our estimate.

2 Details of the time costs incurred to 16 April 2023 are set out below.

3 Time costs are based on computerised records of all time spent on the administration of each case. Matters dealt with during the assignment are dealt with by different members of staff depending on the level of complexity and experience required. Time is charged to the case in maximum of six minute units. Charge-out rates are based on individual expertise, qualification and grade. The costs of the firm's support staff are not directly charged to the estate unless dealing with directly identifiable case specific matters. Charge out rates are reviewed at least annually, details of FRP Advisory Trading Limited charge out rates applicable to this assignment are set out above.

4 Further information can be found in the Creditors' Guide to Fees which you can access using the following link http://www.frpadvisory.com/fees-guide.html. Alternatively, a hard copy of the relevant guide will be sent to you on request.

5 On occasions it may be necessary to change the rates applicable to the work undertaken and if this occurs during the period of the assignment this will be notified to creditors as part of the normal reporting procedures.

Appendix D

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Details of the Administrators' time costs and disbursements for the Period

Time charged for the period 17 October 2022 to 16 April 2023

	Total Hours	Total Cost £	Average Hrly Rate £
Administration and Planning	138.90	48,609.00	349.96
A&P - Admin & Planning	2.50	874.00	349.60
A&P - Strategy and Planning	26.10	10,073.00	385.94
A&P - Case Accounting - General	1.25	545.50	436.40
A&P - Case Accounting	10.40	2,256.00	216.92
A&P - Case Control and Review	16.75	4,932.50	294.48
A&P - Fee and WIP	22.50	10,871.00	483.16
A&P - General Administration	13.40	5,128.00	382.69
A&P - Travel	32.20	7,272.00	225.84
A&P - Insurance	2.50	865.00	346.00
A&P - Media	11.30	5,792.00	512.57
Asset Realisation	230.55	99,579.50	431.92
ROA - Asset Realisation	109.00	48,822.00	447.91
ROA - Chatel Assets	5.00	2,039.00	407.80
ROA - Debt Collection	23.50	6,457.00	274.77
ROA - Asset Realisation Fixed	12.30	5,375.00	436.99
ROA - Sale of Business	64.35	29,642.50	460.64
ROA - Legal-asset Realisation	6.40	2,750.00	429.69
ROA - Asset Realisation Floating	10.00	4,494.00	449.40
Creditors	350.75	116,048.50	330.86
CRE - Employees	138.10	40,684.00	294.60
CRE - Secured Creditors & Bondholders	56.85	25,310.50	445.22
CRE - Pensions - Creditors	5.90	1,907.00	323.22
CRE - Unsecured Creditors	75.30	23,134.00	307.22
CRE - TAX/VAT - Pre-appointment	5.70	2,010.00	352.63
CRE - Preferential Creditors	1.80	801.00	445.00
CRE - Consumer Creditors	39.70	12,180.00	306.80
CRE - HP/ Leasing	9.80	3,031.00	309.29
CRE - ROT	12.00	4,064.00	338.67
CRE - Legal-Creditors	4.50	2,385.00	530.00
CRE - Landlord	1.00	530.00	530.00
CRE - Shareholders	0.10	12.00	120.00
Investigation	153.40	45,385.00	295.86
INV - CDDA Enquiries	33.85	12,693.50	374.99
INV - Investigatory Work	63.30	19,602.00	309.67
INV - IT/Data Capture	56.25	13,089.50	232.70
Statutory Compliance	117.85	42,711.50	362.42
STA - Appointment Formalities	15.00	5,375.00	358.33
STA - Bonding/Statutory Advertising	0.40	120.00	300.00
STA - Statement of Affairs	3.70	1,440.00	389.19
STA - Statutory Compliance	35.40	13,538.00	382.43
STA - Tax/VAT - Post appointment	2.30	733.00	318.70
STA - Statutory Reporting/Meetings	61.05	21,505.50	352.26
Grand Total	**991.45**	**352,333.50**	**355.37**

Disbursements for the period
17 October 2022 to 16 April 2023

	Value £
Category 1	
Advertising	85.59
Bonding	300.00
Computer Consumables	1,097.67
PR Costs	700.00
Parking	2.92
Postage	11.04
Subsistence	85.78
Category 2	
Mileage	779.15
Grand Total	**3,062.15**

Mileage is charged at the HMRC rate prevailing at the time the cost was incurred

Appendix D

Details of the Administrators' time costs and disbursements for the Period

FRP ADVISORY TRADING LIMITED ("FRP")
HOURLY CHARGE OUT RATES

	Up to 30/04/2023 £/hour	From 01/05/2023 £/hour
Appointment taker/Restructuring Advisory Partner/Director	400-530	420-555
Managers/Directors	300-400	315-420
Other Professional	180-250	190-265
Junior Professional/Support	90-120	95-125

Time costs are maintained on computerised records of all time spent on the administration of each case. Matters dealt with during the assignment are dealt with by different members of staff depending on the level of complexity and experience required. Time is charged to the case in maximum of six minute units. Charge-out rates are based on individual expertise, qualification and grade. The costs of the firm's support staff are not directly charged to the estate unless dealing with directly identifiable case specific matters. Charge out rates are reviewed at least annually, details of FRP charge out rates applicable to this assignment are set out above.

Further information can be found in the Creditors' Guide to Fees which you can access using the following link https://www.frpadvisory.com/legal-and-regulatory-notices/information-creditors-insolvency-proceedings/. Alternatively, a hard copy of the relevant guide will be sent to you on request.

On occasions it may be necessary to change the rates applicable to the work undertaken and if this occurs during the period of the assignment this will be notified to creditors as part of the normal reporting procedures.

EXPENSES POLICY

Expenses are any payment from the insolvent estate which are neither an office holder's remuneration not a distribution to a creditor or a member. Expenses also include disbursements.

Disbursements are payments which are first met by the office holder, and then reimbursed to the office holder from the estate.

Expenses are any payments from the estate which are neither an office holder's remuneration nor a distribution to a creditor or a member. Expenses also include disbursements.

Expenses are divided into those that do not need approval before they are charged to the estate (category 1) and those that do (category 2)

Details of sums paid as either expenses or disbursements will be identified in the progress reports prepared during the course of an assignment and circulated to all creditors.

Category 1 expenses:

These are payments to independent third parties who are not an associate of the office holder and where there is specific expenditure directly referable to the appointment.

Category 1 expenses may include but are not limited to items such as case advertising, storage, bonding, company searches and insurance.

Category 1 expenses can be paid without prior approval.

Category 2 expenses:

These are payment to associates or which have an element of shared costs.

With the exception of mileage FRP do not charge category 2 disbursements. Mileage payments relate to the use of private vehicles for business travel, and are directly attributable to the estate. They are paid by FRP at the HMRC approved mileage rate prevailing at the time the mileage was incurred, at the time of this report this is 45p per mile.

Before being paid, category 2 expenses require approval in the same manner as an office holder's remuneration whether paid directly from the estate or as a disbursement.

SUBCONTRACTED WORK

In accordance with SIP9 your attention is drawn to work that may be subcontracted during the course of administering the insolvency process. Subcontracted work is defined as work that could otherwise be carried out by the office holder or their staff. The office holder would typically subcontract work where it was considered more efficient, beneficial to the estate and/or cost effective to do so.

The officeholder may use the services of Postworks for the purpose of mailing out correspondence, this is particularly cost effective where large mail outs are required to stakeholders. Postworks possesses the requisite resources and equipment to convert electronic correspondence to hard copy correspondence, where it is required to be sent in paper form. Postworks add our firm's branding, collates the correspondence, and subsequently posts it to the intended recipients in a timely and reliable fashion. The costs associated with this service are based upon the quantity of letters and reports required to be posted, and number of pages involved. This is significantly more efficient and cost-effective than utilizing our own resources. Postworks costs start from 4p per page plus Royal Mail standard rates. Total costs incurred will be included within the disclosure of category 1 expenses as set out above and included in our progress reports

In addition, other specialists may be used for example to assist with asset realisation, for example debt collection agents, where this maybe more cost effective and result in a better asset realisation compared to utilising the office holder's staff. Solicitors may be utilised to deal with routine filings at Court or the Registrar of Companies or other statutory bodies. In deciding whether to subcontract this work the office holder will assess whether the estate is receiving value for money when compared to that same work being undertaken by the office holder or their staff. Typically the estate will benefit where the office holder has decided to subcontract work to third parties in terms of costs of efficiency, the availability of resources as well as a potential increase in accuracy due to the use of standardised specialist procedures.

Appendix E

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Receipts and payments account for the Period and details of the transactions following the Period

Estimated Financial Position £		17/10/2022 to 16/04/2023 £	17/04/2023 to date of report £	17/10/2022 to date of report £
	Assets subject to floating charge			
	Goodwill	1.00	-	1.00
35,000	Intellectual Property	34,999.00	-	34,999.00
uncertain	P-Shares	-	9,814,016.02	9,814,016.02
	PRL Central Income	349,847.00	-	349,847.00
115,000	Equipment	115,000.00	-	115,000.00
30,000	Book Debts	20,349.60	-	20,349.60
	Cash at Bank	10,822.77	-	10,822.77
	Petty Cash in Hand	6,153.16	-	6,153.16
	Funds from ACL re wages and salaries	2,777.53	-	2,777.53
	Misc Refunds	169.16	-	169.16
	Bank Interest	1,119.67	-	1,119.67
180,000		**541,238.89**	**9,814,016.02**	**10,355,254.91**
	Less: costs of realisation			
	Legal Fees	(29,002.36)	(87,528.40)	(116,530.76)
	Counsel Fees	-	(33,022.50)	(33,022.50)
	IT Costs	(3,250.00)		(3,250.00)
	Storage Costs	(126.30)	(823.11)	(949.41)
	Wages & Salaries	(1,951.33)		(1,951.33)
	Agents' Fees	(9,499.15)	-	(9,499.15)
	PR Costs	(6,195.00)	-	(6,195.00)
	Insurance of Assets	(558.58)	-	(558.58)
		(50,582.72)	**(121,374.01)**	**(171,956.73)**
	Balance	**490,656.17**	**9,692,642.01**	**10,183,298.18**
	Represented by:			
	Bank Accounts	510,640.77		10,179,007.98
	VAT Payable	(19,984.60)		(4,290.20)
		490,656.17		**10,183,298.18**

Appendix F

FRP

Statement of expenses incurred in the Period

Wasps Holdings Limited (In Administration)
Statement of expenses incurred for the period ended 16 April 2023

Expenses	Incurred in the period to 16 April 2023 £	Paid in the period to 16 April 2023 £
Office Holders' remuneration (FRP)	352,334	Nil
Office Holders' disbursements (FRP)	3,062	Nil
Agents fees (Hilco & LSH)	9,499	9,499
Legal fees (Burges Salmon, Sheridans & Keystone Law Ltd)	163,872	29,002
IT costs (PTY Digital UK Ltd)	3,250	3,250
Storage costs (Baroco Ltd)	126	126
PR Costs (Citypress)	6,195	6,195
Insurance (Marsh)	559	559
Wages & Salaries (Employee)	1,951	1,951
Joint Administrators' pre-appointment fees (FRP)	11,280	Nil
Legal fees pre-appointment (Burges Salmon)	13,840	Nil
Total	**565,968**	**50,583**

Wasps Holdings Limited (In Administration)
Receipts & Payments Account
As at 16 April 2023

Estimated Financial Position £		17/10/2022 to 16/04/2023 £
	Assets subject to floating charge	
	Goodwill	1.00
35,000	Intellectual Property	34,999.00
uncertain	P-Shares	-
	PRL Central Income	349,847.00
115,000	Equipment	115,000.00
30,000	Book Debts	20,349.60
	Cash at Bank	10,822.77
	Petty Cash in Hand	6,153.16
	Funds from ACL re wages and salaries	2,777.53
	Misc Refunds	169.16
	Bank Interest	1,119.67
180,000		**541,238.89**
	Less: costs of realisation	
	Legal Fees	(29,002.36)
	Counsel Fees	-
	IT Costs	(3,250.00)
	Storage Costs	(126.30)
	Wages & Salaries	(1,951.33)
	Agents' Fees	(9,499.15)
	PR Costs	(6,195.00)
	Insurance of Assets	(558.58)
		(50,582.72)
	Balance	**490,656.17**
	Represented by:	
	Bank Accounts	510,640.77
	VAT Payable	(19,984.60)
		490,656.17

A M Sheridan
Joint Administrator