

AM10

Notice of administrator's progress report



Companies House

SATURDAY



A8GW5FFD

A17

26/10/2019

#132

COMPANIES HOUSE

1 Company details

Company number 0 4 9 0 7 8 3 8

Company name in full House Network Limited

→ Filling in this form

Please complete in typescript or in
bold black capitals.

2 Administrator's name

Full forename(s) Michelle

Surname Mills

3 Administrator's address

Building name/number Third Floor

Street 112 Clerkenwell Road

Post town London

County/Region

Postcode E C 1 M 5 S A

Country

4 Administrator's name ①

Full forename(s)

Surname

① Other administrator

Use this section to tell us about
another administrator.

5 Administrator's address ②

Building name/number

Street

Post town

County/Region

Postcode

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 2 | ^d 9 | ^m 0 | ^m 3 | ^y 2 | ^y 0 | ^y 1 | ^y 9 |
| To date | ^d 2 | ^d 8 | ^m 0 | ^m 9 | ^y 2 | ^y 0 | ^y 1 | ^y 9 |

7 Progress report

☒ I attach a copy of the progress report

8 Sign and date

Administrator's
signature

Signature

X *Michelle Mills*

X

Signature date

| | | | | | | | |
|-------------------|-------------------|-------------------|-------------------|-------------------|-------------------|-------------------|-------------------|
| ^d 2 | ^d 5 | ^m 1 | ^m 0 | ^y 2 | ^y 0 | ^y 1 | ^y 9 |
|-------------------|-------------------|-------------------|-------------------|-------------------|-------------------|-------------------|-------------------|

**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 | Martin Brylka |
| Company name | Hudson Weir Limited |
| Address | Third Floor 112 Clerkenwell Road |
| Post town | London |
| County/Region | |
| Postcode | E C 1 M 5 S A |
| Country | |
| DX | |
| Telephone | 0207 099 6086 |

**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

**HOUSE NETWORK LIMITED
(IN ADMINISTRATION)
ADMINISTRATOR'S PROGRESS REPORT TO CREDITORS
FOR THE PERIOD ENDED 28 SEPTEMBER 2019**

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**HOUSE NETWORK LIMITED
(IN ADMINISTRATION)
ADMINISTRATOR'S PROGRESS REPORT TO CREDITORS
FOR THE PERIOD ENDED 28 September 2019**

1 Statutory and General Information

Company number: 04907838

Court details: In the High Court of Justice, 2248 of 2019

Administrator: Michelle Mills of Hudson Weir Limited, Third Floor, 112 Clerkenwell Road, London, EC1M 5SA.

Date of appointment: 29 March 2019

Creditors wishing to contact the Administrator, should contact Martin Brylka on telephone number 0207 099 6086 in the first instance.

2 Introduction

- 2.1 The purpose of this report is to provide creditors with information relating to the conduct of the administration and to consider my request for the remuneration to be increased.
- 2.2 On 30 April 2019, I provided a statement of work done and to be done together with a summary of the anticipated costs of dealing with the administration, incorporated within the Administrator's Proposals. At that time I believed that the administrator's remuneration would not exceed £70,005.
- 2.3 Owing to circumstances that I could not have anticipated, the approved remuneration is insufficient to cover all of the costs of dealing with the administration. This report provides details of those unforeseen circumstances, together with explanations as to likely further costs that will be incurred.

3 Administrator's Actions Since Appointment

- 3.1 This report should be read in conjunction with the SIP16 Report, Administrator's Proposals and my Receipts and Payments Account ("R&P"), which is attached at Appendix 1; please note that the figures are shown net of VAT.
- 3.2 As noted in my R&P, realisations are broadly in line with the Statement of Affairs ("SOA") and the Estimated Outcome Statement ("EOS") incorporated within the Administrator's Proposals issued to creditors on 30 April 2019.

Sale of Business and Assets

- 3.3 As previously advised, the business and assets were sold on the day of the appointment to Universal Acquisitions Ltd ("UAL") for £200,000. Full details of the sale can be found within the SIP16 Report and the Administrator's Proposals.

Consumer Creditors

- 3.4 On 15 April 2019, I was advised that UAL had ceased trading. This increased the number of unsecured creditors significantly as there was no continuity for the 800 customers who had paid upfront for services and therefore became creditors of the Company.
- 3.5 Following the closure of UAL, the consumer creditors were contacted and provided with initial information. I have received in excess of 3,000 emails and a significant number of telephone calls from consumer creditors, which I have responded in a timely manner.

Employees Claims

- 3.6 At the time of my appointment, I was made aware that 63 employees had either been made redundant during the course of 2019 or had left the Company due to non-payment of wages.
- 3.7 I have ensured that details of all claims have been submitted to Redundancy Payments Service ("RPS"). I have received a number of enquiries from the Company's former employees relating to salary payments, commission payments and length of service, all of which have had to be addressed to ensure that the employees receive the correct amounts owed to them. I have not yet received a final claim from the RPS. Further details can be found in Section 5.

Landlords & Deposit Schemes

- 3.8 The Company operated as a rental agent for a small number of landlords. Following my appointment, I contacted the respective landlords and ensured that the relevant rental payments received from the tenants, that had been held on trust, were paid to the relevant landlords. Furthermore, I have contacted the Deposit Protection Service ("DPS") to ensure that the rental deposits are transferred to the respective landlords.

Third-Party funds

- 3.9 Following the sale of the assets, UAL continued to trade for a period of two weeks.
- 3.10 At the time of my appointment, I telephoned and wrote to the Company's pre-appointment bank to request that they freeze the bank account for incoming and outgoing payments and transfer the funds held into the administration bank account, however, the bank account was not frozen and funds were received into the Company's bank account that belongs to UAL.
- 3.11 I am still in the process of reviewing the transactions, however, it is estimated that approximately £30,000 currently identified as cash at bank, belongs to the UAL. I have yet to establish the exact figure and return the funds.
- 3.12 In addition to dealing with the realisation of assets, I have to meet various legislative and best practice requirements and deadlines. These matters include the filing of documents with the Registrar of Companies, ensuring that all receipts and payments are dealt with in a timely basis and proper accounting records are maintained, undertaking periodic case progression reviews, advising creditors of the administration and recording all claims received, together with other day to day matters that arise.

4 Investigation into the Affairs of the Company

- 4.1 I undertook an initial investigation into the Company's affairs to establish whether there were any potential asset recoveries or conduct matters that justified further investigation, taking account of the public interest, potential recoveries, the funds likely to be available to fund an investigation, and the costs involved.
- 4.2 I am in the process of gathering further information from several third parties to see if any claims can be identified. As my investigations are ongoing and I am yet to conclude whether any transactions require further action, I am unable to comment further.
- 4.3 Within three months of appointment, any administrator is required to report to the Secretary of State on any matters which have come to their attention during the course of their work which may indicate that the conduct of any past or present director would make them unfit to be concerned with the management of the Company. I have complied with these requirements, however, due to the confidential nature of any return or report, I am unable to make any further comments.

5 Dividend Prospects

Secured Creditor

- 5.1 As reported in the Proposals, Varengold Bank Ag ("the Bank") held a fixed and floating charge over the assets of the Company. The Goodwill and Intellectual Property of the Company were covered by the Bank's fixed charge and were therefore payable to the Bank on realisation.
- 5.2 I have made a distribution of £76,564 to the secured creditor under their fixed charge as detailed in the attached R&P.

Preferential Creditors

- 5.3 I have yet to receive a final claim from the RPS. Based on the current information, the quantum and timing of any distribution to the preferential creditors is uncertain.

Unsecured Creditors

- 5.4 Whilst I have received various claims from unsecured creditors I have not incurred the costs of agreeing claims as regrettably, on current information, there is little likelihood of any funds being available for this class of creditor.

Floating charge creditor and the prescribed part

- 5.5 Whilst there is a floating charge over the assets of the Company, the prescribed part provisions will only, therefore, apply if funds are distributed to the floating charge holder. However, given that it is anticipated that no funds will be paid to the chargeholder under the floating charge, it is not anticipated that any funds will be available to unsecured creditors under the prescribed part.

6 Pre-Appointment Remuneration

- 6.1 The costs and expenses incurred by Hudson Weir Ltd ("HW") prior to administration have, in accordance with the resolution passed by decision procedure by correspondence, to consider the administrator's proposals, has been paid out of the assets of the administration. The amounts are as follows:

| | |
|---------------------|---------|
| Fees | £31,947 |
| Agent's Fees | £17,500 |
| Legal Fees | £5,660 |
| Other Disbursements | 1,552 |

7 Administrator's Remuneration & Increased Fee Estimate

- 7.1 Changes to charge out rates during the period of this report are detailed in appendices 3 being the prevailing rates from 1 April 2019.
- 7.2 My remuneration was authorised by the secured creditor and preferential creditors on 29 May 2019 by a decision procedure by correspondence to be drawn on a time costs basis, capped at £70,005. My total time costs to 28 September 2019 amount to £96,282, which have been charged at an average hourly charge-out rate of £221.24, I have drawn £70,005 to date. A schedule of my time costs incurred to 28 September 2019 is attached as Appendix 2.
- 7.3 The time incurred to date has exceeded the fee estimate as significantly more time has been spent dealing with a large number of enquiries from consumer creditors following the closure of UAL. I, therefore, require a decision of creditors for approval of a revised fee estimate. Notice of decision by correspondence and voting form will be circulated for the secured and preferential creditors, who are the creditors entitled to vote. This will also include the option to vote for a creditors committee.
- 7.4 In accordance with SIP 9, major areas of time spent during the reporting period are listed below. I also provide you with the estimate of future time cost and the reasons for any such increases. My proposed increased fee estimate is £125,295.50.

Admin & Planning

- 7.5 I have incurred costs of £5,429 during the period 29 March 2019 to 28 September 2019 ("the Reporting Period") whilst undertaking the following key tasks:
- 7.5.1 Case strategy meetings on the progress of the Administration and next steps; Statutory fillings at Companies House; Cashiering and Accounting matters; Set-up and maintenance of the case; Conducting compliance and case reviews to monitor the progression of case matters and monitoring and updating the case management diary.
- 7.6 Whilst the majority of the above is not undertaken to provide a direct financial benefit to the creditors of the Administration estate, I am required to undertake and/or document these activities in accordance with their various duties and statutes. The benefit provided to creditors is that it ensures creditors are advised of relevant matters and that progress is being made during the continuation of the Administration.
- 7.7 As detailed on the fee estimate in the Proposals, I estimated that I would incur time costs of £13,112, in respect of Admin & Planning. The time incurred is currently in line with the fee estimate, however, it is anticipated that further time costs will be incurred during the course of the Administration as it is likely the Administration will be extended.
- 7.8 I do not propose a fee increase in respect of Admin & Planning.

Case Specific matters

- 7.9 I have incurred costs of £1,029 during the Reporting Period in respect of the time spent by my staff resolving case specific matters as a deed of surrender.
- 7.10 I do not anticipate that further time costs will be incurred in this matter.

Creditors and Distributions

- 7.11 I have incurred costs of £64,335.50 during the Reporting Period in respect of the time spent by my staff receiving, resolving and responding to creditor and employee enquiries.
- 7.12 As detailed on the fee estimate in the Proposals, I estimated that they would incur time costs of £32,298. The time incurred to date exceeds the fee estimate due to higher than expected number of enquiries from the consumer creditors and former employees.
- 7.13 Whilst the majority of the above is not undertaken to provide a direct financial benefit to the creditors of the Administration estate, I am required to undertake and/or document these activities in accordance with their various duties and statutes. The benefit provided to creditors is that it ensures creditors are advised of relevant matters and that progress is being made during the continuation of the Administration.
- 7.14 It is anticipated that further time costs will be incurred, following the publication of the report and in preparation for potential distribution to the preferential creditors.
- 7.15 Owing to the reasons outlined above, my time cost is likely to increase to £79,886.

Fixed Charge

- 7.16 I have incurred costs of £798.50 during the Reporting Period in respect of the time spent by my staff corresponding and distributing to the Secured Creditor.
- 7.17 It is important to liaise with a Secured Creditor as it is a significant beneficiary of the Administration process and therefore need to be kept up to date on the progress especially during the early stages of the Administration.
- 7.18 I do not anticipate that further time costs will be incurred in this matter.

Investigations

- 7.19 I have incurred costs of £10,727 during the Reporting Period in relation to investigation work and filling the Administrator's statutory report with the Secretary of State. As detailed in section 3, this work included a detailed review of the Company's bank statements, statutory and management accounts.
- 7.20 As detailed on the fee estimate in the Proposals, I estimated that they would incur time costs of £3,765 in respect of Administrator's Investigation. The time incurred to date exceeds the fee estimate. The initial investigation indicated that some of the aspects of the Company's conduct will have to be further investigated and it has taken longer than anticipated to gain information from certain third parties.
- 7.21 As can be seen in my revised fee estimate, I, currently do not propose a further fee increase in this matter. At present we are uncertain as to how much work will be required for any future investigations. Should any further realisations be anticipated from our investigations, it will be necessary to write to creditors regarding an increase in fees for our investigation. A further update on my investigations generally will be provided in my next progress report.

Realisation of Assets

- 7.22 I have incurred time costs of £2,645.50 relating to the realisation of assets, dealing with completing issues arising from the sale transactions.
- 7.23 As detailed on the fee estimate in the Proposals, I estimated that they would incur time costs of £2,885, in respect of Realisation of Assets. The time incurred to date is in line with the fee estimate.
- 7.24 I do not propose a fee increase in respect of Realisations of Assets.

Reporting

- 7.25 I have incurred time costs of £11,317.50 relating to the reporting, dealing with the preparation and distribution of the Proposals and the SIP16 report. As detailed on the fee estimate in the Proposals, I estimated that they would incur time costs of £18,105 in respect of reporting. The time incurred is currently in line with the fee estimate, however, it is anticipated that further time costs will be incurred during the course of the Administration given the likelihood that the Administration will be extended and further reports will be required.
- 7.26 Owing to the reasons outlined above, my time cost is likely to increase to £25,295.50.
- 7.27 For the benefit of creditors, the Association of Business and Recovery Professionals publish 'A Creditors' Guide to Administrators' Fees'. This document is available by entering the following website address, <https://www.hudsonweir.co.uk/resources>. If you wish to be sent a hard copy of this document, please get in touch with this office.

8 Administrator's Expenses

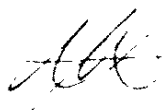
- 8.1 Details of the expenses that I have paid are shown on the attached R&P and are largely self-explanatory.
- 8.2 My choice of professionals was based on my knowledge of their experience and ability to perform the type of work required. I have reviewed the fees charged and as they are in line with original estimates, I am satisfied that they are reasonable in the circumstances of this case.

9 Further Information

- 9.1 If a creditor or group of creditors would like me to convene a meeting of creditors, then provided those requesting the meeting do so in the prescribed manner and represent at least:
- 10% in value of the creditors
 - 10% in number of the creditors
 - 10 creditors
- I will convene such a meeting (such a request must be made within five business days of this resolution).
- 9.2 An unsecured creditor may, with the permission of the court or with the concurrence of 5% in value of the unsecured creditors (including the creditor in question) request further details of the joint administrators' remuneration and expenses, within 21 days of receipt of this report. Any secured creditor may request the same details in the same time limit.
- 9.3 An unsecured creditor may, with the permission of the court or with the concurrence of 10% in value of the creditors (including the creditor in question), apply to court to challenge the amount and/or basis of the joint administrators' fees and the amount of any proposed expenses or expenses already incurred, within 8 weeks of receipt of this report. Any secured creditor may make a similar application to the court within the same time limit.

10 Conclusion

- 10.1 Owing to circumstances that I could not have foreseen, the approved remuneration is now insufficient to cover the costs of dealing with the Administration, I am therefore requesting a fee increase from £70,005 to £125,296.
- 10.2 A separate resolution will be circulated to the secured and preferential creditors for the approval of the revised fee estimate.
- 10.3 In the event that I do not receive any voting instructions from creditors, it will be necessary for me to convene a meeting of creditors to consider the resolution. As this will incur additional costs, I do ask that you consider the resolution and return the voting instruction form indicating your wishes.
- 10.4 The administration of this case will continue until the investigations into the affairs of the Company has been finalised. I will provide a progress report within one month of the end of the next six months of the Administration, or earlier if an extension to the period of the Administration is required, which I consider likely.
- 10.5 On present information, it is currently unlikely that the Administration will conclude within the next six months.
- 10.6 Should you have any queries regarding this matter please contact Martin Brylka on 0207 099 6086.



Michelle Mills
Administrator

House Network Limited
(In Administration)
Administrator's Summary of Receipts and Payments
To 28 September 2019

| RECEIPTS | Statement of Affairs (£) | Total (£) |
|--|-------------------------------------|------------------|
| Intangible Assets | 109,063.00 | 0.00 |
| Estate Agency Division IP | | 90,259.00 |
| iBuyer Division IP | | 18,804.00 |
| Third-Party Rental Receipts | | 10,689.00 |
| Third-Party Commission Receipts | | 831.25 |
| Computer Equipment | 7,522.00 | 0.00 |
| Fixtures, Fittings and Equipment | 1,880.00 | 9,402.00 |
| WIP/Book Debts | 81,534.00 | 81,534.00 |
| Cash at Bank | 56,382.00 | 100,563.31 |
| Books and Records | | 1.00 |
| Refund of business rates | | 304.76 |
| Refund of policy excess and hire charges | | 1,295.00 |
| Estate Agency Association Fee Refund | | 435.34 |
| | | <hr/> |
| | | 314,118.66 |
| | | <hr/> |
| PAYMENTS | | |
| Administrator's Remuneration (Pre-appoint) | | 7,500.00 |
| Administrator's Remuneration | | 5,000.00 |
| Legal Fees | | 5,000.00 |
| Agent's and Valuer's Fees | | 15,000.00 |
| Chargeholder (Varengold Bank Ag) | (1,500,000.00) | 76,564.00 |
| HP Asset (Alphabet) | (2,373.06) | 0.00 |
| HP Asset (LEX) | (3,620.39) | 0.00 |
| Insolvency Bond | | 316.80 |
| Pre-Appointment Remuneration | | 24,447.00 |
| Administrator's Remuneration | | 65,005.00 |
| Third Party Rental Payments | | 10,689.00 |
| Agent's and Valuer's Disbursements | | 186.67 |
| Agent's and Valuer's Fees | | 17,500.00 |
| Legal Fees | | 1,840.00 |
| Legal Fees - pre liquidation | | 5,660.00 |
| Court Fee | | 50.00 |
| Legal Disbursements | | 32.50 |
| Company Searches | | 25.00 |
| Re-Direction of Mail | | 211.00 |
| Statutory Advertising | | 73.55 |
| Rents Payable | | 1,972.62 |
| Wages and Salaries | | 1,257.61 |
| Bank Charges | | 50.00 |
| Software Usage Fees | | 1,018.60 |
| Employees' Wage Arrears and Holiday Pay | (62,457.62) | 0.00 |
| Trade Creditors | (667,242.96) | 0.00 |
| Crown Creditors | (367,530.02) | 0.00 |
| Director's Loan Account | (152,970.00) | 0.00 |
| Employees Claims | (246,410.32) | 0.00 |
| Ordinary Shareholders | (59,059.00) | 0.00 |
| Other Shareholders | (20,156.00) | 0.00 |

House Network Limited
(In Administration)
Administrator's Summary of Receipts and Payments
To 28 September 2019

| | | |
|-------------------------|----------------|------------|
| Share Capital Premium | (6,930,792.00) | 0.00 |
| | | <hr/> |
| | | 239,399.35 |
| | | <hr/> |
| Net Receipts/(Payments) | | 74,719.31 |
| | | <hr/> |

MADE UP AS FOLLOWS

| | |
|------------------------------------|-----------|
| Current Account - Interest Bearing | 44,412.37 |
| VAT Receivable / (Payable) | 30,115.54 |
| | <hr/> |
| | 74,527.91 |
| | <hr/> |

Time Entry - Cumulative Detailed SIP9 Time & Cost Summary

HOUS001 - House Network Limited
From: 29/03/2019 To: 28/09/2019
Project Code: POST

| Classification of Work Function | Partner | Manager | Other Senior Professionals | Assistants & Support Staff | Total Hours | Time Cost (£) | Avg Hourly Rate (£) | Hours Cum (POST Only) | Time Costs Cum (POST Only) |
|--|-------------|--------------|----------------------------|----------------------------|---------------|------------------|---------------------|-----------------------|----------------------------|
| 600 Case reviews | 0.20 | 0.80 | 4.20 | 0.90 | 6.10 | 1,206.50 | 197.79 | 6.10 | 1,206.50 |
| 602 Statutory Filing and Advertising | 0.00 | 1.10 | 2.30 | 0.10 | 3.50 | 827.50 | 236.43 | 3.50 | 827.50 |
| 701 Strategy and Planning | 0.00 | 0.60 | 1.00 | 0.00 | 1.60 | 244.38 | 152.74 | 1.60 | 244.38 |
| 702 Bank account set up and reconciliations | 0.00 | 0.00 | 0.00 | 0.30 | 0.30 | 90.00 | 150.00 | 0.30 | 90.00 |
| 703 Case budgeting initial and revised | 0.20 | 0.00 | 3.30 | 0.00 | 3.30 | 676.50 | 133.29 | 3.30 | 676.50 |
| 704 Case Billing for Fees and Disbursements | 0.00 | 0.30 | 11.30 | 1.30 | 12.90 | 2,237.50 | 173.45 | 12.90 | 2,237.50 |
| Admin & Planning | 0.40 | 2.80 | 22.40 | 2.60 | 28.20 | 5,429.00 | 192.52 | 28.20 | 5,429.00 |
| 750 Case Specific Matters | 0.20 | 2.20 | 1.00 | 0.40 | 3.80 | 1,029.00 | 270.79 | 3.80 | 1,029.00 |
| Case Specific Matters | 0.20 | 2.20 | 1.00 | 0.40 | 3.80 | 1,029.00 | 270.79 | 3.80 | 1,029.00 |
| 499 Floating Charge | 0.00 | 0.20 | 0.30 | 0.00 | 0.50 | 117.50 | 235.00 | 0.50 | 117.50 |
| 500 Preferential Creditors | 0.00 | 0.70 | 9.00 | 0.00 | 9.70 | 1,822.50 | 187.89 | 9.70 | 1,822.50 |
| 501 Unsecured Creditors | 3.80 | 88.00 | 89.90 | 60.80 | 242.50 | 54,500.00 | 224.74 | 242.50 | 54,500.00 |
| 502 Employee Matters | 0.20 | 7.60 | 28.70 | 1.40 | 37.90 | 7,742.00 | 204.27 | 37.90 | 7,742.00 |
| 801 Shareholders - Communication | 0.00 | 0.50 | 0.30 | 0.30 | 1.10 | 252.50 | 229.55 | 1.10 | 252.50 |
| Creditors and Distributions | 4.00 | 97.00 | 128.20 | 62.50 | 291.70 | 64,434.50 | 220.89 | 291.70 | 64,434.50 |
| 951 Correspondence with Secured Creditor | 0.80 | 0.00 | 0.40 | 0.00 | 1.20 | 466.00 | 388.33 | 1.20 | 466.00 |
| 954 Payments to Secured Creditors | 0.00 | 0.00 | 1.90 | 0.00 | 1.90 | 332.50 | 175.00 | 1.90 | 332.50 |
| Fixed Charge | 0.80 | 0.00 | 2.30 | 0.00 | 3.10 | 798.50 | 257.58 | 3.10 | 798.50 |
| 201 SIP 2 Enquiries and CDDA Reporting | 0.40 | 4.20 | 25.70 | 14.10 | 44.40 | 7,907.00 | 178.09 | 44.40 | 7,907.00 |
| 202 Pursuing Antecedent Transactions | 4.00 | 0.00 | 2.70 | 0.00 | 6.70 | 2,452.50 | 366.04 | 6.70 | 2,452.50 |
| 203 Meetings with and Reporting to Solicitors | 0.00 | 0.00 | 0.60 | 0.00 | 0.60 | 105.00 | 175.00 | 0.60 | 105.00 |
| 204 Reviewing Books and Records ex SIP2/CDDA | 0.00 | 0.00 | 1.50 | 0.00 | 1.50 | 262.50 | 175.00 | 1.50 | 262.50 |
| Investigations | 4.40 | 4.20 | 30.50 | 14.10 | 53.20 | 10,727.00 | 201.64 | 53.20 | 10,727.00 |
| 300 Identification, Securing & Insuring Assets | 0.80 | 0.00 | 0.90 | 0.00 | 1.70 | 553.50 | 325.59 | 1.70 | 553.50 |
| 301 ROT | 0.00 | 0.00 | 2.00 | 0.00 | 2.00 | 350.00 | 175.00 | 2.00 | 350.00 |
| 302 Property | 1.00 | 0.20 | 0.00 | 0.00 | 1.20 | 574.00 | 478.33 | 1.20 | 574.00 |
| 303 Book Debts | 0.00 | 0.40 | 0.00 | 0.00 | 0.40 | 158.00 | 395.00 | 0.40 | 158.00 |
| 306 Other Assets | 1.20 | 0.70 | 1.90 | 0.00 | 3.80 | 1,109.00 | 291.84 | 3.80 | 1,109.00 |
| Realisation of Assets | 3.00 | 1.30 | 4.80 | 0.00 | 9.10 | 2,744.50 | 301.59 | 9.10 | 2,744.50 |
| 552 Preparation of Proposals - Administration only | 6.00 | 6.30 | 34.20 | 0.00 | 46.50 | 11,317.50 | 243.39 | 46.50 | 11,317.50 |
| Reporting | 6.00 | 6.30 | 34.20 | 0.00 | 46.50 | 11,317.50 | 243.39 | 46.50 | 11,317.50 |

Time Entry - Cumulative Detailed SIP9 Time & Cost Summary

HOUS001 - House Network Limited
From: 29/03/2019 To 28/09/2019
Project Code: POST

| Classification of Work Function | Partner | Manager | Other Senior Professionals | Assistants & Support Staff | Total Hours | Time Cost (£) | Avg Hourly Rate (£) | Hours Cum (POST Only) | Time Costs Cum (POST Only) |
|---------------------------------|---------|---------|----------------------------|----------------------------|-------------|---------------|---------------------|-----------------------|----------------------------|
| Total Hours | 18 80 | 113 80 | 223 40 | 79 60 | 435 60 | 96,480 00 | 221 49 | 435 60 | 96,480 00 |
| Total Fees Claimed | | | | | | 70,005 | | | |

** - Denotes codes included in cumulative data that are not present in the period

Hudson Weir Limited

Fees and Disbursements Information

Charge-out rates

| Grade | Charge-out rate (£ per hour, charged in 6-minute units) |
|------------------------------------|--|
| Directors/Insolvency Practitioners | 495 |
| Senior Managers and Managers | 325-375 |
| Administrators | 125-250 |
| Secretaries & Support Staff | 100 |

Agent's costs

These are charged at cost based upon the charge(s) made by the Agent instructed. The term "Agent" includes:

- Solicitors/legal fees.
- Auctioneers/valuers.
- Accountants.
- Quantity surveyors.
- Estate agents.
- Other specialist advisors

Storage costs

Charged at actual cost incurred for storage (and retrieval, when appropriate) of records.

Other disbursements

| Category | Basis of charge |
|---------------------|---|
| Category 1 | |
| Indemnity Bond | At cost of mandatory cover required in accordance with the Insolvency Act 1986 for each appointment |
| Insurance of assets | At cost in relation to asset coverage requirements |
| Company searches | At cost incurred |
| Travel | At actual cost including train fare and all other public transport |
| Other | At actual cost charged |

Hudson Weir Limited do not charge for Category 2 disbursements

**Estimate of Fees and Expenses for
House Network Limited (In Administration)
To 26/04/2019**

| | Total Hours | Avg Hourly Rate £ | Time Cost £ | Disbursements £ | Expenses £ |
|--|------------------------|------------------------------|------------------------|----------------------------|-----------------------|
| Classification of Work Function | | | | | |
| Admin & Planning | 66.10 | 198.37 | 13,112.00 | | |
| Creditors and Distributions | 135.00 | 239.24 | 32,297.50 | | |
| Investigations | 16.00 | 235.31 | 3,765.00 | | |
| Realisation of Assets | 13.00 | 221.92 | 2,885.00 | | |
| Reporting | 65.00 | 278.54 | 18,105.00 | | |
| | 295.10 | 237.77 | 70,164.50 | | |
| Disbursements | | | | | |
| Category 1 Disbursements | | | | 1,037.45 | |
| Category 2 Disbursements | | | | 0.00 | |
| | | | | 1,037.45 | |
| Expenses (*) | | | | | |
| | | | | | 0.00 |
| Totals | 295.10 | 237.77 | 70,164.50 | 1,037.45 | 0.00 |

(*) Details of the expenses the IP considers will be, or are likely to be, incurred during the period of this estimate.

Details of estimated disbursements that will be paid during the period of this estimate.

Category 1 Disbursements

| | |
|-----------------------------------|----------|
| Bordereau Premium | 316.80 |
| Statutory Advertising | 220.65 |
| Storage and collection of records | 500.00 |
| | 1,037.45 |

Notes:

- 1 Category 1 Disbursements are payable without prior approval as they are payments to independent third parties e.g. advertising, room hire, storage, travel expenses
2. Category 2 Disbursements are costs directly referable to the appointment e.g. Postage, Printing & Stationery, Mileage but as they are not to an independent third party they require approval in the same manner as the fee
3. The figures provided for Expenses are as accurate as possible based on the information available at this time. No prior approval is required for the payments of the expenses as they are regarded as a cost of the administration of the estate
- 4 Further approval will be sought from the creditors' committee or creditors if the circumstances of the case indicate that the above fee estimate is likely to be exceeded
- 5 The above estimates are all exclusive of VAT

**Estimate of Fees and Expenses for
House Network Limited (In Administration)
To 28/09/2019 Progress Report Revision**

| | Total Hours | Avg Hourly Rate £ | Time Cost £ | Disbursements £ | Expenses £ |
|--|------------------------|------------------------------|------------------------|----------------------------|-----------------------|
| Classification of Work Function | | | | | |
| Admin & Planning | 65.16 | 201.23 | 13,112.00 | | |
| Creditors and Distributions | 359.30 | 222.34 | 79,886.00 | | |
| Investigations | 20.62 | 182.59 | 3,765.00 | | |
| Realisation of Assets | 13.00 | 221.92 | 2,885.00 | | |
| Reporting | 102.00 | 251.45 | 25,647.50 | | |
| | <u>560.08</u> | <u>223.71</u> | <u>125,295.50</u> | | |
| Disbursements | | | | | |
| Category 1 Disbursements | | | | 1,037.45 | |
| Category 2 Disbursements | | | | <u>0.00</u> | |
| | | | | <u>1,037.45</u> | |
| Expenses (*) | | | | | |
| | | | | | <u>0.00</u> |
| Totals | <u>560.08</u> | <u>223.71</u> | <u>125,295.50</u> | <u>1,037.45</u> | <u>0.00</u> |

(*) Details of the expenses the IP considers will be, or are likely to be, incurred during the period of this estimate.

Details of estimated disbursements that will be paid during the period of this estimate.

| | |
|-----------------------------------|-----------------|
| Category 1 Disbursements | |
| Bordereau Premium | 316.80 |
| Statutory Advertising | 220.65 |
| Storage and collection of records | 500.00 |
| | <u>1,037.45</u> |

Notes:

1. Category 1 Disbursements are payable without prior approval as they are payments to independent third parties e.g. advertising, room hire, storage, travel expenses
2. Category 2 Disbursements are costs directly referable to the appointment e.g. Postage, Printing & Stationery, Mileage but as they are not to an independent third party they require approval in the same manner as the fee
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4. Further approval will be sought from the creditors' committee or creditors if the circumstances of the case indicate that the above fee estimate is likely to be exceeded
5. The above estimates are all exclusive of VAT