

The Insolvency Act 1986

Administrators' progress report

Name of Company Kentaro Limited	Company number 04918516
In The High Court of Justice Chancery Division (full name of court)	Court case number 7099 of 2014

(a) Insert full name(s) and address(es) of administrator(s)

We, Simon Harris, Cameron Gunn and Mark Supperstone of ReSolve Partners Limited, One America Square, Crosswall, London, EC3N 2LB

Joint Administrators of the above company attach a progress report for the period

from

to

(b) 9 September 2015

(b) 8 March 2016

(b) Insert dates

Signed


Joint Administrator

Dated

5 April 2016

Contact Details

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

ReSolve Partners Limited	
Nathan May	
	Tel 020 7702 9775
DX Number	DX Exchange

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



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COMPANIES HOUSE

SATURDAY

Our ref ADMKEN01/SH/CC/NM/CD/040

5 April 2016

T 020 7702 9775
F 0845 094 1160

TO ALL KNOWN MEMBERS AND CREDITORS

www.resolvegroupuk.com

Dear Sirs

Kentaro Limited – In Administration (the Company)

Please find enclosed my report on the progress of the Administration of the Company for the period from 9 September 2015 to 8 March 2016 which should be read in conjunction with my previous report to creditors

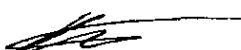
Rights of creditors

An unsecured creditor may, with the permission of the court or with the concurrence of five per cent in value of the unsecured creditors (including the creditor in question) request further details of the 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.

An unsecured creditor may, with the permission of the court or with the concurrence of ten per cent in value of the unsecured creditors (including the creditor in question), apply to court to challenge the amount and/or basis of the administrators' fees and the amount of any proposed expenses or expenses already incurred, within eight weeks of receipt of this report. Any secured creditor may make a similar application to court within the same time limit.

Should you have any queries in relation to this matter please do not hesitate to contact Nathan May of this office.

Yours faithfully
For and on behalf of
Kentaro Limited



Simon Harris
Joint Administrator

For enquiries regarding this correspondence please contact

Contact name Nathan May
Phone number 020 3326 8579
Email nathan.may@resolvegroupuk.com

The affairs, business and property of the Company are being managed by the joint administrators.
Principals, Partners, Directors and staff acting as administrators, administrative receivers or supervisors act as agents of the company over which they are appointed at all times, and without personal liability.
Cameron Gunn, Mark Supperstone and Simon Harris are licensed in the United Kingdom by the Institute of Chartered Accountants in England and Wales.

Kentaro Limited
In Administration (the Company)

Joint Administrators' progress report
For the period 9 September 2015 to 8 March 2016

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1 INTRODUCTION

As you may be aware, Cameron Gunn, Mark Supperstone and I, were appointed as Joint Administrators of the Company on 10 October 2014. This report on the progress of the Administration covers the period 9 September 2015 to 8 March 2016 and should be read in conjunction with my report and proposals to creditors dated 2 December 2014 and progress reports dated 6 May 2015 and 8 September 2015.

Following the approval of creditors on 25 September 2015, the Administration has been extended for a further 12 months.

Please find attached the statutory information relating to the Company at **Appendix I**.

2 ADMINISTRATORS' ACTIONS SINCE MY LAST REPORT

Since the Administrators' last report the following matters have been completed:

- Continued to collect deferred consideration amounts from Lenani Limited (company number 09296851) (Lenani or the Purchaser)
- Liaised with Lenani and Taylor Wessing Solicitors (TWS), regarding a claim for damages following the third party termination of a contract included in the sale agreement to the purchaser
- Liaised with Bircham Dyson Bell LLP (BDB) solicitors regarding the Company's Talent Management Division (TMD) and distributed funds to the TMD claimants
- Liaised with Bird and Bird LLP (BBL) solicitors regarding the Company's boxing rights funds
- Corresponded with the respective group companies liquidators in Switzerland, Sweden and Germany in respect of those proceedings and made enquiries into the financial affairs of the respective entities
- Reviewed and attempted to recover amounts owed to the Company in respect of book debts and liaised with Mr Grothe in relation to his assistance with recovery of the same
- Reviewed other assets potentially realisable for the benefit of creditors
- Held a meeting of creditors by correspondence to agree an extension to the Administration
- Dealt with creditor claims and enquiries, and
- Addressed all my statutory duties associated with the Administration

3 RECEIPTS AND PAYMENTS

The Joint Administrators' receipts and payments accounts for the period from 9 September 2015 to 8 March 2016 are attached at **Appendix II**.

Please note the receipts and payments accounts are shown separately by currency.

4. ASSETS

Please note the below section details assets dealt with during the reporting period (9 September 2015 to 8 March 2016) or those yet to be realised. For details of the Company's assets dealt with in previous reporting periods please refer to my previous reports.

Sale of certain assets

As previously reported, on 17 November 2014, I completed a sale of certain assets and contracts held by the Company to Lenani for £100,000. The sale included an agreed profit split in respect of a contract (the Football Club contract), details of which were provided in my previous report to creditors.

The purchase consideration of £100,000 was payable by way of £25,000 due on completion with the balance payable by way of deferred considerations, payable quarterly, of £25,000. The last instalment was due on 1 August 2015.

To date only £90,000 has been received. The Purchaser has defaulted on the consideration due on 1 August 2015 and only £15,000 of the final 25,000 has been received to date. I am presently liaising with the Purchaser to rectify this default and expect payment to be received shortly.

In the event of the Purchaser's continued failure to adhere to the terms of the sale, the Administrators will consider enforcing its security over Lenani and/or call in the personal guarantee granted by Mr Grothe in respect of Lenani's obligations.

Recently the Football Club contract has been terminated by the football club, thereby withdrawing the possibility of any profit share income as per the terms of the sale agreement. The Purchaser disputes the validity of termination and as a result, the Purchaser and the Joint Administrators have jointly instructed TWS to liaise with the football club regarding the validity of termination. This matter is currently ongoing and I hope to provide an update in my next report. Realisations in this regard are uncertain.

Cash at bank

As detailed in my last progress report, the Company held nine accounts with Barclays Bank PLC (Barclays), six of which were foreign currency accounts. The below funds are held in bank accounts in the same currency as the original account, save for the nominal balance held in the Company's Swiss Francs account.

Account Name	Amount	Currency	Comment
Euro current account	48,193	Euros	
Current account	1,733	Pounds sterling	
Business premium account	-	Pounds sterling	
US Dollar current account	1,465	US dollars	
Swiss Franc account	26	Swiss Francs	
Sauerland boxing account	15	Pounds sterling	Beneficiary to be determined
Sauerland boxing Euro account	65,955	Euros	Beneficiary to be determined
Sauerland boxing US Dollar account	6,941	US Dollars	Beneficiary to be determined
Talent management division account	16,531	Pounds sterling	See TMD section below

TMD account

As advised previously, the funds relating to the TMD were held in a designated bank account, separate from the Administration funds. Following advice from BDB that the funds are held for the benefit of the TMD claimants (the Claimants), I agreed a settlement with the Claimants to distribute the funds held on a *pari passu* basis. Funds totalling £17,123 were distributed and an amount of £3,000 held to cover Administrators' costs.

Boxing division accounts

As formerly advised, I was contacted by the ultimate rights holder who granted the Company the ability to exploit certain boxing television rights in various jurisdictions. The rights holder is claiming an entitlement to all the funds held. I sought legal advice to determine the correct beneficiary of amounts held in the boxing accounts and instructed BBL to liaise directly with the ultimate rights holders' solicitors.

BBL has proposed a number of options in order to resolving this matter, which I am currently considering. Correspondence with the ultimate rights holder is ongoing and I will update creditors in my subsequent report on the outcome.

Dividend from SHL Group

As previously reported, the Company's subsidiary company, Sports Holdings Limited (SHL), declared a dividend to shareholders pre-appointment, however the £1 million owed to the Company was not paid. I have been advised by Mr Grothe's legal representative that the Company waived its entitlement to receive the dividend declared.

Mr Grothe has advised the Company's electronic and financial records are held on its parent company, Kentaro AG's (AG) server in Switzerland. Following AG's liquidation (subsequently overturned), AG's landlord refused access to the server unless outstanding rental amounts were paid. The directors of the reinstated AG eventually arranged the release of the server. However, the server is now held by the General Attorney in Bern, Switzerland as part of an ongoing FIFA investigation. I am advised AG has again been placed into liquidation. I am liaising with AG's liquidator in an attempt to gain access to the server despite the

ongoing investigation into FIFA's affairs. I will advise creditors in my subsequent report of any update.

Intercompany debtors

The Company has two intercompany debts due from subsidiaries of AG based in Sweden and Germany. The amounts outstanding as per Company accounts are £100,000 and €200,000 respectively.

Both the Swedish and German AG subsidiaries are subject to insolvency proceedings in their respective jurisdictions. Accordingly, realisations from the intercompany debtors are currently unknown. I continue to liaise with the liquidators in the relevant jurisdictions periodically to establish the likelihood of a return to creditors. However, no update on the likely return has been received.

Director's loan account

As detailed in my previous report, Company records show an amount of £122,053 due from Mr Grothe in respect of an outstanding director's loan account.

The Joint Administrators have written to Mr Grothe requesting repayment, however he has indicated the loan has been repaid. Documentation to support Mr Grothe's assertion has been requested, however I am advised the supporting information is contained on AG's server which, as outlined earlier in this report, is currently unavailable. Any future realisations are therefore uncertain.

Office furniture and equipment

As advised in my previous report, the last physical asset to be realised was a large autographed Muhammad Ali print on canvas, which was sold at a sports memorabilia auction in May 2015 for £360 (less auction commissions), resulting in net funds of £295. In addition, £73 has been realised from the sale of miscellaneous mobile phones. No further realisations are expected from this source.

Book debts

As at 10 October 2014, the Company's records indicated debts of £1,008 million due to the Company. Please note this total contains amounts due from debtors in various currencies which have been converted into sterling for ease of reporting. The amounts recovered will be subject to foreign exchange (FX) currency fluctuations. To mitigate FX fluctuations, Administration currency accounts have been opened.

The book debts have been split into the Company's business divisions as follows:

Trade debtors (primarily football and excluding boxing)

I have written to all known trade debtors to request payment of outstanding amounts, totalling circa £745,000 in Company's records. Of the balance due, circa £628,000 relates to amounts purportedly owing to the Company where contracts or invoices are not available or are subject to dispute. In addition, the major debtors are located in jurisdictions outside of the European Union (EU), making commencement of legal action (if necessary) to recover amounts more complex. Furthermore, several debtors have responded with proof of payment of the amounts outstanding prior to Administration, thereby reducing the value of the ledger.

To actively pursue the debtors, I instructed Mr Grothe to assist in the recovery of book debts, primarily those related to football and outside the EU jurisdiction. No funds have been realised during the reporting period and any further recoveries are currently uncertain.

Talent management division debtors

£43,860 relates to debtors payable in relation to the Company's TMD and as advised previously, £3,600 was received in relation to this. This amount was included in the pari passu distribution to claimants, as mentioned above.

Several debtors have responded with proof of payment of the amounts outstanding prior to the Administration and in any event, further recoveries would not be available to the Administration estate. Accordingly, the Administrators do not intend to actively pursue the outstanding amounts and no further recoveries are expected.

Trade debtors – Boxing

As advised previously, I was contacted by the ultimate rights holder who granted the Company the ability to exploit certain boxing television rights in various jurisdictions. Circa £219,000 relates to amounts outstanding from boxing trade debtors for the exploitation of boxing rights prior to the purported date of termination of the agreement. However, the rights holder is claiming an entitlement to any recoveries received. BBL is liaising with the ultimate rights holder in this regard and correspondence is ongoing.

No amounts have been received in the reporting period in respect of boxing trade debtors. Accordingly, total realisations in this regard are as previously reported, USD 7,500. These amounts are held separately from other trade debtors whilst the dispute with the ultimate rights holder is ongoing. Further recoveries are presently unknown, due to the ongoing dealings with the ultimate rights holder and them contacting debtors directly. Any further realisations are uncertain.

Based on present information the value of the debtor ledger will be significantly less than indicated in the Company's records. Further recoveries are currently unknown and I will update creditors further in subsequent report.

5 DIVIDEND PROSPECTS

Secured creditors

The records held at Companies House indicated that the Company granted a fixed and floating charge in favour of HSBC Bank Plc (HSBC) in March 2007, registered on 31 March 2007.

Following my appointment HSBC confirmed no amounts remained outstanding. Accordingly, a statement of satisfaction has been filed at Companies House by the Joint Administrators.

Preferential creditors

The Statement of Affairs, lodged by Mr Grothe on 3 December 2014, anticipated £33,869 in preferential creditors. I have received a claim from the Redundancy Payments Office for £48,648.

It is anticipated employees may also have further balancing claims in respect of arrears of wages (up to £800 each) and holiday pay. Due to the present uncertainty of a distribution to preferential creditors these amounts have not been calculated to date.

Non-preferential unsecured creditors

The Statement of Affairs included unsecured creditors with an estimated total liability of £11.8 million. I have received claims from 43 creditors at a total of £7.8 million. It should be noted no adjudication on claims has been conducted.

A dividend to non-preferential creditors is currently uncertain and will be dependent on future asset realisations. I will update creditors in my subsequent report.

6 INVESTIGATION INTO THE AFFAIRS OF THE COMPANY

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. I took into account the public interest, potential recoveries, the funds likely to be available to fund an investigation, and the costs involved. There were no matters that justified further investigation in the circumstances of this appointment.

Within six months of my appointment as Joint Administrator, I am required to submit a confidential report to the Department for Business, Innovations and Skills to include any matters which have come to my attention during the course of my work which may indicate that the conduct of any past or present director would make him unfit to be concerned with the management of the company. I confirm that my confidential report has been submitted.

7 EXTENSION TO THE PERIOD OF ADMINISTRATION

As detailed above, there are several outstanding matters that require further investigation and assets that remain to be realised. The current extension, which was approved by creditors on 25 September 2015, expires on 9 October 2016. Consideration will be given to the requirement for a further extension in due course.

8 PRE-ADMINISTRATION COSTS

As previously reported, the Joint Administrators' pre-appointment time costs up to the date of appointment on 10 October 2014 totalled £30,804. To date no amounts have been paid in respect of the Joint Administrators' pre-appointment costs.

The approval of pre-appointment costs was received from unsecured creditors on 18 December 2014.

A schedule of the Joint Administrators' pre-appointment time-costs is included at **Appendix IV**.

The following professional advisors have been utilised pre-appointment:

Professional Advisor	Nature of Work	Fee Arrangement	Fees incurred to date (£)	Paid
Shakespeare Martineau LLP (formerly SGH Martineau LLP)	Legal fees	Time costs	10,000	Yes

Plus disbursements where applicable

9 ADMINISTRATORS' REMUNERATION

The Joint Administrators' remuneration was previously authorised at a meeting of creditors, held by correspondence, on 18 December 2014 to be drawn on a time cost basis.

The Joint Administrators' time costs to 8 March 2016 amount to £255,176, representing 917 hours work at an average charge out rate of £278 per hour. Of this amount £11,930 was charged in the period between 9 September 2015 and 8 March 2016, at an average charge out rate of £302 per hour.

The Joint Administrators have drawn £16,667 in respect of their time costs. No remuneration has been drawn during this reporting period.

A schedule of the Joint Administrators' charge out rates, disbursement policy and a narrative description of the work undertaken in the Administration to date, together with the time costs incurred to date is attached as **Appendices III and IV**. Creditors should note that since my proposals were issued there has been a change to the charge out rates. These are detailed in **Appendix III**, together with my previous charge out rates.

A copy of 'A Creditors Guide to Administrators' Fees' published by the Association of Business Recovery Professionals is available at the link - <http://www.resolvegroupuk.com/resources>. Please note that there are different versions of the Guidance Notes, and in this case you should refer to the November 2011 version. A hard copy of both documents can be obtained, free of charge, on request from the address below.

10 ADMINISTRATORS' EXPENSES

The Joint Administrators' expenses to 8 March 2016 amount to £1,640. Of the total, £970, was incurred in respect to category two disbursements. I confirm the basis of charging category two disbursements was approved by unsecured creditors on 18 December 2014.

A summary of the Joint Administrators' expenses is shown at **Appendix III** and these remain unpaid at the date of this report.

Professional advisors

The following professional advisors have been used in this matter

Professional Advisor	Nature of Work	Fee Arrangement	Fees incurred to date (£)	Amount Paid (£)	Amount outstanding (£)
Lambert Smith Hampton (formerly ES (Group) Limited)	Agent / Valuer	Time costs	5,446	5,446	-
Bircham Dyson Bell LLP	Solicitors	Time costs	3,000	3,000	-
Bird & Bird LLP	Solicitors	Time costs	33,132	12,500	20,632
Schoch, Auer & Partner	Solicitors	Time costs	1,248	1,248	-
Wasserman Media Group	Agent / Valuer	Fixed fee	4,000	4,000	-
Taylor Wessing	Solicitors	Conditional fee arrangement	-	-	-
Philipp Grothe	Debt collection	Conditional fee arrangement	-	-	-

Plus disbursements where applicable

The choice of professionals was based on my perception of their experience and ability to perform this type of work, the complexity and nature of the assignment and the basis of my fee arrangement with them. The fees charged have been reviewed and I am satisfied that they are reasonable in the circumstances of this case.

Lambert Smith Hampton Limited (LSH) was instructed to provide a valuation of the Company's assets and assist with sale of same. LSH has also undertaken a review of the leasehold interest in the Company's premises and completed a review and recommendation of the offer received.

BDB has been instructed to provide legal advice in respect of the treatment of the TMD pre and post appointment funds and liaise with the legal representative acting on behalf of the TMD Claimants.

BBL was instructed to assist with negotiations with Lenani, draft the sale agreements associated with the sale and provide legal advice throughout the sale process. They have also been instructed to provide advice in respect of the boxing accounts and the beneficiary of funds held. Advice in this regard is presently ongoing.

Schoch, Auer & Partner was instructed to provide advice on the progression of the liquidation of AG.

Wasserman Media Group was also instructed to provide an independent review of the terms of the Football Club contract.

TWS has been instructed by the Purchaser in respect of the purported termination of the Football Club contract. TWS has confirmed it will also act on behalf of the Administrators in respect of this matter as the Football Club contract remains in the Company's name.

Mr Grothe has been instructed to assist with collection of the Company's debtors. Mr Grothe will be remunerated on a success fee basis of 15 per cent of net recoveries.

11 FURTHER INFORMATION AND COMPLAINTS

An unsecured creditor may, with the permission of the court or with the concurrence of five per cent in value of the unsecured creditors (including the creditor in question) request further details of the 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.

An unsecured creditor may, with the permission of the court or with the concurrence of ten per cent in value of the unsecured creditors (including the creditor in question), apply to court to challenge the amount and/or basis of the Administrators' fees and the amount of any proposed expenses or expenses already incurred, within eight weeks of receipt of this report. Any secured creditor may make a similar application to court within the same time limit.

Should you have any comments or complaints regarding this Administration, please contact Cameron Gunn in the first instance. If you consider that we have not dealt with your comment or complaint appropriately, you may request we perform an internal independent review of your complaint. This review would be undertaken by a person within ReSolve not involved in the Administration. A request for a review can be made in writing to the Compliance Manager, ReSolve Partners Limited, One America Square, Crosswall, London, EC3N 2LB or by email to mark.supperstone@resolvegroupuk.com

If you still feel that you have not received a satisfactory response then you may be able to make a complaint to the Complaints Gateway operated by the Insolvency Service. Any such complaints should be addressed to The Insolvency Service, IP Complaints, 3rd Floor, 1 City Walk, Leeds, LS11 9DA, or you may email ip.complaints@insolvency.gov.uk, or you may phone 0845 602 9848. The Complaints Gateway will in turn determine if such complaint should be addressed by Mr Gunn's, Mr Supperstone's or Mr Harris' regulatory body.

12 SUMMARY

As detailed earlier in this report, the Administration has been extended to 9 October 2016 to allow for any settlement in respect of the Football Club contract and collection of outstanding amounts due to the Company. At present the timescale to conclude this matter is uncertain. Should a subsequent extension be necessary, I shall be required to submit an application to Court for a further extension to be granted.

Should sufficient funds be received to enable a distribution to the unsecured creditors, I will consider a move to Liquidation in accordance with my proposals. Alternatively the Company will exit Administration by way of dissolution.

Should you have any queries in relation to this matter please do not hesitate to contact Nathan May of this office.

Yours faithfully
For and on behalf of
Kentaro Limited



Simon Harris
Joint Administrator

For enquiries regarding this correspondence please contact

Contact name Nathan May
Phone number 020 3326 8579
Email nathan.may@resolvegroupuk.com

The affairs, business and property of the Company are being managed by the joint administrators.
Principals, Partners, Directors and staff acting as administrators, administrative receivers or supervisors act as agents of the company over which they are appointed at all times and without personal liability.
Cameron Gunn, Mark Supperstone and Simon Harris are licensed in the United Kingdom by the Institute of Chartered Accountants in England and Wales.

APPENDIX I

STATUTORY INFORMATION

Company name	Kentaro Limited
Previous name	N/A
Company number	04918516
Date of incorporation	1 October 2003
Trading address	Unit 304 Design Centre East Chelsea Harbour London SW10 0XF
Current registered office	c/o ReSolve Partners Limited One America Square Crosswall London EC3N 2LB
Former registered office	Eighth Floor 6 New Street Square London EC4A 3AQ
Principal trading activity	The acquisition and sale of television rights for sporting events

Appointment details

Date of appointment	10 October 2014
Appointment made by	The Court
Court name	High Court of Justice, London
Court Reference	7099 of 2014
Administrators appointed	Cameron Gunn Insolvency Practitioner Number 9362 Mark Supperstone Insolvency Practitioner Number 9734 Simon Harris Insolvency Practitioner Number 11372
Dates of extensions of Administration	12 months to 9 October 2016 - creditor approval
Paragraph 100(2) statement	Any act required or authorised under any enactment to be done by an administrator may be done by any or all of the Administrators acting jointly or alone

Directors

Current Director	Philipp Grothe
Former Directors (last three years)	James Elliott Philip Ercolano Jonathan Hill Ronu Miah Christian Radeke

Share capital

Authorised

1,000 ordinary shares of £1 each

Allotted, called up and fully paid

1,000 ordinary shares of £1 each

Shareholders

Kentaro AG	1,000 Ordinary Shares	100 per cent
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Charge holder	Charge type	Date created	Date registered
Chelsea Harbour Limited	Rent Security Deposit Deed	18 November 2013	31 January 2013
HSBC Bank plc	Fixed and Floating charge Debenture	30 March 2007	31 March 2007
Chelsea Harbour Limited	Rent Security Deposit Deed	31 October 2005	3 November 2005

APPENDIX II

RECEIPTS AND PAYMENTS ACCOUNT

Sterling Funds

SUMMARY OF JOINT ADMINISTRATORS' RECEIPTS AND PAYMENTS ACCOUNT
FOR THE PERIOD 10 OCTOBER 2014 TO 8 MARCH 2016

	Note	Estimated to Realise / Estimated Statement of Affairs £	10-Oct-14 to 08-Sep-15 £	09-Sep-15 to 08-Mar 16 £	Total £
RECEIPTS					
Computer Equipment		Uncertain	200 00		200 00
Furniture and Equipment		4,250	4 250 00	368 20	4 618 20
Cash at bank		96 919	1 712 75	-	1 712 75
Cash at bank - Boxing accounts	1	-	12 14	-	12 14
Cash at bank - Talent Management Division (third party funds)	2	16,531	16 522 83	-	16 522 83
Sundry Refund - Sky		-	371 69	-	371 69
Talent Debtors (third party funds)	3	Uncertain	3 600 00	-	3 600 00
Trade Debtors		Uncertain	-	-	-
Boxing Debtors (beneficiary to be determined)		-	-	-	-
Suspense Account	4	-	3,684 83	-	3 684 83
Contribution to costs	5	-	2,300 78	-	2 300 78
Goodwill		1	1 00	-	1 00
Football Club Contract		1	1 00	-	1 00
Football Club Contract profit share commission	6	157 578	-	-	-
Seller's Records		1	1 00	-	1 00
Shares - Sports Holdings Limited		99 996	74 996 00	15 000 00	89 996 00
Match Agreement		1	1 00	-	1 00
Subsidiary dividend		Uncertain	-	-	-
Intercompany debtors - Swedish AG subsidiary		Uncertain	-	-	-
Intercompany debtors - German AG subsidiary		Uncertain	-	-	-
Overdrawn director's loan		Uncertain	-	-	-
		375,277	107 655 02	15,368 20	123,023 22
PAYMENTS					
Office Holders Fees			16 666 67		16 666 67
Agents/Valuers fees			9 200 00	246 00	9 446 00
Agents/Valuers disbursements			360 95	-	360 95
Contribution to Costs			3 000 00	-	3 000 00
Legal fees			20 748 36	3 000 00	23 748 36
Legal disbursements			1 808 19	-	1 808 19
Storage costs			2 712 70	184 95	2 897 65
Statutory Advertising			150 00	75 00	225 00
Bank charges			11 28	(3 70)	7 58
Talent Claimants				17,122 83	17 122 83
VAT irrecoverable				49 20	49 20
Insurance of assets			731 18		731 18
			55,389 33	20,674 28	76,063 61
BALANCE (Receipts less Payments)			52,265 69	(5,306 08)	46,959 61

Represented by

Current account - non interest bearing	43 959 61
Talent management division account - non interest bearing	3 000 00
US Dollar account - non interest bearing	-
Euro account - non interest bearing	-
Boxing Euro account - non interest bearing	-
VAT payable	-
VAT receivable	-
VAT Control Account	-
TOTAL CASH IN HAND	46,959 61

Simon Harris
Joint Administrator
05 April 2016

Note

- Beneficiary of certain boxing funds to be determined - cash at bank may be subject to third party claims
- Third party funds - Beneficiary talent management claimants
- Third party funds - Beneficiary talent management claimants
- Amount relates to a post appointment credit in the Company bank account which may relate to a Kentaro AG receipt
- Amount includes costs covered by the Swedish liquidator for visit to storage facility to go through company records of Kentaro AB who they are appointed over
- Profit share commission may increase - Minimum amounts payable detailed only in estimated Statement of Affairs

US Dollar Funds

KENTARO LIMITED - IN ADMINISTRATION

SUMMARY OF JOINT ADMINISTRATORS RECEIPTS AND PAYMENTS ACCOUNT FOR THE PERIOD 10 OCTOBER 2014 TO 8 MARCH 2016

	Note	Estimated to Realise Estimated Statement of Affairs £	10-Oct 14, to 08 Sep 15 US \$	09-Sep 15 to 08-Mar 16 US \$	Total US \$
RECEIPTS					
Computer Equipment		Uncertain	-	-	-
Furniture and Equipment		24,250	-	-	-
Cash at bank		96,919	2,960 79	-	2,960 79
Cash at bank - Boxing accounts	1	-	6,936 78	-	6,936 78
Cash at bank Talent Management Division (beneficiary to be determined)	2	16,531	-	-	-
Sundry Refund Sky		Uncertain	-	-	-
Talent Debtors (beneficiary to be determined)	3	Uncertain	-	-	-
Trade Debtors		Uncertain	1,475 00	-	1,475 00
Boxing Debtors (beneficiary to be determined)		Uncertain	7,500 00	-	7,500 00
Suspense Account	4	-	-	-	-
Contribution to costs	5	-	-	-	-
Goodwill		1	-	-	-
Football Club Contract		1	-	-	-
Football Club Contract profit share commission	6	157-578	-	-	-
Seller's Records		1	-	-	-
Shares - Sports Holdings Limited		99,996	-	-	-
Match Agreement		1	-	-	-
Subsidiary dividend		Uncertain	-	-	-
Intercompany debtors Swedish AG subsidiary		Uncertain	-	-	-
Intercompany debtors - German AG subsidiary		Uncertain	-	-	-
Overdrawn director's loan		Uncertain	-	-	-
		375,277	18,872 57	-	18,872 57
PAYMENTS					
Office Holders' fees		-	-	-	-
Agents/Valuers fees		-	-	-	-
Agents/Valuers disbursements		-	-	-	-
Legal fees		-	-	-	-
Legal disbursements		-	-	-	-
Storage costs		-	-	-	-
Statutory Advertising		-	-	-	-
Bank charges		-	25 00	-	25 00
Insurance of assets		-	-	-	-
		-	25 00	-	25 00
BALANCE (Receipts less Payments)			18,847 57	-	18,847 57

Represented by		
Current account - non interest bearing		-
Talent management division account - non interest bearing		-
US Dollar account non interest bearing		18,847 57
Euro account - non interest bearing		-
Boxing Euro account - non interest bearing		-
VAT payable		-
VAT receivable		-
VAT Control Account		-
TOTAL CASH IN HAND		18,847 57

Simon Harris
Joint Administrator
05 April 2016

Note

- Beneficiary of certain boxing funds to be determined - cash at bank may be subject to third party claims
- Third party funds - Beneficiary talent management claimants
- Third party funds - Beneficiary talent management claimants
- Amount relates to a post-appointment credit in the Company bank account which may relate to a Kentaro AG receipt
- Amount includes costs covered by the Swedish liquidator for visit to storage facility to go through company records of Kentaro AB who they are appointed over
- Profit share commission may increase Minimum amounts payable detailed only in estimated Statement of Affairs

Euro Funds

KENTARO LIMITED - IN ADMINISTRATION

SUMMARY OF JOINT ADMINISTRATORS RECEIPTS AND PAYMENTS ACCOUNT FOR THE PERIOD 10 OCTOBER 2014 TO 8 MARCH 2016

	Note	Estimated to Realise Estimated Statement of Affairs €	10-Oct-14 to 08 Sep-15 €	09 Sep 15 to 08-Mar 16 €	Total €
RECEIPTS					
Computer Equipment		Uncertain	-	-	-
Furniture and Equipment		4,250	-	-	-
Cash at bank		96,919	48 193 33	-	48,193 33
Cash at bank - Boxing accounts	1	-	65 954 60	-	65,954 60
Cash at bank - Talent Management Division (beneficiary to be determined)	2	16,531	-	-	-
Sundry Refund - Sky		-	-	-	-
Talent Debtors (beneficiary to be determined)	3	Uncertain	-	-	-
Trade Debtors		Uncertain	1,800 00	-	1,800 00
Boxing Debtors (beneficiary to be determined)		-	-	-	-
Suspense Account	4	-	-	-	-
Contribution to costs	5	-	-	-	-
Goodwill		1	-	-	-
Football Club Contract		-	-	-	-
Football Club Contract profit share commission	6	157,578	-	-	-
Seller's Records		1	-	-	-
Shares - Sports Holdings Limited		99,996	-	-	-
Match Agreement		1	-	-	-
Subsidiary dividend		Uncertain	-	-	-
Intercompany debtors - Swedish AG subsidiary		Uncertain	-	-	-
Intercompany debtors - German AG subsidiary		Uncertain	-	-	-
Overdrawn director's loan		Uncertain	-	-	-
		375,277	115,947 93	-	115,947 93
PAYMENTS					
Office Holders fees		-	-	-	-
Agents/Valuers fees		-	-	-	-
Agents/Valuers disbursements		-	-	-	-
Legal fees		-	-	-	-
Legal disbursements		-	-	-	-
Storage costs		-	-	-	-
Statutory Advertising		-	-	-	-
Bank charges		-	-	-	-
Insurance of assets		-	-	-	-
		-	-	-	-
BALANCE (Receipts less Payments)			115,947 93	-	115,947 93

Represented by		
Current account - non interest bearing		-
Talent management division account - non interest bearing		-
US Dollar account - non interest bearing		-
Euro account - non interest bearing		49 993 33
Boxing Euro account - non interest bearing		65 954 60
VAT payable		-
VAT receivable		-
VAT Control Account		-
TOTAL CASH IN HAND		115,947 93

Simon Harris
Joint Administrator
5 April 2016

Note

- Beneficiary of certain boxing funds to be determined - cash at bank may be subject to third party claims
- Third party funds - Beneficiary talent management claimants
- Third party funds - Beneficiary talent management claimants
- Amount relates to a post-appointment credit in the Company bank account which may relate to a Kentaro AG receipt
- Amount includes costs covered by the Swedish liquidator for visit to storage facility to go through company records of Kentaro AB who they are appointed over
- Profit share commission may increase Minimum amounts payable detailed only in estimated Statement of Affairs

APPENDIX III

ADMINISTRATORS' CHARGE OUT RATES, DISBURSEMENT POLICY AND NARRATIVE

Joint Administrators' charge out rates

Time properly incurred on cases is charged to the assignment at the hourly rate prevailing at the time. Time is recorded in units of six minutes each, so ten per hour. The current hourly charge-out rates covering the whole period are outlined below.

The hourly charge-out rates used on this case are as follows. Please note that the rates increased on 1 January 2016.

Staff grade	Rate per hour from 1 January 2016 (£)	Rate per hour to 31 December 2015 (£)
Principal	510	490
Director	415	400
Senior Manager	395	385
Manager	340	325
Assistant Manager	305	295
Senior Administrator	255	245
Administrator	195	185
Junior Administrator	145	125

Secretarial and support staff are not charged to the cases concerned, being accounted for as an overhead of ReSolve Partners Limited.

Disbursements policy

Separate charges are made in respect of directly attributable expenses (Category one disbursements) such as third party travelling, postage, photocopying, statutory advertising and other expenses made on behalf of the assignment. Details of such disbursements are included later in this report.

Indirect charges (Category two disbursements) are charged as follows:

- Photocopying 20 pence per sheet
- Faxes/telephone/room hire £150 per annum
- Mileage 45 pence per mile

A summary of the disbursements incurred are as follows:

	CATEGORY 1 Cost (£)	CATEGORY 2 Cost (£)	TOTAL Cost (£)	PAID TO DATE Cost (£)	OUTSTANDING Cost (£)
Solv Fee	110	-	110	-	110
Management fee	-	300	300	-	300
IT	38	-	38	-	38
Bonding	375	-	375	-	375
Subsistence	94	-	94	-	94
Travel	53	-	53	-	53
Postage	-	670	670	-	670
	670	970	1,640	-	1,640

Narrative of time charged

A description of the routine work undertaken in the Administration to date is as follows

Pre-appointment

- Liaising with Shakespere Martineau (formerly SGH Martineau LLP) in relation to preparing the Administration application documents to place the Company into Administration
- Liaising with the Company's director
- Assisting in the preparation of an estimated outcome statement
- Review of contract documentation to determine the Company's assets
- Review of Court documents prior to filing
- Case planning for the appointment

Administration and Planning

- Preparing the documentation and dealing with the formalities of appointment
- Statutory notifications and advertising
- Preparing documentation required
- Dealing with all routine correspondence
- Maintaining physical case files and electronic case details on Insolv
- Review and storage
- Case bordereau
- Case planning and administration
- Preparation of estimated outcome statements
- Liaising with the Company's accountant
- Liaising with the Company's solicitors
- Liaising with HSBC regarding new administration bank accounts and currency accounts
- Maintaining and managing the Administrators' cashbook and bank account
- Correspondence with the director regarding non-investigative matters

Creditors

- Dealing with creditor correspondence and telephone conversations
- Maintaining creditor information on Insolv
- Reviewing, and adjudicating on if necessary, proofs of debt received from creditors
- Dealing with ROT claims
 - Correspondence with creditors regarding their claims
 - Correspondence with the landlord regarding items at the premises
- Liaising with the secured creditor
 - Correspondence with HSBC regarding amounts outstanding
 - Filing a statement of satisfaction with the Registrar of Companies
- Liaising with Bircham Dyson Bell LLP regarding treatment of TMD funds and talent creditors generally
 - Telephone conversations and emails regarding legal advice on the talent bank account
 - Review of written legal advice on treatment of funds
 - Correspondence regarding a response to the representative acting on behalf of the talent creditors

Realisation of Assets

- Liaising with the Company's pre-appointment bankers to transfer balances held to the Administration
- Debtor ledger
 - Reviewing company records to locate invoices outstanding
 - Generating a debtor schedule
 - Correspondence with all debtors to request payment of invoices
 - Liaising with debtors by telephone, email and in writing generally
 - Reconciling amounts paid prior to appointment against debtors' accounts
 - Liaising with the director regarding his input into realising the outstanding amounts especially where no contracts are held
 - Liaising with BBL regarding the boxing accounts and the correct beneficiary of any amounts owed from boxing debtors

- Sale of assets
 - Liaising with ES Group regarding valuation, offers received and the sale of office equipment
 - Completing a sale of certain furniture and equipment
 - Attending the Company's premises to oversee removal of items
 - Preparing internal file notes on marketing tasks in relation to the sale of certain assets
 - Liaising with HMRC regarding their interest in the proposed sale
 - Liaising with the Football Association regarding the proposed sale of certain football contracts
 - Correspondence and meetings with the Purchaser's solicitors regarding the offer for the purchase of certain assets
 - Review of offer received
 - Review and amendments to draft sale agreements
 - Liaising with Bird & Bird LLP regarding negotiations of the sale and completion of sale contract
- Correspondence with the landlord
 - General correspondence regarding surrender of the lease
 - Correspondence regarding the rent deposit
 - Liaising with the landlord in Switzerland regarding the Company server
- Liaising with Rawlinson and Hunter, the Company's auditor regarding assets
 - Review of statutory accounts and other supporting information
- Liaising with Bird & Bird LLP regarding the treatment of boxing division funds
 - Telephone conversations and emails regarding legal advice on the boxing bank accounts
 - Review of written legal advice on treatment of funds
 - Correspondence regarding responses to the ultimate rights holders' solicitor

Statutory

- Statutory form preparation
- Dealing with statutory issues required under the Insolvency Act 1986, the Insolvency Rules 1986 and the Statements of Insolvency Practice,
- Filing documents with the Registrar of Companies and Court
- Reporting to the members, creditors, employees and other stakeholders

Investigations

- Review and storage of books and records
- Conduct investigations into suspicious transactions
- Review books and records to identify any transactions or actions an Administrator may take against a third party in order to recover funds for the benefit of creditors
- Transcribing bank statements for analysis in excel format
- Analysis of financial records
- Review of directors questionnaires
- Completion of internal investigation checklists
- Completion and submission of D Report to the Department for Business, Innovation and Skills
- Correspondence with the Department for Business, Innovation and Skills

Trading

- Day one attendance at site
- Liaising with employees
- Briefing staff and dealing with staff redundancies
- Site close down

APPENDIX IV

ADMINISTRATORS' TIME COSTS SUMMARY

Pre Appointment

	PARTNER / DIRECTOR		MANAGER		OTHER SENIOR PROFESSIONAL		TOTAL		AVERAGE RATE
	Hours	Cost (£)	Hours	Cost (£)	Hours	Cost (£)	Hours	Cost (£)	Cost (£)
Pre Appointment	19 20	9 408 00	47 10	17 887 50	17 60	3 508 00	83 90	30 803 50	367 15
	19 20	9,408.00	47 10	17,887 50	17 60	3,508.00	83 90	30,803 50	367 15

Post Appointment

Period 9 September 2015 to 8 March 2016

	PARTNER / DIRECTOR		MANAGER		OTHER SENIOR PROFESSIONAL		TOTAL		AVERAGE RATE
	Hours	Cost (£)	Hours	Cost (£)	Hours	Cost (£)	Hours	Cost (£)	Cost (£)
Administration & Planning	-	-	0 90	346 50	4 20	1 042 00	5 10	1 388 50	272 25
Case planning / monitoring	-	-	0 20	79 00	4 60	1 215 00	4 80	1 294 00	269 58
Cashiering	-	-	-	-	-	-	-	-	-
Compliance / technical	-	-	0 20	77 00	15 15	4 322 75	15 35	4 399 75	286 63
General administration	-	-	1 30	502 50	23 95	6,579 75	25 25	7,082 25	280 49
Creditors	-	-	-	-	-	-	-	-	-
Unsecured	2 40	1 176 00	-	-	3 50	1 033 50	5 90	2 209 50	374 49
Employees	-	-	-	-	0 30	88 50	0 30	88 50	295 00
Creditors committee	2 40	1,176 00	-	-	3 80	1 122 00	6 20	2,298 00	370 65
Investigations	-	-	-	-	-	-	-	-	-
Other investigation	-	-	1 20	473 00	-	-	1 20	473 00	394 17
Preparing / submitting D Report	-	-	-	-	-	-	-	-	-
Legal action	-	-	1 20	473 00	-	-	1 20	473 00	394 17
Realisation of Assets	-	-	-	-	-	-	-	-	-
Book debts	-	-	-	-	-	-	-	-	-
Sale of business / assets	-	-	0 20	77 00	6 30	1 872 50	6 50	1 949 50	299 92
Other assets	-	-	-	-	0 30	88 50	0 30	88 50	295 00
	-	-	0 20	77 00	6 60	1 961 00	6 80	2,038 00	299 71
Statutory	-	-	-	-	-	-	-	-	-
Statutory paperwork / form completion	-	-	0 10	38 50	-	-	0 10	38 50	385 00
Reporting to creditors	-	-	-	-	-	-	-	-	-
	-	-	0 10	38 50	-	-	0 10	38 50	385 00
Trading	-	-	-	-	-	-	-	-	-
Close down	-	-	-	-	-	-	-	-	-
Total hours and cost	2 40	1,176 00	2 80	1 091 00	34 35	9,662 75	39 55	11 929 75	301 64

Cumulative summary

	PARTNER / DIRECTOR		MANAGER		OTHER SENIOR PROFESSIONAL		TOTAL		AVERAGE RATE
	Hours	Cost (£)	Hours	Cost (£)	Hours	Cost (£)	Hours	Cost (£)	Cost (£)
Administration & Planning									
Case planning / monitoring			18.90	6,484.50	35.30	6,601.50	54.20	13,086.00	241.44
Cashiering			1.40	475.00	29.90	5,737.50	31.30	6,212.50	198.48
Reporting									
General administration	7.30	3,577.00	26.00	9,818.00	134.15	27,938.75	167.45	41,333.75	246.84
	7.30	3,577.00	46.30	16,777.50	199.35	40,277.75	252.95	60,632.25	239.70
Creditors									
Secured					1.40	343.00	1.40	343.00	245.00
Preferential					2.20	275.00	2.20	275.00	125.00
Unsecured	10.60	5,194.00	12.40	4,270.00	47.80	7,722.00	70.80	17,186.00	242.74
Employees	-	-	0.40	130.00	25.50	4,013.50	25.90	4,143.50	159.98
Creditors committee			0.70	227.50			0.70	227.50	325.00
	10.60	5,194.00	13.50	4,627.50	76.90	12,353.50	101.00	22,175.00	219.55
Investigations									
General investigation			8.00	3,080.00	6.40	1,158.00	14.40	4,238.00	294.31
D returns	-	-	0.80	260.00	9.10	1,497.50	9.90	1,757.50	177.53
Other investigation	4.50	2,205.00	14.60	5,050.00	3.80	751.00	22.90	8,006.00	349.61
Legal action									
	4.50	2,205.00	23.40	8,390.00	19.30	3,406.50	47.20	14,001.50	296.64
Realisation of Assets									
Book debts	5.00	2,450.00	6.90	2,608.50	54.20	8,584.00	66.10	13,642.50	206.39
Sale of business / assets	33.10	16,219.00	53.90	20,145.50	38.80	9,486.00	125.80	45,850.50	364.47
Property freehold and leasehold	0.70	343.00					0.70	343.00	490.00
Retention of title									
Other assets	30.50	14,945.00	119.20	44,830.00	10.00	2,091.00	159.70	61,866.00	387.39
	69.30	33,957.00	180.00	67,584.00	103.00	20,161.00	352.30	121,702.00	345.45
Statutory									
Statutory paperwork / form completion	-		2.80	916.00	53.40	7,437.00	56.20	8,353.00	148.63
Filing documents with CH / Court	-				1.40	247.00	1.40	247.00	176.43
Reporting to creditors	5.40	2,646.00	17.30	5,730.50	38.60	9,264.00	61.30	17,640.50	287.77
	5.40	2,646.00	20.10	6,646.50	93.40	16,948.00	118.90	26,240.50	220.69
Trading									
Day one matters			7.50	2,437.50	15.00	2,775.00	22.50	5,212.50	231.67
Ongoing trading administration									
Close down			7.50	2,437.50	15.00	2,775.00	22.50	5,212.50	231.67
			15.00	4,875.00	30.00	5,550.00	45.00	10,425.00	231.67
Total hours and cost	97.10	47,579.00	298.30	108,900.50	521.95	98,696.75	917.35	255,176.25	278.17