

WU07

Notice of progress report in a winding-up by the court



Companies House

THURSDAY



A08 17/10/2019 #287
COMPANIES HOUSE

1 Company details

Company number 0 5 1 6 7 7 8 7

Company name in full Adiwell Limited

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

2 Liquidator's name

Full forename(s) Kerry

Surname Bailey

3 Liquidator's address

Building name/number 3 Hardman Street

Street Spinningfields

Post town Manchester

County/Region

Postcode M 3 3 A T

Country

4 Liquidator's name ①

Full forename(s) Sarah

Surname Rayment

① Other liquidator
Use this section to tell us about
another liquidator.

5 Liquidator's address ②

Building name/number 55

Street Baker Street

London

Post town

County/Region

Postcode W 1 U 7 E U

Country

② Other liquidator
Use this section to tell us about
another liquidator.

WU07

Notice of progress report in a winding-up by the court

6 Period of progress report

From date	^d 1	^d 8	^m 0	^m 8	^y 2	^y 0	^y 1	^y 8
To date	^d 1	^d 7	^m 0	^m 8	^y 2	^y 0	^y 1	^y 9

7 Progress report

☒ The progress report is attached

8 Sign and date

Liquidator's signature

Signature

X



X

Signature date

^d 1	^d 6	^m 1	^m 0	^y 2	^y 0	^y 1	^y 9
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WU07

Notice of progress report in a winding-up by the court



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 **Kerry Bailey**

Company name **BDO LLP**

Address **5 Temple Square**

Temple Street

Post town **Liverpool**

County/Region

Postcode

L 2 5 R H

Country

DX **BRNOTICE@bdo.co.uk**

Telephone **01512 374 500**



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

Adiwell Limited
(In Liquidation)
Joint Liquidators' Summary of Receipts & Payments

Statement of Affairs £	From 18/08/2018 To 17/08/2019 £	From 18/08/2017 To 17/08/2019 £
FIXED CHARGE ASSETS		
Fixed charge transfer from Admin	NIL	623,757.25
Freehold Land & Property	755,000.00	1,505,000.00
Funding provided by west Brom	88,528.87	206,774.98
Insurance Recharged	12,838.98	12,838.98
Late Completion Interest	NIL	8.59
Rent Deposit Received	2,500.00	2,500.00
Rent Received	370,306.84	787,192.54
	<u>1,229,174.69</u>	<u>3,138,072.34</u>
FIXED CHARGE COSTS		
Administrators' Disbursements	NIL	232.13
Administrators' Fees	NIL	113,846.30
Agents' Fees & Disbs	31,160.00	48,045.00
Bank Charges	NIL	0.35
Insurance	38,511.16	38,511.16
Joint Liquidators' fees	64,146.00	77,693.00
Legal Fees & Disbs	19,166.23	22,583.61
Security agents	2,239.20	2,239.20
Utility costs	1,293.60	1,293.60
	<u>(156,516.19)</u>	<u>(304,444.35)</u>
FIXED CHARGE CREDITORS		
HSBC BANK Plc	917,454.00	1,849,886.00
West Bromwich Commercial Limited	376,150.68	946,448.55
	<u>(1,293,604.68)</u>	<u>(2,796,334.55)</u>
ASSET REALISATIONS		
Bank Interest Net of Tax	163.24	163.24
Floating charge transfer from Admin	NIL	1,427.85
Interest Gross	201.92	378.09
Petition deposit	NIL	1,600.00
Sundry Refunds	1,740.00	1,740.00
	<u>2,105.16</u>	<u>5,309.18</u>
COST OF REALISATIONS		
Bank Charges	104.70	177.90
Company SofS fee	NIL	5,000.00
ISA payment fees	0.90	2.55
OR General fee	NIL	6,000.00
Statutory Advertising	NIL	88.95
Telephone Telex & Fax	156.98	156.98
	<u>(262.58)</u>	<u>(11,426.38)</u>
	<u>(219,103.60)</u>	<u>31,176.24</u>
REPRESENTED BY		
Bank 1 MM		3,004.03
HSBC local account		135.46
Input VAT		9,137.40
ISA - HSBC fixed charge		2,886.29
ISA - West Brom fixed charge		8,167.04
ISA Main Account		2,464.10
Output VAT		(9,000.00)
West Brom - local account		14,381.92
		<u>31,176.24</u>



Tel: +44 (0)151 237 4500
Fax: +44 (0)151 237 4545
www.bdo.co.uk

5 Temple Square
Temple Street
Liverpool
L2 5RH

TO ALL CREDITORS AND CONTRIBUTORIES

16 October 2019

Our Ref 00276140/KB/DF/C2

Please ask for David Forster
0151 237 4530
Email BRCMT@bdo.co.uk

Dear Madams/Sirs

Adiwell Limited - In Compulsory Liquidation ('the Company')

Registered number: 05167787

High Court of Justice, Chancery Division, Manchester District Registry No 2017-2770

I set out below an annual progress report in accordance with Section 104A of the Insolvency Act 1986 and Rule 18.4 of the Insolvency (England and Wales) Rules 2016 ('the Rules'). This report covers the period 18 August 2018 to 17 August 2019 ('the Period') and should be read in conjunction with my previous reports.

Professional information regarding the Joint Liquidators

The Joint Liquidators are Kerry Bailey (officeholder No: 8780) of BDO LLP, 3 Hardman Street, Spinningfields, Manchester, M3 3AT and Sarah Rayment (officeholder No: 9162) of BDO LLP, 55 Baker Street, London, W1U 7E and were appointed on 18 August 2017 by the court following the discharge of the preceding Administration order.

The Joint Liquidators carry out their functions jointly and severally, meaning any action can be done by one Liquidator or by both of them. The Joint Liquidators may also be contacted via David Forster at BRCMT@bdo.co.uk.

The Company's registered office is situated at 3 Hardman Street, Spinningfields, Manchester, M3 3AT and the registered number is 05167787.

Receipts and Payments

I attach for your information a summary of my Receipts and Payments account, analysed to show activity in the Period compared to the whole of the Liquidation. The account shows a balance in hand of £31,176.

Receipts

I would comment specifically on the following:

Freehold Land & Property

As reported in the preceding Administration, at the date of the Administrators' appointment the Company's property portfolio comprised twelve commercial properties and one mixed use property. Of these properties, nine were subject to fixed charges in favour of HSBC Bank Plc

BDO LLP, a UK limited liability partnership registered in England and Wales under number OC305127, is a member of BDO International Limited, a UK company limited by guarantee, and forms part of the international BDO network of independent member firms. A list of members' names is open to inspection at our registered office, 55 Baker Street, London W1U 7EU. BDO LLP is authorised and regulated by the Financial Conduct Authority to conduct investment business.

The Joint Liquidators are Data Controllers as defined by the General Data Protection Regulations. BDO LLP will act as Data Processor on the instruction of the Data Controllers. Personal data will be kept secure and processed only for matters relating to the Liquidation of Adiwell Limited. Please see the privacy statement at <https://www.bdo.co.uk/en-gb/legal-privacy/privacy-notice>





('HSBC') with the remaining four being subject to fixed charges in favour of West Bromwich Commercial Limited ('WBCL').

At the date of Liquidation five properties had yet to be sold, two of which were subject to HSBC fixed charges and three to WBCL fixed charges.

One property subject to HSBC fixed charge security was sold in the first year of the Liquidation. During the Period, the final property subject to HSBC fixed charge security, at Rosemary Road, Clacton, was sold for £755,000 as shown on the receipts and payments summary.

The three further properties subject to WBCL's fixed charge security remain unsold at this time.

Rent Received

Rent totalling £370,307 was received during the Period from the occupiers of the various commercial properties in the Company's portfolio.

Funding Provided by West Bromwich Commercial Limited

Funds of £88,529 were advanced by WBCL to enable settlement of certain costs.

Other Receipts

The other receipts shown on the attached summary are self-explanatory.

Payments

The payments shown are largely self-explanatory, although I would comment specifically on the following:

Agents' Fees

Agents' fees of £15,625 were paid in the Period in respect of the sale of the property at Rosemary Road, Clacton. These fees were discharged from the proceeds of the property sale.

In addition, agents' fees of £15,535 were paid for matters relating to the properties subject to WBCL's fixed charge security. The work done has included agreement of a short term lease, assessing a potential split of one property into separate units, and the ongoing provision of valuation and other advice to the Liquidators. These costs were funded by way of an advance of funds by WBCL.

Further agents' fees will continue to accrue in relation to the unsold properties, including in relation to their eventual disposal, but no fees were outstanding to be paid as at the end of the Period.

Legal Fees

Legal fees of £4,571 were paid in the Period in respect of the sale of the property at Rosemary Road, Clacton. These fees were discharged from the proceeds of the property sale.

During the Period, legal fees and disbursements of £19,166 were paid in relation to the property at Rosemary Road, Clacton.

In addition, legal fees of £14,595 were paid for matters relating to the properties subject to WBCL's fixed charge security. The work done has included consideration of a dilapidations claim and preparation of a short term lease agreement. These costs were funded by way of an advance of funds by WBCL.

Further legal fees will continue to accrue in relation to the unsold properties, including in relation to their eventual disposal, but no fees were outstanding to be paid as at the end of the Period.

Insurance

During the Period, the Company made payments totalling £38,511 to Willis in respect of insurance. This included sums incurred in the preceding Administration, payment of which had been deferred at that stage.

Security Agents

A total of £2,239 was paid to Veritas during the Period in respect of security costs for a period whilst one property was vacant.

Utility Costs

Utility costs of £1,294 were paid to Npower in respect of a period whilst one property was vacant.

Other Costs

The Joint Liquidators' fees which were drawn in the Period are discussed in further detail later in this report.

Progress of the Liquidation

The Joint Liquidators have continued to perform their statutory duties in the Liquidation.

Three properties remain to be realised in the Liquidation. At present it is anticipated that these properties may remain held by the Company for in excess of two years. The strategy in this respect remains subject to regular review in conjunction with the appointed agents and with WBCL in their capacity as fixed charge holder over each of these properties.

Realisations from the sale of the properties will be paid to the secured creditors in due course in accordance with the fixed charge security held.

I can confirm that there are no assets of a peculiar or special nature within this Liquidation which cannot be sold. Consequently, there has been no distribution of unsold assets to creditors, as mentioned in Rules 18.10/14.13 of the Insolvency (England & Wales) Rules 2016.



Prospects for Creditors

Secured Creditors

WBCL holds legal charges over each of the three remaining properties in the portfolio in addition to a deed of rental assignment. WBCL also holds a floating charge debenture over the assets and undertaking of the Company, which was created on 1 February 2007.

At the date of the Administration appointment, WBCL was owed £12,117,000. WBCL received total distributions of £2,188,503 during the Administration and a further £946,449 has been distributed to WBCL in the Liquidation, including £376,151 distributed during the Period as shown on the enclosed Receipts and Payments account.

At the date of Liquidation, HSBC held legal charges over two of the remaining properties in the Company's portfolio. Both of these properties have now been sold.

At the date of the Administration appointment, HSBC was owed £11,146,000. HSBC have received total distributions of £5,350,377 during the Administration and a further £1,849,886 during the Liquidation, of which £917,454 has been distributed during the Period.

It is anticipated that both secured creditors will suffer a shortfall in relation to their lending.

Preferential Creditors

There are no preferential claims in this Liquidation.

Unsecured Creditors & Prescribed Part

Unsecured claims of £647,282 have been received to date.

Under Section 176A of the Insolvency Act 1986, where after 15 September 2003 a company has granted a floating charge to a creditor, a proportion of the net property of that company must be made available purely for the unsecured creditors.

The Company did grant a floating charge after this date. However on present information it is anticipated that floating charge realisations will be insufficient for there to be any net property in the Liquidation, and therefore it is not expected that any funds will be available under these prescribed part provisions.

Based on current information, it is anticipated that there will be insufficient funds available to enable a dividend to be paid to unsecured creditors.

Investigations

As this is a Compulsory Liquidation, the duty to investigate the affairs of the Company and also the conduct of the directors remain with the Official Receiver who will carry out their own investigations.

If any creditor believes that they may have any information that would assist the Official Receiver in their enquiries, they should write to the Official Receiver at 2nd Floor, 3 Piccadilly Place, London Road, Manchester, M1 3BN.

Joint Liquidators' Remuneration

Pursuant to the Rules, the Joint Liquidators are obliged to fix their remuneration in accordance with Rule 18.16. This permits remuneration to be fixed either:

- (1) As a percentage of the assets realised and distributed; and/or
- (2) By reference to the time the Joint Liquidators and the staff have spent attending to matters in the Liquidation as set out in the fees estimate; and/or
- (3) As a set amount; and/or
- (4) As a combination of the above.

Where insufficient property will be available to enable any distribution to be made to unsecured creditors (other than by virtue of the prescribed part, if any), the Liquidators' remuneration and any category 2 disbursements will be subject to the approval of the secured creditors as set out in Rule 18.18(4).

In this Liquidation, the above provision applies. The Liquidators have therefore sought the approval of the secured creditors and have received agreement regarding the basis and quantum of all fees drawn.

I attach two schedules detailing the time costs incurred to date. The first schedule covers the Period and records time costs of £90,476, which represents 314 hours spent at an average charge out rate of approximately £288 per hour.

The work done in the Period included various matters relating to the sale of the property at Rosemary Road, Clacton, and the ongoing management of the properties subject to WBCL's fixed charge security, together with statutory matters in the Liquidation. All costs drawn have been approved by the secured creditors.

The second schedule covers the whole period of appointment and records time costs of £190,792, which represents 636 hours spent at an average charge out rate of approximately £300 per hour.

Since the commencement of the Liquidation, the sum of £77,693 has been drawn in respect of Joint Liquidators' fees, with £64,146 being drawn during the Period, as shown on the attached Receipts and Payments account

For guidance, I enclose a document that outlines the policy of BDO LLP in respect of fees and disbursements.

Disbursements

Where disbursements are recovered in respect of precise sums expended to third parties there is no necessity for these costs to be authorised. These are known as category 1 disbursements.

Some Liquidators recharge expenses, for example printing, photocopying and telephone costs, which cannot economically be recorded in respect of each specific case. Such expenses, which are apportioned to cases, require the approval of the creditors before they can be drawn, and these are known as category 2 disbursements. The policy of BDO LLP in respect of this appointment is not to charge any category 2 disbursements with the exception of mileage based

on the mileage scale approved by HMRC, being 45p per mile unless otherwise disclosed to the creditors.

The Joint Liquidators have not incurred any disbursements in the Period.

Creditors' Rights

I provide at the end of this report an extract from the Rules setting out the rights of creditors to request further information and/or challenge the remuneration or expenses within the Liquidation. Creditors may access information setting out creditors' rights in respect of the approval of Liquidator's remuneration at <https://www.r3.org.uk/what-we-do/publications/professional/fees>.

The Insolvency Service has established a central gateway for considering complaints in respect of insolvency practitioners. In the event that you make a complaint to me but are not satisfied with the response from me then you should visit <https://www.gov.uk/complain-about-insolvency-practitioner> where you will find further information on how you may pursue the complaint.

The Joint Liquidators are bound by the Insolvency Code of Ethics when carrying out all professional work relating to this appointment. A copy of the code is at: <http://www.icaew.com/en/members/regulations-standards-and-guidance/ethics/code-of-ethics-d>

If you require any further information, please do not hesitate to contact David Forster of my office.

Yours faithfully
For and on behalf of
Adiwell Limited



Kerry Bailey
Joint Liquidator
Authorised by the Institute of Chartered Accountants in England & Wales in the UK

Enclosures:

Receipts and Payments Account
SIP 9 Time Cost Report for the Period
SIP 9 Time Cost Report for the period of the Liquidation
BDO LLP Policy in respect of Fees and Disbursements
Statement of Creditors' Rights in respect of Fees and Disbursements

Adiwell Limited
(In Liquidation)
Joint Liquidators' Summary of Receipts & Payments

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Sundry Refunds	1,740.00	1,740.00
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COST OF REALISATIONS		
Bank Charges	104.70	177.90
Company SofS fee	NIL	5,000.00
ISA payment fees	0.90	2.55
OR General fee	NIL	6,000.00
Statutory Advertising	NIL	88.95
Telephone Telex & Fax	156.98	156.98
	<u>(262.58)</u>	<u>(11,426.38)</u>
	<u>(219,103.60)</u>	<u>31,176.24</u>
REPRESENTED BY		
Bank 1 MM		3,004.03
HSBC local account		135.46
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ISA - HSBC fixed charge		2,886.29
ISA - West Brom fixed charge		8,167.04
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Output VAT		(9,000.00)
West Brom - local account		14,381.92
		<u>31,176.24</u>

Detail of Time Charged and Rates Applicable for the Period From 18/08/2018 to 17/08/2019

Description	PARTNER		MANAGER		ASSISTANT MANAGER		SENIOR ADMINISTRATOR		ADMINISTRATOR		OTHER STAFF		GRAND TOTAL	
	Hours	Total £	Hours	Total £	Hours	Total £	Hours	Total £	Hours	Total £	Hours	Total £	Hours	Total £
B. Steps on Appointment														
08. Detail Documentation Review	1.75	932.75											1.75	932.75
sub total -	1.75	932.75		0.00									1.75	932.75
B. Steps on Appointment														
C. Planning and Strategy														
07. Strategy Planning	3.00	1,599.00	1.00	314.00			0.80	169.60					4.80	2,082.60
sub total -	3.00	1,599.00	1.00	314.00			0.80	169.60					4.80	2,082.60
C. Planning and Strategy														
D. General Administration														
01. Insurance Matters			2.00	628.00					3.00	495.00			5.00	1,123.00
02. VAT			4.25	1,334.50									4.25	1,334.50
03. Taxation	3.25	3,100.50	11.25	3,532.50			3.30	674.40					17.80	7,307.40
05. Investigations														
07. Receipts Payments Accounts			3.00	812.50			12.15	2,259.25	34.05	3,226.90	0.55	63.80	49.75	6,362.45
08. Remuneration Issues			0.50	157.00									0.50	157.00
14. General Discussions							0.40	84.80					0.40	84.80
15. Gen. Admin Correspondence	1.00	533.00	0.35	103.20			0.85	108.55	4.90	594.50			7.10	1,339.25

Detail of Time Charged and Rates Applicable for the Period From 18/08/2018 to 17/08/2019

Description	PARTNER		MANAGER		ASSISTANT MANAGER		SENIOR ADMINISTRATOR		ADMINISTRATOR		OTHER STAFF		GRAND TOTAL	
	Hours	Total £	Hours	Total £	Hours	Total £	Hours	Total £	Hours	Total £	Hours	Total £	Hours	Total £
sub total -	4.25	3,633.50	21.35	6,567.70			16.70	3,127.00	41.95	4,316.40	0.55	63.80	84.80	17,706.40
D. General Administration														
E. Assets Realisation/Dealing														
04. Agent Instruction Liasing														
06. Property Related Matters	1.50	799.50	104.60	44,154.05			0.20	40.00	2.00	330.00			2.20	370.00
09. Dealing with other Assets							17.70	3,579.60	37.00	4,665.00			160.80	53,198.15
sub total -	1.50	799.50	104.60	44,154.05			17.90	3,619.60	42.00	5,490.00			3.00	495.00
E. Assets Realisation/Dealing														
H. Creditor Claims														
04. Non-Preferential Creditors							0.20	42.40					0.20	42.40
sub total -				0.00			0.20	42.40					0.20	42.40
H. Creditor Claims														
I. Reporting														
01. Statutory Reporting			2.50	785.00			1.40	166.60	7.75	534.75			11.65	1,486.35
02. Reporting to Appointor	7.00	3,811.00	5.75	1,805.50			0.30	65.40	4.00	660.00			17.05	6,341.90
03. Reporting to Committee			2.00	628.00									2.00	628.00
04. Reporting to Creditors	3.25	1,732.25	12.00	3,808.50									15.25	5,540.75
sub total -	10.25	5,543.25	22.25	7,027.00			1.70	232.00	11.75	1,194.75			45.95	13,997.00
I. Reporting														

Detail of Time Charged and Rates Applicable for the Period From 18/08/2018 to 17/08/2019

Description	PARTNER		MANAGER		ASSISTANT MANAGER		SENIOR ADMINISTRATOR		ADMINISTRATOR		OTHER STAFF		GRAND TOTAL	
	Hours	Total £	Hours	Total £	Hours	Total £	Hours	Total £	Hours	Total £	Hours	Total £	Hours	Total £
J. Distribution and Closure														
01. Closure Planning									10.00	1,650.00			10.00	1,650.00
sub total -				0.00					10.00	1,650.00			10.00	1,650.00
J. Distribution and Closure														
Net Total													90,476.30	
Secretarial Expense													0.00	
Other Disbursements													0.00	
Billed													0.00	
Grand Total													90,476.30	

Detail of Time Charged and Rates Applicable for the Period From 18/08/2017 to 17/08/2019

Description	PARTNER		MANAGER		ASSISTANT MANAGER		SENIOR ADMINISTRATOR		ADMINISTRATOR		OTHER STAFF		GRAND TOTAL	
	Hours	Total £	Hours	Total £	Hours	Total £	Hours	Total £	Hours	Total £	Hours	Total £	Hours	Total £
B. Steps on Appointment														
02. Statutory Documentation	2.75	1,452.75	0.50	100.00									0.50	100.00
08. Detail Documentation Review	2.75	1,452.75	0.50	100.00									2.75	1,452.75
sub total -													3.25	1,552.75
B. Steps on Appointment														
C. Planning and Strategy														
05. Review Options Available	2.00	1,066.00											2.00	1,066.00
07. Strategy Planning	3.00	1,590.00	2.25	640.25			0.80	169.60					6.05	2,408.85
sub total -	5.00	2,656.00	2.25	640.25			0.80	169.60					8.05	3,474.85
C. Planning and Strategy														
D. General Administration														
01. Insurance Matters			2.90	885.40					3.00	495.00			5.90	1,380.40
02. VAT			5.50	1,660.75	0.05	6.20							5.55	1,666.95
03. Taxation	7.55	7,009.20	13.20	4,041.45			3.30	674.40	2.00	204.00			26.05	11,929.05
04. Instruct Liase Solicitors			0.20	59.00									0.20	59.00
05. Investigations														
07. Receipts Payments Accounts	0.75	390.00	25.05	6,245.95	3.90	485.25	23.10	3,618.55	83.85	7,567.60	1.95	160.30	138.60	18,467.65
08. Remuneration Issues			4.90	1,305.40									4.90	1,305.40

Detail of Time Charged and Rates Applicable for the Period From 18/08/2017 to 17/08/2019

Description	PARTNER		MANAGER		ASSISTANT MANAGER		SENIOR ADMINISTRATOR		ADMINISTRATOR		OTHER STAFF		GRAND TOTAL	
	Hours	Total £	Hours	Total £	Hours	Total £	Hours	Total £	Hours	Total £	Hours	Total £	Hours	Total £
09. Statutory Matters			5.15	1,344.15									5.15	1,344.15
14. General Discussions							0.40	84.80					0.40	84.80
15. Gen. Admin Correspondence	2.80	1,734.20	3.75	1,006.45			1.75	238.15	14.60	1,492.30			22.90	4,471.10
99. Other Matters									2.00	204.00			2.00	204.00
sub total -	11.10	9,133.40	60.65	16,548.55	3.95	491.45	28.55	4,615.90	105.45	9,962.90	1.95	160.30	211.65	40,912.50
D. General Administration														
E. Assets Realisation/Dealing			4.25	1,109.25			0.20	40.00	2.00	330.00			6.45	1,479.25
04. Agent Instruction Liasing									51.50	7,687.50			292.10	109,980.90
06. Property Related Matters	1.50	799.50	221.10	97,854.30			18.00	3,639.60	3.00	495.00			3.00	495.00
09. Dealing with other Assets														
sub total -	1.50	799.50	225.35	98,963.55			18.20	3,679.60	56.50	8,512.50			301.55	111,955.15
E. Assets Realisation/Dealing														
H. Creditor Claims														
04. Non-Preferential Creditors							0.20	42.40					0.20	42.40
sub total -				0.00			0.20	42.40					0.20	42.40
H. Creditor Claims														
I. Reporting														
01. Statutory Reporting			2.50	785.00			1.40	166.60	9.75	744.75			13.65	1,696.35

Detail of Time Charged and Rates Applicable for the Period From 18/08/2017 to 17/08/2019

Description	PARTNER		MANAGER		ASSISTANT MANAGER		SENIOR ADMINISTRATOR		ADMINISTRATOR		OTHER STAFF		GRAND TOTAL	
	Hours	Total £	Hours	Total £	Hours	Total £	Hours	Total £	Hours	Total £	Hours	Total £	Hours	Total £
02. Reporting to Appointor	10.00	5,592.00	26.95	7,410.70			0.70	145.40	7.25	1,469.25			44.90	14,617.35
03. Reporting to Committee			2.00	628.00									2.00	628.00
04. Reporting to Creditors	8.75	4,592.25	22.75	7,158.50									31.50	11,750.75
06. Reporting to other bodies									3.00	747.00			3.00	747.00
99. Other Matters	1.00	520.00											1.00	520.00
sub total -	19.75	10,704.25	54.20	15,982.20			2.10	312.00	20.00	2,961.00			96.05	29,950.45
I. Reporting														
J. Distribution and Closure														
01. Closure Planning									10.00	1,650.00			10.00	1,650.00
02. Distributions									5.00	1,245.00			5.00	1,245.00
sub total -				0.00					15.00	2,895.00			15.00	2,895.00
J. Distribution and Closure														
Net Total														190,792.10
Secretarial Expense														0.00
Other Disbursements														0.00
Billed														0.00
Grand Total														190,792.10



Adiwell Limited - In Compulsory Liquidation

In accordance with best practice I provide below details of the policies of BDO LLP in respect of fees and expenses for work in relation to the above insolvency.

The current charge out rates per hour of staff within my firm who may be involved in working on the insolvency follows:

GRADE	£
Partner	549
Manager	242-380
Assistant Manager	218
Senior Administrator	206
Administrator	119-185
Other Staff	73-77

This in no way implies that staff at all such grades will work on the case. The rates charged by BDO LL are reviewed on a regular basis and are adjusted to take account of inflation and the firm's overheads.

Time spent on casework is recorded directly to the relevant case using a computerised time recording system and the nature of the work undertaken is recorded at that time. Units of time can be as small as 3 minutes. BDO LLP records work in respect of insolvency work under the following categories:

Pre Appointment
Steps upon Appointment
Planning and Strategy
General Administration
Asset Realisation/Management
Trading Related Matters
Employee Matters
Creditor Claims
Reporting
Distribution and Closure
Other Issues

Under each of the above categories the work is recorded in greater detail in sub categories. Please note that the 11 categories provide greater detail than the six categories recommended by the Recognised Professional Bodies who are responsible for licensing and monitoring insolvency practitioners.

Where an officeholder's remuneration is approved on a time cost basis the time invoiced to the case will be subject to VAT at the prevailing rate.

Where remuneration has been approved on a time costs basis a periodic report will be provided to any committee appointed by the creditors or in the absence of a committee to the creditors. The report will provide a breakdown of the remuneration drawn and will enable the recipients to see the average rates of such costs.

Other Costs

Where expenses are incurred in respect of the insolvent estate they will be recharged. Such expenses can be divided into two categories.



1) Category 1

This heading covers expenses where BDO LLP has met a specific cost in respect of the insolvent estate where payment has been made to a third party. Such expenses may include items such as advertising, couriers, travel (by public transport), land registry searches, fees in respect of swearing legal documents etc. In each case the recharge will be reimbursement of a specific expense incurred.

2) Category 2

We propose to recover from the estate the cost of travel where staff use either their own vehicles or company cars in travelling connected with the insolvency. In these cases a charge of 45p per mile is raised which is in line with the HM Revenue & Customs Approved Mileage Rates (median - less than 10,000 miles per annum) which is the amount the firm pays to staff. Where costs are incurred in respect of mileage, approval will be sought in accordance with the Insolvency (England and Wales) Rules 2016 to recover this disbursement.

Where applicable, all disbursements will be subject to VAT at the prevailing rate.

BDO LLP
16 October 2019

Statement from the Insolvency (England and Wales) Rules 2016 regarding the rights of creditors in respect of the Joint Liquidators' fees and expenses:

Creditors' and members' requests for further information in administration, winding up and bankruptcy

18.9.—(1) The following may make a written request to the office-holder for further information about remuneration or expenses (other than pre-administration costs in an administration) set out in a progress report under rule 18.4(1)(b), (c) or (d) or a final report under rule 18.14—

- (a) a secured creditor;
 - (b) an unsecured creditor with the concurrence of at least 5% in value of the unsecured creditors (including the creditor in question);
 - (c) members of the Company in a members' voluntary winding up with at least 5% of the total voting rights of all the members having the right to vote at general meetings of the Company;
 - (d) any unsecured creditor with the permission of the court; or
 - (e) any member of the Company in a members' voluntary winding up with the permission of the court.
- (2) A request, or an application to the court for permission, by such a person or persons must be made or filed with the court (as applicable) within 21 days of receipt of the report by the person, or by the last of them in the case of an application by more than one member or creditor.
- (3) The office-holder must, within 14 days of receipt of such a request respond to the person or persons who requested the information by—
- (a) providing all of the information requested;
 - (b) providing some of the information requested; or
 - (c) declining to provide the information requested.
- (4) The office-holder may respond by providing only some of the information requested or decline to provide the information if—
- (a) the time or cost of preparation of the information would be excessive; or
 - (b) disclosure of the information would be prejudicial to the conduct of the proceedings;
 - (c) disclosure of the information might reasonably be expected to lead to violence against any person; or
 - (d) the office-holder is subject to an obligation of confidentiality in relation to the information.
- (5) An office-holder who does not provide all the information or declines to provide the information must inform the person or persons who requested the information of the reasons for so doing.
- (6) A creditor, and a member of the Company in a members' voluntary winding up, who need not be the same as the creditor or members who requested the information, may apply to the court within 21 days of—
- (a) the office-holder giving reasons for not providing all of the information requested; or
 - (b) the expiry of the 14 days within which an office-holder must respond to a request.
- (7) The court may make such order as it thinks just on an application under paragraph (6).

Remuneration and expenses: application to court by a creditor or member on grounds that remuneration or expenses are excessive

18.34.—(1) This rule applies to an application in an administration, a winding-up or a bankruptcy made by a person mentioned in paragraph (2) on the grounds that—

- (a) the remuneration charged by the office-holder is in all the circumstances excessive;
 - (b) the basis fixed for the office-holder's remuneration under rules 18.16, 18.18, 18.19, 18.20 and 18.21 (as applicable) is inappropriate; or
 - (c) the expenses incurred by the office-holder are in all the circumstances excessive.
- (2) The following may make such an application for one or more of the orders set out in rule 18.36 or 18.37 as applicable—
- (a) a secured creditor,
 - (b) an unsecured creditor with either—
 - (i) the concurrence of at least 10% in value of the unsecured creditors (including that creditor), or
 - (ii) the permission of the court, or
 - (c) in a members' voluntary winding up—
 - (i) members of the Company with at least 10% of the total voting rights of all the members having the right to vote at general meetings of the Company, or
 - (ii) a member of the Company with the permission of the court.
- (3) The application by a creditor or member must be made no later than eight weeks after receipt by the applicant of the progress report under rule 18.3, or final report or account under rule 18.14 which first reports the charging of the remuneration or the incurring of the expenses in question ("the relevant report").

Applications under rules 18.34 and 18.35 where the court has given permission for the application

18.36.—(1) This rule applies to applications made with permission under rules 18.34 and 18.35.

- (2) Where the court has given permission, it must fix a venue for the application to be heard.

- (3) The applicant must, at least 14 days before the hearing, deliver to the office-holder a notice stating the venue and accompanied by a copy of the application and of any evidence on which the applicant intends to rely.
- (4) If the court considers the application to be well-founded, it must make one or more of the following orders—
 - (a) an order reducing the amount of remuneration which the office-holder is entitled to charge;
 - (b) an order reducing any fixed rate or amount;
 - (c) an order changing the basis of remuneration;
 - (d) an order that some or all of the remuneration or expenses in question is not to be treated as expenses of the administration, winding up or bankruptcy;
 - (e) an order for the payment of the amount of the excess of remuneration or expenses or such part of the excess as the court may specify by —
 - (i) the administrator or liquidator or the administrator's or liquidator's personal representative to the Company, or
 - (ii) the trustee or the trustee's personal representative to such person as the court may specify as property comprised in the bankrupt's estate;
 - (f) any other order that it thinks just.
- (5) An order under paragraph (4)(b) or (c) may only be made in respect of periods after the period covered by the relevant report.
- (6) Unless the court orders otherwise the costs of the application must be paid by the applicant, and are not payable as an expense of the administration, winding up or bankruptcy.

Applications under rule 18.34 where the court's permission is not required for the application

18.37.—(1) On receipt of an application under rule 18.34 for which the court's permission is not required, the court may, if it is satisfied that no sufficient cause is shown for the application, dismiss it without giving notice to any party other than the applicant.

- (2) Unless the application is dismissed, the court must fix a venue for it to be heard.
- (3) The applicant must, at least 14 days before any hearing, deliver to the office-holder a notice stating the venue with a copy of the application and of any evidence on which the applicant intends to rely.
- (4) If the court considers the application to be well-founded, it must make one or more of the following orders—
 - (a) an order reducing the amount of remuneration which the office-holder is entitled to charge;
 - (b) an order reducing any fixed rate or amount;
 - (c) an order changing the basis of remuneration;
 - (d) an order that some or all of the remuneration or expenses in question be treated as not being expenses of the administration or winding up or bankruptcy;
 - (e) an order for the payment of the amount of the excess of remuneration or expenses or such part of the excess as the court may specify by —
 - (i) the administrator or liquidator or the administrator's or liquidator's personal representative to the Company, or
 - (ii) the trustee or the trustee's personal representative to such person as the court may specify as property comprised in the bankrupt's estate;
 - (f) any other order that it thinks just.
- (5) An order under paragraph (4)(b) or (c) may only be made in respect of periods after the period covered by the relevant report.
- (6) Unless the court orders otherwise the costs of the application must be paid by the applicant, and are not payable as an expense of the administration or as winding up or bankruptcy.