

The Insolvency Act 1986

Administrator's progress report

Name of Company

Equidebt Holdings Limited (In Administration)

Company number

05524029

In the

High Court of Justice, Chancery Division
Birmingham District Registry

Court case number

8282 of 2013

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

I/ We (a) T Lukic and S Allport

Ernst & Young LLP, No 1 Colmore Square, Birmingham, B4 6HQ

administrator(s) of the above company attach a progress report for the period

from

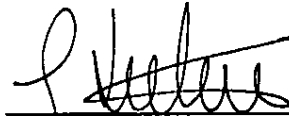
to

(b) Insert date

(b) 10 May 2014

(b) 9 November 2014

Signed



Joint / Administrator(s)

Dated

1/12/2014

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.

David Palmer

Ernst & Young LLP, No 1 Colmore Square, Birmingham, B4 6HQ

Tel 0121 535 2797

DX Number

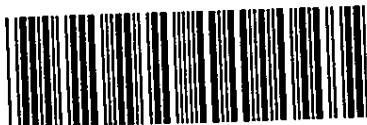
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TO ALL KNOWN CREDITORS

1 December 2014

Ref EQL/TL/DH/KO/TI/DP

Taimur Imran

Direct line 0121 535 2343

Direct fax 0121 535 2448

Dear Sirs

**Equidebt Limited ("EQL")
Equidebt Holdings Limited ("EQH")
(Both in Administration) (together "the Companies")**

**High Court of Justice, Chancery Division, Birmingham District Registry,
Numbers 8281 of 2013 and 8282 of 2013**

**Registered office address: c/o Ernst & Young LLP, No. 1 Colmore Square, Birmingham,
B4 6HQ**

We write to provide you with our progress report for the period 10 May 2014 to 9 November 2014 and also our final progress report which covers the period from 10 November 2014 to 1 December 2014 and includes details of the final outcome. This report should be read in conjunction with the Joint Administrators' Statement of Proposals dated 2 August 2013 ("the Proposals") and the previous six month progress reports to creditors dated 16 January 2014 and 19 May 2014.

EQL, registered number 02686796, and EQH, registered number 05524029, entered Administration on 17 June 2013 and T Lukic and S Allport of Ernst & Young LLP, No. 1 Colmore Square, Birmingham, B4 6HQ and Ernst & Young LLP, 100 Barbirolli Square, Manchester, M2 3EY respectively were appointed to act as Joint Administrators. The appointments were made by the Companies under the provisions of paragraph 22(1) of Schedule B1 to the Insolvency Act 1986. Under the terms of the appointments, any act required or authorised to be done by the Joint Administrators can be done by either of them.

Summary of the Administrators' Proposals

As detailed within the Proposals, EQL's revenues were generated through (a) acting as a contingent debt collection agency ("DCA"), collecting debts on behalf of clients ("the DCA business") and (b) collecting debts from its own consumer debt portfolio that it had acquired and owned outright ("the DP Portfolio"). Following unsuccessful attempts to sell the entire business on a solvent basis, the Joint Administrators did not consider rescuing EQL as a going concern a viable option and, as such, have sought to achieve a better result than if EQL was wound up, being option (b) of the prioritised Administration objectives.

The sale to Cabot Financial (Europe) Limited ("Cabot") of the DP Portfolio was completed on 27 June 2013, for consideration totalling c £22.4m, subject to the transitional service agreement ("TSA"), which was concluded on 27 September 2013. Subsequently, on 18 October 2013, EQL ceased all activity and the associated wind down process was completed.

In addition to the above, immediately upon appointment, EQL ceased proactive collections on the DCA accounts. EQL continued to provide a period of support to 30 August 2013 to the DCA clients, returning all accounts to the respective DCA clients by this date.

EQH was a non-trading holding company only and EQL was a wholly owned subsidiary of EQH.

Extensions to the initial period of Appointment

The Administrations were originally due to expire on 16 June 2014. As all matters had not been finalised by this date, the Joint Administrators gained approval from the secured creditor of EQH and the secured and preferential creditors of EQL to extend the Administrations for a period of 6 months to 16 December 2014, in accordance with the provisions of Paragraphs 76(2)(b) and 78(2)(a) of Schedule B1 to the Insolvency Act 1986.

Summary of progress from 10 May 2014 to 9 November 2014 - EQL

Income

Since our last report there have been further collections of c £3,000 in respect of the owned debt from the DP portfolio, primarily as a result of dividends received relating to insolvent accounts. The only other income has been refunds in the sum of c £2,000 in respect of an insurance prepayment made prior to our appointment.

Trading wind down

We have now finalised all liabilities in respect of the wind down period to 18 October 2013. Since our last report, EQL has made settlements totalling c £53,000 in respect of the associated trading liabilities.

The payments were in respect of employees NIC costs of c £1,000 and merchant service costs of c £30,000, as well as payments of c £22,000 to key suppliers required during the trading period.

Suspense monies

Since our previous report, c £17,000 of suspense monies have been returned to EQL by the respective creditors in relation to the DCA business.

Further to the order of the court obtained in relation to the DP Portfolio that was referred to in our last report, on 26 October 2014 we also obtained a court order in respect of the aforementioned suspense monies. The effect of these orders is that all suspense monies that EQL had been unable to return to the relevant creditors have now been remitted to court.

Other matters

Following our last report, we continued to receive significant volumes of correspondence in respect of accounts previously owned or managed by EQL in addition to payments on account from individuals which can no longer be credited to the relevant accounts. As noted in our previous report, EQL's consumer credit license expired on 7 April 2014 and after seeking legal advice from our solicitor, Eversheds LLP, we ceased our activity to forward correspondence to third parties.

We continued the redirection facility until 7 August 2014, by which time the correspondence level had significantly reduced and the mail redirection service was no longer required. However, we continue to deal with any ad hoc queries that are received in the Administration mostly in respect of individuals who

have forwarded payments to EQL that can no longer be accepted. The individuals have been advised to contact the relevant debt holder.

Payments received by postal orders or cheques have been returned to the sender with a letter advising that they should contact the relevant debt holder. There have been postal orders and cheques received which the Joint Administrators are unable to return due to insufficient information. The postal orders have been returned to the Post Office and the cheques have been safely destroyed.

The Prescribed Part process and distribution for EQL has now been concluded. Details of the process and the outcome are provided in the latter part of this report.

At the end of the period to 9 November 2014, the following key items needed to be concluded in the Administration of EQL:

- ▶ The recovery of input VAT from HM Revenue & Customs,
- ▶ Payment of Joint Administrators' final fees and disbursements,
- ▶ Payment of legal fees and storage charges, and
- ▶ Final distribution to the floating charge holder.

Summary of outcome of the Administration – EQL

Income

The only income received in the period from 10 November 2014 to 1 December 2014 was refunds for prepayments made prior to our appointment in respect of rates and property costs.

In total EQL has received income of c £24.1m in the Administration, as set out in the Receipts and Payments account attached at Appendix 1a. Overall, the realisations were c £371,000 higher than estimated in the Statement of Affairs. This was due to the higher than anticipated sale value of the DP portfolio of c £94,000, increased commissions on DCA collections of c £465,000 and higher than anticipated realisations on the pre appointment book debt of c £122,000. These upsides were partially offset by lower pre appointment cash than anticipated of c £56,000 and chattel asset sales generating c £310,000 less than anticipated.

Trading wind down

In the period from 10 November 2014 to 1 December 2014, payments have been made in respect of legal costs of c £4,000 and storage costs of c £2,000, as well as Joint Administrators' fees and disbursements as approved by creditors of c £38,000. The costs of trading during the Administration totalled c £1.0m.

The Joint Administrators recovered the input VAT in the sum of c £72,000 on 19 November 2014 and all outstanding costs have now been paid and the final distribution has been made to the floating charge holder.

There are now no further matters to be dealt with and, as such, the Joint Administrators have sufficiently achieved the purpose of, and are now in a position to close, the Administration of EQL.

Summary of progress from 10 May 2014 to 9 November 2014 – EQH

EQH was a non-trading holding company only and the ultimate holding company of EQL. The only likely realisation in the Administration of EQH was the intercompany balance due from EQL totalling c £189,000, as detailed within EQH's Statement of Affairs. This claim was admitted in full in the Administration of EQL and a dividend of 20.87 pence in the £ was received on 7 October 2014 in the sum of £39,414.

Following the above receipt, the floating charge crystallised and a Prescribed Part was accrued in EQH in accordance with S176 of the Insolvency Act. The total value of the Prescribed Part was £8,866. Details of the Prescribed Part process are provided later in the report.

At the end of the period to 9 November 2014, the following are the key items needed to be concluded in the Administration of EQH:

- ▶ The recovery of input VAT from HM Revenue & Customs,
- ▶ Payment of Joint Administrators' final fees and disbursements, and
- ▶ Distribution to the floating charge holder

Summary of outcome of the Administration – EQH

The refund of input tax was received from HMRC on 19 November 2014 and all outstanding costs have now been paid and the final distribution has been made to the floating charge holder.

As such, the Administrators have sufficiently achieved the purpose of the Administration and are now in a position to close the Administration of EQH.

Corporation tax

The Companies submitted post appointment returns for corporation tax detailing a nil position. This position was agreed by HM Revenue and Customs for the Companies and clearance has been obtained to close the Administrations and file for the Companies to be dissolved.

VAT

The Companies were deregistered for VAT purposes on 1 June 2014 and all VAT on purchases has been fully recovered where appropriate. There are no outstanding VAT returns to be submitted.

Distributions to creditors

Secured creditors

The Companies' secured creditors, being Lloyds TSB Bank plc, The Cooperative Bank plc, N M Rothschild and Sons Limited and KBC Bank NV (together "the Syndicate"), had an estimated total indebtedness of c £34.7m at 17 June 2013, secured against the assets of the Companies. Since our last report, there have been further distributions to the Syndicate totalling c £138,000 in the period to 9 November 2014 and c £17,000 in the subsequent period to 1 December 2014 in respect of EQL and c £20,000 in respect of EQH, taking the total distributions to the Syndicate to c £21.2m.

Preferential creditors

As stated in our previous report, a first and final distribution was made to the preferential creditors of EQL in the sum of c £23,000, representing a dividend of 100 pence in the £

EQH did not have any preferential creditors at the date of our appointment

Unsecured non-preferential creditors

As anticipated in our last report, there were insufficient realisations in the Administrations to enable distributions to the respective unsecured non-preferential creditors other than by virtue of the Prescribed Part

The Prescribed Part

As you are aware, the Prescribed Part is a proportion of floating charge assets set aside for the unsecured non-preferential creditors pursuant to section 176A of the Insolvency Act 1986. The Prescribed Part applies to floating charges created on or after 15 September 2003. The charge in respect of the Companies is dated 6 December 2007 and, as such, the provisions of the Prescribed Part apply.

EQL

The gross value of the Prescribed Part calculated was c £4.4m, however, in accordance with S176A of the Insolvency Act 1986 this was limited to the maximum value of £600,000 prior to the deduction of the costs to distribute the Prescribed Part.

On 12 June 2014, EQL obtained an order from the court pursuant to the rules set out under paragraph 65(3) of Schedule B1 to the Insolvency Act 1986 to distribute the Prescribed Part. As such, an advertisement was placed in the London Gazette on 7 July 2014 inviting all unsecured non-preferential creditors to prove their claims by 8 August 2014.

The total value of claims submitted was in the sum of c £4.0m. Claims admitted as part of the Prescribed Part distribution process totalled c £2.4m and c £1.6m of claims were rejected. The costs of distribution of the Prescribed Part, as approved by the secured creditors and majority of the preferential creditors, totalled £86,487. The costs included Joint Administrators' fees and disbursements of c £79,000, legal fees of c £6,000 and postage costs of c £2,000. The costs were deducted from the gross Prescribed Part of £600,000 and a net distribution was made to unsecured non-preferential creditors in the sum of £513,513, representing a dividend of 20.87 pence in the £.

EQH

As previously reported, the only realisation available to EQH was the dividend that became due in relation to its intercompany claim against EQL.

The dividend in respect of the above intercompany balance was received on 7 October 2014 in the sum of £39,414. The receipt of this dividend meant that a Prescribed Part was created in the matter of EQH.

A court order allowing us to distribute the Prescribed Part in the Administration was obtained on 12 June 2014, following which an advertisement was placed in the London Gazette inviting all unsecured non-preferential creditors to prove their debt by the last date of proving of 8 August 2014.

The total value of the gross Prescribed Part, calculated in accordance with Section 176A of the Insolvency Act 1986, was £8,866 before the deduction of the Joint Administrators' fees and disbursements totalling £3,284 as approved by the secured creditor. The costs comprised Joint

Administrators' fees of £1,644, legal fees for the court order of £1,555, and the cost of advertising the notice to creditors in the London Gazette of £85. One creditor claim was admitted in the sum of £115,487. The net distribution, in the sum of £5,582, was paid on 8 October 2014 representing a dividend of 4.8 pence in the £.

Receipts and Payments Account

The Receipts and Payments Accounts for EQL and EQH for the period from 10 May 2014 to 9 November 2014 and 10 November 2014 to 1 December 2014 are attached at Appendices 1a and 1b respectively.

Joint Administrators' Remuneration and Disbursements

The Joint Administrators' remuneration has been approved by the Companies' secured creditors (the Syndicate) and, in the case of EQL, also by the preferential creditors in accordance with Rule 2.1056(A) of the Insolvency Rules 1986.

EQL

The Joint Administrators have incurred time costs for the Administration period to 9 November 2014 in the sum of £1,551,969, including Prescribed Part time costs of £81,089. Since the date of our last report, the Joint Administrators have drawn £549,670 plus VAT in respect of the above time costs with the approval of the secured and preferential creditors. In addition, fees of £78,773 have been agreed in respect of the Joint Administrators' time costs and disbursements for the Prescribed Part distribution, of which £65,644 had been drawn as at 9 November 2014.

The Joint Administrators have incurred and drawn £10,726 plus VAT in respect of Category 1 disbursements. No further Category 2 disbursements have been incurred since our last progress report and, as such, Category 2 disbursements incurred in the period to 9 November 2014 totalled £5,793.

Furthermore, the Joint Administrators have incurred time costs for the Administration period 10 November 2014 to 21 November 2014 in the sum of £15,104. The Joint Administrators' final time costs in the Administration total £1,567,073 including the aforementioned Prescribed Part time costs of £81,089. The Joint Administrators' fees and disbursements total c. £1.0m in respect of the Administration period (excluding the Prescribed Part fees and disbursements mentioned previously) and c. £64,000 in respect of pre-appointment time costs. An analysis of the time spent is attached at Appendix 2a to this report. At Appendix 3 there is a statement of the Administrators' policy in relation to charging time and disbursements.

There have been no disbursements drawn in the period from 10 November 2014 to 21 November 2014.

EQH

The Joint Administrators have incurred time costs for the Administration period to 9 November 2014 in the sum of £27,139, including Prescribed Part time costs of £3,249. Since the date of our last report, the Joint Administrators have drawn £8,333 plus VAT in respect of the above time. In addition, fees of £1,644 have been agreed in respect of the Joint Administrators' time costs for the Prescribed Part distribution, of which £1,440 had been drawn as at 9 November 2014.

The Joint Administrators have incurred and drawn £85 plus VAT in respect of Category 1 disbursements, excluding disbursements in the Prescribed Part. There were no Category 2 disbursements incurred in the period to 9 November 2014.

Furthermore, the Joint Administrators have incurred time costs for the Administration period 10 November 2014 to 21 November 2014 in the sum of £2,000. The Joint Administrators' final time costs in

the Administration total £29,139 including the aforementioned Prescribed Part time costs of £3,249. The fees and disbursements drawn by the Joint Administrators during this period total £1,667 plus VAT. The Joint Administrators' fees and disbursements in the administration excluding Prescribed Part time costs total £10,085. An analysis of the time spent is attached at Appendix 2b to this report. At Appendix 3 there is a statement of the Administrators' policy in relation to charging time and disbursements.

There have been no disbursements drawn in the period from 10 November 2014 to 21 November 2014.

In certain circumstances, creditors are entitled to request further information regarding the Administrators' remuneration or expenses, or to apply to Court on the grounds that the costs are considered to be excessive (Rules 2.48A and 2.109 of the Insolvency Rules 1986). Further information is provided at Appendix 4.

Payments to other professionals

During the period since our last report, there have been further payments to Eversheds LLP of £33,566. The total payments and Category 2 disbursements made to other professionals in the period to 1 December 2014 are summarised below:

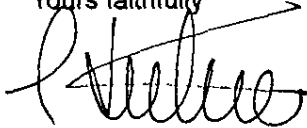
Agent	Paid
GVA Grimleys Ltd	£23,473
Merrill Corporation Ltd	£4,994
Disklabs Ltd	£2,050
Eversheds LLP	£61,630
Linaker Green Ltd	£17,625
JLT Insurance Ltd	3,071
Total	£112,843

The Outcome of the Administrations

In accordance with the terms of the Proposals, as there are no further assets to be realised or distributions to be made, the Companies will therefore move from Administration to dissolution. The Administrations will come to an end on the date on which the notice is registered by the Registrar of Companies and the Companies will be deemed to be dissolved three months later.

Should you have any remaining questions about the Administrations, please do not hesitate to contact my colleague, Taimur Imran, on 0121 535 2343

Yours faithfully



T Lukic
Joint Administrator

Enc Appendix 1a Joint Administrators' Receipts and Payments Account- EQL
 Appendix 1b Joint Administrators' Receipts and Payments Account- EQH
 Appendix 2a Summary of Joint Administrators' Time Costs and Category 2 Disbursements- EQL
 Appendix 2b Summary of Joint Administrators' Time Costs and Category 2 Disbursements- EQH
 Appendix 3 Joint Administrators' Policy on Fees and Disbursements
 Appendix 4 Creditors' request for further information regarding an Administrator's remuneration
 or expenses – Rule 2 48A, Insolvency Rules 1986
 Appendix 5 Forms 2 24B

T Lukic and S Allport are licensed in the United Kingdom to act as insolvency practitioners by The Institute of Chartered Accountants in England and Wales

The affairs, business and property of the Companies are being managed by the Joint Administrators, T Lukic and S Allport, who act as agents of the Companies only and without personal liability

We may collect, use, transfer, store or otherwise process (collectively, "Process") information that can be linked to specific individuals ("Personal Data") We may Process Personal Data in various jurisdictions in accordance with applicable law and professional regulations including (without limitation) the Data Protection Act

Equidebt Limited (In Administration) ("EQL")

**Joint Administrators' Abstract of Receipts and Payments
from 17 June 2013 to 9 November 2014**

£000	Statement of Affairs Estimated to Realise Values	17 June 2013 to 9 May 2014	10 May 2014 to 9 November 2014	17 June 2013 to 9 November 2014
Receipts				
DP book sale	22,300	22,394	-	22,394
DP income	-	44	3	47
DCA commission	-	465	-	465
Pre-appointment book debt	65	187	-	187
Cash on appointment	1,050	994	-	994
Interest income - floating	-	4	-	4
Chattel assets	360	50	-	50
Other income	-	3	2	5
Total receipts	23,775	24,141	5	24,146
Payments				
Employment costs		(772)	(1)	(773)
Property costs		(128)	-	(128)
Insurance		(22)	-	(22)
Merchant service costs		-	(30)	(30)
Legal fees		(28)	(29)	(57)
Agents' fees		(31)	-	(31)
Telephone & IT services		(46)	-	(46)
Other wind down costs		(30)	(22)	(52)
Sundry expenses		(47)	(2)	(49)
Bank charges and interest		(9)	-	(9)
Joint Administrators' fees and disbursements		(518)	(550)	(1,068)
Distributions to unsecured creditors - Prescribed Part		-	(514)	(514)
Costs to distribute - Prescribed Part		-	(73)	(73)
Distributions to preferential creditors		(23)	-	(23)
Distributions to floating charge creditors		(21,060)	(138)	(21,198)
Total payments		(22,715)	(1,360)	(24,074)
Funds attributable to floating charge assets		1,426	(1,356)	72
Represented by				
Joint Administrators' accounts		1,451	(1,437)	14
Suspense		(39)	39	-
Post appointment suspense		(127)	127	-
Net VAT receivable		105	(46)	58
Export VAT		-	-	-
Trade retention		39	(39)	-
Cash & postal order control account		(1)	1	-
Total available cash at bank		1,426	(1,355)	72

Notes

1 Receipts and payments are stated net of VAT



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Equidebt Limited (In Administration) ("EQL")

Joint Administrators' Abstract of Receipts and Payments from 17 June 2013 to 1 December 2014

	Statement of Affairs Estimated to Realise Values	17 June 2013 to 9 November 2014	10 November 2014 to 1 December 2014	17 June 2013 to 1 December 2014
£000				
Receipts				
DP book sale	22,300	22,394	-	22,394
DP income	-	47	-	47
DCA commission	-	465	-	465
Pre-appointment book debt	65	187	-	187
Cash on appointment	1,050	994	-	994
Interest income - floating	-	4	-	4
Chattel assets	360	50	-	50
Other income	-	5	1	6
Total receipts	23,775	24,146	1	24,147
Payments				
Employment costs		(773)	-	(773)
Property costs		(128)	-	(128)
Insurance		(22)	-	(22)
Merchant service costs		(30)	-	(30)
Legal fees		(57)	(4)	(62)
Agents' fees		(31)	-	(31)
Telephone & IT services		(46)	-	(46)
Other wind down costs		(52)	-	(52)
Sundry expenses		(49)	(2)	(51)
Bank charges and interest		(9)	-	(9)
Joint Administrators' fees and disbursements		(1,068)	(38)	(1,106)
Distributions to unsecured creditors - Prescribed Part		(514)	-	(514)
Costs to distribute - Prescribed Part		(73)	(13)	(86)
Distributions to preferential creditors		(23)	-	(23)
Distributions to floating charge creditors		(21,198)	(17)	(21,215)
Total payments		(24,074)	(73)	(24,147)
Funds attributable to floating charge assets		72	(72)	-
Represented by				
Joint Administrators' accounts		14	(14)	-
Suspense		-	-	-
Post appointment suspense		-	-	-
Net VAT receivable		58	(58)	-
Export VAT		-	-	-
Trade retention		-	-	-
Cash & postal order control account		-	-	-
Total available cash at bank		72	(72)	-

Notes

1 Receipts and payments are stated net of VAT

Equidebt Holdings Limited (In Administration) (“EQH”)

Joint Administrators' Abstract of Receipts and Payments from 17 June 2013 to 9 November 2014

	Statement of Affairs Estimated to Realise Values	17 June 2013 to 9 May 2014	10 May 2014 to 9 November 2014	17 June 2013 to 9 November 2014
£000				
Receipts				
Intercompany debt from Equidebt Limited	80	-	39	39
Total receipts	80	-	39	39
Payments				
Joint Administrators fees and disbursements			(8)	(8)
Distributions to unsecured creditors - Prescribed Part		-	(6)	(6)
Costs to distribute - Prescribed Part		-	(3)	(3)
Total payments		-	(17)	(17)
Funds attributable to floating charge assets		-	22	22
Represented by				
Joint Administrators' accounts		-	20	20
VAT receivable		-	2	2
Total available cash at bank		-	22	22

Notes

1 Receipts and payments are stated net of VAT



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Equidebt Holdings Limited (In Administration) ("EQH")

Joint Administrators' Abstract of Receipts and Payments from 17 June 2013 to 1 December 2014

£000

Receipts

Intercompany debt from Equidebt Limited

Total receipts

Payments

Joint Administrators' fees and disbursements

Distributions to unsecured creditors - Prescribed Part

Costs to distribute - Prescribed Part

Distributions to floating charge creditor

Total payments

Funds attributable to floating charge assets

Represented by

Joint Administrators' accounts

VAT receivable

Total available cash at bank

Statement of Affairs Estimated to Realise Values	17 June 2013 to 9 November 2014	10 November 2014 to 1 December 2014	17 June 2013 to 1 December 2014
	80	39	0
	39	0	39
	(8)	(2)	(10)
	(6)	-	(6)
	(3)	-	(3)
	-	(20)	(20)
	(17)	(22)	(39)
	22	(22)	-
	20	(20)	-
	2	(2)	-
	22	(22)	-

Notes

1 Receipts and payments are stated net of VAT



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Appendix 2a

Equidebt Limited (In Administration) ("EQL")

Summary of Joint Administrators' Time Costs and Category 2 Disbursements from 17 June 2013 to 9 November 2014

Classification of work function	Hours				Total hours	Total time costs £	Total average rate £
	Partner/ director	Manager	Other senior professionals	Assistants & support			
Accounting & administration	76.6	126.5	279.2	983.6	1,465.9	264,810.48	180.65
Bank & statutory reporting	56.8	82.0	135.5	142.6	416.9	107,739.50	258.43
Creditors	53.1	78.7	156.1	270.0	557.9	125,357.44	224.70
Debtors	12.3	-	-	261.3	273.6	39,916.00	145.89
Employee matters	27.4	80.8	105.4	8.2	221.8	73,787.50	332.68
Immediate tasks	2.0	-	30.5	34.5	67.0	12,805.00	191.12
Investigations and CDDA	22.8	23.6	11.7	80.5	138.6	33,513.50	241.80
Job acceptance & strategy	8.5	-	2.0	-	10.5	4,842.50	461.19
Legal issues	5.4	2.3	2.3	-	10.0	4,454.00	445.40
Other assets	38.0	1.0	44.8	18.3	102.1	31,811.50	311.57
Other matters	4.8	103.1	58.5	17.0	183.4	51,358.00	280.03
Prescribed Part	28.6	68.4	124.6	116.8	338.4	81,088.50	239.62
Property	6.0	19.7	58.4	1.8	85.9	23,981.00	279.17
Public relations issues	0.5	-	-	-	0.5	232.50	465.00
Retention of title	-	2.5	1.0	3.7	7.2	1,587.00	220.42
Statutory duties	26.3	22.0	41.8	6.0	96.1	31,640.50	329.25
Trading	138.1	743.3	429.8	1,349.1	2,660.3	604,436.29	227.21
VAT & taxation	3.2	27.9	112.4	28.1	171.6	58,607.50	341.54
Total	510.4	1,381.8	1,694.0	3,321.5	6,807.7	1,551,968.71	227.97
Total cost incurred £	263,310.00	475,843.00	375,859.50	436,956.21	1,551,968.71		
Average hourly rate £	515.89	344.36	235.80	131.55			

Expenses	
Category 1	10,726.48
Category 2	5,793.00
Total	16,519.48

Category 2 Disbursements

To date, Category 2 disbursements have been drawn to the value of £4,120.20, although it should be noted that approval to draw £1,672.80 has been obtained from the Syndicate and the majority of preferential creditors. The Category 2 disbursements totalling £5,793.00 detailed above are analysed as follows:

Nature of expense	Amount (£)	Basis of charge
Mileage	5,361.10	45p per mile
Photocopying	431.90	2.8p per sheet for bulk copying



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Equidebt Limited (In Administration) ("EQL")

Summary of Joint Administrators' Time Costs and Category 2 Disbursements from 17 June 2013 to 21 November 2014

Classification of work function	Hours				Total hours	Total time costs £	Total average rate £
	Partner/ director	Manager	Other senior professionals	Assistants & support			
Accounting & administration	78.2	132.2	293.5	1,000.7	1,504.6	274,206.48	182.25
Bank & statutory reporting	57.8	85.6	137.8	142.6	423.8	110,348.00	260.37
Creditors	53.1	78.7	156.4	270.0	558.2	125,418.94	224.68
Debtors	12.3	-	-	261.3	273.6	39,916.00	145.89
Employee matters	27.9	80.8	105.9	8.2	222.8	74,170.00	332.90
Immediate tasks	2.0	-	30.5	34.5	67.0	12,805.00	191.12
Investigations and CDDA	22.8	23.6	11.7	80.5	138.6	33,513.50	241.80
Job acceptance & strategy	8.5	-	2.0	-	10.5	4,842.50	461.19
Legal issues	5.4	2.3	2.3	-	10.0	4,454.00	445.40
Other assets	38.0	1.0	44.8	18.3	102.1	31,811.50	311.57
Other matters	4.8	103.1	58.5	17.0	183.4	51,358.00	280.03
Prescribed Part	28.6	68.4	124.6	116.8	338.4	81,088.50	239.62
Property	6.0	19.7	58.4	1.8	85.9	23,981.00	279.17
Public relations issues	0.5	-	-	-	0.5	232.50	465.00
Retention of title	-	2.5	1.0	3.7	7.2	1,587.00	220.42
Statutory duties	26.8	22.0	41.8	17.0	107.6	33,548.00	311.78
Trading	138.1	743.3	429.8	1,354.1	2,665.3	605,186.29	227.06
VAT & taxation	3.2	27.9	112.4	28.1	171.6	58,607.50	341.54
Total	514.0	1,391.1	1,611.4	3,354.6	6,871.1	1,567,072.71	228.07
Total cost incurred £	265,348.00	479,978.00	380,038.50	441,708.21	1,567,072.71		
Average hourly rate £	516.24	345.03	235.84	131.67			

Expenses	
Category 1	10,726.48
Category 2	5,793.00
Total	16,519.48

Category 2 Disbursements

The Joint Administrators did not incur any Category 2 disbursements in relation to EQL in the period 10 November 2014 to 21 November 2014



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Appendix 2b

Equidebt Holdings Limited (In Administration) ("EQH")

Summary of Joint Administrators' Time Costs and Category 2 Disbursements from 17 June 2014 to 9 November 2014

Classification of work function	Hours				Total Hours	Total time costs (£)	Total average rate (£)
	Partner/ director	Manager	Other senior professionals	Assistants & support			
Accounting & administration	2.8	4.1	14.8	41.6	63.3	13,942.00	220.25
Bank & statutory reporting	2.5	-	2.2	13.9	18.6	4,454.50	239.49
Immediate tasks	-	-	4.0	-	4.0	920.00	230.00
Investigations and CDDA	0.4	-	-	5.7	6.1	1,009.50	165.49
Prescribed Part	0.5	1.5	3.3	2.8	8.1	3,249.00	401.11
Statutory duties	1.0	3.1	-	4.0	8.1	2,472.00	305.19
VAT & taxation	0.3	0.6	0.7	1.0	2.6	1,092.00	420.00
Total	7.5	9.3	25.0	69.0	110.8	27,139.00	244.94
Total cost incurred (£)	5,160.00	5,161.00	7,857.00	8,961.00	27,139.00		
Average hourly rate (£)	688.00	554.95	314.28	129.87			

Expenses £'s	
Category 1	84.60
Category 2	-
Total	84.60

Equidebt Holdings Limited (In Administration) ("EQH")

Summary of Joint Administrators' Time Costs and Category 2 Disbursements from 17 June 2014 to 21 November 2014

Classification of work function	Hours				Total Hours	Total time costs (£)	Total average rate (£)
	Partner/ director	Manager	Other senior professionals	Assistants & support			
Accounting & administration	2.8	4.1	15.0	52.6	74.5	15,642.00	209.96
Bank & statutory reporting	2.5	-	2.2	13.9	18.6	4,454.50	239.49
Immediate tasks	-	-	4.0	-	4.0	920.00	230.00
Investigations and CDDA	0.4	-	-	5.7	6.1	1,009.50	165.49
Prescribed Part	0.5	1.5	3.3	2.8	8.1	3,249.00	401.11
Statutory duties	1.0	3.1	-	6.0	10.1	2,772.00	274.46
VAT & taxation	0.3	0.6	0.7	1.0	2.6	1,092.00	420.00
Total	7.5	9.3	25.2	82.0	124.0	29,139.00	234.99
Total cost incurred (£)	5,160.00	5,161.00	7,907.00	10,911.00	29,139.00		
Average hourly rate (£)	688.00	554.95	313.77	133.08			

Expenses £'s	
Category 1	84.60
Category 2	-
Total	84.60



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Category 2 Disbursements

The Joint Administrators have not incurred any Category 2 disbursements in relation to EQH

Current hourly charge out rates

	Charge out rates £	From 1 July 12	From 1 July 13	From 1 July 14
Partner/Director	Partner	570	600	630
	Director	485	490	515
Manager	Senior Manager	410	430	450
	Manager	320	335	350
	Manager- Tax	520	570	625
Other senior professionals	Executive	230	240	250
Assistants & support	Analyst 3	175	195	205
	Analyst 2	140	145	150
	Analyst 1	130	135	140
	Analyst - Tax	100	105	115
	Cashier	115	120	125
	Assistant	110	115	120

It is our Firm's policy to revisit its standard charge out rates annually on 1 July

**Equidebt Limited and Equidebt Holdings Limited
(Both in Administration) (together “the Companies”)**

Office Holders’ charging policy for fees

The Administrators’ remuneration will be drawn in accordance with a fee structure which will be agreed with the Companies’ secured creditors and preferential creditors

The Administrators have engaged managers and other staff to work on the Administration. The work required is delegated to the most appropriate level of staff taking account of the nature of the work and the individual’s experience. Additional assistance is provided by accounting and treasury executives dealing with the company’s bank accounts and statutory compliance diaries. Work carried out by all staff is subject to the overall supervision of the Administrators.

All time spent by staff working directly on case-related matters is charged to a separate time code established for each case. Each member of staff has a specific hourly rate, which is subject to change over time. The average hourly rate for each category of staff over the period is shown in Appendix 2, as are the current hourly rates used. The current hourly rates may be higher than the average rates, if hourly rates have increased over the period covered by this report.

Office Holders’ charging policy for disbursements

Statement of Insolvency Practice No. 9 (“SIP 9”) published by R3 (The Association of Business Recovery Professionals) divides disbursements into two categories.

Category 1 disbursements comprise payments made by the office holders’ firm, which comprise specific expenditure relating to the Administration of the insolvent’s affairs and referable to payment to an independent third party. These disbursements can be paid from the insolvent’s assets without approval from the Committee. In line with SIP 9, it is our policy to disclose such disbursements drawn but not to seek approval for their payment.

Category 2 disbursements comprise payments made by the office holders’ firm which include elements of shared or overhead costs. Such disbursements are subject to approval from as if they were remuneration. It is our policy, in line with SIP 9, to seek approval for this category of disbursement before they are drawn.



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Appendix 4

Creditors' request for further information regarding an administrator's remuneration or expenses – Rule 2.48A, Insolvency Rules 1986

1) If-

(a) within 21 days of receipt of a progress report under Rule 2 47-

(i) a secured creditor, or

(ii) an unsecured creditor with the concurrence of at least 5% in value of the unsecured creditors (including the creditor in question), or

(b) with the permission of the Court upon an application made within that period of 21 days, any unsecured creditor,

makes a request in writing to the administrator for further information about remuneration or expenses (other than pre-administration costs) set out in a statement required by Rule 2 47(1)(db) or (dc), the administrator must, within 14 days of receipt of the request, comply with paragraph (2)

(2) The administrator complies with this paragraph by either-

(a) providing all of the information asked for, or

(b) so far as the administrator considers that-

(i) the time or cost of preparation of the information would be excessive, or

(ii) disclosure of the information would be prejudicial to the conduct of the administration or might reasonably be expected to lead to violence against any person, or

(iii) the administrator is subject to an obligation of confidentiality in respect of the information,

giving reasons for not providing all of the information

(3) Any creditor, who need not be the same as the creditor who requested further information under paragraph (1), may apply to the Court within 21 days of-

(a) the giving by the administrator of reasons for not providing all of the information asked for, or

(b) the expiry of the 14 days provided for in paragraph (1),

and the Court may make such order as it thinks just

(4) Without prejudice to the generality of paragraph (3), the order of the Court under that paragraph may extend the period of 8 weeks provided for in Rule 2 109(1B) by such further period as the Court thinks just "



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Creditors' claim that remuneration is excessive – extract from Rule 2.109 of the Insolvency Rules 1986

“(1) Any secured creditor, or any unsecured creditor with either the concurrence of at least 10% in value of the unsecured creditors (including that creditor) or the permission of the Court, may apply to the Court for one or more of the orders in paragraph (4)

(1A) Application may be made on the grounds that—

(a) the remuneration charged by the administrator,

(b) the basis fixed for the administrator's remuneration under Rule 2.106, or

(c) expenses incurred by the administrator,

is or are, in all the circumstances, excessive or, in the case of an application under subparagraph (b), inappropriate

(1B) The application must, subject to any order of the Court under Rule 2.48A(4), be made no later than 8 weeks after receipt by the applicant of the progress report which first reports the charging of the remuneration or the incurring of the expenses in question (“the relevant report”).”