

LIQ03

Notice of progress report in voluntary winding up



Companies House

MONDAY



A25 *A7KGXFL4* 10/12/2018 #190
COMPANIES HOUSE
A25 *A7GPB35U* 16/10/2018 #113
COMPANIES HOUSE

1 Company details

Company number 0 6 2 6 4 8 9 4

Company name in full UK Sports Investments Limited

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

2 Liquidator's name

Full forename(s) Andrew

Surname Nichols

3 Liquidator's address

Building name/number C/o Wilkin Chapman LLP The Hall

Street Lairgate

Post town Beverley

County/Region East Yorkshire

Postcode H U 1 7 8 H L

Country

4 Liquidator's name

Full forename(s) John

Surname Butler

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

5 Liquidator's address

Building name/number C/o Wilkin Chapman LLP The Hall

Street Lairgate

Post town Beverley

County/Region East Yorkshire

Postcode H U 1 7 8 H L

Country

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

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6 Period of progress report

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

7 Progress report

☒ The progress report is attached

8 Sign and date

Liquidator's signature

Signature

X

X

Signature date

^d 0	^d 5	^m 1	^m 0	^y 2	^y 0	^y 1	^y 8
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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	Richard James
Company name	Wilkin Chapman LLP
Address	The Hall Lairgate
Post town	Beverley
County/Region	East Yorkshire
Postcode	H U 1 7 8 H L
Country	
DX	
Telephone	01482 398398



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

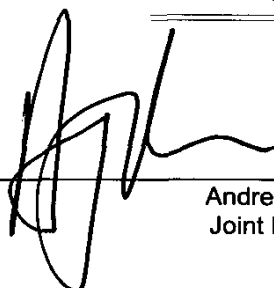
For further information please see the guidance notes on the website at www.gov.uk/companieshouse or email enquiries@companieshouse.gov.uk

This form is available in an alternative format. Please visit the forms page on the website at www.gov.uk/companieshouse

UK Sports Investments Limited
(In Liquidation)
Joint Liquidators' Summary of Receipts & Payments

Declaration of Solvency £	From 19/08/2017 To 18/08/2018 £	From 19/08/2010 To 18/08/2018 £
ASSET REALISATIONS		
Balance from previous liquidator	NIL	12.19
Monies on account	107,994.00	501,954.39
	<u>107,994.00</u>	<u>501,966.58</u>
COST OF REALISATIONS		
Specific Bond	NIL	922.00
Liquidators Fees	90,000.00	407,495.00
Liquidators Expenses	NIL	6,024.51
Legal Fees (1)	NIL	4,330.00
Statutory Advertising	NIL	227.46
	<u>(90,000.00)</u>	<u>(418,998.97)</u>
	17,994.00	82,967.61
REPRESENTED BY		
Irrecoverable VAT		82,967.61
		82,967.61

Note:


 Andrew Nichols
 Joint Liquidator

UK Sports Investments Limited ("UKSIL")
UK Sports Investments Holdings Limited
UKSIL No 1 Limited
UKSIL No 2 Limited
UKSIL No 3 Limited
UK Sport Investment Limited

(All in Solvent Liquidation)

Joint Liquidator's Progress Report for the period from 19 August 2017 to 18 August 2018

Background

Paul Appleton of Messrs David Rubin & Partners LLP was appointed Liquidator of the above companies by resolution of their members on 19 August 2010. Christopher Garwood ("the former Liquidator") was subsequently appointed Liquidator of the main trading Company, UKSIL, together with its associated companies detailed above by resolution of its members with effect from 3 July 2014.

Following the death of Mr Garwood and in accordance with an Order of the High Court made on 16 February 2018 Andrew Nichols and John Butler were appointed as Joint Liquidators in his place. A copy of the Order is enclosed. **[Court Order Dated 16 February 2018]**. The day to day management of each winding-up continues to be conducted by the case administration team at the former Liquidator's firm.

Asset Realisation and Progression

Assets realised

Shareholders will be aware the sole asset of the group of companies comprises UKSIL's claim against Emirates Advocates and associated parties totalling some £75 Million plus costs and interest. The directors' Statement of Affairs for each of the remaining companies disclosed estimated distributions based upon their respective shareholding in fellow associated companies.

The ultimate shareholders of the Group will be aware the litigation proceedings in respect of assets of the Company continue. Monies have been recovered in Dubai on behalf of UKSIL.

Judgment has been obtained by Galadari & Associates who are seeking to enforce the same although they continue to be frustrated in their endeavours by the various applications to Court and other steps taken by the Judgment Debtor. We are advised various settlement proposals have been put forward by the Debtor and his representatives and negotiations continue.

Receipts and Payments / distributions to members

The Joint Liquidators enclose a copy of the Abstract of Receipts and Payments.

Various distributions have been made directly from recoveries paid to UKSIL's solicitors instructed in the proceedings in Dubai. Such distributions have been made in accordance with the terms of the Deed of Indemnity and Distribution Agreement ("the Deed") dated 6 January 2016.

We enclose a schedule of such distributions for your information, duly converted to comply with UK insolvency legislation to sterling from UAE Dirham.

We are in the process of addressing various matters concerning the quantum of prior costs and expenses funded by the ultimate shareholder of the group of companies. This exercise is crucial to enable the funding for costs of previous office holders to be properly reflected within the Joint Liquidators receipts and payments accounts to comply with UK insolvency guidelines.

Furthermore we are in the process of establishing the quantum (if any) of unsecured creditor debts owed to the directors and/or connected parties of certain companies within the group.

The funds recovered to date in the above litigation proceedings have been distributed in accordance with the Deed. Once the above exercises have been completed we shall be in a position to establish and record the category of distribution (i.e. loan repayment, unsecured dividend or shareholder distribution) to flow between the various group companies and then finally as distributions of capital to the ultimate shareholders.

Liquidator's Remuneration

As agreed by the Members, the Liquidator's remuneration has been fixed at £7,500 each month plus disbursements and VAT in total for acting as Liquidator in relation to UKSIL and its associated companies detailed above.

The agreed basis of remuneration was considered fair and reasonable to reflect the anticipated level of work to undertake in dealing with the winding-up of the companies, given their scale and profile. This continues to be the case and the office holders do not presently propose to seek any variation of the basis on which the Liquidator's remuneration was previously approved.

Fees drawn by the former Liquidator's firm, Wilkin Chapman LLP, during this reporting period total £60,000 and £377,495 during the course of each winding-up to date (plus disbursements and VAT). Such costs have been invoiced through the winding-up of UKSIL (as sole the main operating company within the group) and have been settled by funds advanced by family member(s) of the ultimate shareholders.

During this reporting period; significant time has been engaged in attending to the following key matters (the list is not exhaustive):

- Liaising with all relevant stakeholders and advisors concerning the on-going litigation brought by UKSIL against the Judgement Debtor in the proceedings in Dubai.
- Submission of powers of attorney for legalisation by consulates and deliver of same for purposes of Court proceedings in Dubai.
- reviewing the accounts of each company and reconciling the accounts with the directors' statutory declarations of solvency prepared immediately prior to the winding-up to ensure all assets/liabilities identified. Reporting inconsistencies between the above to members.
- Obtaining accounting information from instructing solicitors in Dubai of recoveries from on-going litigation and distributions made to date pursuant to the Deed. Conversion of recoveries and costs to UK sterling as required by statute, establishing the level of funding paid by third parties to settle costs and expenses of the liquidations. Consideration of the priority of costs, expenses and claims of each winding-up and assessing the same to set off against distributions made to date pursuant to the Deed. This is necessary to establish the ultimate level of capital distributions made to members through the group and to ultimate controlling members.
- Dealing with the post liquidation tax affairs of the companies where necessary.
- Attending to the statutory requirements of each winding-up as required by the Insolvency Act 1986 together with liaising with all stakeholders and their advisors concerning the on-going conduct of each winding-up.

You may also find it useful to read "A members' guide to Liquidators' fees" which can be downloaded from The Insolvency Practitioners Association website at www.insolvency-practitioners.org.uk/regulation-and-guidance/guides-to-fees. Alternatively, please contact this office and we will arrange for a hard copy to be sent to you.

Disbursements

At the end of this reporting period there remained disbursements outstanding of £2,007.60 (being £1,888 plus VAT) relating to the notary fees and Embassy processing costs incurred in legalising powers of attorney and in registering them with the Court in Dubai. These costs have subsequently been settled by the ultimate shareholder.

Professional Advisors

As previously set out, the Liquidator of UKSIL has engaged the services of Galadari Associates to litigate the Company's claims made against the Judgement Debtor in Dubai. Their costs in relation to these on-going proceedings are set out in the attached schedule. Such costs have been settled from the recoveries made to date and approved by the controlling party pursuant to the Deed.

Prescribed Part

The provisions of Section 176A of the Insolvency Act 1986 relating to the setting aside of funds for the benefit of unsecured creditors does not apply in relation to this matter as all known creditor claims have been either settled in full.

Matters preventing conclusion

The winding-up continues to facilitate continuation of the on-going legal proceedings detailed herein. It is not possible at this stage to assess the likely additional timescale to conclude recoveries for the benefit of members arising from these proceedings.

Members' further information

As a member, you have a right to request further information with regard to any aspect of this report or to challenge the Liquidator's fees and expenses. If you require further information, please do not hesitate to contact us.

If you are not satisfied with our response, you have the right to request further information from us with regard to my remuneration and expenses, with either the permission of the Court or with a collective request from 5% in value of members. This request must be made within 21 days of receipt of this report.

Further, members have the right to apply to Court to challenge the amount of, or the basis of, the office holders remuneration and expenses, with either the permission of the Court or with a collective request from 10% in value of members. This application must be made within 8 weeks of receipt of this report.



Andrew Nichols
Joint Liquidator

Date:

12/10/14

UK Sports Investments Limited (In Liquidation)
Proceeds recovered from proceedings in Dubai

	Recovered AED	£	Distributed by Galadari AED	£	Galadari fees & expenses AED	£	Average daily rate AED/£
10/11/2013							
03/03/2014					3,699,980	621,845	5.95
					6,299,980	1,029,408	6.12
01/04/2015	5,000,000	919,118	5,000,000	919,118			5.44
07/01/2016	13,689,285	2,516,413	11,635,892	2,138,951	2,053,393	377,462 *	5.44
24/09/2016	690,060	124,560	690,060	124,560		-	5.54
22/03/2017	182,143,919	39,769,415	182,143,919	39,769,415	17,321,628	3,782,015	4.58
12/11/2017	1,000,000	206,612	1,000,000	206,612		-	4.84
	202,523,264	43,536,116	200,469,871	43,158,654	29,374,981	5,810,731	

Note

Funds distributed by Galadari pursuant to the terms of the Deed of Indemnity and Distribution Agreement dated 6 January 2016.