

AM10

Notice of administrator's progress report



Companies House

FRIDAY




A09 *A7805ZXC* 22/06/2018 #325
COMPANIES HOUSE

1	Company details	
Company number	0 8 0 7 4 0 7 0	→ Filling in this form Please complete in typescript or in bold black capitals.
Company name in full	Premier Children Services Limited	
2	Administrator's name	
Full forename(s)	Stephen Gerard	
Surname	Clancy	
3	Administrator's address	
Building name/number	The Chancery	
Street	58 Spring Gardens	
Post town	Manchester M2 1EW	
County/Region		
Postcode		
Country		
4	Administrator's name ^①	
Full forename(s)	Steven	① Other administrator Use this section to tell us about another administrator.
Surname	Muncaster	
5	Administrator's address ^②	
Building name/number	The Chancery	② Other administrator Use this section to tell us about another administrator.
Street	58 Spring Gardens	
Post town	Manchester M2 1EW	
County/Region		
Postcode		
Country		

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Notice of administrator's progress report

6	Period of progress report											
From date	^d 2	^d 3	^m 1	^m 1	^y 2	^y 0	^y 1	^y 7				
To date	^d 2	^d 2	^m 0	^m 5	^y 2	^y 0	^y 1	^y 8				
7	Progress report											
<input type="checkbox"/> I attach a copy of the progress report												
8	Sign and date											
Administrator's signature	Signature X  X											
Signature date	^d 2	^d 1	^m 0	^m 6	^y 2	^y 0	^y 1	^y 8				

AM10

Notice of administrator's progress report



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 **Vedrana.Marosevic**

Company name **Duff & Phelps Ltd.**

Address **The Chancery
58 Spring Gardens**

Post town **Manchester, M2 1EW**

County/Region

Postcode

Country

DX

Telephone **+44 (0) 161 827 9000**



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

Progress Report to Creditors

21 June 2018

**Premier Children Services
Limited**

(In Administration)

*Joint Administrators' Progress Report to Creditors
For the period from 23 November 2017 to 22 May 2018*

Duff & Phelps Ltd.
The Chancery
58 Spring Gardens
Manchester
M2 1EW

Definitions

Word or Phrase	Definition
the Act	The Insolvency Act 1986 (as amended)
the Agents	BiLFINGER GVA, independent agents who were instructed to value and sell the assets of the Company
the Appointment Date	23 November 2016, being the date of appointment of the Joint Administrators
Category 2 Disbursements	The Joint Administrators' internal costs and expenses in dealing with the Administration
the Company and/or PCS	Premier Children Services Limited (In Administration)
	the Company (Company Number: 08074070)
DBEIS	The Department for Business, Energy & Industrial Strategy
the Directors	Victoria Breeze, Lindsey Blickem and Justin Rolph, the directors of the Company
EC Regulation	EC Regulation on Insolvency Proceedings 2000
Extension Report	Report made available to creditors on 20 December 2017
First Progress Report	The Joint Administrators' First Progress Report to Creditors dated 20 June 2017
FSCS	Financial Services Compensation Scheme
HMRC	HM Revenue and Customs
the Joint Administrators	Stephen Clancy and Steven Muncaster of Duff & Phelps Ltd., The Chancery, 58 Spring Gardens, Manchester, M2 1EW
NDA	Non-Disclosure Agreement
the Reporting Period	23 November 2017 to 22 May 2018
the Pension Trustees	Greyfriars Asset Management, Berkeley Burke SIPP, Krestons SIPP, Liberty SIPP, Hartleys Lifetime SIPP, Ethika, Corinthian Pantheon Trust, Alltrust SIPP, The WGF Ventures Retirement Benefit Scheme, STM Life Assurance PCC, Envisage Ltd, Quantum Trust and ETPC Diamond Personal
the Purchaser	Artemis Young Person's Care and Education Services Limited

Prescribed Part	Pursuant to Section 176A of the Act, where a floating charge is created after 15 September 2003, a designated amount of the Company's net property (floating charge assets less costs of realisation) shall be made available to non-preferential creditors
the Proposals	The Joint Administrators report to Creditors and Statement of Proposals dated 12 January 2017
the Rules	The Insolvency (England and Wales) Rules 2016
the Secured Creditor	Mayfield Trustees Limited, the holder of a fixed and floating charge over the Company's assets
the Security Trustee	Mayfield Trustees Limited, the holder of a fixed and floating charge over the Company's assets
SFCS	Sussex Fostering & Children's Services Limited
SIPP	Self-Invested Personal Pension
SIP 9	Statement of Insolvency Practice 9 – Industry best practice for Insolvency Practitioners in relation to disclosure of remuneration and disbursements
SIP 13	Statement of Insolvency Practice 13 – Industry best practice for Insolvency Practitioners in relation to disclosure of connected party transactions
SOA	Statement of Affairs, documentation supplied by the Directors outlining the Company's financial position as at the Appointment Date
the Solicitors	Knights Professional Services Limited, the Joint Administrators appointed solicitors
the Subsidiary Companies	SFCS and UCH the subsidiary companies owned 100% by the Company
UCH	Unique Care Homes Limited

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- 4 Revised Fee Estimate
- 5 Statement of Creditors' Rights

Names of Joint Administrators:	Stephen Clancy Steven Muncaster
Date of Appointment:	23 November 2016
Date of Report:	21 June 2018
Appointed by:	The Directors of the Company 53 Fountain Street Manchester M2 2AN
Court Reference:	High Court of Justice, Chancery Division, Manchester District Registry no 3068 of 2016

1. Introduction

- 1.1 The Joint Administrators were appointed on the Appointment Date by the Directors of the Company pursuant to Paragraph 22 of Schedule B1 to the Act.
- 1.2 In accordance with Paragraph 100(2) of Schedule B1 to the Act, the functions of the Joint Administrators are being exercised by either of the Joint Administrators
- 1.3 The purpose of this report is to provide creditors with an update on the progress of the Administration since the last progress report dated 20 December 2017
- 1.4 This report should be read in conjunction with the Proposals, First Progress Report and the Extension Report
- 1.5 Statutory information on the Company is attached at Appendix 1.

2. Joint Administrators' Report and Statement of Proposals

- 2.1 In accordance with Paragraph 52(1) of Schedule B1 to the Act, a creditors' meeting was not required to be held as there were deemed to be insufficient realisations to enable a distribution to non-preferential creditors. No meeting was convened and the Proposals were deemed to have been approved by creditors on 24 January 2017
- 2.2 As advised in the Proposals, the Joint Administrators must perform their functions with the purpose of achieving one of the following hierarchical objectives:
- Rescuing the Company as a going concern, or
 - Achieving a better result for the Company's creditors as a whole than would be likely if the Company were wound up (without first being in Administration), or
 - Realising property to make a distribution to one or more secured or preferential creditors
- 2.3 The first objective will not be achieved as there are insufficient funds and assets available to enable the Company to be rescued as a going concern
- 2.4 The second objective may not be achievable as there is no evidence to suggest that it is likely that a better result for the Company's creditors as a whole will be achieved than if the Company was wound up
- 2.5 The Joint Administrators are pursuing the third objective as it is anticipated that a distribution will be made to the Secured Creditor under their fixed charge security. Please refer to Section 5 of this report for further details

3. Progress of the Administration

- 3.1 *The manner in which the affairs and business of the Company have been managed in the Reporting Period and will continue to be managed and financed is set out below*

Background Information

- 3.2 Background information regarding the Company was provided to creditors in the Proposals

Asset Realisations in the Reporting Period

Bank Interest

- 3.3 Gross bank interest of £1,743 has been received in the Reporting Period
- 3.4 The majority of the Company's funds were held in a high interest bearing account. On the 15 March 2018, these funds and the interest accrued were transferred to the Joint Administrators' estate fixed bank account in preparation for the intended distribution.
- 3.5 No further assets have been realised in the Reporting Period

Asset Realisations Prior to the Reporting Period

Sale of Shareholding in Subsidiary Companies

- 3.6 As reported in the First Progress Report following a targeted marketing exercise conducted by the Agents, two offers were received from two connected parties. The Solicitors advised that the terms of one of the offers were not feasible, because of the conditionality attached to the offer and therefore this offer was rejected. An offer from the Purchaser for the sum of £1,150,000 was duly accepted.
- 3.7 This offer was recommended by the Agents as it represented the best value for the creditors of the Company within the time constraints afforded to the Joint Administrators and taking into account the sensitive nature of the services provided by the Subsidiary Companies. The Agents commented that the share sale required careful management and the positive engagement of the Directors to ensure the services offered by the Subsidiary Companies were protected and that commissioners and regulators were assured with respect to the safety and stability of the services.
- 3.8 The exchange of contracts took place on 3 February 2017 and the sale completed on 1 March 2017. The consideration was split between the Subsidiary Companies as follows:

Subsidiary	Consideration
SFCS	£900,000
UCH	£250,000
Total	£1,150,000

- 3.9 The shares were purchased by a connected party. Therefore, in accordance with SIP13, the full details of the transaction are set out below:

Nature of the Transaction	A sale of the 100% shareholding in the Subsidiary Companies
Amount of Consideration	£1,150,000
Date Consideration Paid	1 March 2017
Name of Purchaser	Artemis Young Person's Care and Education Services Limited
Details of Connected Parties	The three directors of the Company are also directors of the Purchaser. The individuals are Victoria Breeze, Lindsey Blickem and Justin Rolph.

- 3.10 Based upon legal advice received, the sale of the shares in the Subsidiary Companies constitutes a fixed charge realisation.

- 3 11 There are no other shares to be realised for the benefit of the estate. Therefore, no further realisations are expected from this source and no further time costs are expected to be incurred in relation to this matter.

Other Matters

- 3 12 In the last progress report, creditors were advised that the Joint Administrators have issued a demand for payment, via the Solicitors, to a connected company in relation to an outstanding loan account of c£177,000. The connected party was able to provide evidence that the loan account had been repaid prior to the Administration. As such, the sum is no longer being pursued.
- 3 13 It was also advised that the Joint Administrators had conducted interviews with the Directors, former directors and management in order to better understand transactions which took place in the first two years of incorporation, including the fundraising activities of the Company and investments it made with the funds received from loan note holders.
- 3 14 Following discussions with the Secured Creditor with regards to the merits of continuing with the above investigation, it was decided that no further estate funds would be utilised in pursuing these lines of investigation any further. The Secured Creditor expressed its wish to have the funds remaining in the estate distributed to the loan note holders, in accordance with the security.
- 3 15 The Joint Administrators are therefore awaiting the opening of the Secured Creditor's bank account in order to be able to make such a distribution to them. Upon receipt of the funds, the Secured Creditor will proceed to agree claims and make a distribution to the individual secured loan note holders.
- 3 16 There were no other known assets of the Company to be realised for the benefit of the estate.

4. Investigations

- 4 1 The Joint Administrators have a statutory obligation to file a report with the DBEIS concerning the conduct of all directors of the Company that served in the three years prior to the Joint Administrators' appointment. The content of this report is confidential and was submitted to the Insolvency Practitioners Compliance Unit on 20 February 2017.

5. Dividend Prospects / Prescribed Part

Secured Creditors

- 5 1 In consideration for the monies advanced by the loan note holders via the Security Trustee, the Company granted the Security Trustee a debenture, which confers fixed and floating charges over all of the assets of the Company dated 22 August 2013. The Security Trustee was originally Harold Sharp Limited, however Mayfield Trustees Limited took over as Security Trustee on 3 October 2014. Companies House does not reflect this change.
- 5 2 According to the SOA, the Company's indebtedness to the loan note holders as at the Appointment Date was approximately £6.8 million subject to accruing interest and charges. A number of individual loan note holders and some SIPP's have submitted their claims in the Administration. At the date of this report, it is expected that this will be dealt with by the Security Trustee as part of the claims adjudication process to be undertaken by the Security Trustee, with the assistance of the Joint Administrators.

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- 5.3 During the previous Reporting Period, it has come to the Joint Administrators' attention that approximately one third of loan note holders invested in the Company prior to the debenture security being created on 22 August 2013. According to legal advice sought from the Solicitors, any loan note holders who invested their monies with the Company prior to 22 August 2013 will not be covered by the security and therefore will rank as non-preferential creditors in the Administration. According to the Company's records, the total sum invested prior to the debenture security being created is in the region of £3 million. Therefore, based on current estimates, secured debt totals circa £3.8 million, excluding interest and charges.
- 5.4 At this stage, it is anticipated that there will be insufficient realisations to repay the Security Trustee, and therefore the secured loan note holders, in full.
- 5.5 The Joint Administrators are in a position to make a distribution to the Security Trustee; however, this payment has been delayed due to the fact that the Security Trustee has yet to open a bank account.
- 5.6 It is expected that a distribution will be made to the Security Trustee, who will in turn make distributions to individual loan note holders or to the Pension Trustees. This will be done with the assistance of the Joint Administrators, who will assist with the agreeing of the total secured claim based on claims derived from the Company's records and documentation provided by the individual loan note holders, as well as collating bank details for the dividend payment.

Preferential Creditors

- 5.7 Although the Joint Administrators are yet to receive notification of the preferential creditors' claims, at this stage, it is anticipated that there will be insufficient funds available to enable a distribution to preferential creditors.
- 5.8 Following the Appointment Date, one of the Company's four employees was made redundant. The remaining three employees were employed by UCH and therefore have transferred across to UCH under TUPE.
- 5.9 It is the Joint Administrators' understanding that all salaries were paid up to date. Therefore, it is anticipated there will be limited, if any, preferential claims against the Company.

Prescribed Part

- 5.10 The Company granted a floating charge to the Security Trustee on 22 August 2013 and the Prescribed Part provisions will apply.
- 5.11 As previously advised, the sale of the shares in the Subsidiary Companies constitutes a fixed charge realisation. Floating charge realisations total £20,000 in respect of the transfer of tax losses, however the net property is likely to be less than £10,000.
- 5.12 Therefore, in the absence of any further floating charge realisations, the Joint Administrators will not be required to set aside the Prescribed Part.

Non-Preferential Creditors

- 5.13 According to information provided to the Joint Administrators, non-preferential creditors total £92,852, all of which relates to Trade & Expense Creditors. This figure differs from the SOA figure, which is £18,905.
- 5.14 In addition, and as detailed in Section 5.3 above, it has now come to light that investments made by certain individual loan note holders prior to the debenture security being created on 22
-

August 2013, will also rank as non-preferential claims in the Administration. These investments total approximately £3 million

- 5 15 Based upon current information, it is anticipated that there will be insufficient realisations to enable a distribution to the non-preferential creditors of the Company

6. Joint Administrators' Receipts and Payments Account

- 6 1 A detailed Receipts and Payments Account for the Reporting Period is shown at Appendix 2

- 6 2 As at 22 May 2018, there was a cash balance of £792,939.

7. Pre-Administration Costs

- 7 1 On 27 January 2017, the following amounts in respect of Pre-Administration costs (plus VAT) were approved by the Secured Creditor to be paid out of the assets of the Company

Name of Recipient	Brief Description of Services Provided	Total Amount Incurred (£)
Duff & Phelps	Discussing the upcoming appointment with the Directors the Secured Creditor the agents and solicitors internal planning meetings in connection with the Administration	1 332
JMW Solicitors LLP	Assist with placing the Company into Administration drafting appointment documents and advising on other ad hoc legal matters	4 218
Total Unpaid Pre-Administration Costs		£15,550

- 7 2 The costs of Duff & Phelps have been settled and it is understood that the sum due to JMW Solicitors LLP has been settled by the Directors

8. Joint Administrators' Costs and Expenses

- 8 1 The Joint Administrators' basis of remuneration was approved on the basis of time properly charged by the Secured Creditor on 27 January 2017. The drawing of Category 2 Disbursements was also approved on the same date

- 8 2 The original fee estimate approved was for a total of £195,105 which effectively acted as a cap on the Joint Administrators' fee which may be drawn. Due to the fact that the level of time costs incurred exceeded this initial fee estimate, the Joint Administrators submitted a revised Fee Estimate to the Secured Creditor totalling £330,269. The Fee Estimate, Expenses Estimate and Fee Narrative were provided to creditors in the previous progress report. Approval has been received from the Secured Creditor to draw remuneration at the level of this revised estimate of £330,269, which effectively acts as a cap on the fees to be drawn

- 8 3 A copy of the revised Fee Estimate is attached at Appendix 4

- 8 4 The time costs charged in the Reporting Period by the Joint Administrators are analysed at Appendix 3. Time costs total £27,147 representing 80 hours at an average charge out rate of £339

8.5 In accordance with SIP 9, the Joint Administrators have provided creditors with additional information regarding major areas of time during the Reporting Period recorded below:

- Time costs of £6,229 have been incurred in respect of Secured Creditors. The majority of these time costs relate to dealing with the secured creditors claims and assisting in the opening of the Secured Creditor's bank account for distribution detailed in section 3.23 above.
- Time costs of £5,472 have been incurred in respect of communicating with creditors, including secured and non-preferential creditors. This is in relation to dealing with correspondence from the Security Trustee and answering queries from individual loan note holders. The Joint Administrators have also been liaising with the SIPP's in respect of the investors they represent.
- Time costs of £4,280 have been incurred under the heading Statutory Matters. This relates to the time spent completing the last report to creditors, sending the report to all relevant parties and filing the report at Companies House.
- Time costs of £3,482 have been incurred under the heading Case Review and Case Diary Management. The Joint Administrators are required to review cases on a regular basis and complete tasks specified by diary lines which ensure that all statutory matters on the case are completed within the required time limit.
- Time costs of £3,064 have been incurred under the heading Strategy Planning and Control. This includes internal meetings to discuss the progress of the Administration as well as proactively progressing the Administration.

8.6 Time costs charged since the Appointment Date are detailed at Appendix 3.

8.7 No remuneration or disbursements have been drawn by the Joint Administrators in the Reporting Period.

8.8 The Joint Administrators have incurred professional expenses and disbursements during the Reporting Period which are detailed in Appendix 3.

8.9 A Statement of Creditors' Rights concerning the Joint Administrators' fees is enclosed at Appendix 5.

9. Extension of the Administration and Conclusion

9.1 An Administration automatically comes to an end after one year unless an extension is granted by the Court or with the creditors' consent.

9.2 The Joint Administrators sought consent from the Secured Creditor to extend the duration of the Administration for a period of 12 months, from 23 November 2017 to 22 November 2018.

9.3 The extension was required to provide additional time to enable the Joint Administrators to make a distribution to the Secured Creditor and pursue the outstanding loan account to a connected party. In addition, the Joint Administrators required further time to pursue potential further claims against various third parties.

9.4 The Secured Creditor provided consent to the extension on 20 November 2017. Therefore, the revised automatic end date for the Administration is now 22 November 2018.

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- 9.5 On the basis that there are no further assets to be realised, the Joint Administrators will make a first and final distribution to the Secured Creditor, and then seek to close the Administration via the dissolution exit route, after discharging the outstanding costs and expenses of the Administration as well as completing all other outstanding matters pertinent to the Administration

10. Next Report

- 10.1 The Joint Administrators are required to provide a Progress Report within one month of every 6 months
- 10.2 The next report to creditors will be provided on or before 20 November 2018, should the case not be closed before this date
- 10.3 If you have any queries or require any further assistance please do not hesitate to contact my colleague Vedrana Marosevic of this office



Stephen Clancy
Joint Administrator

The affairs, business and property of the Company are being managed by the Joint Administrators, Stephen Clancy and Steven Muncaster, who act as agents for the Company and without personal liability. Both are licensed by the Insolvency Practitioners Association and are bound by the Insolvency Code of Ethics.

Appendix 1

Statutory Information

Statutory Information

Date of Incorporation	17 May 2012
Registered Number	08074070
Company Directors	Victoria Elizabeth Breeze Lindsey Victor Blickem Justin James Rolph
Company Secretary	Victoria Elizabeth Breeze
Shareholders	Acquiro Investment Group Ltd – 65% Elizabeth Mary O Shea – 5% Jonathan Paton – 5% Yannis Alexandros Loucopoulos – 5% Justin Rolph – 5% Andrew Sweeney – 5% Lororton Investments Ltd – 4% Victoria Breeze – 3.5% Lindsey Blickem – 2.5%
Trading Address	Holland House 1-5 Oakfield Sale Cheshire M33 6TT
Registered Office	Current: The Chancery 58 Spring Gardens Manchester M2 1EW Former: Holland House 1-5 Oakfield Sale Cheshire M33 6TT

Appendix 2

Joint Administrators' Receipts and Payments Account

Premier Children Services Limited
(In Administration)
Joint Administrators' Summary of Receipts & Payments

Statement of Affairs £	From 23/11/2017 To 22/05/2018 £	From 23/11/2016 To 22/05/2018 £
600,000.00		
SECURED ASSETS		
Shareholding in Subsidiary Companies	NIL	1,150,000.00
Gross bank interest - fixed account	1,603.01	1,603.01
	<u>1,603.01</u>	<u>1,151,603.01</u>
COSTS OF REALISATION		
Joint administrators' remuneration	NIL	195,105.00
Joint administrators' disbursements	NIL	1,309.60
Legal Fees	NIL	36,221.50
Legal Disbursements	NIL	1,185.00
Pre-Appointment Remuneration	NIL	11,332.00
Pre-Appointment Disbursements	NIL	20.00
Accountants Fees	NIL	7,250.00
Irrecoverable VAT	NIL	900.00
	<u>NIL</u>	<u>(253,323.10)</u>
ASSET REALISATIONS		
Transfer of Tax Losses	NIL	20,000.00
Bank Interest Gross	139.78	391.31
	<u>139.78</u>	<u>20,391.31</u>
COST OF REALISATIONS		
Land Registry Charges	NIL	11.00
Accountants Fees	NIL	6,500.00
Agents/Valuers Fees	NIL	39,250.00
Legal Fees	20,495.00	20,495.00
Legal Disbursements	34.87	34.87
Irrecoverable VAT	4,108.98	59,359.58
Storage Costs	15.00	43.87
Bank Charges	5.15	38.03
	<u>(24,659.00)</u>	<u>(125,732.35)</u>
600,000.00	<u>(22,916.21)</u>	<u>792,938.87</u>
REPRESENTED BY		
Fixed bank account		701,603.01
Floating/main current account		91,335.86
		<u>792,938.87</u>

Note:

Appendix 3

Analysis of Time Charged and Expenses Incurred

PREMIER CHILDREN SERVICES LIMITED (IN ADMINISTRATION)

ANALYSIS OF TIME COSTS FOR THE PERIOD 23/11/2017 to 22/05/2018

ADM-Admin - Post Appt

Classification of Work Function	Hours					Total Hours	Time Cost £	Avg Hourly Rate £
	Manager	Manager	Senior	Assistant	Support			
Administration and Planning								
Case review & Case Diary management	4.60	0.40	2.10	1.50	0.00	8.60	3,482.00	404.88
Cashiering & accounting	0.00	2.10	0.70	2.15	0.00	4.95	1,481.25	295.20
Statement of affairs	1.80	0.00	0.00	0.00	0.00	1.80	954.00	530.00
Statutory matters (Meetings & Reports & Notices)	0.00	2.30	9.00	2.80	0.00	13.90	4,280.00	307.91
Strategy planning & control	0.40	1.50	6.10	1.55	0.00	9.55	3,063.75	320.81
Tax Compliance / Planning	0.00	1.30	0.80	0.00	0.00	2.10	814.00	387.62
Creditors								
Communications with Creditors / Employees	1.40	4.50	5.80	7.80	0.00	19.50	5,472.00	280.62
Non Pref Creditors / Employee claims handling	0.00	0.00	0.40	0.00	0.00	0.40	134.00	335.00
Secured Creditors	0.00	11.40	4.30	0.00	0.00	15.70	6,228.50	398.72
Investigations								
CDDA & reports & Communication	0.00	1.40	1.70	0.50	0.00	3.60	1,215.00	337.50
Financial review and investigations (S238/239 etc)	0.00	0.10	0.00	0.00	0.00	0.10	42.00	420.00
Total Hours:	8.20	25.00	30.90	16.10	0.00	80.20		338.49
Total Fees Claimed: £	4,346.00	10,494.00	10,351.50	1,955.00	0.00		27,146.50	

PREMIER CHILDREN SERVICES LIMITED (IN ADMINISTRATION)

ANALYSIS OF TIME COSTS FOR THE PERIOD 23/11/2017 to 22/05/2018

ADM-Admin - Post Appt.

Classification of Work Function	Hours					Total Hours	Time Cost £	Avg Hourly Rate £
	Manag ng	Manager	Senior	Assistant	Support			
Administration and Planning								
Case review & Case Diary management	4.60	0.40	2.10	1.50	0.00	8.60	3,482.00	404.88
Cashiering & accounting	0.00	2.10	0.70	2.15	0.00	4.95	1,461.25	295.20
Statement of affairs	1.80	0.00	0.00	0.00	0.00	1.80	954.00	530.00
Statutory matters (Meetings & Reports & Notices)	0.00	2.30	9.00	2.60	0.00	13.90	4,280.00	307.91
Strategy planning & control	0.40	1.50	6.10	1.55	0.00	9.55	3,063.75	320.81
Tax Compliance / Planning	0.00	1.30	0.80	0.00	0.00	2.10	814.00	387.62
Creditors								
Communications with Creditors / Employees	1.40	4.50	5.80	7.80	0.00	19.50	5,472.00	280.62
Non Pref Creditors / Employee claims handling	0.00	0.00	0.40	0.00	0.00	0.40	134.00	335.00
Secured Creditors	0.00	11.40	4.30	0.00	0.00	15.70	6,228.50	398.72
Investigations								
CDDA & reports & Communication	0.00	1.40	1.70	0.50	0.00	3.60	1,215.00	337.50
Financial review and investigations (\$238/239 etc)	0.00	0.10	0.00	0.00	0.00	0.10	42.00	420.00
Total Hours.	8.20	25.00	30.90	15.10	0.00	80.20		338.49
Total Fees Claimed. £	4,346.00	10,494.00	10,351.50	1,955.00	0.00		27,146.50	

Premier Children Services Limited (In Administration)
Joint Administrators' Expenses

Company	Activity	Fee Basis	Reporting Period	
			Incurred (£)	Amount Paid (£)
Professional Advisors				
Kingshills LLP	Solicitors - assisting with potential preference claim and additional claims.	Time Costs	Nil	20,495.00
		Disbursements	Nil	34.87
		TOTAL	£0.00	£20,529.87

The above fees were incurred in a prior reporting period but paid in this Reporting Period

The Joint Administrators' choice of professional advisors was based on their perception of the experience and ability of the respective firms/individuals to perform their work, the complexity and nature of the assignment and the basis of their fee

Premier Children Services Limited (In Administration)
Joint Administrators' Disbursements

Description	Reporting Period	
	Incurred (£)	Amount Paid (£)
Category 1		
Irrecoverable VAT	3 00	4 105.98
Storage Costs	15 00	15 00
Bank Charges	5.15	5 15
	<u>23 15</u>	<u>4,126 13</u>
TOTAL	<u>23.15</u>	<u>4,126.13</u>

The majority of the irrecoverable VAT relates to professional fees which were incurred in a previous reporting period but paid in this Reporting Period

There are no Category 2 disbursements

Appendix 4

Copy of Revised Fee Estimate

Fees Estimate

Premier Children Services Limited (In Administration)

Revised Fee Estimate for the Whole Period of the Extended Administration

Administration - Post Appointment (New)							
Classification of Work Function	Hours						Avg. Hourly Rate
						Total Hours	
	Partner	Manager	Senior	Assistant	Support		
Admin & Planning:							
Case review and Case Diary management	47.50	3.50	3.00	6.00	0.00	60.00	28,475.00
Cashiering & accounting	5.00	3.50	3.50	7.50	0.00	19.50	6,327.50
Dealings with Directors and Management	5.00	40.00	2.00	1.00	0.00	48.00	20,235.00
IPS set up & maintenance	0.00	0.20	0.00	3.00	0.00	3.20	519.00
Statement of affairs	13.90	0.00	0.00	2.45	0.00	16.35	7,681.25
Statutory matters (Meetings, Reports and Notices)	12.50	17.50	20.00	35.00	0.00	85.00	25,450.00
Strategy planning & control	45.00	30.00	17.50	15.00	0.00	107.50	44,225.00
Tax Compliance/Planning	9.00	10.00	0.00	0.30	0.00	19.30	9,013.50
Creditors:							
Communications with Creditors/Employees	12.00	20.00	15.00	30.00	0.00	77.00	23,910.00
Non Pref Creditors/Employee claims handling	0.00	0.40	1.70	2.50	0.00	4.60	940.00
Secured Creditors	8.00	27.50	25.00	10.00	0.00	70.50	25,240.00
Investigations:							
CDDA, reports & Communication	0.00	78.60	0.00	32.25	0.00	110.85	37,110.75
Financial review and investigations (S238/239 etc)	5.00	97.50	22.50	10.00	0.00	135.00	52,250.00
Forensic Sales Ledger Investigation	0.00	0.00	1.00	0.00	0.00	1.00	320.00
Realisation of assets:							
Freehold & Leasehold Property	0.00	5.50	0.00	0.00	0.00	5.50	2,310.00
Sale of Business	9.40	92.75	5.00	5.00	0.00	112.15	46,262.00
Total Hours	172.30	426.95	116.20	160.00	0.00	875.45	
Total Estimated Fees	91,319.00	179,319.00	37,184.00	23,200.00	0.00		330,269.00

Appendix 5

Statement of Creditors' Rights

STATEMENT OF CREDITORS RIGHTS

Rule numbers refer to Insolvency (England & Wales) Rules 2016 (as amended)

Section numbers refer to Insolvency Act 1986

'Office-holder' is the current Administrator or Liquidator as applicable

Information for creditors on remuneration and disbursements of Administrators

Information regarding the fees and disbursements of Administrators, including details of the Duff & Phelps' disbursements policy and hourly charge out rates for each grade of staff that may undertake work on this case, is in a document called "A Creditors' Guide to Administrators' Fees". This can be viewed and downloaded from the Joint Administrators' website at:

<https://www.duffandphelps.co.uk/services/restructuring/corporate-restructuring-and-debt-advisory/creditor-guides-and-employee-fact-sheets>

(click on the document 'Administration (appointment from 1 October 2015)'. Should you require a copy please contact this office

Creditors have the right to request information from the office-holder under rule 18.9

A secured creditor, an unsecured creditor with the concurrence of at least 5% in value of the unsecured creditors (including the creditor in question) or any unsecured creditor with the permission of the court may make a written request to the office-holder for further information concerning remuneration or expenses. Such a request must be made within 21 days of receipt of this report and a response will be provided within 14 days of receipt of the request

Creditors have recourse to court: application to be made within 21 days of the office-holder giving reasons for not providing all the information requested or the expiry of the 14 days within which an office-holder must respond to a request

Creditors have the right to challenge the office-holder's remuneration and expenses under rule 18.34

A secured creditor, an unsecured creditor with the concurrence of at least 10% in value of the unsecured creditors (including that creditor) or any unsecured creditor with the permission of the court may make an application to court on the grounds that the remuneration charged or expenses incurred are excessive and/or that the basis fixed for the office-holder's remuneration is inappropriate. The application to court must be made no later than eight weeks after receipt of the Progress Report where the charging of the remuneration or the incurring of expenses in question occurs