

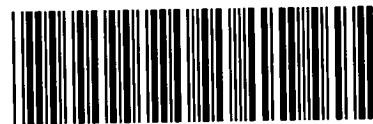
AM22

Notice of move from administration to creditors' voluntary liquidation



Companies House

THURSDAY



A9AESQZL

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30/07/2020

#205

COMPANIES HOUSE

1 Company details

Company number 0 8 2 7 7 5 6 1

Company name in full MBI Consulting (UK) Ltd

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

2 Court details

Court name The High Court of Justice, Business & Property Court
in Leeds

Court case number 8 5 8 2 0 1 8

3 Administrator's name

Full forename(s) Paul

Surname Whitwam

4 Administrator's address

Building name/number Minerva

Street 29 East Parade

Post town Leeds

County/Region Yorkshire

Postcode L S 1 5 P S

Country

AM22

Notice of move from administration to creditors' voluntary liquidation

5 Administrator's name ¹

Full forename(s) Philip Edward

Surname Pierce

1 Other administrator
Use this section to tell us about another administrator.**6 Administrator's address ²**

Building name/number Minerva

Street 29 East Parade

Post town Leeds

County/Region Yorkshire

Postcode L S 1 5 P S

Country

2 Other administrator
Use this section to tell us about another administrator.**7 Appointor/applicant's name**

Give the name of the person who made the appointment or the administration application.

Full forename(s) Robin

Surname Forster

8 Proposed liquidator's name

Full forename(s) Paul

Surname Whitwam

Insolvency practitioner number. 8 3 4 6

9 Proposed liquidator's address

Building name/number Minerva

Street 29 East Parade

Post town Leeds

County/Region Yorkshire

Postcode L S 1 5 P S

Country

AM22

Notice of move from administration to creditors' voluntary liquidation

10 Proposed liquidator's name^①

Full forename(s) Philip Edward

Surname Pierce

Insolvency practitioner
number 9 3 6 4**① Other liquidator**
Use this section to tell us about
another liquidator.**11 Proposed liquidator's address^②**

Building name/number Minerva

Street 29 East Parade

Post town Leeds

County/Region Yorkshire

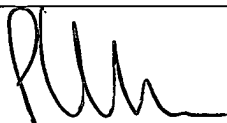
Postcode L S 1 5 P S

Country

② Other liquidator
Use this section to tell us about
another liquidator.**12 Period of progress report**From date ^d2 ^d2 ^m0 ^m2 ^y2 ^y0 ^y2 ^y0To date ^d2 ^d9 ^m0 ^m7 ^y2 ^y0 ^y2 ^y0**13 Final progress report**☒ I have attached a copy of the final progress report.**14 Sign and date**Administrator's
signature

Signature

X



X

Signature date ^d2 ^d9 ^m0 ^m7 ^y2 ^y0 ^y2 ^y0

AM22

Notice of move from administration to creditors' voluntary liquidation



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 Marchinton

Company name FRP Advisory Trading Limited

Address Minerva

29 East Parade

Post town Leeds

County/Region Yorkshire

Postcode L S 1 5 P S

Country

DX cp.leeds@frpadvisory.com

Telephone 0113 831 3555



Checklist

We may return forms completed incorrectly or with information missing.

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DX 33050 Cardiff.



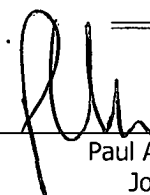
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MBI Consulting (UK) Ltd
(In Administration)
Joint Administrators' Summary of Receipts & Payments

| Statement of Affairs £ | | From 22/02/2020 To 29/07/2020 £ | From 22/08/2018 To 29/07/2020 £ |
|---------------------------|---------------------------------------|---------------------------------------|---------------------------------------|
| | ASSET REALISATIONS | | |
| Uncertain | Book Debts | NIL | NIL |
| | Directors' Contribution to Costs | NIL | 2,500.00 |
| 988.00 | Cash at Bank | NIL | NIL |
| Uncertain | Associated Company Book Debts | NIL | NIL |
| Uncertain | Loan Account | NIL | NIL |
| | Bank Interest Gross | 7.13 | 12.94 |
| | Recovery from Director | 100,000.00 | 100,000.00 |
| | | 100,007.13 | 102,512.94 |
| | COST OF REALISATIONS | | |
| | Bordereau | 20.00 | 20.00 |
| | Administrators' Fees - Pre Appointmen | 6,616.50 | 6,616.50 |
| | Administrators' Fees - Post Appointme | 52,994.00 | 52,994.00 |
| | Legal Disbursements | 23.20 | 96.10 |
| | Media Consultancy Fees | 3,080.00 | 3,080.00 |
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| (51,180.00) | Trade and Expense Creditors | NIL | NIL |
| (429,131.00) | G Dickson Loan | NIL | NIL |
| (800,073.00) | SPV Creditors | NIL | NIL |
| | | NIL | NIL |
| (17,768,427.00) | | 18,031.98 | 20,464.89 |
| | REPRESENTED BY | | |
| | Vat Recoverable - Floating | | 16,399.21 |
| | IB Curr Flt/NIB 24.6.20 | | 4,065.68 |
| | | | 20,464.89 |



Paul Andrew Whitwam
Joint Administrator

FRI

MBI Consulting (UK) Ltd (in Administration) ("the Company")

The Administrators' Final Report for the period 22/02/2020 – 29/07/2020

29 July 2020

Contents and abbreviations

FRI

| Section | Content |
|-----------------|---|
| 1. | Progress of the Administration in the Period |
| 2. | Outcome for creditors |
| 2. | Administrators' remuneration, disbursements and expenses |
| Appendix | Content |
| A. | Statutory information regarding the Company and the appointment of the Administrators |
| B. | Form AM22 - Notice of move from administration to creditors voluntary liquidation |
| C. | Schedule of work |
| D. | Details of the Administrators' time costs and disbursements for the Period and cumulatively |
| E. | Receipts and payments account for the Period and cumulative |
| F. | Statement of expenses incurred in the Period |

The following abbreviations may be used in this report:

| | |
|---------------------------|--|
| The Administrators | Paul Andrew Whitwam and Philip Edward Pierce of FRP Advisory Trading Limited |
| The Company | MBI Consulting (UK) Ltd (In Administration) |
| CVL | Creditors' Voluntary Liquidation |
| FRP | FRP Advisory Trading Limited |
| HMRC | HM Revenue & Customs |
| The Period | The reporting period 22/02/2020 – 27/07/2020 |
| The Proposals | The Administrators' proposals for achieving the purpose of the administration dated 15/10/2018 |
| QFCH | Qualifying floating charge holder |
| SIP | Statement of Insolvency Practice |
| Shulmans | Shulmans LLP, Solicitors based in Leeds (Now called Knights PLC) |
| Schofields | Schofield Sweeney LLP, Solicitors based in Leeds |

1. Progress of the Administration in the Period

Important Note

This progress report has been prepared from information available at the time of its preparation. Due to the global outbreak of COVID-19 and the UK's response to this, requiring working from home and necessarily a lack of access to physical files or other information, we should advise that we may not have all the information required to ensure this report is both complete and accurate. The contents of this report should be read in conjunction with the Administrators' previously issued progress reports.

The Proposals

The Administrators identified that the objective of the administration, as set out in the proposals approved on 6 November 2018, was to achieve a better result for the Company's creditors as a whole than would be likely if the Company had been wound up (without first being in administration).

The objective was to be achieved by allowing the Administrators to review and commence various recovery processes without undue delay.

The Administrators believe that the Company has been left in a significantly better position from the immediate and timely pursuit and/or collection of outstanding claims and debts than would have been achieved had the Company entered Liquidation without first being in Administration.

Implementation of the Proposals

As disclosed previously, following their appointment, the Administrators instructed Shulmans to assist them in establishing (and ultimately pursuing) a potential claim against a former director of the Company. The Administrators' appointment allowed that claim to be established sooner than if the Company had first entered into liquidation.

In addition, the Administrators investigations also revealed a potential preference claim of significant value against a connected party. This is explained in more detail further in this report.

Other duties undertaken by the Administrators in accordance with the Proposals included:

- Investigate and realise (if possible) the Company's book debt ledger;
- Seek an extension of the administration period to facilitate the ongoing recovery of various claim;
- Ensure all statutory and compliance matters are attended to;
- Pay all administration expenses and recover VAT where applicable;
- Proceed to exit the Administration by moving the Company to Creditors Voluntary Liquidation.

Extension of period of administration

On 2 July 2019, the Administrators wrote to unsecured creditors seeking permission to extend the original term of the Administration by 12 months. This was necessary to facilitate commencing and continuing the legal proceedings against the former director. Creditors subsequently approved that request.

The Administration is now scheduled to end on 22 August 2020. The Administrators have discussed the matter with Shulmans and have concluded that, on balance, there is no requirement for a further extension and that the ongoing legal action can be pursued by the Company in Liquidation. Accordingly, the Administrators are now taking steps to move the Company into Creditors' Voluntary Liquidation. The current Joint Administrators will become the Joint Liquidators of the Company in accordance with the proposals approved by the Company's creditors.

1. Progress of the Administration in the Period

Work undertaken during the Administration

The Administrators attach at **Appendix C** a schedule of the work undertaken during the Period covered by this final report. As set out in the Administrators' previous progress reports, the principal areas of work undertaken during the Administration relates to:

- the Administrators reconciling, evidencing and subsequently pursuing an overdrawn loan account due from a former director of the Company;
- pursuing a potential preference claim against a connected party.

Attached at **Appendix E** is a receipts and payments account detailing both transactions for the Period of this report and also cumulatively for the whole period of the administration.

Former Director's Loan Account ("DLA")

As set out in previous progress reports, the Administrators investigations revealed transactions totalling £1,268,643 in respect of monies advanced to a former director and his wife (collectively referred to herein as the "former director"). The resultant DLA forms the basis of the Company's claim against the former director.

In July 2019, Court Proceedings were issued by the Administrators against the former director for the recovery of the DLA. The Administrators' lawyers received the former director's defence and subsequently filed a response with the Court on 9 March 2020. This is an ongoing matter and creditors will be updated further in due course.

Preference Claim

As reported previously, the Administrators had identified a potential "preference claim" involving the Company's director, Mr Forster ("the Director") and Qualia Care Developments Limited ("QCD"), an associated creditor of the Company.

The Company's draft accounts for 30 March 2017 disclosed that the Director had a significant overdrawn loan account with the Company of circa £485,000. QCD, together with other companies (in which the Director had a controlling interest) were also creditors of the Company for substantial amounts.

The Administrators identified that the Director had purported to extinguish the amount owed by him to the Company by reducing the debt owed to QCD by an equivalent amount, thus "netting off" the two. The Administrators instructed Schofields, solicitors based in Leeds to further consider, and advise on, the validity of this "netting off".

A letter before action was subsequently issued by Schofields. The Director denied any liability and instructed his own solicitors to defend the claim.

After lengthy negotiations, a compromise was agreed whereby the Administrators accepted £125,000 in full and final settlement of the potential claim. As part of the settlement, the various creditors associated with the Director and totalling circa £10,195,875 agreed to waive any rights to dividend in respect of this settlement.

The settlement sum was paid in stage payments and, at the date of this report, all payments have been received on time. The final payment of £25,000 is due to be received on or before 13 August 2020. These payments were accepted by the Administrators on the basis that the Director denies any liability in respect of this matter.

Creditors should be aware that the Administrators sought and received an offer of litigation from the Legal Funding Market but decided, based on lawyers' advice, not to accept that offer as it was anticipated that this would not provide as great a return for the Company's creditors as the above settlement.

1. Progress of the Administration in the Period

Investigations

As set out above, the Administrators' duties included carrying out proportionate investigations into what assets the Company has, including any potential claims against directors or other parties, and what recoveries could be made.

The Administrators have reviewed the Company's books and records and accounting information, requested further information from the directors, and invited creditors to provide information on any concerns they had concerning the way in which the Company's business had been conducted.

Any further details of the conduct of the investigations are set out in the schedule of work attached or has been reported previously. The Administrators can confirm that these investigations review will, if appropriate, be continued by the subsequently appointed Liquidators.

Exiting the Administration

In accordance with the Proposals, the administration will cease following the Company moving to Creditors Voluntary Liquidation. The date the Administration ceases and the Creditors Voluntary Liquidation commences will be the date that the requisite notice is filed with the Registrar of Companies.

The attached schedule at **Appendix C** also indicates the future work that the Liquidators expect to carry out in the liquidation.

2. Outcome for Creditors

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Outcome for Creditors

The Company has no secured or preferential creditors.

The Administrators anticipate that current realisations may be sufficient to allow for a small dividend to be paid to unsecured creditors and, accordingly, steps are being taken to move the Company into Creditors Voluntary Liquidation.

The outcome for unsecured creditors may substantially differ, however, subject to the outcome of the Administrators (and subsequent Liquidators) actions in pursuance of the claim against the Former Director.

Prescribed Part

The prescribed part does not apply in this matter as there are no registered floating charges over the Company's assets.

3. Administrators' Remuneration, Disbursements and Expenses

Administrators' Remuneration

Following circulation of the Proposals, the Company's creditors passed a resolution that the Administrators' remuneration should be calculated on a time cost basis. Details of remuneration charged during the period of the report are set out in the statement of expenses attached at Appendix F.

A breakdown of the Administrators' time costs incurred during the period of this report and to date is attached at **Appendix D**. The remuneration recovered by the Administrators based on time costs, has not exceeded the sum provided in the fees estimate.

Creditors will note that the Administrators' time costs incurred to 27 July 2020 total £137,505 and have exceeded the original estimate provided to creditors.

This is principally due to significant difficulties in the recovery of the disputed DLA and additional time incurred in recovering the potential preference claim. As set out previously, the recovery of the DLA became protracted and is being disputed/defended by the former director and is still ongoing. The initial fee estimate also made no allowance for time costs incurred in recovering the potential preference claim.

Accordingly, to date, the Administrators have drawn fees of £52,994 from the funds available, which is in accordance with and limited to the approved fee estimate.

Subject to further approval from the Company's creditors, the Administrators will seek to recover their outstanding time-costs (£84,511) as a charge from the Creditors Voluntary Liquidation of the Company.

Administrators' Disbursements

The Administrators' disbursements are a recharge of actual costs incurred by the Administrators on behalf of the Company.

Mileage payments made for expenses relating to the use of private vehicles for business travel, which is directly attributable to the insolvency estate, are paid by FRP at the HMRC approved mileage rate prevailing at the time the mileage was incurred. Details of disbursements incurred during the period of this report are set out in **Appendix D**.

The Expenses of the Administration

An estimate of the Administrators' expenses was set out in the Administrators' proposals. I attach at **Appendix F** a statement of expenses that have been incurred during the period covered by this report.

The expenses incurred or anticipated to be incurred have in some cases exceeded the estimates previously provided, due to the ongoing protracted recovery of the DLA and the preference claim and unexpected requirement to extend the period of the Administration.

When instructing third parties to provide specialist advice and services, or having the specialist services provided by the firm, the Joint Administrator is obligated to ensure that such advice or work is warranted and that the advice or work contracted reflects the best value and service for the work being undertaken. This is reviewed by the Joint Administrator periodically throughout the duration of the assignment. The specialists chosen may regularly be used by the Joint Administrator and usually have knowledge specific to the insolvency industry and, where relevant, to matters specific to this insolvency appointment.

Administrators' Pre-Appointment Costs

The Administrators' pre-appointment costs of £6,617 were approved by the Company's creditors. These costs have been drawn in full.

3. Administrators' Remuneration, Disbursements and Expenses

FRI

Other Matters

Creditors have a right to request further information from the Administrators and further have a right to challenge the Administrators' remuneration and other expenses, which are first disclosed in this report, under the Insolvency Rules. (For ease of reference these are the expenses incurred in the reporting period as set out in **Appendix F** only).

Further details of these rights can be found in the Creditors' Guide to Fees which you can access using the following link <https://creditors.frpadvisor.com/info.aspx> and select the one for administrations.

Alternatively, a hard copy of the relevant guide will be sent to you on request. Please note there is a time limit for requesting information being 21 days following the receipt of this progress report. There is a time limit of eight weeks following the receipt of this report for a Court application that the remuneration or expenses are excessive.

Appendix A

Statutory information regarding the Company and the appointment of the Administrators

FRI

MBI CONSULTING (UK) LTD (IN ADMINISTRATION)

COMPANY INFORMATION:

Other trading names:

Company number: 08277561

Registered office: FRP Advisory Trading Limited
Minerva
29 East Parade
Leeds
LS1 5PS

Previous registered office: North & South Suite
2nd Floor No 4 Warehouse
Canal Basin
Sowerby Bridge
West Yorkshire
HX6 2AG

Business address: North & South Suite
2nd Floor No 4 Warehouse
Canal Basin
Sowerby Bridge
West Yorkshire
HX6 2AG

ADMINISTRATION DETAILS:

Administrator(s): Paul Andrew Whitwam & Philip Edward Pierce

Address of Administrator(s): FRP Advisory Trading Limited
Minerva
29 East Parade
Leeds
LS1 5PS

Date of appointment of Administrator(s): 22/08/2018

Court in which administration proceedings were brought: The High Court of Justice
Business & Property Court in Leeds

Court reference number: 858 of 2018

Appointor details: The Directors

Previous office holders, if any: N/A

Extensions to the initial period of appointment: 12-month extension to 22 August 2020

Appendix B
Form AM22

FRI

AM22

Notice of move from administration to creditors' voluntary liquidation



Companies House

For further information, please
refer to our guidance at
www.gov.uk/companieshouse

1 Company details

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Company name in full MBI Consulting (UK) Ltd

→ Filling in this form
Please complete in typescript or in
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5 Administrator's name ^①

Full forename(s) Philip Edward

Surname Pierce

^① Other administrator

Use this section to tell us about another administrator.

6 Administrator's address ^②

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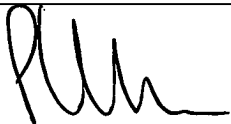
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Notice of move from administration to creditors' voluntary liquidation

| | | |
|--|--|--|
| 10 | Proposed liquidator's name ^① | |
| Full forename(s) | Philip Edward | |
| Surname | Pierce | |
| Insolvency practitioner number | 9 3 6 4 [] [] [] [] | |
| | | ① Other liquidator Use this section to tell us about another liquidator. |
| 11 | Proposed liquidator's address ^② | |
| Building name/number | Minerva | |
| Street | 29 East Parade | |
| | | |
| Post town | Leeds | |
| County/Region | Yorkshire | |
| Postcode | L S 1 [] 5 P S [] | |
| Country | | |
| | | ② Other liquidator Use this section to tell us about another liquidator. |
| 12 | Period of progress report | |
| From date | <div> <div>d</div> <div>2</div> <div>d</div> <div>2</div> <div>m</div> <div>0</div> <div>m</div> <div>2</div> <div>y</div> <div>2</div> <div>y</div> <div>0</div> <div>y</div> <div>2</div> <div>y</div> <div>0</div> </div> | |
| To date | <div> <div>d</div> <div>2</div> <div>d</div> <div>9</div> <div>m</div> <div>0</div> <div>m</div> <div>7</div> <div>y</div> <div>2</div> <div>y</div> <div>0</div> <div>y</div> <div>2</div> <div>y</div> <div>0</div> </div> | |
| 13 | Final progress report | |
| <input checked="" type="checkbox"/> I have attached a copy of the final progress report. | | |
| 14 | Sign and date | |
| Administrator's signature | <div> <div>Signature</div> <div>X</div> <div></div> <div>X</div> </div> | |
| Signature date | <div> <div>d</div> <div>2</div> <div>d</div> <div>9</div> <div>m</div> <div>0</div> <div>m</div> <div>7</div> <div>y</div> <div>2</div> <div>y</div> <div>0</div> <div>y</div> <div>2</div> <div>y</div> <div>0</div> </div> | |

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Contact name **Richard Marchinton**

Company name **FRP Advisory Trading Limited**

Address **Minerva**

29 East Parade

Post town **Leeds**

County/Region **Yorkshire**

Postcode **L S 1 5 P S**

Country

DX **cp.leeds@frpadvisory.com**

Telephone **0113 831 3555**

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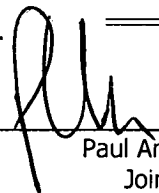
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| | Photocopying | 758.09 | 758.09 |
| | Statutory Advertising | 69.93 | 69.93 |
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| | IB Curr Flt/NIB 24.6.20 | | 4,065.68 |
| | | | 20,464.89 |


Paul Andrew Whitwam
Joint Administrator

Appendix C

Schedule of work

FRI

MBI Consulting (UK) Ltd (IN ADMINISTRATION)

Schedule of Work

The table below sets out a detailed summary of the work undertaken by the office holder to date and details of the work it is anticipated will be undertaken by the office holder throughout the duration of this assignment. Details of assumptions made in compiling this table are set out below. The fee basis for the different categories or work are set out in this table together with an estimate of the estimated fee for each category of work where this can be estimated. Where the fee basis proposed is on time costs further details of the estimated time costs to be incurred are set out in the fee estimate accompanying this schedule.

A proportion of the work undertaken by an Insolvency Practitioner is required by statute, including ensuring the appointment is valid, notifications of the appointment to third parties, regular reporting on the progress, notifying statutory bodies where required in relation to the conduct of the directors, complying with relevant legislation and regulatory matters. This may not have a direct financial benefit to creditors but is substantially there to protect creditors and other stakeholders and ensuring they are kept informed of developments.

| Note | Category | |
|------|---|---|
| 1 | ADMINISTRATION AND PLANNING Work undertaken during the reporting period | ADMINISTRATION AND PLANNING Future work to be undertaken |
| | General Matters | |
| | Regularly reviewing the conduct of the case and the case strategy and updating as required by the insolvency practitioners' regulatory professional body to ensure all statutory matters are attended to and to ensure the case is progressing. This aids efficient case management. Regular monitoring and reconciliation of the insolvency estate account. | Continued case strategy and file reviews as they fall due in accordance with internal FRP procedure. Final CT/VAT returns & reclaims to be submitted. Final reconciliation of the insolvency estate account. Transfer surplus funds to the subsequent liquidation estate account. Filing & general file upkeep. |

MBI Consulting (UK) Ltd (IN ADMINISTRATION)
Schedule of Work

| | | |
|---|---|---|
| | Regulatory Requirements | |
| | Continued money laundering considerations as additional information becomes available. | Continue to adhere to current AML guidance. |
| | Ethical Requirements | |
| | Prior to the Joint Administrator's appointment, a review of ethical issues was undertaken and no ethical threats were identified. Further ethical reviews are carried out periodically and no threats have been identified in respect of the management of the insolvency appointment over the period of this report. | |
| 2 | ASSET REALISATION Work undertaken during the reporting period | ASSET REALISATION Future work to be undertaken |
| | <p>Former Director's Loan Account</p> <p>Continued liaison with Shulmans regarding the recovery of the substantial overdrawn loan account. The debt is fully disputed and negotiations regarding settlement have become complicated.</p> <p>Creditors will be updated further on this matter in due course.</p> <p>Current Director Preference Claim</p> <p>The Administrators had identified a potential "preference claim" involving the Company's director, Mr Forster ("the Director") and Qualia Care Developments Limited ("QCD"), an associated creditor of the Company.</p> <p>The Company's draft accounts for 30 March 2017 disclosed that the Director had a significant overdrawn loan account with the Company of circa £485,000. QCD, together with other companies (in which the Director had a controlling interest) were also creditors of the Company for substantial</p> | <p>The Administrators (and subsequent Liquidators) will continue to liaise with Shulmans with a view to recovering the outstanding director's loan account owed by a former director.</p> <p>The Administrators (and subsequent Liquidators) will ensure the final £25,000 payment is received from the Director in respect of his preference claim settlement.</p> |

MBI Consulting (UK) Ltd (IN ADMINISTRATION)
Schedule of Work

| | | |
|--|---|--|
| | <p>amounts.</p> <p>The Administrators identified that the Director had purported to extinguish the amount owed by him to the Company by reducing the debt owed to QCD by an equivalent amount, thus "netting off" the two. The Administrators instructed Schofields, solicitors based in Leeds to further consider, and advise on, the validity of this "netting off".</p> <p>A letter before action was subsequently issued by Schofields. The Director denied any liability and instructed his own solicitors to defend the claim.</p> <p>After lengthy negotiations, a compromise was agreed whereby the Administrators accepted £125,000 in full and final settlement of the potential claim. As part of the settlement, the various creditors associated with the Director and totalling circa £10,195,875 agreed to waive any rights to dividend in respect of this settlement.</p> <p>The settlement sum was paid in stage payments and, at the date of this report, all payments have been received on time. The final payment of £25,000 is due to be received on or before 13 August 2020. These payments were accepted by the Administrators on the basis that the Director denies any liability in respect of this matter.</p> <p>Creditors should be aware that the Administrators sought and received an offer of litigation from the Legal Funding Market but decided, based on lawyers' advice, not to accept that offer as it was anticipated that this would not provide as great a return for the Company's creditors as the above settlement.</p> | |
| | | |

MBI Consulting (UK) Ltd (IN ADMINISTRATION)

Schedule of Work

| | | |
|---|--|--|
| 3 | CREDITORS Work undertaken during the reporting period <p>Liaise with Creditors as and when queries arise generally.</p> <p>Update the file with details of creditor claims as received.</p> <p>Prepare and issue statutory progress reports to creditors and the Registrar of Companies as and when they fall due.</p> | CREDITORS Future work to be undertaken <p>Continue to liaise with creditors in respect of any queries arising throughout.</p> <p>Once the Company is placed into liquidation and it is established that a dividend can be paid to creditors, the liquidators will take steps to submit the statutory advertisements for creditor claims and, once the notice has expired, adjudicate on the claims received in the estate, and ultimately pay a dividend to unsecured creditors.</p> |
| 4 | INVESTIGATIONS Work undertaken during the reporting period <p>Continued review of the Company's circumstances, books & records, etc to aid the proceedings started in pursuit of the outstanding director's loan account owed by the former director.</p> <p>Review of the Company's books & records to establish the validity of a preference claim against the current director.</p> | INVESTIGATIONS Future work to be undertaken <p>Additional review of records where necessary to aid the recovery of the outstanding director's loan account.</p> |
| 5 | STATUTORY COMPLIANCE AND REPORTING Work undertaken during the reporting period <p>Drafting & issuing of statutory progress reports to creditors, including final progress report.</p> <p>Filings with the Registrar of Companies as appropriate.</p> | STATUTORY COMPLIANCE AND REPORTING Future work to be undertaken <p>Ensure appropriate forms and reports are submitted to the Registrar of Companies to move the Company from Administration to Creditors Voluntary Liquidation in accordance with the approved proposals.</p> <p>Finalise VAT / CT positions prior to transferring surplus funds in the</p> |

MBI Consulting (UK) Ltd (IN ADMINISTRATION)

Schedule of Work

| | | |
|---|---|--|
| | Completion of VAT returns as and when required. | <p>Administration estate to the subsequent Liquidation estate.</p> <p>The liquidator will then continue to submit VAT & CT returns as and when they fall due in respect of the liquidation estate.</p> <p>The liquidator is required to submit statutory progress reports to creditors and members on each 12-month anniversary of their appointment and submit the appropriate filings to the Registrar of Companies.</p> |
| 6 | TRADING (where applicable) Work undertaken during the reporting period | TRADING (where applicable) Future work to be undertaken |
| | Not applicable. | Not applicable. |
| 7 | LEGAL AND LITIGATION Work undertaken during the reporting period | LEGAL AND LITIGATION Future work to be undertaken |
| | <p>All legal work undertaken on this assignment relates to the recovery of the former director's loan account, or the preference claim against the current director.</p> <p>All associated time spent dealing with these matters, including liaising with lawyers, etc, has been recorded to the Investigation or Asset Realisation categories as appropriate, and will continue to be recorded in this way moving forward.</p> | N/A |

Appendix D

Details of the Administrators' time costs and disbursements for the Period and cumulative

FRI

FRP

MBI Consulting (UK) Ltd (In Administration)

Time charged for the period 22 February 2020 to 29 July 2020

| | Total Hours | Total Cost £ | Average Hrly Rate £ |
|-----------------------------|--------------|------------------|---------------------|
| Administration and Planning | 15.00 | 3,713.75 | 247.58 |
| Asset Realisation | 17.50 | 7,506.25 | 428.93 |
| Creditors | 1.25 | 493.75 | 395.00 |
| Investigation | 53.50 | 22,732.50 | 424.91 |
| Statutory Compliance | 8.25 | 3,311.25 | 401.36 |
| Grand Total | 95.50 | 37,757.50 | 395.37 |

Time charged from the start of the case to 29 July 2020

| | Total Hours | Total Cost £ | Average Hrly Rate £ |
|-----------------------------|---------------|-------------------|---------------------|
| Administration and Planning | 97.45 | 28,700.25 | 294.51 |
| Asset Realisation | 101.45 | 40,461.75 | 398.83 |
| Creditors | 21.00 | 6,041.25 | 287.68 |
| Investigation | 95.85 | 41,190.75 | 429.74 |
| Statutory Compliance | 59.70 | 21,111.75 | 353.63 |
| Grand Total | 375.45 | 137,505.75 | 366.24 |

Disbursements for the period

22 February 2020 to 29 July 2020

| | Value £ |
|--------------------|---------|
| Grand Total | |

Mileage is charged at the HMRC rate
prevailing at the time the cost was incurred

FRP Charge out rates

| Grade | From | |
|-------------------------------|--------------|--------------|
| | 1st May 2016 | 1st May 2019 |
| Appointment taker / Partner | 370-450 | 370-495 |
| Managers / Directors | 280-370 | 280-370 |
| Other Professional | 165-230 | 165-230 |
| Junior Professional & Support | 80-110 | 80-110 |

Appendix E

Receipts and payments account for the Period and cumulative

FRI

MBI Consulting (UK) Ltd
(In Administration)
Joint Administrators' Summary of Receipts & Payments

| Statement of Affairs £ | | From 22/02/2020 To 29/07/2020 £ | From 22/08/2018 To 29/07/2020 £ |
|-----------------------------|---------------------------------------|---------------------------------------|---------------------------------------|
| ASSET REALISATIONS | | | |
| Uncertain | Book Debts | NIL | NIL |
| | Directors' Contribution to Costs | NIL | 2,500.00 |
| 988.00 | Cash at Bank | NIL | NIL |
| Uncertain | Associated Company Book Debts | NIL | NIL |
| Uncertain | Loan Account | NIL | NIL |
| | Bank Interest Gross | 7.13 | 12.94 |
| | Recovery from Director | 100,000.00 | 100,000.00 |
| | | <u>100,007.13</u> | <u>102,512.94</u> |
| COST OF REALISATIONS | | | |
| | Bordereau | 20.00 | 20.00 |
| | Administrators' Fees - Pre Appointmen | 6,616.50 | 6,616.50 |
| | Administrators' Fees - Post Appointme | 52,994.00 | 52,994.00 |
| | Legal Disbursements | 23.20 | 96.10 |
| | Media Consultancy Fees | 3,080.00 | 3,080.00 |
| | Legal Fees (1) | 18,361.50 | 18,361.50 |
| | Sundry Disbursements | 49.93 | 49.93 |
| | Photocopying | 758.09 | 758.09 |
| | Statutory Advertising | 69.93 | 69.93 |
| | Bank Charges - Floating | 2.00 | 2.00 |
| | | <u>(81,975.15)</u> | <u>(82,048.05)</u> |
| UNSECURED CREDITORS | | | |
| (16,489,031.00) | Associated Unsecured Creditors | NIL | NIL |
| (51,180.00) | Trade and Expense Creditors | NIL | NIL |
| (429,131.00) | G Dickson Loan | NIL | NIL |
| (800,073.00) | SPV Creditors | NIL | NIL |
| | | <u>NIL</u> | <u>NIL</u> |
| (17,768,427.00) | | 18,031.98 | 20,464.89 |
| REPRESENTED BY | | | |
| | Vat Recoverable - Floating | | 16,399.21 |
| | IB Curr Flt/NIB 24.6.20 | | 4,065.68 |
| | | | 20,464.89 |


Paul Andrew Whitwam
Joint Administrator

Appendix F

Statement of expenses incurred in the Period

FRI

| MBI Consulting (UK) Limited - In Administration | | |
|--|---------------------|--------------------------|
| Statement of expenses for the period ended | | |
| 29 July 2020 | | |
| | Period to | Cumulative period |
| | 29 July 2020 | to |
| Expenses | £ | 29 July 2020 |
| | | £ |
| Office Holders' remuneration (Time costs) | 37,758 | 137,506 |
| Office Holders' disbursements | 140 | 3,220 |
| Joint Administrators' pre appointment fees | - | 6,650 |
| Photocopying | 758 | 758 |
| Legal Fees post appointment | - | 53,203 |
| Legal disbursements | 23 | 96 |
| Bank Charges | 2 | 2 |
| Total | 38,681 | 201,435 |