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### 1 Company details

Company number 0 8 3 3 5 6 4 8

Company name in full International Resorts Management Limited

#### → Filling in this form

Please complete in typescript or in  
bold black capitals.

### 2 Administrator's name

Full forename(s) Finbarr Thomas

Surname O'Connell

### 3 Administrator's address

Building name/number C/O Smith & Williamson LLP

Street 25 Moorgate

Post town London

County/Region

Postcode E C 2 R 6 A Y

Country United Kingdom

### 4 Administrator's name ①

Full forename(s) Colin

Surname Hardman

#### ① Other administrator

Use this section to tell us about  
another administrator.

### 5 Administrator's address ②

Building name/number C/O Smith & Williamson LLP

Street 25 Moorgate

Post town London

County/Region

Postcode E C 2 R 6 A Y

Country United Kingdom

#### ② Other administrator

Use this section to tell us about  
another administrator.

# Continuation page

Name and address of insolvency practitioner

✓ **What this form is for**  
Use this continuation page to tell us about another insolvency practitioner where more than 2 are already jointly appointed. Attach this to the relevant form. ①  
Use extra copies to tell us of additional insolvency practitioners.

✗ **What this form is NOT for**  
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## 1 Appointment type

Tick to show the nature of the appointment:

- ☒ Administrator
- ☐ Administrative receiver
- ☐ Receiver
- ☐ Manager
- ☐ Nominee
- ☐ Supervisor
- ☐ Liquidator
- ☐ Provisional liquidator

① You can use this continuation page with the following forms:  
- VAM1, VAM2, VAM3, VAM4, VAM6, VAM7  
- CVA1, CVA3, CVA4  
- AM02, AM03, AM04, AM05, AM06, AM07, AM08, AM09, AM10, AM12, AM13, AM14, AM19, AM20, AM21, AM22, AM23, AM24, AM25  
- REC1, REC2, REC3  
- LIQ02, LIQ03, LIQ05, LIQ13, LIQ14,  
- WU07, WU15  
- COM1, COM2, COM3, COM4  
- NDISC

## 2 Insolvency practitioner's name

Full forename(s)

Lane Garry

Surname

Bednash

## 3 Insolvency practitioner's address

Building name/number

CMB Partners UK Limited

Street

Craftwork Studios

1 – 3 Dufferin Street

Post town

London

County/Region

Postcode

E C 1 Y 8 N A

Country

United Kingdom

# AM10

## Notice of administrator's progress report


### 6 Period of progress report

From date	<div><div>d</div><div>1</div></div>	<div><div>d</div><div>7</div></div>	<div><div>m</div><div>0</div></div>	<div><div>m</div><div>3</div></div>	<div><div>y</div><div>2</div></div>	<div><div>y</div><div>0</div></div>	<div><div>y</div><div>2</div></div>	<div><div>y</div><div>1</div></div>	
To date	<div><div>d</div><div>1</div></div>	<div><div>d</div><div>6</div></div>	<div><div>m</div><div>0</div></div>	<div><div>m</div><div>9</div></div>	<div><div>y</div><div>2</div></div>	<div><div>y</div><div>0</div></div>	<div><div>y</div><div>2</div></div>	<div><div>y</div><div>1</div></div>	

### 7 Progress report

☒ I attach a copy of the progress report

### 8 Sign and date

Administrator's signature	<div>Signature</div> <div><div>X</div><div></div><div><div>X</div></div></div>								
Signature date	<div><div>d</div><div>1</div></div>	<div><div>d</div><div>5</div></div>	<div><div>m</div><div>1</div></div>	<div><div>m</div><div>0</div></div>	<div><div>y</div><div>2</div></div>	<div><div>y</div><div>0</div></div>	<div><div>y</div><div>2</div></div>	<div><div>y</div><div>1</div></div>	

**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 **Thomas Walls**

Company name **Smith & Williamson LLP**

Address **25 Moorgate**

Post town **London**

County/Region

Postcode **E C 2 R 6 A Y**

Country **United Kingdom**

DX

Telephone **020 7131 4000**

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International Resorts Management Limited  
Waterside Cornwall Group Limited  
Waterside Cornwall Operations Limited  
Waterside Villages Limited

Joint administrators' progress report for the period from 17 March  
2021 to 16 September 2021

15 October 2021



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# 1. Glossary

Abbreviation	Description
CVL	Creditors' Voluntary Liquidation
FSCS	Financial Services Compensation Scheme
HMRC	HM Revenue & Customs
IR16	Insolvency (England and Wales) Rules 2016 If preceded by R this denotes a rule number
LCF	London Capital & Finance Plc (in administration)
LUKI	Lakeview UK Investments Plc
NDA	Non-Disclosure Agreement
PRDL	Prime Resorts Development Limited - in administration
RPS	Redundancy Payments Service
Sch B1	Schedule B1 to the Insolvency Act 1986 If preceded by P this denotes a paragraph number
SIP	Statement of Insolvency Practice (England & Wales)
the administrators/joint administrators	Finbarr Thomas O'Connell and Colin Hardman of Smith & Williamson LLP and Lane Bednash of CMB Partners UK Limited
the Companies	Waterside Cornwall Group Limited ("WCGL") International Resorts Management Limited ("IRML") Waterside Villages Limited ("WVL") Waterside Cornwall Operations Limited ("WCOL")
the Period	17 March 2021 - 16 September 2021
TMF	TMF Trustees Limited
WVBL	Waterside Village Bonds Limited

## 2. Introduction & Summary

This report provides an update on the progress in the administrations of the Companies for the six-month period ended 16 September 2021. It should be read in conjunction with our previous reports. By way of reminder, we, Finbarr Thomas O'Connell and Colin Hardman, of Smith & Williamson LLP, 25 Moorgate, London, EC2R 6AY, and Lane Bednash of CMB Partners UK Limited, Craftwork Studios, 1 - 3 Dufferin Street, London EC1Y 8NA were appointed joint administrators of the Companies on 17 March 2020.

- The Companies are part of a wider group known as the Prime Group (the “Group”). Due to the earlier appointment of administrators over PRDL, PRDL is reported on separately within its own progress report, the last of which was issued in August 2021 and is available for download from Companies House.
- The principal asset of the Companies is the holiday village in Bodmin, Cornwall, known as Waterside, which the administrators of WCOL have traded profitably to date, over the course of the last eighteen months.
- Operations at Waterside were and continue to be run from WCOL, with assistance from the administrators’ agents, Licensed Solutions Limited, with other Group companies holding the freehold, leasehold and other land titles for the site and also the lodges.
- During the period, and particularly during the summer months, Waterside has experienced a high level of bookings, driven in part by the restrictions on travel abroad.
- Extensive remedial and compliance works have been undertaken to ensure that the site is fully compliant with the relevant health & safety and Covid-19 regulations and that the site is being maintained to the appropriate standards for visiting customers.
- A considerable amount of work has been necessarily undertaken by the joint administrators and their professional advisors to ascertain the status of various assets of the Companies, land titles and security rights, concentrating on the primary realisable asset of Waterside. There are several secured creditors across the Group, with whom the joint administrators have liaised, in order to be in a position to facilitate a sale of the resort.
- LUKI holds, on trust for LUKI Bondholders, security in respect of a c.£5m bond issue. TMF holds, on trust for Waterside Bondholders, security in respect of a bond issue of c.£3m. Due to a number of LUKI and Waterside Bondholders submitting successful claims to the FSCS, the FSCS is now a subrogated creditor in respect of Bondholders that have been, or are due to be, compensated.
- LCF is a secured creditor of WCGL and WVL with claims against them of £57.2m and £15.7m, respectively.
- In March 2021, the administrators of WVL initiated a decision process in respect of the charged land (the “TMF Charged Land”) that sits within that entity, where TMF holds the security on behalf of the WVBL bondholders.
- A similar process was initiated in August 2021 by the administrators of IRML and WCGL, in respect of the land titles over which LUKI bondholders have security. Further details on both processes can be found at section 3.3 of this report.
- In September 2021, the Waterside resort was placed on the open market. The joint administrators have continued to engage their property advisors, Fraser CRE Limited (“Fraser CRE”) and subsequently Miller Commercial LLP (“Miller Commercial”) as agents in respect of the sale and marketing of the resort. It is anticipated that a sale may be completed by the end of Q1 2022, at the earliest.

## 3. Progress of the administration

Attached at Appendix I are receipts and payments accounts in respect of the Companies for the period from 17 March 2021 to 16 September 2021 and for the cumulative period from 17 March 2020 to 16 September 2021.

In the absence of a Statement of Affairs for each company, the latest management accounts available prior to the administrations were reproduced with the Proposals in March 2020, to provide an estimated financial position for the Companies, with the exception of IRML.



### 3.1 Administration strategy

By way of reminder, the objectives of the administrations are:

- achieving a better result for each of the Companies' creditors as a whole than would be likely if any of the Companies were wound up (without first being in administration); and
- if this objective cannot be achieved for WCGL, IRML and/or WVL, the objective will instead be realising property in order to make a distribution to one of more secured or preferential creditors.

The administrators are continuing to pursue the former objective for each Company and the outstanding matters to be concluded in the administrations are set out in section 9 of this report.

### 3.2 Waterside Cornwall - Holiday village at Bodmin, Cornwall ("the Resort")

It has necessarily taken a great deal of time to unravel complex title issues and competing security interests in order to ascertain firstly legal ownership and secondly which creditors have a financial interest in these assets. Together with our legal advisors, Mishcon de Reya LLP, we have, based on the Companies books and records available, Land Registry filings and various trust and security deeds, concluded in determining which entity holds which assets and where the security interests 'sit'.

Following the conclusion of our enquiries and investigation in this matter, the joint administrators were able to proceed to placing Waterside on the open market, having notified the relevant stakeholders of their intentions.

The joint administrators are currently inviting interested parties to enter into NDAs, further to which they are able to access a data room which provides the relevant information for parties to be able to conduct their due diligence of the Resort. There has been a substantial level of interest in the acquisition of the Resort, with all indicators pointing to a successful sale in due course.

Our agents anticipate that a sale may complete by the end of Q1 2022, at the earliest.

### 3.3 WVBL and LUKI bondholders

Other than LCF, the only other secured creditors over certain parts of the Resort, are the WVBL and LUKI bondholders.

In March 2021, the administrators of WVL initiated a decision process, whereby the views of the WVBL bondholders were canvassed as to whether the TMF Charged Land should be marketed for sale and (if possible) sold as part of a sale of the Resort as a whole.

Based upon the expert advice received and their own analysis, it is the view of the administrators of WVL, that whilst the sale of the Resort as a whole would likely produce the optimal outcome for all stakeholders, a sale of the Resort can still be pursued without the TMF Charged Land, at no detriment to the level of anticipated realisations that can be achieved for other stakeholders, other than the WVBL bondholders.

The response from the WVBL bondholders who voted, was in favour of a consolidated sale, with no WVBL bondholders voting against.

TMF have been fully engaged throughout this process, in their position as security trustee.

In August 2021, a similar decision process was initiated by the administrators of IRML and WCGL to the LUKI bondholders. As with the TMF Charged Land, the LUKI bondholders' views were canvassed in respect of a consolidated sale which includes the WCGL/LUKI Land, over which they hold security. The same principles apply in respect of the optimal outcome to the LUKI bondholders, following a consolidated sale of the Resort.

The LUKI bondholders who voted, voted overwhelmingly in favour of a consolidated sale.

It should be noted, that according to the existing security rights, the WVBL bondholders and LUKI bondholders would be entitled to approximately 10% and 1% respectively, of the total sale proceeds, less the associated costs of sale.

### WCOL – trading entity

During the current period, the joint administrators continued to adhere to Government COVID-19 restrictions and re-opened the site to customers on 12 April 2021, when restrictions were lifted for holiday accommodation. Given the natural social distance between lodges, we were able to benefit from opening the resort to the public earlier than standard hotels, which were only able to fully open to the public during May 2021.

The main facilities at the resort, which are comprised of a restaurant, a bar, swimming pool and a gym have been closed during the administration. This is due in part to the Government restrictions, however in more recent months as the joint administrators, in consultation with their agents, did not consider the reopening of all facilities to be commercially viable. During the current period we have provided separate food and drink outlets during the spring and summer months, which proved to be popular with customers.

To keep the site running on a holding basis and to undertake essential maintenance and compliance works, LCF, has loaned WCOL c.£760k, which includes expenditure such as wages, legal fees, agent's fees and certain supplier payments. WCOL has repaid £300k, with the current loan balance owing in the region of £460k. Monies loaned by LCF will be repaid following the sale of the Resort.

The administrators continue to monitor the trading performance of the site and their overall strategy for maximising the outcome for creditors is under constant review.

During the period, the joint administrators have continued to be assisted by Licensed Solutions Limited in respect of operational and performance matters in running the Resort. Our property advisors, Fraser CRE, also continue to be consulted on relevant site matters.

### 3.4 Value Added Tax

WCOL and WCGL are both registered for VAT. All quarterly VAT returns on WCGL have been submitted and these have all been £nil returns to date. An application for the de-registration of WCGL for VAT was submitted shortly prior to the six-month anniversary.

## 4. Investigations

We have a duty to investigate transactions to establish whether there may be any worth pursuing for the creditors' benefit through, for example, legal proceedings. We have made an assessment of whether there could be any matters that might lead to recoveries for the estate and what further investigations may be appropriate. This assessment took into account information provided by creditors either at the initial meeting (where held) or as a response to our request to complete an investigation questionnaire and is kept under constant review.

To avoid prejudicing the outcome of potential legal proceedings and for confidentiality reasons, the joint administrators are unable to disclose more specific information, at this time, to creditors. Whilst the joint administrators recognise that this may be frustrating, it would not be appropriate and would likely be counter-productive to provide details of any possible future actions.

The joint administrators will only continue pursue a course of action if it will provide a direct benefit to creditors of the relevant estate.

## 5. Pre-administration costs

The basis of our pre-administration costs was set out in our engagement letters with the Companies dated 11 March 2020. Our costs were to be charged on a time-cost basis.

The joint administrators' pre-administration costs for WCOL were approved by the creditors during the prior period, following a decision process.

As at the date of this report, the joint administrators' pre-administration costs are yet to be approved in respect of WCGL, WVL and IRML.

## 6. Administrators' remuneration

The joint administrators' time costs are set out in the table below:

Entity	Firm	Period	Total hours hrs	Total costs £	Average hourly rate £/hr	Fees drawn £
WCOL	S&W LLP	17/3/20 - 16/9/20	554.42	198,391.07	357.84	-
		17/9/20 - 16/3/21	431.42	185,241.21	429.38	-
		*17/9/20 - 16/3/21	9.25	4,091.17	442.29	-
		17/3/21 - 16/9/21	175.40	72,889.97	415.56	-
	<b>Total</b>		<b>1,170.48</b>	<b>460,613.42</b>	<b>393.52</b>	-
	CMB	17/3/20 - 16/9/20	9.40	4,060.50	448.00	-
		17/9/20 - 16/3/21	14.50	6,760.00	466.21	-
		17/3/21 - 16/9/21	19.50	9,337.50	479.00	-
	<b>Total</b>		<b>43.40</b>	<b>20,158.00</b>	<b>464.47</b>	-
	WCGL	17/3/20 - 16/9/20	38.55	17,573.25	456.00	-
		17/9/20 - 16/3/21	25.38	10,966.33	432.09	-
		*17/9/20 - 16/3/21	0.35	98.00	280.00	-
		17/3/21 - 16/9/21	31.70	12,242.90	386.21	-
WVL	S&W LLP	17/3/20 - 16/9/20	38.55	17,573.25	456.00	-
		17/9/20 - 16/3/21	25.38	10,966.33	432.09	-
		*17/9/20 - 16/3/21	0.35	98.00	280.00	-
		17/3/21 - 16/9/21	31.70	12,242.90	386.21	-
	<b>Total</b>		<b>95.98</b>	<b>40,880.48</b>	<b>425.91</b>	-
	CMB	17/3/20 - 16/9/20	10.80	4,978.00	441.00	-
		17/9/20 - 16/3/21	12.10	4,992.50	412.60	-
		17/3/21 - 16/9/21	10.60	4,890.00	461.32	-
	<b>Total</b>		<b>32.50</b>	<b>14,860.50</b>	<b>457.50</b>	-
	WVL	17/3/20 - 16/9/20	37.51	15,904.35	424.00	-
		17/9/20 - 16/3/21	64.60	32,630.66	505.12	-
		*17/9/20 - 16/3/21	16.71	7,122.67	426.25	-
		17/3/21 - 16/9/21	127.37	56,566.05	444.12	-
IRML	S&W LLP	17/3/20 - 16/9/20	37.51	15,904.35	424.00	-
		17/9/20 - 16/3/21	64.60	32,630.66	505.12	-
		*17/9/20 - 16/3/21	16.71	7,122.67	426.25	-
		17/3/21 - 16/9/21	127.37	56,566.05	444.12	-
	<b>Total</b>		<b>247.19</b>	<b>112,223.73</b>	<b>453.99</b>	-
	CMB	17/3/20 - 16/9/20	10.60	4,666.00	440.00	-
		17/9/20 - 16/3/21	14.50	6,255.00	431.38	-
		17/3/21 - 16/9/21	10.10	4,595.00	454.95	-
	<b>Total</b>		<b>35.40</b>	<b>15,516.00</b>	<b>438.31</b>	-
	S&W LLP	17/3/20 - 16/9/20	35.66	14,929.60	419.00	-
		17/9/20 - 16/3/21	23.70	10,563.61	445.72	-
		*17/9/20 - 16/3/21	1.90	549.00	288.95	-
		17/3/21 - 16/9/21	39.68	18,924.90	476.90	-
	<b>Total</b>		<b>100.94</b>	<b>44,967.11</b>	<b>445.48</b>	-

Entity	Firm	Period	Total hours hrs	Total costs £	Average hourly rate £/hr	Fees drawn £
	CMB	17/3/20 - 16/9/20	21.30	9,663.00	454.00	-
		17/9/20 - 16/3/21	17.80	7,220.00	405.62	-
		17/3/21 - 16/9/21	12.40	5,647.50	455.00	-
	<b>Total</b>		<b>51.50</b>	<b>22,530.50</b>	<b>437.49</b>	<b>-</b>

*\*This is time that was not recorded ahead of the end the last reporting period, due to a technical glitch and has since been adjusted.*

Attached at Appendix II, are time analyses for both Smith & Williamson LLP and CMB Partners UK Limited, which provide details of the activity costs incurred by staff grade during the period of this report in respect of the costs fixed by reference to time properly spent by the joint administrators and their staff in attending to matters arising in the administrations. Details of work carried out in the period are also included in the body of this report. Appendix III provides cumulative breakdowns of the jointly appointed firms' time costs in respect of each of the Companies, for the period from 17 March 2020 to 16 September 2021.

Under Rule 18.16 of IR16, the joint administrators are obliged to deliver fee estimates and details of expenses that are likely to be incurred to the creditors prior to seeking approval. Appendix IV provides a copy of the time cost estimate breakdowns for both of these firms in respect of each of the Companies for the first two years of the administrations. A detailed narrative explanation of these costs can be found in the 'Outstanding matters' section of this report.

The joint administrators have exceeded their time costs and expenses estimates in some cases, as outlined at Appendices II and III (time costs) and VI to IX (expenses). However, at this juncture, the joint administrators are not seeking fee approval for WCGL, WVL & IRML, or further fee approval for WCOL and as such will not yet be revising these estimates until the next progress report.

Please note that these estimates are based on present information and may change due to unforeseen circumstances arising. As we are not yet formally seeking approval of our time costs in respect of WCGL, WVL & IRML, our estimates in respect of these entities are for information only.

With regard to WCOL, the basis of the joint administrators' remuneration was fixed on a time cost basis, following a decision procedure by postal vote, on 22 February 2021. Time costs on WCOL were estimated to total £419,585.50 for Smith & Williamson LLP and £17,004.50 for CMB Partners UK Limited, for the first two years of the administration. Our current time costs have exceeded the original estimates and it is intended that the joint administrators will seek approval for a revised estimate in due course.

Creditors should be aware that some of the work which the joint administrators carry out is required by statute and may not necessarily provide any financial benefit to creditors. Examples would include preparing and issuing the joint administrators' next progress report and six-monthly case reviews.

A copy of "A Creditor's Guide to Administrator's Fees", as produced by the ICAEW, is available free on request or can be downloaded from their website as follows:

<http://www.icaew.com/-/media/corporate/files/technical/insolvency/creditors-guides/2017/Administration-creditor-fee-guide-6-april-2017.ashx?la=en>

Details of Smith & Williamson LLP's and CMB Partners UK Limited's charge out rates and policies in relation to the use of staff are provided at Appendix V. The rates of Smith & Williamson LLP include those of the Corporate Tax, Forensics and Assurance & Business Services teams, who have been involved in providing specialist advice to the joint administrators.

On a general note, please be aware that the charge-out rates are subject to an annual review. During the period of this report, there has not been an increase in Smith & Williamson LLP charge out rates.

## 7. Administration expenses

The tables in Appendix VI to IX provide details of our expenses. Expenses are amounts properly payable by us as administrators from the estate. The tables exclude any potential tax liabilities that we may need to pay as an administration expense because the amounts becoming due will depend on the position at the end of the tax accounting period.

The tables should be read in conjunction with the receipts and payments account at Appendix I which shows expenses actually paid during the period and the total paid to 16 September 2021.

### 7.1 Subcontractors

The table at Appendix VI provides details of the subcontractors we have engaged during the administration to undertake work that we could not otherwise do ourselves.

Note: Total costs outstanding may include costs incurred in prior periods, but not yet paid.

#### Comparison to Initial Expenses Estimate

Our original expenses estimate for subcontractors is £175,000 in respect of the first two years of the administrations of the Companies. Our subcontractor costs are currently higher than was anticipated, due to the increased level of involvement required from Martin Orrell, with regards to the initial months of trading in WCOL and the subsequent appointment of Licensed Solutions, with the ongoing management of trading operations; it was not originally anticipated that we would be in a position to successfully trade the site for a prolonged period. Our strategy was subsequently revised, as it became clear that with the support of the CJRS contributions towards staffing costs and the improved trading results following an uptake in 'staycations', it was appropriate to continue trading and thus bear the increase in subcontractor costs.

We have revised our estimate in this regard to c.£300,000.

### 7.2 Professional advisers

As you will be aware, our estimated expenses included the cost of instructing professional advisors and the table at Appendix VII discloses the costs incurred and paid, along with the original estimates.

On this assignment we have used the professional advisers listed in the table at Appendix VII. We have also indicated alongside the basis of our fee arrangement with them, which is subject to review on a regular basis.

Note: Total costs outstanding may include costs incurred in prior periods, but not yet paid.

#### Comparison to Initial Expenses Estimate

Our current expenses estimate for professional advisors is £175,000 in respect of the first two years of the administrations of the Companies. Our revised estimate is now £750,000.00.

The increase in the estimate for professional advisors' fees is due to the associated costs involved with the sale of the Waterside resort, extended trading period and the detailed legal examination of the ownership/title/security position, all of which could not be accurately predicted at the outset of this appointment.

### 7.3 Administrators' expenses

The table setting out details of the joint administrators' expenses is at Appendix VIII.

Note: Total costs outstanding may include costs incurred in prior periods, but not yet paid.

#### Comparison to Initial Expenses Estimate

Creditors may recall that our current expenses estimate for the joint administrators' expenses is £1,568.67 for the first two years of the Administrations. The initial estimate has not been exceeded by a material amount and is not anticipated to increase materially as the administrations progress.

## 7.4 Other expenses

Other expenses (i.e. those not detailed in the preceding sections) paid during the period covered by this report are shown in the receipts and payments summary at Appendix I.

Detailed at Appendix IX are those expenses which we consider to be significant in the context of this case. Also detailed in the table are expenses incurred but not paid in the current period.

Note: Total costs outstanding may include costs incurred in prior periods, but not yet paid.

## Comparison to Initial Expenses Estimate

Creditors may recall that our current expenses estimate for 'other expenses' does not include an initial estimate for insurance costs and Pike Restructuring, which are the only 'other expenses' detailed at Appendix IX. As such, a comparison of costs to date against estimate has not been presented but the joint administrators have detailed an estimate for the next six months in the appendix and intend to compare this estimate to actual costs incurred in the next progress report.

## 7.5 Policies regarding use of third parties and expense recovery

Appendix V provides details of Smith & Williamson LLP's and CMB Partners UK Limited's policies in relation to the use of subcontractors and professional advisers, and the recovery of expenses.

# 8. Estimated outcome for creditors

## 8.1 Secured creditors

As previously reported, LCF, LUKI and TMF each hold various debentures containing either or both, fixed and floating charges over the Companies' assets. The security position and indebtedness across the Companies is summarised in the table below. Interest has been, and continues to be, added until the liabilities have been paid in full.

		Type of charge	Date registered	Amount owed £
Company	Chargeholder			
WCGL	LCF	Fixed - Land titles	13 Feb 2020	£57.2m
	LCF	Fixed and floating	25 May 2017	
	LUKI	Fixed - Freehold property	22 Oct 2018	
IRML	LUKI*	Fixed - Freehold property	6 Nov 2015	£5m in bond issues (collectively)
	LUKI*	Fixed and floating	12 Dec 2013	
<i>*It should be noted that subsequent investigation has established that following a deed of novation in October 2018, that all debts and obligations passed from IRML to WCGL. There is no specific security over any property held by IRML. The remaining security is over the WCGL/LUKI Land - title CL53253</i>				
WVL	LCF	Fixed - Land titles	13 Feb 2020	£15.7m (collectively)
	LCF	Fixed and floating	25 May 2017	
		TMF	Fixed - Part of main land title CL53252	16 Jun 2016

The above table is reflective of Companies House filings; however, significant work has been undertaken since our appointment to establish the correct legal position with regard to titles and security.

The FSCS are admitting claims submitted by investors who subscribed to LUKI and Waterside bonds (principally as part of a wider SIPP investment) and, as such, the FSCS have taken their position as a subrogated secured creditor in respect of any bonds for which compensation is paid.

In respect of the security held by TMF and LUKI, the only likely recompense will be in the form of FSCS compensation or from the sale of the Waterside resort, the proceeds of which will not enable the bond issues for either LUKI or WVBL to be repaid in full.

As the outcome for the secured creditors is dependent on the successful sale of the Resort and the associated costs of sale are yet to be fully quantified, it would not be appropriate for the joint administrators to provide any estimates at this stage in the process.

## 8.2 Prescribed Part

Where a company has created a floating charge on or after 15 September 2003 Section 176A of the Insolvency Act 1986 makes provision for a share of the company's net property to be set aside for distribution to unsecured creditors in priority to the floating charge holder. The company's net property is the balance that remains after preferential creditors have been paid and which would then otherwise be available for satisfaction of the claims of any holder of a debenture secured by a floating charge. The funds are referred to as the Prescribed Part.

### **For WCOL:**

The Company did not grant any floating charges and the Prescribed Part requirements do not, therefore, apply.

### **For IRML, WCGL and WVL:**

The companies granted floating charges as set out in the table at 8.1 above. Accordingly, we are required to set aside a Prescribed Part fund for unsecured creditors of these three companies, out of each company's respective net floating charge property.

The amount of the Prescribed Part is calculated as follows:

- 50% of the net property up to £10,000, plus
- 20% of the net property over £10,000
- up to a maximum Prescribed Part of £600,000

On present information, any assets in these three companies are subject to fixed charges and it is therefore doubtful if there will be any Prescribed Part fund available for a distribution to unsecured creditors.

## 8.3 Preferential creditors

As only WCOL has employees, there are not anticipated to be preferential claims arising in the other administrations.

Preferential creditors comprise arrears of wages and any element of a Protective Award that may relate to the four-month period prior to insolvency (a maximum of £800 per employee) and all accrued but untaken holiday at that date. We are presently unable to quantify the anticipated level of preferential claims in WCOL, until the employee positions have been finalised and the RPS have processed any subsequent employee or otherwise subrogated claims.

We anticipate a preferential claim to be received in respect of WCOL from the RPS, as a number of employees have been made redundant during the administration and subsequently applied to the RPS in respect of accrued holiday.

We are not able to confirm at this stage, whether there will be sufficient surplus in the administration in WCOL, to allow a dividend to preferential creditors.

## 8.4 Unsecured creditors

The claims in each administration are set out as follows:

Company	Management accounts (£)	Claims received (£)
WCOL	305,587.00	160,207.10
WCGL	172,577.00	27,516.96
WVL	158,758.00	-
IRML	-	2,712.57

It is unlikely that there will be sufficient net realisations for unsecured creditors to receive a dividend, even for those entities where the Prescribed Part will apply.

# 9. Outstanding matters

On a general note, creditors should be aware that some of the work is required by statute and may not necessarily provide any financial benefit to creditors. Examples would include dealing with former employees' claims through the Redundancy Payments Service and investigating the former officers of the company as required by the Company Directors' Disqualification Act 1986.

The principle remaining actions to be concluded in the administration are as follows:

- Conclusion of investigation/forensic examination of the lending by LCF to the Companies and any resulting legal proceedings which may arise from our findings

- Sale of the Resort - including resolution of titles/security matters, continuing trading (WCOL) matters and handover/exit strategy following a sale

- Preparation and submission of CT600 returns to HMRC (where required)

- Closure of the administrations, including preparing and issuing the final report

# 10. Privacy and data protection

As part of our role as joint administrators, I would advise you that we may need to access and use data relating to individuals. In doing so, we must abide by data protection requirements. Information about the way that we will use and store personal data in relation to insolvency appointments can be found at

<https://smithandwilliamson.com/rrsgdpr>

If you are unable to download this, please contact my office and a hard copy will be provided free of charge.

To the extent that you hold any personal data of the Company's data subjects provided to you by the Company or obtained otherwise, you must process such data in accordance with data protection legislation. Please contact us if you believe this applies.



# 11. Ending the administrations

All four of the administrations have been extended for an initial period of up to twelve months, with automatic termination dates for each now set at 16 March 2022.

The extension of the administration of WCOL was approved by the creditors on 22 February 2021.

The extension of WCGL was approved by LUKI and LCF, being the secured creditors, on 2 March 2021 and 26 February 2021 respectively.

The extension of WVL was approved by LCF and TMF Trustee Limited, being the secured creditors, on 2 February 2021.

The extension of IRML was approved by the secured creditor, LUKI, on 3 March 2021.

Should the joint administrators wish to further extend any of the administrations, a Court Application will be necessary.

It was agreed in the Proposals, at the appropriate time, the joint administrators will use their discretion to exit the administrations by way of one of the following means:

- (i) The joint administrators propose taking any action they consider necessary with a view to seeking the requisite approval of a CVA if a rescue of any of the Companies as a going concern should prove possible or if doing so would be beneficial for creditors.
- (ii) If having realised the assets of the Companies, the joint administrators think that a distribution will be made to the unsecured creditors other than by virtue of the Prescribed Part, they may file a notice with the Registrar of Companies which will have the effect of bringing the appointment of the joint administrators to an end and will move the Company/ies automatically into CVL in order that the distribution can be made, but only if they consider that the associated incremental costs of a CVL are justified. In these circumstances, the joint administrators will become the joint liquidators of the CVL. The acts of the joint liquidators may be undertaken by either or all of them.
- (iii) If the joint administrators have, with the permission of the court, made a distribution to unsecured creditors in addition to any Prescribed Part distribution, or they think that the Company/ies otherwise has no property which might permit a distribution to its unsecured creditors, subject to there being a need for further investigations as described below, they will file a notice, together with their final progress report, at court and with the Registrar of Companies for the dissolution of the Company/ies. The joint administrators will send copies of these documents to the Company/ies and their creditors. The joint administrators' appointment will end following the registration of the notice by the Registrar of Companies.
- (iv) Administrators have the power to bring claims against former officers of the company in respect of transactions that may have caused or exacerbated a company's insolvency. Claims with a good prospect of success may indeed be pursued by administrators but there may be cases where it would be more appropriate if a liquidator brought the claim or where the timeframe would not be long enough, given the maximum extension period available to administrators. The proposed exit route would, in these cases, be liquidation.

If a creditors' committee is established the joint administrators will consult with the members and agree the most appropriate exit route from administration.

The administrators will be discharged from liability under P98(3) of Sch B1 immediately upon their appointment as administrators ceasing to have effect.

Authorisation for discharge from liability will be sought from the relevant parties for IRML, WCGL and WVL. The creditors authorised the discharge from liability of the joint administrators of WCOL on 22 February 2021.

## 12. Creditors' rights

Within 21 days of the receipt of this report, a secured creditor, or an unsecured creditor (with the concurrence of at least 5% in value of the unsecured creditors or otherwise with the court's permission) may request in writing that the administrators provide further information about their remuneration or expenses which have been itemised in this report.

Any secured creditor, or an unsecured creditor (with the concurrence of at least 10% in value of the unsecured creditors or otherwise with the court's permission) may within 8 weeks of receipt of this report make an application to court on the grounds that, in all the circumstances, the basis fixed for the administrators' remuneration is inappropriate and/or the remuneration charged or the expenses incurred (including any paid) by the administrators, as set out in this report, are excessive.

The above rights apply only to matters which have not been disclosed in previous reports.

On a general note, if you have any comments or concerns in connection with our conduct, please contact Finbarr Thomas O'Connell or Colin Hardman in the first instance. If the matter is not resolved to your satisfaction, you may contact our Head of Legal by writing to 25 Moorgate, London EC2R 6AY or by telephone on 020 7131 4000.

Thereafter, if you wish to take the matter further you may contact the Insolvency Services directly via Insolvency Complaints Gateway. They can be contacted by email, telephone or letter as follows:

i) Email: [insolvency.enquiryline@insolvency.gsi.gov.uk](mailto:insolvency.enquiryline@insolvency.gsi.gov.uk)

ii) Telephone number: +44 300 678 0015

iii) Postal address: The Insolvency Service, IP Complaints, 3rd Floor, 1 City Walk, Leeds LS11 9DA.

## 13. Next report

We are required to provide a further report on the progress of the administrations within one month of the end of the next six-month period of the administrations unless we have concluded matters prior to this, in which case we will write to all creditors with our final report.



**Finbarr Thomas O'Connell, Colin Hardman and Lane Garry Bednash**

Joint Administrators

Date: 15 October 2021

Finbarr Thomas O'Connell and Colin Hardman of Smith & Williamson LLP and Lane Garry Bednash of CMB Partners UK Limited have been appointed as Joint Administrators of the Companies on 17 March 2020.

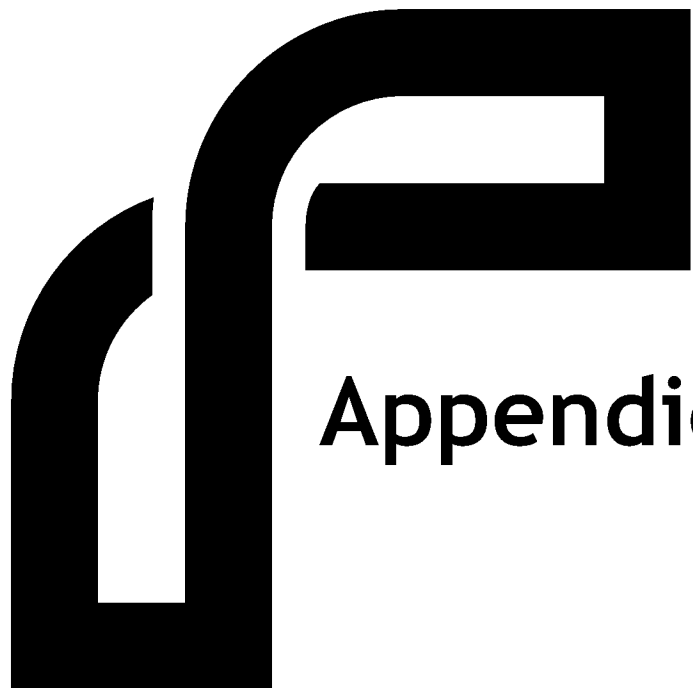
The Joint Administrators of the Companies are appointed to manage its affairs, business and property. They act as agents and without personal liability.

Both/All office-holders are authorised and licensed in the United Kingdom to act as insolvency practitioners by the Institute of Chartered Accountants in England and Wales.

The Joint Administrators are bound by the Insolvency Code of Ethics which can be found at:

<https://www.icaew.com/technical/insolvency/sips-regulations-and-guidance/insolvency-code-of-ethics>

The Joint Administrators may act as controllers of personal data, as defined by the UK data protection law, depending upon the specific processing activities undertaken. Smith and Williamson LLP may act as a processor on the instructions of the Joint Administrators. Personal data will be kept secure and processed only for matters relating to the Joint Administrators' appointment.



# Appendices

# I Receipts and payments account

Receipts and payments accounts to 16 September 2021

**Waterside Cornwall Operations Limited  
(In Administration)  
Joint Administrators' Trading Account**

Statement of Affairs £	From 17/03/2021 To 16/09/2021 £	From 17/03/2020 To 16/09/2021 £
<b>POST APPOINTMENT SALES</b>		
Accommodation - sales	1,213,407.77	2,028,980.99
Weddings / Events	NIL	1,046.25
Leaseholder service/ground rent/charg	14,060.32	23,149.07
Sales - food & beverage	16,522.71	16,522.71
CJRS refund	2,622.88	136,681.99
	<u>1,246,613.68</u>	<u>2,206,381.01</u>
<b>PURCHASES</b>		
Suppliers	34,200.40	154,750.29
Food & beverage stocks	24,295.02	25,645.98
Utilities	23,554.59	85,250.77
Vehicle costs	756.09	922.83
	<u>(82,806.10)</u>	<u>(266,569.87)</u>
<b>OTHER DIRECT COSTS</b>		
Sub Contractors	NIL	1,505.23
Agency staff/HR consultancy	1,777.51	6,763.44
TV licenses	NIL	1,732.50
Consumable Stores	542.13	542.13
	<u>(2,319.64)</u>	<u>(10,543.30)</u>
<b>TRADING EXPENDITURE</b>		
Indirect Labour	452.24	452.24
Rates/Council tax	12,974.16	16,125.10
Heat & Light	13,574.10	28,466.31
Telephone/Broadband	8,925.77	20,794.08
Postage	38.82	54.65
Insurance	87,424.89	98,387.39
Bank Charges	43,895.36	52,516.17
Lease/MP Payments	NIL	2,265.00
Health & safety	NIL	865.00
Repairs & Maintenance	77,378.32	135,754.38
Training charges	2,584.00	2,584.00
Sales Commission	92,985.32	202,618.31
License transfers and holding charges	640.00	1,240.00
Management fees	84,180.66	162,530.85
Petty Cash	600.00	1,000.00
Wages & salaries	156,307.96	365,442.75
Management Expenses	13,657.69	55,886.45
PAYE/NIC	20,442.42	52,345.92
Pension contributions	5,033.32	20,913.47
Leaseholder commission	9,056.92	16,796.92
	<u>(630,151.95)</u>	<u>(1,237,038.99)</u>
<b>TRADING SURPLUS(DEFICIT)</b>	<u><b>531,335.99</b></u>	<u><b>692,228.86</b></u>

**Waterside Cornwall Operations Limited**  
**(In Administration)**  
**Joint Administrators' Summary of Receipts & Payments**

Statement of Affairs £	From 17/03/2021 To 16/09/2021 £	From 17/03/2020 To 16/09/2021 £
ASSET REALISATIONS		
Bank Interest Gross	1.89	208.15
Cash at Bank	NIL	34,321.84
Trading Surplus/(Deficit)	531,335.99	692,228.85
	<u>531,337.88</u>	<u>726,758.84</u>
COST OF REALISATIONS		
Agents/Valuers Expenses	NIL	1,593.77
Agents/Valuers Fees (1)	NIL	5,000.00
Bank Charges	23.90	57.80
Consultants expenses	NIL	2,308.96
Consultants fees	NIL	31,980.00
Director resignation forms	128.00	128.00
LCF - loan	60,000.00	135,000.00
Legal Fees (1)	9,500.00	9,500.00
License holder disbursements	NIL	23.00
License transfers & holding charges	NIL	1,600.00
Ransom creditor	NIL	369.95
Re-Direction of Mail	NIL	2,076.00
Stamp Duty Land Tax	8,401.00	8,401.00
Statutory Advertising	182.00	182.00
	<u>(78,234.90)</u>	<u>(198,220.48)</u>
	<b>453,102.98</b>	<b>528,538.36</b>
REPRESENTED BY		
Clients Deposit (Int Bearing)		29,830.23
FLT Vat Control Account		886.52
Licensed Solutions Acc		449,006.73
VAT Payable Flt Chg		(26,617.48)
VAT Receivable Flt Chg		15,787.56
		<u><b>468,893.56</b></u>

**Waterside Cornwall Group Limited**  
**(In Administration)**  
**Joint Administrators' Summary of Receipts & Payments**

Statement of Affairs £	From 17/03/2021 To 16/09/2021 £	From 17/03/2020 To 16/09/2021 £
ASSET REALISATIONS		
Bank Interest Gross	0.01	0.15
Cash at Bank	NIL	92.88
	0.01	93.03
	<u>0.01</u>	<u>93.03</u>
REPRESENTED BY		
Clients Deposit (Int Bearing)		93.03
		<u>93.03</u>

Waterside Villages Limited  
(In Administration)  
Joint Administrators' Summary of Receipts & Payments

Statement of Affairs £	From 17/03/2021 To 16/09/2021 £	From 17/03/2020 To 16/09/2021 £
	NIL	NIL
REPRESENTED BY		NIL

International Resorts Management Limited  
(In Administration)  
Joint Administrators' Summary of Receipts & Payments

Statement of Affairs £	From 17/03/2021 To 16/09/2021 £	From 17/03/2020 To 16/09/2021 £
	NIL	NIL
REPRESENTED BY		NIL

## Notes and further information required by SIP 7

- The administrators' remuneration has not yet been approved in respect of WCGL, WVL & IRML.
- The administrators' remuneration was approved on a time cost basis, in respect of WCOL, on 22 February 2021.
- We have not yet sought approval of or drawn any other costs that would require the same approval as our remuneration.
- No payments have been made to us from outside the estates
- Details of significant expenses paid are provided in the body of our report.
- Details of payments made to sub-contractors are shown in the body of our report.
- Information concerning our remuneration and disbursements incurred is provided in the body of the report.
- Information concerning the ability to challenge remuneration and expenses of the administrations is provided in our report.
- All bank accounts are interest bearing.
- There are no foreign currency holdings.
- All amounts in the receipts and payments account are shown exclusive of any attributable VAT. Where VAT is not recoverable it is shown as irrecoverable VAT.

## II Time analysis for the period

From 17 March 2021 to 16 September 2021

### Smith & Williamson LLP

Waterside Cornwall Operations Limited - in administration  
Breakdown of time spent by Smith & Williamson LLP employees  
for the period from 17 March 2021 to 16 September 2021

Classification of work function	Hours					Total hours	Time cost	Average hourly rate
	Partner / Director	Associate director	Manager/ Assistant Manager	Other professional staff	Assistants & support staff			
<b>Administration and planning</b>								
Statutory returns, reports & meetings	0.00	3.40	0.00	15.02	0.00	18.42	6,670.17	362.18
Cashiering general, including bonding & billing/remuneration	0.53	0.00	0.45	0.80	10.23	12.02	5,798.50	482.55
Job planning, reviews and progression (inc 6 month reviews and planning meetings, checklist & diary)	0.25	2.25	1.12	4.28	0.00	7.90	3,252.28	411.68
Agents and advisers, general	0.00	0.60	0.00	2.75	0.00	3.35	1,239.38	369.96
Partner/Director/manager review, approval and signing	2.20	0.00	0.00	0.00	0.00	2.20	1,610.00	731.82
<b>Investigations</b>								
Investigation of legal claims	0.00	0.00	1.70	0.00	0.00	1.70	637.50	375.00
SIP2 and SIP4 obligations (inc CDDA86 forms)	0.00	0.00	0.05	0.00	0.00	0.05	18.75	375.00
<b>Realisation of assets</b>								
Fixed charge Property (land and buildings)	0.00	4.55	1.45	2.10	0.00	8.10	3,961.96	489.14
<b>Trading</b>								
Trading on decision and general operations/strategy	0.45	11.15	1.10	12.97	0.00	25.67	11,461.31	446.55
Purchasing/suppliers (not landlord)	0.00	0.00	2.10	0.42	0.00	2.52	891.68	354.30
Accounting/maintaining cash book/VAT returns/funding	0.35	13.15	28.82	19.57	0.00	61.88	25,035.87	404.56
Insurances	0.00	5.40	0.40	2.22	0.00	8.02	4,120.01	513.93
Staff and payroll (inc PAYE/NIC for trading period)	0.00	0.35	0.00	1.95	0.00	2.30	780.50	339.35
Premises/concession lease issues	0.25	1.75	2.72	6.77	0.00	11.48	4,364.65	380.08
<b>Creditors</b>								
Employees & pension (other) (Incl Jobcentre/CSA etc)	0.00	0.00	0.00	0.80	0.00	0.80	252.00	315.00
Unsecured creditors	0.00	0.00	2.98	6.02	0.00	9.00	2,795.41	310.60
<b>Total</b>	<b>4.03</b>	<b>42.60</b>	<b>42.88</b>	<b>75.65</b>	<b>10.23</b>	<b>175.40</b>	<b>£72,889.97</b>	<b>£415.56</b>

Waterside Cornwall Group Limited  
Breakdown of time spent by Smith & Williamson LLP employees  
for the period 17 March 2021 to 16 September 2021

Classification of work function	Hours					Total hours	Time cost	Average hourly rate
	Partner / Director	Associate Director	Manager/ Assistant Manager	Other professional staff	Assistants & support staff			
<b>Administration &amp; planning</b>								
Case planning, maintenance of records, statutory reporting	0.75	3.60	0.93	9.52	0.00	14.80	£5,982.87	£404.25
<b>Investigations</b>								
SIP2 review	0.00	0.00	0.05	0.00	0.00	0.05	£18.75	£375.00
<b>Realisation of Assets</b>								
Identifying, securing, insuring assets, property and asset sales	0.00	1.85	0.20	9.55	0.00	11.60	£4,310.76	£371.62
<b>Creditors</b>								
Communication with LUKI Bondholders	0.00	0.65	0.00	4.60	0.00	5.25	£1,930.52	£367.72
<b>Totals</b>	<b>0.75</b>	<b>6.10</b>	<b>1.18</b>	<b>23.67</b>	<b>0.00</b>	<b>31.70</b>	<b>£12,242.90</b>	<b>£386.21</b>

Waterside Villages Limited  
Breakdown of time spent by Smith & Williamson LLP employees  
for the period 17 March 2021 to 16 September 2021

Classification of work function	Hours					Total hours	Time cost	Average hourly rate
	Partner / Director	Associate director	Manager/ Assistant Manager	Other professional staff	Assistants & support staff			
<b>Administration and planning</b>								
Statutory returns, reports & meetings	0.00	2.80	0.00	7.63	0.00	10.43	3,895.52	373.37
Cashiering general, including bonding	0.00	0.50	0.00	0.07	0.00	0.57	317.14	559.72
Job planning, reviews and progression (inc 6 month reviews and planning meetings, checklist & diary	0.25	2.75	0.87	4.28	0.00	8.15	3,545.38	435.02
Director/manager review, approval and signing	0.55	0.00	0.00	0.00	0.00	0.55	400.50	728.18
<b>Investigations</b>								
SIP2 and SIP4 obligations (inc CDDA86 forms)	0.00	0.00	0.05	0.00	0.00	0.05	18.75	375.00
<b>Realisation of assets</b>								
Fixed charge Property (land and buildings)	0.00	0.40	0.00	0.00	0.00	0.40	245.00	612.50
Liaising with agents (general)	0.00	2.85	0.00	0.40	0.00	3.25	1,880.63	578.65
<b>Creditors</b>								
Fixed charge creditors	0.00	0.00	0.00	0.40	0.00	0.40	112.00	280.00
<b>Waterside Villages Bonds Limited</b>								
Bondholder decision	0.00	2.75	0.00	4.40	0.00	7.15	2,844.50	397.83
Liaising with Bondholders and Bondholder meetings	9.90	32.20	0.95	51.87	0.00	94.92	43,209.14	455.23
<b>Company Secretarial</b>								
Company Secretarial	0.00	0.00	0.00	0.00	1.50	1.50	97.50	65.00
<b>Total</b>	<b>10.70</b>	<b>44.25</b>	<b>1.87</b>	<b>69.05</b>	<b>1.50</b>	<b>127.37</b>	<b>£56,566.05</b>	<b>£444.12</b>

International Resorts Management Limited  
Breakdown of time spent by Smith & Williamson LLP employees  
for the period 17 March 2021 to 16 September 2021

Classification of work function	Hours					Total hours	Time cost	Average hourly rate
	Partner / Director	Associate Director	Manager/ Assistant Manager	Other professional staff	Assistants & support staff			
<b>Administration &amp; planning</b>								
Case planning, maintenance of records, statutory reporting	0.60	6.33	2.20	9.65	0.00	18.78	£8,075.02	£429.90
<b>Investigations</b>								
SIP2 review	0.00	0.00	0.05	0.25	0.00	0.30	£88.75	£295.83
<b>Realisation of Assets</b>								
Identifying, securing, insuring assets, property and asset sales	0.00	2.10	0.20	0.80	0.00	3.10	£1,610.88	£519.64
<b>Creditors</b>								
Communication with LUKI Bondholders	0.00	11.95	0.00	5.55	0.00	17.50	£9,150.25	£522.87
<b>Totals</b>	<b>0.60</b>	<b>20.38</b>	<b>2.45</b>	<b>16.25</b>	<b>0.00</b>	<b>39.68</b>	<b>£18,924.90</b>	<b>£476.90</b>



# CMB Partners UK Limited

Name: Waterside Cornwall Operations Limited

Period: 17 March 2021 to 16 September 2021

Time & Chargeout Summary

Classification	IP/Director	Non Appointed IP	Manager	Administrator	Support Staff	Total Hours	Time Costs £	Average Hourly Rate £/hr
	Hours	Hours	Hours	Hours	Hours			
<b>Administration/Planning</b>								
Statutory Reports & Returns	0.40	0.00	4.40	0.10	0.00	4.90	2,270.00	463.27
Cashiering	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Job Planning & review	0.00	0.00	1.40	0.80	0.00	2.20	950.00	431.82
Taxation	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Company Records	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Agents/Advisors	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Partner/Manager Review	0.40	0.00	4.10	0.00	0.00	4.50	2,095.00	465.56
General Case Administration	0.00	0.00	1.50	0.00	0.00	1.50	675.00	450.00
Sub-total	0.80	0.00	11.40	0.90	0.00	13.10	5,990.00	457.25
<b>Investigations</b>								
Directors' Correspondence	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Books and Records Review	0.00	0.00	0.00	0.10	0.00	0.10	40.00	400.00
Legal Claims	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
CDDA 1986 Obligations	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Asset Tracing/Searches	0.00	0.00	0.40	0.00	0.00	0.40	180.00	450.00
Antecedent Transactions (Preferences/TUV etc)	0.60	0.00	1.40	1.40	0.00	3.40	1,565.00	460.29
Sub-total	0.60	0.00	1.80	1.50	0.00	3.90	1,785.00	457.69
<b>Realisation of Assets</b>								
Debt Collection	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Sale of Business	1.90	0.00	0.00	0.00	0.00	1.90	1,187.50	625.00
Cash at Bank	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Freehold Property	0.60	0.00	0.00	0.00	0.00	0.60	375.00	625.00
Motor Vehicles	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Partner/Manager Review	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Other	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Sub-total	2.50	0.00	0.00	0.00	0.00	2.50	1,562.50	625.00
<b>Creditors</b>								
Pension Schemes	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Secured Creditors	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Preferential Creditors/Employees	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Unsecured Creditors	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Shareholders	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Creditors' Committee	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Sub-total	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
<b>Trading</b>								
On Site	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Employees	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Director meetings	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Invoicing	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Purchasing	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Other	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Sub-total	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
<b>Total hours</b>	3.90	0.00	13.20	2.40	0.00	19.50		
<b>Total Time Costs</b>	2,437.50	0.00	5,940.00	960.00	0.00		9,337.50	479

Name: Waterside Cornwall Group Limited  
Period: 17 March 2021 to 16 September 2021  
Time & Chargeout Summary

Classification	IP/Director	Non Appointed IP	Manager	Administrator	Support Staff	Total Hours	Time Costs £	Average Hourly Rate £/hr
	Hours	Hours	Hours	Hours	Hours			
<b>Administration/Planning</b>								
Statutory Reports & Returns	0.00	0.00	3.10	0.10	0.00	3.20	1435.00	448.44
Cashiering	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Job Planning & review	0.40	0.00	2.30	0.70	0.00	3.40	1565.00	460.29
Taxation	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Company Records	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Agents/Advisors	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Partner/Manager Review	0.00	0.00	1.90	0.00	0.00	1.90	855.00	450.00
General Case Administration	0.00	0.00	0.60	0.00	0.00	0.60	270.00	450.00
Sub-total	0.40	0.00	7.90	0.80	0.00	9.10	4,125.00	453.30
<b>Investigations</b>								
Directors' Correspondence	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Books and Records Review	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Legal Claims	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
CDDA 1986 Obligations	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Asset Tracing/Searches	0.00	0.00	0.40	0.00	0.00	0.40	180.00	450.00
Other	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Sub-total	0.00	0.00	0.40	0.00	0.00	0.40	180.00	450.00
<b>Realisation of Assets</b>								
Debt Collection	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Sale of Business	0.60	0.00	0.20	0.30	0.00	1.10	585.00	531.82
Cash at Bank	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Property	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Motor Vehicles	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Partner/Manager Review	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Other	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Sub-total	0.60	0.00	0.20	0.30	0.00	1.10	585.00	531.82
<b>Creditors</b>								
Pension Schemes	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Secured Creditors	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Preferential Creditors/Employees	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Unsecured Creditors	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Shareholders	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Creditors' Committee	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Sub-total	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
<b>Trading</b>								
On Site	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Employees	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Director meetings	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Invoicing	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Purchasing	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Other	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Sub-total	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
<b>Total hours</b>	1.00	0.00	8.50	1.10	0.00	10.60		
<b>Total Time Costs</b>	625.00	0.00	3,825.00	440.00	0.00		4,890.00	461.32

Name: Waterside Villages Limited

Period: 17 March 2021 to 16 September 2021

Time & Chargeout Summary

Classification	IP/Director	Non Appointed IP	Manager	Administrator	Support Staff	Total Hours	Time Costs £	Average Hourly Rate £/hr
	Hours	Hours	Hours	Hours	Hours			
<b>Administration/Planning</b>								
Statutory Reports & Returns	0.00	0.00	3.70	0.10	0.00	3.80	1705.00	448.68
Cashiering	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Job Planning & review	0.40	0.00	2.30	0.10	0.00	2.80	1325.00	473.21
Taxation	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Company Records	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Agents/Advisors	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Partner/Manager Review	0.00	0.00	1.80	0.00	0.00	1.80	810.00	450.00
General Case Administration	0.00	0.00	0.60	0.00	0.00	0.60	270.00	450.00
Sub-total	0.40	0.00	8.40	0.20	0.00	9.00	4,110.00	456.67
<b>Investigations</b>								
Directors' Correspondence	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Books and Records Review	0.00	0.00	0.00	0.10	0.00	0.10	40.00	400.00
Legal Claims	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
CDDA 1986 Obligations	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Asset Tracing/Searches	0.00	0.00	0.40	0.00	0.00	0.40	180.00	450.00
Other	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Sub-total	0.00	0.00	0.40	0.10	0.00	0.50	220.00	440.00
<b>Realisation of Assets</b>								
Debt Collection	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Sale of Business	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Cash at Bank	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Freehold Property	0.00	0.00	0.50	0.10	0.00	0.60	265.00	441.67
Motor Vehicles	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Partner/Manager Review	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Other	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Sub-total	0.00	0.00	0.50	0.10	0.00	0.60	265.00	441.67
<b>Creditors</b>								
Pension Schemes	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Secured Creditors	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Preferential Creditors/Employees	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Unsecured Creditors	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Shareholders	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Creditors' Committee	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Sub-total	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
<b>Trading</b>								
On Site	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Employees	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Director meetings	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Invoicing	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Purchasing	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Other	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Sub-total	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
<b>Total hours</b>	0.40	0.00	9.30	0.40	0.00	10.10		
<b>Total Time Costs</b>	250.00	0.00	4,185.00	160.00	0.00		4,595.00	454.95

Name: International Resorts Management Limited								
Period: 17 March 2021 to 16 September 2021								
Time & Chargeout Summary								
Classification	IP/Director	Non Appointed IP	Manager	Administrator	Support Staff	Total Hours	Time Costs £	Average Hourly Rate £/hr
	Hours	Hours	Hours	Hours	Hours			
<b>Administration/Planning</b>								
Statutory Reports & Returns	0.00	0.00	4.30	0.10	0.00	4.40	1975.00	448.86
Cashiering	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Job Planning & review	0.50	0.00	4.70	0.30	0.00	5.50	2547.50	463.18
Taxation	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Company Records	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Agents/Advisors	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Partner/Manager Review	0.00	0.00	0.60	0.00	0.00	0.60	270.00	450.00
General Case Administration	0.00	0.00	1.50	0.00	0.00	1.50	675.00	450.00
Sub-total	0.50	0.00	11.10	0.40	0.00	12.00	5,467.50	455.63
<b>Investigations</b>								
Directors' Correspondence	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Books and Records Review	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Legal Claims	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
CDDA 1986 Obligations	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Asset Tracing/Searches	0.00	0.00	0.40	0.00	0.00	0.40	180.00	450.00
Other	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Sub-total	0.00	0.00	0.40	0.00	0.00	0.40	180.00	450.00
<b>Realisation of Assets</b>								
Debt Collection	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Sale of Business	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Cash at Bank	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Property	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Motor Vehicles	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Partner/Manager Review	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Other	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Sub-total	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
<b>Creditors</b>								
Pension Schemes	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Secured Creditors	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Preferential Creditors/Employees	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Unsecured Creditors	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Shareholders	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Creditors' Committee	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Sub-total	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
<b>Trading</b>								
On Site	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Employees	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Director meetings	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Invoicing	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Purchasing	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Other	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Sub-total	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Total hours	0.50	0.00	11.50	0.40	0.00	12.40		
Total Time Costs	312.50	0.00	5,175.00	160.00	0.00		5,647.50	455

## Explanation of major work activities undertaken by Smith & Williamson LLP staff

### WCOL

A large proportion of time has been charged to the administration and planning section. During the period this has involved preparing the administrators annual progress report, producing a flow of funds analysis to ensure the correct allocation following the sale of the Waterside resort and case progression and strategy meetings.

The realisation of assets time and a proportion of the administration and planning time has been spent meeting with our sales advisors and agents concerning the sale of the resort.

The majority of time, in the period, has been spent on trading matters. Time spent in this category has been predominantly in respect of: liaising with Licensed Solutions Limited with regard to day-to-day site operations; various insurance and site related matters; liaising with Wolferstans LLP and FRE in respect of concession lease matters; dealing with various cash book related matters including submission of monthly VAT returns; various correspondence with lodge leaseholders.

Time has additionally been incurred in the creditors section, the majority of which, has been: updating creditors on the case; logging proof of debts on IPS; and dealing with rescheduling of bookings the joint administrators agreed to honour.

## **WCGL**

A large proportion of time has been charged to the administration and planning section. During the period this has involved preparing the administrators annual progress report, producing a flow of funds analysis to ensure the correct allocation following the sale of the Waterside resort and case progression meetings.

Some of the administration and planning time has involved time spent meeting with agents concerning the sale of the resort.

A further large quantity of time has been charged to the realisation section. Time charged to this section has involved liaising with the Waterside sales agents regarding the marketing of the resort.

Time has additionally been incurred in the creditors section, specifically, this has involved writing to LUKI Bondholders requesting their consent to the sale of the charged land which they benefit from to be included in the sale of the Waterside resort.

## **WVL**

A proportion of time incurred during the period has been charged to the administration and planning section of the analysis. During the period this has involved drafting the administrators' annual progress report, producing a flow of funds analysis to ensure the correct allocation following the sale of the Waterside resort and case progression meetings.

In addition an element of time spent responding to/meeting with agents and liaising with WVBL Bondholders has been charged to the administration and planning section.

Some time has been charged to the realisation of assets section of the analysis. Time charged to this section has specifically involved liaising with the Waterside sales agents regarding the marketing of the resort.

The vast majority of time incurred during the period has been charged to the Waterside Bond Villages Limited section of the analysis. The time charged to this section has involved liaising with the WVL's subsidiary bond issuing company's bondholders. Specifically, spending a significant amount of time organising Bondholder meetings at the request of a Bondholder and seeking a decision of Bondholders to ensure their consent is granted to sell the land that WVBL Bondholders benefit from.

## **IRML**

A large proportion of time has been charged to the administration and planning section. During the period this has involved preparing the administrators annual progress report, producing a flow of funds analysis to ensure the correct allocation following the sale of the Waterside resort and case progression meetings.

An element of the administration and planning time has involved time spent meeting with agents concerning the sale of the resort.

Some time has been charged to the realisation section. Time charged to this section has involved liaising with the Waterside sales agents regarding the marketing of the resort.

The greatest amount of time has been charged to the creditors section of the analysis. During the period, this has involved liaising with the LUKI Bondholders concerning the charged land in which they have an interest in. Specifically, seeking their approval to include this charged land in the sale of the whole Waterside resort.

## **Explanation of major work activities undertaken by CMB Partners UK Limited staff**

A large proportion of the time on all four companies has been charged to the administration and planning section. During the period this has involved preparing the administrators SIP9s, which have taken longer than originally anticipated as well as a review of the company's books and records and completing case reviews.

# III Cumulative time analysis

From 17 March 2020 to 16 September 2021

## Smith & Williamson LLP

Waterside Cornwall Operations Limited - in administration  
breakdown of time spent by Smith & Williamson LLP employees  
for the period from 17 March 2020 to 16 September 2021

Classification of work function	Hours					Total hours	Time cost	Average hourly rate
	Partner / Director	Associate director	Manager/ Assistant Manager	Other professional staff	Assistants & support staff			
<b>Administration and planning</b>								
Statutory returns, reports & meetings, extension	4.30	7.45	0.35	60.17	0.07	72.33	25,475.27	352.19
Initial post-appointment notification letters, including creditors	0.00	0.00	0.00	25.95	0.57	26.52	8,113.69	305.98
Cashiering general, including bonding & billing/remuneration	6.30	0.00	0.45	32.10	26.00	64.85	29,754.36	458.82
Job planning, reviews and progression (inc 6 month reviews and planning meetings, checklist & diary)	8.30	23.15	4.37	62.80	0.05	98.67	39,917.41	404.57
Post-appointment taxation (VAT, PAYE/NIC, Corp Tax that are not trading related)	0.60	2.35	0.00	13.17	0.00	16.12	5,743.68	356.38
Insurance & general asset protection	2.20	2.35	0.00	5.45	0.00	10.00	4,599.72	459.98
Travelling	16.00	4.00	0.00	17.50	0.00	37.50	18,825.00	502.00
Agents and advisers, general	1.20	5.75	0.00	10.85	0.00	17.80	7,404.13	415.96
Filing - Administration and planning	0.25	0.40	0.00	0.30	0.00	0.95	471.50	496.32
Director/manager/Partner review, approval and signing	6.80	2.60	5.00	0.10	0.00	14.50	8,484.25	585.12
Other	0.50	0.00	0.00	3.12	0.00	3.62	1,226.51	339.12
<b>Investigations</b>								
Directors' correspondence & conduct questionnaires	0.00	0.00	0.00	1.10	0.00	1.10	291.50	265.00
Statutory books and accounting records review	0.25	0.00	0.00	0.00	0.00	0.25	155.00	620.00
Investigation of legal claims	0.00	0.00	1.70	0.00	0.00	1.70	637.50	375.00
SIP2 and SIP4 obligations (inc CDDA86 forms)	0.40	0.00	0.05	1.15	0.00	1.60	582.50	364.06
Asset tracing (e.g. Land Registry and Company Searches)	0.00	0.00	0.00	0.25	0.00	0.25	75.00	300.00
<b>Realisation of assets</b>								
Fixed charge Property (land and buildings)	4.00	4.55	1.45	4.40	0.00	14.40	7,077.71	491.51
Debtors not financed (includes reassigned debtors)	0.00	0.00	0.00	1.65	0.00	1.65	491.00	297.58
Sale of business as a whole, including liaison with legal advisers agents etc	3.70	2.10	0.00	2.68	0.00	8.48	4,413.52	520.25
Liaising with agents (general)	1.85	0.00	0.00	0.00	0.00	1.85	1,248.75	675.00
Other	0.70	0.00	0.00	0.00	0.00	0.70	472.50	675.00
<b>Trading</b>								
Trading on decision and general operations/strategy	2.80	11.75	10.35	18.72	0.00	43.62	19,519.56	447.53
Sales and customers	2.95	20.10	0.00	64.45	0.00	87.50	32,304.83	369.20
Purchasing/suppliers (not landlord)	2.48	21.75	4.85	113.93	0.00	143.02	49,364.50	345.17
Accounting/maintaining cash book/VAT returns/funding	7.87	25.65	29.57	55.32	0.00	118.40	48,699.01	411.31
Insurances	0.00	5.40	0.40	5.72	0.00	11.52	5,163.01	448.31
Staff and payroll (inc PAYE/NIC for trading period)	6.50	8.75	2.30	139.58	0.05	157.18	51,599.52	328.28
Premises issues (inc landlord and site clearance)	0.25	5.65	2.72	18.63	0.00	27.25	10,120.16	371.38
Health & Safety	1.25	21.00	0.00	7.38	0.00	29.63	15,386.24	519.22
Shutdown or handover	0.00	10.10	0.00	0.00	0.00	10.10	5,858.00	580.00
Director/manager review, approval and signing	5.00	11.30	8.25	0.00	0.00	24.55	13,403.25	545.96
Other	2.05	13.20	0.00	29.32	0.00	44.57	17,748.68	398.25
<b>Creditors</b>								
Fixed charge creditors	0.00	0.00	0.00	0.75	0.00	0.75	204.00	272.00
Employees & pension (other) (Incl Jobcentre/CSA etc)	1.75	1.95	0.00	20.80	0.00	24.50	8,583.95	350.36
Unsecured creditors	1.05	0.00	2.98	29.38	0.00	33.42	10,345.97	309.61
Extension of administration	0.00	2.00	0.00	13.45	0.00	15.45	5,381.00	348.28
Other	0.00	0.00	0.00	3.55	0.00	3.55	1,065.00	300.00
<b>Corporate Tax</b>								
Corporate Tax	0.65	0.00	0.00	0.00	0.00	0.65	406.25	625.00
<b>Total</b>	<b>91.95</b>	<b>213.30</b>	<b>74.78</b>	<b>763.72</b>	<b>26.73</b>	<b>1,170.48</b>	<b>£460,613.42</b>	<b>£393.52</b>

Waterside Cornwall Group Limited  
Breakdown of time spent by Smith & Williamson LLP employees  
for the period 17 March 2020 to 16 September 2021

Classification of work function	Partner / Director	Associate Director	Hours		Assistants & support staff	Total hours	Time cost	Average hourly rate
			Manager/ Assistant Manager	Other professional staff				
<b>Administration &amp; planning</b>								
Case planning, administrative set-up, appointment notification, maintenance of records, statutory reporting	7.45	9.25	9.53	37.90	0.00	64.13	£26,186.95	£408.32
<b>Investigations</b>								
SIP2 review, CDDA reports	3.60	1.80	0.20	2.93	0.00	8.53	£4,345.30	£509.41
<b>Realisation of Assets</b>								
Identifying, securing, insuring assets, property and asset sales	5.15	1.85	0.20	9.55	0.00	16.75	£7,823.51	£682.00
<b>Creditors</b>								
Communication with creditors and LUKI Bondholders	0.80	0.65	0.00	4.60	0.00	6.05	£2,470.52	£408.35
<b>AML/Compliance</b>								
	0.00	0.00	0.00	0.12	0.00	0.12	£31.80	£265.00
<b>Corporate Tax</b>								
	0.00	0.00	0.00	0.00	0.40	0.40	£22.40	£56.00
<b>Totals</b>	<b>17.00</b>	<b>13.55</b>	<b>9.93</b>	<b>55.10</b>	<b>0.40</b>	<b>95.98</b>	<b>£40,880.48</b>	<b>£425.91</b>

Waterside Villages Limited  
Breakdown of time spent by Smith & Williamson LLP employees  
for the period 17 March 2020 to 16 September 2021

Classification of work function	Partner / Director	Associate director	Hours		Assistants & support staff	Total hours	Time cost	Average hourly rate
			Manager/ Assistant Manager	Other professional staff				
<b>Administration and planning</b>								
Statutory returns, reports & meetings	5.70	5.25	4.20	22.86	0.00	38.01	15,569.11	409.64
Initial post-appointment notification letters, including creditors	0.00	0.00	3.10	3.05	0.00	6.15	2,370.00	385.37
Cashiering general, including bonding	0.00	0.50	0.00	0.65	0.00	1.15	618.70	538.05
Job planning, reviews and progression (inc 6 month reviews and planning meetings, checklist & diary	1.80	6.75	2.17	9.99	0.00	20.71	9,262.56	447.25
Post-appointment taxation (VAT, PAYE/NIC, Corp Tax that are not trading related)	0.00	0.00	0.00	0.15	0.00	0.15	45.00	300.00
Protection of company records (incl electronic)	0.05	0.00	0.00	0.00	0.00	0.05	29.75	595.00
Extension of Administration	0.00	1.50	0.00	2.00	0.00	3.50	1,449.25	414.07
Director/manager review, approval and signing	1.30	0.00	0.00	0.00	0.00	1.30	933.00	717.69
Other	0.00	0.00	0.00	0.05	0.00	0.05	15.00	300.00
<b>Investigations</b>								
Directors' correspondence & conduct questionnaires	0.00	0.00	0.00	1.41	0.00	1.41	373.65	265.00
Statutory books and accounting records review	0.00	1.00	0.00	0.10	0.00	1.10	606.50	551.36
SIP2 and SIP4 obligations (inc CDDA86 forms)	0.40	0.00	0.20	1.17	0.00	1.77	641.90	362.66
Asset Tracing (e.g. Land Registry and Company Searches)	0.00	0.00	0.00	0.25	0.00	0.25	75.00	300.00
Enquiries of advisers	0.00	7.50	0.00	0.75	0.00	8.25	4,560.00	552.73
<b>Realisation of assets</b>								
Fixed charge Property (land and buildings)	0.00	0.40	0.00	0.35	0.00	0.75	337.75	450.33
Sale of business as a whole, including liaison with legal advisers agents etc	0.66	0.00	0.00	0.00	0.00	0.66	397.50	602.27
Liaising with agents (general)	0.00	2.85	0.00	0.40	0.00	3.25	1,880.63	578.65
<b>Creditors</b>								
Fixed charge creditors	0.00	0.25	0.00	6.83	0.00	7.08	2,031.82	286.85
Unsecured creditors	0.00	0.40	0.00	0.00	0.00	0.40	190.00	475.00
TMF Trustees/Bondholder communications	6.90	27.55	0.60	12.47	0.00	47.52	24,653.68	518.84
<b>Waterside Villages Bonds Limited</b>								
Bondholder decision	0.00	2.75	0.00	4.40	0.00	7.15	2,844.50	397.83
Liaising with Bondholders and Bondholder meetings	9.90	32.20	0.95	51.87	0.00	94.92	43,209.14	455.23
<b>Case-Specific 3, AML/Compliance</b>								
AML - if done post appointment	0.00	0.00	0.00	0.12	0.00	0.12	31.80	265.00
<b>Company Secretarial</b>								
Company Secretarial	0.00	0.00	0.00	0.00	1.50	1.50	97.50	65.00
<b>Total</b>	<b>26.71</b>	<b>88.90</b>	<b>11.22</b>	<b>118.87</b>	<b>1.50</b>	<b>247.19</b>	<b>£112,223.73</b>	<b>£453.99</b>

International Resorts Management Limited  
Breakdown of time spent by Smith & Williamson LLP employees  
for the period 17 March 2020 to 16 March 2021

Classification of work function	Partner / Director	Associate Director	Hours		Assistants & support staff	Total hours	Time cost	Average hourly rate
			Manager/ Assistant Manager	Other professional staff				
<b>Administration &amp; planning</b>								
Case planning, administrative set-up, appointment notification, maintenance of records, statutory reporting	6.70	11.43	10.80	35.25	0.00	64.18	£26,715.13	£416.25
<b>Investigations</b>								
SIP2 review, CDDA reports	0.70	6.95	1.50	4.78	0.00	13.93	£6,506.30	£467.07
<b>Realisation of Assets</b>								
Identifying, securing, insuring assets, property and asset sales	0.16	2.10	0.20	0.80	0.00	3.26	£1,710.88	£524.81
<b>Creditors</b>								
Communication with creditors and LUKI Bondholders	0.00	12.95	0.60	5.90	0.00	19.45	£10,003.00	£514.29
<b>AML/Compliance</b>								
	0.00	0.00	0.00	0.12	0.00	0.12	£31.80	£265.00
<b>Totals</b>	<b>7.56</b>	<b>33.43</b>	<b>13.10</b>	<b>46.85</b>	<b>0.00</b>	<b>100.94</b>	<b>£44,967.11</b>	<b>£445.48</b>



# CMB Partners UK Limited

Name: Waterside Cornwall Operations Limited

Period: 17 March 2020 to 16 September 2021

Time & Chargeout Summary

Classification	IP/Director	Non Appointed IP	Manager	Administrator	Support Staff	Total Hours	Time Costs £	Average Hourly Rate £/hr
	Hours	Hours	Hours	Hours	Hours			
<b>Administration/Planning</b>								
Statutory Reports & Returns	0.90	0.00	8.50	0.90	0.00	10.30	4,767.50	462.86
Cashiering	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Job Planning & review	0.70	0.00	3.50	5.50	0.50	10.20	4,215.50	413.28
Taxation	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Company Records	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Agents/Advisors	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Partner/Manager Review	0.40	0.00	5.80	0.00	0.00	6.20	2,860.00	461.29
General Case Administration	1.60	0.00	4.40	1.20	0.00	7.20	3,394.50	471.46
Sub-total	3.60	0.00	22.20	7.60	0.50	33.90	15,237.50	449.48
<b>Investigations</b>								
Directors' Correspondence	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Books and Records Review	0.00	0.00	0.00	0.10	0.00	0.10	40.00	400.00
Legal Claims	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
CDDA 1986 Obligations	0.40	0.00	0.60	1.10	0.00	2.10	948.00	451.43
Asset Tracing/Searches	0.00	0.00	0.40	0.00	0.00	0.40	180.00	450.00
Antecedent Transactions (Preferences/TUV etc)	0.60	0.00	1.40	1.40	0.00	3.40	1,565.00	460.29
Sub-total	1.00	0.00	2.40	2.60	0.00	6.00	2,733.00	455.50
<b>Realisation of Assets</b>								
Debt Collection	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Sale of Business	1.90	0.00	0.00	0.00	0.00	1.90	1,187.50	625.00
Cash at Bank	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Freehold Property	0.60	0.00	0.00	0.00	0.00	0.60	375.00	625.00
Motor Vehicles	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Partner/Manager Review	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Other	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Sub-total	2.50	0.00	0.00	0.00	0.00	2.50	1,562.50	625.00
<b>Creditors</b>								
Pension Schemes	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Secured Creditors	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Preferential Creditors/Employees	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Unsecured Creditors	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Shareholders	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Creditors' Committee	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Sub-total	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
<b>Trading</b>								
On Site	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Employees	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Director meetings	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Invoicing	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Purchasing	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Other	1.00	0.00	0.00	0.00	0.00	1.00	625.00	625.00
Sub-total	1.00	0.00	0.00	0.00	0.00	1.00	625.00	625.00
<b>Total hours</b>	8.10	0.00	24.60	10.20	0.50	43.40		
<b>Total Time Costs</b>	4,992.50	0.00	10,978.00	4,087.50	100.00		20,158.00	464

Name: Waterside Cornwall Group Limited  
Period: 17 March 2020 to 16 September 2021  
Time & Chargeout Summary

Classification	IP/Director	Non Appointed IP	Manager	Administrator	Support Staff	Total Hours	Time Costs £	Average Hourly Rate £/hr
	Hours	Hours	Hours	Hours	Hours			
<b>Administration/Planning</b>								
Statutory Reports & Returns	0.40	0.00	7.20	1.10	0.00	8.70	3892.50	447.41
Cashiering	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Job Planning & review	1.20	0.00	4.20	5.30	1.50	10.70	5035.50	470.61
Taxation	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Company Records	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Agents/Advisors	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Partner/Manager Review	0.00	0.00	3.20	0.00	0.00	3.20	1440.00	450.00
General Case Administration	0.00	0.00	4.70	1.10	0.00	5.80	2467.00	425.34
Sub-total	1.60	0.00	19.30	7.50	1.50	28.40	12,835.00	451.94
<b>Investigations</b>								
Directors' Correspondence	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Books and Records Review	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Legal Claims	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
CDDA 1986 Obligations	0.40	0.00	0.60	1.10	0.00	2.10	948.00	451.43
Asset Tracing/Searches	0.00	0.00	0.40	0.00	0.00	0.40	180.00	450.00
Other	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Sub-total	0.40	0.00	1.00	1.10	0.00	2.50	1,128.00	451.20
<b>Realisation of Assets</b>								
Debt Collection	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Sale of Business	0.60	0.00	0.20	0.30	0.00	1.10	585.00	531.82
Cash at Bank	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Property	0.00	0.50	0.00	0.00	0.00	0.50	312.50	625.00
Motor Vehicles	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Partner/Manager Review	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Other	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Sub-total	0.60	0.50	0.20	0.30	0.00	1.60	897.50	560.94
<b>Creditors</b>								
Pension Schemes	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Secured Creditors	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Preferential Creditors/Employees	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Unsecured Creditors	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Shareholders	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Creditors' Committee	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Sub-total	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
<b>Trading</b>								
On Site	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Employees	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Director meetings	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Invoicing	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Purchasing	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Other	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Sub-total	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
<b>Total hours</b>	2.60	0.50	20.50	8.90	1.50	32.50		
<b>Total Time Costs</b>	1,617.50	312.50	9,103.00	3,527.50	300.00		14,860.50	457

Name: Waterside Villages Limited

Period: 17 March 2020 to 16 September 2021

Time & Chargeout Summary

Classification	IP/Director	Non Appointed IP	Manager	Administrator	Support Staff	Total Hours	Time Costs £	Average Hourly Rate £/hr
	Hours	Hours	Hours	Hours	Hours			
<b>Administration/Planning</b>								
Statutory Reports & Returns	0.40	0.00	8.60	1.20	0.00	10.20	4562.50	447.30
Cashiering	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Job Planning & review	1.20	0.00	3.30	4.80	1.50	10.80	4356.50	403.38
Taxation	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Company Records	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Agents/Advisors	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Partner/Manager Review	0.00	0.00	3.50	0.00	0.00	3.50	1575.00	450.00
General Case Administration	0.00	0.00	4.60	1.10	0.00	5.70	2434.00	427.02
Sub-total	1.60	0.00	20.00	7.10	1.50	30.20	12,928.00	428.08
<b>Investigations</b>								
Directors' Correspondence	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Books and Records Review	0.00	0.00	0.00	0.10	0.00	0.10	40.00	400.00
Legal Claims	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
CDDA 1986 Obligations	0.40	0.00	0.60	1.10	0.00	2.10	948.00	451.43
Asset Tracing/Searches	0.00	0.00	0.40	0.00	0.00	0.40	180.00	450.00
Other	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Sub-total	0.40	0.00	1.00	1.20	0.00	2.60	1,168.00	449.23
<b>Realisation of Assets</b>								
Debt Collection	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Sale of Business	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Cash at Bank	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Freehold Property	1.10	0.50	0.50	0.50	0.00	2.60	1,420.00	546.15
Motor Vehicles	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Partner/Manager Review	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Other	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Sub-total	1.10	0.50	0.50	0.50	0.00	2.60	1,420.00	546.15
<b>Creditors</b>								
Pension Schemes	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Secured Creditors	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Preferential Creditors/Employees	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Unsecured Creditors	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Shareholders	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Creditors' Committee	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Sub-total	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
<b>Trading</b>								
On Site	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Employees	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Director meetings	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Invoicing	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Purchasing	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Other	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Sub-total	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
<b>Total hours</b>	3.10	0.50	21.50	8.80	1.50	35.40		
<b>Total Time Costs</b>	1,930.00	312.50	9,571.00	3,402.50	300.00		15,516.00	438.31

Name: International Resorts Management Limited

Period: 17 March 2020 to 16 September 2021

Time & Chargeout Summary

Classification	IP/Director	Non Appointed IP	Managers	Administrators	Support Staff	Total Hours	Time Costs £	Average Hourly Rate £/hr
	Hours	Hours	Hours	Hours	Hours			
<b>Administration/Planning</b>								
Statutory Reports & Returns	0.40	0.00	7.70	1.20	0.00	9.30	4,175.50	448.98
Cashiering	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Job Planning & review	0.80	0.00	11.70	7.30	2.00	21.80	9,083.50	416.67
Taxation	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Company Records	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Agents/Advisors	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Partner/Manager Review	0.00	0.00	2.30	0.00	0.00	2.30	1,035.00	450.00
General Case Administration	0.00	0.00	2.60	1.10	0.00	3.70	1,584.00	428.11
<b>Sub-total</b>	<b>1.20</b>	<b>0.00</b>	<b>24.30</b>	<b>9.60</b>	<b>2.00</b>	<b>37.10</b>	<b>15,878.00</b>	<b>427.98</b>
<b>Investigations</b>								
Directors' Correspondence	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Books and Records Review	0.00	0.00	11.00	0.00	0.00	11.00	4,950.00	450.00
Legal Claims	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
CDDA 1986 Obligations	0.40	0.00	0.60	1.10	0.00	2.10	960.00	457.14
Asset Tracing/Searches	0.40	0.00	0.40	0.00	0.00	0.80	430.00	537.50
Other	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
<b>Sub-total</b>	<b>0.80</b>	<b>0.00</b>	<b>12.00</b>	<b>1.10</b>	<b>0.00</b>	<b>13.90</b>	<b>6,340.00</b>	<b>456.12</b>
<b>Realisation of Assets</b>								
Debt Collection	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Sale of Business	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Cash at Bank	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Property	0.00	0.50	0.00	0.00	0.00	0.50	312.50	625.00
Motor Vehicles	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Partner/Manager Review	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Other	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
<b>Sub-total</b>	<b>0.00</b>	<b>0.50</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>	<b>0.50</b>	<b>312.50</b>	<b>625.00</b>
<b>Creditors</b>								
Pension Schemes	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Secured Creditors	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Preferential Creditors/Employees	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Unsecured Creditors	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Shareholders	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Creditors' Committee	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
<b>Sub-total</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>
<b>Trading</b>								
On Site	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Employees	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Director meetings	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Invoicing	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Purchasing	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Other	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
<b>Sub-total</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>
<b>Total hours</b>	<b>2.00</b>	<b>0.50</b>	<b>36.30</b>	<b>10.70</b>	<b>2.00</b>	<b>51.50</b>		
<b>Total Time Costs</b>	<b>1,242.50</b>	<b>312.50</b>	<b>16,313.00</b>	<b>4,262.50</b>	<b>400.00</b>		<b>22,530.50</b>	<b>437</b>

## Notes

The following gives a summary of the Smith & Williamson LLP team's original estimates for the first two years of the Administrations, provided in our first progress report dated 12 October 2020 and at Appendix IV of this report, and the actual time costs incurred for the first eighteen months of the Administrations to 16 September 2021 for ease of comparison:

## WCOL (Smith & Williamson LLP time costs)

Task	Estimated time costs to be incurred from 17.03.2020 to 16.03.2022 £	Actual time costs incurred from 17.03.2020 to 16.09.2021 £
Administration and Planning	145,607.50	150,015.51
Investigations	5,973.50	1,741.50
Realisation of Assets	19,385.00	13,703.48
Trading	228,867.00	269,166.76

Task	Estimated time costs to be incurred from 17.03.2020 to 16.03.2022 £	Actual time costs incurred from 17.03.2020 to 16.09.2021 £
Creditors	19,752.50	25,579.92
Tax	-	406.25
<b>Total</b>	<b>419,585.50</b>	<b>460,613.42</b>

The material differences between our original estimates for the first two years of the administration of WCOL and what has actually been incurred for the first 18 months of the administration from 17 March 2020 to 16 September 2021 can be explained as follows:

#### **Administration and planning (currently £4,408.01 over two-year estimate)**

For the first two years of the administration, the joint administrators estimated that they would incur £145,607.50 in respect of administration and planning work. After 18 months of the administration, the joint administrators have incurred £150,015.51.

The joint administrators have incurred more costs than was initially anticipated in this regard, partly due to various issues experienced at site needing to be rectified, due to poor site management prior to our appointment. In addition, we have been obliged to continually review our strategy, mainly due to the restrictions imposed as a result of the COVID-19 pandemic, resulting in Resort closures at short notice and for prolonged periods.

#### **Investigations (currently £4,232.00 below two-year estimate)**

For the first two years of the administration, the joint administrators estimated that they would incur £5,973.50 in time costs with regard to investigations. After 18 months of the administration, the joint administrators have incurred £1,741.50. This is broadly below the estimated costs anticipated for investigations and this is mainly due to such significant investigations into the Waterside entities being carried out in linked administrations such as LCF.

#### **Realisation of Assets (currently £5,681.52 below two-year estimate)**

For the first two years of the administration, the joint administrators estimated that they would incur £19,385.00 in time costs with regard to investigations. After 18 months of the administration, the joint administrators have incurred £13,703.48. The costs incurred to date are broadly in line with forecast.

#### **Trading (currently £40,299.76 over two-year estimate)**

For the first two years of the administration, the joint administrators estimated that they would incur £228,867 in time costs with regard to investigations. The joint administrators have incurred £269,166.76. This is largely due to a longer than anticipated trading period and an unavoidable delay in marketing the resort for sale, whilst investigations were undertaken in respect of title and security. Due to inadequate site maintenance and operations prior to our appointment, it has required significant involvement by the administrators to implement corrective measures to ensure safety and compliance whilst trading the resort.

#### **Creditors (currently £5,827.42 over two-year estimate)**

For the first two years of the administration, the joint administrators estimated that they would incur £19,752.50 in time costs with regards to creditors. Costs in regard to dealing with creditors have exceeded the initial forecast mainly due to there being a significant amount of time spent on the consultation process prior to making redundancies during the summer of 2020, which had not originally been anticipated, as we had not initially expected to continue to trade.

The joint administrators have necessarily spent more time than previously anticipated dealing with resort bookings/events made prior to their appointment and in many cases coordinating the rescheduling of bookings due to site closures. Time spent in this regard has been recorded under the 'creditors' category, although many of these bookings have now been honoured, reducing unsecured creditor claims to the estate.

## **WCGL (Smith & Williamson LLP time costs)**

Task	Estimated fees to be incurred from 17.03.2020 to 16.03.2022 £	Actual Fees Incurred from 17.03.2020 to 16.09.2021 £
Administration and Planning	25,300.00	26,186.95
Investigations	1,951.25	4,345.30
Realisation of Assets	15,335.00	7,823.51
Creditors	7,450.00	2,470.52
AML/Compliance	37.80	318.80
Corporate Tax	-	22.40
<b>Total</b>	<b>50,074.05</b>	<b>40,880.48</b>

The material differences between our original estimates and what has actually been incurred as at 16 September 2021 can be explained as follows:

### **Administration and planning (£886.95 underestimated)**

Administration and planning have been underestimated due to the following reasons:

A further amount of time has been incurred understanding the flow of funds following the sale of the resort and confirming the necessary consents required to sell the LUKI charged land.

### **Investigations (£2,394.05 underestimated)**

Investigations have been underestimated due to the following reasons:

A further amount of time has been incurred confirming the title position together with the LUKI charged land and property ownership.

### **Realisation of Assets (£7,511.49 overestimated)**

Realisation of Assets has been overestimated due to the following:

We are yet to realise the WCGL's property and the fee estimate is to the end of the next report period and, consequently, a further amount of time is expected to be incurred.

### **Creditors (£4,979.48 overestimated)**

Creditors has been overestimated due to the following:

We have spent less time liaising with the LUKI Bondholders however expect time costs to increase to be in line with the estimate over the next period due to the hopeful sale of the Waterside resort.

## WVL (Smith & Williamson LLP time costs)

Task	Estimated fees to be incurred from 17.03.2020 to 16.03.2022 £	Actual Fees Incurred from 17.03.2020 to 16.09.2021 £
Administration and Planning	25,300.00	30,292.37
Investigations	1,951.25	6,257.05
Realisation of Assets	15,335.00	2,615.88
Creditors	7,450.00	26,875.50
Waterside Villages Bonds Limited	-	46,053.64
AML/Compliance	37.80	31.80
Company Secretarial	-	97.50
<b>Total</b>	<b>50,074.05</b>	<b>112,223.73</b>

The material differences between our original estimates and what has actually been incurred as 16 September 2021 can be explained as follows:

### **Administration and planning (£4,992.37 underestimated)**

Administration and planning have been underestimated due to the following reasons:

A greater amount of time has been spent completing a flow of funds and job planning as a result of a Bondholders' request to host meetings.

### **Investigations (£4,305.80 underestimated)**

Investigations have been underestimated due to the following reasons:

Reviewing the WVBL bond instrument and confirming the charge holder entitlements as well as the complex title structure at the Waterside resort.

### **Realisation of Assets (£12,719.12 overestimated)**

Realisation of Assets has been overestimated due to the following:

We have not realised any asset and time spent progress towards realising WVL's property has also be charged to the investigations section. Further time is expected to be charged to this section and the fee estimate estimated time to the end of the next reporting period.

### **Creditors (£19,425.50 underestimated)**

Creditors has been underestimated due to the following:

We have been required to liaise with WVBL's security trustee and assist with hosting a number of Bondholder meetings at the request of a WVBL Bondholder. In addition, a further amount of time has been incurred seeking a decision from the WVBL Bondholders to consent to the sale of the TMF charged land.

### **Waterside Villages Bonds Limited (£46,053.64 underestimated)**

Waterside Villages Bonds Limited has been underestimated due to the following:

We did not anticipate correspondence from a WVBL Bondholder requesting Bondholder meetings to be convened. A large amount of time has been spent corresponding with Bondholders, addressing queries regarding the Bondholders' request for a special resolution and planning these meetings.

## IRML (Smith & Williamson LLP time costs)

Task	Estimated fees to be incurred from 17.03.2020 to 16.03.2022 £	Actual Fees Incurred from 17.03.2020 to 16.09.2021 £
Administration and Planning	25,300.00	26,715.13
Investigations	1,951.25	6,506.30
Realisation of Assets	15,335.00	1,710.88
Creditors	7,450.00	10,003.00
AML/Compliance	37.80	31.80
<b>Total</b>	<b>50,074.05</b>	<b>44,967.11</b>

The material differences between our original estimates and what has actually been incurred as at 16 September 2021 can be explained as follows:

### **Administration and planning (£1,415.13 underestimated)**

Administration and planning have been underestimated due to the following reasons:

A large proportion of time has been spent understanding the security position and determining how to ensure consent to the sale of charged land has been received.

### **Investigations (£4,555.05 underestimated)**

Investigations have been underestimated due to the following reasons:

Determining the security position has taken a greater amount of time than anticipated. As determining this position also links to realisation of assets, where time is currently overestimated, the estimate is expected to largely be in line.

### **Realisation of Assets (£13,624.12 overestimated)**

Realisation of Assets has been overestimated due to the following:

We are yet to realise any of the IRML's property and a proportion of time has also been included in the investigations section. A further amount of time is expected to be charged to this section over the next 6-month period (to the end of the fee estimate).

### **Creditors (£2,553.00 underestimated)**

Creditors has been underestimated due to the following:

A greater proportion of time was spent liaising with LUKI Bondholders in order to seek their consent for the charged land which they hold security for be included in the sale of the resort as a whole.

## WCOL (CMB Partners UK Limited time costs)

Task	Estimated time costs to be incurred from 17.03.2020 to 16.03.2022 £	Actual time costs Incurred from 17.03.2020 to 16.09.2021 £
Administration and Planning	13,081.50	15,237.50



Task	Estimated time costs to be incurred from 17.03.2020 to 16.03.2022 £	Actual time costs incurred from 17.03.2020 to 16.09.2021 £
Investigations	2,960.50	2,733.00
Realisation of Assets	512.50	1,562.50
Creditors	450.00	-
Trading	-	625.00
<b>Total</b>	<b>17,004.50</b>	<b>20,158.00</b>

The material differences between our original estimates for the first two years of the administration of WCOL and time costs actually incurred for the first 18 months of the administration from 17 March 2020 to 16 September 2021 can be explained as follows:

**Administration and planning (currently £2,156 over two-year estimate)**

Administration and planning have been underestimated due to the following reason:

This was a result of a significant review of documents relating to the Company's trading losses prior to Administration being undertaken.

**Realisation of Assets (currently £1,050 over two-year estimate)**

Realisation of Assets has been underestimated due to the following:

Some time has been spent discussing the potential sale of the Resort with interested parties.

**Trading (currently £625 over two-year estimate)**

Trading has been underestimated due to the following:

Due to inadequate site maintenance and operations prior to our appointment, it has required significant involvement by the S&W joint administrators to implement corrective measures to ensure safety and compliance whilst trading the resort. A small amount of time has been spent by the CMB joint administrators in respect of matters relating to this.

**WCGL (CMB Partners UK Limited time costs)**

Task	Estimated fees to be incurred from 17.03.2020 to 16.03.2022 £	Actual Fees Incurred from 17.03.2020 to 16.09.2021 £
Administration and Planning	13,081.50	12,835.00
Investigations	2,335.50	1,128.00
Realisation of Assets	512.50	897.50
Creditors	450.00	-
<b>Total</b>	<b>16,379.50</b>	<b>14,860.50</b>

The material differences between our original estimates and what has actually been incurred as at 16 September 2021, where we have incurred more fees than we had previously estimated can be explained as follows:

### Realisation of Assets (£385 underestimated)

Realisation of Assets has been underestimated due to the following:

Some time costs have been incurred discussing the potential sale of the Resort with interested parties.

### WVL (CMB Partners UK Limited time costs)

Task	Estimated fees to be incurred from 17.03.2020 to 16.03.2022 £	Actual Fees Incurred from 17.03.2020 to 16.09.2021 £
Administration and Planning	13,084.50	12,928.00
Investigations	2,335.00	1,168.00
Realisation of Assets	1,937.50	1,420.00
Creditors	450.00	-
<b>Total</b>	<b>17,804.50</b>	<b>15,516.00</b>

The material differences between our original estimates and what has actually been incurred as at 16 September 2021 are shown above. There have been no categories where we have underestimated our time.

### IRML (CMB Partners UK Limited time costs)

Task	Estimated fees to be incurred from 17.03.2020 to 16.03.2022 £	Actual Fees Incurred from 17.03.2020 to 16.09.2021 £
Administration and Planning	13,084.50	15,878.05
Investigations	7,942.50	6,340.00
Realisation of Assets	1,937.50	312.50
Creditors	450.00	-
<b>Total</b>	<b>24,282.50</b>	<b>22,530.55</b>

The material differences between our original estimates and what has actually been incurred as at 16 September 2021, where we have incurred more fees than we have previously estimated can be explained as follows:

#### Administration and planning (£1,415.13 underestimated)

Administration and planning have been underestimated due to the following reason:

This was a result of a significant review of documents relating to the Company's trading losses prior to Administration being undertaken.

## Notes

### Administration & planning

The joint administrators have been required to spend a considerable amount of time in planning and administration tasks in respect of the administration strategy. It has been crucial to ensure that all statutory

matters are dealt with efficiently and that all possible options when choosing strategy are fully explored. The joint administrators and their staff have been obliged to undertake certain areas of work in order to comply with their statutory obligations and internal compliance requirements. The following work has been conducted in respect of administration and planning:

- statutory advertising of the administration;
- initial post appointment notifications to trade & expense creditors;
- initial post appointment notifications to the Registrar of Companies;
- initial post appointment notifications to HMRC;
- preparing the administrators' proposals;
- preparing and issuing requests for a formal Statement of Affairs from the Companies' director;
- maintenance of compliance checklists in relation to the case;
- maintenance of the IPS compliance diary in respect of the case;
- calculating the fidelity bonding requirement;
- statutory case reviews (to be completed every six months);
- internal case staff strategy meetings;
- dealing with case progression matters;
- general case planning and administration including case strategy decisions;
- arranging for adequate insurance cover to be obtained in respect of the Companies' assets; registered office premises;
- dealing with routine correspondence;
- securing the Companies physical books and records including instructing and assisting our agents;
- securing the Companies' electronic records;
- setting up and maintaining physical case files;
- setting up and maintaining IPS (case management schedule);
- dealing and instructing agents and other professional advisers to assist with the case;
- dealing with the provision of various information to the SFO and other parties;
- attending at the Companies' trading premises;
- arranging the extensions of each of the Companies;
- arranging remuneration approval documentation on WCOL; and
- Handover related matters from Valley Resorts Limited to Licensed Solutions Limited as operations managers on site.

#### **Cashiering time:**

- maintaining and managing the administrators' cash book and bank accounts;
- reconciliation of bank account;
- correspondence with banks; and
- raising cheques/preparing telegraphic transfers.

#### **Investigations**

This section relates to the work that the joint administrators have conducted in relation to their investigations into the failure of the Companies. The joint administrators have a duty to consider any potential claims that the Companies may have against third parties that may give rise to potential claims for the benefit of the Companies' creditors. Whilst it is likely that the majority of this work will provide a direct financial benefit for the Companies' creditors, some streams of the investigation work that will be, or have been, carried out as required by statute.

As detailed at section 4 of this report, the joint administrators have a duty under Statement of Insolvency Practice 2 (SIP2) to investigate the conduct of the Companies' directors. We have duly complied with this requirement and necessarily incurred time liaising with the Insolvency Service in this regard. This work is required by statute and may only indirectly provide a financial benefit to the Company's creditors. This work has included the following:

- investigating the actions of various parties in the lead up to the administration of the Companies;
- corresponding with directors in accordance with our duties under SIP2;
- issuing our directors questionnaire to the directors and former directors of the Company;
- conducting SIP2 investigations for the preparation of the Company Directors Disqualification Act 1986 (“CDDA”) report;
- submission of the CDDA questionnaire to the Insolvency Service;
- liaising with the Insolvency Service in respect of the CDDA report including by email, telephone and by attendance at meetings;
- provision of information requested by the Insolvency Service; and
- Determining the complex ownership position of Waterside Cornwall.

#### **Realisation of assets**

The administrators have a duty to realise assets belonging to the Companies for the benefit of their respective creditors. This work is in relation to the realisation of the Companies’ assets and will detail the time incurred by the joint administrators and their team in taking the necessary steps to make asset recoveries. This work provides a direct financial benefit to the Company’s creditors and includes the following:

- correspondence with the Company’s former bank in respect of realisation of the cash at bank balances;
- liaising with the bank in relation to the funds transfers including the remittance of funds from the Bondholders; and
- liaising with our appointed legal advisors, valuers and sales agents in respect of the sale strategy of Waterside Cornwall.

#### **Trading**

The joint administrators have been trading the leisure park since their appointment and all time incurred dealing with trading matters in WCOL have been charged to this section of the analysis. It is expected that time incurred in this section will have a benefit to the Companies’ creditors as the administrators are preserving value by ensuring that a viable trading prospect is available for acquisition. During the period of this report the administrators’ and their staff have undertaken the following:

- Attending the site in Cornwall on a number of occasions;
- Notifying suppliers of the administrators’ appointment and negotiating new terms;
- Responding to day-to-day supplier matters to ensure the seamless trade of the holiday village;
- Liaising with WCOL employees to ensure they are managed correctly, and monthly payroll met;
- Ensuring statutory trading requirements are met;
- Ensuring all health and safety requirements are met;
- Liaising with the administrators’ appointed trading agents regarding any concerns or recommendations are met;
- Issuing and paying invoices directly relating to trading;
- Ensuring pension contributions are paid for the WCOL’s employees;
- Liaising with WCOL’s former employees and informing them of their redundancies;
- Drafting regular cashflows and forecasts; and
- Ensuring the site is Covid-19 secure and addressing any issues to ensure a seamless reopening following a government-imposed closure due to the pandemic;

#### **Creditors**

This section is in relation to the time spent corresponding with the Companies’ creditors. Whilst this does not provide a direct financial benefit to the Companies, it is important that all the Companies’ creditors are kept up to date with progress and further information regarding the trading of the holiday park. This section involves the following work streams:

- Dealing with telephone calls received to this office from creditors; and
- Monitoring and responding to emails received.

# IV Fee estimates

## Smith & Williamson LLP

Waterside Cornwall Operations Limited In Administration Fees estimate according to number of hours, grade of staff and expected work to be undertaken								
Anticipated case duration	2	Year (s)						
	Partner / Director	Associate Director	Manager/ Assistant Manager	Senior Administrator/ Administrator	Assistants & support staff			
Hourly rate (£)	710	580	475	315				
	Hours					Total hours	Total estimated time costs (£)	Average hourly rate
<b>Classification of work function</b>								
<b>Administration and planning</b>								
Statutory returns, reports & meetings	12.00	25.00	-	37.50	-	74.50	34,832.50	467.55
Initial post appointment information letters including creditors				26.00		26.00	8,190.00	315.00
Cashiering general including bonding	15.00	6.00		75.00		96.00	37,755.00	393.28
Cost planning, review and progression and 6 month review and planning meetings (creditor & chairman) and all costs of extending the administration	10.00	20.00		50.00		80.00	34,450.00	430.63
Post appointment taxation (VAT, PAYE, Div, Corp Tax) that are not trading related	1.00	2.00		3.00		6.00	2,815.00	469.17
Execution of company creditors resolutions				1.00		1.00	315.00	315.00
Insurance & general asset protection	0.50	1.50		2.00		4.00	1,855.00	463.75
Traveling	6.00	6.00		30.00		42.00	17,190.00	409.29
Filing, filing and information management	1.00	1.00		1.00		3.00	1,605.00	535.00
Director manager review, additional and zoning	5.00	2.00		1.00		8.00	5,025.00	628.13
Other				5.00		5.00	1,575.00	315.00
<b>Investigations</b>								
Director correspondence & conduct questionnaires				1.10		1.10	346.50	315.00
Statutory, creditor and accountancy related review	1.00	1.00		2.00		4.00	1,920.00	480.00
Reviewing creditors conduct	1.00	1.00		1.00		3.00	1,605.00	535.00
Asset tracing	1.00	1.00		1.00		3.00	1,605.00	535.00
Other	0.70					0.70	497.00	710.00
<b>Realisation of assets</b>								
Fixed property, land and buildings	5.00			5.00		10.00	5,125.00	512.50
Debtors to be financed includes reassigned debtors				3.00		3.00	945.00	315.00
Sale of business & goods	10.00	8.00		5.00		23.00	13,315.00	578.91
<b>Trading</b>								
Trading in bed and breakfast operations	2.20		10.00	6.00		18.20	8,202.00	450.66
Sales and customers	5.00	14.00		70.00		89.00	33,720.00	378.88
Purchasing supplies, stock and stock	4.00	20.00	3.00	100.00		127.00	47,365.00	372.95
Accounting		9.00	1.00	15.00		25.00	10,420.00	416.80
Insurance				5.00		5.00	1,575.00	315.00
Staff and payroll and PAYE, Div for trading period	9.00	31.00	2.50	180.00		222.50	82,257.50	369.70
Premises (used for trading and site clearance)				12.00		12.00	3,780.00	315.00
Health & safety	2.00	5.00		10.00		17.00	7,470.00	439.41
Director manager review, additional and zoning	5.00	20.00	8.50			33.50	19,187.50	572.76
Other	2.00	1.50		40.00		43.50	14,890.00	342.30
<b>Creditors</b>								
Fixed charge creditors				0.50		0.50	157.50	315.00
Employed & pension (other) including pension (ISA etc)	0.50	2.00		8.00		10.50	4,035.00	384.29
Unsecured creditors	2.00	5.00		25.00		32.00	12,195.00	381.09
Other		2.00		7.00		9.00	3,365.00	373.89
<b>Total</b>	<b>100.90</b>	<b>184.00</b>	<b>25.00</b>	<b>728.10</b>	<b>-</b>	<b>1,038.00</b>	<b>419,585.50</b>	<b>404.22</b>

Waterside Cornwall Operations Limited In Administration Estimated expenses in accordance with Categories 1 & 2 (SIP 9) and payable to third parties *		
Estimated expenses applicable to all cases		Total
Specific costs		27.50
Statutory, advertising costs		180.00
<b>Case specific costs - where applicable</b>		
Agents fees		100,000.00
Legal fees		100,000.00
Storage costs		5,000.00
Bank charges		500.00
Business mileage		500.00
<b>Total</b>		<b>203,219.50</b>
Category 1 expenses, in accordance with Statement of Insolvency Practice 9 are specific costs payable to an independent third party and relate directly to the case in question. Category 2 expenses are payable to the office holder's firm and are shared or allocated costs, most notably business mileage.		

Waterside Cornwall Group Limited In Administration Fees estimate according to number of hours, grade of staff and expected work to be undertaken								
Anticipated case duration	2	Year (s)						
	Partner / Director	Associate Director	Manager/ Assistant Manager	Senior Administrator/ Administrator	Assistants & support staff			
Hourly rate (£)	710	580	475	315				
						Total hours	Total estimated time costs (£)	Average hourly rate
Classification of work function								
<b>Administration &amp; Planning</b> Statutory compliance, reporting to stakeholders, accounting, protecting company records, travelling, bonding case set-up, planning and reviewing and filing and any costs of extending the administration (subject to leave from the Court)	10.00	15.00	20.00			45.00	25,300.00	562.22
<b>Realisation of Assets</b> Identifying, securing, insuring assets, dealing with assets subject to retention of title and debt collections collection, Property, business and asset sales	6.00	15.00	5.00			26.00	15,335.00	589.81
<b>Creditors</b> Communication with creditors, Creditors' claims (including employees, other preferential creditors and the Crown), dealing with the Prescribed part (if applicable), adjudicating and distributing	3.00	7.00		4.00		14.00	7,450.00	532.14
<b>Investigations</b> Reviewing books, records and antecedent transactions, assessing directors' conduct and reporting to the Conduct Assessment Service and liaising with creditors (or the Committee)	0.50	1.00	0.15	3.00		4.65	1,951.25	419.62
<b>Anti Money Laundering and Compliance (if not dealt with pre-appointment) *</b>				0.12		0.12	37.80	315.00
<b>Tax</b>					0.40	0.40	-	-
<b>Totals</b>	<b>19.50</b>	<b>38.00</b>	<b>25.15</b>	<b>7.12</b>	<b>0.40</b>	<b>90.17</b>	<b>50,074.05</b>	<b>555.33</b>

Waterside Cornwall Group Limited In Administration Estimated expenses in accordance with Categories 1 & 2 (SIP 9) and payable to third parties *		
<b>Estimated expenses applicable to all cases</b>		<b>Total</b>
Specific bond		37.50
Statutory advertising costs		182.00
<b>Case specific costs - where applicable</b>		
Agents' fees		25,000.00
Legal fees		25,000.00
Storage costs		2,000.00
<b>Total</b>		<b>52,219.50</b>
Category 1 expenses, in accordance with Statement of Insolvency Practice 9 are specific costs payable to an independent third party and relate directly to the case in question. Category 2 expenses are payable to the office holder's firm and are shared or allocated costs, most notably business mileage.		

Waterside Villages Limited In Administration Fees estimate according to number of hours, grade of staff and expected work to be undertaken								
Anticipated case duration	2	Year (s)						
	Partner / Director	Associate Director	Manager/ Assistant Manager	Senior Administrator/ Administrator	Assistants & support staff			
Hourly rate (£)	710	580	475	315				
						Total hours	Total estimated time costs (£)	Average hourly rate
Classification of work function								
<b>Administration &amp; Planning</b> Statutory compliance, reporting to stakeholders, accounting, protecting company records, travelling, bonding case set-up, planning and reviewing and filing and any costs of extending the administration (subject to leave from the Court)	10.00	15.00	20.00			45.00	25,300.00	562.22
<b>Realisation of Assets</b> Identifying, securing, insuring assets, dealing with assets subject to retention of title and debt collections collection, Property, business and asset sales	6.00	15.00	5.00			26.00	15,335.00	589.81
<b>Creditors</b> Communication with creditors, Creditors' claims (including employees, other preferential creditors and the Crown), dealing with the Prescribed part (if applicable), adjudicating and distributing	3.00	7.00		4.00		14.00	7,450.00	532.14
<b>Investigations</b> Reviewing books, records and antecedent transactions, assessing directors' conduct and reporting to the Conduct Assessment Service and liaising with creditors (or the Committee)	0.50	1.00	0.15	3.00		4.65	1,951.25	419.62
<b>Anti Money Laundering and Compliance (if not dealt with pre-appointment) *</b>				0.12		0.12	37.80	315.00
<b>Tax</b>					0.40	0.40	-	-
<b>Totals</b>	<b>19.50</b>	<b>38.00</b>	<b>25.15</b>	<b>7.12</b>	<b>0.40</b>	<b>90.17</b>	<b>50,074.05</b>	<b>555.33</b>

Waterside Villages Limited In Administration Estimated expenses in accordance with Categories 1 & 2 (SIP 9) and payable to third parties *		
<b>Estimated expenses applicable to all cases</b>		<b>Total</b>
Specification		27.50
Statutory advertising costs		182.00
<b>Case specific costs - where applicable</b>		
Agents' fees		25,000.00
Legal fees		25,000.00
Storage costs		2,000.00
<b>Total</b>		<b>52,219.50</b>
Category 1 expenses, in accordance with Statement of Insolvency Practice 9 are specific costs payable to an independent third party and relate directly to the case in question. Category 2 expenses are payable to the office holder's firm and are shared or allocated costs, most notably business mileage.		

International Resorts Management Limited In Administration Fees estimate according to number of hours, grade of staff and expected work to be undertaken								
Anticipated case duration	2	Year (s)						
	Partner / Director	Associate Director	Manager/ Assistant Manager	Senior Administrator/ Administrator	Assistants & support staff			
Hourly rate (£)	710	580	475	315				
						Total hours	Total estimated time costs (£)	Average hourly rate
Classification of work function								
<b>Administration &amp; Planning</b> Statutory compliance, reporting to stakeholders, accounting, protecting company records, travelling, bonding case set-up, planning and reviewing and filing and any costs of extending the administration (subject to leave from the Court)	10.00	15.00	20.00			45.00	25,300.00	562.22
<b>Realisation of Assets</b> Identifying, securing, insuring assets, dealing with assets subject to retention of title and debt collections collection, Property, business and asset sales	6.00	15.00	5.00			26.00	15,335.00	589.81
<b>Creditors</b> Communication with creditors, Creditors' claims (including employees, other preferential creditors and the Crown), dealing with the Prescribed part (if applicable), adjudicating and distributing	3.00	7.00		4.00		14.00	7,450.00	532.14
<b>Investigations</b> Reviewing books, records and antecedent transactions, assessing directors' conduct and reporting to the Conduct Assessment Service and liaising with creditors (or the Committee)	0.50	1.00	0.15	3.00		4.65	1,951.25	419.62
<b>Anti Money Laundering and Compliance (if not dealt with pre-appointment) *</b>				0.12		0.12	37.80	315.00
<b>Tax</b>					0.40	0.40	-	-
<b>Totals</b>	<b>19.50</b>	<b>38.00</b>	<b>25.15</b>	<b>7.12</b>	<b>0.40</b>	<b>90.17</b>	<b>50,074.05</b>	<b>555.33</b>

International Resorts Management Limited In Administration Estimated expenses in accordance with Categories 1 & 2 (SIP 9) and payable to third parties *		
<b>Estimated expenses applicable to all cases</b>		<b>Total</b>
Specification		27.50
Statutory advertising costs		182.00
<b>Case specific costs - where applicable</b>		
Agents' fees		25,000.00
Legal fees		25,000.00
Storage costs		2,000.00
<b>Total</b>		<b>52,219.50</b>
Category 1 expenses, in accordance with Statement of Insolvency Practice 9 are specific costs payable to an independent third party and relate directly to the case in question. Category 2 expenses are payable to the office holder's firm and are shared or allocated costs, most notably business mileage.		



## CMB Partners UK Limited

<b>FEES ESTIMATE SUMMARY</b>				
For the Period 17 March 2020 to 16 March 2022				
Case Name: Waterside Cornwall Operations Limited - (In Administration)				
We use charge out rates appropriate to the skills and experience of a member of staff and the work that they perform, recording time spent in 6 minute units. Narrative is recorded to explain the work undertaken and the time spent is analysed into different categories of work. This document provides an estimate as to how much time the office holder and his staff will spend undertaking specific tasks within broad categories of work, and the time costs in undertaking such work, which will depend upon the grade, or grades, of staff undertaking the work and the number of hours spent undertaking the work by each grade of staff. The estimated time that will be spent undertaking the work in each category of work has been multiplied by the applicable charge out rate of each member of staff that it is anticipated will undertake work in that category to arrive at the estimated total time costs attributable to that category of work on the case. We have then divided that				
Category	Description	Estimated time to be taken to undertake the work	Estimated value of the time costs to undertake the work	Blended charge out rate to undertake the work
Admin &	Statutory Reports & Returns	4.70	2,115.00	450.00
	Job Planning & Review	5.50	2,316.50	421.18
	Agents/Advisors	2.50	1,015.00	406.00
	Partner/Manager Review	4.20	2,257.00	537.38
	General Case Administration	12.80	5,378.00	420.15
Investigations	Legal Claims	3.50	2,012.50	575.00
	CDDA 1986 Obligations	2.10	948.00	451.43
Realisation of	Property	1.00	512.50	512.50
Creditors	Secured Creditors	1.00	450.00	450.00
		<b>37.30</b>	<b>17,004.50</b>	<b>453.45</b>

<b>FEES ESTIMATE SUMMARY</b>				
For the Period 17 March 2020 to 16 March 2022				
Case Name: Waterside Cornwall Group Limited - (In Administration)				
We use charge out rates appropriate to the skills and experience of a member of staff and the work that they perform, recording time spent in 6 minute units. Narrative is recorded to explain the work undertaken and the time spent is analysed into different categories of work. This document provides an estimate as to how much time the office holder and his staff will spend undertaking specific tasks within broad categories of work, and the time costs in undertaking such work, which will depend upon the grade, or grades, of staff undertaking the work and the number of hours spent undertaking the work by each grade of staff. The estimated time that will be spent undertaking the work in each category of work has been multiplied by the applicable charge out rate of each member of staff that it is anticipated will undertake work in that category to arrive at the estimated total time costs attributable to that category of work on the case. We have then divided that				
Category	Description	Estimated time to be taken to undertake the work	Estimated value of the time costs to undertake the work	Blended charge out rate to undertake the work
Admin &	Statutory Reports & Returns	4.70	2,115.00	450.00
	Job Planning & Review	5.50	2,316.50	421.18
	Agents/Advisors	2.50	1,015.00	406.00
	Partner/Manager Review	4.20	2,257.00	537.38
	General Case Administration	12.80	5,378.00	420.15
Investigations	Legal Claims	2.50	1,387.50	555.00
	CDDA 1986 Obligations	2.10	948.00	451.43
Realisation of	Property	1.00	512.50	512.50
Creditors	Secured Creditors	1.00	450.00	450.00
	Creditors' committee			
		<b>36.30</b>	<b>16,379.50</b>	<b>451.22</b>

### FEES ESTIMATE SUMMARY

For the Period 17 March 2020 to 16 March 2022

Case Name: Waterside Villages Limited - (In Administration)

The office holder is seeking to be remunerated on a time cost basis. We use charge out rates appropriate to the skills and experience of a member of staff and the work that they perform, recording time spent in 6 minute units. Narrative is recorded to explain the work undertaken and the time spent is analysed into different categories of work. This document provides an estimate as to how much time the office holder and his staff will spend undertaking specific tasks within broad categories of work, and the time costs in undertaking such work, which will depend upon the grade, or grades, of staff undertaking the work and the number of hours spent undertaking the work by each grade of staff. The estimated time that will be spent undertaking the work in each category of work has been multiplied by the applicable charge out rate of each member of staff that it is anticipated will undertake work in that category to arrive at the estimated total time costs attributable to that category of work on the case. We have then divided that estimated total by the estimated number of

Category	Description	Estimated time to be taken to undertake the work	Estimated value of the time costs to undertake the work	Blended charge out rate to undertake the work
Admin &				
	Statutory Reports & Returns	4.70	2,115.00	450.00
	Job Planning & Review	5.50	2,316.50	421.18
	Agents/Advisors	2.50	1,015.00	406.00
	Partner/Manager Review	4.20	2,257.00	537.38
	General Case Administration	12.80	5,378.00	420.15
Investigations				
	Legal Claims	2.50	1,387.50	555.00
	CDDA 1986 Obligations	2.10	948.00	451.43
Realisation of				
	Property	3.50	1,937.50	553.57
Creditors				
	Secured Creditors	1.00	450.00	450.00
	Creditors' committee			
		38.80	17,804.50	458.87

### FEES ESTIMATE SUMMARY

For the Period 17 March 2020 to 16 March 2022

Case Name: International Resorts Management Limited - (In Administration)

We use charge out rates appropriate to the skills and experience of a member of staff and the work that they perform, recording time spent in 6 minute units. Narrative is recorded to explain the work undertaken and the time spent is analysed into different categories of work. This document provides an estimate as to how much time the office holder and his staff will spend undertaking specific tasks within broad categories of work, and the time costs in undertaking such work, which will depend upon the grade, or grades, of staff undertaking the work and the number of hours spent undertaking the work by each grade of staff. The estimated time that will be spent undertaking the work in each category of work has been multiplied by the applicable charge out rate of each member of staff that it is anticipated will undertake work in that category to arrive at the estimated total time costs attributable to that category of work on the case. We have then divided that

Category	Description	Estimated time to be taken to undertake the work	Estimated value of the time costs to undertake the work	Blended charge out rate to undertake the work
Admin &				
	Statutory Reports & Returns	4.70	2,115.00	450.00
	Job Planning & Review	7.50	3,187.50	425.00
	Agents/Advisors	2.50	1,015.00	406.00
	Partner/Manager Review	4.20	2,257.00	537.38
	General Case Administration	12.80	5,378.00	420.15
Investigations				
	Books & Records Review	11.00	4,950.00	450.00
	Legal Claims	2.50	1,387.50	555.00
	CDDA 1986 Obligations	2.10	960.00	457.14
	Asset Tracing/Searches	1.20	645.00	537.50
Realisation of				
	Property	3.50	1,937.50	553.57
Creditors				
	Secured Creditors	1.00	450.00	450.00
	Creditors' committee			
		53.00	24,282.50	458.16

# V Staffing, charging, subcontractor and adviser policies and charge out rates

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## Introduction

Detailed below are:

- Smith & Williamson LLP's policies in relation to:
  - Staff allocation and the use of subcontractors
  - Professional advisers
  - Expense recovery
- Smith & Williamson LLP's current charge out rates

## Staff allocation and the use of subcontractors

Our general approach to resourcing our assignments is to allocate staff with the skills and experience to meet the specific requirements of the case.

The constitution of the case team will usually consist of a partner and a partner or director or associate director as joint office holders, a manager, and an administrator or assistant. The exact constitution of the case team will depend on the anticipated size and complexity of the assignment and the experience requirements of the assignment. The charge out rate schedule below provides details of all grades of staff and their experience level.

We may use subcontractors to perform work which might ordinarily be carried out by us and our staff where it is cost effective to do so and/or where the specific expertise offered by the subcontractor is required and where this will add best value and service.

Details of any subcontractors' services utilised in the period covered by this report are set out in the body of this report.

Any such arrangements will be reviewed periodically to ensure that best value and service continue to be obtained.

## Use of professional advisers

We select professional advisers such as agents and solicitors on the basis of balancing a number of factors including:

- The industry and/or practice area expertise required to perform the required work.
- The complexity and nature of the assignment.
- The availability of resources to meet the critical deadlines in the case.
- The charge out rates or fee structures that would be applicable to the assignment.
- The extent to which we believe that the advisers in question can add best value and service to the assignment.
- The expertise and experience of the service provider;
- The provider holds appropriate regulatory authorisations; and
- The professional and ethical standards applicable to the service provider.

Arrangements will be reviewed periodically to ensure that best value and service continue to be obtained.

External professional advisers are third party entities. The insolvency practitioners and their firm do not have any association with any external provider of services and therefore they do not fall within the definition of an associate as defined in Section 435 of the Insolvency Act 1986 and in Statement of Insolvency Practice 9. Payments to external professional advisers for the services they provide are therefore not a category 2 expense as defined in Statement of Insolvency Practice 9 and therefore do not require prior approval from the committee or creditors.

## Expenses

Category 1 expenses do not require approval by creditors. The type of expenses that may be charged as a Category 1 expense to a case generally comprise external supplies of incidental services specifically identifiable to the case, such as postage, case advertising, invoiced travel and external printing, room hire and document storage. Also, chargeable will be any properly reimbursed expenses incurred by personnel in connection with the case.

Category 2 expenses do require approval from creditors. These are costs which are directly referable to the appointment in question but are not payments which are made to an independent third party and may include shared or allocated costs that can be allocated to the appointment on a proper and reasonable basis such as internal room hire, document storage or business mileage.

Since 7 July 2012 Smith & Williamson LLP's policy is to recover only one type of Category 2 expense, namely business mileage at HMRC's approved mileage rates at the relevant time. Current mileage rates are 45p per mile plus 5p per passenger per mile. Prior to 7 July 2012 approval may have been obtained to recover other types of Category 2 expenses.

Details of any Category 2 expenses incurred and/or recovered in the period covered by this report are set out in the body of this report.

## Charge out rates

A schedule of Smith & Williamson LLP's charge out rates was issued to WCOL creditors at the time the basis of the administrators' remuneration was approved.

The rates applicable to this appointment are set out below. Changes to the charge out rates during the period of this report were applied with effect from 1 July 2021.

<b>Smith &amp; Williamson LLP</b>	<b>London office</b>
<b>Restructuring &amp; Recovery Services</b>	<b>£/hr</b>
<b>Charge out rates as at 1 July 2019</b>	
Partner / Director	590-675
Associate Director	550
Managers	340-475
Other professional staff	225-475
Support & secretarial staff	125

<b>Smith &amp; Williamson LLP</b>	<b>London office</b>
<b>Restructuring &amp; Recovery Services</b>	<b>£/hr</b>
<b>Charge out rates as at 1 July 2020</b>	

Partner / Director	620-710
Associate Director	580
Managers	360-500
Other professional staff	235-580
Support & secretarial staff	130

<b>Smith &amp; Williamson LLP</b>	<b>London office</b>
<b>Restructuring &amp; Recovery Services</b>	<b>£/hr</b>
<b>Charge out rates as at 1 July 2021</b>	

Partner / Director	640-760
Associate Director	490 - 630
Managers	370 - 540
Other professional staff	250 - 355
Support & secretarial staff	135 - 305

#### Notes

1. Up to 31 July 2020 time is recorded in units representing 3 minutes or multiples thereof. From 1 August 2020 time is recorded in 1 minute units or multiples thereof.
2. It may be necessary to utilise staff from both regional and London offices, subject to the requirements of individual cases.
3. The firm's cashiering function is centralised and London rates apply. Up to 31 January 2021 the cashiering function time is incorporated within 'Other professional staff' rates. From 1 February 2021 the cashiering function time is split between 'Other professional staff' and 'Associate Director'.
4. Partner includes a Consultant acting as an office-holder or in an equivalent role.

Smith & Williamson LLP	London office	London office	London office
Corporate Tax			
Charge out rates	£/hr	£/hr	£/hr
	As at 1 July 2019	As at 1 July 2020	As at 1 July 2021
Partner / Director	575-690	625-740	640-760
Associate Director	460	-	490 - 630
Managers	245-400	375	370 - 540
Other professional staff	115-210	125-315	250 - 355
Support & secretarial staff	60	60	135 - 305

## **CMB PARTNERS UK LIMITED**

### **CHARGE OUT RATES & POLICY REGARDING THE RECHARGE OF DISBURSEMENT RECOVERY PURSUANT TO STATEMENT OF INSOLVENCY PRACTICE 9**

#### **1 STAFF ALLOCATION AND THE USE OF SUB-CONTRACTORS**

The general approach to resourcing our assignments is to allocate staff with the skills and experience to meet the specific requirements of the case.

The constitution of the case team will usually consist of a Partner, a Manager, and an Administrator or Assistant. The exact constitution of the case team will depend on the anticipated size and complexity of the assignment and the experience requirements of the assignment.

On this case, CMB Partners UK Limited have entered into agreements with the following third parties:

David Hudson ("Mr Hudson") of Hudson Bay Consulting Limited ("Hudson Bay") was retained for his specific investigation skills into tracing money in Insolvency matters and dealing with complex frauds. Mr Hudson is a licensed Insolvency Practitioner. In this respect, he was able to identify a number of areas for investigation, some of which are in connection with the Group of connected companies which Mr Hudson is also assisting the respective Office Holders.

The Joint Administrators acknowledge that Mr Hudson's support and knowledge was key to realising assets in the Administration.

Mr Hudson, through Hudson Bay, was retained as a consultant by CMB Partners UK Limited, brief particulars of which are available on request.

The time costs of Mr Hudson are recorded as part of the time costs of CMB Partners UK Limited as a Non-Appointed Insolvency Practitioner. Mr Hudson's services were charged out to insolvency appointments at £625.00 per hour, being a rate commensurate with that of an experienced insolvency practitioner.

On this case we have utilised the services of the subcontractors noted below. It is considered that the cost of subcontracting this work to specialist contractors will be less than, or equivalent to, the cost of these services being undertaken by the office holders or their staff and the outsourcing of this work will bring greater efficiency to this element of the work necessary in the Administration.

Mr Hudson ceased to be a subcontractor for CMB Partners UK Limited on 31 October 2020 and no further costs were incurred by him following this date. As at the date of this report, it is unlikely that any further subcontractors will be used in respect of this assignment.

#### **CHARGE-OUT RATES**

Where the approved basis of remuneration is on a time cost basis, work undertaken on cases is recorded in 6 minute units in an electronic time recording system. Time properly incurred on cases is charged at the hourly rate of the grade of staff undertaking the work that applies at the time the work is done. During the reporting period, the charge-out rates have changed, which is reflected as follows:

From 1 July 2019:

<b>Level of Staff</b>	<b>Hourly Rate (£)</b>
Director/Appointed Insolvency Practitioner	£625
Non-Appointed Insolvency Practitioner	£625
Managers	£400 - £540
Administrators	£270 - £400
Support & Secretarial Staff	£100 - £270

From 1 July 2020:

<b>Level of Staff</b>	<b>Hourly Rate (£)</b>
Director/Appointed Insolvency Practitioner	£625
Non-Appointed Insolvency Practitioner	£625
Managers	£400 - £540
Administrators	£270 - £400
Support & Secretarial Staff	£100 - £270

Time is charged to the cases in units of 6 minutes. The minimum unit used to charge time is 6 minutes. Please be advised that support staff time is charged to the case at the rate indicated.

## **2 DISBURSEMENT RECOVERY**

In accordance with Statement of Insolvency Practice 9 (SIP9) disbursements are categorised as either Category 1 or Category 2.

### **3.1 Category 1 Disbursements**

Category 1 disbursements will generally comprise external supplies of incidental services specifically identifiable to the case. Where these have initially been paid by CMB Partners UK Limited and then recharged to the case, approval from creditors is not required. The amount recharged is the exact amount incurred. Category 1 disbursements can be drawn without prior approval, although an office holder should be prepared to disclose information about them in the same way as any other expenses.

Examples of Category 1 disbursements include postage, case advertising, specific bond insurance, company search fees, case management software system, invoiced travel and properly reimbursed expenses incurred by personnel in connection with the case. Also included will be services specific to the case where these cannot practically be provided internally such as printing, room hire and document storage.

### **3.2 Category 2 Disbursements**

Category 2 disbursements include elements of shared or allocated costs incurred by CMB Partners UK Limited and recharged to the estate; they are not attributed to the estate by a third-party invoice and/or they may include a profit element. Category 2 disbursements may be drawn if they have been approved in the same manner as an office holder's remuneration. When seeking approval, an office holder should explain, for each category of expenses, the basis on which the charge is being made. Examples of Category 2 disbursements are photocopying, all business mileage, internal room hire and internal storage.

The current levels of Category 2 disbursements recovered by CMB Partners UK Limited are as follows:-



Disbursement	Charge
Stationery / fax / postage/ telephone / photocopying	One off charge of £5 per creditor
Internal Storage of Insolvency Practitioners working papers & case records	£50 per box per annum
Internal meeting room hire	£100 per hour

All costs are subject to VAT, where applicable. The costs recharged are based upon the actual cost of the materials used or the costs which would have been incurred if that service had been sourced external.

## VI Subcontractors

Provider/ service(s)	Basis of fee arrangement	Initial / revised estimate	B/f from previous period	Costs incurred in current period	Cumulative total	Estimate for future	Anticipated future total	Variance - initial to anticipated	Costs paid in current period	Total costs outstanding at period end
		£	£	£	£	£	£	£	£	£
Licensed Solutions Limited	Monthly fee plus expenses	N/A	53,475.19	114,330.76	167,805.95	100,000	257,805.95	N/A	114,330.76	-
Valley Resorts Limited	Monthly fee plus expenses	N/A	49,387.51	-	49,387.51	-	49,387.51	N/A	-	-
MRO Consultants Limited	Daily rate and percentage thereof, plus expenses	N/A	34,288.96	-	34,288.96	-	34,288.96	N/A	-	-
		N/a	52,860.27*	-	52,860.27*		52,860.27*	N/A	-	27,631.14
<b>Total**</b>		<b>175,000.00</b>	<b>190,011.93</b>	<b>114,330.76</b>	<b>304,342.69</b>	<b>100,000.00</b>	<b>394,342.69</b>	<b>N/A</b>	<b>114,330.76</b>	<b>27,631.14</b>

Note: Total costs outstanding may include costs incurred in prior periods, but not yet paid.

Note:\* Costs have been met by LCF and will need to be repaid following the sale of the resort.

Note:\*\* Total estimated agents fees, as set out at appendix IV, is for £175,000 over the first two years of the administration across all four Companies. This figure includes consultancy fees incurred by MRO Consultants Limited. The Receipts & Payments accounts do not show any of these costs being incurred by WCGL, WVL or IRML, but it is anticipated that an apportionment exercise will be completed in respect of agents, consultancy and other costs, (currently all borne by WCGL) prior to the closure of the administrations.

## VII Professional advisers

Name of professional advisor	Basis of fee arrangement	Initial / revised estimate £	B/f from previous period £	Costs incurred in current period £	Cumulative total £	Estimate future £	Anticipated future total £	Variance - initial to anticipated £	Costs paid in current period £	Total costs outstanding at period end £
Mishcon De Reya LLP (Legal advisors)	Hourly rate and disbursements	N/A	104,538.46***	5,562.45	110,100.91	45,000.00	150,000.00	N/A	-	110,100.91
Wolferstans LLP (legal advice in respect of concession leases)	Hourly rate and disbursements	N/A	-	9,500.00	9,500.00	-	9,500.00	N/A	9,500.00	-
Sub total legal fees **		175,000.00								
Fraser CRE Ltd * (valuation agents/land and property advisors/sales agents)	Hourly rate and disbursements % of sale proceeds of Waterside	N/A		22,234.23	120,599.56	200,000.00	320,599.56	N/A	-	120,599.56
Miller Commercial LLP*	% of sale of Waterside	N/A	3,750.00	-	3,750.00	146,250.00	150,000.00	N/A	-	3,750.00

Name of professional advisor	Basis of fee arrangement	Initial / revised estimate £	B/f from previous period £	Costs incurred in current period £	Cumulative total £	Estimate future £	Anticipated future total £	Variance - initial to anticipated £	Costs paid in current period £	Total costs outstanding at period end £
Maybern Consultancy*	Hourly rate and disbursements	N/a	168,144.05	-	168,144.05	30,000.00	200,000.00	N/a	-	157,169.55
<b>Total</b>		<b>175,000.00</b>	<b>276,432.51</b>	<b>37,296.68</b>	<b>412,094.52</b>	<b>421,250.00</b>	<b>830,099.56</b>	<b>N/A</b>	<b>9,500.00</b>	<b>391,620.02</b>

Note: Total costs outstanding may include costs incurred in prior periods, but not yet paid.

Note: \*Fees paid by LCF as part of the loaned monies (and is disclosed in the LCF administration reports)

Note:\*\* Total estimated legal fees, as set out at appendix IV, is for £175,000 over the first two years of the administration across all four Companies. This estimate was not carried out with regard to one specific Law Firm and as such, the above mentioned comparisons are for the total legal fees only. An apportionment exercise across all Companies with regard to these costs will be carried out prior to the closure of the administrations.

Note:\*\*\*\* Under reported in the previous report as £98,255.32 has been paid by LCF relating to Waterside group and will re-apportioned following the sale of the resort.

## VIII Administrators' expenses

Description	Initial / revised estimate £	B/f from previous period £	Costs incurred in current period £	Cumulative total £	Estimate future £	Anticipated future total £	Variance - initial to anticipated £	Costs paid in current period £	Total costs outstanding at period end £
Statutory Advertising	728.00	728.00	-	728.00	-	728.00	-	-	546.00
Administrators' bonds	340.67	150.00	-	150.00	-	150.00	(190.67)	-	150.00
Subsistence	-	152.08	-	152.08	100.00	252.08	252.08	-	152.08
Filing subsidiary confirmation statements	-	-	13.00	13.00	-	13.00	13.00	-	13.00
Travel	500.00	1,137.24	-	1,137.24	500.00	1,637.24	1,137.24	-	1,137.24
<b>Total</b>	<b>1,568.67</b>	<b>2,167.32</b>	<b>13.00</b>	<b>2,180.32</b>	<b>600.00</b>	<b>2,780.32</b>	<b>1,211.65</b>	<b>-</b>	<b>1,998.32</b>

Note: Total costs outstanding may include costs incurred in prior periods, but not yet paid.

Note: The above detailed statutory advertising and administrators bonds expenses are in relation to all of the Companies. All other expenses have been incurred through WCOL but may be apportioned to other cases before the closures of the administrations.

Note: The category 2 expenses and subsistence reported in previous progress reports have been below the actual incurred figure. These are now correctly reflected in the above table.

## IX Other expenses

Supplier/service provider and nature of expenses incurred	Initial / revised estimate £	B/f from previous period £	Costs incurred in current period £	Cumulative total £	Estimate future £	Anticipated future total £	Variance - initial to anticipated £	Costs paid in current period £	Total costs outstanding at period end £
Marsh Limited	N/a	57,416.04	40,971.35	98,387.39	24,534.75	122,922.14	N/A	87,424.89	-
Pike Restructuring Limited*	N/a	-	12,500.00	12,500.00	-	12,500.00	-	-	12,500.00
<b>Total</b>		<b>57,416.04</b>	<b>53,471.35</b>	<b>110,887.39</b>	<b>24,534.75</b>	<b>135,422.14</b>	<b>N/A</b>	<b>87,424.89</b>	<b>12,500.00</b>

Note: Total costs outstanding may include costs incurred in prior periods, but not yet paid.

Note:\* Costs have been met by LCF and will need to be repaid following the sale of the resort.

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