

AM10 (Scot)

Notice of administrator's progress report



Companies House

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

1 Company details

Company number S C 0 2 1 9 2 8

Company name in full HFL Realisations Limited

→ Filling in this form

Please complete in typescript or in
bold black capitals.

2 Administrator's name

Full forename(s) Alan Michael

Surname Hudson

3 Administrator's address

Building name/number 1

Street More London Place

Post town London

County/Region

Postcode S E 1 2 A F

Country United Kingdom

4 Administrator's name ①

Full forename(s) Craig Anthony

Surname Lewis

① Other administrator

Use this section to tell us about
another administrator.

5 Administrator's address ②

Building name/number 1

Street More London Place

Post town London

County/Region

Postcode S E 1 2 A F

Country United Kingdom

② Other administrator

Use this section to tell us about
another administrator.

AM10 (Scot)

Notice of administrator's progress report

6 Period of progress report

From date	d	1	0	m	0	8	y	2	0	2	2
To date	d	0	9	m	0	2	y	2	0	2	3

7 Progress report

☒ I attach a copy of the progress report

8 Sign and date

Administrator's
signature

Signature

X CA Series

X

Signature date

d	1	5	m	0	2	y	2	0	2	3
---	---	---	---	---	---	---	---	---	---	---

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**
You can't use this continuation page to tell us about an appointment, resignation, removal or vacation of office.

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

All fields are mandatory unless specified or indicated by *

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)	Colin Peter
Surname	Dempster

3 Insolvency practitioner's address

Building name/number	Atria One
Street	144 Morrison Street
Post town	Edinburgh
County/Region	
Postcode	E H 3 8 E X
Country	United Kingdom

AM10 (Scot)

Notice of administrator's progress report



Presenter information

You do not have to give any contact information, but if you do it will help Companies House if there is a query on the form. The contact information you give will be visible to searchers of the public record.

Contact name Natasha Debens

Company name Ernst & Young LLP

Address 1 More London Place

Post town London

County/Region

Postcode S E 1 2 A F

Country

DX

Telephone 020 7951 8971



Checklist

We may return forms completed incorrectly or with information missing.

Please make sure you have remembered the following:

- ☐ The company name and number match the information held on the public Register.
- ☐ You have attached the required documents.
- ☐ You have signed the form.



Important information

All information on this form will appear on the public record.



Where to send

You may return this form to any Companies House address, however for expediency we advise you to return it to the address below:

The Registrar of Companies, Companies House,
Fourth floor, Edinburgh Quay 2,
139 Fountainbridge, Edinburgh, Scotland, EH3 9FF.
DX ED235 Edinburgh.



Further information

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

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

TO ALL KNOWN CREDITORS

15 February 2023

Ref: R/CAL/SH/RK/HOFL
Direct line: +44 (0) 207 951 8971
Email: hofadministrations@uk.ey.com

Dear Sirs

HFL Realisations Limited (formerly House of Fraser Limited) (in Administration) ('the Company')

Court of Session, Number P793/18

Registered office address: c/o Ernst & Young LLP, Atria One, 144 Morrison Street, Edinburgh, EH3 8EX

I write, in accordance with Rule 3.93 of the Insolvency (Scotland) (Company Voluntary Arrangements and Administration) Rules 2018, to provide creditors with a report on the progress of the administration. The report covers the period from 10 August 2022 to 9 February 2023 ('the Period') and should be read in conjunction with our previous reports dated 7 September 2022, 21 March 2022, 15 September 2021, 22 March 2021, 17 September 2020, 19 March 2020, 20 September 2019 and 6 March 2019. Statutory information about the Company, the administration and the office holders is given at Appendix 1.

The Company, registered number SC021928, entered administration on 10 August 2018 ('the Date of Appointment') and A M Hudson, R H Kelly, C P Dempster and I were appointed to act as Joint Administrators ('Joint Administrators'). The appointment was made by The Court of Session under the provisions of paragraph 12 of Schedule B1 to the Insolvency Act 1986. Under the terms of the appointment, any act required or authorised to be done by the Joint Administrators can be done by any one of them.

RH Kelly resigned as an Administrator of the Company on account of his retirement as a Partner of EY. Mr Kelly's resignation took effect on 29 June 2022.

Summary of the administrators' proposals

As creditors will recall from the Joint Administrators' Statement of Proposals dated 17 August 2018 ('the Proposals'), on 10 August 2018 the Joint Administrators completed a sale of substantially all of the business and assets of the Company to entities forming part of the Sports Direct Group ('Purchaser') - such sale being part of a transaction with total consideration of £90 million, of which c£89.3m was paid to HF Stores Realisations Limited (formerly House of Fraser (Stores) Limited) ('HOFs'), c£0.7m to Jam B Realisations Limited (formerly James Beattie Limited) ('JBL') and the balance of £0.24 to the Company. All of the consideration was paid on completion and the Company's share of the sale proceeds is reflected in our receipts and payments account attached at Appendix 2. A detailed explanation of this transaction was provided to creditors in the Proposals, which can be accessed at: www.ey.com/uk/houseoffraseradministration

As reported in the Proposals, the Joint Administrators were of the opinion that the Company had insufficient property to enable a distribution to be made to unsecured creditors. Consequently, in accordance with the provisions of paragraph 52(1) of Schedule B1 to the Act, the Administrators did not call an initial meeting of creditors.

No formal request to call an initial meeting of creditors was received from the unsecured creditors of the Company and accordingly, the Proposals were deemed to be approved on 30 August 2018.

Summary of progress since the last report

Rates refunds

A rates refund of £17,971.79 was received during the Period and total rate refunds recovered in the administration by the Joint Administrators totalled £576,837.55. No further rates refunds are anticipated to be received.

Leasehold properties

The Company held several head leases, all of which were subject to underleases to HF Stores Realisations Limited (formerly House of Fraser (Stores) Limited) ("HOFS"), which operated and traded from these sites. Following the sale to Sports Direct, a number of these leases have been surrendered for £nil value as part of the wider rationalisation of the leasehold estate.

Other debtors

As previously reported, a claim of £155,264.56 was submitted for the inter-company balance due to the Company from Jam B Realisations Limited (formerly James Beattie Limited) ("JBL"). This ranked as an unsecured creditor in the Creditor's Voluntary Liquidation of JBL, and a final dividend of £2,359.92 was recovered on 5 July 2022. No further sums will be received.

Bank interest

During the Period the Company received bank interest of £515.60, bringing the total interest received in the administration to £2,375.83.

Investigations

There were no further investigations ongoing or concluded in the Period.

VAT

All nil VAT returns in the Period were submitted by their due dates and a request to de-register the Company for VAT purposes has been sent to HM Revenue & Customs.

Corporation tax

We instructed EY tax specialists to prepare the corporation tax returns for the Company.

Corporation tax returns for the period up to 10 August 2022 and the stub period up to 9 February 2023 have been submitted and no further tax returns filings are required in respect of the Company. Based on the returns submitted, there is no liability for Corporation Tax for the period of the administration.

All Corporation tax and other tax related time costs are included within the Joint Administrators' total time costs, set out in detail at Appendix 3.

Distributions to creditors

Secured creditors

As previously reported on entering administration, the House of Fraser Group's secured funding could be analysed into three categories:

- Super senior secured working capital facility ("Super senior facilities").
- Senior secured revolving credit facility, senior overdraft and senior secured term loan lenders ("Senior facilities").
- Holders of senior secured floating rate notes, due 2020 ("Bondholders").

The table below summarises the facilities provided:

	£m
Super senior facilities	10.0
Senior facilities	225.0
	165.0
Bondholders	400.0

Other than the Super senior facility, which had priority ranking, the senior facilities and bondholders indebtedness ranked pari passu with each other.

The Joint Administrators made a first and final floating charge distribution to secured creditors of £232,036.74 on 9 February 2023. This distribution was made to HF Stores Realisations Limited (formerly House of Fraser (Stores) Limited), to be held on trust pending a final distribution to be made from that company to the Secured Creditors.

Preferential creditors

There were no preferential creditors of the Company.

Non-preferential creditors

As previously reported, the Company received twelve claims totalling £183,897,780.60 from unsecured creditors. All unsecured claims were adjudicated in the administration and a first and final dividend was paid from the Prescribed Part (see below for further details).

The Prescribed Part

The Prescribed Part is a proportion of floating charge assets set aside for unsecured creditors pursuant to section 176A of the Act. The Prescribed Part applies to floating charges created on or after 15 September 2003.

Prior to the Joint Administrators making a dividend under the Prescribed Part, the Joint Administrators calculated, to the best of their knowledge and belief, that:

- The value of the net property as at the 2 August 2022 was £283,078.
- The value of the Prescribed Part as at the 2 August 2022 was £59,616, being the amount available to be set aside, before the costs of dealing with the Prescribed Part.

In line with Rule 3.108 of the Insolvency (Scotland) (Company Voluntary Arrangements and Administration) Rules 2018, a list of all claims accepted and rejected in the administration was made available for viewing at https://www.ey.com/en_uk/ey-house-of-fraser-administration. A hard copy of the list could be provided on request.

The Joint Administrators paid a first and final dividend under the Prescribed Part on 9 August 2022 to creditors of the Company whose claims have been accepted. The dividend was 0.0324563922 pence in the £ on total accepted claims of £183,678,837.80.

Three creditors did not cash their dividend cheques and a payment of £4.20 has been made to the Insolvency Service Unclaimed Monies Account.

Receipts and payments account

I enclose a receipts and payments account for the period from 10 August 2022 to 9 February 2023.

Joint administrators' remuneration

The statutory provisions relating to remuneration are set out in Rules 3.95 to 3.101 of the Insolvency (Scotland) (Company Voluntary Arrangements and Administration) Rules 2018.

In certain circumstances, creditors are entitled to request further information about our remuneration or outlays, or to apply to court if they consider the costs to be excessive (Rule 3.100, Insolvency (Scotland) (Company Voluntary Arrangements and Administration) Rules 2018. Further information is given in 'A Creditors' Guide to Administrators' Fees', a copy of which may be accessed from the web site of the Institute of Chartered Accountants of Scotland at <https://www.icas.com/technical-resources/creditor-guides-to-office-holder-remuneration> or is available in hard copy upon written request to the Joint Administrators.

Following the receipt of the substantial rates refunds and the anticipated intercompany debtor realisation during the administration, the Joint Administrators sought approval from the secured creditors to the basis of our remuneration and the payment of Category 2 disbursements in accordance with Rule 3.97 (6) (a) of the Insolvency (Scotland) (Company Voluntary Arrangements and Administration) Rules 2018. Approval was granted on 23 September 2021 and Administrators' fees of £250,000 plus VAT and

£185.61 plus VAT of Administrators' expenses were drawn in the administration in accordance with the resolutions of the Secured Creditors.

During the period 10 August 2022 to 9 February 2023, the Joint Administrators incurred time costs of £78,918.50. This takes the total time costs to £843,670.04, against which £250,000 plus VAT was drawn in the administration. Appendix 3 provides an analysis of the time spent. The work completed includes the following:

- Statutory reporting including progress reports to creditors.
- Correspondence with creditors.
- Completion and submission of VAT returns.
- Completion and submission of Corporation Tax returns.
- Maintaining the bank account and recording receipts; making payments; bank reconciliations.

During the Period, the Joint Administrators incurred further disbursements of £8.24, bringing the total disbursements to £237.98, against which £185.61 were paid in the administration. An analysis of Category 2 disbursements (i.e. charges made by the office holders' firm that include elements of shared or overhead costs) is set out in Appendix 3.

At Appendix 3 to this report there is an analysis and narrative explanation of the time spent.

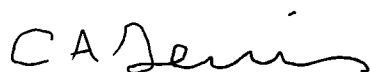
The end of the administration

It is proposed that if, at the end of the administration, the Company has no property which might permit a distribution to its creditors, the Joint Administrators will send a notice to that effect to the Registrar of Companies. On registration of the notice, the Joint Administrators' appointment in respect of the Company will come to an end. In accordance with the provision of paragraph 84(6) of Schedule B1 to the Act, the Company will be deemed to be dissolved three months after the registration of the notice.

Next report

We will report to you again at the conclusion of the administration or in six months' time, whichever is the sooner.

Yours faithfully
For the Company



C A Lewis
Joint Administrator

Enc: Appendix 1 – Statutory information about the Company, the administration and the office holders

Appendix 2 - Joint Administrators' Receipts and Payments Account

Appendix 3 - Summary of the Joint Administrators' time costs and category 2 disbursements

Appendix 4 - Breakdown of outlays incurred in this Period and to date



Craig Anthony Lewis is licensed in the United Kingdom to act as an insolvency practitioner by The Institute of Chartered Accountants in England and Wales, Alan Michael Hudson is licensed in the United Kingdom to act as an insolvency practitioner by The Insolvency Practitioners Association and Colin Peter Dempster is licensed in the United Kingdom to act as an insolvency practitioner by The Institute of Chartered Accountants of Scotland.

The affairs, business and property of the Companies are being managed by the Joint Administrators, A M Hudson, C P Dempster and C A Lewis who act as agents of the Companies only and without personal liability.

The Joint Administrators may act as data controllers of personal data as defined by the UK General Data Protection Regulation (as incorporated in the Data Protection Act 2018), depending upon the specific processing activities undertaken. Ernst & Young LLP and/or the Company may act as a data 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. The Office Holder Data Privacy Notice can be found at www.ey.com/uk/officeholderprivacy

Appendix 1

Information about the proceedings, the company and the office holders, as required by Rule 3.94 of the Insolvency (Scotland) (Company Voluntary Arrangements and Administration) Rules 2018

Name of court:	Court of Session, Parliament House, Parliament Square, Edinburgh, EH1 1RQ
Court reference:	P793/18
Registered name of the company:	HFL Realisations Limited
Registered office address of the company:	c/o Ernst & Young LLP, Atria One, 144 Morrison Street, Edinburgh, Scotland, EH3 8EX
Registered number:	SC021928
Country of incorporation (for a company incorporated outside the United Kingdom):	N/A
Date of appointment of the joint administrators:	10 August 2018
Details of any changes of administrator:	R H Kelly resigned as an administrator of the Company on 29 June 2022 on account of his retirement from EY
<u>Details of the Joint Administrators</u>	
Name:	Office Holder Number:
Alan Michael Hudson Ernst & Young LLP, 1 More London Place, London, SE1 2AF	9200
Craig Anthony Lewis Ernst & Young LLP, 1 More London Place, London, SE1 2AF	9356
Colin Peter Dempster Ernst & Young LLP, Atria One, 144 Morrison Street, Edinburgh, EH3 8EX	8908
Telephone number:	+44 (0)207 951 1856
Name of alternative person to contact with enquiries about the case:	Sophie Hyde

HFL Realisations Limited (formerly House of Fraser Limited) (in Administration) ('the Company')

Joint Administrators' Summary of Receipts and Payments from 10 August 2022 to 9 February 2023

HFL Realisations Limited (formerly House of Fraser Limited) (in Administration) Joint Administrators' Abstract of Receipts and Payments - GBP From 10/08/2018 to 09/02/2023											
	Statement of affairs	10/08/2018 to 09/02/2019	10/02/2019 to 09/08/2019	10/08/2019 to 09/02/2020	10/02/2020 to 09/08/2020	10/08/2020 to 09/02/2021	10/02/2021 to 09/08/2021	10/08/2021 to 09/02/2022	10/02/2022 to 09/08/2022	10/08/2022 to 09/02/2023	Cumulative Total
	GBP	GBP	GBP	GBP	GBP	GBP	GBP	GBP	GBP	GBP	GBP
RECEIPTS											
Property	-	0.24	-	-	-	-	-	-	-	-	0.24
Bank Interest	-	-	0.01	718.15	976.53	26.90	27.18	17.28	94.18	515.60	2,375.83
Rent and Rates Refund	-	-	24,795.32	533,392.30	-	78,712.77	(78,034.63)	-	-	17,971.79	576,837.55
Other Debtors	-	-	35.41	-	-	-	180.66	-	3,717.17	-	3,933.24
Legal Refund	-	-	-	3,621.65	-	-	-	-	-	-	3,621.65
Pre-Appointment Funds	-	-	-	-	1,386.76	-	-	-	27.31	-	1,414.07
Supplier Overpayments	-	-	-	-	-	-	-	-	-	-	0.00
	-	0.24	24,830.74	537,732.10	2,363.29	78,739.67	(77,826.79)	17.28	3,838.66	18,487.39	588,182.58
PAYMENTS											
Post-appointment Legal Fees	-	-	-	-	(24,415.52)	-	(5,181.50)	(5,874.50)	-	(8,296.00)	(43,767.52)
Joint Administrators' Fees	-	-	-	-	-	-	-	(250,000.00)	-	-	(250,000.00)
Prescribed Part Dividend	-	-	-	-	-	-	-	-	(59,615.52)	4.20	(59,611.32)
Rent and Rates Refund	-	-	-	-	-	-	-	-	-	-	0.00
Joint Administrators' Expenses	-	-	-	-	-	-	-	(185.61)	-	-	(185.61)
Irrecoverable VAT	-	-	-	-	-	-	-	(951.30)	-	(1,590.40)	(2,541.70)
Bank Charges	-	(0.99)	0.75	(3.00)	(0.30)	-	(0.30)	(5.30)	-	(0.60)	(9.74)
Insolvency Service Unclaimed Monies Account	-	-	-	-	-	-	-	-	-	(29.95)	(29.95)
	-	(0.99)	0.75	(3.00)	(24,415.82)	-	(5,181.80)	(257,016.71)	(59,615.52)	(9,912.75)	(356,145.84)
First & Final Dividend to Secured Creditors	-	-	-	-	-	-	-	-	-	(232,036.74)	(232,036.74)
Net Receipts/(Payments)	-	(0.75)	24,831.49	537,729.10	(22,052.53)	78,739.67	(83,008.59)	(256,999.43)	(55,776.86)	(223,462.10)	0.00
MADE UP AS FOLLOWS											
RBS-GBP-Current-29480187	-	-	24,830.74	537,729.10	(26,935.63)	83,622.77	(83,959.89)	(256,048.13)	(55,776.86)	(223,462.10)	(0.00)
HSBC-GBP-Current-71434012	-	(0.75)	0.75	-	-	-	-	-	-	-	0.00
HSBC-EUR-Current-83948991	-	-	-	-	-	-	-	-	-	-	0.00
HSBC-USD-Current-83949008	-	-	-	-	-	-	-	-	-	-	0.00
VAT Control Account	-	-	-	-	4,883.10	(4,883.10)	951.30	(951.30)	-	-	0.00

HFL Realisations Limited (formerly House of Fraser Limited) (in Administration) Joint Administrators' Abstract of Receipts and Payments - EUR From 10/08/2021 to 09/02/2023											
	Statement of affairs	10/08/2018 to 09/02/2019	10/02/2019 to 09/08/2019	10/08/2019 to 09/02/2020	10/02/2020 to 09/08/2020	10/08/2020 to 09/02/2021	10/02/2021 to 09/08/2021	10/08/2021 to 09/02/2022	10/02/2022 to 09/08/2022	10/08/2022 to 09/02/2023	Cumulative Total
	GBP	EUR	EUR	EUR	EUR	EUR	EUR	EUR	EUR	EUR	EUR
RECEIPTS											
Property	-	-	-	-	-	-	-	-	-	-	-
Bank Interest	-	-	-	-	-	-	-	-	-	-	-
Rent and Rates Refund	-	-	-	-	-	-	-	-	-	-	-
Other Debtors	-	-	-	-	-	-	-	-	-	-	-
Refund of Bank Charges	-	-	21.78	-	-	-	-	-	-	-	21.78
Supplier Overpayments	-	-	-	-	-	-	-	-	-	-	-
	-	-	21.78	-	-	-	-	-	-	-	21.78
PAYMENTS											
Bank Charges	-	(21.78)	-	-	-	-	-	-	-	-	(21.78)
	-	(21.78)	-	-	-	-	-	-	-	-	(21.78)
Net Receipts/(Payments)	-	(21.78)	21.78	-	-	-	-	-	-	-	-
MADE UP AS FOLLOWS											
RBS-GBP-Current-29480187	-	-	-	-	-	-	-	-	-	-	-
HSBC-GBP-Current-71434012	-	-	-	-	-	-	-	-	-	-	-
HSBC-EUR-Current-83948991	-	(21.78)	21.78	-	-	-	-	-	-	-	-
HSBC-USD-Current-83949008	-	-	-	-	-	-	-	-	-	-	-

HFL Realisations Limited (formerly House of Fraser Limited) (in Administration) Joint Administrators' Abstract of Receipts and Payments - USD From 10/08/2018 to 09/02/2023											
	Statement of affairs	10/08/2018 to 09/02/2019	10/02/2019 to 09/08/2019	10/08/2019 to 09/02/2020	10/02/2020 to 09/08/2020	10/08/2020 to 09/02/2021	10/02/2021 to 09/08/2021	10/08/2021 to 09/02/2022	10/02/2022 to 09/08/2022	10/08/2022 to 09/02/2023	Cumulative Total
	USD	USD	USD	USD	USD	USD	USD	USD	USD	USD	USD
RECEIPTS											
Property	-	-	-	-	-	-	-	-	-	-	-
Bank Interest	-	1.49	-	-	-	-	-	-	-	-	1.49
Rent and Rates Refund	-	-	-	-	-	-	-	-	-	-	-
Other Debtors	-	-	-	-	-	-	-	-	-	-	-
Refund of Bank Charges	-	-	27.66	-	-	-	-	-	-	-	27.66
Supplier Overpayments	-	15,644.33	-	-	-	-	-	-	-	-	15,644.33
	-	15,645.82	27.66	-	-	-	-	-	-	-	15,673.48
PAYMENTS											
Bank Charges	-	(27.66)	-	-	-	-	-	-	-	-	(27.66)
Refund of Bank Interest	-	-	(1.49)	-	-	-	-	-	-	-	(1.49)
Supplier Overpayments	-	-	(15,644.33)	-	-	-	-	-	-	-	(15,644.33)
	-	(27.66)	(15,645.82)	-	-	-	-	-	-	-	(15,673.48)
Net Receipts/(Payments)	-	15,618.16	(15,618.16)	-	-	-	-	-	-	-	-
MADE UP AS FOLLOWS											
RBS-GBP-Current-29480187	-	-	-	-	-	-	-	-	-	-	-
HSBC-GBP-Current-71434012	-	-	-	-	-	-	-	-	-	-	-
HSBC-EUR-Current-83948991	-	-	-	-	-	-	-	-	-	-	-
HSBC-USD-Current-83949008	-	15,618.16	(15,618.16)	-	-	-	-	-	-	-	-

Notes

- Receipts and payments are stated net of VAT.
- The amount paid to unsecured creditors by virtue of the application of section 176A, Insolvency Act 1986 (the prescribed part) was £59,615.52

HFL Realisations Limited (formerly House of Fraser Limited) (in Administration) ('the Company')

Joint Administrators' Time-Costs from 10 August 2022 to 9 February 2023

	Staff Grade						Total Hours	Time Cost	Average Hourly Rate
	Partner	Director	Senior Manager	Senior Executive	Executive	Analyst			
								(£)	(£)
Accounting and Administration	0.5	-	-	2.5	14.3	4.7	22.0	12,884.00	585.64
Bank & Statutory Reporting	9.8	-	-	1.5	3.3	3.5	18.1	19,510.00	1,077.90
Creditors (Mandatory)	-	-	-	-	0.7	-	0.7	385.00	550.00
Debtors	-	-	-	-	-	-	-	-	-
Employee Matters	-	-	-	-	-	-	-	-	-
Immediate Tasks	-	-	-	-	-	-	-	-	-
Investigation/CDDA (Mandatory)	-	-	-	-	-	-	-	-	-
Job Acceptance & Strategy (M)	-	-	-	-	-	-	-	-	-
Legal Issues	-	-	-	-	-	-	-	-	-
Other Assets (Mandatory)	-	-	-	-	-	-	-	-	-
Other Matters	-	-	-	-	-	-	-	-	-
Out of scope	-	-	-	3.0	-	-	3.0	2,490.00	830.00
Property	-	-	-	-	-	-	-	-	-
Statutory Duties	1.5	-	-	-	3.5	6.7	11.7	7,795.50	666.28
VAT & Taxation	1.0	5.2	2.2	7.6	19.7	10.2	45.9	35,854.00	781.13
Total Hours	12.8	5.2	2.2	14.6	41.5	25.1	101.4		
Time Costs (£)	19,520.00	8,522.00	2,640.00	13,062.00	23,759.50	11,415.00		78,918.50	
Average Hourly Rate (£)	1,525.00	1,638.85	1,200.00	894.66	572.52	454.78		778.29	
Category 1 Disbursements (£)	8.24								
Category 2 Disbursements (£)	-								
	8.24								

Joint Administrators' Time-Costs from 10 August 2018 to 9 February 2023

	Staff Grade						Total Hours	Time Cost	Average Hourly Rate
	Partner	Director	Senior Manager	Senior Executive	Executive	Analyst			
								(£)	(£)
Accounting and Administration	0.5	24.2	1.4	28.1	156.2	71.1	281.5	147,249.50	523.09
Bank & Statutory Reporting	9.8	72.3	2.1	95.4	197.0	78.4	455.0	274,626.50	603.57
Creditors (Mandatory)	12.8	6.5	-	13.5	46.0	64.7	143.5	82,869.50	577.49
Debtors	-	1.1	-	-	2.0	-	3.1	2,004.00	646.45
Employee Matters	-	2.7	-	-	1.7	-	4.4	3,473.50	789.43
Immediate Tasks	-	-	-	1.0	-	2.5	3.5	1,005.00	287.14
Investigation/CDDA (Mandatory)	-	4.6	8.0	-	-	-	12.6	9,924.00	787.62
Job Acceptance & Strategy (M)	-	1.0	-	-	-	-	1.0	1,145.00	1,145.00
Legal Issues	-	5.0	-	-	0.3	-	5.3	6,250.50	1,179.34
Other Assets (Mandatory)	-	-	0.9	0.4	-	-	1.3	1,023.50	787.31
Other Matters	-	1.0	-	-	-	-	1.0	1,650.00	1,650.00
Out of scope	-	-	-	6.0	-	7.6	13.6	6,020.00	442.65
Property	-	-	-	3.8	6.3	-	10.1	4,316.00	427.33
Statutory Duties	6.5	24.5	27.3	47.8	23.7	24.5	154.3	102,491.00	664.23
VAT & Taxation	1.5	54.8	12.1	41.7	95.5	49.5	255.1	199,622.04	782.52
Total Hours	31.1	197.7	51.8	237.7	528.7	298.3	1,345.3		
Time Costs (£)	43,560.00	254,753.00	36,208.50	153,158.00	244,557.50	111,433.04		843,670.04	
Average Hourly Rate (£)	1,400.64	1,288.58	699.01	644.33	462.56	373.56		627.12	
Category 1 Disbursements (£)	237.98								
Category 2 Disbursements (£)	-								
	237.98								

Time charging policy

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

All time spent by staff working directly on case-related matters is charged to a time code established for the case. Time is recorded in units of six minutes. Each member of staff has a specific hourly rate, which is subject to change over time. The average hourly rate for each category of staff over the Period is shown below, as are the current hourly rates used.

Grade description	Restructuring hourly rate (£/hour)						Tax/VAT hourly rate (£/hour)				
	03-11-18 to 28-06-19	29-06-19 to 3-07-20	4-07-20 to 2-07-21	3-07-21 to 31-12-21	1-01-22 to 1-07-22	4-07-22 to 30-06-23	03-11-18 to 28-06-19	29-06-19 to 3-07-20	4-07-20 to 2-07-21	3-07-21 to 1-07-22	4-07-22 to 30-06-23
Partner	1140	1195	1255	1320	1450	1595	1570	1650	1650	1650	1650
Executive Director	1090	1145	1200	1260	1385	1525	1570	1650	1650	1650	1650
Director	930	975	1025	1075	1185	1305	1295	1360	1360	1360	1360
Assistant Director	775	815	855	900	990	1090	1145	1200	1200	1200	1200
Senior Executive	590	620	650	685	755	830	945	990	990	990	990
Executive	435	455	480	505	555	610	695	730	615 - 730	615 - 730	615 - 730
Assistant Executive	395	415	435	455	500	550	N/A	615	N/A	N/A	N/A
Analyst	280 - 395	295 - 415	310 - 435	325 - 455	360 - 500	395 - 550	220 - 430	230 - 450	230 - 450	230 - 450	230 - 450
Business Trainee	240	250	265	280	310	340	N/A	N/A	N/A	N/A	N/A
Accounting & Treasury Executives	N/A	330	345	360	395	435	N/A	N/A	N/A	N/A	N/A
Global Talent Hub	N/A	235	340-855	355-900	390-990	430-1090	N/A	N/A	N/A	N/A	N/A
GDS staff	N/A	235	340	355	390	430	N/A	N/A	N/A	N/A	N/A
GDS senior	N/A	235	480	505	555	610	N/A	N/A	N/A	N/A	N/A
GDS manager	N/A	235	650	685	990	830	N/A	N/A	N/A	N/A	N/A

Payments to other professionals

The Administrators have engaged the following professionals to provide assistance:

Name of firm	Nature of services	How contracted to be paid
Montagu Evans	Professional Services Securing rates refunds for the Company	Paid on a percentage basis, with a “no win no fee”. Fees have been reviewed in line with rates refunds secured.
Burness Paul	Professional Services relating to the Paragraph 98 application for the Company	Paid in full on receipt of invoice.

Appendix 4

HFL Realisations Limited (formerly House of Fraser Limited) (in Administration) ('the Company')

Summary of joint administrators' outlays incurred

Type of Outlay	Paid as at 09/08/2021	Paid in Period 10/08/2021 to 09/02/2022	Paid in Period 10/02/2022 to 09/08/2022	Paid in Period 10/08/2022 to 09/02/2023	Outstanding	Total (£)
Category 1 disbursements (see Note 1)						
Specific penalty bond	-	£40.00	-		-	£40.00
Statutory advertising	-	£84.60	-		-	£84.60
Filing fees	-	£15.00	-		-	£15.00
Travel	-	£10.10	-		-	£10.10
Land title searches	-	£30.00	-		-	£30.00
Category 2 disbursements (see Note 2)						
Printing & Postage	-	£5.91		£8.24	£44.13	£58.28
Totals	-	£185.61	-	£8.24	£44.13	£237.98

Notes:

- SIP 9 defines disbursements as a type of expense which is met by, and reimbursed to, an office holder in connection with an insolvency appointment. Disbursements fall into two categories: Category 1 and Category 2.
 - Category 1 disbursements are payments to independent third parties where there is specific expenditure directly referable to the appointment
 - Category 2 disbursements are expenses which are directly referable to the appointment but not a payment to an independent third party. They may include shared and allocated costs.

It is our policy, in accordance with SIP 9, to disclose Category 1 and Category 2 disbursements but only to seek approval for Category 2 disbursements before they are drawn.