

# LIQ03

## Notice of progress report in voluntary winding up

THURSDAY



A24 \*A77435ND\* #108  
31/05/2018  
COMPANIES HOUSE

### 1 Company details

Company number 0 1 2 7 3 5 9 0

Company name in full FWM REALISATIONS LIMITED

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

### 2 Liquidator's name

Full forename(s) ANNE

Surname O'KEEFE

### 3 Liquidator's address

Building name/number ALIXPARTNERS UK LLP

Street THE ZENITH BUILDING

26 SPRING GARDENS

Post town MANCHESTER

County/Region GREATER MANCHESTER

Postcode M 2 1 A B

Country UNITED KINGDOM

### 4 Liquidator's name ①

Full forename(s) CATHERINE

Surname WILLIAMSON

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

### 5 Liquidator's address ②

Building name/number ALIXPARTNERS UK LLP

Street THE ZENITH BUILDING

26 SPRING GARDENS

Post town

County/Region MANCHESTER

Postcode M 2 1 A B

Country UNITED KINGDOM

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

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**6 Period of progress report**

From date	d 0 d 8	m 0 m 4	y 2 y 0 y 1 y 7
To date	d 0 d 7	m 0 m 4	y 2 y 0 y 1 y 8

**7 Progress report**

☒ The progress report is attached

**8 Sign and date**

Liquidator's signature	Signature X  X
Signature date	d 2 d 1 m 0 m 5 y 2 y 0 y 1 y 8

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**Presenter information**

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

Contact name **MICHAEL RABBITTE**

Company name **ALIXPARTNERS**

Address **THE ZENITH BUILDING**

**26 SPRING GARDENS**

Post town **MANCHESTER**

County/Region **GREATER MANCHESTER**

Postcode **M 2 1 A B**

Country **UNITED KINGDOM**

DX

Telephone **0161 838 4500**



**Checklist**

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**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.**



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The Registrar of Companies, Companies House,  
Crown Way, Cardiff, Wales, CF14 3UZ.  
DX 33050 Cardiff.



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# Liquidators' Progress Report for the period 8 April 2017 to 7 April 2018

FWM Realisations Limited and  
Bedford Midco Limited

Both in Liquidation

29 May 2018

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## 1. Why this report has been prepared

- 1.1 As you will be aware, Peter Holder, Peter Saville and Simon Wilson were initially appointed Administrators of FWM on 6 March 2012 and subsequently as Liquidators together with Anne O’Keefe on 15 February 2013. Similarly, Anne O’Keefe and Peter Holder were previously appointed Liquidators of Midco on 2 May 2012. The liquidations were closed on 13 June 2014 and the Companies were dissolved shortly thereafter.
- 1.2 The Companies were restored to the register by order of the court on 7 April 2016 and 8 April 2016 respectively, and Anne O’Keefe and Catherine Williamson were appointed as Liquidators (the **Liquidators**) on those same dates.
- 1.3 In accordance with UK insolvency legislation, a liquidator is required to provide a progress report covering the period of 12 months commencing on the date on which a company entered into liquidation and every subsequent period of 12 months. This progress report covers the period 8 April 2017 to 7 April 2018 (the **Period**) and should be read in conjunction with the previous report.
- 1.4 This report has been prepared in accordance with rule 18.7 of the Insolvency (England and Wales) Rules 2016.
- 1.5 The purpose of this report is to provide statutory and financial information about the Companies and to provide an update on the progress of the Liquidations, including details of assets realised during the Period, details regarding the Liquidators’ fees and the expected outcome for each class of creditor.
- 1.6 Details of the Liquidators’ fees and costs incurred are provided at Appendices D to F.
- 1.7 More information relating to the Liquidation process, Liquidators’ fees and creditors’ rights can be found on AlixPartners’ creditor portal (<http://www.alixpartnersinfoportal.com>). Login details to access this information can be found within the covering letter you have received.
- 1.8 If you require a hard copy of this report or have any queries in relation to its contents or the Liquidations generally, please contact Michael Rabbitte on 0161 838 4511, by email at [creditorreports@alixpartners.com](mailto:creditorreports@alixpartners.com), or write to the offices of AlixPartners at The Zenith Building, 26 Spring Gardens, Manchester, M2 1AB.

## 2. Summary information for creditors

### Estimated dividend distributions

Description	Agreed debt £	Dividend paid in previous liquidations pence/£	Estimated future dividend pence/£	Total estimated dividend pence/£
<b>FWM</b>				
Unsecured creditors	4.0 million	47.46	2.45	49.91
<b>Midco</b>				
Unsecured creditors	30.6 million	1.98	0.1	2.08

### Notes:

#### Secured creditors

FWM has no secured creditors.

Midco granted a guarantee and debenture to Barclays Bank Plc (**Barclays**) on 9 August 2011 over all fixed and floating charge assets. There are no monies outstanding.

#### Preferential creditors

FWM's preferential creditors were paid in full during the previous liquidation. Midco had no employees therefore there are no preferential claims.

#### Unsecured creditors

Agreed unsecured creditor claims per FWM's previous liquidation totalled approximately £4.0 million. No additional claims have been lodged since the Liquidators' appointment. Based on current information the return to FWM's unsecured creditors is anticipated to be 2.45 pence in the pound, bringing the total return to unsecured creditors to 49.91 pence in the pound.

Midco's agreed unsecured creditor claims total approximately £30.6 million, and no additional claims have been lodged since the Liquidators' appointment. The likely return to Midco's unsecured creditors is estimated to be 0.1 pence in the pound (less than one pence), bringing the total return to unsecured creditors to 2.08 pence in the pound.

As future funds available for distribution and dividend rates are detailed before taking into account the estimated costs of making the distributions, the likely levels of returns remain subject to change.

In respect of unsecured creditors, UK insolvency legislation stipulates that creditors of the same class should be treated equally. Hence future funds available for distribution are split on a pro-rata basis amongst all creditors of each class, regardless of the size of their claims. Further information is provided in section 5 of this report.

### 3. Progress of the Liquidations

- 3.1 Attached at Appendices B and C are the Liquidators' Receipts and Payments Accounts for the Period for FWM and Midco, respectively, and cumulative accounts for the period since the appointment.
- 3.2 In addition to their primary role of realising the assets of the Companies and distributing them to creditors in accordance with their statutory priorities, the Liquidators have duties imposed by insolvency and other legislation and their regulating professional bodies. The Liquidators have set out information in respect of the progress of these duties in addition to that of the realisation of assets and distribution of available funds.
- 3.3 The detail provided is intended to provide users of this report with information to allow them to understand how the Liquidators' fees, as set out in Appendix D, have been incurred, as well as the sensitivities that might be applicable to the Liquidators' anticipated fees and expenses over the remainder of the Liquidations.

#### Background to the restorations

- 3.4 The Companies were initially dissolved in September 2014, following advice from FWM Asia Limited (**Asia**) that there was no prospect of an unsecured dividend to FWM in respect of the debt owed by Asia. The Companies were subsequently restored to the register in April 2016 after Asia made FWM aware that, contrary to its previous advice, a distribution of 100 pence in the pound would be available to FWM.
- 3.5 As Bedford Acquisitions Limited (**Acquisitions**), a creditor of FWM, had previously distributed 100 pence in the pound (plus 8% statutory interest) to its unsecured creditors, any further funds available are due solely to Midco as Acquisitions' 100% shareholder.
- 3.6 The most commercial and efficient approach to facilitating the above was to obtain the court's sanction to the restoration of both FWM and Midco, together with authority for FWM to distribute Acquisitions' unsecured dividend to Midco directly. The court granted the restoration orders and the authority for FWM to distribute Acquisitions' share of the dividend directly to Midco. Consequently, the Companies were restored to the register in April 2016.

#### Realisation of FWM's assets

##### Asia funds

- 3.7 FWM was due a distribution from Asia of 100 pence in the pound in respect of sums awarded to its Asian suppliers, including Universal Express (Garments) Limited (**Universal Express**), by way of an unsecured dividend. FWM lodged an initial proof of debt at the outset of the previous liquidation and funds totalling £97,492 were received in March 2017.
- 3.8 Asia subsequently advised FWM of an additional sum due in respect of Universal Express, and a second proof of debt was lodged against Asia in the sum of \$41,500. The dividend was anticipated to be received in August 2017.



- 3.9 The Liquidators were subsequently advised that Asia had rejected Universal Express' claim in full as it related to a different entity upon investigation. As such, FWM's connected claim of USD \$41,500 in Asia was also rejected.
- 3.10 Pursuant to Hong Kong insolvency legislation, FWM was owed statutory interest on its original admitted claim against Asia. An initial payment of £246 was received in October 2017 and the balance of £24,317 was received in November 2017. Exchange rate fluctuations and bank charges were deducted thereafter.
- 3.11 The receipt of funds from Asia in November 2017 concluded intercompany realisations.

#### Rates refund

- 3.12 In late 2017 the Liquidators were advised that a refund was due to FWM in respect of a historic overpayment of business rates. In February 2018 the Liquidators received £47 from the relevant council.
- 3.13 The receipt of these funds completed FWM's asset realisations. The Liquidators are therefore taking steps to distribute funds to unsecured creditors.

#### Bank interest

- 3.14 In the Period bank interest of £25 was received, bringing total bank interest received to £26.

### Realisations of Midco's assets

#### Intercompany dividend

- 3.15 As detailed in paragraphs 3.5 and 3.6, any funds due from FWM to Acquisitions will be distributed to Midco as the sole shareholder. As previously reported, Acquisitions is an unsecured creditor of FWM for approximately £2.2 million.
- 3.16 On receipt of these funds, Midco will in turn declare a dividend to its unsecured creditors.

### Administration (including statutory reporting)

- 3.17 In addition to their duties relating to realising and distributing the assets of the Companies, the Liquidators must comply with certain statutory compliance matters in accordance with the Insolvency Act 1986. These include preparing statutory reports to creditors advising of the progress of the Liquidations and resolving creditor queries. The Liquidators are responsible for liaising with HM Revenue & Customs to determine the final position in respect of corporation tax, VAT and other taxes that may be owed by or to the Companies, and for filing tax returns for the duration of the Liquidations.

- 3.18 In order to ensure the matters of the Liquidations are being progressed sufficiently, the Liquidators have a duty to conduct periodic case reviews and complete case checklists. In addition, the Liquidators' treasury function will also comply with cash accounting requirements including raising payments, processing journal vouchers and posting receipts, preparing bank reconciliations and statutory returns.
- 3.19 The time taken for statutory tasks is largely fixed, insofar as the cost of preparing a report to creditors or filing an annual return is similar for most cases, except where cases are very large or complex. Where the costs of statutory compliance and reporting to creditors exceeds the initial estimate, it will generally be because the duration of the case has been longer than expected, due to for example protracted realisation of assets, and therefore additional periodic reports have had to be prepared and distributed to stakeholders.

### **Creditors (claims and distribution)**

- 3.20 Claims submitted in the previous insolvencies have been brought forward and no additional claims have been submitted since the Liquidators' appointments.
- 3.21 FWM will declare a final dividend to its unsecured creditors in the coming weeks, following which Midco will do the same.
- 3.22 It is currently estimated that, before costs, a total of approximately 2.45 pence in the pound and 0.1 pence in the pound (less than once pence) will be available to FWM's and Midco's unsecured creditors, respectively. Details of the estimated outcome for creditors can be found in sections 2 and 5 of this report.

## **4. Investigations**

- 4.1 There has been no additional information brought to the Liquidators' attention in the Period, therefore no report has been submitted to the Insolvency Service.

## **5. Estimated outcome for creditors**

### **Secured creditor – Barclays Bank Plc**

- 5.1 FWM has no secured creditors.
- 5.2 Midco granted a guarantee and debenture to Barclays on 9 August 2011 over all fixed and floating charge assets. There was no sum outstanding at the date of the Liquidators' appointment.

### **Preferential creditors**

- 5.3 FWM's preferential creditors were repaid in full during the previous liquidation. Midco does not have any preferential creditors.

### **Unsecured Creditors**

- 5.4 Where there are floating charges which were created on or after 15 September 2003, the Liquidators are required to create funds from the Companies' net property available for the benefit of unsecured creditors (**Unsecured Creditors' Funds**), commonly known as the 'Prescribed Parts'.
- 5.5 There is no such floating charge in respect of FWM therefore the Liquidators are not required to create an Unsecured Creditors' Fund. As Barclays did not have an outstanding debt at the date of the Liquidators' appointment, there is also no requirement to create an Unsecured Creditors' Fund in respect of Midco. As a result, the full balance of realisations after costs are available to the Companies' unsecured creditors in both Liquidations.
- 5.6 Based on current information, agreed claims from FWM's unsecured creditors total approximately £4.0 million. In the previous liquidation, FWM's unsecured creditors received a distribution of 47.46 pence in the pound, and it is currently estimated that they will receive a further 2.45 pence in the pound in the coming weeks. The total return is therefore estimated to be 49.91 pence in the pound.
- 5.7 Agreed claims from Midco's unsecured creditors total approximately £30.6 million. In the previous liquidation, Midco's unsecured creditors received a distribution of 1.98 pence in the pound, and it is currently estimated that they will receive a further 0.1 pence in the pound. The total return is therefore estimated to be approximately 2.08 pence in the pound.

## **6. What happens next**

### **Creditors' rights**

- 6.1 Within 21 days of the receipt of the report, an unsecured creditor (with the agreement of at least 5% of the value of the unsecured creditors) may request in writing that the Liquidators provide further information about their fees or expenses *which have been itemised in this progress report*.
- 6.2 Any unsecured creditor (with the concurrence of at least 10% of the value of unsecured creditors) may, within eight weeks of receipt of this progress report, make an application to court on the grounds that the basis fixed for the Liquidators' fees is inappropriate, or that the fees or the expenses incurred by the Liquidators as set out in this progress report are excessive.

### **Next report**

- 6.3 The Liquidators are required to provide a progress report within two months of the end of the next year of the Liquidations. If the Liquidations have been completed before then, a draft final report will be circulated.

Yours faithfully



**Anne O'Keefe**  
Liquidator

Encs

## Appendix A. Statutory information

### Company information

Company name	FWM Realisations Limited	Bedford Midco Limited
Registered number	01273590	07391281
Registered office	The Zenith Building, 26 Spring Gardens, Manchester, M2 1AB	The Zenith Building, 26 Spring Gardens, Manchester, M2 1AB
Former registered office	2 Valentine Place, London, SE1 8QH	2 Valentine Place, London, SE1 8QH
Trading address	Various	N/A
Trading names	FWM, Fenn Wright Manson	Bedford Midco Limited, Midco

### Liquidators' information

Name	Address	IP number	Name of authorising body
Anne Clare O'Keefe	The Zenith Building, 26 Spring Gardens, Manchester, M2 1AB	008375	Insolvency Practitioners Association
Catherine Mary Williamson	The Zenith Building, 26 Spring Gardens, Manchester, M2 1AB	015570	Insolvency Practitioners Association

### Other relevant information

Creditors approved in the preceding Administration that any act required or authorised to be done by the Liquidators may be done by all or any one or more of them. All references to the Liquidators should be read as the Joint Liquidators.

## Appendix B. FWM Receipts and Payments Account for the period 8 April 2017 to 7 April 2018 and a Cumulative Account for the period since appointment

	Period £	Cumulative
Receipts		
Intercompany dividend and statutory interest	24,563	122,055
Rates refund	47	47
Cash at bank	-	5,274
Bank interest	25	26
	<b>24,635</b>	<b>127,402</b>
Payments		
Category 1 disbursements:		
Storage costs	96	96
Stationery, postage and photocopying	735	735
Legal fees	2,432	2,432
Bank charges	1	45
	<b>(3,264)</b>	<b>(3,308)</b>
<b>Balance</b>	<b>21,371</b>	<b>124,095</b>
<b>Represented by</b>		
Interest-bearing current account		124,095
<b>Total balance</b>		<b>124,095</b>

Notes:

1. The above is subject to small rounding differences.
2. The directors prepared a Statement of Affairs (**SoA**) during the preceding Administration which provided estimated to realise values for each class of asset. As the Companies have since moved into Liquidation a meaningful comparison to the SoA cannot be provided.
3. In the absence of Midco's asset realisations, FWM has settled a number of costs on its behalf. These costs are included in the above account and a breakdown is available in Appendix E. Midco will repay FWM in respect of these costs upon receipt of the intercompany dividend payable by FWM.

## **Appendix C. Midco Receipts and Payments Account for the period 8 April 2017 to 7 April 2018 and a Cumulative Account for the period since appointment**

	Period £	Cumulative £
Receipts	-	-
Payments	-	-
<b>Total balance</b>	-	-



## Appendix D. Liquidators' fees

A copy of 'A Creditors' Guide to Liquidations' can be downloaded from AlixPartners' creditor portal (<http://www.alixpartnersinfoportal.com>). If you would prefer this to be sent to you in hard copy please contact the Liquidators and they will forward a copy to you.

Where a company which is in administration moves into winding up under paragraph 83 of schedule B1 to the Insolvency Act 1986, and the administrator becomes the liquidator, the basis of fees fixed in the administration automatically applies in the subsequent Liquidation. The basis agreed is by reference to the time properly spent by the Liquidators and their staff on matters arising in the Liquidation.

To date, no fees have been drawn on account.

### Liquidators' details of time spent to date

#### FWM

The Liquidators' time costs for the Period are £15,026. This represents 68 hours at an average rate of £223 per hour. Detailed below is a Time Analysis for the Period which provides details of the costs incurred by area of activity.

	Employee grade (hours)					£	
	Managing director/Director	Senior vice president	Vice president/Consultant	Treasury/Support	Hours incurred	Cost incurred	Average rate per hour
Administration and planning							
Planning	-	-	0.8	-	0.8	124.00	155
Strategy and control	-	1.8	4.0	-	5.8	1,349.00	233
Statutory duties	-	0.5	1.0	-	1.5	396.50	264
Case administration	0.2	3.4	5.1	0.1	8.8	2,388.00	271
Accounting and treasury	1.2	1.3	2.4	3.3	8.2	1,957.00	239
Internal documentation	-	1.1	-	-	1.1	423.50	385
Realisation of assets - debtors							
Debtor litigation	-	-	1.3	-	1.3	201.50	155
Realisation of assets - uncharged assets							
Recovery of assets	-	1.4	1.2	-	2.6	864.50	333
Asset accounting and administration	0.3	0.3	1.3	1.8	3.7	691.50	187
Creditors							
Creditor strategy	-	-	0.2	-	0.2	31.00	155
Reporting to creditors	0.8	1.6	15.6	-	18.0	3,654.00	203
Unsecured creditors	-	-	15.5	-	15.5	2,945.50	190
<b>Totals</b>	<b>2.5</b>	<b>11.4</b>	<b>48.4</b>	<b>5.2</b>	<b>67.5</b>	<b>15,026.00</b>	<b>223</b>

A cumulative time analysis from the date of the Liquidators' appointment to the end of the Period is set out below.

	Employee grade (hours)					£	
	Managing director/Director	Senior vice president	Vice president/Consultant	Treasury/Support	Hours incurred	Cost incurred	Average rate per hour
Administration and planning							
Planning	-	-	0.8	-	0.8	124.00	155
Strategy and control	-	2.1	4.0	-	6.1	1,464.50	240
Statutory duties	0.1	1.0	4.5	0.4	6.0	1,292.50	215
Case administration	0.2	3.9	20.2	0.2	24.5	5,504.00	225
Accounting and treasury	1.2	1.3	3.7	5.1	11.3	2,401.00	212
Internal documentation	-	2.3	8.6	-	10.9	2,300.00	211
Realisation of assets - debtors							
Debt collection	-	-	1.1	-	1.1	286.00	260
Debtor litigation	-	-	1.5	-	1.5	232.50	155
Realisation of assets - uncharged assets							
Asset identification and valuation	-	-	2.6	-	2.6	412.00	158
Recovery of assets	0.1	1.4	3.6	-	5.1	1,537.50	301
Asset accounting and administration	0.3	0.3	1.8	2.9	5.3	959.50	181
Creditors							
Creditor claims	-	0.1	-	-	0.1	37.00	370
Creditor strategy	-	0.9	0.2	-	1.1	364.00	331
Reporting to creditors	0.8	1.6	15.6	-	18.0	3,654.00	203
Unsecured creditors	-	0.8	31.8	-	32.6	6,208.50	190
<b>Totals</b>	<b>2.7</b>	<b>15.7</b>	<b>100.0</b>	<b>8.6</b>	<b>127.0</b>	<b>26,777.00</b>	<b>211</b>

Details of the progress of the Liquidation to date and outstanding matters, together with an explanation of why the work was undertaken, are set out in Section 3.

## Midco

The Liquidators' time costs for the Period are £9,845. This represents 43 hours at an average rate of £227 per hour. Detailed below is a Time Analysis for the Period which provides details of the costs incurred by area of activity.

	Employee grade (hours)					£	
	Managing director/Director	Senior vice president	Vice president/Consultant	Treasury/Support	Hours incurred	Cost incurred	Average rate per hour
<b>Administration and planning</b>							
Strategy and control	-	1.0	2.7	-	3.7	823.50	223
Statutory duties	-	0.5	0.3	-	0.8	288.00	360
Case administration	0.2	3.3	3.7	0.1	7.3	2,132.50	292
Accounting and treasury	0.9	-	2.3	0.9	4.1	930.50	227
Internal documentation	-	0.8	-	-	0.8	308.00	385
<b>Realisation of assets - debtors</b>							
Debtor litigation	-	-	0.6	-	0.6	93.00	155
<b>Realisation of assets - uncharged assets</b>							
Asset realisation strategy	-	-	0.4	-	0.4	62.00	155
Recovery of assets	-	-	0.5	-	0.5	112.00	224
Asset accounting and administration	-	0.1	0.5	-	0.6	118.00	197
<b>Creditors</b>							
Creditor strategy	-	-	0.2	-	0.2	31.00	155
Reporting to creditors	0.8	1.6	13.9	-	16.3	3,381.00	207
Unsecured creditors	-	-	8.0	-	8.0	1,565.00	196
<b>Totals</b>	<b>1.9</b>	<b>7.3</b>	<b>33.1</b>	<b>1.0</b>	<b>43.3</b>	<b>9,844.50</b>	<b>227</b>

A cumulative time analysis from the date of the Liquidators' appointment to the end of the Period is set out below.

	Employee grade (hours)					£	
	Managing director/Director	Senior vice president	Vice president/Consultant	Treasury/Support	Hours incurred	Cost incurred	Average rate per hour
<b>Administration and planning</b>							
Strategy and control	-	1.0	2.7	-	3.7	823.50	223
Statutory duties	-	1.0	1.3	0.4	2.7	765.00	284
Case administration	0.2	3.3	18.8	0.2	22.5	4,976.00	221
Accounting and treasury	0.9	-	3.4	1.1	5.4	1,235.00	229
Internal documentation	-	2.0	5.8	-	7.8	1,629.50	209
<b>Realisation of assets - debtors</b>							
Debtor litigation	-	-	0.6	-	0.6	93.00	155
<b>Realisation of assets - uncharged assets</b>							
Recovery of assets	0.1	-	3.3	-	3.4	662.50	195
Asset accounting and administration	-	0.1	0.7	0.5	1.3	225.00	173
<b>Creditors</b>							
Creditor claims	-	0.1	-	-	0.1	37.00	370
Creditor strategy	-	0.9	0.2	-	1.1	364.00	331
Reporting to creditors	0.8	1.6	13.9	-	16.3	3,381.00	207
Unsecured creditors	-	0.7	15.1	-	15.8	3,274.00	207
Employees	-	-	0.3	-	0.3	45.00	150
<b>Totals</b>	<b>2.0</b>	<b>10.7</b>	<b>66.1</b>	<b>2.2</b>	<b>81.0</b>	<b>17,511.50</b>	<b>216</b>

Should any matters arise, such as investigatory matters and/or additional realisable assets, further time will be incurred dealing with such matters.

## Appendix E. Liquidators' expenses and disbursements

### Expenses of the Liquidation

The actual costs paid and incurred to the anniversary of the Liquidations is set out below.

	Paid in the Period £	Paid by FWM on behalf of Midco £	Incurred but not paid £	Total current paid and incurred cost £
<b>FWM</b>				
Statutory advertising	-	-	85	85
Stationery and postage	735	-	2,174	2,909
Storage costs	96	(48)	-	48
Legal fees	2,432	(1,216)	-	1,216
Bonding	-	-	225	225
Printing and photocopying	-	-	54	54
Liquidators' fees	-	-	25,000	25,000
<b>FWM Total</b>	<b>3,263</b>	<b>(1,264)</b>	<b>27,538</b>	<b>29,537</b>
<b>Midco</b>				
Statutory advertising	-	-	85	85
Stationery and postage	-	-	27	27
Storage costs	-	-	48	48
Legal fees	-	-	1,216	1,216
Liquidator's fees	-	-	15,000	15,000
<b>Midco Total</b>	<b>-</b>	<b>-</b>	<b>16,376</b>	<b>16,376</b>
<b>Grand Total</b>	<b>3,263</b>	<b>(1,264)</b>	<b>43,914</b>	<b>45,913</b>

### Disbursements

Category 1 disbursements of £831 have been drawn on account in FWM. Approval to draw category 2 disbursements was given by the secured and preferential creditors in the preceding insolvencies. No category 2 disbursements have been drawn in either Liquidation.

As detailed in Appendix B, FWM has paid costs incurred by Midco. These will be reimbursed upon realisation of Midco's asset.

## **Appendix F. Additional information in relation to the Liquidators' fees pursuant to Statement of Insolvency Practice 9**

### **Policy**

Detailed below is AlixPartners' policy in relation to:

- staff allocation and the use of sub-contractors;
- professional advisors; and
- disbursements.

### **Staff allocation and the use of sub-contractors**

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

*The case team will usually consist of a managing director, a director or senior vice president, a vice president and a consultant. The exact case team will depend on the anticipated size and complexity of the assignment and the experience requirements of the assignment. On larger, more complex cases, several staff at all grades may be allocated to meet the demands of the case. The Liquidators' charge-out rate schedule overleaf provides details of all grades of staff.*

With regard to support staff, time spent by cashiers in relation to tasks such as recording transactions and dealing with bank accounts is charged but secretarial time is only recovered if a large block of time is incurred, e.g. report compilation and distribution.

The Liquidators have not utilised the services of any sub-contractors in these cases.

### **Professional advisors**

On these assignments the Liquidators have used the professional advisors listed below. The Liquidators have also indicated the basis of their fee arrangement with them, which is subject to review on a regular basis.

Name of professional advisor	Basis of fee arrangement
TLT LLP (legal advice)	Hourly rate and disbursements

The Liquidators' choice was based on their perception of the professional advisors' experience and ability to perform this type of work, the complexity and nature of the assignment and the basis of their fee arrangement with them.

## Disbursements

Category 1 disbursements do not require approval by creditors. Category 1 disbursements may include external supplies of incidental services specifically identifiable to the case, eg postage, case advertising, invoiced travel and external printing, room hire and document storage. Any properly-reimbursed expenses incurred by the Liquidators and their staff will also be chargeable.

Category 2 disbursements do require approval prior to being paid and will be drawn in accordance with the approval given, they may include:

- photocopying – charged at the rate of 10 pence per sheet for notifications and reports to creditors and other copying;
- printing – charged at the rate of 10 pence per sheet for black and white printing and 15 pence per sheet for colour; and
- business mileage for staff travel – charged at the rate of 45 pence per mile.

## Charge-out rates

A schedule of AlixPartners' hourly charge-out rates for this assignment effective from 1 January 2018 is detailed below, together with those applicable prior to that date. Time is charged by managing directors and case staff in units of six minutes.

Description	Rates from 1 January 2018 £	Rates pre 1 January 2018 £
Managing director	485-535	465-510
Director	465	445
Senior vice president*	405	385
Vice president*	285-320	270-305
Consultant*	155-250	155-270
Treasury and support	95-185	90-175

\* A firm-wide renaming of certain staffing grades of AlixPartners has been implemented with effect from 2 January 2018. The Senior vice president grade was formerly Vice president, Vice president was formerly Associate, and Consultant was formerly Analyst.