

TO ALL KNOWN MEMBERS AND CREDITORS

16 December 2021

Ref: SJW/HJO/AH/PCF/ADM09F01
Email: SLGadministration@uk.ey.com

Dear Sirs

Specialist Leisure Group Limited (“SLGL”)
Shearings Group Limited (“SGL”)
Shearings Holidays Limited (“SHOLL”)
Shearings Limited (“Shearings”)
National Holidays Tours Limited (“NHTL”)
National Holidays Limited (“NHL”)
Wallace Arnold Travel Limited (“WATL”)
UK Breakaways Limited (“UKB”)
all in administration and together (the “Companies”)

I write further to the Companies entering administration on 22 May 2020 (the “**Date of Appointment**”), with S J Woodward and C P Dempster appointed to act as administrators (the “**Joint Administrators**”).

I write, in accordance with Rule 18.3 of the Insolvency (England and Wales) Rules 2016, to provide creditors with a report on the progress of the administrations. This report covers the period from 22 May 2021 to 21 November 2021 (the “**Period**”) and should be read in conjunction with the Joint Administrators’ Statement of Proposals dated 3 July 2020 (the “**Proposals**”), as well as the previous Joint Administrators’ Progress Reports, dated 21 November 2020 and 21 June 2021 (the “**Previous Reports**”).

Together with Shearings Hotels Limited (“**Hotels**”), the Companies formed part of the Specialist Leisure Group (the “**Group**”). As with the Proposals, the progress report for Hotels is prepared separately in accordance with Rule 3.93 of the Insolvency (Scotland) (Company Voluntary Arrangements and Administration) Rules 2018.

Statutory information about the Companies, the administration and the office holders is detailed in Appendix A.

Summary of progress during the Period

I have detailed below the principal workstreams progressed during the Period.

Further specific detail with regard to the receipts and payments received and incurred during the Period is attached at Appendix B. Please note that these accounts do not reflect future estimated realisations or costs, including the Joint Administrators' remuneration and disbursements.

Asset realisations

Pre-paid event tickets

As detailed in the Previous Reports, SHOLL and NHTL held a stock of event tickets that had historically been purchased to be included in the Group's packaged tours.

A refund of £50k was received into NHTL in the Period from one ticket vendor, bringing total refunds received to date to £1,657k (£219k in SHOLL and £1,438k in NHTL).

We continue to pursue one further ticket vendor for sums owed to NHTL. This matter has been passed to our legal representatives and we will update creditors further in our next report.

Pre-paid flights

As detailed in the Previous Reports, SHOLL and UKBL had pre-booked and paid for flights with various airlines which were sold on as part of package holidays.

Throughout the Period continued efforts have been made to pursue the amounts owed to SHOLL and UKBL. However, there have been communication difficulties with the airlines as well as limited information available from SHOLL and UKBL's company records which has hindered our ability to realise any amounts that are due.

Receipts totalling c.£61k have been received by SHOLL and UKBL in the Period, bringing total realisations in this asset category to £83k.

Future time costs associated with this workstream are at risk of outweighing asset realisations, so in the interest of maximising returns to the Group's creditors, no further attempts are being made to action these flight refunds. No further material realisations are expected in this asset category.

Overseas VAT refund

Four entities within the Group (SL, NHTL, SHOLL and NHL) were registered for tax in Germany, allowing the companies to claim tax on expenses incurred on coach tours and cruises within Europe.

EY's Tax team assisted the Administrators with the tax de-registration of the companies which resulted in refund positions in NHTL and SL. Full and final refunds have been received of £21k and £10k respectively during the Period.

Bank interest

The Companies have received a total of £210 in bank interest during the Period.

Costs incurred in the Period

As part of the Administration, certain costs have been incurred by the Joint Administrators and paid by Group entities. These are summarised below, with full breakdowns shown at Appendix C to this report.

Storage

Across the Companies, £2k has been paid in the Period to Iron Mountain (UK) Plc for off-site storage of the Companies' books and records.

Insurance

Insurance costs of £39k have been paid in the Period to AON UK Limited in relation to cover for the Companies' assets for the whole period of the administration. Insurance cover has now been withdrawn and no claims have been made during the Period.

Property holding costs

Shearings and NHL collectively paid £12k in the Period to Bryt Energy Limited for electricity supplied to the freehold properties during the Joint Administrators' occupation.

Employee costs

Salary and other contractual sums have been paid to retained employees in the previous periods. Shearings, SGL and NHL have collectively paid £2k in the Period, specifically for National Insurance Contributions and other contractual sums due.

Corporation tax and VAT obligations

Obligations in relation to the submission of corporation tax returns continue in an administration and with the assistance from EY's Tax team, returns for the initial administration period have been submitted. Tax returns for the Administration trading period are being prepared and will be submitted in due course [AH1].

We are in the process of finalising the Company's VAT returns for the period of the Administration and we will seek the final necessary tax and VAT clearances before formally closing the Administration once all required returns have been submitted to HMRC and outstanding work has been completed.

Distributions to creditors

Secured creditors

Two distributions have been paid to Lloyds Banking Group ("LBG") in the Period from the Group's fixed charge realisations. The first distribution of £3m was paid on 28 May 2021 and the second of £600k was paid on 18 November 2021. This brings total LBG distributions to £10.7m since our appointment.

A further distribution is dependent on final asset realisations, though it is anticipated LBG will suffer a shortfall against their lending.

Preferential creditors

As mentioned in the Previous Reports, the Statement of Affairs ("SoA") at the Date of Appointment estimated preferential creditor claims of c.£653k (Shearings: £397k, SLG: £32k and NHL: £224k).

There are insufficient floating charge realisations to enable a distribution to preferential creditors in the applicable Companies.

Non-preferential creditors

Based on the SoA of the Companies at the Date of Appointment, non-preferential claims were estimated at c.£405m. Further detail is provided below:

Company	Statement of Affairs		Claims received to date	
	No of creditors	Value of non-preferential liabilities (£)	No of claims	Value of claims (£)
SLGL	1	746,408	13	11,945,522
SGL	7	116,866,214	9	12,600,676
SHOLL	51,885	86,491,214	72	15,153,695
SHEARINGS	445	51,321,144	135	15,410,632
NHTL	44,014	119,686,201	90	13,471,887
NHL	144	21,807,936	73	12,550,331
WATL	316	1,326,498	8	11,010,275
UKB	4,161	6,254,330	38	14,143,674
Total	100,973	404,499,946	438	106,286,692

The value of non-preferential creditors liabilities as per the SoA can be summarised in the following categories: i) trade creditors - £134m; ii) customers - £32m; and, iii) intercompany creditors - £239m.

A total of 438 creditor claims have been received to date totalling £106m.

There are insufficient floating charge realisations to enable a distribution to the unsecured creditors of the Companies. In the Previous Reports we noted that a distribution may be possible to the unsecured creditors of NHTL by virtue of the Prescribed Part, further details of which are below.

Prescribed Part

The prescribed part is a proportion of floating charge assets set aside for unsecured creditors pursuant to section 176A of the Insolvency Act 1986. The prescribed part applies to floating charges created on or after 15 September 2003.

As the Companies' floating charges were created after 15 September 2003, the prescribed part applies to the Companies.

NHTL is the only company within the Group with sufficient floating charge realisations to enable a distribution by virtue of the prescribed part.

As explained in our Previous Reports, in consideration of the number of creditors in NHTL, estimated to be 44,000 with an anticipated claims value of £120m per the SoA, and having sought appropriate legal advice on this matter, the Joint Administrators consider that the costs of adjudicating and processing a prescribed part distribution to unsecured creditors is likely be disproportionate to the benefits of making said distribution.

In light of the above, which is stated with appropriate consideration of the content of Section 176A of the Act, the Joint Administrators are still intending to seek direction from the courts to disapply the prescribed part in NHTL.

There are insufficient floating charge realisations within the other Companies to enable a distribution under the prescribed part.

Joint Administrators' Remuneration

The statutory provisions relating to remuneration are set out in Part 18 of the Insolvency (England and Wales) Rules 2016. Further information is given in the Association of Business Recovery Professionals' publication 'A Creditors' Guide to Administrators' Fees', a copy of which may be accessed from the website of the Institute of Chartered Accountants in England and Wales at <https://www.icaew.com/en/technical/insolvency/creditors-guides> or is available in hard copy upon written request to me.

In certain circumstances, creditors are entitled to request further information about our remuneration or expenses or to apply to court if they consider the costs to be excessive (Rules 18.9 and 18.34 of the Insolvency (England and Wales) Rules 2016). Further information is provided in 'A Creditors' Guide to Administrators' Fees' referred to above.

An analysis of the time spent across each of the Companies, in accordance with Statement of Insolvency Practice 9 ("SIP9"), and a comparison with the revised fee estimate (the "Fee Estimate"), is attached at Appendix D to this report. In support of the SIP9 analysis is a description of work carried out in the Period. It should be noted that each category of work has been carried out in all Companies, unless specifically stated.

During the Period, the Joint Administrators have incurred time costs across the Companies totalling £442k.

Time costs from the 22 May 2020 to 21 November 2021 total £4.9m. This represents an aggregate variance of £505k to the Fee Estimate, which outlined time costs would total £4.4m across the Administrations of all Companies.

The Joint Administrators do not expect to draw remuneration in excess of the Fee Estimate.

This position is outlined in summary in the table below:

Company	Time costs during the Previous Periods (£)	Time costs incurred during the Period (£)	Total time costs (£)	Time costs per Fee Estimate (£)	Variance (£)
SLGL	156,183	19,944	176,127	159,373	(16,754)
SGL	282,123	48,517	330,640	261,366	(69,724)
SHOLL	1,054,341	96,061	1,150,402	1,067,673	(82,729)
Shearings	926,742	109,796	1,036,538	875,607	(160,931)
NHTL	979,997	71,030	1,051,027	1,015,572	(35,455)
NHL	446,819	47,244	494,063	392,667	(101,396)
WATL	332,207	28,809	361,016	325,349	(35,667)
UKBL	260,059	21,038	281,097	278,492	(2,605)
Total	4,438,471	442,439	4,880,910	4,376,099	(504,811)

As outlined in the table above, the Fee Estimate has been exceeded in all entities. Outlined below, are the principal reasons for the negative variances between time costs incurred to date versus the Fee Estimate:

All Companies

- ▶ **Administration and planning** – a key driver of the negative variances across the Group have been administrative work. This includes organising payments to vendors and ensuring recharges across the Group have been appropriately apportioned. In addition to this, there are monthly bank reconciliations to be completed to ensure all receipts have been recognised appropriately.
- ▶ **Bank reporting** – as part of our regular update to the secured lender, we need to report on the performance to date against the estimated outcome statement provided as part of our original proposals. Given the size of the Group and the complexity of recognising receipts and payments accurately, additional time was taken to ensure accurate reporting. Future estimated realisations and costs are also needed as part of our reporting which required additional time to review and draw appropriate conclusions on the likely associated value and timing.

Shearings:

- ▶ **Administration and planning** – operational activity relating to the continuity of services, to preserve value in key assets, occurred in Shearings. This has been more intensive than initially anticipated.
- ▶ **Property** – higher degree of work undertaken to ensure maximum value achieved in the property assets of Shearings, including more protracted negotiations than initially anticipated during the sale of the Normanton Interchange.
- ▶ **Realisation of Assets** – further work has been undertaken in realising the residual assets of Shearings' than initially anticipated, e.g. stock, intellectual property, motor vehicles and office equipment.

SHOLL and NHTL

- ▶ **Realisation of Assets** – further work than what was initially anticipated has been undertaken in realising the residual assets of SHOLL and NHTL e.g., flights and event tickets.

NHL and Shearings:

- ▶ **Employees** – during the Period, several emails and letters have been received from employment tribunals regarding claims for former employees of NHL. We have exceeded budget as we did not anticipate the level of claims that we have received. The Administration team have also completed work in respect claiming outstanding pension payments due to employees of NHL.

All Companies:

- ▶ **VAT & Taxation** – the team are currently in the process of liaising with HMRC to complete VAT and Corporate Tax returns across the Group. This is a statutory requirement which must be completed. Unanticipated complexities surrounding the intercompany transactions and secured lender funding have resulted in increased time spent in this area.

The Joint Administrators have drawn not drawn any remuneration in the Period across any entities.

Disbursements

The Joint Administrators have incurred a total of £2,908 of category 1 disbursements across the Companies within the Period. In line with SIP9, it is the Joint Administrators' policy to disclose category 1 disbursements, as detailed in Appendix C, but not seek approval to draw them.

The Joint Administrators incurred no category 2 disbursements during the Period.

The Joint Administrators have not drawn either category 1 or 2 disbursements in the Period.

Joint Administrators' Statement of Expenses incurred

During the Period the Joint Administrators have incurred expenses (excluding disbursements and pre-administration costs) totalling £45k plus applicable VAT. A breakdown of expenses incurred in the Period and to date is included at Appendix C to this report, including a comparison against the estimate of expenses.

Remaining work

The Joint Administrators will continue to carry out their statutory duties and to deal with matters in order to achieve the objectives of the Administrations, as set out in the Proposals. Future tasks will include, but may not be limited to, the following;

- ▶ continuing to realise final assets within the Companies;
- ▶ prepare and submit the necessary corporation tax and VAT returns to HMRC for the period of the Administration;
- ▶ continue to assist employees, customers and trade creditors with their claims against the Companies;
- ▶ continue to prepare and deliver necessary reports to stakeholders; and

- ▶ any such actions the Joint Administrators consider, in their reasonable opinion, are necessary and/or expedient to fulfil the purpose of the Administrations and to bring to a conclusion the end of the Administrations

Following the decision to extend the Administrations by 12 months on 18 May 2021, the Administration of each of the Companies is due to automatically end on 21 May 2022. The extension was approved by the secured creditor in accordance with the provisions of paragraph 78 of Schedule B1 to the Insolvency Act 1986.

It is proposed that if at the end of each administration (21 May 2022) the Companies have 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 will come to an end. In accordance with the provisions of paragraph 84(6) of Schedule B1 to the Insolvency Act 1986 the Companies 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 Administrations or in six months' time, whichever is the sooner.

Should you have any remaining questions about the administrations, please do not hesitate to contact the Joint Administrators' staff by emailing SLGadministration@uk.ey.com.

Yours faithfully
for the Companies



S J Woodward
Joint Administrator

Enclosed:

Appendix A Statutory information

Appendix B Joint Administrators' receipts and payments account for the Period

Appendix C Summary of Joint Administrators' expenses incurred in the Period

Appendix D Summary of the Joint Administrators' time costs incurred in the Period including the Statement of work completed.

S J Woodward is licensed in the United Kingdom to act as an Insolvency Practitioner by The Institute of Chartered Accountants in England and Wales and C P 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, S J Woodward and C P Dempster, 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 Administrator's appointment. The Office Holder Data Privacy Notice can be found at www.ey.com/uk/officeholderprivacy.

Appendix A

Statutory Information

Information about the proceedings, the Companies and the office holders, as required by Rule 18.3(1) of the Insolvency (England and Wales) Rules 2016

Specialist Leisure Group Limited

Name of court:	High Court of Justice, Business, and Property Courts in Leeds, Insolvencies and Companies list (ChD)
Court reference:	CR-2020-LDS-000453
Registered name of the company:	Specialist Leisure Group Limited
Registered office address of the company:	c/o Ernst & Young LLP, 2 St. Peter's Square, Manchester M2 3EY
Registered number:	09009187
Country of incorporation (for a company incorporated outside the United Kingdom):	n/a
Date of appointment of the joint administrators:	22-May-20
Details of administration extension:	Administration extended to 21 May-22
Details of any changes of administrator:	None
Full names of the administrators:	Samuel James Woodward and Colin Peter Dempster
Office holder number(s):	12030 and 8908
Administrators' address(es):	Ernst & Young LLP 2 St. Peter's Square, Manchester M2 3EY; and Ernst & Young LLP, Atria One, 144 Morrison Street, Edinburgh, EH3 8EX
Telephone number:	+44 161 504 5672
Name of alternative person to contact with enquiries about the case:	Tristan Robinson

Shearings Group Limited

Name of court:	High Court of Justice, Business, and Property Courts in Leeds, Insolvencies and Companies list (ChD)
Court reference:	CR-2020-LDS-000443
Registered name of the company:	Shearings Group Limited
Registered office address of the company:	c/o Ernst & Young LLP, 2 St. Peter's Square, Manchester M2 3EY
Registered number:	05272464
Country of incorporation (for a company incorporated outside the United Kingdom):	n/a
Date of appointment of the joint administrators:	22-May-20
Details of administration extension:	Administration extended to 21-May-22
Details of any changes of administrator:	None
Full names of the administrators:	Samuel James Woodward and Colin Peter Dempster
Office holder number(s):	12030 and 8908
Administrators' address(es):	Ernst & Young LLP 2 St. Peter's Square, Manchester M2 3EY; and Ernst & Young LLP, Atria One, 144 Morrison Street, Edinburgh, EH3 8EX
Telephone number:	+44 161 504 5672
Name of alternative person to contact with enquiries about the case:	Tristan Robinson

Shearings Holidays Limited

Name of court:	High Court of Justice, Business, and Property Courts in Leeds, Insolvencies and Companies list (ChD)
Court reference:	CR-2020-LDS-000444
Registered name of the company:	Shearings Holidays Limited
Registered office address of the company:	c/o Ernst & Young LLP, 2 St. Peter's Square, Manchester M2 3EY
Registered number:	00218550
Country of incorporation (for a company incorporated outside the United Kingdom):	n/a
Date of appointment of the joint administrators:	22-May-20
Details of administration extension:	Administration has been extended to 21-May-22
Details of any changes of administrator:	None
Full names of the administrators:	Samuel James Woodward and Colin Peter Dempster
Office holder number(s):	12030 and 8908
Administrators' address(es):	Ernst & Young LLP 2 St. Peter's Square, Manchester M2 3EY; and Ernst & Young LLP, Atria One, 144 Morrison Street, Edinburgh, EH3 8EX
Telephone number:	+44 161 504 5672
Name of alternative person to contact with enquiries about the case:	Tristan Robinson

Shearings Limited

Name of court:	High Court of Justice, Business, and Property Courts in Leeds, Insolvencies and Companies list (ChD)
Court reference:	CR-2020-LDS-000452
Registered name of the company:	Shearings Limited
Registered office address of the company:	c/o Ernst & Young LLP, 2 St. Peter's Square, Manchester M2 3EY
Registered number:	00753110
Country of incorporation (for a company incorporated outside the United Kingdom):	n/a
Date of appointment of the joint administrators:	22-May-20
Details of administration extension:	Administration has been extended to 21-May-22
Details of any changes of administrator:	None
Full names of the administrators:	Samuel James Woodward and Colin Peter Dempster
Office holder number(s):	12030 and 8908
Administrators' address(es):	Ernst & Young LLP 2 St. Peter's Square, Manchester M2 3EY; and Ernst & Young LLP, Atria One, 144 Morrison Street, Edinburgh, EH3 8EX
Telephone number:	+44 161 504 5672
Name of alternative person to contact with enquiries about the case:	Tristan Robinson

National Holidays Tours Limited

Name of court:	High Court of Justice, Business, and Property Courts in Leeds, Insolvencies and Companies list (ChD)
Court reference:	CR-2020-LDS-000441
Registered name of the company:	National Holidays Tours Limited
Registered office address of the company:	c/o Ernst & Young LLP, 2 St. Peter's Square, Manchester M2 3EY
Registered number:	03213927
Country of incorporation (for a company incorporated outside the United Kingdom):	n/a
Date of appointment of the joint administrators:	22-May-20
Details of administration extension:	Administration has been extended to 21-May-22
Details of any changes of administrator:	None
Full names of the administrators:	Samuel James Woodward and Colin Peter Dempster
Office holder number(s):	12030 and 8908
Administrators' address(es):	Ernst & Young LLP 2 St. Peter's Square, Manchester M2 3EY; and Ernst & Young LLP, Atria One, 144 Morrison Street, Edinburgh, EH3 8EX
Telephone number:	+44 161 504 5672
Name of alternative person to contact with enquiries about the case:	Tristan Robinson

National Holidays Limited

Name of court:	High Court of Justice, Business, and Property Courts in Leeds, Insolvencies and Companies list (ChD)
Court reference:	CR-2020-LDS-000442
Registered name of the company:	National Holidays Limited
Registered office address of the company:	c/o Ernst & Young LLP, 2 St. Peter's Square, Manchester M2 3EY
Registered number:	02100628
Country of incorporation (for a company incorporated outside the United Kingdom):	n/a
Date of appointment of the joint administrators:	22-May-20
Details of administration extension:	Administration has been extended to 21-May- 22
Details of any changes of administrator:	None
Full names of the administrators:	Samuel James Woodward and Colin Peter Dempster
Office holder number(s):	12030 and 8908
Administrators' address(es):	Ernst & Young LLP 2 St. Peter's Square, Manchester M2 3EY; and Ernst & Young LLP, Atria One, 144 Morrison Street, Edinburgh, EH3 8EX
Telephone number:	+44 161 504 5672
Name of alternative person to contact with enquiries about the case:	Tristan Robinson

Wallace Arnold Travel Limited

Name of court:	High Court of Justice, Business, and Property Courts in Leeds, Insolvencies and Companies list (ChD)
Court reference:	CR-2020-LDS-000447
Registered name of the company:	Wallace Arnold Travel Limited
Registered office address of the company:	c/o Ernst & Young LLP, 2 St. Peter's Square, Manchester M2 3EY
Registered number:	00749317
Country of incorporation (for a company incorporated outside the United Kingdom):	n/a
Date of appointment of the joint administrators:	22-May-20
Details of administration extension:	Administration has been extended to 21-May-22
Details of any changes of administrator:	None
Full names of the administrators:	Samuel James Woodward and Colin Peter Dempster
Office holder number(s):	12030 and 8908
Administrators' address(es):	Ernst & Young LLP 2 St. Peter's Square, Manchester M2 3EY; and Ernst & Young LLP, Atria One, 144 Morrison Street, Edinburgh, EH3 8EX
Telephone number:	+44 161 504 5672
Name of alternative person to contact with enquiries about the case:	Tristan Robinson

UK Breakaways Limited

Name of court:	High Court of Justice, Business, and Property Courts in Leeds, Insolvencies and Companies list (ChD)
Court reference:	CR-2020-LDS-000448
Registered name of the company:	UK Breakaways Limited
Registered office address of the company:	c/o Ernst & Young LLP, 2 St. Peter's Square, Manchester M2 3EY
Registered number:	02769943
Country of incorporation (for a company incorporated outside the United Kingdom):	n/a
Date of appointment of the joint administrators:	22-May-20
Details of administration extension:	Administration has been extended to 21-May-22
Details of any changes of administrator:	None
Full names of the administrators:	Samuel James Woodward and Colin Peter Dempster
Office holder number(s):	12030 and 8908
Administrators' address(es):	Ernst & Young LLP 2 St. Peter's Square, Manchester M2 3EY; and Ernst & Young LLP, Atria One, 144 Morrison Street, Edinburgh, EH3 8EX
Telephone number:	+44 161 504 5672
Name of alternative person to contact with enquiries about the case:	Tristan Robinson

Appendix B

Joint Administrators' Summary of Receipts and Payments for the Period

The receipts and payments accounts are shown net of VAT and have been prepared on a cash basis and do not reflect debts not collected or liabilities not paid. Any amendments to amounts detailed in the Previous Report are a result of a recategorisation of certain costs following group-wide reconciliation work.

Specialist Leisure Group Limited

Statement of affairs		22 May 2020 to 21 May 2021	22 May 2021 to 21 November 2021	Cumulative Totals
estimated to realise (£)	Note	(£)	(£)	(£)
	Fixed charge receipts	<hr/>	<hr/>	<hr/>
		-	-	-
	Floating charge receipts			
	Insurance premium refund	23,299.86	-	23,299.86
	Bank interest	1.70	0.96	2.66
		<hr/>	<hr/>	<hr/>
	Total receipts	23,301.56	0.96	23,302.52
	Fixed charge payments			
	Insurance	-	6,630.51	6,630.51
			<hr/>	<hr/>
	Floating charge payments			
1	Irrecoverable VAT	20,846.41	-	20,846.41
	Employee costs	10,437.70	-	10,437.70
	Legal fees	9,479.05	-	9,479.05
	Pre appointment Joint Administrators' fees	6,562.85	-	6,562.85
	Rent	4,480.72	-	4,480.72
	Pre appointment legal fees	4,265.40	-	4,265.40
	IT costs	4,090.00	-	4,090.00
	Storage costs	892.86	193.64	1,086.50
	Postage	519.00	-	519.00
	Waste disposal costs	408.79	-	408.79
	Other professional fees	275.00	-	275.00
	Public notices	35.44	-	35.44
	Security costs	28.80	-	28.80
	Bank charges	0.60	-	0.60
		<hr/>	<hr/>	<hr/>
	Total payments	62,322.62	6,824.15	69,146.77
	Balances in hand	(39,021.06)	(6,823.19)	(45,844.25)
	Represented by:			
2	Cash at bank			12,468.41
3	Interco balance			(59,172.23)
4	VAT receivable / (payable)			859.57
				<hr/>
				(45,844.25)

Notes

1 SLGL is not VAT registered and cannot recover the VAT amounts paid invoiced directly to itself.
 2 All funds are held in interest bearing accounts.
 3 Interco balances represent amounts due from / (to) other Group companies in respect of amounts invoiced to and paid by certain of the Group companies on behalf of other Group companies and subsequently recharged.
 4 VAT liabilities have been prepared on the basis of VAT invoices raised and settled during the Period.
 * This receipts and payments account is shown net of VAT and has been prepared on a cash basis and does not reflect debts not collected or liabilities not paid.

Shearings Group Limited

Statement of affairs estimated to realise (£)	Note	22 May 2020 to 21 May 2021 (£)	22 May 2021 to 21 November 2021 (£)	Cumulative Totals (£)
50,000.00				
		Fixed charge receipts		
		Intellectual property	57,758.77	-
		Bank interest	362.29	0.92
			<u>58,121.06</u>	<u>58,121.98</u>
		Floating charge receipts		
		Microsoft licence	20,000.00	-
		Insurance premium refund	9,649.05	-
		Sundry income	3,711.79	-
		Debtors not subject to fixed charge	571.44	-
		Bank interest	77.16	2.83
			<u>34,009.44</u>	<u>34,012.27</u>
<u>50,000.00</u>	*	Total receipts	<u>92,130.50</u>	<u>92,134.25</u>
		Fixed charge payments		
		Administrators' fees	10,000.00	-
		Agents' fees	1,245.88	-
		Bank charges	13.80	-
		Legal fees	0.37	-
			<u>11,260.05</u>	<u>11,260.05</u>
		Floating charge payments		
		Administrators' fees	85,000.00	-
		Pre appointment legal fees	18,826.54	-
		Employee costs	14,481.27	770.10
		IT costs	14,296.91	-
		Pre appointment Joint Administrators' fees	6,562.85	-
		Legal fees	6,251.49	-
		Rent	4,480.66	-
		Agents' fees	3,000.00	-
		Insurance	-	2,492.60
	1	Storage costs	3,353.53	(2,541.39)
		Postage	519.00	-
		Waste disposal costs	408.82	-
		Bank charges	110.10	1.20
		Public notices	35.42	-
		Security costs	28.80	-
			<u>157,355.39</u>	<u>722.51</u>
	*	Total payments	<u>168,615.44</u>	<u>722.51</u>
		Balances in hand	<u>(76,484.94)</u>	<u>(718.76)</u>
		Represented by:		
	2	Cash at bank		69,361.25
	3	Interc balance		(160,891.21)
	4	VAT receivable / (payable)		14,326.26
				<u>(77,203.70)</u>
Notes				
1 The negative receipt during the latest period represents recharges of storage costs across the Group.				
2 All funds are held in interest bearing accounts.				
3 Interc balances represent amounts due from / (to) other Group companies in respect of amounts invoiced to and paid by certain of the Group companies on behalf of other Group companies and subsequently recharged.				
4 VAT liabilities have been prepared on the basis of VAT invoices raised and settled during the Period.				
* This receipts and payments account is shown net of VAT and has been prepared on a cash basis and does not reflect debts not collected or liabilities not paid.				

Shearings Holidays Limited

Statement of affairs estimated to realise		22 May 2020 to 21 May 2021		22 May 2021 to 21 November 2021		Cumulative Totals	
(£)	Note	(£)	(£)	(£)	(£)	(£)	(£)
	Fixed charge receipts						
225,000.00	Intellectual property	432,916.00		-		432,916.00	
	Bank interest	47.57		-		47.57	
		432,963.57		-		432,963.57	
	Floating charge receipts						
385,076.51	Ticket refunds	219,247.81		-		219,247.81	
	Flight refunds	22,048.33		52,778.81		74,827.14	
80,561.98	Debtors	21,388.50		-		21,388.50	
	Sundry income	7,525.75		-		7,525.75	
	Rates refund	629.00		-		629.00	
20.00	Cash on appointment	288.56		-		288.56	
	Bank interest	48.43		17.52		65.95	
		271,176.38		52,796.33		323,972.71	
690,658.49	*	Total receipts	704,139.95	52,796.33		756,936.28	
	Fixed charge payments						
	Legal fees	22,737.82		-		22,737.82	
	Joint Administrators' fees	20,000.00		-		20,000.00	
	Agents' fees	11,706.66		-		11,706.66	
		54,444.48		-		54,444.48	
	Floating charge payments						
	Joint Administrators' fees	350,000.00		-		350,000.00	
	Employee costs	73,043.54		-		73,043.54	
	Pre appointment Joint Administrators' fees	40,000.00		-		40,000.00	
	IT costs	28,789.08		-		28,789.08	
	Legal fees	22,105.61		-		22,105.61	
	Pre appointment legal fees	8,194.01		-		8,194.01	
	Rent	4,480.66		-		4,480.66	
	Storage costs	892.86		193.64		1,086.50	
	Postage	519.00		-		519.00	
	Waste disposal costs	408.79		-		408.79	
	Public notices	35.44		-		35.44	
	Security costs	28.80		-		28.80	
	Bank charges	5.00		-		5.00	
		528,502.79		193.64		528,696.43	
	Total payments	582,947.27		193.64		583,140.91	
	Balances in hand	121,192.68		52,602.69		173,795.37	
	Represented by:						
1	Cash at bank					399,514.48	
2	Interco balance					(238,862.14)	
3	VAT receivable / (payable)					13,143.03	
						173,795.37	

Notes

- 1 All funds are held in interest bearing accounts.
- 2 Interco balances represent amounts due from / (to) other Group companies in respect of amounts invoiced to and paid by certain of the Group companies on behalf of other Group companies and subsequently recharged.
- 3 VAT liabilities have been prepared on the basis of VAT invoices raised and settled during the Period.
* This receipts and payments account is shown net of VAT and has been prepared on a cash basis and does not

Shearings Limited

Statement of affairs estimated to realise	Note	22 May 2020 to 21 May 2021	22 May 2021 to 21 November 2021	Cumulative Totals
(£)		(£)	(£)	(£)
Fixed charge receipts				
7,000,000.00		12,030,294.41	-	12,030,294.41
25,000		23,028.00	-	23,028.00
		1,702.96	80.54	1,783.50
		12,055,025.37	80.54	12,055,105.91
Floating charge receipts				
86,362.21		47,500.00	-	47,500.00
5,000.00		19,196.67	-	19,196.67
		-	10,261.55	10,261.55
2,000.00		5,700.00	-	5,700.00
		4,004.47	-	4,004.47
		3,835.92	-	3,835.92
242,861.66		2,771.00	-	2,771.00
		-	735.00	735.00
		428.37	-	428.37
		181.15	-	181.15
		4.36	2.38	6.74
		83,621.94	10,998.93	94,620.87
7,361,223.87	*	12,138,647.31	11,079.47	12,149,726.78
Total receipts				
Fixed charge payments				
		7,100,000.00	3,016,800.00	10,116,800.00
		159,638.94	-	159,638.94
		140,000.00	-	140,000.00
		49,281.61	-	49,281.61
		31,110.98	-	31,110.98
		20,075.00	-	20,075.00
		30.60	11.00	41.60
		7,500,137.13	3,016,811.00	10,516,948.13
Floating charge payments				
		200,000.00	-	200,000.00
		139,940.45	1,401.59	141,342.04
		50,997.89	-	50,997.89
		40,000.00	-	40,000.00
		-	29,290.60	29,290.60
		25,170.00	-	25,170.00
		13,029.32	-	13,029.32
		-	11,625.28	11,625.28
		8,277.59	-	8,277.59
		4,674.76	-	4,674.76
		4,480.66	-	4,480.66
		2,450.58	-	2,450.58
		124.27	962.23	1,086.50
		745.04	-	745.04
		519.00	-	519.00
		508.93	-	508.93
		408.79	-	408.79
		89.82	0.60	90.42
		35.44	-	35.44
		491,452.54	43,280.30	534,732.84
*	Total payments	7,991,589.67	3,060,091.30	11,051,680.97
Balances in hand				
		4,147,057.64	(3,049,011.83)	1,098,045.81
Represented by:				
2	Cash at bank			1,152,264.89
3	Intercos balance			2,219,819.69
4	VAT receivable / (payable)			(2,274,038.77)
				1,098,045.81
Notes				
1	All funds are held in interest bearing accounts.			
2	Intercos balances represent amounts due from / (to) other Group companies in respect of amounts invoiced to and paid by certain of the Group companies on behalf of other Group companies and subsequently recharged.			
3	VAT liabilities have been prepared on the basis of VAT invoices raised and settled			
*	This receipts and payments account is shown net of VAT and has been prepared on a cash basis and does not reflect debts not collected or			

National Holidays Tours Limited

Statement of affairs estimated to realise		22 May 2020 to 21 May 2021	22 May 2021 to 21 November 2021	Cumulative Totals
(£)	Note	(£)	(£)	(£)
Fixed charge receipts				
300,000.00		Intellectual property	836,707.00	-
		Goodwill	6,653.00	-
		Bank interest	65.14	29.52
			843,425.14	29.52
				843,454.66
Floating charge receipts				
1,085,405.96		Ticket refunds	1,387,801.52	49,920.10
153,262.79		Debtors	33,080.33	200.00
		Overseas Tax Refund	-	21,519.61
		Rates refund	8,381.00	-
	1	Unallocated receipt	5,100.84	-
4,220.00		Cash on appointment	739.10	-
		Bank interest	91.40	72.18
			1,435,194.19	71,711.89
				1,506,906.08
1,242,888.75	*	Total receipts	2,278,619.33	71,741.41
Fixed charge payments				
		Secured creditor distribution	-	583,200.00
		Administrators' fees	75,000.00	-
		Legal fees	30,821.03	-
		Agents' fees	22,806.34	-
		Bank charges	5.00	-
			128,632.37	583,200.00
				711,832.37
Floating charge payments				
		Administrators' fees	275,000.00	-
		Employee costs	75,116.06	-
		IT costs	23,845.20	-
		Pre appointment Joint Administrators' fees	20,000.00	-
		Legal fees	14,899.38	-
		Rent	13,647.88	-
		Pre appointment legal fees	10,540.18	-
		Storage costs	892.86	193.64
		Postage	519.00	-
		Waste disposal costs	408.79	-
		Insurance	-	150.51
		Public notices	35.44	-
		Property Holding costs	28.80	-
		Sundry expenses	25.00	-
		Bank charges	0.60	0.30
			434,959.19	344.45
				435,303.64
	*	Total payments	563,591.56	583,544.45
		Balances in hand	1,715,027.77	(511,803.04)
				1,203,224.73
Represented by:				
2		Cash at bank		1,516,586.71
3		Interco balance		(239,215.83)
4		VAT receivable / (payable)		(74,146.15)
				1,203,224.73

Notes

1 Unallocated receipts represents amounts received into NHTL's bank accounts awaiting remittance advice.
 2 All funds are held in interest bearing accounts.
 3 Interco balances represent amounts due from / (to) other Group companies in respect of amounts invoiced to and paid by certain of the Group companies on behalf of other Group companies and subsequently recharged.
 4 VAT liabilities have been prepared on the basis of VAT invoices raised and settled during the Period.
 * This receipts and payments account is shown net of VAT and has been prepared on a cash basis and does not reflect debts not collected or liabilities not paid.

National Holidays Limited

Statement of affairs estimated to realise		Note (£)	22 May 2020 to 21 May 2021	22 May 2021 to 21 November 2021	Cumulative Totals (£)
Fixed charge receipts	Floating charge receipts		(£)	(£)	
1,330.00	Floating charge receipts				
	Motor vehicles	17,352.50	-		17,352.50
	Stock	15,400.00	-		15,400.00
	Road licence refund	2,338.85	-		2,338.85
	Sundry income	225.61	-		225.61
	Bank interest	1.69	1.76		3.45
		35,318.65	1.76		35,320.41
1,330.00	*	Total receipts	35,318.65	1.76	35,320.41
	Fixed charge payments				
	Legal fees	557.61			557.61
		557.61			557.61
	Floating charge payments				
	Administrators' fees	150,000.00	-		150,000.00
	Employee costs	75,103.69	43.47		75,147.16
	Legal fees	15,815.63	-		15,815.63
	Other professional fees	15,010.00	-		15,010.00
	IT costs	13,029.35	-		13,029.35
	Agents fees	10,848.12	-		10,848.12
	Pre appointment Joint Administrators' fees	6,562.85	-		6,562.85
	Pre appointment legal fees	4,674.76	-		4,674.76
	Rent	4,480.66	-		4,480.66
	Rates	3,537.01	-		3,537.01
	Storage costs	892.86	193.64		1,086.50
	Waste disposal costs	858.80	-		858.80
	Postage	840.00	-		840.00
	Insurance	-	150.51		150.51
	Sundry expenses	95.00	-		95.00
	Electricity	-	65.80		65.80
	Bank charges	53.40	3.30		56.70
	Public notices	35.44	-		35.44
	Security costs	28.80	-		28.80
		301,866.37	456.72		302,323.09
*	Total payments	302,423.98	456.72		302,880.70
Balances in hand		(267,105.33)	(454.96)		(267,560.29)
Represented by:					
1	Cash at bank				34,786.38
2	Interco balances				(344,901.27)
3	VAT receivable / (payable)				42,554.60
					(267,560.29)

Notes

Notes

- 1 All funds are held in interest bearing accounts.
- 2 Interco balances represent amounts due from / (to) other Group companies in respect of amounts invoiced to and paid by certain of the Group companies on behalf of other Group companies and subsequently recharged.
- 3 VAT liabilities have been prepared on the basis of VAT invoices raised and settled during the Period.

* This receipts and payments account is shown net of VAT and has been prepared on a cash basis and does not reflect debts not collected or liabilities not paid.

Wallace Arnold Travel Limited

Statement of affairs estimated to realise	Note	22 May 2020 to 21 May 2021	22 May 2021 to 21 November 2021	Cumulative Totals
(£)	(£)	(£)	(£)	(£)
	Fixed charge receipts			
	Intellectual property	4.00	-	4.00
	Goodwill	1.00	-	1.00
		<u>5.00</u>	<u>-</u>	<u>5.00</u>
	Floating charge receipts			
15,836.50	Office Equipment	15,000.00	-	15,000.00
186,174.67	Cash at appointment	8,375.00	-	8,375.00
	Bank interest	0.57	0.68	1.25
		<u>23,375.57</u>	<u>0.68</u>	<u>23,376.25</u>
<u>202,011.17</u>	* Total receipts	<u>23,380.57</u>	<u>0.68</u>	<u>23,381.25</u>
	Fixed charge payments			
	Legal fees	1.84	-	1.84
		<u>1.84</u>	<u>-</u>	<u>1.84</u>
	Floating charge payments			
	Administrators' fees	120,000.00	-	120,000.00
	IT costs	24,699.08	-	24,699.08
	Legal fees	20,518.66	-	20,518.66
	Employee costs	12,809.61	-	12,809.61
	Agents' fees	10,566.35	-	10,566.35
	Pre appointment Joint Administrators' fees	6,562.85	-	6,562.85
	Pre appointment legal fees	6,434.38	-	6,434.38
	Rent	4,480.66	-	4,480.66
	Storage costs	892.86	193.64	1,086.50
	Postage	519.00	-	519.00
	Waste disposal costs	408.79	-	408.79
	Public notices	35.44	-	35.44
	Security costs	28.80	-	28.80
		<u>207,956.48</u>	<u>193.64</u>	<u>208,150.12</u>
	* Total payments	<u>207,958.32</u>	<u>193.64</u>	<u>208,151.96</u>
	Balances in hand	<u>(184,577.75)</u>	<u>(192.96)</u>	<u>(184,770.71)</u>
	Represented by:			
2	Cash at bank			13,702.63
3	Interco balance			(23,066.74)
4	VAT receivable / (payable)			34,593.40
				<u>(184,770.71)</u>

Notes

- 1 All funds are held in interest bearing accounts.
- 2 Interco balances represent amounts due from / (to) other Group companies in respect of amounts invoiced to and paid by certain of the Group companies on behalf of other Group companies and subsequently recharged.
- 3 VAT liabilities have been prepared on the basis of VAT invoices raised and settled during the Period.

* This receipts and payments account is shown net of VAT and has been prepared on a cash basis and does not reflect debts not collected or liabilities not paid.

UK Breakaways Limited

Statement of affairs estimated to realise (£)	Note	22 May 2020 to 21 May 2021	22 May 2021 to 21 November 2021	Cumulative Totals (£)
		(£)	(£)	
Fixed charge receipts				
Intellectual property		15,307.00	-	15,307.00
Goodwill		1,327.00	-	1,327.00
Bank interest		2.15	0.99	3.14
		16,636.15	0.99	16,637.14
Floating charge receipts				
Prepayments		-	8,224.80	8,224.80
Cash on appointment		-	383.42	383.42
Bank interest		-	0.03	0.03
		-	8,608.25	8,608.25
- * Total receipts		16,636.15	8,609.24	25,245.39
Fixed charge payments				
Legal fees		6,107.72	-	6,107.72
Agents' fees		449.93	-	449.93
		6,557.65	-	6,557.65
Floating charge payments				
Administrators' fees		75,000.00	-	75,000.00
IT costs		21,013.70	-	21,013.70
Employee costs		15,156.90	-	15,156.90
Pre appointment Joint Administrators' fees		6,562.85	-	6,562.85
Legal fees		6,107.72	-	6,107.72
Pre appointment legal fees		5,261.30	-	5,261.30
Rent		4,480.66	-	4,480.66
Storage costs		892.86	193.64	1,086.50
Postage		840.00	-	840.00
Waste disposal costs		408.79	-	408.79
Public notices		35.44	-	35.44
Security costs		28.80	-	28.80
		136,783.41	193.64	136,977.05
* Total payments		143,341.06	193.64	143,534.70
Balances in hand		(126,704.91)	8,415.60	(118,289.31)
Represented by:				
2	Cash at bank			28,572.19
3	Interco balance			(166,855.37)
4	VAT receivable / (payable)			19,993.87
				(118,289.31)

Notes

Notes

- 1 All funds are held in interest bearing accounts.
- 2 Interco balances represent amounts due from / (to) other Group companies in respect of amounts invoiced to and paid by certain of the Group companies on behalf of other Group companies and subsequently recharged.
- 3 VAT liabilities have been prepared on the basis of VAT invoices raised and settled during the Period.

* This receipts and payments account is shown net of VAT and has been prepared on a cash basis and does not reflect debts not collected or liabilities not paid.

Appendix C

Summary of Joint Administrators' expenses incurred in the Period and a comparison to the initial estimate dated 3 July 2020 ("Original Expense Estimate")

Specialist Leisure Group Limited

Type of Expense	Per Original Estimate (£)	Paid in Previous Periods (£)	Paid in Period (£)	Estimated Future (£)	Total (£)
Payments made from the estate which are not disbursements (Note 1)					
Property costs	15,837.78	4,480.72	-	-	4,480.72
Security holding costs	-	28.80	-	-	28.80
Insurance	4,000.00	-	6,630.51	-	6,630.51
IT	6,000.00	4,090.00	-	-	4,090.00
Employee costs	7,139.51	10,437.70	-	-	10,437.70
ERA solutions costs	-	275.00	-	-	275.00
Legal fees	10,000.00	9,479.05	-	2,371.00	11,850.05
Legal fees relating to the appointment	2,335.16	2,501.84	-	-	2,501.84
Storage costs	1,000.00	892.86	193.64	41.00	1,127.50
Waste disposal costs	-	408.79	-	-	408.79
Public notices	-	35.44	-	-	35.44
Bank charges	-	0.60	-	-	0.60
Irrecoverable VAT	-	20,846.41	-	-	20,846.41
Postage	-	519.00	-	4,360.00	4,879.00
	46,312.45	53,996.21	6,824.15	6,772.00	67,592.36
Category 1 disbursements (Note 2)					
Travel costs (exc. Mileage)	400.00	-	-	-	-
Specific bond	40.00	10.00	-	-	10.00
Postage and printing	69.75	61.85	-	-	61.85
	509.75	71.85	-	-	71.85
Category 2 disbursements (Note 2)					
Mileage	250.00	-	-	250.00	250.00
	250.00	-	-	250.00	250.00
Pre-administration costs unpaid as at date of administration					
	10,657.63	10,828.25	-	-	10,828.25
Total	57,729.83	64,896.31	6,824.15	7,022.00	78,742.46

Expenses exceeding Original Estimate

Cost category	Explanation of negative expense variance
Security holding costs	A central cost recharged across the Group, incurred to ensure properties were secured and safe for the benefit of all administrations.
Employee costs	Initial estimates exceeded given the necessity to retain senior members of staff for longer than anticipated to ensure complexities of the administration were managed appropriately.
ERA solutions costs	Staff levels in SLGL not previously accounted for. Costs subsequently incurred to assist with any redundancy related queries.
Legal fees	Higher than initially anticipated given the increased complexity of various workstreams
Legal fees relating to the appointment	Marginal higher than initially estimated once final billing reconciled and processed.
Waste disposal costs	Costs relating to site clearance, which was more complex than initially anticipated given the widespread nature of the Companies' records.
Public notices	Costs incurred to meet statutory obligations not previously reported.
Bank charges	Costs incurred to ensure certain payments were made to meet certain processing requirements (i.e. time).

Irrecoverable VAT	VAT incurred on costs which were unable to be recharged across the Group. Given SLGL is not a VAT registered company, there is an inability to recover the VAT on such costs.
Postage	Costs incurred for mail redirections.

Shearings Group Limited

Type of Expense	Per Original Estimate (£)	Paid in Previous Periods (£)	Paid in Period (£)	Estimated Future (£)	Total (£)
Payments made from the estate which are not disbursements (Note 1)					
Property costs	15,837.78	4,480.66	-	-	4,480.66
Security holding costs	-	28.80	-	-	28.80
Insurance	4,000.00	-	2,492.60	-	2,492.60
IT	12,808.33	14,296.91	-	-	14,296.91
Employee costs	10,931.10	14,481.27	770.10	-	15,251.37
Legal fees	40,000.00	3,750.04	-	1,493.00	5,243.04
Legal fees relating to the appointment	2,335.16	2,501.82	-	-	2,501.82
Agent costs	-	4,245.88	-	-	4,245.88
Storage costs	1,000.00	3,353.53	(2,541.39)	41.00	853.14
Waste disposal costs	-	408.82	-	-	408.82
Public notices	-	35.42	-	-	35.42
Bank charges	-	123.90	1.20	-	125.10
Postage	-	519.00	-	4,360.00	4,879.00
	86,912.37	48,226.05	722.51	5,894.00	54,842.56
Category 1 disbursements (Note 2)					
Travel costs (exc. Mileage)	400.00	-	-	400.00	400.00
Specific bond	10.00	10.00	-	-	10.00
Postage and printing	67.40	328.38	-	-	328.38
	477.40	338.38	-	400.00	738.38
Category 2 disbursements (Note 2)					
Mileage	250.00	18.00	-	232.00	250.00
	250.00	18.00	-	232.00	250.00
Pre-administration costs unpaid as at date of administration					
	24,636.33	25,389.39	-	-	25,389.39
Total	112,276.10	73,971.82	722.51	6,526.00	81,220.33

Expenses exceeding Original Estimate

Cost category	Explanation of negative expense variance
Security holding costs	A central cost recharged across the Group, incurred to ensure properties were secured and safe for the benefit of all administrations.
IT	Costs associated with ensuring operational continuity was maintained to facilitate completion of information gathering excercises to assist with statutory duties and asset realisation strategies.
Employee costs	Initial estimates exceeded given the necessity to retain certain members of staff for longer than anticipated to ensure complexities of the administration were managed appropriately.
Legal fees relating to the appointment	Marginally higher than initially estimated once final billing reconciled and processed.
Agents' costs	Costs incurred in relation to successful asset realisations from Microsoft Licences and IP sales (detailed in the report).
Storage costs	Costs relating to storage yet to be apportioned across the Group.
Waste disposal costs	Costs relating to site clearance, which was more complex than initially anticipated given the widespread nature of the Companies records.
Public notices	Costs incurred to meet statutory obligations not previously reported.
Bank charges	Costs incurred to ensure certain payments were made to meet certain processing requirements (i.e. time).
Postage	Costs incurred for mail redirections.

Shearings Holidays Limited

Type of Expense	Per Original Estimate (£)	Paid in Previous Periods (£)	Paid in Period (£)	Estimated Future (£)	Total (£)
Payments made from the estate which are not disbursements (Note 1)					
Property costs	15,837.78	4,480.66	-	-	4,480.66
Security holding costs	-	28.80	-	-	28.80
Insurance	4,000.00	-	-	-	-
IT	35,251.19	28,789.08	-	-	28,789.08
Employee costs	94,028.17	73,043.54	-	-	73,043.54
Legal fees	30,000.00	42,341.61	-	7,645.00	49,986.61
Legal fees relating to the appointment	2,335.16	2,501.82	-	-	2,501.82
Agent costs	-	11,706.66	-	-	11,706.66
Storage costs	1,000.00	892.86	193.64	41.00	1,127.50
Waste disposal costs	-	408.79	-	-	408.79
Public notices	-	35.44	-	-	35.44
Postage	-	519.00	-	4,360.00	4,879.00
Bank Charges	-	5.00	-	-	5.00
	182,452.30	164,753.26	193.64	12,046.00	176,992.90
Category 1 disbursements (Note 2)					
Travel costs (exc. Mileage)	400.00	-	-	400.00	400.00
Specific bond	10.00	10.00	-	-	10.00
Postage and printing	13,770.27	11,990.93	1,485.77	-	13,476.70
	14,180.27	12,000.93	1,485.77	400.00	13,886.70
Category 2 disbursements (Note 2)					
Mileage	250.00	-	-	-	-
	250.00				
Pre-administration costs unpaid as at date of administration					
	47,866.25	48,194.01	-	-	48,194.01
Total	244,748.82	224,948.20	1,679.41	12,446.00	239,073.61

Expenses exceeding Original Estimate

Cost category	Explanation of negative expense variance
Security holding costs	A central cost recharged across the Group, incurred to ensure properties were secured and safe for the benefit of all administrations.
Legal fees	Higher than initially anticipated given the increased complexity of various workstreams, specifically managing customers appropriately and advice with regard to pursuing debtor balances.
Legal fees relating to the appointment	Marginally higher than initially estimated once final billing reconciled and processed.
Agents' costs	Costs incurred in relation to successful asset realisations from IP sales (detailed in the report).
Waste disposal costs	Costs relating to site clearance, which was more complex than initially anticipated given the widespread nature of the Companies records.
Public notices	Costs incurred to meet statutory obligations not previously reported.
Postage	Costs incurred for mail redirections.

Shearings Limited

Type of Expense	Per Original Estimate (£)	Paid in Previous Periods (£)	Paid in Period (£)	Estimated Future (£)	Total (£)
Payments made from the estate which are not disbursements (Note 1)					
Property costs	45,913.78	27,006.24	11,625.28	-	38,631.52
Security holding costs	50,000.00	49,790.54	-	-	49,790.54
Insurance	24,000.00	-	29,290.60	-	29,290.60
IT	28,667.86	13,029.32	-	-	13,029.32
Employee costs	179,227.66	139,940.45	1,401.59	-	141,342.04
ERA solutions costs	20,000.00	25,170.00	-	-	25,170.00
Legal fees	60,000.00	36,886.75	-	6,371.00	43,257.75
Legal fees relating to the appointment	2,335.16	2,501.82	-	-	2,501.82
Agent costs	121,066.67	210,636.83	-	-	210,636.83
Storage costs	1,000.00	124.27	962.23	41.00	1,127.50
Waste disposal costs	-	408.79	-	-	408.79
Public notices	-	35.44	-	-	35.44
Repayment of charitable donations	-	745.04	-	-	745.04
Bank charges	-	120.42	0.60	-	121.02
Postage	-	519.00	-	4,360.00	4,879.00
	532,211.13	506,914.91	43,280.30	10,772.00	560,967.21
Category 1 disbursements (Note 2)					
Travel costs (exc. Mileage)	400.00	-	-	400.00	400.00
Specific bond	105.00	105.00	-	-	105.00
Postage and printing	139.50	1,471.89	14.45	-	1,486.34
	644.50	1,576.89	14.45	400.00	1,991.34
Category 2 disbursements (Note 2)					
Mileage	250.00	89.10	-	160.90	250.00
	250.00	89.10	-	160.90	250.00
Pre-administration costs unpaid as at date of administration					
	44,487.77	44,674.76	-	-	44,674.76
Total	577,593.40	553,255.66	43,294.75	11,332.90	607,883.31

Expenses exceeding Original Estimate

Cost category	Explanation of negative expense variance
ERA solutions costs	Costs associated with helping staff process redundancy claims. Staff levels were higher than originally anticipated.
Legal fees relating to the appointment	Marginally higher than initially estimated once final billing reconciled and processed.
Agents' costs	Agents' costs associated with freehold sales were linked to a % of realisations, and were higher as actual realisations were materially higher than initial expectations.
Waste disposal costs	Costs relating to site clearance, which was more complex than initially anticipated given the widespread nature of the Companies records.
Public notices	Costs incurred to meet statutory obligations not previously reported.
Repayment of charitable donations	Monies identified as being collected for charity were paid onwards to said charity.
Bank charges	Costs incurred to ensure certain payments were made to meet certain processing requirements (i.e. time).
Postage	Costs incurred for mail redirections.

National Holidays Tours Limited

Type of Expense	Per Original Estimate (£)	Paid in Previous Periods (£)	Paid in Period (£)	Estimated Future (£)	Total (£)
Payments made from the estate which are not disbursements (Note 1)					
Property costs	45,913.78	13,647.88	-	-	13,647.88
Security holding costs	5,000.00	28.80	-	-	28.80
Insurance	4,000.00	-	150.51	-	150.51
IT	43,501.19	23,845.20	-	-	23,845.20
Employee costs	67,550.84	75,116.06	-	-	75,116.06
Legal fees	60,000.00	43,218.59	-	12,087.00	55,305.59
Legal fees relating to the appointment	2,335.16	2,501.82	-	-	2,501.82
Agent costs	5,000.00	22,806.34	-	-	22,806.34
Storage costs	1,000.00	892.86	193.64	41.00	1,127.50
Waste disposal costs	-	408.79	-	-	408.79
Public notices	-	35.44	-	-	35.44
Sundry expenses	-	25.00	-	-	25.00
Postage	-	519.00	-	4,360.00	4,879.00
Bank Charges	-	5.60	0.30	-	5.90
	234,300.97	183,051.38	344.45	16,488.00	199,883.83
Category 1 disbursements (Note 2)					
Travel costs (exc. Mileage)	400.00	-	-	-	-
Specific bond	10.00	10.00	-	-	10.00
Postage and printing	11,871.50	11,058.20	1,407.07	-	12,465.27
	12,281.50	11,068.20	1,407.07	-	12,475.27
Category 2 disbursements (Note 2)					
Mileage	250.00	89.10	-	160.90	250.00
	250.00	89.10	-	160.90	250.00
Pre-administration costs unpaid as at date of administration					
	30,118.57	30,540.18	-	-	30,540.18
Total	276,951.04	224,748.86	1,751.52	16,648.90	243,149.28

Expenses exceeding Original Estimate

Cost category	Explanation of negative expense variance
Security holding costs	A central cost recharged across the Group, incurred to ensure properties were secured and safe for the benefit of all administrations.
Employee costs	Initial estimates exceeded given the necessity to retain certain members of staff for longer than anticipated to ensure complexities of the administration were managed appropriately.
Legal fees relating to the appointment	Marginally higher than initially estimated once final billing reconciled and processed.
Agents' costs	Costs incurred in relation to successful asset realisations from IP sales (detailed in the report).
Waste disposal costs	Costs relating to site clearance, which was more complex than initially anticipated given the widespread nature of the Companies records.
Public notices	Costs incurred to meet statutory obligations not previously reported.
Sundry expenses	Adhoc expenses incurred relating to ensuring continuity of operations as required.
Postage	Costs incurred for mail redirections.

National Holidays Limited

Type of Expense	Per Original Estimate (£)	Paid in Previous Periods (£)	Paid in Period (£)	Estimated Future (£)	Total (£)
Payments made from the estate which are not disbursements (Note 1)					
Property costs	45,913.78	8,017.67	65.80	-	8,083.47
Security holding costs	5,000.00	28.80	-	-	28.80
Insurance	8,000.00	-	150.51	-	150.51
IT	14,676.19	13,029.35	-	-	13,029.35
Employee costs	74,441.99	75,103.69	43.47	-	75,147.16
ERA solutions costs	20,000.00	15,010.00	-	-	15,010.00
Legal fees	10,000.00	13,871.42	-	2,371.00	16,242.42
Legal fees relating to the appointment	2,335.16	2,501.82	-	-	2,501.82
Agent costs	3,266.67	10,848.12	-	-	10,848.12
Storage costs	1,000.00	892.86	193.64	41.00	1,127.50
Waste disposal costs	-	858.80	-	-	858.80
Public notices	-	35.44	-	-	35.44
Sundry expenses	-	95.00	-	-	95.00
Bank charges	-	53.40	3.30	-	56.70
Postage	-	840.00	-	4,360.00	5,200.00
	184,633.79	141,186.37	456.72	6,772.00	148,415.09
Category 1 disbursements (Note 2)					
Travel costs (exc. Mileage)	400.00	-	-	400.00	400.00
Specific bond	40.00	40.00	-	-	40.00
Postage and printing	139.50	1,412.60	0.66	-	1,413.26
	579.50	1,452.60	0.66	400.00	1,853.26
Category 2 disbursements (Note 2)					
Mileage	250.00	-	-	-	-
	250.00				
Pre-administration costs unpaid as at date of administration					
	11,050.62	11,237.61	-	-	11,237.61
Total	196,513.91	153,876.58	457.38	7,172.00	161,505.96

Expenses exceeding Original Estimate

Cost category	Explanation of negative expense variance
Employee costs	Initial estimates exceeded given the necessity to retain certain members of staff for longer than anticipated to ensure complexities of the administration were managed appropriately.
Legal fees	Higher than initially anticipated given the increased complexity of various workstreams, specifically managing customers appropriately and obligations with regard to certain interchange site clearance activity.
Legal fees relating to the appointment	Marginally higher than initially estimated once final billing reconciled and processed.
Agents' fees	Costs incurred in relation to successful asset realisations from stock and motor vehicle sales (detailed in the report).
Waste disposal costs	Costs relating to site clearance, which was more complex than initially anticipated given the widespread nature of the Companies records.
Public notices	Costs incurred to meet statutory obligations not previously reported.
Sundry expenses	Adhoc expenses incurred relating to ensuring continuity of operations as required.
Bank charges	Costs incurred to ensure certain payments were made to meet certain processing requirements (i.e. time).
Postage	Costs incurred for mail redirections.

Wallace Arnold Travel Limited

Type of Expense	Per Original Estimate (£)	Paid in Previous Periods (£)	Paid in Period (£)	Estimated Future (£)	Total (£)
Payments made from the estate which are not disbursements (Note 1)					
Property costs	15,837.78	4,480.66	-	-	4,480.66
Security holding costs	-	28.80	-	-	28.80
Insurance	4,000.00	-	-	-	-
IT	37,876.19	24,699.08	-	-	24,699.08
Employee costs	15,998.17	12,809.61	-	-	12,809.61
Legal fees	10,000.00	18,016.84	-	1,493.00	19,509.84
Legal fees relating to the appointment	2,335.16	2,501.82	-	-	2,501.82
Agent costs	3,266.67	10,566.35	-	-	10,566.35
Storage costs	1,000.00	892.86	193.64	41.00	1,127.50
Waste disposal costs	-	408.79	-	-	408.79
Public notices	-	35.44	-	-	35.44
Postage	-	519.00	-	4,360.00	4,879.00
	90,313.97	74,959.25	193.64	5,894.00	81,046.89
Category 1 disbursements (Note 2)					
Travel costs (exc. Mileage)	400.00	-	-	-	-
Specific bond	10.00	10.00	-	-	10.00
Postage and printing	3,946.16	3,103.31	-	-	3,103.31
	4,356.16	3,113.31	-	-	3,113.31
Category 2 disbursements (Note 2)					
Mileage	250.00	-	-	-	-
	250.00	-	-	-	-
Pre-administration costs unpaid as at date of administration					
	12,739.86	12,997.23	-	-	12,997.23
Total	107,659.99	91,069.79	193.64	5,894.00	97,157.43

Expenses exceeding Original Estimate

Cost category	Explanation of negative expense variance
Security holding costs	A central cost recharged across the Group, incurred to ensure properties were secured and safe for the benefit of all administrations.
Legal fees	Higher than initially anticipated given the increased complexity of various workstreams, specifically managing customers appropriately.
Legal fees relating to the appointment	Marginally higher than initially estimated once final billing reconciled and processed.
Agents' fees	Costs incurred in relation to successful asset realisations from modular unit sales and site clearance activities generally (detailed in the report).
Waste disposal costs	Costs relating to site clearance, which was more complex than initially anticipated given the widespread nature of the Companies records.
Public notices	Costs incurred to meet statutory obligations not previously reported.
Postage	Costs incurred for mail redirections.

UK Breakaways Limited

Type of Expense	Per Original Estimate (£)	Paid in Previous Periods (£)	Paid in Period (£)	Estimated Future (£)	Total (£)
Payments made from the estate which are not disbursements (Note 1)					
Property costs	15,837.78	4,480.66	-	-	4,480.66
Security holding costs	-	28.80	-	-	28.80
Insurance	4,000.00	-	-	-	-
IT	39,776.19	21,013.70	-	-	21,013.70
Employee costs	28,913.78	15,156.90	-	-	15,156.90
Legal fees	20,000.00	10,708.01	-	1,493.00	12,201.01
Legal fees relating to the appointment	2,335.16	2,501.82	-	-	2,501.82
Agent costs	-	449.93	-	-	449.93
Storage costs	1,000.00	892.86	193.64	-	1,086.50
Waste disposal costs	-	408.79	-	-	408.79
Public notices	-	35.44	-	-	35.44
Postage	-	840.00	-	4,360.00	5,200.00
	111,862.91	56,516.91	193.64	5,853.00	62,563.55
Category 1 disbursements (Note 2)					
Travel costs (exc. Mileage)	400.00	-	-	-	-
Specific bond	10.00	10.00	-	-	10.00
Postage and printing	3,932.92	3,658.84	-	-	3,658.84
	4,342.92	3,668.84	-	-	3,668.84
Category 2 disbursements (Note 2)					
Mileage	250.00	-	-	-	-
	250.00	-	-	-	-
Pre-administration costs unpaid as at date of administration					
	11,613.70	11,824.15	-	-	11,824.15
Total	128,069.53	72,009.90	193.64	5,853.00	78,056.54

Expenses exceeding Original Estimate

Cost category	Explanation of negative expense variance
Security holding costs	A central cost recharged across the Group, incurred to ensure properties were secured and safe for the benefit of all administrations.
Legal fees relating to the appointment	Marginally higher than initially estimated once final billing reconciled and processed.
Agents' cost	Costs incurred in relation to successful asset realisations from IP sales (detailed in the report).
Waste disposal costs	Costs relating to site clearance, which was more complex than initially anticipated given the widespread nature of the Companies records.
Public notices	Costs incurred to meet statutory obligations not previously reported.
Postage	Costs incurred for mail redirections.

Further Explanatory Notes:

1. SIP 9 defines expenses as amounts properly payable from the insolvency estate which are not otherwise categorised as office holders' remuneration or distributions to creditors.
2. 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; and
 - 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.

Appendix D

Summary of Joint Administrators' time costs incurred in the Period and a comparison with the Fee Estimate

Specialist Leisure Group Limited (in Administration)

	Per Fee Estimate			Actual in this report period			Total actual to date		
	Total hours	Total costs (£)	Average rate (£)	Total hours	Total costs (£)	Average rate (£)	Total hours	Total costs (£)	Average rate (£)
Administration & Planning	72.4	25,887.0	358	26.9	9,129.10	339	117.1	43,119.8	368
Creditors	101.9	27,243.8	267	3.1	781.20	252	96.8	22,749.5	235
Customers & Bonds	0.4	134.7	337	-	-	-	-	-	-
Employees	6.1	3,260.9	535	-	-	-	6.1	3,132.0	513
Environmental Issues	2.8	1,489.6	532	-	-	-	-	-	-
Immediate Tasks	30.2	8,412.6	279	-	-	-	30.7	6,058.0	197
Investigation & CDDA	27.6	8,203.5	297	-	-	-	27.6	9,558.1	346
Job Acceptance & Strategy	3.1	1,105.0	356	-	-	-	3.1	1,026.0	331
Legal Issues	-	-	-	-	-	-	4.0	1,260.0	315
Members	6.2	4,555.8	735	-	-	-	-	-	-
Other Matters	19.3	7,902.0	409	1.5	333.00	222	20.4	8,145.0	399
Property	13.5	5,219.8	387	-	-	-	13.5	6,426.0	476
Public Relations Issues	1.9	1,594.0	839	-	-	-	1.9	1,594.0	839
Realisations of Assets	2.5	745.5	298	-	-	-	2.5	675.0	270
Reporting	42.2	21,735.2	515	7.4	2,992.40	404	43.9	23,778.9	542
Statutory Duties	98.3	32,235.8	328	9.1	2,448.20	269	101.3	34,220.2	338
Trading	17.4	6,715.7	386	-	-	-	17.4	6,544.5	376
VAT & Taxation	7.0	2,932.4	419	12.3	4,260.50	346	21.8	7,840.4	360
Total	452.8	159,373	352	60.3	19,944	331	508.1	176,127	347

Shearings Group Limited (in Administration)

	Per Fee Estimate			Actual in this report period			Total actual to date		
	Total hours	Total costs (£)	Average rate (£)	Total hours	Total costs (£)	Average rate (£)	Total hours	Total costs (£)	Average rate (£)
Administration & Planning	238.4	76,738.3	322	70.7	31,732.60	449	350.9	130,463.2	372
Creditors	107.3	31,295.5	292	2.6	806.20	310	114.2	33,583.1	294
Customers & Bonding	0.9	310.0	344	-	-	-	-	-	-
Employees	-	-	-	-	-	-	6.1	3,518.5	577
Immediate Tasks	37.5	11,558.5	308	-	-	-	37.5	8,223.0	219
Investigation & CDDA	28.2	8,244.3	292	-	-	-	28.5	9,860.2	346
Job Acceptance & Strategy	2.6	955.9	368	-	-	-	2.6	891.0	343
Legal Issues	2.6	1,264.2	486	4.5	2,340.00	520	5.8	3,224.0	556
Members	3.2	2,295.5	717	-	-	-	-	-	-
Other Matters	21.2	8,111.7	383	-	-	-	16.8	6,342.0	378
Property	11.4	3,399.6	298	-	-	-	11.4	4,600.5	404
Reporting	75.3	30,144.9	400	8.4	3,512.40	418	79.0	34,267.9	434
Retention of Title	-	-	-	-	-	-	-	-	-
Sale of Business	19.5	12,910.0	662	-	-	-	19.5	12,910.0	662
Statutory Duties	76.8	29,184.8	380	10.3	4,359.20	423	81.1	32,811.4	405
Trading	48.0	21,570.0	449	-	-	-	48.0	22,264.5	464
VAT & Taxation	52.5	23,382.7	445	15.0	5,766.50	384	55.4	27,680.4	500
Total	725.4	261,366	360	111.5	48,517	435	856.8	330,640	386

Shearings Holidays Limited (in Administration)

	Per Fee Estimate			Actual in this report period			Total actual to date		
	Total hours	Total costs (£)	Average rate (£)	Total hours	Total costs (£)	Average rate (£)	Total hours	Total costs (£)	Average rate (£)
Administration & Planning	136.9	56,201.7	411	52.1	22,233.10	427	405.4	135,914.3	335
Creditors	335.0	94,829.1	283	9.8	3,665.60	374	327.8	97,511.4	297
Customers & Bonding	1,878.4	573,455.6	305	18.8	5,514.60	293	1,713.8	501,230.6	292
Debtors	234.5	86,008.6	367	-	-	-	207.8	82,273.5	396
Employees	-	-	-	-	-	-	-	-	-
Immediate Tasks	36.3	9,903.6	273	-	-	-	36.3	7,614.0	210
Investigation & CDDA	47.2	13,304.4	282	-	-	-	47.2	15,401.0	326
Job Acceptance & Strategy	7.7	2,837.8	369	-	-	-	7.7	2,646.0	344
Legal Issues	-	-	-	2.5	1,300.00	520	2.5	1,300.0	520
Members	3.2	2,295.5	717	-	-	-	-	-	-
Other Matters	26.1	8,720.4	334	-	-	-	29.1	9,781.5	336
Property	-	-	-	-	-	-	-	-	-
Public Relations Issues	0.8	488.0	610	0.3	94.50	315	1.1	746.5	679
Realisations of Assets	189.7	67,862.1	358	127.3	40,800.00	321	357.4	129,826.0	363
Reporting	65.2	30,465.7	467	6.9	2,732.40	396	45.5	25,320.4	556
Retention of Title	7.8	2,326.0	298	-	-	-	7.8	2,106.0	270
Sale of Business	43.2	27,039.8	626	-	-	-	43.2	27,337.5	633
Statutory Duties	121.0	45,541.7	376	21.8	9,989.20	458	120.2	51,922.1	432
Trading	56.0	27,687.6	494	-	-	-	56.0	27,463.5	490
VAT & Taxation	45.0	18,705.6	416	21.1	9,731.50	461	78.1	32,008.5	410
Total	3,234.0	1,067,673	330	260.6	96,061	369	3,486.9	1,150,402	330

Shearings Limited (in Administration)

	Per Fee Estimate			Actual in this report period			Total actual to date		
	Total hours	Total costs (£)	Average rate (£)	Total hours	Total costs (£)	Average rate (£)	Total hours	Total costs (£)	Average rate (£)
Administration & Planning	242.8	97,909.5	403	84.1	33,419.00	397	356.8	157,077.0	440
Creditors	151.6	39,651.8	262	19.2	4,448.40	232	164.0	41,051.4	250
Customers & Bonding	1.5	543.5	362	-	-	-	-	-	-
Debtors	8.0	2,385.7	298	33.9	12,087.50	357	41.9	15,072.5	360
Employees	377.4	177,494.3	470	-	-	-	410.8	210,973.0	514
Environmental Issues	8.0	4,297.9	537	-	-	-	-	-	-
Immediate Tasks	43.0	12,787.4	297	-	-	-	43.0	10,562.5	246
Investigation & CDDA	38.9	10,903.7	280	-	-	-	38.9	12,821.7	330
Job Acceptance & Strategy	7.7	2,837.8	369	-	-	-	7.7	2,646.0	344
Legal Issues	60.5	22,178.6	367	-	-	-	22.5	11,700.0	520
Members	3.2	2,295.5	717	-	-	-	-	-	-
Other Matters	136.7	47,583.4	348	6.0	1,332.00	222	83.8	25,951.5	310
Property	334.5	162,682.3	486	1.5	333.00	222	322.6	176,737.1	548
Public Relations Issues	11.9	3,548.7	298	-	-	-	11.9	3,213.0	270
Realisations of Assets	68.5	40,545.5	592	17.5	11,671.00	667	95.7	60,796.4	635
Reporting	133.2	64,840.5	487	27.9	13,503.40	484	149.7	80,753.4	539
Retention of Title	19.8	7,529.2	380	-	-	-	19.8	7,406.0	374
Sale of Business	49.9	31,091.0	623	-	-	-	49.9	32,440.5	650
Statutory Duties	174.4	67,278.7	386	35.6	20,468.20	575	178.9	83,320.6	466
Trading	77.2	35,309.1	457	-	-	-	77.2	35,676.0	462
VAT & Taxation	102.9	41,912.8	407	27.6	12,533.00	454	164.9	68,341.0	414
Total	2,051.6	875,607	427	253.3	109,796	433	2,240.0	1,036,538	463

National Holidays Tours Limited (in Administration)

	Per Fee Estimate			Actual in this report period			Total actual to date		
	Total hours	Total costs (£)	Average rate (£)	Total hours	Total costs (£)	Average rate (£)	Total hours	Total costs (£)	Average rate (£)
Administration & Planning	139.0	57,424.0	413	41.0	16,792.00	410	182.0	81,733.0	449
Creditors	275.3	77,223.8	281	8.8	1,953.60	222	273.4	78,524.6	287
Customers & Bonds	1,396.7	450,851.9	323	36.3	9,688.10	267	1,442.6	435,585.1	302
Debtors	124.7	45,851.5	368	-	-	-	109.9	42,098.5	383
Environmental Issues	2.8	1,489.6	532	-	-	-	-	-	-
Immediate Tasks	47.0	13,263.1	282	-	-	-	47.0	11,005.5	234
Investigation & CDDA	49.0	13,469.2	275	-	-	-	49.0	15,527.6	317
Job Acceptance & Strategy	7.7	2,837.8	369	-	-	-	7.7	2,646.0	344
Legal Issues	-	-	-	10.0	5,200.00	520	10.0	5,200.0	520
Members	3.2	2,295.5	717	-	-	-	-	-	-
Other Matters	36.3	14,982.2	413	2.0	444.00	222	29.6	12,158.0	411
Realisations of Assets	260.3	108,073.0	415	29.3	14,184.50	484	298.6	131,008.0	439
Reporting	80.9	37,305.0	461	6.9	2,881.40	418	57.7	31,211.9	541
Retention of Title	7.8	2,326.0	298	-	-	-	7.8	2,106.0	270
Sale of Business	193.9	116,386.3	600	-	-	-	168.9	101,105.5	599
Statutory Duties	135.8	50,612.2	373	22.9	11,905.20	520	139.1	61,090.4	439
Trading	33.0	15,051.4	456	-	-	-	33.0	15,624.5	473
VAT & Taxation	15.8	6,129.0	388	19.4	7,981.50	411	65.4	24,403.0	373
Total	2,809.2	1,015,571	362	176.6	71,030	402	2,921.7	1,051,028	360

National Holidays Limited (in Administration)

	Per Fee Estimate			Actual in this report period			Total actual to date		
	Total hours	Total costs (£)	Average rate (£)	Total hours	Total costs (£)	Average rate (£)	Total hours	Total costs (£)	Average rate (£)
Administration & Planning	131.5	52,870.2	402	38.1	15,311.10	402	178.6	77,121.1	432
Creditors	167.9	45,163.3	269	6.6	4,316.20	654	161.2	44,183.7	274
Customers & Bonds	2.3	821.2	357	-	-	-	-	-	-
Debtors	11.9	5,906.3	496	-	-	-	11.9	5,718.5	481
Employees	198.9	101,917.8	512	23.8	8,301.00	349	248.8	133,932.0	538
Environmental Issues	2.8	1,489.6	532	-	-	-	-	-	-
Immediate Tasks	35.0	11,477.0	328	-	-	-	35.0	9,910.0	283
Investigation & CDDA	36.5	10,166.7	279	-	-	-	36.5	11,717.6	321
Job Acceptance & Strategy	5.6	2,211.6	395	-	-	-	5.6	2,079.0	371
Members	3.2	2,295.5	717	-	-	-	-	-	-
Other Matters	25.4	9,353.6	368	2.5	555.00	222	23.3	8,082.0	347
Property	122.0	45,124.1	370	-	-	-	119.3	56,504.0	474
Public Relations Issues	0.3	183.0	610	-	-	-	0.3	245.0	817
Realisations of Assets	17.2	6,591.8	383	2.5	1,540.00	616	25.8	13,139.0	509
Reporting	54.7	26,841.4	491	7.9	2,954.40	374	51.1	27,490.4	538
Retention of Title	-	-	-	-	-	-	25.0	16,770.0	671
Sale of Business	-	-	-	-	-	-	82.7	27,512.0	333
Statutory Duties	122.3	44,547.0	364	19.8	9,359.20	473	80.8	40,489.2	501
Trading	37.0	16,934.4	458	-	-	-	9.7	3,351.0	345
VAT & Taxation	22.6	8,978.4	397	11.6	4,907.00	423	42.0	15,819.0	377
Total	997.1	392,873	394	112.8	47,244	419	1,137.6	494,064	434

Wallace Arnold Travel Limited (in Administration)

	Per Fee Estimate			Actual in this report period			Total actual to date		
	Total hours	Total costs (£)	Average rate (£)	Total hours	Total costs (£)	Average rate (£)	Total hours	Total costs (£)	Average rate (£)
Administration & Planning	90.5	31,472.3	348	25.4	8,650.60	341	119.3	43,379.6	364
Creditors	91.9	24,058.5	262	2.1	466.20	222	87.6	22,582.6	258
Customers & Bonds	503.8	143,198.8	284	10.3	2,286.60	222	522.1	138,570.6	265
Debtors	1.7	400.7	236	-	-	-	1.1	253.5	230
Employees	-	-	-	-	-	-	-	-	-
Immediate Tasks	26.1	7,243.1	278	-	-	-	26.1	5,772.5	221
Investigation & CDDA	33.4	9,986.3	299	-	-	-	33.4	11,374.1	341
Job Acceptance & Strategy	4.9	1,641.8	335	-	-	-	4.9	1,512.0	309
Legal Issues	1.0	900.0	900	-	-	-	1.0	1,010.0	1,010
Members	3.2	2,295.5	717	-	-	-	-	-	-
Other Matters	8.4	2,505.0	298	-	-	-	12.4	3,771.0	304
Property	84.7	30,138.2	356	3.0	1,560.00	520	87.7	40,780.7	465
Realisations of Assets	7.9	4,097.1	519	-	-	-	7.5	4,709.4	628
Reporting	45.6	20,734.9	455	5.9	2,212.40	375	38.2	18,825.9	493
Sale of Business	-	-	-	-	-	-	-	-	-
Statutory Duties	95.2	35,285.7	371	16.5	7,151.70	433	96.1	39,152.5	407
Trading	21.7	9,611.1	443	-	-	-	21.7	9,582.5	442
VAT & Taxation	4.6	1,779.9	387	18.5	6,481.00	350	50.1	19,737.8	394
Total	1,024.6	325,349	318	81.7	28,809	353	1,109.2	361,015	325

UK Breakaways Limited (in Administration)

	Per Fee Estimate			Actual in this report period			Total actual to date		
	Total hours	Total costs (£)	Average rate (£)	Total hours	Total costs (£)	Average rate (£)	Total hours	Total costs (£)	Average rate (£)
Administration & Planning	90.5	31,799.3	351	26.5	8,583.50	324	113.3	41,766.3	369
Creditors	102.8	26,502.7	258	5.2	1,247.40	240	102.3	25,462.9	249
Customers & Bonds	421.2	125,900.7	299	2.0	444.00	222	167.5	48,188.0	288
Employees	-	-	-	-	-	-	256.5	67,974.6	265
Environmental Issues	2.8	1,489.6	532	-	-	-	-	-	-
Immediate Tasks	29.5	8,203.9	278	-	-	-	1.1	388.5	353
Investigation & CDDA	31.3	9,423.8	301	-	-	-	29.5	6,328.0	215
Job Acceptance & Strategy	4.9	1,641.8	335	-	-	-	31.3	10,705.4	342
Legal Issues	-	-	-	1.5	780.00	520	6.4	2,292.0	358
Members	3.2	2,295.5	717	-	-	-	-	-	-
Other Matters	7.4	2,206.7	298	-	-	-	9.4	2,826.0	301
Realisations of Assets	1.3	249.5	192	-	-	-	1.6	355.2	222
Reporting	37.1	16,594.5	447	5.7	2,168.00	380	29.0	14,043.5	484
Sale of Business	4.0	3,310.0	828	-	-	-	4.0	3,665.0	916
Statutory Duties	98.2	34,697.8	353	9.6	2,605.70	271	85.7	29,243.5	341
Trading	28.5	13,062.6	458	2.4	788.00	328	30.9	14,387.5	466
VAT & Taxation	2.3	1,113.5	484	10.4	4,421.50	425	31.1	13,470.8	433
Total	865.0	278,492	322	63.3	21,038	332	899.6	281,097	312

Statement of Work Completed in the Period

Outlined in the table below is supporting narrative explanation as to the work undertaken during the Period. This information is detailed on a category by category basis, aligned to the reporting of time costs in the tables on the preceding pages of this appendix.

Detail of workstreams are presented on a level covering all Companies, unless certain of the Companies are referred to explicitly. This supporting information should be read in conjunction with all sections of this report.

Category of work	Description of work completed in the Period
Administration & Planning	<ul style="list-style-type: none"> ▶ Case management of statutory tasks and compliance. This has included ensuring statutory compliance diaries are completed to reflect work done on the appropriate date. ▶ Treasury and accounting functions including: processing payments for services appropriately; processing receipts from asset realisations appropriately; ensuring bank accounts have been reconciled regularly; and, ensuring appropriate allocation of secured lender funding and intercompany recharges. ▶ Time cost reports have been produced for the purposes of the Proposals and progress report.
Creditors	<ul style="list-style-type: none"> ▶ We have monitored several mailboxes and corresponded with creditors who were not registered as at the Date of Appointment and had therefore not been provided with information on how to make a claim. ▶ Appropriate recognition and filing of claims has been completed throughout the Period. ▶ Continued correspondence with creditors has progressed through the Period, including responding to various queries, updates on claim status and general interest in process. ▶ Assisted creditors and their credit insurers with confirmation of debt forms in order for their insurance claims to be processed. ▶ Liaised with utility companies across all the Companies' properties, including providing closing meter readings where possible in order to minimise claims.
Customers and Bonds	<ul style="list-style-type: none"> ▶ Given the nature of the business, there have been multiple customer queries to resolve through email, letter and phone calls.
Employee Matters	<ul style="list-style-type: none"> ▶ We have had correspondence with pension providers, including providing necessary statutory forms to allow for any outstanding pension contributions to be claimed from the Redundancy Payment Service. ▶ Dealing with ad hoc queries and correspondence from previous employees of the Group.
Legal Issues	<ul style="list-style-type: none"> ▶ Liaised with appointed legal advisors where necessary with regards to a variety of ongoing issues, including assistance in managing a variety of claims (including public liability, personal injury and accident and motor claims).
Other Matters	<ul style="list-style-type: none"> ▶ Dealing with queries and correspondence relating assets owned by third parties, such as speeding and parking fines relating to the Group's previously leased coaches.
Other Assets	<ul style="list-style-type: none"> ▶ Work was undertaken to realise value in other assets such as prepayments, event tickets and flights.
Property	<ul style="list-style-type: none"> ▶ Finalising undertaking payments with utility providers to properties occupied post appointment.
Reporting	<ul style="list-style-type: none"> ▶ Maintained regular contact with the secured lender and providing updates based on agreed timeframes on the realisations to date and costs incurred in making the realisations. ▶ Provided updates on secured lender funding in accordance with the funding agreement. ▶ Preparation of the six-month progress report for all Companies.
Statutory Duties	<ul style="list-style-type: none"> ▶ Producing the statutory six-monthly Administrators' Progress Report ▶ Ensuring that all documents are appropriately filed in line with the statutory requirements.
VAT & Taxation	<ul style="list-style-type: none"> ▶ Ongoing complexities associated with HM Revenue & Customs administration of the VAT group has involved significant time spent in this area. ▶ Assessment of the VAT and tax treatment of transactions and agreements entered into during the administrations. ▶ The Joint Administrators will prepare corporation tax returns and VAT returns, with input from EY VAT and tax specialists, for each of the Companies.