

Angel Realisations 6 Limited - in liquidation

Joint liquidators' final account

16 September 2021

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Abbreviations and definitions

The following table shows the abbreviations and insolvency terms that may be used in this report:

| Abbreviation or definition | Meaning |
|--|---|
| Company | Angel Realisations 6 Limited |
| the Liquidators, Joint Liquidators, we, us, our | David Robert Baxendale and Michael John Andrew Jervis |
| Previous Liquidators | David Christian Chubb and Michael John Andrew Jervis |
| Firm | PricewaterhouseCoopers LLP |
| Continued Liquidation | Period from 19 September 2019 to date |
| First Liquidation | Period from 15 June 2007 to 13 September 2013 |
| Intervening Period | Period from 14 September 2013 to 18 September 2019, when there were no liquidators appointed |
| IR16 | Insolvency (England and Wales) Rules 2016 |
| IA86 | Insolvency Act 1986 |
| CVL | Creditors voluntary liquidation |
| HMRC | HM Revenue and Customs |
| Barclays, the Bank | Barclays Bank Plc |
| the Group | SFI Group |
| Prescribed part | The amount set aside for unsecured creditors from floating charge funds in accordance with Section 176A IA86 and the Insolvency Act 1986 (Prescribed Part) Order 2003 |
| Secured creditors | Creditors with security in respect of their debt, in accordance with Section 248 IA86 |
| Preferential creditors | Generally, claims for unpaid wages earned in the four months before the insolvency up to £800, holiday pay and unpaid pension contributions in certain circumstances |
| LEH Claim | The class claim of former shareholders. As detailed in the former joint administrators' proposals dated 12 August 2005, as part of a restructure which took place in 2004, the shareholders at the time were issued with Litigation Entitlement Notes. These notes are an unsecured obligation of the Company. The quantum of the LEH claim was calculated at £670,103. |
| LEH | A former shareholder who, following a restructure in 2004, was issued a Litigation Entitlement Note. They are entitled to a share in any distribution made on the LEH claim, in proportion to the size of their shareholding. |
| the Lenders | Barclays Bank PLC (Barclays), Bank of America Securities Limited, The Royal Bank of Scotland Plc, Cargill Financial Markets Plc, Deutsche Bank AG, Morgan Stanley & Company International Limited, ORN European Debt Sarl, BlueBay High Yield Investments (Luxembourg) Sarl and Trafalgar Recovery Fund (Lenders) |
| SIP | Statement of Insolvency Practice |
| Unsecured creditors | Creditors who are neither secured nor preferential |

This report has been prepared by **David Robert Baxendale and Michael John Andrew Jervis** as Joint Liquidators of the Company, solely to comply with the Joint Liquidators' statutory duty to report to creditors under IR16 on the progress of the Liquidation, and for no other purpose. It is not suitable to be relied upon by any other person, or for any other purpose, or in any other context.

This report has not been prepared in contemplation of it being used, and it is not suitable to be used, to inform any investment decision in relation to the debt of or any financial investment in the Company.

Any estimated outcomes for creditors included in this report are illustrative only and cannot be relied upon as guidance as to the actual outcome for creditors.

Any persons choosing to rely on this report for any purpose or in any context other than under IR16 do so at their own risk. To the fullest extent permitted by law, the Joint Liquidators do not assume any liability in respect of this report to any such person.

Please note you should read this report in conjunction with the Joint Liquidators' previous reports issued to the Company's creditors, which can be found at www.pwc.co.uk/angelrealisations. Unless stated otherwise, all amounts in this report and appendices are stated net of VAT.

David Robert Baxendale and Michael John Jervis have been appointed as Joint Liquidators of the Company. Both are licensed in the United Kingdom to act as insolvency practitioners by the Institute of Chartered Accountants in England and Wales. The Joint Liquidators are bound by the Insolvency Code of Ethics which can be found at: <https://www.gov.uk/government/publications/insolvency-practitioner-code-of-ethics>

The Joint Liquidators may act as controllers of personal data as defined by UK data protection law depending upon the specific processing activities undertaken. PricewaterhouseCoopers LLP may act as a processor on the instructions of the Joint Liquidators. Personal data will be kept secure and processed only for matters relating to the Joint Liquidators' appointment. Further details are available in the privacy statement on the PwC.co.uk website or by contacting the Joint Liquidators.

PricewaterhouseCoopers LLP is a limited liability partnership registered in England with registered number OC303525. The registered office of PricewaterhouseCoopers LLP is 1 Embankment Place, London WC2N 6RH. PricewaterhouseCoopers LLP is authorised and regulated by the Financial Conduct Authority for designated investment business.

Key messages

Why we've sent you this report

We're writing to tell you that the Company's affairs are now fully wound up and to provide our final account of the liquidation including an update since our last progress report.

You can still view our earlier reports and correspondence issued in respect of the Continued Liquidation on our website at www.pwc.co.uk/angel.

Copies of the relevant progress reports for the First Liquidation can be found on Companies House website, by searching the Company's name or number.

How much creditors have received

First Liquidation

The Previous Liquidators entered into a settlement agreement in 2008 with the Secured creditors (being the Lenders) in full and final settlement of all amounts owed to them, which ensured that their debt (including accrued interest) was deemed to be repaid in full.

Preferential creditors (former employees) were paid in full based on admitted claims of £80,788, in June 2008.

Unsecured creditors, including LEH were paid two distributions; the first, in February 2011 of 10 pence in the pound and the second, paid in December 2012 of 18.391 pence in the pound, based on admitted claims of £9,812m.

| Class | Distributed (p in the £) |
|------------------------|-----------------------------|
| Secured creditors | 100 |
| Preferential creditors | 100 |
| Unsecured creditors | 28.391 |

Continued Liquidation

A final dividend of 1.21 pence in the £ was declared and paid to unsecured creditors on 8 February 2021. The total amount paid to unsecured creditors was £133,132.

On 10 February 2021 a distribution totalling £8,129 was distributed to the 7,000 LEH in proportion to the size of their individual holdings, but subject to a de-minimis limit of £3.

There will be no further distributions to creditors thereby enabling the conclusion of the liquidation.

What you need to do

This report is for your information and you don't need to do anything.

The enclosed Notice of Final Report gives details of creditors' rights in relation to requesting further information, challenging the Liquidators' remuneration and expenses and objecting to the Liquidators' release from liability.

More information in relation to creditors' rights can also be found in the guides below:

<https://www.icaew.com/-/media/corporate/files/technical/insolvency/creditors-guides/2021/liquidations-creditor-fee-guide-1-april-2021.ashx?la=en>

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

<https://www.icaew.com/-/media/corporate/files/technical/insolvency/creditors-guides/2007/creditors-guide-to-liquidators-fees-england-and-wales-1-apr-2007.ashx?la=en>

You can also get a copy free of charge by contacting uk_creditors_angel@pwc.com.

What we've done during the liquidation

The Company was initially subject to administration proceedings, which commenced on 23 June 2005. David Chubb and Michael Jervis were appointed Joint Liquidators on 15 June 2007, following the end of the administration. As the Previous Liquidators, they made distributions of 100 pence in the pound to preferential creditors and two distributions (totalling 28.39 pence in the pound) to unsecured creditors. Final meetings of members and creditors were held on 13 September 2013 and the Previous Liquidators ceased to act from this date. For the purposes of this report, we are referring to this as the First Liquidation. The Company was dissolved at Companies House on 23 December 2013. In accordance with this firm's policy, company records and our case files were subsequently destroyed.

In August 2018, it was brought to our attention by Barclays that funds of around £241k were held in an account by the agent and trustee for the secured creditors of the SFI Group. This was an account used for the purpose of settling the debts of the Secured creditors and no remaining balance had been expected at the time the First Liquidation was concluded.

We worked with the Bank to understand which class of creditors were the beneficiaries of the funds. We concluded that the beneficiaries of these funds would be the unsecured creditors of the Company and it was agreed that restoring the Company into liquidation would be the most appropriate option.

An application was made to the Court to restore the Company to the Register of Companies and to put it back into liquidation. In the Intervening Period, David Chubb had retired from the Firm and so Michael Jervis and I sought an Order appointing us as Joint Liquidators. By way of Orders sealed on 11 September 2019, the Court duly ordered the restoration of the Company and the appointment of myself and Michael Jervis as Joint Liquidators, effective from the date the Company was restored to the Register of Companies. The Orders were lodged with the Registrar, confirming the restoration of the Company and effective date of our appointment on 19 September 2019. For the purposes of this report, we are referring to this as the Continued Liquidation.

The Order also stated that the Company should be restored in CVL. This report is therefore intended to provide a brief summary of the work undertaken since the original appointment of liquidators in June 2007.

As detailed above, there was a period when liquidators were not appointed (and for the greater part, the Company dissolved) which, for the purposes of this report, is being referred to as the Intervening Period.

First liquidation

At the end of the previous administration the key outstanding matters were as follows:

- the Previous Liquidators were to disclaim for any remaining leases as onerous property to finalise outstanding property matters;;
- Completion of ongoing business rates issues;
- Agreement of creditor claims and payment of dividends.

We have summarised the work done in the first liquidation below.

Disclaiming remaining leases

The Previous Liquidators took steps to disclaim all remaining leases as onerous property. All property assignments, surrenders to landlords and disclaimers were achieved in the First Liquidation.

Termination of ongoing business rates

Following the legal decision in re Trident Fashions plc in 2007, the Previous Liquidators sought to finalise rates liabilities for 52 properties. A total of £239,631 was paid in this respect but the Previous Liquidators also realised a small number of rates' refunds.

Trust account

£1,783,092 was realised from funds held in a trust account in the First Liquidation.

Intercompany claims

7 group companies, also in liquidation at the time of the First Liquidation, owed monies to the Company. The Previous

Liquidators received a total of £1,230,649 from group companies, in part settlement of their guarantee liability to the Lenders in the First Liquidation.

Refunds

The Previous Liquidators received refunds totalling £135,149 during the First Liquidation.

Legal Settlement

The Previous Liquidators received £623 from Birmingham City Council after a court case was discontinued and a costs order was made in favour of the Company.

Intervening Period

As liquidators were not appointed in the Intervening Period there were no receipts or payments. The Company was originally dissolved on 23 December 2013. As advised earlier in this report, in August 2018 it was brought to our attention that Barclays was holding funds of around £241k which could be made available to unsecured creditors. We sought to restore the Company to the register so that these funds could be dealt with. Addleshaw Goddard LLP assisted with the applications to court and their costs have been paid as an expense of the Continued Liquidation.

Continued Liquidation

Cash at bank

Since our reappointment on 19 September 2019, we received cash of £241,966 from an account held by Barclays and used for the purpose of settling the debts of the Secured creditors.

Final distribution to unsecured creditors, including LEH

A final dividend of 1.21p in the £ has been declared to unsecured creditors and where appropriate, dividend cheques were issued on 8 February 2021. The total amount paid to unsecured creditors in this distribution was £133,141.

As outlined above, a final distribution has also been paid to the LEH, issued on 11 February 2021, based on the size of their individual holdings, but subject to a de-minimis limit of £3.

Outcome for creditors- further details

Secured creditors

The Lenders, being the Company's secured creditors, were owed a sum in the region of £76 million prior to administration and at the end of the administration had recovered £72 million.

During the First Liquidation, the Previous Liquidators entered into a settlement agreement with the secured creditors in full and final settlement of all amounts owed to them, which ensured that their debt (including accrued interest) was deemed to be repaid in full. A dispute arose shortly after the settlement was agreed and after consultation with our lawyers and creditors committee, a further £1,449,120 was paid to the Lenders. In the First Liquidation, a total of £6,526,647 was paid to the secured creditors.

Preferential creditors (mainly employees)

In the First Liquidation, preferential creditors (former employees) were paid in full based on admitted claims of £80,788. The distribution was made in June 2008.

Unsecured creditors

Dividends become available for unsecured creditors when there are sufficient funds (after costs of the liquidation) to pay the secured and preferential creditors in full, with an amount left over. In certain circumstances, part of the amount available for secured creditors may be ring-fenced for the benefit of unsecured creditors. This prescribed part is paid out of 'net property', which is floating charge realisations after costs, and after paying – or setting aside enough to pay – preferential creditors in full. But it only has to be made available where the floating charge was created on or after 15 September 2003.

The amount of the prescribed part is:

- 50% of net property up to £10,000; plus
- 20% of net property above £10,000; but
- Subject to a maximum of £600,000.

However in this case, there were no floating charges created after 15 September 2003 and so the rules relating to the prescribed part do not apply.

In the First Liquidation in February 2011 a first dividend of 10 pence in the £ totalling £987,094 was paid to unsecured creditors. In December 2012 a second and final dividend of 18.4p in the £ was declared and paid to unsecured creditors totalling £1,804,373. Therefore a total of £2,791,467 was distributed during the First Liquidation.

During the Continued Liquidation, on 8 February 2021 a final dividend was paid of 1.21 pence in the £ totalling £133,132. In total, unsecured creditors have received a total of £2,924,599 across the period covering the First and Continued Liquidations.

LEH

As detailed in our previous report, the LEH as a class were entitled to claim as unsecured creditors. The quantum of this claim was calculated as £670,103 and was split amongst the 7,000 LEH in proportion to the size of their individual holdings, subject to a £3 de minimis amount which was incorporated into the original terms of issue.

Three distributions have been made to LEH, in line with the distributions to other unsecured creditors. However the individual distributions to LEH were of relatively low value and for the majority of this class of creditor, were cumulatively less than the £3 de minimis level. As a result the majority of the LEH did not receive a distribution from the liquidation.

On 10 February 2021 a total of £8,128 was distributed to the LEH. Uncashed cheques were subsequently cancelled and paid into the Insolvency Services Account.

Unclaimed dividends

Any dividends which had not been presented to a bank when the First Liquidation was completed were paid over to the Insolvency Services Account.

Uncashed dividends paid to LEH and other unsecured creditors issued in the Continued Liquidation have been cancelled and the funds paid to the Insolvency Service.

Any creditor who was unable to cash their original dividend cheque and wishes to reclaim their dividends should contact the Insolvency Service at **CustomerServices.EAS@insolvency.gov.uk**

Progress since we last reported

Realisation of assets

There have been no further realisations since we last reported.

Connected party transactions

There have been no connected party transactions during the period.

Liquidation committee

The Court ordered that the previous liquidation committee should be dissolved. We have not been made aware of any nominations for a new committee and when we wrote to creditors seeking a decision on our remuneration, we did not receive the requisite requests for a committee to be established .

Investigations and actions

Nothing has come to our attention during the period under review to suggest that we need to do any more work in line with our duties under the Company Directors' Disqualification Act 1986 and Statement of Insolvency Practice No.2.

Our receipts and payments account

We set out in Appendix A an account of our receipts and payments in the liquidation from 15 June 2007 to 16 September 2021 and for the liquidation in total. A separate receipts and payments is also included for the period between the first and Continued Liquidation.

Our expenses

We set out in Appendix B a statement of the expenses we've incurred in the period since our last report.

Our fees

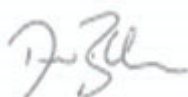
We set out in Appendix C an update on our remuneration which covers our fees, expenses and other related matters in this case.

What we still need to do

The winding up of the Company is now complete. Following the end of the period within which creditors may object to our release, we will send a copy of this final account to the Registrar of Companies with a statement of whether any creditors of the Company objected. We will vacate the office by sending the copy report and statement.

If you've got any questions, please get in touch with uk_creditors_angel@pwc.com.

Yours faithfully



David Baxendale
Joint Liquidator

Appendices

Appendix A: Receipts and payments

For the ease of creditors, we have split our statement of receipts and payments between the First Liquidation and the Continued Liquidation.

First Liquidation

Angel Realisations 6 Limited (formerly SFI Group Limited) - In Liquidation Summary of Financial Information - 15 June 2007 to 13 September 2013

| | 15 June 2007 to 14 June 2013 £ | 15 June 2013 to 13 September 2013 | 15 June 2007 to 13 September 2013 £ |
|---|--------------------------------------|--------------------------------------|---|
| Receipts | | | |
| Release of funds from Administrator | 8,235,268 | | 8,235,268 |
| Funds from Trust Account | 1,783,092 | | 1,783,092 |
| Funds from Angel Realisations 2 Limited | 697,070 | | 697,070 |
| Funds from Angel Realisations 1 Limited | 389,264 | | 389,264 |
| Funds from Angel Realisations 3 Limited | 102 | | 102 |
| Funds from SFI Holdings Limited | 144,213 | | 144,213 |
| Refunds | 135,149 | | 135,149 |
| Legal settlement | 623 | | 623 |
| Interest received | 548,576 | | 548,576 |
| Total receipts | 11,933,357 | - | 11,933,357 |
| Payments | | | |
| Distribution to Chargeholder | 6,526,647 | | 6,526,647 |
| Joint Administrators remuneration | 34,626 | | 34,626 |
| Joint Liquidators remuneration | 1,511,719 | 25,000 | 1,536,719 |
| Joint Liquidators disbursements | 3,249 | | 3,249 |
| Professional fees and disbursements | 216,073 | | 216,073 |
| Laurel settlement | 365,209 | | 365,209 |
| Landlord settlement | 13,500 | | 13,500 |
| Rates | 239,631 | | 239,631 |
| Unclaimed dividends - preferential creditors | (9,431) | | (9,431) |
| Unclaimed dividends - unsecured creditors | (988) | | (988) |
| Litigation entitlements under £3 (held in account) - interim dividend | (4,974) | | (4,974) |
| Paid to Insolvency Service for unclaimed dividends | 9,431 | | 9,431 |
| Retention of title | 25,650 | | 25,650 |
| Statutory costs & charges | 78,594 | 17,821 | 96,415 |
| Tax deducted on interest | 91,067 | | 91,067 |
| Bank charges | 548 | | 548 |
| Corporation tax | 97 | | 97 |
| Total payments | 9,100,648 | 42,821 | 9,143,469 |
| Less: | | | |
| Dividends | | | |
| Preferential dividend of 100p in the £ | 80,778 | | 80,778 |
| Interim unsecured dividend of 10p in the £ | 987,094 | | 987,094 |
| Final unsecured dividend of 18.391p in the £ | 1,804,373 | | 1,804,373 |
| Total Dividends | 2,872,245 | - | 2,872,245 |
| Net VAT recovered / (suffered) | 82,396 | (39) | 82,357 |
| Cash in hand | 42,860 | (42,860) | (0) |

Notes to the R&P

1. Amounts shown exclude VAT.
2. Our fees are based on a time cost basis. The receipts and payments account shows the amount paid and approved by the previous committee in respect of time costs incurred in the First Liquidation.
3. There have been no payments made to us, our firm or our associates other than from the insolvent estate as shown in the receipts and payments account provided above
4. Joint Liquidators' disbursements may include both Category 1 and 2 disbursements, the details of which were made available to the previous committee.
5. Reference to the final unsecured dividend of 18.391p in the £ was made before it came to light that additional funds existed. When considering both the First and Continued Liquidations, this was actually an interim dividend.

Period from 13 September 2013 to 18 September 2019 (Intervening Period)

There were no liquidators in office during this period so there are no receipts and payments to report.

Continued Liquidation

| | From 19 September 2019 to 18 September 2020 £ | From 19 September 2020 to 15 September 2021 £ | As at 16 September 2021 £ |
|---|---|---|---------------------------------|
| ASSET REALISATIONS | | | |
| Bank interest gross | 412.59 | - | 412.59 |
| Cash in hand | 241,965.68 | - | 241,965.68 |
| Transfer from Dividend account | - | 8,128.88 | 8,128.88 |
| Total receipts | 242,378.27 | 8,128.88 | 250,507.15 |
| COST OF REALISATIONS | | | |
| Legal fees and expenses | 22,544.74 | - | 22,544.74 |
| Office holders' expenses | 6,965.71 | 3,785.33 | 10,751.04 |
| Office holders' fees on a fixed fee basis | 75,000.00 | - | 75,000.00 |
| Statutory advertising | - | 83.00 | 83.00 |
| Unclaimed dividend ISA fees | - | 51.50 | 51.50 |
| Bank charges | - | 43.38 | 43.38 |
| Total cost of realisations | 104,510.45 | 3,963.21 | 108,473.66 |
| DISTRIBUTIONS | | | |
| Final distribution of 1.21p in the £ to unsecured creditors | - | 133,131.82 | 133,131.82 |
| Final distribution to the LEH | - | 8,128.00 | 8,128.00 |
| Total distributions | - | 141,259.82 | 141,259.82 |
| VAT | | | |
| Irrecoverable VAT | - | 773.67 | 773.67 |
| Net cash at bank as at 16 September 2021 | 137,867.82 | (137,867.82) | - |

Notes to the R&P

1. Amounts shown exclude VAT. We have not sought to recover VAT incurred in disbursements paid in the last few months of the liquidation as there would be little or no benefit to creditors and would have delayed closure of the liquidation.
2. Our fees are based on a fixed fee. The receipts and payments account shows the amount paid in the period and total to date.
3. There have been no payments made to us, our firm or our associates other than from the insolvent estate as shown in the receipts and payments account provided above
4. Included within our expenses is £534 paid in total in the Continued Liquidation, in relation to 'Category 2' expenses in accordance with the policy explained in Appendix B.
5. A final dividend of 1.21 pence in the £ was declared and paid to unsecured creditors on 8 February 2021. On 10 February 2021 a total of £8,128 was distributed to the LEH.
6. Directors' statement of affairs figures have not been included as they do not directly correlate to realisations made in the Continued Liquidation.
7. "Transfer from dividend account" is the dividend due to the LEH claimant

Appendix B: Expenses

Expenses are amounts properly payable by us as liquidators from the estate, but excludes our fees and distributions to creditors.

These include disbursements which are expenses met by and reimbursed to an office holder in connection with an insolvency appointment.

Expenses fall into two categories:

| Expense | SIP9 definition |
|-------------------|---|
| Category 1 | Payments to persons providing the service to which the expense relates who are not an associate of the office holder. |
| Category 2 | Payments to our firm or our associates or which have an element of shared costs (for example, photocopying and mileage disbursements, or costs shared between different insolvent estates). |

We don't need approval from creditors to draw Category 1 expenses as these have all been provided by third parties but we do need approval to draw Category 2 expenses. The body of creditors who approve our fees (in this case the general body of creditors) also has the responsibility for agreeing the policies for payment of Category 2 expenses.

The following table provides a breakdown of the Category 2 expenses which have been incurred by us as liquidators or our associates, together with details of the Category 1 expenses that have been incurred by PwC and have been recharged to the case:

In the First Liquidation

In the First Liquidation, a total sum of £3,249 was drawn in respect of our disbursements, the details of which were approved by the previous Liquidation Committee and disclosed in our reports up to and including our report dated 7 August 2013.

In the Continued Liquidation

Disbursements incurred to date are as follows:

| Category | Cost incurred by | Policy: | Costs incurred (£) |
|--------------|------------------|---|--------------------|
| 2 | PwC | Photocopying - at 10 pence per sheet copied, only charged for circulars to creditors and other bulk copying. | 1,875 |
| 2 | PwC | Mileage - At a maximum of 71 pence per mile (up to 2,000cc) or 93 pence per mile (over 2,000cc) | - |
| 1 | PwC | All other disbursements reimbursed at cost | |
| | | Specific Bond | 450 |
| | | Postage | 8,427 |
| Total | | | 10,752 |

The expense policy set out above has been approved by the general body of creditors.

The table below provides details of the expenses incurred in the Continued Liquidation.

| | Brought forward as at 19 September 2020 £ | Incurred in the period under review £ | Cumulative £ | Initial estimate £ | Variance £ |
|--|---|---------------------------------------|----------------|--------------------|---------------|
| Legal Fees and expenses - Addleshaw Goddard LLP | 13,922 | Nil | 13,922 | 13,922 | - |
| Office holders' disbursements (Note 2) | 6,966 | 3,786 | 10,752 | 29,993 | 19,241 |
| Office holders' fees on a fixed fee basis (Note 3) | 75,000 | - | 75,000 | 75,000 | - |
| Irrecoverable VAT | - | 774 | 774 | - | 774 |
| Total | 95,888 | 4,560 | 100,448 | 118,915 | 18,467 |

Notes:

1. Our disbursements are mainly made up of photocopying and postage for c9,000 creditors in this case.
2. As noted in our Remuneration Report dated 16 March 2020, we felt that a fixed fee provided creditors with certainty on the level of the office holders' remuneration compared to a time cost basis. We agreed to cap our fees at £75,000 plus VAT, excluding disbursements. Our actual time costs exceed the cap, but we have not included the extra time charged as a variance since we are not seeking to increase our fees beyond the agreed £75,000.

Appendix C: Remuneration update

In the First Liquidation

The Liquidators' remuneration was drawn on a time cost basis, as agreed by the Liquidation Committee ("the Committee"). As reported previously, the Committee approved fees of £1,437,319 for the period up to 30 April 2012.

In addition the Committee approved further remuneration equivalent to the time costs incurred in the period 1 May 2012 to the date the first liquidation ceased, subject to a maximum of £100,000 plus VAT.

Total fees of £1,536,719 were drawn. The information in relation to time costs and fees charged is provided in accordance with SIP 9, in force at the time.

In the Intervening Period

In our role of investigating who should benefit from the funds held by the Bank, the applications to restore the Company to the register and into liquidation and to seek our appointment as Joint Liquidators, we have incurred costs of £13,115. We have not sought approval to draw these costs.

In the Continued Liquidation

Our fees for the continued liquidation were approved on a fixed fee basis by the general body of creditors on 13 April 2020.

Our fixed fee is £75,000 plus VAT. As detailed in our remuneration report we intended this basis and amount to be a fair and reasonable reflection of the work done for the following reasons:

- There are approximately 7,000 Litigation Entitlement Holders who, as a class, rank as unsecured creditors of the Company. Our staff spent a considerable amount of time since our reappointment dealing with an extremely high volume of correspondence via email, telephone and post from this class of creditors;
- Due to the number of creditors, the dividend process has been very time consuming in terms of dealing with the volume of claims, cleansing of systems and queries pre and post dividend; and
- As our time costs already exceeded £75,000 plus VAT, proposing a time cost basis for our remuneration would result in a significantly higher cost for creditors. The level of dividend payable to creditors was dependent on the level of costs in the liquidation and therefore a fixed fee at the amount proposed provided creditors with certainty on the level of the office holders' remuneration.

We have drawn fees of £75,000 plus VAT in line with the approval given, as shown on the enclosed receipts and payments account.

We set out later in this Appendix details of our work to date, expenses, subcontracted work and payments to associates.

Our hours and average rates

Our charging policy and hourly rates

We and our team charge our time for the work we need to do in the liquidation. We delegate tasks to suitable grades of staff, taking into account their experience and any specialist knowledge that is needed and we supervise them properly to maximise the cost effectiveness of the work done. Anything complex or important matters of exceptional responsibility are handled by our senior staff or the Liquidators.

All of our staff who have worked on the liquidations (including our cashiers, support and secretarial staff) charge time directly and are included in any analysis of time charged. Each grade of staff has an hourly charge out rate which is reviewed from time to time. For the avoidance of doubt, work carried out by our cashiers, support and secretarial staff

is charged on a time costs basis and is included in the analysis of hourly rates charged by partners or other staff members. Time is currently charged in three minute units. The minimum time chargeable is three minutes (i.e. 0.05 units). We don't charge general or overhead costs.

We set out below the maximum charge-out rates per hour for the grades of our staff in the First Liquidation.

First Liquidation

The below information is an extract from our report dated 7 August 2013, issued at the end of our First Liquidation.

Angel Realisations 6 Limited (formerly SFI Group Limited) - In Liquidation Joint Liquidators' time costs for the period 14 June 2007 to 30 June 2013

| | Partner £ | Director £ | Senior Manager £ | Manager £ | Executive £ | Analyst £ | Support Staff £ | Total £ |
|---|---------------|---------------|------------------------|----------------|----------------|----------------|--------------------|------------------|
| Administration, planning & statutory | 30,492 | - | 32,948 | 37,867 | 98,407 | 114,220 | 3,110 | 317,044 |
| Investigation | - | - | 68 | - | 340 | 595 | - | 1,003 |
| Realisations of assets & property matters | - | - | 49,053 | 1,536 | 15,106 | 12,047 | 30 | 77,772 |
| Tax & VAT issues | 3,738 | 10,605 | 15,833 | 51,265 | 69,866 | 21,955 | 1,841 | 175,103 |
| Creditors | 730 | - | 194,505 | 128,386 | 461,086 | 201,307 | 8,575 | 994,589 |
| Escrow & post contractual obligations | - | - | 4,254 | - | - | - | - | 4,254 |
| Employee matters | - | - | 992 | 583 | 31,300 | 4,057 | 190 | 37,122 |
| TOTAL | 34,960 | 10,605 | 297,853 | 219,637 | 678,105 | 354,181 | 13,746 | 1,606,887 |
| Total hours | 58.50 | 14.50 | 750.60 | 551.41 | 3,013.76 | 1,893.49 | 156.05 | 6,438.31 |
| Average rate per hour | £597.61 | £731.38 | £396.55 | £398.32 | £224.34 | £187.05 | £88.09 | £249.58 |

Chargeout Rates – per hour

| Insolvency | From 1 July 2007 | From 1 July 2008 | From 1 July 2009 | From 1 July 2010 | From 1 May 2011 | From 1 July 2012 | From 1 July 2013 |
|-------------------------|---------------------|---------------------|---------------------|---------------------|--------------------|---------------------|---------------------|
| Grade | £ | £ | £ | £ | £ | £ | £ |
| Partner | 523 | 670 | 680 | 695 | 730 | 755 | 775 |
| Director | 455 | 570 | 590 | 610 | 641 | 660 | 680 |
| Senior Manager | 340 | 425 | 450 | 470 | 494 | 510 | 525 |
| Manager | 270 | 365 | 390 | 395 | 415 | 430 | 444 |
| Executive - qualified | 210 | 310 | 320 | 330 | 347 | 358 | 370 |
| Executive - unqualified | 170 | 220 | 230 | 245 | 257 | 266 | 275 |
| Analyst | 145 | 190 | 200 | 210 | 221 | 225 | 230 |
| Support Staff | 73 | 95 | 100 | 105 | 112 | 112 | 115 |

| Specialist | From 1 July 2007 | From 1 July 2008 | From 1 July 2009 | From 1 July 2010 | From 1 July 2011 | From 1 July 2012 | From 1 July 2013 |
|--------------------------------|---------------------|---------------------|---------------------|---------------------|---------------------|---------------------|---------------------|
| Grade | £ | £ | £ | £ | £ | £ | £ |
| Partner | 718 | 833 | 833 | 833 | 871 | 871 | 913.75 |
| Director | 582 - 672 | 659 - 672 | 672 - 740 | 740 - 757 | 799 | 799 | 841.5 |
| Senior Manager | 412 - 595 | 413 - 585 | 451 - 689 | 463 - 706 | 741 | 741 | 777.75 |
| Manager | 368 | 353 - 369 | 391 - 502 | 400 - 514 | 539 | 539 | 463.25 |
| Executive / Consultant | 276 - 296 | 276 - 352 | 162 - 221 | 225 - 315 | 332 | 332 | 348.5 |
| Analyst / Assistant consultant | 96 - 196 | 96 - 196 | 106 - 149 | 166 - 183 | 192 | 192 | 178.5 |
| Support Staff | 72 - 92 | 72 - 92 | 85 | 89 | 94 | 94 | 102 |

Our work in the First and Continued Liquidation

Earlier in this section we have included an analysis of the time spent by the various grades of staff.

Whilst this is not an exhaustive list, in the following table we provide more detail on the key areas of work.

First Liquidation

As our case files for the First liquidation have been destroyed the following has been extracted from the liquidators' report dated 7 August 2013:

| Area of work | Work undertaken |
|--|---|
| Administration, planning and statutory | <ul style="list-style-type: none">• Setting Liquidation strategies and detailed work planning.• Dealing with all regulatory and best practice formalities in commencing and maintaining the Creditors' Voluntary Liquidation.• Reporting to and holding initial and annual meetings of creditors.• Reporting / Updating the Liquidation Committee.• Day to day supervision of work undertaken and project reviews.• Dealing with insurance matters• Preparation, authorisation and processing of receipts and payment vouchers.• Preparing and reviewing bank reconciliations.• Closure of group companies. |
| Investigation | <ul style="list-style-type: none">• Statutory CDDA investigation and report. |
| Realisations of assets and property matters | <ul style="list-style-type: none">• Non-domestic rates issues, payment and refunds.• Landlord and council tax queries.• Company Trust Funds.• Recovery of subrogated secured intercompany claims. |
| Tax and VAT issues | <ul style="list-style-type: none">• Corporation tax returns.• VAT returns.• Investigation of possible claims. |
| Creditors / Secured Creditors | <ul style="list-style-type: none">• Identification of creditors and claims.• Reviewing claims and liaising with creditors for more information.• Admitting or rejecting claims.• Dealing with enquiries from the unsecured creditors and Litigation Entitlement Holders.• Liaising with solicitors regarding Public Liability claims.• Planning and processing interim dividend.• Dealing with requests for dividend cheques to be reissued.• Planning and processing dividends. |
| Employee matters | <ul style="list-style-type: none">• Employee claims and communications. |
| Escrow & Post contractual obligations | <ul style="list-style-type: none">• Escrow releases and legal documentations.• Settling and finalising Business rates liabilities. |

Continued Liquidation

| Area of work | Work undertaken | What, if any, financial benefit the work provided to creditors or whether it was required by statute |
|---------------------------------|--|---|
| Strategy and planning | <ul style="list-style-type: none"> • Reviewing the strategy and amending as appropriate. • Updating checklists and diary management systems. • Setting strategy for case closure. • Preparing budget and billing information. | <ul style="list-style-type: none"> • No direct financial benefit but ensures the orderly management and progression of the case. • Required by our licensing body |
| Accounting and treasury | <ul style="list-style-type: none"> • Maintaining accounting records • Conducting and reviewing periodic bank reconciliations. • Coding of receipts and processing payments. • Processing dividend payment to unsecured creditors and the LEH. • Dealing with unbanked cheques and dividend payments. | <ul style="list-style-type: none"> • To ensure the proper management of the bank account. • Financial benefit in that there is proper stewardship of funds. |
| Creditors | <ul style="list-style-type: none"> • Issuing notice of intended dividend. • Dealing with creditor claims and correspondence. • Adjudication of all creditor claims; • Preparation of systems and files to declare and pay dividend. • To calculate and issue a distribution to the LEH, subject to the £3 de minimis limit. • Dealing with any dividend re-issues and unclaimed cheques. | <ul style="list-style-type: none"> • For the proper management of the case and return of funds to creditors. • Direct financial benefit to creditors. |
| Tax & VAT | <ul style="list-style-type: none"> • Chasing HMRC for a response to our letter regarding tax obligations. • Preparing final VAT426 form to reclaim VAT suffered by the Company. • Seeking specialist tax staff advice on dividend considerations. • Seeking and obtaining tax clearance. | <ul style="list-style-type: none"> • Statutory and regulatory requirements to deal with the Company's VAT and Tax affairs in an orderly manner. |
| Statutory and Compliance | <ul style="list-style-type: none"> • Complying with statutory filing requirements and management of case records. • Preparing six monthly case reviews in accordance with statute. • Preparing and issuing our annual progress report to creditors and filing at Companies House. • Dealing with the case diary-management system. • Preparation of our final report to creditors. | <ul style="list-style-type: none"> • Statutory and regulatory requirements |

| | | |
|----------------|--|---|
| Closure | <ul style="list-style-type: none"> Deal with closure formalities; Obtain the liquidators' release from office; Draft and issue final notices; and Close down internal systems and release the specific bond. | <ul style="list-style-type: none"> To ensure that the Company's affairs are wound down in an orderly manner. No financial benefit to creditors but required by statute. |
|----------------|--|---|

Payments to associates

We have not paid any associates in the liquidation.

Our relationships in the Continued Liquidation

We have no business or personal relationships with the parties who approve our fees or who provide services to the liquidation where the relationship could give rise to a conflict of interest.

Details of subcontracted work in the Continued Liquidation

We have not utilised any subcontractors in this case.

Legal and other professional firms

In the First Liquidation, the following professional advisors were used:

| Service provided | Name of firm/organisation | Reason selected | Basis of fees |
|------------------------|---------------------------|-----------------------|----------------------------|
| Legal services | Linklaters | Professional skill | Time cost basis |
| Debt collection | Goodman Nash | Knowledge of industry | Percentage of realisations |

In the Intervening Period we instructed the following professionals on this case:

| Service provided | Name of firm/organisation | Reason selected | Basis of fees |
|---|---------------------------|--------------------|-----------------|
| Legal service, for matters relating to our appointment | Addleshaw Goddard LLP | Professional skill | Time cost basis |

in the Continued Liquidation we instructed the following professionals on this case:

| Service provided | Name of firm/organisation | Reason selected | Basis of fees |
|-------------------------------------|---------------------------|-----------------------|---|
| Rates refund debt collection | Kingsford Partnership | Knowledge of industry | Commission basis (No fees were paid on this occasion) |

Appendix D: Other information

| | |
|---|--|
| Company's registered name: | Angel Realisations 6 Limited |
| Trading name: | 'Slug & Lettuce' and 'The Litten Tree' |
| Registered number: | 01946949 |
| Registered address: | Level 8 Central Square, 29 Wellington Street, Leeds, West Yorkshire, LS1 4DL |
| Date of the Liquidators' appointment: | |
| First liquidation | 15 June 2007 |
| Continued liquidation | 19 September 2019 |
| Previous Liquidators' names, and address | David Christian Chubb and Michael John Andrew Jervis of PwC LLP, 7 More London, Riverside, London, SE1 2RT |
| Liquidators' names, addresses and contact details: | David Robert Baxendale and Michael John Andrew Jervis of PwC LLP, 7 More London, Riverside, London, SE1 2RT Email: uk_creditors_angel@pwc.com |

Notice of liquidators' final account before dissolution

In accordance with rule 6.28 of the Insolvency (England and Wales) Rules 2016

(a) If the company is incorporated outside the UK or is an unregistered company comply with IR16 r1.6

Name of Company

Angel Realisations 6 Limited

Company Number (a)

01946949

(b) Insert full names of liquidators

I/We (b) David Robert Baxendale and Michael John Andrew Jervis

the joint liquidators of the company, give notice to creditors and members that: -

(c) Details of these rights can be found overleaf

- the company's affairs are fully wound up;
- the creditors have the right to request information from the liquidators under rule 18.9 of the Insolvency (England and Wales) Rules 2016 (IR16) (c);
- the creditors have the right to challenge the liquidator's remuneration and expenses under rule 18.34 IR16 (c);
- a creditor may object to the release of the liquidators by giving notice in writing to the liquidator before the end of the prescribed period;
- the prescribed period is the period ending at the later of—
 - eight weeks after delivery of the notice, or
 - if any request for information under rule 18.9 IR16 or any application to court under that rule or rule 18.34 IR16 is made when that request or application is finally determined;
- the liquidators will vacate office under section 171 of the Insolvency Act 1986 (IA86) on delivering to the registrar of companies the final account and notice saying whether any creditor has objected to release; and
- the liquidators will be released under section 173 IA86 at the same time as vacating office unless any of the company's creditors objected to the liquidator's release.

Dated 16.09.2021

The joint liquidators contact details are:

(d) postal address(es): PricewaterhouseCoopers LLP, Central Square, 29 Wellington Street, Leeds, LS1 4DL

email address: uk_creditors_angel@pwc.com

telephone number: 0113 289 4000

(d) insert a postal address for the office-holder and either an e-mail, or telephone number, through which the office holder may be contacted

Creditors' right to request information under rule 18.9 IR16

The following may make a written request to the liquidators for further information about remuneration or expenses set out in a final account—

- (a) a secured creditor;
- (b) an unsecured creditor with the concurrence of at least 5% in value of the unsecured creditors (including the creditor in question); or
- (c) any unsecured creditor with the permission of the court.

A request, or an application to the court for permission, by such a person or persons must be made or filed with the court (as applicable) within 21 days of receipt of the account by the person, or by the last of them in the case of an application by more than one member or creditor.

The liquidators, within 14 days of receipt of such a request respond to the person or persons who requested the information by—

- (a) providing all of the information requested;
- (b) providing some of the information requested; or
- (c) declining to provide the information requested.

The liquidators may respond by providing only some of the information requested or decline to provide the information if—

- (a) the time or cost of preparation of the information would be excessive; or
- (b) disclosure of the information would be prejudicial to the conduct of the proceedings;
- (c) disclosure of the information might reasonably be expected to lead to violence against any person; or
- (d) the liquidators are subject to an obligation of confidentiality in relation to the information.

A liquidator who does not provide all the information or declines to provide the information must inform the person or persons who requested the information of the reasons for so doing.

A creditor who need not be the same as the creditor or members who requested the information, may apply to the court within 21 days of—

- (a) the liquidators giving reasons for not providing all of the information requested; or
- (b) the expiry of the 14 days within which an liquidator must respond to a request.

The court may make such order as it thinks just.

Creditors' right to challenge the liquidator's remuneration and expenses under rule 18.34 IR16

An application to court may be made in a winding-up on the grounds that—

- (a) the remuneration charged by the liquidators is in all the circumstances excessive;
- (b) the basis fixed for the liquidators' remuneration under rules 18.16 and 18.20 IR16 is inappropriate; or
- (c) the expenses incurred by the liquidators are in all the circumstances excessive.

Such an application for one or more of the orders set out in rule 18.36 or 18.37 IR16 may be made by—

- (a) a secured creditor,
- (b) an unsecured creditor with either—
 - (i) the concurrence of at least 10% in value of the unsecured creditors (including that creditor), or
 - (ii) the permission of the court.

The application by a creditor must be made no later than eight weeks after receipt by the applicant of the progress report under rule 18.3, or final account under rule 18.14 which first reports the charging of the remuneration or the incurring of the expenses in question.