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Joint Liquidators' third progress  
report from 2 September 2017 to  
1 September 2018

***4u Wi-fi Limited***  
***Jump 4u Limited***  
***Life Mobile Limited***

24 October 2018

Our ref:  
MM/AT/P4U/CVL/033

(all in Creditors' Voluntary  
Liquidation)

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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
“4U Wi-Fi”	4U Wi-Fi Limited
“Jump 4U”	Jump 4U Limited
“Life Mobile”	Life Mobile Limited
“P4U”	Phones 4U Limited
“CDDA”	Company Directors’ Disqualification Act 1986
“CVL”	Creditors’ Voluntary Liquidation
“DLC”	Direct Legal Collections
“EE”	Everything Everywhere Limited
“HMRC”	HM Revenue & Customs
“ICEAW”	Institute of Chartered Accountants in England and Wales
“the Bank”	Lloyds Bank Plc
“IR16”	Insolvency (England and Wales) Rules 2016
“IA86”	Insolvency Act 1986
“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
“the Companies”	4U Wi-Fi Limited, Jump 4U Limited and Life Mobile Limited
“the Group” or “Phones 4U”	the Companies together with Phones 4U Limited, Phones 4 U Group Limited, Phones4U Finance plc, Mobileserv Limited, Phosphorus Acquisition Limited, Policy Administration Services Limited, Phosphorus Holdco Plc (all in administration); and 4U Limited (formerly in administration and now dissolved)
“the Liquidators”, “us”, “we” or “our”	David James Kelly, Ian David Green and Robert John Moran
“secured creditors”	Creditors with security in respect of their debt, in accordance with Section 248 IA86
unsecured creditors	Creditors who are neither secured nor preferential
Statement of Insolvency Practice	SIP

# Key messages

## Why we've sent you this report

We are writing to update you on the progress of the liquidations of the Companies during the 12 month period to 1 September 2018.

Creditors can still view our previous annual reports on our website at [www.pwc.co.uk/phones4u](http://www.pwc.co.uk/phones4u).

## How much creditors may receive

The following table summarises the possible outcome for creditors\*, based on what we currently know.

### 4U Wi-Fi Limited

Class of creditor	Current estimate (p in £)	Previous estimate (p in £)
Secured creditors	n/a - See Note 1.	n/a
Preferential creditors	n/a - See Note 2.	n/a
Unsecured creditors	0.79p	Less than 0.8p

### Jump 4U Limited

Class of creditor	Current estimate (p in £)	Previous estimate (p in £)
Secured creditors	n/a - See Note 1.	n/a
Preferential creditors	n/a - See Note 2.	n/a
Unsecured creditors	0.38p	Less than 0.5p

### Life Mobile Limited

Class of creditor	Current estimate (p in £)	Previous estimate (p in £)
Secured creditors	n/a - See Note 3.	n/a
Preferential creditors	n/a - See Note 2.	n/a
Unsecured creditors	3.82p	Less than 4p

*\*Please note this guidance on dividends is only an indication and should not be used as the main basis of any bad debt provision or debt trading.*

**Note 1.** There are no secured creditors.

**Note 2.** There are no preferential creditors. Phones 4U Limited was the principal employer in the Group and preferential claims were therefore only expected in that company.

**Note 3.** There is a fixed charge registered against Life Mobile Limited however, we understand that there is no outstanding indebtedness.

## *What you need to do*

We recently issued a notice of our intention to declare and pay a first and final dividend in each liquidation. The last date for creditors to have proved their claims (had they not already done so) was 17 October 2018.

We are now bringing the claims agreement process to an end and will be distributing the available funds to creditors by 17 December 2018.

We would ask that on receipt of dividend payments, creditors bank their cheques without delay in order for the liquidations to be brought to a close as soon as possible.

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## *Overview of what we've done to date*

The principal purpose of the liquidations has been to distribute funds to creditors that were realised in the previous administration process that ended on 2 September 2015 when the companies moved into liquidation.

For some time we were unable to progress the distribution process due to certain large claims (including HMRC) being delayed by matters elsewhere in the Group.

Whilst in this hiatus period, specialist agents continued to recover a small number of debts owed to the Companies.

Therefore, when we last reported, the key outstanding matters in the liquidations were as follows:

- The continued collection of book debts for Jump 4U and Life Mobile; and
- Issue a notice of intended dividend and payment of a first and final dividend to unsecured creditors, once the claim agreement process had been substantially completed.

Further details in relation to the progress made on these matters are provided in the following pages of this report.

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# *Progress since we last reported*

## *Realisation of assets*

### *4U Wi-fi Limited*

Since the last progress report, there have been no further asset realisations in this liquidation. The only receipts during the period of this report represent interest earned on funds held in the bank account, totalling £1,392.30.

### *Jump 4U Limited*

DLC, our collection agents, have continued with the recovery of the monthly outstanding book debts and have realised £2,158.14 during the period.

Additionally, we have received £936.09 relating to interest accruing on funds held in the liquidation bank account.

### *Life Mobile Limited*

DLC have also continued to collect the recovery of the monthly outstanding book debts for Life Mobile. During the period, some £1,166.84 has been recovered for the benefit of the liquidation estate.

We have decided not to pursue the remaining book debts in the liquidation of Life Mobile and Jump 4u as it is considered that the costs of doing so will far outweigh any benefits likely to be achieved.

We have also received £9,158.36 relating to interest accrued on funds held in the liquidation bank account.

## *The HMRC claim*

As previously reported, since appointment the administrators of Phones4U Limited have been liaising with HMRC to agree the correct treatment of certain complex VAT matters. The Companies are joint and severally liable to HMRC for the liabilities of the VAT group prior to the commencement of the administration on 15 September 2014.

During the period, an updated final claim for £82.9m has been received from HMRC which compares to the estimate of £69.2m as first reported in the directors' statement of affairs. We are currently in the process of reviewing the quantum of this revised claim and can report that the VAT and PAYE elements have been admitted to rank for dividend purposes. The only remaining element to be adjudicated on is Corporation tax, which will be completed shortly. Following the full verification of HMRC's claim, the first and final distribution to the unsecured creditors of the companies will be made by no later than 17 December 2018.

## *Statutory and compliance*

During the period, we have dealt with the following statutory and compliance matters:

- Preparing and issuing the second annual report;
- Completing periodic case reviews as required by our regulatory body; and
- Preparing and submitting contributions to the quarterly VAT returns for the Group, for periods ending September 2017, December 2017, March 2018 and June 2018.

Statutory and compliance obligations will continue to be fulfilled as required.

### *First and final distribution to unsecured creditors*

We have adjudicated on all of the unsecured creditor claims in the Companies' liquidations apart from the final corporation tax element of HMRC's claim for the purpose of paying a first and final distribution to unsecured creditors.

Once the distribution has been made, we will prepare our final accounts and close the liquidations.

### *Investigations and actions*

There have not been any matters that have come to our attention during the period to suggest that we need to do any more work in line with our duties under the CDDA and SIP 2.



# Outcome for creditors

## Secured creditors

At the date of the commencement of the preceding administration, Life Mobile had granted a fixed charge over cash credit balances. However, there was no outstanding debt in the company. As such there are no creditors in any of the Companies that have a secured or propriety interest in the Companies' assets.

## Preferential creditors (mainly employees)

We also confirmed in our previous reports that all employee contracts resided in P4U which was the principal employer for all of the Group's employees. Therefore, there are no preferential creditors or claims in any of the Companies.

## Unsecured creditors

Dividends become available for unsecured creditors when there are sufficient funds (after costs of the liquidation) to pay any 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.

In this case, the prescribed part doesn't apply because there are no floating charges registered against any of the Companies.

As advised, we have now issued a notice of intended dividend to the unsecured creditors of the Companies as it is anticipated that a small dividend will be payable. The following table provides a summary of unsecured claims and dividend prospects in each estate.

Company	Statement of Affairs	Claims received	Claims not received *	Estimated dividend prospects
4U Wi-Fi Limited	£69.4m	£75.3m	£196k	0.79%
Jump 4U Limited	£74.8m	£80.46m	£90k	0.38%
Life Mobile Limited	£87.8m	£92.5m	£4.2m	3.82%

\* Estimated value outstanding as per the directors' Statement of Affairs.

The estimated level of dividend for unsecured creditors has been calculated based on the level of claims received to date and where no claim has been received, on the value recorded in the Statement of Affairs.

The claims received in Life Mobile of £92.5m include a claim received from P4U for £17.2m following the discharge of Life Mobile's overdraft by P4U (£14.2m) and pre-appointment intercompany debt (£3m). Claims received in all estates include HMRC's claim of £74.93m.

Unsecured creditors have previously been invited to submit their claim against the relevant company and work is concluding on reviewing the claims that have been received.

## Our receipts and payments account

We set out in Appendix A an account of our receipts and payments in the liquidations for the period and a cumulative receipts and payments since the date the Companies entered liquidation.

## Our expenses

We set out in Appendix B a statement of the expenses we've incurred to the date covered by this report and an estimate of our future expenses.

The statement excludes any potential tax liabilities that we may need to pay as a liquidation expense in due course because amounts due will depend on the position at the end of the tax accounting period.

## Our fees

During the preceding administrations, creditors fixed the basis of the joint administrators' fees by reference to time properly given by them and their staff in dealing with the administrations.

The fee basis agreed in the administrations continues to apply in the liquidations. This means that our fees for acting as liquidators will also be calculated by reference to the time properly given.

We set out in Appendix C, an update on our fees, disbursements and other related matters.

## Creditors' rights

Creditors have the right to ask for more information within 21 days of receiving this report as set out in Rule 18.9 IR16. Any request must be in writing. Creditors can also challenge our fees and expenses within eight weeks of receiving this report as set out in Rule 18.34 IR16. This information can also be found in the guide to fees at:

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

## What we still need to do and next report

The only remaining matters to be dealt with in the liquidations are the first and final distributions to the unsecured creditors of the Companies.

Once this has been completed, we will deal with any uncashed dividend cheques and then prepare the cases for closure, including issuing our final accounts.

If you've got any questions, please get in touch with May Mehdi on 0113 289 4742.

Yours faithfully



David James Kelly  
Joint Liquidator

*David James Kelly, Ian David Green and Robert John Moran were appointed as joint liquidators of the Companies to manage their affairs, business and property as agents without personal liability. All 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](http://PwC.co.uk) website or by contacting the joint liquidators.*

# Appendix A: Receipts and payments

## 4u Wi-Fi Limited

Receipts and payments account for the period 2 September 2017 to 1 September 2018

Directors' statement of affairs	Total from appointment to 1 September 2017	Total for the period from 2 September 2017 to 1 September 2018	Total
£	£	£	£
<b>Receipts</b>			
Release of funds from Joint Administrators	754,182.21	-	754,182.21
Sundry debts & refunds	12,090.00	-	12,090.00
Bank Interest Gross	2,189.07	1,392.30	3,581.37
<b>Total receipts</b>	<b>768,461.28</b>	<b>1,392.30</b>	<b>769,853.58</b>
<b>Payments</b>			
Prior appointee office holder fees (Time cost basis)	(26,338.25)	-	(26,338.25)
Office holders' fees (Time cost basis)	(33,783.25)	(21,148.67)	(54,931.92)
Office holders' expenses	(192.36)	-	(192.36)
Legal fees & expenses	(30,193.83)	-	(30,193.83)
Mail redirection charge	(240.00)	-	(240.00)
Statutory advertising	(44.67)	-	(44.67)
Bank charges	(15.00)	-	(15.00)
<b>Total payments</b>	<b>(90,807.36)</b>	<b>(21,148.67)</b>	<b>(111,956.03)</b>
<b>Net receipts &amp; payments</b>	<b>677,653.92</b>	<b>(19,756.37)</b>	<b>657,897.55</b>
VAT control account	(8.93)	(4,229.73)	(4,238.66)
<b>Balance held in interest bearing current accounts</b>	<b>677,644.99</b>	<b>(23,986.10)</b>	<b>653,658.89</b>
<b>Represented by</b>			<b>£</b>
Held in Barclays account			653,658.89
Held in Lloyds account			-
<b>Total</b>			<b>653,658.89</b>

Note 1. The statement of affairs received in the preceding administration is not shown above because the assets were substantially realised in the administration and it would therefore not be a meaningful comparison to the liquidation account.

**Jump 4u Limited**

**Receipts and payments account for the period 2 September 2017 to 1 September 2018**

<b>Directors' statement of affairs</b>	<b>Total from appointment to 1 September 2017</b>	<b>Total for the period from 2 September 2017 to 1 September 2018</b>	<b>Total</b>
<b>£</b>	<b>£</b>	<b>£</b>	<b>£</b>
<b>Receipts</b>			
Release of funds from Joint Administrators	577,538.20	-	577,538.20
Book debts	7,624.80	2,158.14	9,782.94
Bank Interest Gross	1,698.66	936.09	2,634.75
Legal Actions, unfair preferences etc	152.75	-	152.75
<b>Total receipts</b>	<b>587,014.41</b>	<b>3,094.23</b>	<b>590,108.64</b>
<b>Payments</b>			
Debt collection fees	(1,403.90)	(221.08)	(1,624.98)
Refund of book debts	(234.52)	-	(234.52)
Prior appointee office holder fees (Time cost basis)	(70,855.00)		(70,855.00)
Office holders fees (Time cost basis)	(48,402.75)	(29,356.17)	(77,758.92)
Office holders' expenses	(192.36)	-	(192.36)
Legal fees & Expenses	(1,339.19)	-	(1,339.19)
IT costs - Data destruction	(6,422.00)	-	(6,422.00)
Mail redirection charge	(665.00)	-	(665.00)
Statutory advertising	(44.66)	-	(44.66)
Bank charges	(15.00)	-	(15.00)
<b>Total payments</b>	<b>(129,574.38)</b>	<b>(29,577.25)</b>	<b>(159,151.63)</b>
<b>Net receipts &amp; payments</b>	<b>457,440.03</b>	<b>(26,483.02)</b>	<b>430,957.01</b>
VAT control account	5.49	(5,882.68)	(5,877.19)
<b>Balance held in interest bearing current accounts</b>	<b>457,445.52</b>	<b>(32,365.70)</b>	<b>425,079.82</b>
<b>Represented by</b>			<b>£</b>
Held in Barclays account			425,079.82
Held in Lloyds account			-
<b>Total</b>			<b>425,079.82</b>

Note 1. The statement of affairs received in the preceding administration is not shown above because the assets were substantially realised in the administration and it would therefore not be a meaningful comparison to the liquidation account.

**Life Mobile Limited**

**Receipts and payments account for the period 2 September 2017 to 1 September 2018**

<b>Directors' statement of affairs</b>	<b>Total from appointment to 1 September 2017</b>	<b>Total for the period from 2 September 2017 to 1 September 2018</b>	<b>Total</b>
<b>£</b>	<b>£</b>	<b>£</b>	<b>£</b>
<b>Receipts</b>			
Cash in hand	4,322,155.37	-	4,322,155.37
575,924 Book debts	15,671.49	1,166.84	16,838.33
Interest received	11,659.39	9,158.36	20,817.75
<b>575,924 Total receipts</b>	<b>4,349,486.25</b>	<b>10,325.20</b>	<b>4,359,811.45</b>
<b>Payments</b>			
Debt collection fees	(1,971.75)	(150.74)	(2,122.49)
Prior appointee office holder fees (Time cost basis)	(116,233.84)	-	(116,233.84)
Office holders' fees (Time cost basis)	(56,788.25)	(32,551.41)	(89,339.66)
Office holders' expenses	(200.08)		(200.08)
Legal fees & Expenses	(9,449.09)	-	(9,449.09)
Statutory advertising	(44.66)	-	(44.66)
Bank charges	(15.00)	-	(15.00)
VAT paid in respect of administration	(206,666.89)	-	(206,666.89)
<b>Total payments</b>	<b>(391,369.56)</b>	<b>(32,702.15)</b>	<b>(424,071.71)</b>
<b>Net receipts &amp; payments (inc trading)</b>	<b>3,958,116.69</b>	<b>(22,376.95)</b>	<b>3,935,739.74</b>
VAT control account	813.16	(6,502.27)	(5,689.11)
<b>Balance held in interest bearing current accounts</b>	<b>3,958,929.85</b>	<b>(28,879.22)</b>	<b>3,930,050.63</b>
<b>Represented by</b>			<b>£</b>
Held in Barclays account			3,930,050.63
Held in Lloyds account			-
<b>Total</b>			<b>3,930,050.63</b>

Note 1. The statement of affairs received in the preceding administration is not shown above because the assets were substantially realised in the administration and it would therefore not be a meaningful comparison to the liquidation account.

# Appendix B: Expenses

The following table provides details of our expenses. Expenses are amounts properly payable by us as liquidators from the estates and include our fees, but exclude distributions to creditors. The table also excludes any potential tax liabilities that we may need to pay as a liquidation expenses because amounts becoming due will depend on the position at the end of the tax accounting period.

The table should be read in conjunction with the receipts and payments account at Appendix A, which shows expenses actually paid during the period and the total paid to date.

## 4u Wi-Fi Limited

	<b>Brought forward from preceding period £</b>	<b>Incurred in the period under review £</b>	<b>Cumulative £</b>	<b>Estimated future £</b>	<b>Anticipated total £</b>
Prior appointee office holders' fees (Time cost basis)	26,338.25	-	26,338.25	-	26,338.25
Office holders' fees (Time cost basis)	43,357.95	16,537.17	59,895.12	14,977.19	74,872.31
Office holders' expenses	202.36		202.36	-	202.36
Legal fees and expenses	30,193.83	-	30,193.83	-	30,193.83
Mail redirection charge	240.00	-	240.00	-	240.00
Statutory advertising	44.67	-	44.67	-	44.67
Bank charges	15.00	-	15.00	-	15.00
<b>Total</b>	<b>100,392.06</b>	<b>16,537.17</b>	<b>116,929.23</b>	<b>14,977.19</b>	<b>131,906.42</b>

## Jump 4u Limited

	<b>Brought forward from preceding period £</b>	<b>Incurred in the period under review £</b>	<b>Cumulative £</b>	<b>Estimated future £</b>	<b>Anticipated total £</b>
Debt collection fees	1,403.90	221.08	1,624.98	-	1,624.98
Refund of book debt	234.52	-	234.52	-	234.52
Prior appointee office holders' fees (Time cost basis)	70,855.00	-	70,855.00	-	70,855.00
Prior appointee office holders' expenses	20.75	-	20.75	-	20.75
Office holders' fees (Time cost basis)	60,793.40	22,829.42	83,622.82	16,221.94	99,844.76
Office holders' expenses	202.36	-	202.36	-	202.36
Legal fees and expenses	1,339.19	-	1,339.19	-	1,339.19
IT costs – Data destruction	6,422.00	-	6,422.00	-	6,422.00
Mail redirection	665.00	-	665.00	-	665.00
Statutory advertising	89.32	-	89.32	-	89.32
Bank charges	15.00	-	15.00	-	15.00
<b>Total</b>	<b>142,040.44</b>	<b>23,050.50</b>	<b>165,090.94</b>	<b>16,221.94</b>	<b>181,312.88</b>

## Life Mobile Limited

	Brought forward from preceding period £	Incurred in the period under review £	Cumulative £	Estimated future £	Anticipated total £
Debt collection fees	1,971.75	150.74	2,122.49	-	2,122.49
Prior appointee office holders' fees (Time cost basis)	116,233.84	-	116,233.84	-	116,233.84
Prior appointee office holders' expenses	176.64	-	176.64	-	176.64
Office holders fees (Time cost basis)	72,596.30	22,277.21	94,873.57	16,433.45	111,306.96
Office holders' expenses	210.08	-	210.08	-	210.08
Legal fees and expenses	9,449.09	-	9,449.09	-	9,449.09
Statutory advertising	44.66	-	44.66	150.00	194.66
Bank charges	15.00	-	15.00	-	15.00
<b>Total</b>	<b>200,697.36</b>	<b>22,427.95</b>	<b>223,125.37</b>	<b>16,583.45</b>	<b>239,708.76</b>



## ***Appendix C: Remuneration update***

We set out in this Appendix details of our work to date, anticipated future work, disbursements, subcontracted work and payments to associates.

We have assumed for the purpose of this report that all matters will complete in the next twelve months. The estimated future hours and costs of each liquidation are detailed in the appropriate time cost summaries.

## 4u Wi-Fi Limited- Our hours and average rates for the Period



### 4u Wi-Fi Limited (In Creditors Voluntary Liquidation)

Analysis of time costs for the period

From: 02 September 2017  
To: 01 September 2018

Aspect of assignment	Partner	Director	Senior Manager	Manager	Senior Associate	Associate	Support	Total hours	Time cost £	Average hourly rate £	Cumulative time cost £
1 Strategy & Planning	0.50	-	-	-	3.35	-	-	3.85	1,450.90	376.86	5,828.00
2 Sale of business	-	-	-	-	-	-	-	-	-	-	-
3 Book debt realisations	-	-	-	-	-	-	-	-	-	-	-
4 Property	-	-	-	-	-	-	-	-	-	-	768.50
5 Other assets	-	-	0.10	-	-	-	-	0.10	57.50	575.00	115.50
6 Retention of title	-	-	-	-	-	-	-	-	-	-	-
7 Trading	-	-	-	-	-	-	-	-	-	-	615.00
8 Accounting and treasury	-	-	-	1.20	2.25	0.70	-	3.00	893.35	297.78	7,264.80
9 Statutory and compliance	-	-	1.00	4.10	18.40	-	0.30	23.80	8,236.80	346.08	31,628.30
10 Employees & pensions	-	-	-	-	-	-	-	-	-	-	-
11 Investigations	-	-	-	-	-	-	-	-	-	-	1,579.00
12 Creditors	-	-	2.40	0.33	3.25	0.09	-	6.07	2,586.97	426.19	4,820.22
13 Creditors committee	-	-	-	-	-	-	-	-	-	-	-
14 Tax	-	-	-	1.10	2.25	7.70	-	11.05	3,205.25	290.07	5,967.75
15 VAT	-	-	-	-	0.25	-	-	0.25	76.00	304.00	956.65
16 Books and records	-	-	-	-	-	-	-	-	-	-	-
17 Closure procedures	-	-	-	-	0.10	-	-	0.10	30.40	304.00	351.40
<b>Total for the period</b>	<b>0.50</b>	<b>-</b>	<b>3.50</b>	<b>6.73</b>	<b>29.85</b>	<b>8.49</b>	<b>0.30</b>	<b>48.22</b>	<b>16,537.17</b>	<b>342.95</b>	<b>59,895.12</b>
<b>Brought forward at 1 September 2017</b>								<b>131.05</b>	<b>43,357.95</b>		
<b>Total to 1 September 2018</b>								<b>179.27</b>	<b>59,895.12</b>		

## 4u Wi-Fi Limited- Time cost summary as at 1 September 2018

### 4u Wi-Fi Limited - In Creditors Voluntary Liquidation

#### Time cost summary as at 1 September 2018

Aspect of assignment	Total hours to 1 September 2018	Total time cost to 1 September 2018 £	Average hourly rate £	Estimated future hours	Estimated future costs £	Estimated total cost £	Average hourly rate £
1 Strategy & Planning	16.00	5,828.00	364.25	3.00	1,202.03	7,030.03	370.00
2 Sale of business	-	-	-	-	-	-	-
3 Book debt realisations	-	-	-	-	-	-	-
4 Property	2.65	768.50	290.00	-	-	768.50	290.00
5 Other assets	0.30	115.50	385.00	-	-	115.50	385.00
7 Trading	2.30	615.00	267.39	-	-	615.00	267.39
8 Accounting and treasury	24.25	7,264.80	299.58	4.00	1,318.15	8,582.95	303.82
9 Statutory and compliance	90.85	31,628.30	348.14	8.00	3,063.61	34,691.91	350.96
11 Investigations	5.25	1,579.00	300.76	-	-	1,579.00	300.76
12 Creditors	13.42	4,820.22	359.18	5.00	1,975.50	6,795.72	368.93
14 Tax	20.10	5,967.75	296.90	1.50	489.89	6,457.64	298.96
15 VAT	3.25	956.65	294.35	1.50	485.68	1,442.33	303.65
16 Books and records	-	-	-	-	-	-	-
17 Closure procedures	0.90	351.40	390.44	15.00	6,442.33	6,793.73	427.28
<b>Total</b>	<b>179.27</b>	<b>59,895.12</b>	<b>334.11</b>	<b>38.00</b>	<b>14,977.19</b>	<b>74,872.31</b>	<b>344.60</b>

# Jump 4u Limited- Our hours and average rates for the Period



## Jump 4u Limited (In Creditors Voluntary Liquidation)

Analysis of time costs for the period

From: 02 September 2017  
To: 01 September 2018

Aspect of assignment	Partner	Director	Senior Manager	Manager	Senior Associate	Associate	Support	Total hours	Time cost £	Average hourly rate £	Cumulative time cost £
1 Strategy & Planning	0.50	-	-	-	3.65	-	-	4.15	1,542.10	371.59	6,451.70
2 Sale of business	-	-	-	-	-	-	-	-	-	-	-
3 Book debt realisations	-	-	0.25	0.50	0.35	-	-	1.10	497.65	452.41	613.65
4 Property	-	-	-	-	-	-	-	-	-	-	-
5 Other assets	-	-	0.35	-	9.60	-	-	9.95	3,119.65	313.53	4,394.05
6 Retention of title	-	-	-	-	-	-	-	-	-	-	-
7 Trading	-	-	-	-	-	-	-	-	-	-	804.50
8 Accounting and treasury	-	-	0.05	0.90	6.95	0.80	-	8.70	2,785.15	320.13	19,797.15
9 Statutory and compliance	-	-	1.15	2.70	18.85	-	0.30	23.00	7,766.85	337.69	32,508.35
10 Employees & pensions	-	-	-	-	-	-	-	-	-	-	-
11 Investigations	-	-	-	-	-	-	-	-	-	-	1,593.00
12 Creditors	-	-	2.35	1.70	3.25	0.09	-	7.39	3,236.37	437.94	5,344.62
13 Creditors committee	-	-	-	-	-	-	-	-	-	-	-
14 Tax	-	-	-	1.70	2.25	8.30	-	12.25	3,775.25	308.18	10,358.75
15 VAT	-	-	-	-	0.25	-	-	0.25	76.00	304.00	1,074.15
16 Books and records	-	-	-	-	-	-	-	-	-	-	433.00
17 Closure procedures	-	-	-	-	0.10	-	-	0.10	30.40	304.00	249.90
<b>Total</b>	<b>0.50</b>	<b>-</b>	<b>4.15</b>	<b>7.50</b>	<b>45.25</b>	<b>9.19</b>	<b>0.30</b>	<b>66.89</b>	<b>22,829.42</b>	<b>341.30</b>	<b>83,622.82</b>
<b>Brought forward from 1 September 2017</b>								<b>181.75</b>	<b>60,793.40</b>		
<b>Total to 1 September 2018</b>								<b>248.64</b>	<b>83,622.82</b>		

## *Jump 4u Limited- Time cost summary as at 1 September 2018*

### ***Jump 4u Limited - In Creditors Voluntary Liquidation***

Time cost summary as at 1 September 2018

Aspect of assignment	Total hours to 1 September 2018	Total time cost to 1 September 2018 £	Average hourly rate £	Estimated future hours	Estimated future costs £	Estimated total cost £	Average hourly rate £
Strategy & Planning	18.15	6,451.70	355.47	3.00	1,173.04	7,624.74	360.51
Book debt realisations	1.50	613.65	409.10	-	-	613.65	409.10
Other assets	14.30	4,394.05	307.28	-	-	4,394.05	307.28
Trading	2.65	804.50	303.58	-	-	804.50	303.58
Accounting and treasury	66.35	19,797.15	298.37	4.00	1,312.85	21,110.00	300.07
Statutory and compliance	93.80	32,508.35	346.57	8.00	3,049.82	35,558.17	349.29
Investigations	5.30	1,593.00	300.57	-	-	1,593.00	300.57
Creditors	14.24	5,344.62	375.32	5.00	2,064.28	7,408.90	385.08
Tax	26.75	10,358.75	387.24	1.50	639.38	10,998.13	389.30
VAT	3.65	1,074.15	294.29	1.50	485.57	1,559.72	302.86
Books and records	1.40	433.00	309.29	-	-	433.00	309.29
Closure procedures	0.55	249.90	454.36	15.00	7,497.00	7,746.90	498.19
<b>Total</b>	<b>248.64</b>	<b>83,622.82</b>	<b>333.19</b>	<b>38.00</b>	<b>16,221.94</b>	<b>99,844.76</b>	<b>348.33</b>

## Life Mobile Limited- Our hours and average rates for the Period



### Life Mobile Limited (In Creditors Voluntary Liquidation)

Analysis of time costs for the period

From: 02 September 2017  
To: 01 September 2018

Aspect of assignment	Partner	Director	Senior Manager	Manager	Senior Associate	Associate	Support	Total hours	Time cost £	Cumulative time cost £
1 Strategy & Planning	-	-	-	-	3.65	-	-	3.65	1,109.60	5,716.20
2 Sale of business	-	-	-	-	-	-	-	-	-	140.00
3 Book debt realisations	-	-	-	0.50	-	-	-	0.50	247.50	247.50
4 Property	-	-	-	-	-	-	-	-	-	-
5 Other assets	-	-	0.35	-	6.45	-	-	6.80	2,162.05	3,969.95
6 Retention of title	-	-	-	-	-	-	-	-	-	-
7 Trading	-	-	-	-	-	-	-	-	-	2,101.50
8 Accounting and treasury	-	-	0.05	0.40	7.20	1.00	-	8.65	2,665.25	18,454.95
9 Statutory and compliance	-	-	1.55	3.80	18.35	-	-	23.70	8,350.65	34,876.90
10 Employees & pensions	-	-	-	-	-	-	-	-	-	-
11 Investigations	-	-	-	-	-	-	-	-	-	1,579.00
12 Creditors	-	-	3.30	0.30	3.50	0.07	-	7.17	3,187.46	12,133.01
13 Creditors committee	-	-	-	-	-	-	-	-	-	-
14 Tax	-	0.50	-	1.30	2.45	8.30	-	12.55	4,144.30	11,322.80
15 VAT	-	-	-	-	1.25	-	-	1.25	380.00	2,151.55
16 Books and records	-	-	-	-	-	-	-	-	-	1,930.25
17 Closure procedures	-	-	-	-	0.10	-	-	0.10	30.40	249.90
<b>Total</b>	-	<b>0.50</b>	<b>5.25</b>	<b>6.30</b>	<b>42.95</b>	<b>9.37</b>	-	<b>64.37</b>	<b>22,277.21</b>	<b>94,873.51</b>
<b>Brought forward at 1 September 2017</b>								<b>206.50</b>	<b>72,596.30</b>	
<b>Total to 1 September 2018</b>								<b>270.87</b>	<b>94,873.51</b>	

## *Life Mobile Limited- Time cost summary as at 1 September 2018*

### **Life Mobile Limited - In Creditors Voluntary Liquidation**

#### **Time cost summary as at 1 September 2018**

Aspect of assignment	Total hours	Time cost £	Average hourly rate £	Estimated future hours	Estimated future costs £	Estimated total cost £	Average hourly rate £
Strategy & Planning	16.15	5,716.20	353.94	3.00	1,168.02	6,884.22	359.49
Book debt realisations	0.50	247.50	495.00	-	-	247.50	495.00
Sale of business	0.25	140.00	560.00	-	-	140.00	560.00
Other assets	12.95	3,969.95	306.56	-	-	3,969.95	306.56
Trading	5.40	2,101.50	389.17	-	-	2,101.50	389.17
Accounting and treasury	61.30	18,454.95	301.06	4.00	1,324.66	19,779.61	302.90
Statutory and compliance	100.95	34,876.90	345.49	8.00	3,040.28	37,917.18	348.02
Investigations	5.25	1,579.00	300.76	-	-	1,579.00	300.76
Creditors	29.82	12,133.01	406.87	5.00	2,237.81	14,370.82	412.72
Tax	27.50	11,322.80	411.74	1.50	679.37	12,002.17	413.87
VAT	7.30	2,151.55	294.73	1.50	486.31	2,637.86	299.76
Books and records	2.95	1,930.25	654.32	-	-	1,930.25	654.32
Closure procedures	0.55	249.90	454.36	15.00	7,497.00	7,746.90	498.19
<b>Total</b>	<b>270.87</b>	<b>94,873.51</b>	<b>350.25</b>	<b>38.00</b>	<b>16,433.45</b>	<b>111,306.96</b>	<b>360.37</b>

## *Our time charging policy and hourly rates*

We and our team charge our time for the work we need to do in the liquidations. 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 us.

All of our staff who work on the liquidations (including our cashiers, support and secretarial staff) charge time directly to the case 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 charged in three minute units (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 who already or who are likely to work on the liquidations.

<b>Grade</b>	<b>Up to 30 June 2018 £</b>	<b>From 1 July 2018 £</b>
Partner	865	890
Director	760	780
Senior manager	575	590
Manager	495	510
Senior associate (qualified/consultant)	412	425
Senior associate (unqualified)	304	315
Associate	258	265
Support staff	129	135

We call on colleagues in our Tax, VAT, Real Estate and Pensions departments where we need their expert advice. Their specialist charge-out rates vary but the following are the maximum rates by grade per hour.

<b>Grade</b>	<b>Up to 30 June 2018 £</b>	<b>From 1 July 2018 £</b>
Partner	1,315	1,445
Director	1,210	1,325
Senior manager	1,230	1,020
Manager	735	735
Senior Associate / consultant	545	545
Associate / assistant consultant	270	290
Support staff	160	160

In common with many professional firms, our scale rates may rise to cover annual inflationary cost increases.



## Payments to associates

We have not made any payments to associates in the period.

## Our work in the period

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

Whilst this is not an exhaustive list, in the following table we provide more detail on the key areas of work during this latest period:-

Area of work	Work undertaken	Why the work was necessary and what, if any, financial benefit the work provided to creditors
Strategy & planning	<ul style="list-style-type: none"><li>• Case progression and strategy meetings;</li><li>• Six monthly internal case reviews; and</li></ul>	<ul style="list-style-type: none"><li>• To ensure orderly management and progression of the case.</li></ul>
Assets	<ul style="list-style-type: none"><li>• Liaising with agent regarding collection of book debts.</li></ul>	<ul style="list-style-type: none"><li>• To maximise and ensure most cost effective realisation of assets.</li></ul>
Creditor claims and distribution	<ul style="list-style-type: none"><li>• Review of unsecured claims;</li><li>• Drafting, issuing and filing of 14 day letters to awaited unsecured creditors;</li><li>• Dealing with received claims;</li><li>• Ad hoc creditor enquiries and correspondence from awaited creditors; and</li><li>• Issuing the notice of intended dividend to the unsecured creditors.</li></ul>	<ul style="list-style-type: none"><li>• To ensure the proper distribution of funds to creditors when available; and</li><li>• Work is required by statute and for the proper administration of the liquidation.</li></ul>
Accounting & treasury	<ul style="list-style-type: none"><li>• Reviewing and authorising payments;</li><li>• Processing liquidation payments and receipts;</li><li>• Periodic bank reconciliations; and</li><li>• Maintenance of case accounting records.</li></ul>	<ul style="list-style-type: none"><li>• To ensure proper management of the liquidation bank account.</li></ul>
Statutory & compliance	<ul style="list-style-type: none"><li>• Drafting and issuing progress report for the period;</li><li>• Filing of case documentation;</li><li>• Dealing with general case correspondence;</li><li>• Internal compliance procedures; and</li><li>• Update of case job plans to in light of new IR16.</li></ul>	<ul style="list-style-type: none"><li>• To comply with mandatory statutory and other obligations placed on the Joint Liquidators.</li></ul>

## Our future work

We still need to do the following work in the liquidation.

Area of work	Work we need to do	Whether or not the work will provide a financial benefit to creditors
Strategy & planning	<ul style="list-style-type: none"><li>• Reviewing the progress of liquidation strategy and amending as appropriate</li></ul>	<ul style="list-style-type: none"><li>• Incidental to the proper management of the liquidation.</li></ul>
Creditor claims and distributions	<ul style="list-style-type: none"><li>• Deal with ad hoc creditor enquiries;</li><li>• Review of further claims and agreement for dividend purposes;</li></ul>	<ul style="list-style-type: none"><li>• Direct benefit to creditors through payment of distribution and provision of information.</li></ul>

Area of work	Work we need to do	Whether or not the work will provide a financial benefit to creditors
	<ul style="list-style-type: none"> <li>• Declaration and payment of first and final dividend to unsecured creditors based on available funds;</li> <li>• Deal with any uncashed dividend cheques and forwarding to ISA uncashed division account.</li> </ul>	
Accounting & treasury	<ul style="list-style-type: none"> <li>• Bank reconciliations;</li> <li>• Payments to third parties;</li> <li>• Receipts from third parties;</li> <li>• Payment of unsecured dividends;</li> <li>• Monitor of uncashed dividend cheques; and</li> <li>• Closure of bank accounts.</li> </ul>	<ul style="list-style-type: none"> <li>• Ensures proper stewardship of the funds held.</li> </ul>
Statutory & compliance	<ul style="list-style-type: none"> <li>• Reporting to creditors;</li> <li>• Complying with statutory filing requirements;</li> <li>• Compliance with regulatory requirements;</li> <li>• Preparation and distribution of final report to creditors; and</li> <li>• Maintaining case records.</li> </ul>	<ul style="list-style-type: none"> <li>• Statutory and regulatory requirements.</li> </ul>
Tax and VAT	<ul style="list-style-type: none"> <li>• Liaising with HMRC with regards tax clearance; and</li> <li>• Ongoing and completion of tax and VAT filings.</li> </ul>	<ul style="list-style-type: none"> <li>• Statutory and regulatory requirements.</li> </ul>
Closure	<ul style="list-style-type: none"> <li>• Dealing with closure formalities; and</li> <li>• Closing down internal systems.</li> </ul>	<ul style="list-style-type: none"> <li>• Ensures that the Companies affairs are wound down in an orderly manner.</li> </ul>

## Disbursements

We don't need to get approval to draw expenses or disbursements unless they are for shared or allocated services provided by our own firm, including room hire, document storage, photocopying, communication facilities. These types of expenses are called "Category 2" disbursements and they must be directly incurred on the case, subject to a reasonable method of calculation and allocation and approved by the same party who approves our fees.

Our expenses policy allows for all properly incurred expenses to be recharged to the liquidations.

There were no disbursements incurred during the period for 4u Wi-Fi Limited or Life Mobile Limited.

The table below shows disbursements incurred for Jump 4U Limited.

Category	Policy	Cost incurred £
2	<i>Photocopying</i> - at 5 pence per sheet copied, only charged for circulars to creditors and other bulk copying.	15.00
2	<i>Mileage</i> - At a maximum of 71 pence per mile (up to 2,000cc) or 93 pence per mile (over 2,000cc)	-
1	All other disbursements reimbursed at cost.	-
<b>Total</b>		<b>15.00</b>

## *Our relationships*

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

## *Summary of legal and other professional/subcontracted firms*

To date, we have instructed the following professionals and sub-contractors on these cases:

<b>Service provided</b>	<b>Name of firm / organisation</b>	<b>Reason selected</b>	<b>Basis of fees</b>
Debt collection	• Direct Legal Collections (DLC)	• Knowledge and existing relationship	• Percentage basis
Debt collection	• J&P Associates Ltd	• Knowledge and existing relationship	• Percentage basis
Data destruction	• Assurant Solutions	• Knowledge and existing relationship	• Fixed fee

Our choice of the above legal and professional advisors was based upon our perception of the advisors' experience and ability to perform this type of work, the complexity and nature of the assignment and the basis of the fee arrangement with them.

We require all third party professionals to submit time costs analyses and narrative or a schedule of realisations achieved in support of invoices rendered. We review third party costs to ensure they are reasonable in the circumstances of the case.

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## ***Appendix D: Other information***

Company's registered name:	4u Wi-Fi Limited	Jump 4u Limited	Life Mobile Limited
Trading name:	As above		
Registered number:	05956859	07493495	05956966
Registered address:	Central Square, Level 8, 29 Wellington Street, Leeds, LS1 4DL		
Date of the Liquidators' appointment:	2 September 2015		
Liquidators' names, addresses and contact details:	David James Kelly and Ian David Green, both of PricewaterhouseCoopers LLP, 7 More London, Riverside, London, SE1 2RT; and Robert John Moran of PricewaterhouseCoopers LLP, Cornwall Court, 19 Cornwall Street, Birmingham, B3 2DT.		