
Solo Group (Holdings) Limited,
Solo Group Services Limited, Old
Park Lane Capital Limited, West
Point Derivatives Limited and
Telesto Markets LLP - all in
Administration

5 April 2018

High Court of Justice, Chancery Division,
Companies Court

Case Numbers 5981, 5976, 5979, 5980 and 5977 of 2016

Joint administrators' progress report for the period 22
March 2017 to 21 March 2018

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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
Administrators	Douglas Nigel Rackham and Michael John Andrew Jervis
SGH	Solo Group (Holdings) Limited
SGS	Solo Group Services Limited
OPL	Old Park Lane Capital Limited
WPD	West Point Derivatives Limited
TML	Telesto Markets LLP
SCP	Solo Capital Partners LLP
Companies/LLP	OPL, SGH, SGS, TML and WPD
Group	The Companies/LLP and SCP
Regulated Entities	SCP, TML, WPD and OPL
IR16	Insolvency Rules 2016
IA86	Insolvency Act 1986
Sch.B1 IA86	Schedule B1 to the Insolvency Act 1986
HMRC	HM Revenue & Customs
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	Claims for unpaid wages earned in the four months before the insolvency up to £800, holiday pay and unpaid pension contributions in certain circumstances
RPS	Redundancy Payments Service, an executive agency sponsored by the Department for Business, Energy & Industrial Strategy, which authorises and pays the statutory claims of employees of insolvent companies under the Employment Rights Act 1996
unsecured creditors	Creditors who are neither secured nor preferential

Key messages

Why we've sent you this report

We're writing to update you on the progress of the administrations of the Companies/LLP in the 12 months since our initial report.

Over the last 12 months, we have been in contact with the investigating authorities in respect of a number of matters relevant to the administrations. Whilst some progress has been made, it has become apparent that certain key issues affecting the progress of the administrations will not be able to be clarified or progressed in the near future.

With this in mind, and in order to continue to work towards achieving the objectives of the administrations, we made applications to the High Court to extend the administrations of the Companies/LLP by three years to 22 September 2020. At the same Court hearing, given that reporting progress in the work of the administrations is limited due to confidentiality and other restrictions, we applied for and were granted orders amending the frequency of our reporting to every 12 months (as opposed to every six months). The orders were granted on 11 September 2017.

Notwithstanding the above, we are continuing to deal with many more queries and requests for information from a wider variety of stakeholders and investigating authorities than was envisaged at the outset of the administrations. This has been, and will continue to be, reflected in the costs of managing the administrations.

How much creditors may receive

The following table summarises the possible outcome for creditors of each of the Companies/LLP, based on what we currently know.

Class of creditor	Current estimate	Previous estimate as set out in Remuneration Reports
Secured creditors	N/A	N/A
Preferential creditors	Uncertain	Uncertain
Unsecured creditors	Uncertain	Uncertain

Secured creditors

We are not aware of any secured creditors.

Preferential and unsecured creditors

We are aware that there may be preferential creditors of SGS. Each of the Companies/LLP has unsecured creditors.

At this time, we are not able to provide reliable estimates of the level of the distributions to creditors, if any, which will be dependent on the final levels of asset recoveries as well as the total amounts owed to creditors.

As there are no floating charges over the Companies'/LLP's assets, any distribution to unsecured creditors will not be by virtue of the prescribed part.

What you need to do

If you haven't already done so, please send your claim to us so that it may be considered in due course. A claim form can be downloaded from our website at www.pwc.co.uk/solo or you can get one by telephoning Stephen Ingle on +44 (0) 20 7212 6111.

Progress since our appointment

Background to our appointment

You'll remember from our proposals for achieving the purpose of administration that when we were appointed, the position was as follows:

- the Companies/LLP were set up as part of a wider group which additionally comprises SCP, which is in Special Administration, and other companies which are not in an insolvency process. Between 2011 and 2015, the Regulated Entities provided investment services to their clients. SGS was a service company to the rest of the Group and SGH was a holding company within the Group.
- around one year prior to our appointment, the Group became subject to criminal and regulatory investigations, both in the UK and abroad. Subsequently, the Group began a process of running off its business and operations. These investigations are ongoing.
- the Group began to experience difficulty in paying its debts as and when they fell due and as a result, some creditors took steps to protect their positions.
- in light of the financial and investigatory pressure on the Companies/LLP, Michael Jervis and I were appointed as Joint Administrators on 22 September 2016.

We remain bound by confidentiality restrictions in respect of the aforementioned investigations. These restrictions greatly limit the level of information we are able to provide concerning both the Companies'/LLP's backgrounds and actions that we have taken since we were appointed.

Realisation of assets and work still to be done

Asset realisations in the period are shown in the respective receipts and payment accounts at Appendix A to this report.

We continue to explore the most appropriate steps to establish ultimate entitlement to the Companies'/LLP's assets, largely comprising cash balances held in various bank accounts, with a view to there being sufficient recoveries, net of costs, to enable distributions to creditors.

Connected party transactions

The Administrators are not aware of any historical acquisitions of the Companies'/LLP's assets by their directors/members.

Approval of our proposals

On 14 November 2016, we sent to creditors our proposals for achieving the purpose of the administrations.

Creditors approved our proposals for SGH, SGS and WPD without modification at meetings by correspondence on 1 December 2016.

No votes were received for OPL and TML and, in accordance with the relevant insolvency legislation, physical creditors' meetings were held on 21 February 2017 for these entities. Our proposals were approved without modification.

Investigations and actions

The Administrators continue to consider their duties under the Company Directors' Disqualification Act 1986 and Statement of Insolvency Practice No.2. This includes investigating pre-administration transactions of the Companies/LLP, with a view to identifying whether there are any potential recoveries.

In respect of the aforementioned external criminal and regulatory investigations, we continue to liaise with the relevant domestic and foreign authorities as appropriate.

Our receipts and payments accounts

We set out in Appendix A an account of our receipts and payments in each of the administrations from 22 March 2017 to 21 March 2018.

During the period of the report we carried out a detailed review exercise involving the flow of funds into bank accounts belonging to WPD, OPL and TML. As a result of this exercise, and following liaison and negotiation with the relevant third parties, funds totalling £990k held in accounts of SCP were successfully released to the estates of WPD, OPL and TML.

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 administration expenses in due course, because currently any such amounts are unknown.

Our fees

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

Estimates for total administrators' fees for each company have increased since our previous report because the work that has so far been required, and will be required in future in order to properly execute our duties and responsibilities as administrators, has exceeded our initial expectations. As indicated above this is due largely to the higher than expected number of requests for information from various stakeholders and investigating authorities, but also to other matters, for example in connection with the successful realisation of assets following the bank account funds review mentioned above.

Where appropriate, in due course we will provide creditors with remuneration reports setting out revised fee estimates, and ask creditors for their approval to draw fees in excess of the original estimates for each company.

In relation to SGS only, pursuant to an order of the High Court of 11 September 2017, the time for the basis of the administrators' fees to be determined has been extended until such time as an application is made to end the administration of SGS.

Pre-administration costs

You can find in Appendix D information about the approval and payment of pre-administration costs previously detailed in our proposals.

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 fees and expenses within eight weeks of receiving this report as set out in Rules 18.34, 18.36 and 18.37 of IR16. This information can also be found in the guide to fees at:

You can also get a copy free of charge by telephoning Stephen Ingle on +44 (0) 20 7212 6111.

Next steps

In our previous report we said that we were considering the best strategy for extending or ending the administrations, taking into account expected future costs, our role in assisting the relevant bodies and investigating authorities with their investigations and how to achieve the best outcome for creditors as a whole. It is our current belief that the interests of creditors are best served by the companies remaining in administration, allowing further time for liaison with the relevant bodies and investigating authorities, with a view to achieving the objectives of the administrations. As stated earlier in the report, on 11 September 2017 the High Court granted orders extending the administrations until 22 September 2020.

We expect to send our next report to creditors in around 12 months' time or upon the completion of the administrations if this is sooner.

If you've got any questions, please get in touch with Stephen Ingle on +44 (0) 20 7212 6111 or by email at solo.queries@uk.pwc.com.

Yours faithfully
For and on behalf of the Companies/LLP



Nigel Rackham
Joint Administrator

Michael John Andrew Jervis and Douglas Nigel Rackham have been appointed as Joint Administrators of Solo Group (Holdings) Limited, Solo Group Services Limited, Old Park Lane Capital Limited, West Point Derivatives Limited and Telesto Markets LLP to manage their affairs, business and property as their agents and act without personal liability.

Michael John Andrew Jervis and Douglas Nigel Rackham are licensed in the United Kingdom to act as insolvency practitioners by the Institute of Chartered Accountants in England and Wales.

*The Joint Administrators are bound by the Insolvency Code of Ethics which can be found at:
www.gov.uk/government/publications/insolvency-practitioner-code-of-ethics.*

The Joint Administrators are Data Controllers of personal data as defined by the Data Protection Act 1998. PricewaterhouseCoopers LLP will act as Data Processor on their instructions. Personal data will be kept secure and processed only for matters relating to the Administrations.

Appendix A: Receipts and payments

Solo Group (Holdings) Limited

Solo Group (Holdings) Limited

Receipts and payments account to 21 March 2018

		As at 21 Mar 18	Movements in the year to 21 Mar 18	As at 21 Mar 17
	Notes	£	£	£
Receipts				
Pre-appointment cash balance		36,786	-	36,786
Interest		28	22	6
Total receipts		36,814	22	36,792
Payments				
Legal fees		11,553	-	11,553
Office-holders' disbursements and other costs	1	2,370	211	2,159
VAT receivable / (payable)	2	2,743	42	2,701
Total payments		16,666	253	16,413
Cash held at bank	3	20,148	-231	20,379

Notes

1. Includes statutory advertising, printing and postage costs
2. It is expected that VAT recovery will be significantly below 100%
3. Funds held in interest bearing accounts.

Solo Group Services Limited

Solo Group Services Limited

Receipts and payments account to 21 March 2018

		As at 21 Mar 18	Movements in the year to 21 Mar 18	As at 21 Mar 17
	Notes	£	£	£
Receipts				
Sundry debts & refunds		24,640	-	24,640
Return of rent deposit		48,607	-	48,607
Rates refund		2,208	2,208	-
Interest		51	39	12
Total receipts		75,506	2,247	73,259
Payments				
Legal fees		28,972	15,704	13,268
Office-holders' disbursements and other costs	1	3,396	55	3,341
Office costs, stationery and postage		849	849	-
VAT receivable / (payable)	2	6,406	3,240	3,166
Total payments		39,623	19,848	19,775
Cash held at bank	3	35,883	-17,601	53,484

Notes

1. Includes statutory advertising, printing and postage costs
2. It is expected that VAT recovery will be significantly below 100%
3. Funds held in interest bearing accounts.

Old Park Lane Capital Limited

Old Park Lane Capital Limited

Receipts and payments account to 21 March 2018

		As at 21 Mar 18	Movements in the year to 21 Mar 18	As at 21 Mar 17
	Notes	£	£	£
Receipts				
Recovery of cash balances		391,920	391,920	-
Interest		204	204	-
Return of lease service charge		784	-	784
Total receipts		392,908	392,124	784
Payments				
Office holders' remuneration		98,521	98,521	-
Office-holders' disbursements and other costs	1	2,570	2,307	263
Office holders' pre-administration costs		3,740	3,740	-
Legal fees and expenses		43,238	43,238	-
Office costs, stationery and postage		211	211	-
VAT receivable / (payable)	2	29,656	29,603	53
Total payments		177,936	177,620	316
Cash held at bank	3	214,972	214,504	468

Notes

1. Includes statutory advertising, printing and postage costs
2. It is expected that VAT recovery will be significantly below 100%
3. Funds held in interest bearing accounts.

West Point Derivatives Limited

West Point Derivatives Limited

Receipts and payments account to 21 March 2018

	Notes	As at 21 Mar 18 £	Movements in the year to 21 Mar 18 £	As at 21 Mar 17 £
Receipts				
Recovery of cash balances		299,400	299,400	-
Interest		132	132	-
Total receipts		299,532	299,532	-
Payments				
Office holders' remuneration		96,402	96,402	-
Office-holders' disbursements and other costs	1	2,742	2,742	-
Office holders' pre-administration costs		3,740	3,740	-
Legal fees and expenses		38,956	38,956	-
VAT receivable / (payable)	2	28,368	28,368	-
Total payments		170,208	170,208	-
Cash held at bank	3	129,324	129,324	-

Notes

1. Includes statutory advertising, printing and postage costs
2. It is expected that VAT recovery will be significantly below 100%
3. Funds held in interest bearing accounts.

Telesto Markets LLP

Telesto Markets LLP

Receipts and payments account to 21 March 2018

	Notes	As at 21 Mar 18 £	Movements in the year to 21 Mar 18 £	As at 21 Mar 17 £
Receipts				
Recovery of cash balances		299,520	299,520	-
Interest		131	131	-
Total receipts		299,651	299,651	-
Payments				
Office holders' remuneration		97,165	97,165	-
Office-holders' disbursements and other costs	1	2,925	2,925	-
Office holders' pre-administration costs		3,740	3,740	-
Legal fees and expenses		39,081	39,081	-
VAT receivable / (payable)	2	28,582	28,582	-
Total payments		171,493	171,493	-
Cash held at bank	3	128,158	128,158	-

Notes

1. Includes statutory advertising, printing and postage costs
2. It is expected that VAT recovery will be significantly below 100%
3. Funds held in interest bearing accounts.

Appendix B: Expenses

The following tables provide details of our expenses by entity. Expenses are amounts properly payable by us as administrators from the estates and includes our fees, but excludes distributions to creditors. The tables also exclude any potential tax liabilities that we may need to pay as administration expenses, because currently any such amounts are unknown.

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

The Joint Administrators' costs incurred to 28 February 2018 **do not reflect fees actually billed or drawn**.

Solo Group (Holdings) Limited

SGH

		Incurring to 21.03.17	Incurring in the year to 21.03.18*	Cumulative incurred	Current estimated future	Current total estimate	Initial estimate	Variance
		£	£	£	£	£	£	£
Legal fees and expenses		14,932.59	17,644.00	32,576.59	62,356.00	94,932.59	94,932.59	-
Office holders' disbursements and other costs		2,815.65	217.00	3,032.65	5,884.76	8,917.41	8,917.41	-
Storage costs		-	-	-	2,000.00	2,000.00	2,000.00	-
Pre-Administration costs		3,739.50	-	3,739.50	-	3,739.50	3,739.50	-
Joint Administrators' time costs	2	64,094.00	72,280.00	136,374.00	143,914.00	280,288.00	155,471.00	124,817.00
Total		85,581.74	90,141.00	175,722.74	214,154.76	389,877.50	265,060.50	124,817.00

2 Actual costs exceeded original estimates.

* Joint Administrators' time costs are as at 28.02.18

Solo Group Services Limited

SGS

		Incurring to 21.03.17	Incurring in the year to 21.03.18*	Cumulative incurred	Current estimated future	Current total estimate	Initial estimate	Variance
		£	£	£	£	£	£	£
Legal fees and expenses		18,119.59	18,573.00	36,692.59	58,240.00	94,932.59	94,932.59	-
Office holders' disbursements and other costs	2	3,996.72	904.00	4,900.72	3,446.00	8,346.72	3,823.41	4,523.31
Storage costs		-	-	-	2,000.00	2,000.00	2,000.00	-
Pre-Administration costs		3,739.50	-	3,739.50	-	3,739.50	3,739.50	-
Joint Administrators' time costs	2	115,696.00	85,661.00	201,357.00	160,146.00	361,503.00	198,008.10	163,494.90
Total		141,551.81	105,138.00	246,689.81	223,832.00	470,521.81	302,503.60	168,018.21

2 Actual costs exceeded original estimates.

* Joint Administrators' time costs are as at 28.02.18

Old Park Lane Capital Limited

OPL

		Incurring to 21.03.17	Incurring in the year to 21.03.18*	Cumulative incurred	Current estimated future	Current total estimate	Initial estimate	Variance
		£	£	£	£	£	£	£
Legal fees and expenses		12,840.92	33,893.00	46,733.92	81,833.00	128,566.92	167,991.59	(39,424.67)
Office holders' disbursements and other costs	2	2,921.59	211.00	3,132.59	3,446.00	6,578.59	4,517.41	2,061.18
Storage costs		-	-	-	2,000.00	2,000.00	2,000.00	-
Pre-Administration costs		3,739.50	-	3,739.50	-	3,739.50	3,739.50	-
Joint Administrators' time costs	2	50,560.00	70,721.00	121,281.00	152,789.00	274,070.00	148,911.75	125,158.25
Total		70,062.01	104,825.00	174,887.01	240,068.00	414,955.01	327,160.25	87,794.76

2 Actual costs exceeded original estimates.

* Joint Administrators' time costs are as at 28.02.18

West Point Derivatives Limited

WPD

		Incurring to 21.03.17	Incurring in the year to 21.03.18*	Cumulative incurred	Current estimated future	Current total estimate	Initial estimate	Variance
		£	£	£	£	£	£	£
Legal fees and expenses	2	11,312.92	31,091.00	42,403.92	81,833.00	124,236.92	94,696.59	29,540.33
Office holders' disbursements and other costs	2	2,956.04	211.00	3,167.04	3,446.00	6,613.04	3,887.41	2,725.63
Storage costs		-	-	-	2,000.00	2,000.00	2,000.00	-
Pre-Administration costs		3,739.50	-	3,739.50	-	3,739.50	3,739.50	-
Joint Administrators' time costs	2	49,142.00	70,150.00	119,292.00	150,033.00	269,325.00	145,130.00	124,195.00
Total		67,150.46	101,452.00	168,602.46	237,312.00	405,914.46	249,453.50	156,460.96

2 Actual costs exceeded original estimates.

* Joint Administrators' time costs are as at 28.02.18

Telesto Markets LLP

TML

		Incurring to 21.03.17	Incurring in the year to 21.03.18*	Cumulative incurred	Current estimated future	Current total estimate	Initial estimate	Variance
		£	£	£	£	£	£	£
Legal fees and expenses	2	11,252.00	31,273.00	42,525.90	81,833.00	124,358.90	94,636.57	29,722.33
Office holders' disbursements and other costs	2	2,941.95	211.00	3,152.95	3,446.00	6,598.95	4,152.41	2,446.54
Storage costs		-	-	-	2,000.00	2,000.00	2,000.00	-
Pre-Administration costs		3,739.50	-	3,739.50	-	3,739.50	3,739.50	-
Joint Administrators' time costs	2	49,772.00	70,308.00	120,080.00	150,185.00	270,265.00	145,111.95	125,153.05
Total		67,706.35	101,792.00	169,498.35	237,464.00	406,962.35	249,640.43	157,321.92

2 Actual costs exceeded original estimates.

* Joint Administrators' time costs are as at 28.02.18

Appendix C: Remuneration update

Our fees for SGH, OPL, WPD and TML have been approved on a time costs basis by creditors. No fees in respect of SGS have been approved. As indicated above, in relation to SGS only, pursuant to an order of the High Court of 11 September 2017, the time for the basis of the administrators' fees to be determined has been extended until such time as an application is made to end the administration of SGS.

To date, we have drawn £98,521 in fees for OPL, £96,402 for WPD and £97,165 for TML, as shown on the receipts and payments accounts.

The time costs incurred in the period covered by this report are £369,120 across the Companies/LLP. These amounts do not necessarily reflect how much we may eventually draw as fees for this period.

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

Estimates for total administrators' fees for each company have increased since our previous report because (as indicated above) the work that has so far been required in connection with queries and requests for information from various parties, and will be required in future in order to properly execute our duties and responsibilities as administrators, has exceeded our initial expectations.

Where appropriate, in due course we will provide creditors with remuneration reports setting out revised fee estimates, and ask creditors for their approval to draw fees in excess of the original estimates for each company.

Our hours and average rates

As required by Statement of Insolvency Practice 9, our time costs from 22 March 2017 to 28 February 2018 by grade and work type are set out below.

Solo Group (Holdings) Limited

Classification of work	Director	Senior Manager	Manager	Senior Associate	Associate/ Other	Total		Average hourly rate for activity	Cumulative total	Initial estimate	Revised estimate	Future cost
	(£)	(£)	(£)	(£)	(£)	Hours	(£)	(£/Hour)				
Administration	-	4,384	3,893	11,250	4,555	60.25	24,082	400	32,119	39,584	62,145	30,026
Assets	-	1,568	4,684	762	50	13.45	7,064	525	10,213	12,882	26,052	15,839
Creditor and clients	-	-	545	1,306	227	5.15	2,078	403	3,784	4,942	9,996	6,212
Investigations	-	728	3,522	80	1,365	12.65	5,695	450	7,535	4,613	24,561	17,026
Reporting	828	3,295	1,626	1,654	2,664	23.55	10,067	427	24,518	32,933	47,090	22,572
Statutory and compliance	-	403	3,167	3,821	527	17.00	7,918	466	26,241	18,052	43,994	17,753
Tax	-	56	1,134	2,156	1,577	15.05	4,923	327	16,790	25,221	27,828	11,038
VAT	-	-	9,813	400	244	15.75	10,457	664	15,175	17,244	38,622	23,447
Total	828	10,434	28,384	21,429	11,209	162.85	72,284	444	136,375	155,471	280,288	143,913

Solo Group Services Limited

Classification of work	Director	Senior Manager	Manager	Senior Associate	Associate/ Other	Total		Average hourly rate for activity	Cumulative total	Initial estimate	Revised estimate	Future cost
	(£)	(£)	(£)	(£)	(£)	Hours	(£)	(£/Hour)	(£)	(£)	(£)	(£)
Administration	-	5,247	6,273	11,393	6,111	75.50	29,023	384	45,455	43,850	75,481	30,026
Assets	-	616	4,331	1,239	50	12.00	6,236	520	11,784	12,508	25,766	13,982
Creditor and clients	-	-	594	1,265	580	6.85	2,439	356	4,094	6,428	11,385	7,291
Employees	304	1,035	2,266	216	25	6.65	3,846	578	37,561	29,823	43,310	5,749
Investigations	-	1,807	1,881	245	1,645	14.10	5,578	396	7,329	3,880	24,005	16,676
Reporting	452	3,924	1,379	2,235	4,483	32.20	12,473	387	26,718	32,933	54,684	27,966
Statutory and compliance	-	1,093	5,049	3,172	502	20.00	9,816	491	34,133	25,209	56,145	22,012
Tax	-	56	1,347	1,497	1,336	12.00	4,236	353	15,504	24,349	25,003	9,499
VAT	-	3,675	6,065	2,033	244	17.35	12,017	693	18,780	19,029	45,723	26,943
Total	756	17,453	29,185	23,295	14,976	196.65	85,665	436	201,358	198,009	361,502	160,144

Old Park Lane Capital Limited

Classification of work	Director	Senior Manager	Manager	Senior Associate	Associate/ Other	Total		Average hourly rate for activity	Cumulative total	Initial estimate	Revised estimate	Future cost
	(£)	(£)	(£)	(£)	(£)	Hours	(£)	(£/Hour)	(£)	(£)	(£)	(£)
Administration	684	968	3,257	11,392	3,785	53.27	20,086	377	28,372	39,218	58,398	30,026
Assets	1,364	4,763	3,852	2,156	1,294	28.70	13,429	468	16,032	8,614	46,145	30,113
Creditor and clients	494	-	1,082	1,272	252	7.00	3,100	443	7,341	12,377	16,609	9,268
Investigations	2,612	224	3,597	430	242	13.15	7,105	540	9,389	4,420	30,630	21,241
Reporting	600	4,124	2,315	449	2,073	22.20	9,561	431	22,700	32,789	44,137	21,437
Statutory and compliance	684	2,580	4,961	3,673	3,413	38.25	15,311	400	34,783	21,706	69,117	34,334
Tax	-	56	-	288	116	1.25	460	368	778	15,416	2,154	1,376
VAT	228	-	198	1,065	179	4.05	1,670	412	1,888	14,374	6,880	4,992
Total	6,666	12,715	19,262	20,725	11,354	167.87	70,722	421	121,283	148,914	274,070	152,787

West Point Derivatives Limited

Classification of work	Director	Senior Manager	Manager	Senior Associate	Associate/ Other	Total		Average hourly rate for activity	Cumulative total	Initial estimate	Revised estimate	Future cost
	(£)	(£)	(£)	(£)	(£)	Hours	(£)	(£/Hour)	(£)	(£)	(£)	(£)
Administration	532	1,140	3,586	11,603	3,605	52.97	20,466	386	29,621	39,324	60,215	30,594
Assets	1,734	4,763	3,264	618	1,394	24.55	11,773	480	15,082	8,627	41,482	26,400
Creditor and clients	380	-	545	1,610	304	6.65	2,839	427	5,049	11,680	13,536	8,487
Investigations	2,128	224	3,206	265	113	10.80	5,936	550	7,818	4,011	25,564	17,746
Reporting	904	3,836	2,067	1,850	1,919	23.50	10,576	450	24,109	32,789	47,825	23,716
Statutory and compliance	608	2,807	6,149	3,620	3,409	40.55	16,593	409	35,209	18,911	72,415	37,206
Tax	-	56	-	165	116	0.95	337	355	567	15,416	1,574	1,007
VAT	228	-	297	1,106	-	3.65	1,631	447	1,837	14,374	6,713	4,876
Total	6,514	12,826	19,114	20,837	10,860	163.62	70,151	429	119,292	145,132	269,324	150,032

Telesto Markets LLP

Classification of work	Director	Senior Manager	Manager	Senior Associate	Associate/ Other	Total		Average hourly rate for activity	Cumulative total	Initial estimate	Revised estimate	Future cost
	(£)	(£)	(£)	(£)	(£)	Hours	(£)	(£/Hour)	(£)	(£)	(£)	(£)
Administration	760	1,140	3,190	12,302	3,670	54.52	21,062	386	30,685	39,251	62,170	31,485
Assets	1,582	4,763	3,264	412	1,269	23.35	11,290	484	13,598	8,673	38,915	25,317
Creditor and clients	532	-	743	1,088	252	5.85	2,615	447	6,095	8,946	13,914	7,819
Investigations	2,204	224	3,552	450	242	12.50	6,672	534	8,342	3,903	28,290	19,948
Reporting	904	3,951	2,067	2,001	2,048	24.60	10,971	446	24,320	32,837	48,921	24,601
Statutory and compliance	456	2,523	6,099	3,353	3,487	39.40	15,918	404	34,800	21,713	70,493	35,693
Tax	152	56	-	165	116	1.15	489	425	731	15,416	2,193	1,462
VAT	152	-	198	941	-	2.95	1,291	438	1,509	14,374	5,370	3,861
Total	6,742	12,657	19,113	20,712	11,084	164.32	70,308	428	120,080	145,113	270,266	150,186

Our time charging policy and hourly rates

We and our team charge our time for the work we need to do in the administrations. 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 administrations (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. Work carried out by our cashiers, support and secretarial staff is charged for separately and isn't included in the hourly rates charged by partners or other staff members. The minimum time chargeable is three minute units (i.e. 0.05 hours). 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 administrations. Additionally, 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 maximum rates by grade per hour are also included below.

With effect from 1 July 2017	Maximum rate per hour	Specialist maximum rate per hour
Grade	(£)	(£)
Partner	865	1,315
Director	760	1,210
Senior manager	575	1,020
Manager	495	735
Senior associate – qualified	412	545
Senior associate – unqualified	304	310
Associate	258	270
Support staff	129	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 covered by this report.

Our work in the period and work we propose to undertake

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

The following table provides details of the work we propose to do (indicated by →), have already done (✓) or which is ongoing (□). It provides a brief summary for each category rather than an exhaustive list of all possible tasks.

<i>Category of work</i>	<i>General description</i>	<i>Work included</i>	<i>Why the work was/is necessary</i>	<i>What, if any, financial benefit the work provided/will provide to creditors OR whether it was/is required by statute</i>
Assets	Cash at bank	<ul style="list-style-type: none"> Requesting copies of bank statements to identify the movement of monies ✓ Identifying movement of monies and identifying location of assets □ Following a reconciliation exercise, funds totalling £990k, held in the account of SCP, were released to the estates of WPD, OPL and TML ✓ Instructing and liaising with solicitors regarding criminal and regulatory investigations □ Liaising with and assisting regulatory bodies and key investigating authorities □ 	<ul style="list-style-type: none"> To identify assets and details of ownership To comply with regulatory requirements or statute 	<ul style="list-style-type: none"> To maximise realisations for the benefit of creditors as a whole
	Other assets	<ul style="list-style-type: none"> Liaising with insurers regarding claims for recovery of professional fees □ 	<ul style="list-style-type: none"> Realisation of assets 	<ul style="list-style-type: none"> To maximise realisations for the benefit of creditors as a whole
Creditors	Creditor enquiries	<ul style="list-style-type: none"> Receiving and following up creditor enquiries via telephone, email and post □ Updating website with reports and information for creditors □ Reviewing and preparing correspondence to 	<ul style="list-style-type: none"> To comply with regulatory requirements or statute To respond to queries from various stakeholders 	<ul style="list-style-type: none"> Required by statute or regulatory requirement

<i>Category of work</i>	<i>General description</i>	<i>Work included</i>	<i>Why the work was/is necessary</i>	<i>What, if any, financial benefit the work provided/will provide to creditors OR whether it was/is required by statute</i>
		creditors and their representatives <input type="checkbox"/> • Receipting and filing proofs of debt <input type="checkbox"/>		
Investigations	Conducting investigations	• Reviewing books and records <input type="checkbox"/> • Reviewing specific transactions and liaising with directors regarding certain transactions <input type="checkbox"/> • Liaising with providers to gain access to electronic records <input type="checkbox"/> • Reviewing records and databases <input type="checkbox"/>	• Duty to take custody of company books and records • To comply with regulatory requirements or statute • To identify potential assets	• Required by statute or regulatory requirement
Statutory and compliance	Case reviews	• Conducting a case review every six months <input type="checkbox"/>	• To comply with regulatory requirements or statute	• Required by statute or regulatory requirement
	Applications to Court	• Prepare and lodge an application to Court for an order to extend the administrations ✓ • Prepare and lodge an application to Court for an order allowing the administrators to report every 12 months instead of every 6 months ✓ • Prepare and lodge an application to Court to approve the basis of the administrators' remuneration in respect of SGS →	• The administrations would otherwise automatically end after 12 months. • To save costs in the administrations • To comply with regulatory requirements or statute	• To allow more time to realise assets • Cost savings improve outcomes for creditors. • Required by statute or regulatory requirement

<i>Category of work</i>	<i>General description</i>	<i>Work included</i>	<i>Why the work was/is necessary</i>	<i>What, if any, financial benefit the work provided/will provide to creditors OR whether it was/is required by statute</i>
	Books and records	<ul style="list-style-type: none"> • Dealing with records in storage <input type="checkbox"/> • Identifying and dealing with third party IT providers <input type="checkbox"/> • Sending job files to storage → 	<ul style="list-style-type: none"> • To comply with regulatory requirements or statute • To maintain proper books and records 	<ul style="list-style-type: none"> • Required by statute or regulatory requirement
	Other statutory and compliance	<ul style="list-style-type: none"> • Filing of documents <input type="checkbox"/> • Updating checklists and diary management system <input type="checkbox"/> • Liaising with regulatory bodies <input type="checkbox"/> • Liaising with investigating authorities <input type="checkbox"/> 	<ul style="list-style-type: none"> • To comply with regulatory requirements or statute 	<ul style="list-style-type: none"> • Required by statute or regulatory requirement
Tax & VAT	Tax	<ul style="list-style-type: none"> • Preparing tax computations <input type="checkbox"/> • Liaising with HMRC <input type="checkbox"/> • Submitting corporation tax returns → 	<ul style="list-style-type: none"> • In compliance with duties as proper officers for tax 	<ul style="list-style-type: none"> • Governance • To ensure tax accounting is accurate for benefit of creditors as a whole
	VAT	<ul style="list-style-type: none"> • Gathering information for the initial VAT review ✓ • Carrying out VAT review and subsequent enquiries <input type="checkbox"/> • Preparing and submitting VAT returns/reclaims <input type="checkbox"/> • Liaising with HMRC <input type="checkbox"/> 	<ul style="list-style-type: none"> • In compliance with duties as proper officers for tax 	<ul style="list-style-type: none"> • Governance • To ensure tax accounting is accurate for benefit of creditors as a whole
Administration	Strategy and planning	<ul style="list-style-type: none"> • Preparing fee budgets & monitoring costs <input type="checkbox"/> • Holding regular team meetings and discussions regarding strategy <input type="checkbox"/> • Project management/email and document filing <input type="checkbox"/> 	<ul style="list-style-type: none"> • To resolve outstanding matters in line with the purpose of the Administrations • Case progression 	<ul style="list-style-type: none"> • The Administrators are required by statute to perform their functions as quickly and efficiently as possible

Solo Group (Holdings) Limited, Solo Group Services Limited, Old Park Lane Capital Limited, West Point Derivatives Limited and Telesto Markets LLP (all in Administration) – joint administrators’ progress report for the period 22 March 2017 to 21 March 2018

<i>Category of work</i>	<i>General description</i>	<i>Work included</i>	<i>Why the work was/is necessary</i>	<i>What, if any, financial benefit the work provided/will provide to creditors OR whether it was/is required by statute</i>
	Accounting and treasury	<ul style="list-style-type: none"> Corresponding with banks regarding specific transfers ✓ Dealing with receipts, payments and journals □ Carrying out bank reconciliations and managing investment of funds □ 	<ul style="list-style-type: none"> To pay administration expenses Maintain the accounts and records of the insolvent estates 	<ul style="list-style-type: none"> Statutory duties to: <ul style="list-style-type: none"> manage the affairs, business and property of the company settle expenses in the prescribed order of priority keep proper books and records
	Closure procedures	<ul style="list-style-type: none"> Withdrawing undertakings and obtaining clearances from third parties → Completing checklists and diary management system → Closing down internal systems → Discharge from liability → 	<ul style="list-style-type: none"> To comply with regulatory requirements or statute 	<ul style="list-style-type: none"> Required by statute or regulatory requirement
Reporting	Remuneration report	<ul style="list-style-type: none"> Preparing and circulating to creditors reports giving details of the work we expect to carry out during the case, our revised fee estimates and the expenses that are likely to be incurred → Convening meetings of creditors to consider resolutions approving revised fee estimates → 	<ul style="list-style-type: none"> To comply with regulatory requirements or statute 	<ul style="list-style-type: none"> Required by statute or regulatory requirement

<i>Category of work</i>	<i>General description</i>	<i>Work included</i>	<i>Why the work was/is necessary</i>	<i>What, if any, financial benefit the work provided/will provide to creditors OR whether it was/is required by statute</i>
	Progress reports and extensions	<ul style="list-style-type: none"> Preparing and issuing the first progress report to creditors and the Registrar ✓ Preparing and issuing subsequent progress reports to creditors and the Registrar ☐ Making applications to Court for 3 year extensions to the administrations, and filing relevant notices ✓ 	<ul style="list-style-type: none"> To comply with regulatory requirements or statute 	<ul style="list-style-type: none"> Required by statute or regulatory requirement
Distributions	Creditor claims	<ul style="list-style-type: none"> Dealing with proofs of debt for dividend purposes ☐ Corresponding with potential creditors inviting lodgement of proofs of debt ☐ Receiving proofs of debt and maintaining register ☐ Adjudicating claims, including requesting further information from claimants → Preparing correspondence to claimant advising outcome of adjudication and advising of intention to declare dividend → Advertising intention to declare dividend → Calculating dividend rate and preparing dividend file → Preparing correspondence to creditors announcing declaration of dividend → Preparing and paying distribution → 	<ul style="list-style-type: none"> To facilitate the agreement of claims and any distribution to creditors in an expeditious manner To comply with regulatory requirements or statute To maintain the books and records of the insolvency estates 	<ul style="list-style-type: none"> Required by statute or regulatory requirement The Administrators have a duty to act in the best interests of creditors as a whole and maintain proper records

Solo Group (Holdings) Limited, Solo Group Services Limited, Old Park Lane Capital Limited, West Point Derivatives Limited and Telesto Markets LLP (all in Administration) – joint administrators’ progress report for the period 22 March 2017 to 21 March 2018

<i>Category of work</i>	<i>General description</i>	<i>Work included</i>	<i>Why the work was/is necessary</i>	<i>What, if any, financial benefit the work provided/will provide to creditors OR whether it was/is required by statute</i>
Employees	Communications with employees	<ul style="list-style-type: none"> • Reviewing employee files and companies' books and records in respect of any employee claims <input type="checkbox"/> • Advising employees in respect of their entitlements and options available <input type="checkbox"/> • Receiving and following up employees' enquiries via telephone, post and email <input type="checkbox"/> • Dealing with requests for employee references <input type="checkbox"/> 	<ul style="list-style-type: none"> • To comply with regulatory requirements or statute 	<ul style="list-style-type: none"> • Required by statute or regulatory requirement
	Redundancy related work	<ul style="list-style-type: none"> • Liaising with RPS and external agencies where necessary <input type="checkbox"/> 	<ul style="list-style-type: none"> • To comply with regulatory requirements or statute 	<ul style="list-style-type: none"> • Required by statute or regulatory requirement

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, which are known as "Category 2" disbursements. There were no Category 2 disbursements incurred in the period of this report.

The following disbursements arose in the period of this report.

Category Policy		SGH Costs incurred £	WPD Costs incurred £	TML Costs incurred £
1	Reimbursed at cost (including postage, statutory advertising and insurance)	6.00	211.00	211.00
Total		6.00	211.00	211.00

Our relationships

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

Details of subcontracted work

No work, which we or our staff would normally do, has been done by subcontractors during the period of this report.

Legal and other professional firms

We've instructed the following professionals on this case:

Service provided	Name of firm / organisation	Reason selected	Basis of fees
Legal services, including: <ul style="list-style-type: none">• Advice to the Administrators;• Recovery of assets.	Reed Smith LLP & Cooley LLP	<ul style="list-style-type: none">• Industry knowledge• Insolvency expertise• Knowledge of the Companies/LLP	Time costs and disbursements

We require all third party professionals to submit time costs analyses and narrative in support of invoices rendered.

Appendix D: Pre-administration costs

During the period covered by the last report, approval was sought for payment of the pre-appointment costs of the Group detailed in our proposals of £22,437 (£18,697.50 in respect of the Companies/LLP) plus VAT. These costs were split equally across the Group and approval was granted by creditors of each of the Companies/LLP bar SGS.

In the period covered by this report £3,739.50 plus VAT was paid by each of OPL, WPD and TML. The balance not yet paid (relating to SGS and SGH) therefore totals £7,479 plus VAT and the balance not yet approved or paid (relating to SGS) therefore totals £3,739.50 plus VAT.

Appendix E: Other information

Court details for the administration:	High Court of Justice, Chancery Division, Companies Court 5981 of 2016
Company's registered name:	Solo Group (Holdings) Limited
Trading name:	Solo Group (Holdings) Limited
Registered number:	09101873
Registered address:	7 More London Riverside, London SE1 2RT
Date of the joint administrators' appointment:	22 September 2016
Joint administrators' names and addresses:	Douglas Nigel Rackham and Michael John Andrew Jervis each of PricewaterhouseCoopers LLP, 7 More London Riverside, London SE1 2RT
Extension(s) to the initial period of appointment:	The Court has granted an extension of the administration to 22 September 2020
Appointor's / applicant's name and address:	The directors of Solo Group (Holdings) Limited, Cooley Services Limited, Dashwood, 69 Old Broad Street, London, EC2M 1QS
Split of the joint administrators' responsibilities:	In relation to paragraph 100(2) Sch.B1 IA86, during the period for which the administration is in force, any function to be exercised by the persons appointed to act as administrators may be done by any or all of the persons appointed or any of the persons for the time being holding that office.

Court details for the administration:	High Court of Justice, Chancery Division, Companies Court 5976 of 2016
Company's registered name:	Solo Group Services Limited
Trading name:	Solo Group Services Limited
Registered number:	09251303
Registered address:	7 More London Riverside, London SE1 2RT
Date of the joint administrators' appointment:	22 September 2016
Joint administrators' names and addresses:	Douglas Nigel Rackham and Michael John Andrew Jervis each of PricewaterhouseCoopers LLP, 7 More London Riverside, London SE1 2RT
Extension(s) to the initial period of appointment:	The Court has granted an extension of the administration to 22 September 2020
Appointor's / applicant's name and address:	The directors of Solo Group Services Limited, Cooley Services Limited, Dashwood, 69 Old Broad Street, London, EC2M 1QS
Split of the joint administrators' responsibilities:	In relation to paragraph 100(2) Sch.B1 IA86, during the period for which the administration is in force, any function to be exercised by the persons appointed to act as administrators may be done by any or all of the persons appointed or any of the persons for the time being holding that office.

Court details for the administration:	High Court of Justice, Chancery Division, Companies Court 5979 of 2016
Company's registered name:	Old Park Lane Capital Limited
Trading name:	Old Park Lane Capital Limited
Registered number:	06440879
Registered address:	7 More London Riverside, London SE1 2RT
Date of the joint administrators' appointment:	22 September 2016
Joint administrators' names and addresses:	Douglas Nigel Rackham and Michael John Andrew Jervis each of PricewaterhouseCoopers LLP, 7 More London Riverside, London SE1 2RT
Extension(s) to the initial period of appointment:	The Court has granted an extension of the administration to 22 September 2020
Appointor's / applicant's name and address:	Old Park Lane Capital Limited, 7 More London Riverside, London SE1 2RT
Split of the joint administrators' responsibilities:	In relation to paragraph 100(2) Sch.B1 IA86, during the period for which the administration is in force, any function to be exercised by the persons appointed to act as administrators may be done by any or all of the persons appointed or any of the persons for the time being holding that office.

Court details for the administration:	High Court of Justice, Chancery Division, Companies Court 5977 of 2016
Company's registered name:	Telesto Markets LLP
Trading name:	Telesto Markets LLP
Registered number:	OC388442
Registered address:	7 More London Riverside, London SE1 2RT
Date of the joint administrators' appointment:	22 September 2016
Joint administrators' names and addresses:	Douglas Nigel Rackham and Michael John Andrew Jervis each of PricewaterhouseCoopers LLP, 7 More London Riverside, London SE1 2RT
Extension(s) to the initial period of appointment:	The Court has granted an extension of the administration to 22 September 2020
Appointor's / applicant's name and address:	Telesto Markets LLP, 7 More London Riverside, London SE1 2RT
Split of the joint administrators' responsibilities:	In relation to paragraph 100(2) Sch.B1 IA86 during the period for which the administration is in force, any function to be exercised by the persons appointed to act as administrators may be done by any or all of the persons appointed or any of the persons for the time being holding that office.

Court details for the administration:	High Court of Justice, Chancery Division, Companies Court 5980 of 2016
Company's registered name:	West Point Derivatives Limited
Trading name:	West Point Derivatives Limited
Registered number:	04990389
Registered address:	7 More London Riverside, London SE1 2RT
Date of the joint administrators' appointment:	22 September 2016
Joint administrators' names and addresses:	Douglas Nigel Rackham and Michael John Andrew Jervis each of PricewaterhouseCoopers LLP, 7 More London Riverside, London SE1 2RT
Extension(s) to the initial period of appointment:	The Court has granted an extension of the administration to 22 September 2020
Appointor's / applicant's name and address:	West Point Derivatives Limited, 7 More London Riverside, London SE1 2RT
Split of the joint administrators' responsibilities:	In relation to paragraph 100(2) Sch.B1 IA86, during the period for which the administration is in force, any function to be exercised by the persons appointed to act as administrators may be done by any or all of the persons appointed or any of the persons for the time being holding that office.