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

9 April 2020

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 2019 to 21 March 2020

Contents

Abbreviations and definitions	1
Key messages	2
Progress since our appointment	4
Appendix A: Receipts and payments	7
Appendix B: Expenses	12
Appendix C: Remuneration update	14
Appendix D: Pre-administration costs	24
Appendix E: Other information	25

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 previous report.

Over the last 12 months, we have continued to liaise with the investigating authorities and other key stakeholders in respect of a number of matters relevant to the administrations. Whilst further progress has been made, it remains likely that certain key issues affecting the progress of the administrations will not be able to be clarified or progressed in the near future.

As set out in our previous progress report, in order to continue to work towards achieving the objectives of the administrations, applications to the High Court to extend the administrations of the Companies/LLP by three years to 22 September 2020 were sought and granted on 11 September 2017. Given that reporting progress in the work of the administrations is limited due to confidentiality and other restrictions, we also applied for and were granted orders amending the frequency of our reporting to every 12 months (as opposed to every six months).

Given that our expectation is that certain key issues relating to the administrations will not be able to be progressed in the near future, it is highly likely that we shall be making a further application to the High Court in the coming months to extend the administrations beyond 22 September 2020. Creditors should get in touch with us if they have any comments in this respect.

We are continuing to deal with 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 emailing us at solo.queries@uk.pwc.com.

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 payments 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 2019 to 21 March 2020.

Claims for refunds of Value Added Tax ("VAT") to the total value of £10k on behalf of WPD, OPL and TML were submitted to HMRC during this period. As at the date of this report, the refunds had not yet been received from HMRC.

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.

In a previous report we notified the creditors that the original estimates for total administrators' fees had increased. 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:

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

You can also get a copy free of charge by emailing us at solo.queries@uk.pwc.com.

Next steps

It remains our 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.

As stated earlier in the report, given that our expectation is that certain key issues relating to the administrations will not be able to be progressed in the near future, it is highly likely that we shall be making a further application to the High Court in the coming months to extend the administrations beyond their current end date of 22 September 2020. Creditors should get in touch with us if they have any comments in this respect.

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 us 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 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 Administrators. Personal data will be kept secure and processed only for matters relating to the Joint Administrators' appointment. Further details are available in the privacy statement on the PwC.co.uk website or by contacting the Joint Administrators.

Appendix A: Receipts and payments

Solo Group (Holdings) Limited

Solo Group (Holdings) Limited

Receipts and payments account to 21 March 2020

	Notes	As at 21 Mar 20 £	Movements in the year to 21 Mar 20 £	As at 21 Mar 19 £
Receipts				
Pre-appointment cash balance		36,786	-	36,786
VAT refund		1,495	-	1,495
Interest		237	127	109
Total receipts		38,518	127	38,390
Payments				
Legal fees		11,553	-	11,553
Office-holders' disbursements and other costs	1	2,839	468	2,370
VAT paid	2	2,835	92	2,743
Total payments		17,227	560	16,666
Cash held at bank	3	21,291	-433	21,724

Notes

1. Includes statutory advertising, printing and postage costs
2. A VAT recovery rate of 49.59% has been agreed with HMRC
3. Funds held in interest bearing accounts.

Solo Group Services Limited

Solo Group Services Limited

Receipts and payments account to 21 March 2020

	Notes	As at 21 Mar 20 £	Movements in the year to 21 Mar 20 £	As at 21 Mar 19 £
Receipts				
Sundry debts & refunds		24,640	-	24,640
Return of rent deposit		48,607	-	48,607
Rates refund		2,208	-	2,208
VAT refund		3,128	-	3,128
Interest		417	223	195
Total receipts		79,000	223	78,777
Payments				
Legal fees		28,972	-	28,972
Office-holders' disbursements and other costs	1	3,405	9	3,396
Office costs, stationery and postage		1,308	459	849
VAT paid	2	6,498	92	6,406
Total payments		40,184	560	39,623
Cash held at bank	3	38,817	-338	39,154

Notes

1. Includes statutory advertising, printing and postage costs
2. A VAT recovery rate of 49.59% has been agreed with HMRC
3. Funds held in interest bearing accounts.

Old Park Lane Capital Limited

Old Park Lane Capital Limited

Receipts and payments account to 21 March 2020

		As at 21 Mar 20	Movements in the year to 21 Mar 20	As at 21 Mar 19
	Notes	£	£	£
Receipts				
Recovery of cash balances		461,920	-	461,920
VAT refund		15,006	-	15,006
Interest		2,344	1,376	968
Return of lease service charge		784	-	784
Total receipts		480,053	1,376	478,678
Payments				
Office holders' remuneration		130,977	-	130,977
Office-holders' disbursements and other costs	1	2,570	-	2,570
Office holders' pre-administration costs		3,740	-	3,740
Legal fees and expenses		47,828	309	47,519
Office costs, stationery and postage		670	459	211
VAT paid	2	37,157	154	37,003
Finance costs		24	9	15
Total payments		222,966	931	222,035
Cash held at bank	3	257,087	444	256,643

Notes

1. Includes statutory advertising, printing and postage costs
2. A VAT recovery rate of 49.59% has been agreed with HMRC
3. Funds held in interest bearing accounts.

West Point Derivatives Limited

West Point Derivatives Limited

Receipts and payments account to 21 March 2020

	Notes	As at 21 Mar 20 £	Movements in the year to 21 Mar 20 £	As at 21 Mar 19 £
Receipts				
Recovery of cash balances		451,400	-	451,400
VAT refund		14,626	-	14,626
Interest		4,585	1,292	3,293
Total receipts		470,611	1,292	469,319
Payments				
Office holders' remuneration		128,935	-	128,935
Office-holders' disbursements and other costs	1	3,201	459	2,742
Office holders' pre-administration costs		3,740	-	3,740
Legal fees and expenses		46,432	309	46,123
VAT paid	2	36,462	153	36,308
Finance costs		24	9	15
Total payments		218,794	931	217,864
Cash held at bank	3	251,816	361	251,456

Notes

1. Includes statutory advertising, printing and postage costs
2. A VAT recovery rate of 49.59% has been agreed with HMRC
3. Funds held in interest bearing accounts.

Telesto Markets LLP

Telesto Markets LLP

Receipts and payments account to 21 March 2020

	Notes	As at 21 Mar 20 £	Movements in the year to 21 Mar 20 £	As at 21 Mar 19 £
Receipts				
Recovery of cash balances		451,520	-	451,520
VAT refund		14,470	-	14,470
Interest		1,853	1,289	564
Total receipts		467,843	1,289	466,554
Payments				
Office holders' remuneration		129,726	-	129,726
Office-holders' disbursements and other costs	1	3,384	459	2,925
Office holders' pre-administration costs		3,740	-	3,740
Legal fees and expenses		43,640	309	43,331
VAT paid	2	36,098	154	35,944
Finance costs		24	9	15
Total payments		216,612	931	215,681
Cash held at bank	3	251,232	358	250,874

Notes

1. Includes statutory advertising, printing and postage costs
2. A VAT recovery rate of 49.59% has been agreed with HMRC
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 2020 **do not reflect fees actually billed or drawn**.

Please note that current total estimates in the tables below have been held unchanged for this report, and will be revisited if an extension to the administrations beyond the current end date of 22 September 2020 is sought and granted, when we will have a better idea of the likely further duration of the administrations. The revised estimates will then be incorporated into any subsequent report to creditors.

Solo Group (Holdings) Limited

SGH

	Incurring to 21.03.19	Incurring in the year to 21.03.20*	Cumulative incurred	Current estimated future	Current total estimate
	£	£	£	£	£
Legal fees and expenses	34,367.59	5,520.00	39,887.59	55,045.00	94,932.59
Office holders' disbursements and other costs	3,032.65	-	3,032.65	5,884.76	8,917.41
Storage costs	-	496.71	496.71	1,503.29	2,000.00
Pre-Administration costs	3,739.50	-	3,739.50	-	3,739.50
Joint Administrators' time costs *	188,336.10	35,727.00	224,063.10	56,224.60	280,287.70
Total	229,475.84	41,743.71	271,219.55	118,657.65	389,877.20

* Joint Administrators' time costs are as at 28.02.20

Solo Group Services Limited

SGS

	Incurring to 21.03.19	Incurring in the year to 21.03.20*	Cumulative incurred	Current estimated future	Current total estimate
	£	£	£	£	£
Legal fees and expenses	36,772.59	6,440.00	43,212.59	51,720.00	94,932.59
Office holders' disbursements and other costs	4,900.72	-	4,900.72	3,446.00	8,346.72
Storage costs	-	489.89	489.89	1,510.11	2,000.00
Pre-Administration costs	3,739.50	-	3,739.50	-	3,739.50
Joint Administrators' time costs *	255,709.35	34,098.25	289,807.60	71,695.49	361,503.09
Total	301,122.16	41,028.14	342,150.30	128,371.60	470,521.90

* Joint Administrators' time costs are as at 28.02.20

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 2019 to 21 March 2020

Old Park Lane Capital Limited

OPL

	Incurring to 21.03.19	Incurring in the year to 21.03.20*	Cumulative incurred	Current estimated future	Current total estimate
	£	£	£	£	£
Legal fees and expenses	53,997.17	9,509.00	63,506.17	71,060.75	134,566.92
Office holders' disbursements and other costs	3,132.59	-	3,132.59	3,446.00	6,578.59
Storage costs	-	500.06	500.06	1,499.94	2,000.00
Pre-Administration costs	3,739.50	-	3,739.50	-	3,739.50
Joint Administrators' time costs *	171,900.55	37,520.00	209,420.55	64,856.52	274,277.07
Total	232,769.81	47,529.06	280,298.87	140,863.21	421,162.08

* Joint Administrators' time costs are as at 28.02.20

West Point Derivatives Limited

WPD

	Incurring to 21.03.19	Incurring in the year to 21.03.20*	Cumulative incurred	Current estimated future	Current total estimate
	£	£	£	£	£
Legal fees and expenses	48,053.17	8,589.00	56,642.17	71,594.75	128,236.92
Office holders' disbursements and other costs	3,167.04	-	3,167.04	3,446.00	6,613.04
Storage costs	-	482.12	482.12	1,517.88	2,000.00
Pre-Administration costs	3,739.50	-	3,739.50	-	3,739.50
Joint Administrators' time costs *	170,558.75	38,303.25	208,862.00	60,462.57	269,324.57
Total	225,518.46	47,374.37	272,892.83	137,021.20	409,914.03

* Joint Administrators' time costs are as at 28.02.20

Telesto Markets LLP

TML

	Incurring to 21.03.19	Incurring in the year to 21.03.20*	Cumulative incurred	Current estimated future	Current total estimate
	£	£	£	£	£
Legal fees and expenses	47,551.15	8,589.00	56,140.15	72,218.75	128,358.90
Office holders' disbursements and other costs	3,152.95	-	3,152.95	3,446.00	6,598.95
Storage costs	-	473.45	473.45	1,526.55	2,000.00
Pre-Administration costs	3,739.50	-	3,739.50	-	3,739.50
Joint Administrators' time costs *	171,893.25	40,017.00	211,910.25	58,355.17	270,265.42
Total	226,336.85	49,079.45	275,416.30	135,546.47	410,962.77

* Joint Administrators' time costs are as at 28.02.20

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 £130,977 in fees for OPL, £128,935 for WPD and £129,726 for TML, as shown on the receipts and payments accounts.

The time costs incurred in the period covered by this report are £185,666 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.

In a previous report we notified creditors that the original estimates for total administrators' fees had increased. 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 1 March 2019 to 28 February 2020 by grade and work type are set out below.

Please note that as with expenses in Appendix B above, current total estimates in the tables below have been held unchanged for this report, and will be revisited if an extension to the administrations beyond the current end date of 22 September 2020 is sought and granted, when we will have a better idea of the likely further duration of the administrations. The revised estimates will then be incorporated into any subsequent report to creditors.

Solo Group (Holdings) Limited

Classification of work	Partner	Director	Senior Manager	Manager	Senior Associate	Associate/ Other	Total		Average hourly rate for activity	Cumulative total	Current estimate	Future cost
	(£)	(£)	(£)	(£)	(£)	(£)	Hours	(£)	(£/Hour)			
Administration	-	160.00	-	9,148.50	1,915.25	79.50	22.65	11,303.25	499.04	59,395	61,938	2,543
Assets	-	-	-	-	-	-	-	-	-	14,120	26,052	11,932
Creditor and clients	-	240.00	-	675.00	-	-	1.60	915.00	571.88	6,710	9,996	3,287
Investigations	-	156.00	-	5,572.50	595.00	-	12.30	6,323.50	514.11	20,477	24,561	4,084
Reporting	-	-	-	3,691.50	850.00	-	9.10	4,541.50	499.07	36,116	47,296	11,180
Statutory and compliance	1,385.00	316.00	-	2,476.50	4,420.00	-	16.60	8,597.50	517.92	43,776	43,994	218
Tax	-	1,976.25	-	1,102.50	-	285.00	5.40	3,363.75	622.92	23,482	27,828	4,346
VAT	-	-	-	682.50	-	-	1.30	682.50	525.00	19,986	38,622	18,635
Total	1,385.00	2,848.25	-	23,349.00	7,780.25	364.50	68.95	35,727.00	518.00	224,063	280,288	56,225

Solo Group Services Limited

Classification of work	Partner	Director	Senior Manager	Manager	Senior Associate	Associate/ Other	Total		Average hourly rate for activity	Cumulative total	Current estimate	Future cost
	(£)	(£)	(£)	(£)	(£)	(£)	Hours	(£)	(£/Hour)	(£)	(£)	(£)
Administration	-	-	-	9,407.50	2,255.25	430.50	25.15	12,093.25	480.84	75,357	81,274	5,917
Assets	-	-	-	-	-	-	-	-	-	14,695	19,766	5,071
Creditor and clients	-	-	118.00	675.00	27.50	-	1.60	820.50	512.81	6,438	11,385	4,947
Employees	-	-	-	-	-	-	-	-	-	37,643	43,310	5,667
Investigations	-	-	-	5,259.00	425.00	-	11.10	5,684.00	512.07	20,543	24,005	3,462
Reporting	-	-	-	3,129.00	2,422.50	-	11.70	5,551.50	474.49	39,251	54,891	15,640
Statutory and compliance	-	316.00	-	3,385.50	2,677.50	-	13.30	6,379.00	479.62	49,480	56,145	6,665
Tax	-	-	1,204.00	1,101.00	-	162.50	4.10	2,467.50	601.83	20,529	25,003	4,474
VAT	-	-	-	1,102.50	-	-	1.90	1,102.50	580.26	25,871	45,723	19,852
Total	-	316.00	1,322.00	24,059.50	7,807.75	593.00	68.85	34,098.25	495.00	289,807	361,502	71,695

Old Park Lane Capital Limited

Classification of work	Partner	Director	Senior Manager	Manager	Senior Associate	Associate/ Other	Total		Average hourly rate for activity	Cumulative total	Current estimate	Future cost
	(£)	(£)	(£)	(£)	(£)	(£)	Hours	(£)	(£/Hour)	(£)	(£)	(£)
Administration	-	-	-	9,574.50	3,249.25	79.50	26.60	12,903.25	485.08	56,098	62,398	6,300
Assets	-	-	-	-	-	-	-	-	-	22,816	34,145	11,329
Creditor and clients	-	-	-	1,083.00	-	-	2.10	1,083.00	515.71	10,663	16,609	5,947
Investigations	-	-	-	5,929.50	170.00	-	11.80	6,099.50	516.91	21,733	30,630	8,897
Reporting	-	78.00	-	2,088.00	2,592.50	-	10.20	4,758.50	466.52	34,790	44,343	9,554
Statutory and compliance	-	238.00	-	4,371.00	2,082.50	-	13.70	6,691.50	488.43	50,430	69,117	18,687
Tax	-	-	-	2,863.25	1,422.50	168.50	9.10	4,454.25	489.48	7,605	10,154	2,549
VAT	-	-	-	1,070.00	402.50	57.50	2.75	1,530.00	556.36	5,287	6,880	1,593
Total	-	316.00	-	26,979.25	9,919.25	305.50	76.25	37,520.00	492.00	209,421	274,277	64,857

West Point Derivatives Limited

Classification of work	Partner	Director	Senior Manager	Manager	Senior Associate	Associate/ Other	Total		Average hourly rate for activity	Cumulative total	Current estimate	Future cost
	(£)	(£)	(£)	(£)	(£)	(£)	Hours	(£)	(£/Hour)	(£)	(£)	(£)
Administration	-	-	-	9,712.50	2,456.25	79.50	24.90	12,248.25	491.90	56,291	56,802	511
Assets	-	-	-	-	-	-	-	-	-	22,944	33,482	10,538
Creditor and clients	-	-	-	937.50	-	-	1.80	937.50	520.83	7,921	13,536	5,615
Investigations	-	-	-	5,721.00	425.00	-	12.00	6,146.00	512.17	20,924	25,977	5,053
Reporting	-	-	-	3,544.50	637.50	-	8.30	4,182.00	503.86	35,146	47,825	12,679
Statutory and compliance	-	316.00	-	3,288.00	4,462.50	-	17.30	8,066.50	466.27	52,690	72,415	19,725
Tax	-	-	-	3,529.25	1,772.25	265.25	11.15	5,566.75	499.26	7,921	12,574	4,653
VAT	-	-	-	840.00	201.25	115.00	2.45	1,156.25	471.94	5,025	6,713	1,688
Total	-	316.00	-	27,572.75	9,954.75	459.75	77.90	38,303.25	492.00	208,862	269,324	60,463

Telesto Markets LLP

Classification of work	Partner	Director	Senior Manager	Manager	Senior Associate	Associate/ Other	Total		Average hourly rate for activity	Cumulative total	Current estimate	Future cost
	(£)	(£)	(£)	(£)	(£)	(£)	Hours	(£)	(£/Hour)	(£)	(£)	(£)
Administration	-	-	-	9,559.50	2,260.00	499.50	26.05	12,319.00	472.90	56,167	59,170	3,003
Assets	-	-	-	-	-	-	-	-	-	21,993	30,915	8,922
Creditor and clients	-	-	-	675.00	-	-	1.30	675.00	519.23	9,107	13,914	4,807
Investigations	-	-	-	5,721.00	595.00	-	12.40	6,316.00	509.35	22,145	28,290	6,145
Reporting	-	-	-	3,598.50	807.50	-	8.80	4,406.00	500.68	35,280	48,921	13,642
Statutory and compliance	-	316.00	-	3,334.50	4,462.50	-	17.40	8,113.00	466.26	52,468	70,493	18,026
Tax	-	-	-	4,231.00	1,858.50	671.00	13.90	6,760.50	486.37	9,762	13,193	3,430
VAT	-	-	-	823.75	488.75	115.00	2.80	1,427.50	509.82	4,990	5,370	379
Total	-	316.00	-	27,943.25	10,472.25	1,285.50	82.65	40,017.00	484.00	211,910	270,266	58,355

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 2019	Maximum rate per hour	Specialist maximum rate per hour
Grade	(£)	(£)
Partner	910	1,520
Director	800	1,395
Senior manager	605	1,075
Manager	525	775
Senior associate – qualified	435	575
Senior associate – unqualified	325	370
Associate	270	305
Support staff	140	170

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.

Category of work	General description	Work included	Why the work was/is necessary	What, if any, financial benefit the work provided/will provide to creditors OR whether it was/is required by statute
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 £1,364k, held in the account of SCP, were released to the estates of WPD, OPL and TML in previous reporting periods ✓ 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 □ Dealing with creditor claim assignments as required □ Updating website with reports and information for 	<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 <input type="checkbox"/>		
		<ul style="list-style-type: none"> • Reviewing and preparing correspondence to creditors and their representatives <input type="checkbox"/> • Receipting and filing proofs of debt <input type="checkbox"/> 		
Investigations	Conducting investigations	<ul style="list-style-type: none"> • Instructing and liaising with solicitors regarding criminal and regulatory investigations <input type="checkbox"/> • Reviewing books and records <input type="checkbox"/> • Liaising with and assisting regulatory bodies and key investigating authorities <input type="checkbox"/> • Reviewing certain transactions and liaising with the relevant parties <input type="checkbox"/> • Liaising with providers to gain access to electronic records <input type="checkbox"/> • Reviewing records and databases <input type="checkbox"/> 	<ul style="list-style-type: none"> • Duty to take custody of company books and records • To comply with regulatory requirements or statute • To identify potential assets 	<ul style="list-style-type: none"> • Required by statute or regulatory requirement
Statutory and compliance	Case reviews	<ul style="list-style-type: none"> • Conducting a case review every six months <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
	Applications to Court	<ul style="list-style-type: none"> • 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 → 	<ul style="list-style-type: none"> • The administrations would otherwise automatically end after 12 months. • To save costs in the administrations • To comply with regulatory requirements or statute 	<ul style="list-style-type: none"> • 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 <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
	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 2019 to 21 March 2020

<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 companies 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 progress reports to creditors and the Registrar <input type="checkbox"/> 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 <input type="checkbox"/> Corresponding with potential creditors inviting lodgement of proofs of debt <input type="checkbox"/> Receiving proofs of debt and maintaining register <input type="checkbox"/> Adjudicating claims, including requesting further information from claimants → Preparing correspondence to claimants 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

<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 certain expenses. These are known as "Category 1" disbursements.

Expenses which are for shared or allocated services provided by our own firm, including room hire, document storage, photocopying, communication facilities are known as "Category 2" disbursements and do require approval by the same body that approves our fees. They must be directly incurred on the case and subject to a reasonable method of calculation and allocation.

Our expenses policy allows for all properly incurred expenses to be recharged to the administrations and our expenses have been approved by creditors where required.

No disbursements arose in the period of this report.

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.	<ul style="list-style-type: none">• Reed Smith LLP• McCarthy Denning Limited	<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

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 September 2017, £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.