

# LENDY LTD - IN ADMINISTRATION (‘THE COMPANY’ OR ‘LENDY’)

## JOINT ADMINISTRATORS’ PROGRESS REPORT FOR THE SIX MONTH PERIOD TO 23 NOVEMBER 2022

# INTRODUCTION

## Contact details

The key contacts at RSM in connection with this report are:

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## Basis of preparation

This report has been prepared solely to comply with the statutory requirements of the relevant legislation to provide creditors with information relating to the progress of the Administration. It should be read in conjunction with any previous reports that have been issued, copies of which are available on request.

This report has not been prepared for use in respect of any other purpose, or to inform any investment decision in relation to any debt or financial interest in the Company. Any estimated outcomes for creditors are illustrative and may be subject to revision and additional costs. They should not be used as the basis for any bad debt provision or any other purpose. Neither the Joint Administrators nor RSM UK Restructuring Advisory LLP accept any liability whatsoever arising as a result of any decision or action taken or refrained from as a result of information contained in this report. The Joint Administrators act as agents of the Company and without personal liability.

## General guidance on the Administration process

You can find guidance on the different insolvency processes at the R3 website [www.R3.org.uk](http://www.R3.org.uk). R3 is the trade association for the insolvency profession.

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# CONDUCT OF THE ADMINISTRATION

## Court application for directions

The Joint Administrators have previously set out the application to Court for directions and the Judgment that was handed down by the Court on 12 August 2021. This Judgment deals with the first part of the issues in the Application to Court for direction which was set out in earlier reports.

As previously advised, the Court held that Model 2 Loan realisations fall outside of the Lendy Administration estate and are held by Lendy solely for the benefit of the Model 2 Investors.

## Cost Protocol and Interim distributions

As previously advised, following the Judgment being handed down, the Joint Administrators and our legal representatives have been in discussions with various stakeholders in the Lendy and Saving Stream Security Holding Limited Administrations as to the appropriate way to deal with the applicable costs and expenses which Lendy has incurred in collecting and realising the Model 2 loans. A key party in the negotiations is Ms Taylor of the Lendy Action Group, a respondent and Model 2 investor representative in the Directions Application. Ms Taylor is represented by Gunnercooke LLP.

The Joint Administrators, their legal advisors and Gunnercooke LLP agreed that the parties would seek to agree a Cost Protocol ('Protocol') in the form of a draft Court order for the Court's approval. Following considerable work and correspondence in the period, the terms of the Protocol are now agreed, subject to the terms being documented. Once the drafting of the Protocol is complete early in the New Year, the Joint Administrators will share details of the Protocol with the creditors, investors and the FCA. Following which, the Joint Administrators will make the application to Court to approve the Protocol.

## Realisation of assets

### Loan book

The Joint Administrators have continued to facilitate the collect out of the loan book during the period. As previously advised, noting the significant issues with the loan book, the Joint Administrators allocated an experienced member of staff to oversee both the realisation of property assets and the performance of the Receivers / Administrators appointed to recover the associated loans. Please note, this member of staff is noted in the SIP9 table at Appendix C as a Partner, however, this is due to the time recording system and they are employed by RSM on a consultancy basis.

The Joint Administrators are unable to provide any material update on ongoing realisations until such time as a property sale or refinance has concluded so as not to prejudice the outcome. However, detail has been provided at Appendix F which sets out the current position of live loans and appointed office holder where applicable. Where a Borrower Company has been placed into a form of insolvency, investors are advised to check Companies House (<https://www.gov.uk/get-information-about-a-company>) where documents may be filed by the appointed office holder, which will provide an update in respect of that loan.

### Development finance loans ("DFL's")

There are currently 12 live DFL's with an outstanding value of £49.6m. A live loan is any loan where the Joint Administrators are pursuing and expect further recoveries, either through asset realisations or claims under professional indemnity or guarantees. There have been additional recoveries on non-live loans where a formal insolvency process has ended or agreed settlements have been paid within the period.

| DFL live loan summary   | £           |
|---|-------------|
| Gross Investor balance outstanding at Appointment (24 May 2019)                 | 117,077,203 |
| Gross realisations during the first 36-months of Administration*                | 34,617,723  |
| Interim distributions to Investors during the first 36-months of Administration | 16,014,136  |
| Gross Investor balance outstanding at previous reporting date (23 May 2022)     | 49,572,881  |
| Gross realisations into the client account during the Reporting Period          | -           |
| Interim distributions to Investors during the Reporting Period                  | -           |
| Gross Investor balance outstanding at Reporting Date (23 Nov 2022)              | 49,572,881  |

\*DFL012 was realised on 3 May 2019

Appendix F provides further details of the loans from the table above. Seven of the 12 live loans have formal insolvency proceedings against them, with either Receivers or Administrators having been appointed.

There have been no gross realisations in the Reporting Period (£34.6m throughout the Administration). Further realisations are being pursued.

## Property bridging loans (“PBL’s”)

There are currently 22 live PBL's with an outstanding value of £13.1m. Of these live loans, 19 have formal insolvency proceedings against them, with either Receivers or Administrators having been appointed. Further detail is shown in Appendix F, which is summarised in the table below.

| PBL live loan summary   | £          |
|---|------------|
| Gross Investor balance outstanding at Appointment (23 May 2019)                 | 46,109,651 |
| Gross realisations during the first 36-months of Administration                 | 21,996,263 |
| Interim distributions to Investors during the first 36-months of Administration | 10,274,418 |
| Gross Investor balance outstanding at previous reporting date (23 May 2021)     | 20,592,588 |
| Gross realisations into the client account during the Reporting Period          | 629,350    |
| Interim distributions to Investors during the Reporting Period                  | -          |
| Gross Investor balance outstanding at Reporting Date (23 May 2022)              | 13,110,811 |

In the period covered by this report, six PBL's have been realised, with gross realisations of £629k.

Since appointment the Joint Administrators have realised gross realisations of £22.6m in respect of PBL's.

## Model 1 loans

In the period there has been one Model 1 loan realisation in respect of PBL031, totalling £240,185.

## Lendy Provision Reserve Limited ('LPRL')

As previously advised, the Joint Administrators carried out an analysis on the intercompany position between the Company and LPRL. At the date of the Administration on the Company's balance sheet there is a debtor of £556,885 due from LPRL.

Following a Notice of Intended Dividend being advertised no further claims were received in the Liquidation of LPRL, therefore the only received claim was from the Company.

In the period, the Company received a second and final dividend payment in the sum of £4,391, which represented 1p in the pound of the Company's unsecured claim in the Liquidation of LPRL. There will be no further realisations and this matter is now considered closed.

## Case specific matters

The time costs incurred to date in dealing with these matters is set out in the attached analysis of time costs.

## Interim distributions

The Joint Administrators have agreed with Gunnercooke LLP that once the Protocol is agreed between the stakeholders (and whilst the parties are waiting for the Court to consider the Protocol), the Joint Administrators will recommence interim distributions early in the New Year. The Joint Administrators will process interim distributions of 65% of net realisations on loans that have been recovered, but not yet distributed, likely in the below order.

### Loan

DFL005  
DFL006  
DFL015  
DFL024  
PBL084  
PBL101  
PBL102  
PBL156  
PBL157  
PBL158  
PBL199

## DFL004

As previously advised, the Guarantor has issued an application at Court against the Companies, challenging the enforcement of the security and repayment of the loan. The application has been listed for a Trial on 8-12 May 2023. In the period, the Joint Administrators have been collating and reviewing documents for disclosure with our legal advisors. The disclosure exercise is complete and the parties are now preparing for Trial.

### Claims underway

As previously advised, these relate to loans where the security has already been realised and an amount of capital and / or interest remains owing to Investors. The type of actions being contemplated include demands in respect of personal or corporate guarantees given by third parties to guarantee repayment of loans or claims for negligence on the part of one of the Company's third-party professional advisers. The Joint Administrators have not finalised any third-party claims in the Reporting Period.

To ensure the position is not prejudiced, the Joint Administrators are unable to provide further comment on other actions or potential actions at this stage.

### Conflict Administrators

As previously advised, Chris Lavery, Trevor O'Sullivan and Helen Dale of Grant Thornton UK LLP have been appointed as Conflict Administrators in relation to Saving Stream Security Holdings Limited ('SSSHL').

As a result of Trevor O'Sullivan leaving Grant Thornton UK LLP during the reporting period, by Court Order dated 27 June 2022 he was removed as Joint Conflict Administrator. A Notice to this effect was advertised in the London Gazette, and in accordance with the terms of the Order, he was released from office with effect from the date of the order.

Grant Thornton UK LLP met the costs of the application. The Order also provided that each creditor of the estate was at liberty to apply to vary or discharge the Order within 28 days of publication in the Gazette.

The role of the Conflict Administrators is to ensure that any conflict between the "Model 2" Investors' position and that of the Company is fully considered:

1. Provide an independent oversight in relation to the charging structure and priority where the Company is proposing to deduct costs and charges from the loan recoveries being made by SSSHL under the security it holds on behalf of Investors and to agree what represents a fair charge between the parties; and
2. Act on behalf of SSSHL in relation to any conflict issues which may arise in connection with RSM's appointments over the Borrower Companies.

Where an RSM office holder of a Borrower Company may need to seek approval and / or sanction for certain decisions from the Company as the secured creditor, the RSM office holders will seek such approval from the Conflict Administrators.

The Conflict Administrators will not seek any further information or input from the Joint Administrators of the Lendy Companies and / or the employees of RSM working on the Administrations of the Lendy Companies.

The Conflict Administrators may only provide information on the proposal to the Joint Administrators of the Lendy Companies and / or employees of RSM working on the Administrations of the Lendy Companies once a final decision on the Proposal has been made.

The Conflict Administrators are working directly with the Lendy team and the Borrower Companies in respect of the affected loans.

As previously advised, following legal advice received, the Joint Administrators consider that, given the relatively small sums (compared to the total value of the Model 2 loans), the remuneration of the Conflict Administrators shall be settled from the Lendy Ltd Administration, as a cost incurred by SSSHL in connection with the recoveries of the loans.

### Financial Conduct Authority ("FCA")

The Joint Administrators are continuing to keep the FCA abreast of key actions and pertinent matters in the Administration.

The Joint Administrators are assisting the FCA with any requests. Creditors will appreciate that we are not permitted to disclose anything further in connection with this aspect of the Joint Administrators' investigations.

### Anti-Money Laundering ("AML") and Know Your Client ("KYC") checks

In the period, the Joint Administrators and the Lendy support team continued to liaise with all non-personal Investors setting out the requirements. For the purposes of this exercise this included any Investor who has previously added any details in to the 'Company' field within their Platform Account. Investors are no longer able to add / amend details in the 'Company' field and any changes will be made via the Verification Team.

The Lendy team will continue liaising with individuals who currently have not fulfilled the money laundering checks. In order to accelerate this process, please assist the team by responding to any emails / letters you may have received. Regrettably these final checks are a manual exercise, hence it will take some time to complete these processes.

Investors will receive an email requesting further documentation from [support@lendy.co.uk](mailto:support@lendy.co.uk). The Joint Administrators have agreed an extension in providing any outstanding KYC / AML certified copies of documents.

At the date of writing this report, c.1,800 of the c.10,000 investors had not been verified and / or provided valid bank details to enable the Joint Administrators to process withdrawals. On 13 December 2022, there were funds totalling £802k available for investors to withdraw, of which £400K related to unverified investors. There were 74 investors who had over £1,000 available to withdraw (totalling £285k), who were unable to process withdrawals. Any investor with over £400 of available funds has been contacted by email and in writing to attempt to help investors process withdrawals.

Investors are encouraged to complete this verification as soon as possible. While investors may not currently have available funds once distributions are recommenced any unverified investors may suffer further delays due to limited resources available noting the Lendy team will be assisting with the collect out of the loan book, third party claims, processing distributions, processing withdrawals and AML verification.

### Client account

The position as at 23 November 2022 is summarised below:

| Client account summary as at 23 November 2022 |  | £                 |
|---|--|-------------------|
| Client balances                               |  | 814,571           |
| Unprocessed withdrawals                       |  | 17,001            |
| Other timing differences                      |  | 187               |
| Remainders                                    |  | 74,767            |
| Funds held on behalf of Model 2 Investors     |  | 24,051,295        |
| Recoveries from third party claims            |  | 3,618,368         |
| Funds owed from Lendy operations account      |  | (154,885)         |
| <b>Total cash at bank</b>                     |  | <b>28,421,304</b> |

- The Client balances total of £814,571 includes individual Investors' available balances on their accounts.
- There were £17,001 of unprocessed withdrawals at 23 November 2022.
- When interim distributions are processed on the investor platform there are outstanding balances (classified as remainders) which will be paid on final distributions. There were £74,767 of remainders at 23 November 2022.
- £3,618,368 is held in the client account from successful claims against third parties.
- Following the Judgment of the directions hearing, no distribution waterfalls were prepared and no distributions have been processed while negotiations were ongoing in respect of the Protocol. As noted above, the Joint Administrators will update investors further in due course.
- The Joint Administrators and Gunnercooke agreed that legal advisor fees directly relating to the Protocol would be settled from the client account. This cost will be reimbursed when the Protocol is agreed and funds flow to the general estate. £154,885 has been paid to Gunnercooke and Shoosmiths.

Receipts and payment statements are shown in appendix G and H for all receipts and payments within the client account in the reporting period and throughout the Administration respectively. Note these statements include recoveries and direct costs for third party claims.

The majority of the time spent in Case Specific allocated to the FCA subheading is time spent on the client account in accordance with the Company's CASS requirements.

### Lendy Wealth

Details explaining the Lendy Wealth products can be found in previous Progress Reports and updates on the Lendy website. There have been no realisations for Lendy Wealth loans within the period and in line with the narrative on page 5 there have been no further distributions processed, therefore there is no change to the Lendy Wealth position in the period.

### Investor correspondence

Please note, the [support@lendy.co.uk](mailto:support@lendy.co.uk) email address should now be used for KYC / AML related queries only. For all other queries please contact the team on [lendy.restructuring@rsmuk.com](mailto:lendy.restructuring@rsmuk.com).

The Joint Administrators brought this in house due to the limited resource within the Lendy team.

## Investigations

As noted in the previous report, an all-party mediation was held with the respondents of the claims. Settlement discussions continued during the reporting period, and we can confirm that a settlement agreement was reached between the parties. The headline terms of the settlement is for payment of £3.4m in full settlement of the claims, with the funds expected to be paid in full by the end of 2023.

The first payment under the settlement of £300,000 has been received from the respondents

## Statutory and case management matters

The following work does not usually result in a financial return to creditors but is required by legislation, best practice and to ensure that the case is managed efficiently and effectively. Key work done in the period included:

### Statutory requirements

- Statutory filing and advertising;
- Creditors' Committee formalities, including reports, meetings, and general liaison with the committee;
- Preparing, review and issuing progress reports to creditors and other prescribed parties;
- General taxation matters; and
- Pension scheme matters, including ongoing correspondence with the Trustees.

### Case management matters

- Periodic case reviews, ongoing case planning;
- Maintaining and updating computerised case management records;
- Liaising with former accountants and solicitors;
- Dealing with routine correspondence not attributable to other categories of work;
- Maintenance of cashing records, bank accounts, receipts and payments, billing; and
- Ongoing consideration of ethical, conflict & anti money laundering checks.

The time costs incurred to date in dealing with these matters is set out in the attached analysis of time costs.

## Receipts and payments

A summary of receipts and payments is attached. Receipts and payments are shown net of VAT. However, as the Company was not VAT registered, the VAT is irrecoverable and is shown as a 'cost of realisation'.

# OUTSTANDING MATTERS

## Assets remaining to be realised

As detailed previously in this Report, the Joint Administrators are continuing to work with the relevant parties to manage the wind down of the loan book and consider potential actions in respect of claims underway. The known remaining assets to be realised are:

- Recoveries in respect of the loan book;
- Third party claims; and
- Directors' actions.

## Other outstanding matters

The Joint Administrators continue to progress matters in the Administration as set out in this Report, key workstreams being:

- Loan book realisations;
- Interim distributions;
- Agreeing the Protocol;
- Following the above, distributing funds to investors;
- Consideration of a second application to Court for further directions;
- Claims underway;
- AML; and
- Investigations.

## Extension of the Administration

The Administration was previously extended by 36 months to midnight on 23 May 2023 by the Court.

The Joint Administrators anticipate that a further extension to the Administration by Court order will be required to enable the Joint Administrators sufficient time to realise the assets detailed above. This will be sought in due course, before the Administration ends.

## End of the Administration

It is not possible to ascertain at present when the Administration will end. Further information will be provided in subsequent Progress Reports.

It is currently anticipated that the Company will exit Administration by way of Creditors Voluntary Liquidation.

However, if at any point in the Administration should the Joint Administrators reach a conclusion that the property is insufficient to permit a distribution then they shall (unless the court orders otherwise) be required to file a notice pursuant to paragraph 84 of Schedule B1 to the Insolvency Act 1986 seeking that the company be dissolved.

# CREDITORS' CLAIMS AND DIVIDEND PROSPECTS

## Dividend prospects

| Dividend prospects                                  | Owed          | Paid to date | Estimated future prospects |
|---|---------------|--------------|----------------------------|
| Secured creditor                                    | N/A           | N/A          | N/A                        |
| Preferential creditors                              | Not yet known | N/A          | 100p in the £              |
| Unsecured creditors                                 | £8.3m*        | NIL          | Not yet known              |
| Estimated Net Property                              | N/A           |              |                            |
| Estimated 'Prescribed Part' available for creditors | N/A           |              |                            |

\*As per the directors' Statement of Affairs

## Prescribed Part

The 'Prescribed Part' is a statutory amount set aside for unsecured creditors from funds ('Net Property') available to a Qualifying Floating Charge Holder ('QFCH'). The Prescribed Part is calculated on a sliding scale up to a maximum of £800,000 depending on when the floating charge was created and whether or not it is a first ranking floating charge.

However, there are no QFCHs and the Prescribed Part does not, therefore, apply.

## Secured creditors

The Company confirmed that there are no charge holders over the Company.

## Preferential creditors

The Company's preferential creditors are expected to be minimal, but we are unable to provide a precise figure at this time.

## Unsecured creditors

From the Statement of Affairs provided by the Company, the estimated amount currently owed to unsecured creditors is £8.3m. However, this figure has been provided on the assumption that only Model 1 Investors are creditors.

The Joint Administrators will advise investors of the process for claiming in due course as it is anticipated that this will be dealt with in the Protocol. Whilst investors can of course submit a

claim at any stage of the process, the Joint Administrators will have the information available to advise investors of the value of their claim in due course once all loans have been distributed.

Please note, prior to a distribution being paid to the unsecured creditors, the Company is required to convert to Creditors' Voluntary Liquidation. We are not at present able to provide guidance on the timing of this.

## Agreement of claims

Creditors' claims are usually only agreed if there is a likelihood of a dividend being made to that particular class of creditor.

As noted above, it is anticipated that a dividend will be paid to preferential and unsecured creditors. The anticipated dividends are subject to future realisations and no work has therefore been done as yet to agree preferential and unsecured claims, other than that necessary for the purposes of admitting claims for voting, where applicable. Details of the time spent in relation to this work is set out in the attached time analysis.

Creditors whose debts are treated as a small debt in accordance with Rule 14.31(1) of the Insolvency (England and Wales) Rules 2016 must still deliver a proof of debt if they wish to vote. Rule 14.31(1) states that Office Holders may treat a debt, which is a small debt according to the accounting records or the statement of affairs of the company, as if it were proved for the purposes of paying a dividend. Small debts are defined in Rule 14.1(3) as a debt (being the total amount owed to a creditor) which does not exceed £1,000.

## Dividend payments

The timing of any future dividend to preferential and unsecured creditors (other than the Prescribed Part) is dependent on future realisations. Further information regarding any potential dividend payment will be made in due course.

## Creditor communication

The following work was done in the period to comply with legislation, best practice and to ensure creditors were kept informed. It is also necessary to enable a dividend to be paid:

- Preparation and issue of progress reports to various parties, including creditors;
- Maintenance of schedules of creditors' claims;
- Dealing with correspondence and telephone calls; and

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- Liaising with, and reporting to, the Creditors' Committee.

Creditors only derive an indirect financial return from this work on cases where a dividend has been, or will be, paid.

The time incurred in dealing with these matters during the period is set out in the attached post appointment analysis of time costs.

# JOINT ADMINISTRATORS' FEES, COSTS AND EXPENSES

## Guide to Administrator's fees and expenses

A Guide to Administrator's Fees, which provides information for creditors in relation to the fees and expenses of an Administrator, can be accessed at <https://rsmuk.ips-docs.com> under 'general information for creditors'. A hard copy can be requested from this office by telephone, email or in writing. All fees, costs and expenses are subject to VAT.

## SSSHL

Following legal advice received the Joint Administrators consider that, given the relatively small sums (compared to the total value of the Model 2 loans), the remuneration of the Joint Administrators of SSSHL shall be settled from the Lendy Ltd Administration, as a cost incurred by SSSHL in connection with the recoveries of the loans. However, as previously reported, the Joint Administrators and the Committee agreed that no fees would be drawn in respect of any work undertaken in respect of the Administration of SSSHL

The Joint Administrators of SSSHL have incurred time costs of £2,260 in the current period. An analysis of time incurred in the period is attached.

## Relevant Approving Body

The Committee is the Relevant Approving Body responsible for approving the Joint Administrators' post appointment fee basis and, where applicable, 'Category 2' expenses.

## Post Appointment fees, costs and expenses

### Basis of Remuneration

Insolvency legislation allows an Administrator to charge fees on one of, or a combination of, the following bases:

- as a percentage of the value of the property the Administrator has to deal with (percentage basis);
- to the time spent by the Administrator or their staff on the Administration of the case (time cost basis);
- as a set amount (fixed fee basis); or
- a combination of the above (mixed fee basis).

The Relevant Approving Body has approved the Joint Administrators' fees on a time cost basis and to date fee estimates have been provided as follows:

| Period<br>All figures in £ | Fee estimate | Fee requested<br>to date | Approved to<br>date |
|----------------------------|--------------|--------------------------|---------------------|
| 24 May 2019 to 23 May 2020 | 2,500,000    | 1,900,000*               | 1,900,000           |
| 24 May 2020 to 23 May 2021 | 1,482,505    | 1,000,000                | 500,000             |
| 24 May 2021 to 23 May 2022 | 0**          | 0**                      | 0**                 |
| 24 May 2022 to 23 May 2023 | 0**          | 0**                      | 0**                 |

\*The amount previously requested for the first year of the Administration has been reduced as previously reported.

\*\*A fee estimate was not provided to the Committee for Year 3 or 4 of the Administration at the outset of either year owing to the unknown position regarding the application to Court for directions and the subsequent issue of agreeing the costs position.

No fees were drawn during the period in respect of the Joint Administrators fees.

The Joint Administrators will liaise with the Committee regarding the balance of the Year 2 fee request and any discounts to be applied to Year 3 and Year 4 time costs in due course

### Directors' actions

As previously reported, the Joint Administrators have discussed the options available to the Committee in respect of the costs of the investigations work being undertaken by the Joint Administrators and the actions against the Directors. The fee structure has been initially agreed with the Committee and this will be formalised in due course.

Please note that this fee structure is separate to the fee requests which have been agreed with the Committee regarding the Administration as detailed above. The time spent dealing with this type of work is recorded on a separate time code and the analysis of the time incurred in the period, totalling £43,563 is at Appendix E.

### Remuneration Charged

Legislation requires that 'remuneration charged' is reported. Remuneration is charged when the work to which it relates is done. It does not mean the Joint Administrators' fees have been paid.

During the period, the remuneration charged by the Joint Administrators, totalled £409,315. An analysis of time incurred in the period is attached. Time costs incurred since appointment total £4,827,111, including investigation time. Fees drawn are within the amount approved by the Relevant Approving Body (£2.4m).

A breakdown of the work attributed to each category of work as per the attached time cost analysis is provided below.

The total figure noted in the Joint Administrators' first Progress Report to creditors, incorrectly included the SSSHL time. The cumulative figure noted above is the correct total of time incurred in the Administration to 23 May 2022.

### **Administration and planning**

Certain aspects of the work that the Joint Administrators undertake are derived from the underlying legal and regulatory framework for cases of this nature. This work, which does not usually result in any direct financial return to creditors, is a necessary aspect of ensuring that the Joint Administrators are complying with both their legislative and best practice responsibilities, and ensuring that the case is managed efficiently and effectively. It includes matters such as:

- Periodic case reviews;
- Maintenance of compliance records in relation to the case;
- Weekly update and strategy meetings;
- Liaising with insurers in respect of the Company's assets;
- Arranging for mail redirection to be put in place;
- Maintaining and updating computerised case management records;
- Partners, Directors and Managers review of documents and correspondence;
- Dealing with routine correspondence not attributable to other categories of work;
- Ongoing consideration of ethical and AML regulations;
- General taxation matters;
- Preparation of receipts and payments accounts, maintenance of cashiering records;
- Filing of documentation at Companies House, Court and other relevant parties;
- General administrative matters in relation to administration;
- Reporting to the FCA with updates on case strategy and progression;
- Pension schemes, liaising with the Pensions Regulator and Trustees; and
- Consideration of Health and Safety and environmental regulations.

### **Investigations**

The Joint Administrators have a statutory duty to carry out investigations in relation to the failure of the Company and the conduct of the Directors. Some aspects of the investigation work undertaken are required by statute and may not necessarily result in a direct financial benefit for the Company's creditors.

Other work that the Joint Administrators have carried out in respect of their investigations include, but are not limited to the following:

- Review and analysis of company records;
- Review and analysis of bank statements;
- Making enquiries with third parties;
- Time associated with bringing claims against third parties (as noted earlier in the report);
- Liaising with solicitors and instructing Counsel; and
- Liaising with FCA.

### **Realisation of assets**

All matters relating to the collect out of the loan book and progressing claims underway. This includes, but not limited to:

- Liaising with the Lendy recoveries team;
- Liaising with agents and third parties;
- Liaising with appointed office holders;
- Liaising with debtors;
- Liaising with potential purchasers;
- Negotiations;
- Sale formalities;
- Correspondence with legal advisors;
- Review of legal documents and any documents pertinent to recoveries on the loan book;
- Considering and pursuing third party claims;
- Attendance at mediation in respect of claims; and
- Internal strategy and correspondence.

The majority of time spent in the period has been dealing with the collect out of the loan book and considering potential actions and third party claims.

The work done and the time costs in this category are fundamental to the recoveries to date and future recoveries in the Administration.

### **Trading**

This section includes, but is not limited to:

- Day to day management of the case;
- Preparation of trading accounts such as cash flow forecasts and profit & loss accounts; and
- Managing the Lendy team.

## Creditors

This section relates to time spent dealing with correspondence from creditors and Investors. Please note, there are over 10,000 investors and significant time has been charged dealing with a wide range of different queries. This includes, but is not limited to:

- Fielding telephone calls from investors and creditors;
- Written correspondence (including email and postal) with investors and creditors;
- Preparing, reviewing and issuing reports to creditors and other parties;
- Agreement of claims,
- Updates to creditors / investors;
- Partners, Directors and Managers review of documents and correspondence and reports; and
- Liaising with the Creditors' Committee.

## Case specific matters

All other matters on the case including, but not limited to:

- Correspondence with legal advisers;
- Liaising with parties regarding the costs position;
- Assisting our legal advisors with drafting the Protocol and meeting with various stakeholders;
- Ongoing reconciliation of the Lendy Wealth position;
- Liaising with the FCA and other bodies; and
- Any other matters.

## Further fee approval

The amount of fees that can be drawn is limited to the revised amount approved by the Relevant Approving Body, whether calculated on the basis of time in accordance with a fee estimate, or for a fixed amount or a percentage rate. This cannot be further increased or the percentage rate changed, without their approval.

## Expenses and professional costs

The total costs and expenses estimated to be incurred by the Joint Administrators are set out to the right together with details of those incurred in the period. Amounts incurred in the period may include estimates where actual invoices have not been received. Amounts paid to date are shown in the attached receipts and payments account.

The quantum of costs and expenses is higher than the estimates previously provided to creditors on 15 July 2019. This is because the Joint Administrators were unable to provide a

realistic estimate due to the uncertainty on the work that we required be undertaken by third parties.

Legal costs incurred have been high due to the complexities of the case and the required actions that the Joint Administrators have been required to take.

The Joint Administrators have provided a high-level scope of engagement below for professional firms that have been paid in the period.

Please note, the statement of expenses table set out below includes costs incurred by RSM and charged as a disbursement to the case. Stationery and Books largely relates to various IT costs and subscriptions. These costs are fundamental to the systems that the Company operates.

## Category 1 expenses

These comprise external supplies of incidental services specifically identifiable to the insolvency estate. They do not require approval of the Relevant Approving Body prior to being paid.

The table to the right lists the Category 1 expenses incurred during the reporting period:

| Type of expense  | Total estimated (£) | Incurred in period (£) |
|--|---------------------|------------------------|
| Land Registry fees   | 66                  | 48                     |
| Other chargeable costs (IT system payments on Credit Card) | 286                 | 10,671                 |
| Travel   | 7,041               | 268                    |
| Postage  | 0                   | 1                      |
| Critical Supplier  | 0                   | 1,833                  |
| IT Costs   | 0                   | 45,671                 |
| Legal Fees & Disbursements (paid)                          | TBC                 | 25,202                 |
| PAYE & NIC   | 0                   | 66,993                 |
| Pension Contribution                                       | 0                   | 6,506                  |
| Sundry expenses  | 0                   | 413                    |
| Staff Expenses   | 0                   | 344                    |
| Third party costs - Agent fees and disbursements           | 0                   | 9,475                  |
| Third party costs - Legal disbursements                    | 0                   | 40,000                 |
| Wages & Salaries   | 0                   | 77,418                 |
| <b>Total</b>   | <b>7,393</b>        | <b>284,843</b>         |

## Category 2 expenses

These are costs which are not capable of precise identification or calculation, or that may include an element of shared or allocated costs. Payments to outside parties that the Office Holder, firm, or any associate has an interest, are also treated as 'Category 2' expenses. These expenses require the specific approval of the Relevant Approving Body before being paid from the insolvency estate.

The Relevant Approving Body (i.e. the Creditors' Committee) has approved the payment of the 'Category 2' expenses, at the rates prevailing at the date they were incurred, however, no such expenses were incurred during the period.

## Other professional costs for the period 24 May 2022 to 23 November 2022

The Office Holders retained the following advisers based on their experience and expertise. These costs are not subject to approval by the Relevant Approving Body. However, they are subject to review and approval by the Joint Administrators.

### Legal fees and disbursements

The Joint Administrators have a number of duties which require balancing and legal guidance. The Administrators appreciate that the legal costs are significant, but consider that fees incurred to date are wholly appropriate, reasonable and proportionate, taking into account the complexities of this case. For clarity we therefore set out the position below in respect of the role and fees of Shoosmiths, Pinsent Masons and Gateley PLC.

#### Shoosmiths LLP

The main duties undertaken by Shoosmiths to date in relation to this matter include:

- General legal advice;
- General insolvency advice;
- In-house legal matters;
- Legal advice regarding a claim from a former employee;
- Advice on the Directions Application and all consequential matters including drafting and negotiating a cost protocol;
- Defending claims by Borrowers and Guarantors seeking to challenge the lending and security documentation;
- Defending claims on specific loans by other secured creditors challenging Lendy/SSSHL's security;
- Advising on, and commencing legal action against Borrowers and Guarantors to recover monies owed;
- Advising on, and pursuing negligence claims against surveyors and solicitors;
- Advising on the waterfall distributions;

- Advising on the loan and security documentation and treatment of realisations for loan DFL002;
- Corresponding with interested parties including the FCA, Lendy Action Group, Creditors Committee; and
- Advising the Joint Administrators on their statutory obligations including remuneration.

In relation to Shoosmiths' legal rates, given the uncertain asset recoveries, when negotiating hourly rates with Shoosmiths, Shoosmiths agreed to take on significant commercial risk: their fees are contingent on sufficient asset recovery into the estate to discharge their fees. In addition, Shoosmiths are carrying significant levels of work in progress until asset recoveries had been made.

Shoosmiths current rates are:

| Level               | Rates           |
|---------------------|-----------------|
| Partner             | £495 (plus VAT) |
| Legal Director      | £450 (plus VAT) |
| Principle Associate | £425 (plus VAT) |
| Senior Associate    | £385 (plus VAT) |
| Associate           | £350 (plus VAT) |
| Trainee Solicitor   | £210 (plus VAT) |

Shoosmiths has the benefit of a large team and so work is allocated across various seniority levels to ensure that work is being dealt with at appropriate cost effective levels. This is one example of how we ensure that the Companies' estates do not incur unreasonable or disproportionate costs.

We have agreed Shoosmiths' remuneration based on their standard hourly charge-out rates, plus VAT and disbursements, and their agreed fees of £14,140 (plus VAT) have been paid in the period.

Shoosmiths WIP during the reporting period totalled £571,707 plus VAT and incurred disbursements of £12,163.

As at the time of writing, Shoosmiths unpaid WIP incurred across all matters (including work on the third-party claims) totalled £3,385,526 plus VAT and they had unbilled disbursements totalling £57,865.

#### Pinsent Masons LLP

Pinsent Masons LLP solicitors have been retained as legal advisors in view of their expertise in the below matters. They have advised the Joint Administrators on several matters pertaining to the Administration, including:

- General legal advice;
- General insolvency advice;
- Assisting and providing advice in respect of claims being brought against the Directors and other third parties;
- Instructing Counsel on the above; and
- Liaising with the FCA.

In relation to Pinsent Masons legal fees, they too have the benefit of a large team so work is allocated across a seniority of levels to ensure that work is being dealt with at appropriate cost effective levels.

As with Shoosmiths, Pinsent Masons are being asked to carry significant levels of work in progress until asset recoveries have been made. Additionally, the Joint Administrators have negotiated discounted hourly rates for this matter. From 1 January 2020, Pinsent Masons moved the file from London charge out rates to regional charge out rates.

Pinsent Masons unpaid WIP during the reporting period totalled £85,213 plus VAT and incurred disbursements of £2,606.

#### Gateley PLC

Gateley PLC, solicitors, have been retained as legal advisors in view of their expertise and have been assisting and advising the Joint Administrators on a number of matters including a potential claim against a former service provider to the Company. We have agreed their remuneration based on their standard hourly charge-out rates, plus VAT and disbursements, and their agreed fees of £10,975 (plus VAT) have been paid in the period.

#### **Legal Fees and Disbursements (First Respondent)**

Gunnercooke LLP, were initially instructed by the Lendy Action Group to provide assistance and advice in response to the Joint Administrators application for directions on behalf of the Model 2 Investors. It was agreed that the costs incurred by Gunnercooke, relating to their advice on the directions application, would be settled as an expense of the Administration.

They were then instructed by the members of the Lendy Action Group to represent Model 2 investors as the First Respondent to the Joint Administrators application for directions. As stated above, it was agreed that their costs and disbursements of the directions application would be paid as an expense of the Administration. The costs associated with agreeing the costs and expenses position and subsequent Protocol are also to be met by the Administration

Estate.

As noted previously, the Joint Administrators and Gunnercooke LLP agreed that Gunnercooke's fees would be settled from the client account and reimbursed at a later date when the Protocol is agreed and there are funds in the general estate to enable payment of costs and ongoing trading costs.

The Joint Administrators and Shoosmiths will continue to undertake a detailed review of the fee requests received from Gunnercooke LLP and a comparative to time costs incurred by Shoosmiths in the same period to ensure fair consideration is given.

#### **Third party costs paid in the period**

The third-party costs listed below have been settled by the Company on behalf of various loans and are recoverable upon once a loan has been realised or refinanced.

#### **Third Party costs - Agents**

- Arkus Consulting - £6,975 (plus VAT)
- Savills (UK) Limited - £2,500 (plus VAT)

#### **Third Party costs – Legal disbursements**

- Shoosmiths - £40,000 (plus VAT)

#### **Creditors' right to information and ability to challenge fees**

Creditors have a right to request further information about fees or expenses (other than pre-Administration costs) and to challenge such fees or expenses.

If you wish to make a request for further information it must be made in writing within 21 days of receipt of this report either by (i) any secured creditor or (ii) an unsecured creditor with the concurrence of at least 5% in value of the unsecured creditors (including the creditor in question).

Any secured creditor, or any unsecured creditor with either the concurrence of at least 10% in value of the unsecured creditors (including that creditor) or the permission of the court, may apply to court that the fees charged, the basis fixed or expenses incurred by the Administrator are in all the circumstances excessive. Any such challenge must be made no later than eight weeks after receipt of the report which first discloses the charging of remuneration or incurring of the expenses in question.

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Any such challenge must be made no later than eight weeks after receipt of the report which first discloses the charging of fees or incurring of the expenses in question.

*Damian Webb*

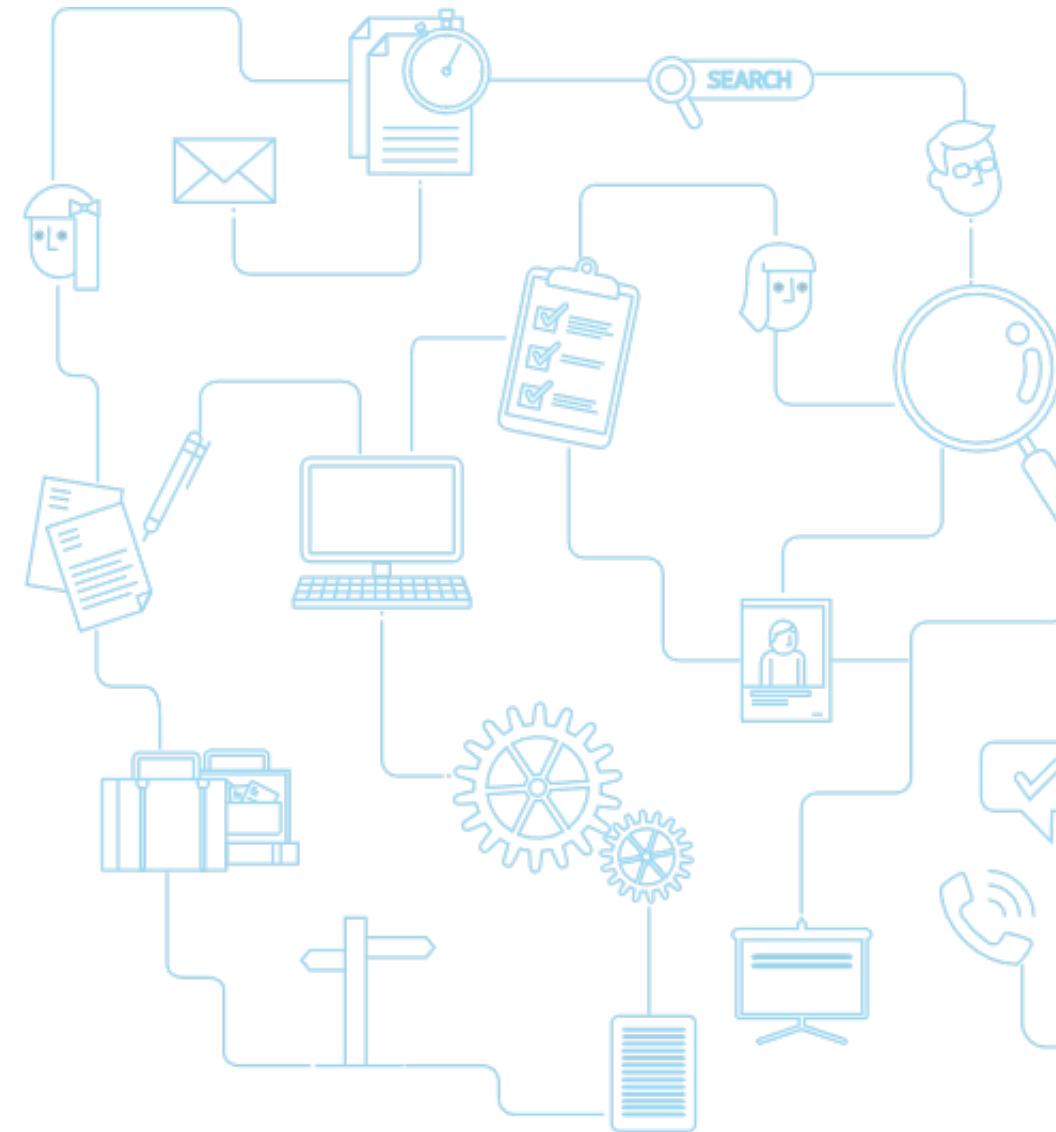
**Damian Webb**  
**RSM UK Restructuring Advisory LLP**  
**Joint Administrator**

Damian Webb, Phillip Sykes and Mark Wilson are licensed to act as Insolvency Practitioners in the UK by the Institute of Chartered Accountants in England and Wales

Insolvency Practitioners are bound by the Insolvency Code of Ethics when carrying out all professional work relating to an insolvency appointment

**The affairs, business and property of the company are being managed by the Joint Administrator who act as agents of the company and without personal liability**

## APPENDICES



## APPENDIX A - STATUTORY INFORMATION

### Company information

|                         |   |
|-------------------------|---|
| Company name:           | Lendy Ltd   |
| Company number:         | 08244913  |
| Date of incorporation:  | 9 October 2012  |
| Trading name:           | Lendy Ltd   |
| Trading address:        | Brankesmere House, Queens Crescent, Southsea, Hampshire, PO5 3HT                |
| Principal activity:     | Financial service activities, except insurance and pension funding              |
| Registered office:      | RSM UK Restructuring Advisory LLP<br>25 Farringdon Street<br>London<br>EC4A 4AB |
| Previous company names: | N/A   |
| Directors:              | Liam John Brooke  |
| Secretary:              | N/A   |

### Administration information

|                       |  |   |
|-----------------------|--|---|
| Court reference:      | High Court of Justice, business and Property Courts in Birmingham, Insolvency and Companies List No 443 of 2019  |   |
| Joint Administrators: | Damian Webb, Phillip Sykes and Mark Wilson   |   |
| Date of appointment:  | 24 May 2019  |   |
| Joint Administrators: | <b>Primary office holder</b><br>Damian Webb<br>RSM UK Restructuring Advisory LLP<br>25 Farringdon Street,<br>London, EC4A 4AB<br>020 3201 8000<br>IP Number: 14970 | <b>Joint office holder</b><br>Phillip Sykes<br>RSM UK Restructuring Advisory LLP<br>25 Farringdon Street,<br>London, EC4A 4AB<br>020 3201 8000<br>IP Number: 6119 |
|                       | <b>Joint office holder</b><br>Mark Wilson<br>RSM UK Restructuring Advisory LLP<br>25 Farringdon Street,<br>London, EC4A 4AB<br>0203 201 8000<br>IP Number: 008612  |   |

## APPENDIX B - RECEIPTS AND PAYMENTS SUMMARY

|  | From<br>24/05/2022<br>To 23/11/2022 | From<br>24/05/2019<br>To 23/11/2022 |
|--|-------------------------------------|-------------------------------------|
|  | £                                   | £                                   |
| <b>ASSET REALISATIONS</b>                |                                     |                                     |
| Bank Interest Gross                      | 194.02                              | 1,554.16                            |
| Cash at Bank                             | 0.00                                | 903,797.84                          |
| Client account - Quarterly interest      | 98,125.85                           | 111,758.87                          |
| Court refund                             | 0.00                                | 1,240.00                            |
| Contractual entitlement (limited to 3%)  |                                     |                                     |
| - DFL012                                 | 0.00                                | 189,821.92                          |
| - DFL034                                 | 0.00                                | 12,733.48                           |
| - PBL163                                 | 0.00                                | 28,247.22                           |
| - PBL164                                 | 0.00                                | 52,450.14                           |
| - PBL103                                 | 0.00                                | 144,373.97                          |
| - PBL193                                 | 0.00                                | 24,969.86                           |
| - PBL056                                 | 0.00                                | 14,054.79                           |
| - PBL177                                 | 0.00                                | 10,451.88                           |
| - PBL178                                 | 0.00                                | 11,584.55                           |
| - DFL020                                 | 0.00                                | 64,035.62                           |
| - DFL031                                 | 0.00                                | 56,145.21                           |
| -DFL021                                  | 0.00                                | 11,867.57                           |
| -PBL196                                  | 0.00                                | 2,784.41                            |
| -PBL197                                  | 0.00                                | 1,657.39                            |
| -PBL095                                  | 0.00                                | 57,757.81                           |
| -DFL007                                  | 0.00                                | 34,672.60                           |
| -DFL033                                  | 0.00                                | 72,167.67                           |
| -PBL106                                  | 0.00                                | 47,600.00                           |
| -DFL013                                  | 0.00                                | 25,594.52                           |
| -DFL019                                  | 0.00                                | 80,342.47                           |
| -DFL014                                  | 0.00                                | 74,921.92                           |
| -PBL137                                  | 0.00                                | 4,150.68                            |
| DFL032 (Mezzanine loan)                  | 0.00                                | 172,745.04                          |
| Lendy Provision Reserve Distribution     | 4,391.31                            | 459,465.34                          |
| LW365 top up from Client Account         | 0.00                                | 12,017.53                           |
| Model 1 loans                            |                                     |                                     |
| - DFL001                                 | 0.00                                | 1,277,290.68                        |
| - DFL002                                 | 0.00                                | 2,253,910.07                        |
| - PBL031                                 | 240,185.14                          | 240,185.14                          |
| - PBL056                                 | 0.00                                | 60,331.91                           |
| Other Refunds and return of overpayments | 388.43                              | 29,907.42                           |
| Settlement from a Bridging Loan          | 0.00                                | 929,215.00                          |
| Sale of Boat                             | 0.00                                | 50,000.00                           |
| Sale of Equipment                        | 0.00                                | 640.00                              |
| Tax / Insurance Refunds                  | 0.00                                | 244.94                              |
| Third party costs paid by Lendy Ltd      |                                     |                                     |
| - DFL012                                 | 0.00                                | 82,027.89                           |
| - DFL031                                 | 0.00                                | 3,240.00                            |
| - DFL020                                 | 0.00                                | 12,000.00                           |
| - PBL137                                 | 0.00                                | 14,337.57                           |
| - DFL007                                 | 0.00                                | 12,104.47                           |
| - PBL095                                 | 0.00                                | 32,967.35                           |

|          |                   |                     |
|----------|-------------------|---------------------|
| - DFL033 | 0.00              | 9,869.00            |
| - PBL163 | 0.00              | 310.00              |
| - DFL021 | 0.00              | 6,066.00            |
| - PBL106 | 0.00              | 41,787.73           |
| - DFL013 | 0.00              | 12,419.47           |
| - DFL019 | 0.00              | 43,237.26           |
| - DFL014 | 0.00              | 9,000.00            |
| - DFL017 | 0.00              | 890,103.93          |
| - DFL016 | 0.00              | 194,155.99          |
| - PBL069 | 0.00              | 63,422.71           |
| - PBL037 | 0.00              | 10,570.45           |
| - PBL038 | 0.00              | 33,825.45           |
| - PBL039 | 0.00              | 42,281.81           |
| - PBL071 | 0.00              | 27,483.18           |
| - PBL070 | 0.00              | 59,194.53           |
| - PBL200 | 0.00              | 9,000.00            |
| - DFL010 | 0.00              | 6,210.00            |
| - DFL005 | 0.00              | 71,180.12           |
| - DFL006 | 0.00              | 13,738.60           |
| - DFL015 | 0.00              | 27,463.80           |
| - DFL024 | 0.00              | 4,051.20            |
| - PBL084 | 0.00              | 75,221.76           |
| - PBL102 | 0.00              | 59,797.74           |
| - PBL199 | 0.00              | 20,014.47           |
| - PBL156 | 0.00              | 29,572.80           |
| - PBL177 | 0.00              | 26,577.24           |
|          | <b>343,284.75</b> | <b>9,469,922.14</b> |

## COST OF REALISATIONS

|   |             |                |
|---|-------------|----------------|
| Agents/Valuers Fees                           | 0.00        | (22,151.40)    |
| Bank Charges                                  | 12.00       | (1,187.37)     |
| Client Liaison Body expenses                  | 0.00        | (187.36)       |
| Client account reconciliation funds           | 0.00        | (20,510.41)    |
| Committee Expenses                            | 0.00        | (1,561.15)     |
| Committee instructed Costs Assessor           | 0.00        | (20,000.00)    |
| Consulting services                           | 0.00        | (14,231.80)    |
| Contractor Fees & Disbursements               | 0.00        | (267,713.71)   |
| Court costs                                   | 0.00        | (11,635.00)    |
| Critical Supplier                             | (1,832.86)  | (29,256.95)    |
| IT Costs                                      | (45,671.16) | (381,790.12)   |
| Cleaning/Waste Collection                     | 0.00        | (1,681.14)     |
| Data room costs                               | 0.00        | (1,425.60)     |
| DFL004 Receivers Indemnity                    | 0.00        | (170,000.00)   |
| FCA Associated costs                          | 0.00        | (9,125.00)     |
| Hardship Creditor Payment                     | 0.00        | (27,130.08)    |
| Initial Call Centre costs                     | 0.00        | (17,824.83)    |
| Insurance of Assets                           | 0.00        | (16,524.07)    |
| Joint Administrators' Disbursements           | 0.00        | (44,575.70)    |
| Joint Administrators' Fees                    | 0.00        | (1,525,000.00) |
| Legal Fees & Disbursements                    | (25,202.05) | (2,231,762.49) |
| Legal Fees - overpayment                      | 0.00        | (19,858.00)    |
| Legal Fees & Disbursements (First Respondent) | 0.00        | (609,570.00)   |
| Lendy Wealth 365                              | 0.00        | (56,633.75)    |
| Mail redirection                              | 0.00        | (519.00)       |
| Meeting Costs                                 | 0.00        | (27,406.15)    |
| Mediator fees                                 | 0.00        | (8,160.00)     |

|                                    |                     |                       |
|------------------------------------|---------------------|-----------------------|
| Other Property Expenses            | 0.00                | (1,254.78)            |
| Utilities                          | 0.00                | (2,879.08)            |
| Security                           | 0.00                | (7,237.80)            |
| PAYE & NIC                         | (66,993.11)         | (847,282.34)          |
| Payment to investor                | (6,074.01)          | (6,074.01)            |
| Payment & Trace Fee                | 0.00                | (20.00)               |
| Payroll Services                   | 0.00                | (8,200.00)            |
| Pension Contribution               | (6,505.52)          | (37,648.24)           |
| Pension Contribution - overpayment | 0.00                | (3,776.50)            |
| Professional Fees & Expenses       | 0.00                | (292,462.95)          |
| Settlement - fee dispute           | 0.00                | (10,000.00)           |
| Sundry Expenses                    | (413.19)            | (1,398.89)            |
| Staff Expenses                     | (344.26)            | (7,348.84)            |
| Stationery and office equipment    | 0.00                | (426.63)              |
| Third Party Costs                  |                     |                       |
| - Agents fees and disbursements    | (9,475.00)          | (120,423.91)          |
| - Insurance                        | 0.00                | (11,136.40)           |
| - Legal disbursements              | (40,000.00)         | (122,337.80)          |
| - Legal fees                       | 0.00                | (161,725.91)          |
| - Miscellaneous costs              | 0.00                | (83,141.00)           |
| - Rates                            | 0.00                | (7,295.00)            |
| VAT Irrecoverable                  | (17,983.69)         | (1,010,549.02)        |
| Wages & Salaries                   | (77,418.29)         | (933,761.73)          |
|                                    | <b>(297,901.14)</b> | <b>(9,213,801.91)</b> |
|                                    | <b>45,383.61</b>    | <b>256,120.23</b>     |

**REPRESENTED BY**

Bank - (RBS)

256,120.23

**256,120.23**

# APPENDIX C(I) - POST-APPOINTMENT TIME ANALYSIS (PERIOD) – LENDY LTD

Joint Administrators' post appointment time cost analysis for the period 24 May 2022 to 23 November 2022.

Please note that we have re-designed our SIP9 analysis table to provide a more detailed breakdown of the work carried out. This change does not alter the value of time costs recorded, purely the row within the table to which that time, and cost, has been allocated.

On 1 July 2021, RSM UK Restructuring Advisory LLP changed the job titles of some of their staff, and this is reflected in the SIP 9 analysis table. This change does not alter the value of time costs recorded or the column within the table to which that time has been allocated.

| Hours Spent   | Partners   | Directors / Associate Directors | Managers    | Associates  | Executives & Analysts | Assistants & Support Staff | Total Hours | Total Time Costs   | Average Rates |
|---|------------|---------------------------------|-------------|-------------|-----------------------|----------------------------|-------------|--------------------|---------------|
| <b>Statutory Requirements</b>   |            |                                 |             |             |                       |                            |             |                    |               |
| <b>Appointment &amp; SoA</b>  |            |                                 |             |             |                       |                            |             |                    |               |
| Meetings/corres/tel   | 0.0        | 0.0                             | 0.0         | 0.1         | 0.0                   | 0.0                        | 0.1         | £ 17.50            | 175.00        |
| Statutory filing/advertising  | 0.0        | 0.0                             | 0.0         | 0.1         | 0.0                   | 0.0                        | 0.1         | £ 17.50            | 175.00        |
| Total   | 0.0        | 0.0                             | 0.0         | 0.2         | 0.0                   | 0.0                        | 0.2         | £ 35.00            | 175.00        |
| <b>Committee</b>  |            |                                 |             |             |                       |                            |             |                    |               |
| Meetings/corres/tel   | 0.1        | 0.0                             | 0.0         | 4.6         | 0.0                   | 0.0                        | 4.7         | £ 1,397.00         | 297.23        |
| Reports   | 0.0        | 1.7                             | 1.5         | 0.0         | 0.0                   | 0.0                        | 3.2         | £ 1,420.00         | 443.75        |
| Total   | 0.1        | 1.7                             | 1.5         | 4.6         | 0.0                   | 0.0                        | 7.9         | £ 2,817.00         | 356.58        |
| <b>Creditors/shareholders decisions, meetings &amp; reports</b>                   |            |                                 |             |             |                       |                            |             |                    |               |
| Administration extension (report, notice, filing)                                 | 1.0        | 0.0                             | 0.0         | 0.0         | 0.0                   | 0.0                        | 1.0         | £ 750.00           | 750.00        |
| Preparing progress & final reports (inc. R&Ps)                                    | 2.1        | 0.0                             | 10.4        | 24.4        | 7.0                   | 0.0                        | 43.9        | £ 14,260.00        | 324.83        |
| Qualifying decisions / meeting documentation / advert / agenda / minutes / report | 0.0        | 0.2                             | 0.0         | 0.0         | 0.0                   | 0.0                        | 0.2         | £ 90.00            | 450.00        |
| Total   | 3.1        | 0.2                             | 10.4        | 24.4        | 7.0                   | 0.0                        | 45.1        | £ 15,100.00        | 334.81        |
| <b>Pension Scheme</b>   |            |                                 |             |             |                       |                            |             |                    |               |
| General   | 0.0        | 0.0                             | 0.0         | 13.1        | 0.0                   | 0.0                        | 13.1        | £ 3,296.50         | 251.64        |
| Total   | 0.0        | 0.0                             | 0.0         | 13.1        | 0.0                   | 0.0                        | 13.1        | £ 3,296.50         | 251.64        |
| <b>Taxation</b>   |            |                                 |             |             |                       |                            |             |                    |               |
| CT/IT/CGT post-appointment returns  | 0.0        | 0.0                             | 0.0         | 0.8         | 0.0                   | 0.0                        | 0.8         | £ 168.00           | 210.00        |
| Total   | 0.0        | 0.0                             | 0.0         | 0.8         | 0.0                   | 0.0                        | 0.8         | £ 168.00           | 210.00        |
| <b>Total</b>  | <b>3.2</b> | <b>1.9</b>                      | <b>11.9</b> | <b>43.1</b> | <b>7.0</b>            | <b>0.0</b>                 | <b>67.1</b> | <b>£ 21,416.50</b> | <b>319.17</b> |

| Hours Spent   | Partners     | Directors / Associate Directors | Managers    | Associates | Executives & Analysts | Assistants & Support Staff | Total Hours  | Total Time Costs    | Average Rates |
|---|--------------|---------------------------------|-------------|------------|-----------------------|----------------------------|--------------|---------------------|---------------|
| <b>Realisation of Assets</b>  |              |                                 |             |            |                       |                            |              |                     |               |
| <b>Assets - general/other</b>   |              |                                 |             |            |                       |                            |              |                     |               |
| Inventory/security  | 0.0          | 0.0                             | 1.6         | 0.0        | 0.0                   | 0.0                        | 1.6          | £ 600.00            | 375.00        |
| Legal / Risk Board clearance  | 1.2          | 0.0                             | 0.0         | 0.0        | 0.0                   | 0.0                        | 1.2          | £ 790.00            | 658.33        |
| etc) Other (e.g. rates, insurance pre-payments                        | 0.0          | 1.6                             | 1.3         | 0.0        | 0.0                   | 0.0                        | 2.9          | £ 1,287.50          | 443.97        |
| <b>Total</b>  | <b>1.2</b>   | <b>1.6</b>                      | <b>2.9</b>  | <b>0.0</b> | <b>0.0</b>            | <b>0.0</b>                 | <b>5.7</b>   | <b>£ 2,677.50</b>   | <b>469.74</b> |
| <b>Debtors &amp; sales finance</b>                                    |              |                                 |             |            |                       |                            |              |                     |               |
| Agent liaison   | 1.9          | 0.0                             | 0.0         | 0.0        | 0.0                   | 0.0                        | 1.9          | £ 760.00            | 400.00        |
| Debt collection   | 311.6        | 0.0                             | 0.0         | 0.0        | 0.0                   | 0.0                        | 311.6        | £ 124,640.00        | 400.00        |
| Other major book debt issues  | 0.0          | 0.0                             | 1.4         | 0.0        | 0.0                   | 0.0                        | 1.4          | £ 532.00            | 380.00        |
| <b>Total</b>  | <b>313.5</b> | <b>0.0</b>                      | <b>1.4</b>  | <b>0.0</b> | <b>0.0</b>            | <b>0.0</b>                 | <b>314.9</b> | <b>£ 125,932.00</b> | <b>399.91</b> |
| <b>Land and Property</b>  |              |                                 |             |            |                       |                            |              |                     |               |
| Meetings/corres/tel with charge holder(s)                             | 2.0          | 0.0                             | 0.0         | 0.0        | 0.0                   | 0.0                        | 2.0          | £ 1,500.00          | 750.00        |
| Meetings/corres/tel with others re tenanted property                  | 0.0          | 0.0                             | 0.0         | 1.3        | 0.0                   | 0.0                        | 1.3          | £ 318.00            | 244.62        |
| Other major land & property issues                                    | 1.5          | 0.0                             | 0.0         | 0.5        | 0.4                   | 0.0                        | 2.4          | £ 1,388.50          | 578.54        |
| <b>Total</b>  | <b>3.5</b>   | <b>0.0</b>                      | <b>0.0</b>  | <b>1.8</b> | <b>0.4</b>            | <b>0.0</b>                 | <b>5.7</b>   | <b>£ 3,206.50</b>   | <b>562.54</b> |
| <b>Total</b>  | <b>318.2</b> | <b>1.6</b>                      | <b>4.3</b>  | <b>1.8</b> | <b>0.4</b>            | <b>0.0</b>                 | <b>326.3</b> | <b>£ 131,816.00</b> | <b>403.97</b> |
| <b>Investigations</b>   |              |                                 |             |            |                       |                            |              |                     |               |
| <b>Investigations/CDDA</b>  |              |                                 |             |            |                       |                            |              |                     |               |
| Collect / schedule / general review of books & records & other papers | 0.0          | 0.3                             | 0.0         | 0.0        | 0.0                   | 0.0                        | 0.3          | £ 150.00            | 500.00        |
| Other general matters   | 6.8          | 1.2                             | 26.5        | 1.6        | 0.0                   | 3.5                        | 39.6         | £ 19,139.00         | 483.31        |
| <b>Total</b>  | <b>6.8</b>   | <b>1.5</b>                      | <b>26.5</b> | <b>1.6</b> | <b>0.0</b>            | <b>3.5</b>                 | <b>39.9</b>  | <b>£ 19,289.00</b>  | <b>483.43</b> |
| <b>Total</b>  | <b>6.8</b>   | <b>1.5</b>                      | <b>26.5</b> | <b>1.6</b> | <b>0.0</b>            | <b>3.5</b>                 | <b>39.9</b>  | <b>£ 19,289.00</b>  | <b>483.43</b> |

| Hours Spent   | Partners    | Directors / Associate Directors | Managers    | Associates   | Executives & Analysts | Assistants & Support Staff | Total Hours  | Total Time Costs    | Average Rates |
|---|-------------|---------------------------------|-------------|--------------|-----------------------|----------------------------|--------------|---------------------|---------------|
| <b>Case Specific Matters</b>  |             |                                 |             |              |                       |                            |              |                     |               |
| <b>Director(s)/Debtor/Bankrupt</b>                                    |             |                                 |             |              |                       |                            |              |                     |               |
| Correspondence/tel/meeting - bankrupt / debtor                        | 0.3         | 0.0                             | 0.0         | 0.0          | 0.0                   | 0.0                        | 0.3          | £ 225.00            | 750.00        |
| Total   | 0.3         | 0.0                             | 0.0         | 0.0          | 0.0                   | 0.0                        | 0.3          | £ 225.00            | 750.00        |
| <b>Legal Matters</b>  |             |                                 |             |              |                       |                            |              |                     |               |
| General advice (e.g. non litigation / asset realisation)              | 7.8         | 9.6                             | 20.7        | 6.3          | 5.2                   | 0.0                        | 49.6         | £ 20,630.00         | 415.93        |
| Meetings  | 0.0         | 11.1                            | 2.8         | 1.6          | 0.0                   | 0.0                        | 15.5         | £ 6,832.50          | 440.81        |
| Other major issues (e.g. litigation to reduce claims etc)             | 33.7        | 47.5                            | 35.7        | 78.2         | 0.0                   | 0.0                        | 195.1        | £ 90,255.00         | 462.61        |
| Total   | 41.5        | 68.2                            | 59.2        | 86.1         | 5.2                   | 0.0                        | 260.2        | £ 117,717.50        | 452.41        |
| <b>Other specific matters</b>   |             |                                 |             |              |                       |                            |              |                     |               |
| Financial Conduct Authority   | 0.0         | 9.8                             | 10.3        | 33.3         | 0.0                   | 0.0                        | 53.4         | £ 21,422.00         | 401.16        |
| Other - HSE/Environmental Health etc                                  | 0.0         | 0.0                             | 0.0         | 1.0          | 0.0                   | 0.0                        | 1.0          | £ 348.00            | 348.00        |
| Total   | 0.0         | 9.8                             | 10.3        | 34.3         | 0.0                   | 0.0                        | 54.4         | £ 21,770.00         | 400.18        |
| <b>Total</b>  | <b>41.8</b> | <b>78.0</b>                     | <b>69.5</b> | <b>120.4</b> | <b>5.2</b>            | <b>0.0</b>                 | <b>314.9</b> | <b>£ 139,712.50</b> | <b>443.67</b> |
| <b>Creditors</b>  |             |                                 |             |              |                       |                            |              |                     |               |
| <b>Employees</b>  |             |                                 |             |              |                       |                            |              |                     |               |
| Discussions / correspondence  | 0.0         | 3.5                             | 0.7         | 0.0          | 0.0                   | 0.0                        | 4.2          | £ 2,016.00          | 480.00        |
| Other major issues  | 0.0         | 0.9                             | 0.0         | 0.0          | 0.0                   | 0.0                        | 0.9          | £ 450.00            | 500.00        |
| Tribunal / Protective Award - Correspondence / Discussions / Meetings | 1.4         | 4.0                             | 0.0         | 0.0          | 0.0                   | 0.0                        | 5.4          | £ 2,710.00          | 501.85        |
| Total   | 1.4         | 8.4                             | 0.7         | 0.0          | 0.0                   | 0.0                        | 10.5         | £ 5,176.00          | 492.95        |
| <b>Secured Creditors</b>  |             |                                 |             |              |                       |                            |              |                     |               |
| Meetings/corres/tel   | 0.0         | 0.0                             | 0.0         | 1.3          | 0.0                   | 0.0                        | 1.3          | £ 390.00            | 300.00        |
| Total   | 0.0         | 0.0                             | 0.0         | 1.3          | 0.0                   | 0.0                        | 1.3          | £ 390.00            | 300.00        |
| <b>Unsecured Creditors</b>  |             |                                 |             |              |                       |                            |              |                     |               |
| Agreement / Rejection of claims                                       | 1.3         | 0.7                             | 0.0         | 0.0          | 0.0                   | 0.0                        | 2.0          | £ 1,325.00          | 662.50        |
| Correspondence/tel  | 4.1         | 5.9                             | 29.2        | 40.1         | 46.6                  | 0.0                        | 125.9        | £ 35,578.00         | 282.59        |
| Dividend (notices, advertisement and payment)                         | 0.0         | 2.3                             | 12.4        | 5.8          | 0.0                   | 0.0                        | 20.5         | £ 8,031.00          | 391.76        |
| Total   | 5.4         | 8.9                             | 41.6        | 45.9         | 46.6                  | 0.0                        | 148.4        | £ 44,934.00         | 302.79        |
| <b>Total</b>  | <b>6.8</b>  | <b>17.3</b>                     | <b>42.3</b> | <b>47.2</b>  | <b>46.6</b>           | <b>0.0</b>                 | <b>160.2</b> | <b>£ 50,500.00</b>  | <b>315.23</b> |

| Hours Spent   | Partners            | Directors / Associate Directors | Managers           | Associates         | Executives & Analysts | Assistants & Support Staff | Total Hours         | Total Time Costs    | Average Rates |
|---|---------------------|---------------------------------|--------------------|--------------------|-----------------------|----------------------------|---------------------|---------------------|---------------|
| <b>Trading</b>  |                     |                                 |                    |                    |                       |                            |                     |                     |               |
| <b>Trading</b>  |                     |                                 |                    |                    |                       |                            |                     |                     |               |
| Cashiering (eg invoice payment / receipt re trading only) | 3.0                 | 0.0                             | 0.0                | 0.1                | 0.5                   | 0.0                        | 3.6                 | £ 2,368.00          | 657.78        |
| Day to day management                                     | 2.0                 | 0.0                             | 0.0                | 18.0               | 0.9                   | 0.0                        | 20.9                | £ 5,820.00          | 278.47        |
| Employee trading matters (non ERA)                        | 0.0                 | 0.0                             | 0.0                | 1.2                | 0.0                   | 0.0                        | 1.2                 | £ 297.00            | 247.50        |
| Other major trading issues                                | 0.0                 | 1.4                             | 3.4                | 0.0                | 0.0                   | 0.0                        | 4.8                 | £ 1,992.00          | 415.00        |
| Sales/customers/agreement of terms                        | 0.0                 | 2.1                             | 0.0                | 0.0                | 0.0                   | 0.0                        | 2.1                 | £ 1,050.00          | 500.00        |
| Suppliers - ordering, reconciliation etc                  | 0.0                 | 0.0                             | 0.0                | 0.8                | 0.0                   | 0.0                        | 0.8                 | £ 168.00            | 210.00        |
| Trading accounts/projections/funding                      | 0.0                 | 5.2                             | 2.6                | 0.0                | 0.0                   | 0.0                        | 7.8                 | £ 3,588.00          | 460.00        |
| Total   | 5.0                 | 8.7                             | 6.0                | 20.1               | 1.4                   | 0.0                        | 41.2                | £ 15,283.00         | 370.95        |
| <b>Total</b>  | <b>5.0</b>          | <b>8.7</b>                      | <b>6.0</b>         | <b>20.1</b>        | <b>1.4</b>            | <b>0.0</b>                 | <b>41.2</b>         | <b>£ 15,283.00</b>  | <b>370.95</b> |
| <b>Administration and Planning</b>                        |                     |                                 |                    |                    |                       |                            |                     |                     |               |
| <b>Case Management</b>                                    |                     |                                 |                    |                    |                       |                            |                     |                     |               |
| Case review / KPI reports                                 | 0.2                 | 2.5                             | 1.1                | 2.1                | 0.0                   | 0.0                        | 5.9                 | £ 2,253.50          | 381.95        |
| Diary updates / checklists                                | 0.0                 | 0.0                             | 0.0                | 0.0                | 0.2                   | 0.0                        | 0.2                 | £ 45.00             | 225.00        |
| Filing  | 0.0                 | 0.0                             | 0.4                | 1.1                | 0.5                   | 0.0                        | 2.0                 | £ 477.50            | 238.75        |
| Ongoing case planning/strategy                            | 3.2                 | 7.9                             | 10.6               | 24.7               | 3.3                   | 0.0                        | 49.7                | £ 19,469.00         | 391.73        |
| Total   | 3.4                 | 10.4                            | 12.1               | 27.9               | 4.0                   | 0.0                        | 57.8                | £ 22,245.00         | 384.86        |
| <b>Cashiering</b>   |                     |                                 |                    |                    |                       |                            |                     |                     |               |
| Bank Reconciliations                                      | 0.0                 | 0.0                             | 0.0                | 0.4                | 0.7                   | 0.0                        | 1.1                 | £ 270.00            | 245.45        |
| Cashiering / TPS transaction posting                      | 0.0                 | 0.3                             | 0.6                | 1.4                | 10.7                  | 0.0                        | 13.0                | £ 3,025.50          | 232.73        |
| Investment of funds - review                              | 0.0                 | 0.0                             | 0.0                | 0.1                | 0.0                   | 0.0                        | 0.1                 | £ 30.00             | 300.00        |
| Journals  | 0.0                 | 0.0                             | 0.0                | 0.0                | 0.6                   | 0.0                        | 0.6                 | £ 129.00            | 215.00        |
| Receipts and Payments                                     | 0.0                 | 1.9                             | 2.8                | 12.2               | 3.2                   | 0.0                        | 20.1                | £ 5,598.50          | 278.53        |
| Total   | 0.0                 | 2.2                             | 3.4                | 14.1               | 15.2                  | 0.0                        | 34.9                | £ 9,053.00          | 259.40        |
| <b>Total</b>  | <b>3.4</b>          | <b>12.6</b>                     | <b>15.5</b>        | <b>42.0</b>        | <b>19.2</b>           | <b>0.0</b>                 | <b>92.7</b>         | <b>£ 31,298.00</b>  | <b>337.63</b> |
| <b>Total Hours</b>  | <b>385.2</b>        | <b>121.6</b>                    | <b>176.0</b>       | <b>276.2</b>       | <b>79.8</b>           | <b>3.5</b>                 | <b>1,042.3</b>      | <b>£ 409,315.00</b> | <b>392.70</b> |
| <b>Total Time Cost</b>                                    | <b>£ 176,400.00</b> | <b>£ 59,375.00</b>              | <b>£ 70,235.50</b> | <b>£ 86,661.50</b> | <b>£ 14,928.00</b>    | <b>£ 1,715.00</b>          | <b>£ 409,315.00</b> |                     |               |

## APPENDIX C(II) - POST-APPOINTMENT TIME ANALYSIS (CUMULATIVE) – LENDY LTD

Joint Administrators' post appointment time cost analysis for the period 24 May 2019 to 23 November 2022.

| Hours Spent                 | Partners              | Directors / Associate Directors | Managers            | Associates          | Executives & Analysts | Assistants & Support Staff | Total Hours           | Total Time Costs      | Average Rates |
|-----------------------------|-----------------------|---------------------------------|---------------------|---------------------|-----------------------|----------------------------|-----------------------|-----------------------|---------------|
| Statutory Requirements      | 241.8                 | 8.7                             | 119.3               | 228.9               | 273.2                 | 19.1                       | 891.0                 | £ 327,820.50          | 367.92        |
| Realisation of Assets       | 1390.7                | 1875.7                          | 49.8                | 116.4               | 72.7                  | 33.4                       | 3538.7                | £ 1,735,932.00        | 490.56        |
| Investigations              | 53.2                  | 24.3                            | 828.2               | 70.3                | 382.1                 | 38.8                       | 1396.9                | £ 485,113.50          | 347.28        |
| Case Specific Matters       | 428.5                 | 161.1                           | 356.2               | 536.7               | 178.1                 | 42.0                       | 1702.6                | £ 693,978.50          | 407.60        |
| Creditors                   | 173.1                 | 42.6                            | 332.9               | 623.1               | 742.0                 | 72.2                       | 1985.9                | £ 562,875.00          | 283.44        |
| Trading                     | 225.5                 | 8.7                             | 254.0               | 293.8               | 327.5                 | 2.8                        | 1112.3                | £ 393,593.00          | 353.86        |
| Administration and Planning | 88.1                  | 443.6                           | 220.0               | 499.4               | 770.9                 | 24.4                       | 2046.4                | £ 627,799.00          | 306.78        |
| <b>Total Hours</b>          | <b>2,600.9</b>        | <b>2,564.7</b>                  | <b>2,160.4</b>      | <b>2,368.6</b>      | <b>2,746.5</b>        | <b>232.7</b>               | <b>12,673.8</b>       | <b>£ 4,827,111.50</b> | <b>380.87</b> |
| <b>Total Time Cost</b>      | <b>£ 1,352,297.50</b> | <b>£ 1,383,057.50</b>           | <b>£ 801,337.00</b> | <b>£ 690,656.50</b> | <b>£ 528,417.50</b>   | <b>£ 71,345.50</b>         | <b>£ 4,827,111.50</b> |                       |               |

## APPENDIX D (I) – POST-APPOINTMENT TIME ANALYSIS (PERIOD) – SSSHL

Joint Administrators' post appointment time cost analysis for the period 24 May 2022 to 23 November 2022.

| Hours Spent  | Partners        | Directors / Associate Directors | Managers        | Associates        | Executives & Analysts | Assistants & Support Staff | Total Hours       | Total Time Costs  | Average Rates |
|--|-----------------|---------------------------------|-----------------|-------------------|-----------------------|----------------------------|-------------------|-------------------|---------------|
| <b>Statutory Requirements</b>                        |                 |                                 |                 |                   |                       |                            |                   |                   |               |
| Appointment & SoA                                    | 0.0             | 0.0                             | 0.0             | 0.1               | 0.0                   | 0.0                        | 0.1               | £ 17.50           | 175.00        |
| Creditors/shareholders decisions, meetings & reports | 0.0             | 0.0                             | 0.0             | 4.6               | 0.0                   | 0.0                        | 4.6               | £ 966.00          | 210.00        |
| <b>Total</b>   | <b>0.0</b>      | <b>0.0</b>                      | <b>0.0</b>      | <b>4.7</b>        | <b>0.0</b>            | <b>0.0</b>                 | <b>4.7</b>        | <b>£ 983.50</b>   | <b>209.26</b> |
| <b>Realisation of Assets</b>                         |                 |                                 |                 |                   |                       |                            |                   |                   |               |
| Debtors & sales finance                              | 0.5             | 0.0                             | 0.0             | 0.0               | 0.0                   | 0.0                        | 0.5               | £ 200.00          | 400.00        |
| Land and Property                                    | 0.0             | 0.0                             | 0.0             | 0.2               | 0.0                   | 0.0                        | 0.2               | £ 42.00           | 210.00        |
| <b>Total</b>   | <b>0.5</b>      | <b>0.0</b>                      | <b>0.0</b>      | <b>0.2</b>        | <b>0.0</b>            | <b>0.0</b>                 | <b>0.7</b>        | <b>£ 242.00</b>   | <b>345.71</b> |
| <b>Administration and Planning</b>                   |                 |                                 |                 |                   |                       |                            |                   |                   |               |
| Case Management                                      | 0.0             | 0.0                             | 0.8             | 3.5               | 0.0                   | 0.0                        | 4.3               | £ 1,035.00        | 240.70        |
| <b>Total</b>   | <b>0.0</b>      | <b>0.0</b>                      | <b>0.8</b>      | <b>3.5</b>        | <b>0.0</b>            | <b>0.0</b>                 | <b>4.3</b>        | <b>£ 1,035.00</b> | <b>240.70</b> |
| <b>Total Hours</b>                                   | <b>0.5</b>      | <b>0.0</b>                      | <b>0.8</b>      | <b>8.4</b>        | <b>0.0</b>            | <b>0.0</b>                 | <b>9.7</b>        | <b>£ 2,260.50</b> | <b>233.04</b> |
| <b>Total Time Cost</b>                               | <b>£ 200.00</b> | <b>£ 0.00</b>                   | <b>£ 300.00</b> | <b>£ 1,760.50</b> | <b>£ 0.00</b>         | <b>£ 0.00</b>              | <b>£ 2,260.50</b> |                   |               |

## APPENDIX D (II) – POST-APPOINTMENT TIME ANALYSIS (CUMULATIVE) – SSSHL

Joint Administrators' post appointment time cost analysis for the period 24 May 2019 to 23 November 2022.

| Hours Spent                 | Partners           | Directors / Associate Directors | Managers          | Associates         | Executives & Analysts | Assistants & Support Staff | Total Hours         | Total Time Costs    | Average Rates |
|-----------------------------|--------------------|---------------------------------|-------------------|--------------------|-----------------------|----------------------------|---------------------|---------------------|---------------|
| Statutory Requirements      | 3.2                | 0.0                             | 3.6               | 21.0               | 52.7                  | 0.0                        | 80.5                | £ 19,610.00         | 243.60        |
| Realisation of Assets       | 6.6                | 502.3                           | 12.8              | 9.8                | 0.2                   | 0.4                        | 532.1               | £ 300,093.00        | 563.98        |
| Investigations              | 0.2                | 0.0                             | 1.8               | 0.2                | 0.0                   | 0.1                        | 2.3                 | £ 817.00            | 355.22        |
| Case Specific Matters       | 11.2               | 0.0                             | 1.7               | 5.7                | 1.9                   | 0.0                        | 20.5                | £ 9,471.00          | 462.00        |
| Creditors                   | 0.0                | 0.0                             | 1.3               | 1.0                | 4.4                   | 0.0                        | 6.7                 | £ 1,616.50          | 241.27        |
| Trading                     | 0.0                | 0.0                             | 0.0               | 1.2                | 0.0                   | 0.0                        | 1.2                 | £ 336.00            | 280.00        |
| Administration and Planning | 0.0                | 0.0                             | 3.5               | 19.5               | 19.2                  | 2.8                        | 45.0                | £ 10,589.50         | 235.32        |
| <b>Total Hours</b>          | <b>21.2</b>        | <b>502.3</b>                    | <b>24.7</b>       | <b>58.4</b>        | <b>78.4</b>           | <b>3.3</b>                 | <b>688.3</b>        | <b>£ 342,533.00</b> | <b>497.65</b> |
| <b>Total Time Cost</b>      | <b>£ 13,137.50</b> | <b>£ 288,822.50</b>             | <b>£ 8,382.50</b> | <b>£ 15,729.00</b> | <b>£ 16,094.50</b>    | <b>£ 367.00</b>            | <b>£ 342,533.00</b> |                     |               |

# APPENDIX E (I) – POST-APPOINTMENT TIME ANALYSIS (PERIOD) – LENDY INVESTIGATIONS

Joint Administrators' post appointment time cost analysis for the period 24 May 2022 to 23 November 2022.

| Hours Spent  | Partners   | Directors / Associate Directors | Managers    | Associates | Executives & Analysts | Assistants & Support Staff | Total Hours | Total Time Costs  | Average Rates |
|--|------------|---------------------------------|-------------|------------|-----------------------|----------------------------|-------------|-------------------|---------------|
| <b>Statutory Requirements</b>                              |            |                                 |             |            |                       |                            |             |                   |               |
| <b>Committee</b>   |            |                                 |             |            |                       |                            |             |                   |               |
| Meetings/corres/tel  | 0.0        | 0.8                             | 0.0         | 0.0        | 0.0                   | 0.0                        | 0.8         | £ 400.00          | 500.00        |
| Total  | 0.0        | 0.8                             | 0.0         | 0.0        | 0.0                   | 0.0                        | 0.8         | £ 400.00          | 500.00        |
| <b>Taxation</b>  |            |                                 |             |            |                       |                            |             |                   |               |
| Post-appointment VAT                                       | 2.1        | 0.2                             | 0.0         | 0.0        | 0.0                   | 0.0                        | 2.3         | £ 2,055.00        | 893.48        |
| Total  | 2.1        | 0.2                             | 0.0         | 0.0        | 0.0                   | 0.0                        | 2.3         | £ 2,055.00        | 893.48        |
| <b>Total</b>   | <b>2.1</b> | <b>1.0</b>                      | <b>0.0</b>  | <b>0.0</b> | <b>0.0</b>            | <b>0.0</b>                 | <b>3.1</b>  | <b>£ 2,455.00</b> | <b>791.94</b> |
| <b>Realisation of Assets</b>                               |            |                                 |             |            |                       |                            |             |                   |               |
| <b>Assets - general/other</b>                              |            |                                 |             |            |                       |                            |             |                   |               |
| Other (e.g. rates, insurance pre-payments etc)             | 0.0        | 0.0                             | 0.2         | 0.0        | 0.0                   | 0.0                        | 0.2         | £ 82.00           | 410.00        |
| Total  | 0.0        | 0.0                             | 0.2         | 0.0        | 0.0                   | 0.0                        | 0.2         | £ 82.00           | 410.00        |
| <b>Assets - litigation / investigation</b>                 |            |                                 |             |            |                       |                            |             |                   |               |
| Antecedent transactions (other) (inc Risk Board clearance) | 7.6        | 0.0                             | 0.0         | 0.0        | 0.0                   | 0.0                        | 7.6         | £ 5,080.00        | 668.42        |
| Total  | 7.6        | 0.0                             | 0.0         | 0.0        | 0.0                   | 0.0                        | 7.6         | £ 5,080.00        | 668.42        |
| <b>Total</b>   | <b>7.6</b> | <b>0.0</b>                      | <b>0.2</b>  | <b>0.0</b> | <b>0.0</b>            | <b>0.0</b>                 | <b>7.8</b>  | <b>£ 5,162.00</b> | <b>661.79</b> |
| <b>Investigations</b>                                      |            |                                 |             |            |                       |                            |             |                   |               |
| <b>Investigations/CDDA</b>                                 |            |                                 |             |            |                       |                            |             |                   |               |
| Antecedent transactions - other                            | 2.0        | 0.0                             | 0.0         | 0.0        | 0.0                   | 0.0                        | 2.0         | £ 1,500.00        | 750.00        |
| Other general matters                                      | 0.0        | 0.7                             | 13.5        | 0.0        | 0.0                   | 0.0                        | 14.2        | £ 7,080.00        | 498.59        |
| Total  | 2.0        | 0.7                             | 13.5        | 0.0        | 0.0                   | 0.0                        | 16.2        | £ 8,580.00        | 529.63        |
| <b>Total</b>   | <b>2.0</b> | <b>0.7</b>                      | <b>13.5</b> | <b>0.0</b> | <b>0.0</b>            | <b>0.0</b>                 | <b>16.2</b> | <b>£ 8,580.00</b> | <b>529.63</b> |

| Hours Spent   | Partners           | Directors / Associate Directors | Managers           | Associates        | Executives & Analysts | Assistants & Support Staff | Total Hours        | Total Time Costs   | Average Rates |
|---|--------------------|---------------------------------|--------------------|-------------------|-----------------------|----------------------------|--------------------|--------------------|---------------|
| <b>Case Specific Matters</b>                              |                    |                                 |                    |                   |                       |                            |                    |                    |               |
| <b>Legal Matters</b>                                      |                    |                                 |                    |                   |                       |                            |                    |                    |               |
| General advice (e.g. non litigation / asset realisation)  | 2.0                | 2.5                             | 5.7                | 0.0               | 0.0                   | 0.0                        | 10.2               | £ 4,962.50         | 486.52        |
| Meetings  | 0.0                | 0.3                             | 0.5                | 0.0               | 0.0                   | 0.0                        | 0.8                | £ 335.00           | 418.75        |
| Other major issues (e.g. litigation to reduce claims etc) | 4.0                | 22.8                            | 11.7               | 2.8               | 0.7                   | 0.0                        | 42.0               | £ 19,507.00        | 464.45        |
| <b>Total</b>  | <b>6.0</b>         | <b>25.6</b>                     | <b>17.9</b>        | <b>2.8</b>        | <b>0.7</b>            | <b>0.0</b>                 | <b>53.0</b>        | <b>£ 24,804.50</b> | <b>468.01</b> |
| <b>Total</b>  | <b>6.0</b>         | <b>25.6</b>                     | <b>17.9</b>        | <b>2.8</b>        | <b>0.7</b>            | <b>0.0</b>                 | <b>53.0</b>        | <b>£ 24,804.50</b> | <b>468.01</b> |
| <b>Trading</b>  |                    |                                 |                    |                   |                       |                            |                    |                    |               |
| <b>Trading</b>  |                    |                                 |                    |                   |                       |                            |                    |                    |               |
| Day to day management                                     | 1.0                | 0.0                             | 0.0                | 0.0               | 0.0                   | 0.0                        | 1.0                | £ 750.00           | 750.00        |
| <b>Total</b>  | <b>1.0</b>         | <b>0.0</b>                      | <b>0.0</b>         | <b>0.0</b>        | <b>0.0</b>            | <b>0.0</b>                 | <b>1.0</b>         | <b>£ 750.00</b>    | <b>750.00</b> |
| <b>Total</b>  | <b>1.0</b>         | <b>0.0</b>                      | <b>0.0</b>         | <b>0.0</b>        | <b>0.0</b>            | <b>0.0</b>                 | <b>1.0</b>         | <b>£ 750.00</b>    | <b>750.00</b> |
| <b>Administration and Planning</b>                        |                    |                                 |                    |                   |                       |                            |                    |                    |               |
| <b>Case Management</b>                                    |                    |                                 |                    |                   |                       |                            |                    |                    |               |
| Filing  | 0.0                | 0.0                             | 2.9                | 0.0               | 0.0                   | 0.0                        | 2.9                | £ 1,151.50         | 397.07        |
| Ongoing case planning/strategy                            | 0.2                | 1.1                             | 0.0                | 0.0               | 0.0                   | 0.0                        | 1.3                | £ 660.00           | 507.69        |
| <b>Total</b>  | <b>0.2</b>         | <b>1.1</b>                      | <b>2.9</b>         | <b>0.0</b>        | <b>0.0</b>            | <b>0.0</b>                 | <b>4.2</b>         | <b>£ 1,811.50</b>  | <b>431.31</b> |
| <b>Total</b>  | <b>0.2</b>         | <b>1.1</b>                      | <b>2.9</b>         | <b>0.0</b>        | <b>0.0</b>            | <b>0.0</b>                 | <b>4.2</b>         | <b>£ 1,811.50</b>  | <b>431.31</b> |
| <b>Total Hours</b>  | <b>18.9</b>        | <b>28.4</b>                     | <b>34.5</b>        | <b>2.8</b>        | <b>0.7</b>            | <b>0.0</b>                 | <b>85.3</b>        | <b>£ 43,563.00</b> | <b>510.70</b> |
| <b>Total Time Cost</b>                                    | <b>£ 13,925.00</b> | <b>£ 13,440.00</b>              | <b>£ 14,941.50</b> | <b>£ 1,064.00</b> | <b>£ 192.50</b>       | <b>£ 0.00</b>              | <b>£ 43,563.00</b> |                    |               |

## APPENDIX E (II) – POST-APPOINTMENT TIME ANALYSIS (CUMULATIVE) – LENDY INVESTIGATIONS

Joint Administrators' post appointment time cost analysis for the period 24 May 2019 to 23 November 2022.

| Hours Spent                 | Partners           | Directors / Associate Directors | Managers          | Associates         | Executives & Analysts | Assistants & Support Staff | Total Hours         | Total Time Costs    | Average Rates |
|-----------------------------|--------------------|---------------------------------|-------------------|--------------------|-----------------------|----------------------------|---------------------|---------------------|---------------|
| Statutory Requirements      | 3.2                | 0.0                             | 3.6               | 21.0               | 52.7                  | 0.0                        | 80.5                | £ 19,610.00         | 243.60        |
| Realisation of Assets       | 6.6                | 502.3                           | 12.8              | 9.8                | 0.2                   | 0.4                        | 532.1               | £ 300,093.00        | 563.98        |
| Investigations              | 0.2                | 0.0                             | 1.8               | 0.2                | 0.0                   | 0.1                        | 2.3                 | £ 817.00            | 355.22        |
| Case Specific Matters       | 11.2               | 0.0                             | 1.7               | 5.7                | 1.9                   | 0.0                        | 20.5                | £ 9,471.00          | 462.00        |
| Creditors                   | 0.0                | 0.0                             | 1.3               | 1.0                | 4.4                   | 0.0                        | 6.7                 | £ 1,616.50          | 241.27        |
| Trading                     | 0.0                | 0.0                             | 0.0               | 1.2                | 0.0                   | 0.0                        | 1.2                 | £ 336.00            | 280.00        |
| Administration and Planning | 0.0                | 0.0                             | 3.5               | 19.5               | 19.2                  | 2.8                        | 45.0                | £ 10,589.50         | 235.32        |
| <b>Total Hours</b>          | <b>21.2</b>        | <b>502.3</b>                    | <b>24.7</b>       | <b>58.4</b>        | <b>78.4</b>           | <b>3.3</b>                 | <b>688.3</b>        | <b>£ 342,533.00</b> | <b>497.65</b> |
| <b>Total Time Cost</b>      | <b>£ 13,137.50</b> | <b>£ 288,822.50</b>             | <b>£ 8,382.50</b> | <b>£ 15,729.00</b> | <b>£ 16,094.50</b>    | <b>£ 367.00</b>            | <b>£ 342,533.00</b> |                     |               |

## APPENDIX F – LOAN BALANCES OUTSTANDING AND LOANS REALISED WITHIN THE 6 MONTHS FROM 24 MAY 2022 TO 23 NOVEMBER 2022 (THE REPORTING PERIOD)

| # | DFLs   | Formal Insolvency Proceedings | Name of LPA/ Administrator  | Loan Amounts Outstanding as at date of Last Report £ (23/05/2022) | Reduction in Loan Amounts Realised during the Reporting Period £ | Loan Amounts Outstanding as at date of This Report £ (23/11/2022) | Comments  | Loan Model Variation |
|---|--|-------------------------------|---|---|--|---|---|----------------------|
| 1 | DFL003 Student accommodation block B, Huddersfield             | Yes - Administration          | Jamie Miller (RSM) - Administrator  | 7,232,698   | -  | 7,232,698   | The asset was sold within this reporting period however funds held by Administrator pending agreement of costs        | Model 2              |
| 2 | DFL004 Residential Development, Sunbeam Factory, Wolverhampton | Yes - Administration          | Simon Campbell (Quantuma) - Administrator<br>David Shambrook (FRP) - LPA Receiver | 14,308,813  | -  | 14,308,813  | The asset was sold in the previous period but funds held by Administrator pending outcome of court hearing / decision | Model 2              |
| 3 | DFL010 Leisure Village & Fisheries, Clitheroe                  | Yes - LPA Receiver            | Colin Jennings (Sanderson Weatherall) - LPA receiver                              | 3,049,647   | -  | 3,049,647   | Considering third party claim to recover further funds  | Model 2              |
| 4 | DFL012 Herculaneum Quay, Liverpool                             | Yes                           | Simon Campbell (Quantuma) - Administrator   | 5,804,125   | -  | 5,804,125   | Property sold in previous Reporting Period, but funds due from deferred element                                       | Model 2              |
| 5 | DFL016 Mutton Row  | Yes - LPA Receiver            | Victoria Liddell (Allsop) - LPA Receiver  | 710,941   | -  | 710,941   | Considering third party claim to recover further funds  | Model 2              |

| #     | DFLs  | Formal Insolvency Proceedings | Name of LPA/ Administrator                     | Loan Amounts Outstanding as at date of Last Report £ (23/05/2022) | Reduction in Loan Amounts Realised during the Reporting Period £ | Loan Amounts Outstanding as at date of This Report £ (23/11/2022) | Comments   | Loan Model Variation |
|-------|---|-------------------------------|--|---|--|---|--|----------------------|
| 6     | DFL017 Homer Row, Old Marylebone Road, London                 | Yes - LPA Receiver            | Victoria Liddell (Allsop) - LPA Receiver       | 6,268,326   | -  | 6,268,326   | Considering third party claim to recover further funds   | Model 2              |
| 7     | DFL021 Heritage House, 29 Jewison Lane, Sewerby               | No                            | N/A  | 872,284   | -  | 872,284   | Property sold in previous Reporting Period, but funds due from deferred element                                | Model 2              |
| 8     | DFL022 Block A, The Waterfront, Manchester Road, Huddersfield | Yes - Administration          | Jamie Miller (RSM) - Administrator             | 5,241,910   | -  | 5,241,910   | The asset was sold within this reporting period however funds held by Administrator pending agreement of Costs | Model 2              |
| 9     | DFL024 Clearwater Quays - Warrington                          | No                            | David Shambrook (FRP Advisory) - Administrator | 355,822   | -  | 355,822   | Funds Received in previous Reporting Period - not distributed  | Model 2              |
| 10.i  | DFL029 Kings Crescent, King Street, Derby                     | No                            | N/A  | 5,340,983   | -  | 5,340,983   |  | Model 2              |
| 10.ii | DFL029 Kings Crescent, King Street, Derby (Mezz Loan)         | No                            | N/A  | 367,288   | -  | 367,288   |  | Model 1              |

| #  | DFLs   | Formal Insolvency Proceedings | Name of LPA/ Administrator | Loan Amounts Outstanding as at date of Last Report £ (23/05/2022) | Reduction in Loan Amounts Realised during the Reporting Period £ | Loan Amounts Outstanding as at date of This Report £ (23/11/2022) | Comments   | Loan Model Variation |
|----|--|-------------------------------|----------------------------|---|--|---|--|----------------------|
| 11 | DFL034 Land at Mongleath Road, Falmouth            | No                            | N/A                        | 18,933  | -  | 18,933  | Property sold in a previous Reporting Period, funds due from deferred element, partial Funds Received in the last Reporting Period - not distributed | Model 2              |
| 12 | DFL037 Land at Penmere Manor Hotel, Mongleath Road | No                            | N/A                        | 1,111   | -  | 1,111   | Property sold in a previous Reporting Period, funds due from deferred element, partial Funds Received in the last Reporting Period - not distributed | Model 2              |

|                  |                   |          |                   |
|------------------|-------------------|----------|-------------------|
| <b>DFL total</b> | <b>49,572,881</b> | <b>-</b> | <b>49,572,881</b> |
|------------------|-------------------|----------|-------------------|

| # | PBLs  | Formal Insolvency Proceeding | Name of LPA/ Administrator                          | Loan Amounts Outstanding as at date of Last Report £ (23/05/2022) | Reduction in Loan Amounts Realised during the Reporting Period £ | Loan Amounts Outstanding as at date of This Report £ (23/11/2022) | Comments   | Loan Model Variation |
|---|---|------------------------------|---|---|--|---|--|----------------------|
| 1 | PBL031 Garth Isaf Farm, Pontyclun                       | Yes - LPA Receiver           | Simon Campbell (Quantuma) - LPA Receiver            | 497,000   | 277,005  | -   |  | Model 1              |
| 2 | PBL064 Tenanted Office Block, Somerset                  | Yes                          | Damian Webb (RSM) - LPA Receiver                    | 1,166,451   | -  | 1,166,451   | Considering third party claim to recover further funds   | Model 2              |
| 3 | PBL068 Blandford Lodge Farm, Newmarket                  | Yes                          | Damian Webb (RSM) - LPA Receiver                    | -   | 52,108   | -   | Deferred element from third party claim settlement outstanding   | Model 2              |
| 4 | PBL084 Scottish estate with multiple letting properties | Yes - Administration         | Paul Dounis (RSM) - Administrator                   | 2,300,000   | -  | -   | Funds Received in previous Reporting Period. No further recovery expected  | Model 2              |
| 5 | PBL101 Land Loan  | No                           | N/A (Steven Wright Trustee in Bankruptcy Appointed) | -   | 3,766  | -   | Further funds were anticipated following the end of the Bankruptcy, these were received in the period and no further recovery expected | Model 2              |

| #  | PBLs   | Formal Insolvency Proceeding | Name of LPA/ Administrator             | Loan Amounts Outstanding as at date of Last Report £ (23/05/2022) | Reduction in Loan Amounts Realised during the Reporting Period £ | Loan Amounts Outstanding as at date of This Report £ (23/11/2022) | Comments   | Loan Model Variation |
|----|--|------------------------------|--|---|--|---|--|----------------------|
| 6  | PBL102 Land Loan   | No                           | N/A                                    | 192,000   | -  | 192,000   | Further funds were anticipated following the end of the Bankruptcy, these were received in the period and no further recovery expected     | Model 2              |
| 7  | PBL103 Site with planning for 117 units nr Hastings (Blocks A & B) | No                           | N/A                                    | 940,810   | -  | 940,810   | Property sold in previous Reporting Period, but funds due from deferred element  | Model 2              |
| 8  | PBL155 Westbury Castle Estate, Prestatyn                           | Yes                          | Tammy Wilkins (Allsop) - LPA Receiver  | 2,082,073   | -  | -   | Funds received in previous Reporting Period from successful third party claim. No further recovery expected                                | Model 2              |
| 9  | PBL156 Manor Quay, Hull  | Yes - Administration         | Paul Boyle (Harrisons) - Administrator | -   | 26,344   | -   | Further funds were anticipated following the end of the Administration, these were received in the period and no further recovery expected | Model 2              |
| 10 | PBL157 The Chalet, Hampton Court Road                              | Yes - LPA Receiver           | Julian Clarke (Savills) - LPA Receiver | 2,714,499   | -  | 2,714,499   | Considering third party claim to recover further funds   | Model 2              |

| #  | PBLs   | Formal Insolvency Proceeding | Name of LPA/ Administrator              | Loan Amounts Outstanding as at date of Last Report £ (23/05/2022) | Reduction in Loan Amounts Realised during the Reporting Period £ | Loan Amounts Outstanding as at date of This Report £ (23/11/2022) | Comments  | Loan Model Variation |
|----|--|------------------------------|---|---|--|---|---|----------------------|
| 11 | PBL158 Hampton Riviera, Hampton Court Road                           | Yes - LPA Receiver           | Julian Clarke (Savills) - LPA Receiver  | 1,049,519   | -  | 1,049,519   | Considering third party claim to recover further funds                          | Model 2              |
| 12 | PBL161 Maengwyn, Blaenporth  | Yes                          | Tammy Wilkins (Allsop) - LPA Receiver   | 107,227   | -  | -   | Considering third party claim to recover further funds                          | Model 2              |
| 13 | PBL163 Numbers 17,18,19,20 and 21 Towan Valley, Porthtowan, Cornwall | Yes                          | Simon Lowes (CVR Global) - LPA Receiver | 406,787   | -  | 406,787   | Property sold in previous Reporting Period, but funds due from deferred element | Model 2              |
| 14 | PBL164 Phase 2 Towan Valley, Porthtowan, Cornwall                    | Yes                          | Simon Lowes (CVR Global) - LPA Receiver | 985,602   | -  | 985,602   | Property sold in previous Reporting Period, but funds due from deferred element | Model 2              |
| 15 | PBL166 Killean Estate, Kintyre, Scotland **SECOND CHARGE LOAN**      | Yes - Administration         | Paul Dounis (RSM) - Administrator       | 885,254   | 250,000  | -   |   | Model 2              |

| #  | PBLs  | Formal Insolvency Proceeding | Name of LPA/ Administrator               | Loan Amounts Outstanding as at date of Last Report £ (23/05/2022) | Reduction in Loan Amounts Realised during the Reporting Period £ | Loan Amounts Outstanding as at date of This Report £ (23/11/2022) | Comments  | Loan Model Variation |
|----|---|------------------------------|--|---|--|---|---|----------------------|
| 16 | PBL167 Beckhouse Farm, Pickering Cottages                                       | Yes                          | Simon Campbell (Quantuma) - LPA Receiver | -   | -  | -   | Considering third party claim to recover further funds  | Model 2              |
| 17 | PBL177 The Winelodge 58 Bridge Road and flats 9,10 & 11.                        | Yes                          | Victoria Liddell (Allsop) - LPA Receiver | 2,054,985   | -  | 2,054,985   | Considering third party claim to recover further funds. | Model 2              |
| 18 | PBL178 1-8 and 12-19, 58 Bridge Road, Oulton Broad, Lowestoft, Suffolk NR32 3LJ |                              |  |   |  |   |   | Model 2              |
| 19 | PBL179 Hill House Hotel, 26 Market Place, Dereham, Norfolk NR19 2AP             |                              |  |   |  |   |   | Model 2              |
| 20 | PBL193 Northfield Road, Rotherham   | Yes                          | Simon Lowes (CVR Global) - LPA Receiver  | 560,704   | 20,127   | -   | Further recovery action to be taken.                    | Model 2              |

| #     | PBLs  | Formal Insolvency Proceeding | Name of LPA/ Administrator                     | Loan Amounts Outstanding as at date of Last Report £ (23/05/2022) | Reduction in Loan Amounts Realised during the Reporting Period £ | Loan Amounts Outstanding as at date of This Report £ (23/11/2022) | Comments | Loan Model Variation |
|-------|---|------------------------------|--|---|--|---|----------|----------------------|
| 21    | PBL199 Suffolk House, Trade Street, Cardiff                           | Yes - LPA Receiver           | David Shambrook (FRP Advisory) - Administrator | 4,000,000   | -  | 4,000,000   |          | Model 2              |
| 22.i  | PBL201 Suffolk House, Trade Street, Cardiff<br>**SECOND CHARGE LOAN** | Yes - LPA Receiver           | David Shambrook (FRP Advisory) - Administrator | 313,206   | -  | 313,206   |          | Model 2              |
| 22.ii | PBL201 Suffolk House, Trade Street, Cardiff (Mezz Loan)               | Yes                          | David Shambrook (FRP Advisory) - Administrator | 336,471   | -  | 336,471   |          | Model 1              |

|                  |                   |                |                   |
|------------------|-------------------|----------------|-------------------|
| <b>PBL total</b> | <b>20,592,588</b> | <b>629,350</b> | <b>14,160,330</b> |
|------------------|-------------------|----------------|-------------------|

# APPENDIX G – CLIENT ACCOUNT – RECEIPTS AND PAYMENTS IN THE REPORTING PERIOD

| Client account - receipts and payments during the Reporting Period | £         | £                 |
|--|-----------|-------------------|
| <b>Opening balance at 24 May 2022</b>                              |           | <b>28,557,298</b> |
| <b>Receipts</b>  |           |                   |
| Recoveries   |           |                   |
| PBL031   | 277,005   |                   |
| PBL068   | 52,108    |                   |
| PBL101   | 3,766     |                   |
| PBL156   | 26,344    |                   |
| PBL166   | 250,000   |                   |
| PBL193   | 20,127    |                   |
| <b>Total recoveries</b>  | 629,350   |                   |
| Interest   |           | 48,567            |
| <b>Total receipts</b>  |           | <b>677,917</b>    |
| <b>Payments</b>  |           |                   |
| Direct costs   |           |                   |
| DFL024   | (5,609)   |                   |
| PBL031   | (36,820)  |                   |
| PBL157   | (8,400)   |                   |
| PBL177/8   | (3,183)   |                   |
| PBL193   | (17,351)  |                   |
| <b>Total direct costs</b>  | (71,363)  |                   |
| Withdrawals  |           | (249,352)         |
| Transfers with Lendy operations account                            |           |                   |
| Model 1 realisations   | (240,185) |                   |
| Interest   | (91,260)  |                   |
| Transfers to cover third party costs paid from Estate              | (6,866)   |                   |
| <b>Total transfers to Lendy operations account</b>                 | (338,311) |                   |
| Legal costs associated with Cost Protocol                          |           | (154,885)         |
| <b>Total payments</b>  |           | <b>(813,910)</b>  |
| <b>Closing cash balance at 23 November 2022</b>                    |           | <b>28,421,304</b> |

# APPENDIX H – CLIENT ACCOUNT – RECEIPTS AND PAYMENTS DURING THE ADMINISTRATION

| Client account - receipts and payments during the Administration | £         | £                 |
|--|-----------|-------------------|
| <b>Opening balance at 24 May 2019</b>                            |           | <b>10,174,400</b> |
| <b>Receipts</b>  |           |                   |
| Recoveries   |           |                   |
| DFL001   | 1,307,597 |                   |
| DFL002   | 2,266,006 |                   |
| DFL005   | 564,500   |                   |
| DFL005/19/PBL167   | 1,500,000 |                   |
| DFL006   | 1,251,564 |                   |
| DFL007   | 494,090   |                   |
| DFL010   | 1,124,072 |                   |
| DFL012   | 85,612    |                   |
| DFL013   | 203,801   |                   |
| DFL014   | 1,475,000 |                   |
| DFL015   | 1,025,345 |                   |
| DFL016/17  | 4,272,508 |                   |
| DFL019   | 1,261,486 |                   |
| DFL020   | 1,655,391 |                   |
| DFL021   | 514,549   |                   |
| DFL024   | 1,201,757 |                   |
| DFL031   | 2,482,698 |                   |
| DFL032   | 1,695,809 |                   |
| DFL033   | 1,406,753 |                   |
| DFL034/37  | 2,159,945 |                   |
| PBL031   | 277,005   |                   |
| PBL037/38/39/69/70/71  | 735,319   |                   |
| PBL064   | 13,182    |                   |
| PBL065   | 125,000   |                   |
| PBL068   | 401,577   |                   |
| PBL081   | 628,600   |                   |
| PBL084   | 2,937,001 |                   |
| PBL094   | 410,000   |                   |
| PBL095   | 462,672   |                   |
| PBL101   | 627,749   |                   |
| PBL103   | 2,140,475 |                   |
| PBL106   | 391,147   |                   |
| PBL137   | 45,256    |                   |
| PBL155   | 900,000   |                   |
| PBL156   | 1,572,576 |                   |
| PBL157/8   | 2,053,970 |                   |
| PBL163/164   | 1,009,925 |                   |
| PBL166   | 250,000   |                   |
| PBL177/178/179   | 203,002   |                   |
| PBL193   | 820,083   |                   |
| PBL196/197   | 285,137   |                   |
| PBL199   | 3,484,406 |                   |
| PBL200   | 293,909   |                   |
| <b>Total recoveries</b>  |           | <b>48,016,475</b> |
| Interest   | 94,305    |                   |
| Settlement agreement   | 1,000,000 |                   |
| Receipts from Lendy operations account                           | 52,771    |                   |
| <b>Total receipts</b>  |           | <b>49,163,551</b> |

| Client account - receipts and payments during the Administration |             | £ | £                   |
|--|-------------|---|---------------------|
| <b>Payments</b>  |             |   |                     |
| Direct costs   |             |   |                     |
| DFL005   | (64,048)    |   |                     |
| DFL005/19/PBL167   | (135,846)   |   |                     |
| DFL006   | (10,976)    |   |                     |
| DFL007   | (12,104)    |   |                     |
| DFL010   | (13,410)    |   |                     |
| DFL012   | (83,066)    |   |                     |
| DFL013   | (18,029)    |   |                     |
| DFL014   | (11,404)    |   |                     |
| DFL015   | (135,956)   |   |                     |
| DFL016/17  | (1,172,333) |   |                     |
| DFL019   | (85,466)    |   |                     |
| DFL020   | (17,609)    |   |                     |
| DFL021   | (13,213)    |   |                     |
| DFL024   | (5,609)     |   |                     |
| DFL031   | (27,254)    |   |                     |
| DFL032   | (173,263)   |   |                     |
| DFL033   | (25,762)    |   |                     |
| PBL031   | (36,820)    |   |                     |
| PBL037   | (1,406)     |   |                     |
| PBL037/38/39/69/70/71  | (236,778)   |   |                     |
| PBL056   | (60,332)    |   |                     |
| PBL064   | (2,100)     |   |                     |
| PBL065   | (48,207)    |   |                     |
| PBL068   | (37,771)    |   |                     |
| PBL081   | (62,700)    |   |                     |
| PBL094   | (51,314)    |   |                     |
| PBL095   | (32,967)    |   |                     |
| PBL101   | (41,930)    |   |                     |
| PBL103   | (12,915)    |   |                     |
| PBL106   | (43,708)    |   |                     |
| PBL137   | (14,338)    |   |                     |
| PBL155   | (82,430)    |   |                     |
| PBL156   | (1,500)     |   |                     |
| PBL157/8   | (244,641)   |   |                     |
| PBL163/164   | (105,843)   |   |                     |
| PBL177/178   | (20,521)    |   |                     |
| PBL193   | (69,437)    |   |                     |
| PBL199   | (8,513)     |   |                     |
| PBL200   | (9,000)     |   |                     |
| <b>Total direct costs</b>  |             |   | <b>(3,230,520)</b>  |
| Withdrawals  |             |   |                     |
| Direct costs associated with settlement agreement                |             |   | (21,322,222)        |
|  |             |   | (70,785)            |
| Transfers with Lendy operations account                          |             |   |                     |
| Model 1 realisations   | (3,771,386) |   |                     |
| Professional Indemnity realisations                              | (929,215)   |   |                     |
| Contractual entitlement*   | (1,008,385) |   |                     |
| Interest   | (94,305)    |   |                     |
| Transfers to cover third party costs paid from Estate            | (334,945)   |   |                     |
| Total transfers to Lendy operations account                      |             |   | <b>(6,138,236)</b>  |
| Legal costs associated with Cost Protocol                        |             |   | (154,885)           |
| <b>Total payments</b>  |             |   | <b>(30,916,647)</b> |
| <b>Closing cash balance at 23 November 2022</b>                  |             |   | <b>28,421,304</b>   |