



For further information, please
refer to our guidance at
www.gov.uk/companieshouse

1 Company details

Company number	0 2 7 6 9 7 6 8
Company name in full	FBE Realisations 2021 Limited (in Administration)

→ **Filling in this form**
Please complete in typescript or in
bold black capitals.

2 Administrator's name

Full forename(s)	Simon Jamie
Surname	Edel

3 Administrator's address

Building name/number	Ernst & Young LLP
Street	1 More London Place
Post town	London
County/Region	London
Postcode	S E 1 2 A F
Country	United Kingdom

4 Administrator's name ①

Full forename(s)	Alan Michael
Surname	Hudson

① **Other administrator**
Use this section to tell us about
another administrator.

5 Administrator's address ②

Building name/number	Ernst & Young LLP
Street	1 More London Place
Post town	London
County/Region	London
Postcode	S E 1 2 A F
Country	United Kingdom

② **Other administrator**
Use this section to tell us about
another administrator.

AM10

Notice of administrator's progress report

6 Period of progress report

From date	^d 0	^d 5	^m 0	^m 9	^y 2	^y 0	^y 2	^y 1
To date	^d 0	^d 4	^m 0	^m 3	^y 2	^y 0	^y 2	^y 2

7 Progress report

I attach a copy of the progress report

8 Sign and date

Administrator's
signature

Signature

X



X

Signature date

^d 0	^d 1	^m 0	^m 4	^y 2	^y 0	^y 2	^y 2
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AM10

Notice of administrator's progress report



Presenter information

You do not have to give any contact information, but if you do it will help Companies House if there is a query on the form. The contact information you give will be visible to searchers of the public record.

Contact name Emma White

Company name Ernst & Young LLP

Address 1 More London Place

Post town London

County/Region London

Postcode

S	E	1		2	A	F
---	---	---	--	---	---	---

Country United Kingdom

DX

Telephone (0) 20 7951 2000



Checklist

We may return forms completed incorrectly or with information missing.

Please make sure you have remembered the following:

- The company name and number match the information held on the public Register.
- You have attached the required documents.
- You have signed the form.



Important information

All information on this form will appear on the public record.



Where to send

You may return this form to any Companies House address, however for expediency we advise you to return it to the address below:

The Registrar of Companies, Companies House,
Crown Way, Cardiff, Wales, CF14 3UZ.
DX 33050 Cardiff.



Further information

For further information please see the guidance notes on the website at www.gov.uk/companieshouse or email enquiries@companieshouse.gov.uk

This form is available in an alternative format. Please visit the forms page on the website at www.gov.uk/companieshouse

Continuation page

Name and address of insolvency practitioner

✓ **What this form is for**
Use this continuation page to tell us about another insolvency practitioner where more than 2 are already jointly appointed. Attach this to the relevant form. ①
Use extra copies to tell us of additional insolvency practitioners.

✗ **What this form is NOT for**
You can't use this continuation page to tell us about an appointment, resignation, removal or vacation of office.

→ **Filling in this form**
Please complete in typescript or in bold black capitals.
All fields are mandatory unless specified or indicated by *

1 Appointment type

Tick to show the nature of the appointment:

- Administrator
- Administrative receiver
- Receiver
- Manager
- Nominee
- Supervisor
- Liquidator
- Provisional liquidator

① You can use this continuation page with the following forms:
- VAM1, VAM2, VAM3, VAM4, VAM6, VAM7
- CVA1, CVA3, CVA4
- AM02, AM03, AM04, AM05, AM06, AM07, AM08, AM09, AM10, AM12, AM13, AM14, AM19, AM20, AM21, AM22, AM23, AM24, AM25
- REC1, REC2, REC3
- LIQ02, LIQ03, LIQ05, LIQ13, LIQ14,
- WU07, WU15
- COM1, COM2, COM3, COM4
- NDISC

2 Insolvency practitioner's name

Full forename(s)	Joanne Honor
Surname	Robinson

3 Insolvency practitioner's address

Building name/number	Ernst & Young LLP
Street	1 More London Place
Post town	London
County/Region	London
Postcode	S E 1 2 A F
Country	United Kingdom

Continuation page

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- REC1, REC2, REC3
- LIQ02, LIQ03, LIQ05, LIQ13, LIQ14,
- WU07, WU15
- COM1, COM2, COM3, COM4
- NDISC

2 Insolvency practitioner's name

Full forename(s)

Lucy

Surname

Winterborne

3 Insolvency practitioner's address

Building name/number

Ernst & Young LLP

Street

The Paragon

32 Counterslip

Post town

Bristol

County/Region

Postcode

B S 1 6 B X

Country

United Kingdom

TO ALL KNOWN CREDITORS

1 April 2022

Ref: AH/JR/LW/SE/DM
Switchboard: (0) 20 7951 2000

Ned Swifte
Ned.Swifte1@parthenon.ey.com

Dear Sirs

FBE Realisations 2021 Limited (formerly ‘Flybe Limited’) (in Administration) (“the Company” or “FBE”)

High Court of Justice Business and Property Courts of England and Wales Insolvency and Companies List (ChD), Number CR-2020-001582

I refer to the appointment of Alan Hudson, Joanne Robinson, Simon Edel and Lucy Winterborne as joint administrators (“Joint Administrators”) of the Company on 5 March 2020. The Joint Administrators, act as agents of the Company only and without personal liability. Under the terms of the appointment any act required or authorised to be done by the Joint Administrators can be done by any of them.

I write, in accordance with Rule 18.3 of the Insolvency (England and Wales) Rules 2016 (“the Rules”), to provide creditors with a fourth report on the progress of the administration of the Company (“the Administration”). This report covers the period from 5 September 2021 to 4 March 2022 (“the Period”) and should be read in conjunction with the Joint Administrators’ Statement of Proposals (“the Proposals”) dated 29 April 2020, and the previous progress reports for the periods:-

- 5 March 2020 to 4 September 2020 (“the First Progress Report”);
- 5 September 2020 to 4 March 2021 (“the Second Progress Report”); and
- 5 March 2021 to 4 September 2021 (“the Third Progress Report”);

including the definitions contained therein.

Statutory information about the Company, the Administration and the office holders is given at Appendix 1. A copy of the Proposals and the abovementioned progress reports can be obtained at https://www.ey.com/en_uk/fbe-realizations-2021-limited-administration.

Please be advised that the administration of the Company’s parent company, Connect Airways Limited (in Administration) (“Connect”) ended on 25 February 2022. In accordance with the provisions of paragraph 84(6) of Schedule B1 of the Insolvency Act 1986, Connect will be deemed to be dissolved within three months of 25 February 2022. The end of the Connect administration and the dissolution of Connect will have no effect on the Company’s administration.

1. Summary of progress since the Third Progress Report

1.1 Sale of business and assets

- **Group business sale**

As reported in the Third Progress Report the sale of the Company's business and certain assets (i.e. the Transaction as defined in the Second Progress Report) completed on 13 April 2021. The Purchaser in respect of the Transaction, formerly known as 'Thyme Opco Limited', has now been renamed "Flybe Limited" and the Company's name was changed to "FBE Realisations 2021 Limited" on 6 April 2021.

As you may recall, nominal consideration of £1 was payable upon completion with the Company's remaining employees transferring to the Purchaser who also took on certain agreed supplier contracts. There is still a prospect of certain contingent deferred consideration being available to the Company (and therefore for its creditors) in due course. Conditions that give rise to deferred consideration being paid to the Company by the Purchaser remain confidential but are linked to the future performance of the new "Flybe" business being run by the Purchaser. Creditors will be notified should any deferred consideration become payable in respect of the Transaction.

Operational and administrative costs (including the Joint Administrators' costs and legal expenses) incurred from 24 August 2020 to 13 April 2021 in relation to the Transaction, and to the extent we have carried out work beyond completion to facilitate the sale have been funded by the Purchaser in full and therefore have not been incurred by the Administration.

As set out in further detail below, certain assets of the Company were excluded from the Transaction and these assets have been, or are being, sold separately for the benefit of the Company's creditors by the Joint Administrators.

- **Engines**

As at the date of the Third Progress Report, there were seven PW150 engines subject to fixed charge security in favour of the Security Trustee remaining in the control of the Joint Administrators. I provide the following update in relation to these engines in the Period:-

- i. The Administrators sold five engines in the Period (i.e. from 5 September 2021 to 4 March 2022) to three separate parties which have achieved gross realisations of USD \$5.0m (or £3.8m) for the estate.
- ii. Our appointed agents, SkyWorld, have continued to market the Company's right, title and interest in the remaining two PW150 engines over the same period. Whilst being marketed for sale, the PW150 engines have been placed into storage and maintenance to preserve their value.
- iii. In relation to the two remaining engines, we have agreed with the Senior Lenders that in order to maximise the price, that we would send one of the engines for a test-cell run. This test-cell run is still in process but is unlikely to be concluded until May or June 2022.

As set out in our last report the Company asserts title to a further PW150 engine. The Joint Administrators are progressing title confirmation with respect to this engine with a number of counterparties, including the Company's insurers. This engine would be subject to floating charge security in favour of the Security Trustee for the benefit of the Senior Lenders.

- **Landing slots**

As noted in previous progress reports, the Company's right, title and interest in the landing slots held at various airports in the UK and Europe were subject to the Transaction.

No immediate consideration was payable by the Purchaser upon completion of the Transaction in respect of these assets; however, there remains a contingent recovery by way of deferred consideration, as explained earlier in this report.

There is no update in relation to the landing slots since the Third Progress Report.

1.2 Cash at bank, credit card acquirers and debtors

- **Cash at bank**

All pre-appointment cash amounts had been recovered as at 4 March 2021 (being £6.8m) and there are no further recoveries expected.

- **Card acquirers**

As previously reported, various card acquirers held cash collateral in the name of the Company at the date of the administration commencement as security against their exposure to the chargebacks and fees it faced with respect to flights that did not occur as a result of the administration appointment.

Further collections of £3.4m have been made in the Period, bringing total recoveries to £14.7m.

Following the end of the Period, we secured a full and final release of €525,000 (or £433,511) which was received after 4 March 2022 and is therefore not reflected in the receipts and payments account at Appendix 2. This now brings an end to our collections from card acquirers for the administration.

- **Trade Debtors and Other Debtors**

In the Period, a further £1.8m has been recovered from trade debtors (subject to floating charge security), bringing total recoveries from trade debtors to £7.5m. There have been no further realisations in respect of other debtors in the Period and realisations for other debtors therefore remain at £0.3m.

We summarise the Joint Administrators' trade debtor recoveries during the Period as follows:-

- As previously reported, the Company's largest trade debtor is Virgin Atlantic Airways Limited ("VAA"). As per the Second Progress Report, on 4 September 2020, VAA's restructuring plan was approved by the High Court, and a total recoverable debt due to the Company from VAA of £7.3m was crystallised (and payment plan formalised).

Since the Third Progress Report, a further two tranches in accordance with the terms of the restructuring plan have been received from VAA, totalling £1.7m which brings the total recoveries from VAA to £4.9m to date.

The Joint Administrators will continue to collect out the remaining three tranches (to be paid out quarterly), with the next payment due on 31 March 2022. The second and the final tranches will be received in June and September 2022 respectively.

- Trade debtor recoveries (aside from VAA) in the Period totalled £94k. Payment plans have been negotiated with various outstanding debtors which we will collect upon over subsequent periods

- **Insurance Rebates**

Additional recoveries from insurance reclaims in the Period were £9k, for a total overall recovery of £1.1m for the Administration.

1.4 VAT

The Company remains in a VAT group with its parent, Connect Airways Limited. Once Connect is dissolved, Connect will be removed from the VAT group.

In the Period, as represented in the VAT position in the receipt and payment account at Appendix 2, the net VAT due to the Company is currently £1.0m and we are seeking repayment of this sum from HMRC.

2. Receipts and Payments Account

A summary of our receipts and payments for the period from 5 September 2021 to 4 March 2022 is attached at Appendix 2. It does not reflect estimated future realisations or costs.

3. Investigations

The Joint Administrators have concluded and made their confidential submission on the conduct of all persons who were directors, shadow directors or de-facto directors of the Company during the three-year period preceding the Administration to the Insolvency Service, in accordance with the Company Directors Disqualification Act 1986. We have also carried out the work required by Statement of insolvency Practice Number 2 (Investigations by Office Holders) ("SIP 2").

The Joint Administrators are not carrying out any further SIP 2 investigations and no specific investigations or actions have been requested by creditors. However, we have continued to preserve records and data relevant to the Company.

4. Joint Administrators' remuneration and expenses

4.1 Joint Administrators' remuneration

The statutory provisions relating to remuneration are set out in Part 18 of the Insolvency (England and Wales) Rules 2016. Further information is given in the Association of Business Recovery Professionals' publication 'A Creditors' Guide to Administrators' Fees', a copy of which may be accessed from the web site of the Institute of Chartered Accountants in England and Wales at <https://www.icaew.com/en/technical/insolvency/creditors-guides> or is available in hard copy upon written request to me.

In certain circumstances, creditors are entitled to request further information about our remuneration or expenses, or to apply to court if they consider the costs to be excessive (Rules 18.9 and 18.34 of the

Insolvency (England and Wales) Rules 2016). Further information is provided in 'A Creditors' Guide to Administrators' Fees' referred to above.

As previously reported, a creditors' committee was formed at the request of creditors. The creditors' committee comprises two former employees of the Company, Simon Westmancoat and Timothy Seymour, and the pension trustees, BRAL Trustees ("the Committee").

You may recall that on 3 September 2020, the Joint Administrators' remuneration was fixed on the basis of time properly given by them and their staff in dealing with matters arising by resolution of the Committee. Further, on 3 June 2021, the Committee resolved to increase the Joint Administrators' fee estimate for remuneration on the basis of time properly given by them and their staff in dealing with matter arising matters arising in the Administration. The increase was from £12,592,921 (plus VAT) to £16,530,902 (plus VAT).

In the Period, remuneration of £534,271 (plus VAT) was charged in respect of the administration. The receipts and payments account at Appendix 2 shows the amount drawn in the Period and the total since the start of the administration. Remuneration has been drawn, with the approval of the creditors' committee, BRAL and the Senior Lenders.

As referenced earlier in this report at section 1.1 (and in the Second Progress Report and Third Progress Report), certain of the Joint Administrators' fees are being funded by the Purchaser, to extent that they are incurred in relation to the Transaction. For reasons of confidentiality, we are unable to disclose the amount of funding received by the Joint Administrators in respect of their fees relating to the Transaction, or in respect of any other professional or legal fees, which are also being met by the Purchaser either directly or indirectly. Since these costs are not being met from the Company's estate, there is no incremental cost to the administration and therefore no requirement to disclose them to comply with Statement of Insolvency Practice 9.

An analysis of the time spent for the Period, a narrative explanation, and a comparison with the increased fee estimate dated 27 May 2021 (as approved by the Committee on 3 June 2021) is attached as Appendix 4 to this report.

We anticipate that our remuneration may exceed the increased fee estimate approved by the Committee on 3 June 2021. The reasons that we our remuneration may exceed the increased fee estimate are that at the time of preparing the increased fee estimate:-

- It was unclear how long our discussions with respect to the sale of the remaining PW150 engines would take. The realisation of these engines, including the disputed title 10th engine, has taken longer than expected as the due diligence requirements for purchasers has been extensive and required detailed market for the engines remains depressed amidst an ongoing lull in the second-hand engine market, the delays with contracting a third party to attend to a test-cell in respect of one of the engines and the lack of co-operation we have received from third parties in relation to the disputed title 10th engine;
- It has taken a longer period of time to negotiate with debtor and card acquirers in relation to the settlement and/or finalisation of their claims, as well as prepare detailed analysis on the reconciliation of their individual accounts;
- The level of work required to engage with HMRC on Corporation Tax and VAT returns to date and the expected work required to continue to engage with HMRC in the future was note

expected. HMRC processing times have been effected by the ongoing uncertainty to do with COVID-19;

- The additional work required to deal with the numerous Protective Award claims (relating to preferential claims) and the consequent communication from solicitors, employees, unions and the Employment Tribunals (UK and Northern Ireland). This process has run since early in the Administration and is still not finalised due to delays and jurisdictional issues and may continue to run into at least the end of 2022; and
- The delays in finalising our accounts with respect to the trading periods of the Administration. We are still dealing with suppliers in relation to these final accounts, albeit this work has now almost completed. Further, we were required to extend the occupiers licence periods for the Company's premises at Exeter to accommodate

We will not draw remuneration in excess of the fee estimate without providing an explanation to and receiving approval from the Committee and the Senior Lenders. The Joint Administrators will be reporting to the Committee and the Senior Lenders in the next 3 months with their expectations as to any increase to the fee estimate required.

4.2 Joint Administrators' statement of expenses incurred

The total expenses incurred in the Period, and set out in Appendix 3, is recorded as a negative amount (i.e. it appears as a negative cost). The reason for this is accounting based, not actual income amounts or refunds of expenses.

The previous expenses incurred statement (i.e. in the Third Progress Report) included amounts that we had understood to have been incurred, but not yet paid. Following a reconciliation of the Joint Administrators' position in the Period, it was determined that a number of the expense items we previously understood to have been incurred, had been over-estimated and the overall expense items for the administration could be reduced. As such, the amount of expenses incurred for the Period and recorded in Appendix 3 is shown as a negative £1,333,599 (plus VAT); however, in reality this is just a revised estimate of our overall expenses for the administration.

As a result of the reconciliation, the total expenses for the administration to date is £16,040,024 (plus VAT), which is a net reduction of £1,333,599 from the total expenses recorded in the Third Progress Report.

These expenses represent expenses incurred (both paid and accrued) by the Company and includes, but is not limited to legal costs, employee costs, rent and rates, and insurance. **The expenses are distinct and separate from Joint Administrators' remuneration as discussed at section 4.1.** This exceeds the initial estimate, provided to creditors at the time of the proposals of £11,923,951. The increase reflects the extended process to achieve a sale of the group business, as detailed in the Joint Administrators' remuneration section of the Second Progress Report.

Accordingly, an updated estimate of expenses, together with an analysis of the expenses incurred in the Period, and cumulatively for the Administration is provided at Appendix 3 to this report.

As referenced in the Joint Administrators' remuneration section of this report, certain of the expenses of the administration are being funded by the Purchaser, to extent that they are incurred in relation to the Transaction since 24 August 2020. For reasons of confidentiality, we are unable to disclose the total amount of funding received by the Joint Administrators in respect of such costs. However, since these costs are not being borne by the Company's estate, there is no incremental cost to the administration and therefore no requirement to disclose them to comply with Statement of Insolvency Practice 9.

4.3 Pre-administration costs

The pre-administration costs of the Joint Administrators were approved for payment as an expense of the Administration by resolution of the creditors' committee on 3 September 2020. These costs have been paid in full.

5. Distributions to creditors

5.1 Secured Creditors

Our understanding of secured creditor claims has not changed from the Third Progress Report.

A detailed narrative of the secured creditor claims against the Company was provided in the Second Progress Report. Our current understanding of the secured creditor claims at the date of appointment is as follows: -

- the outstanding secured creditor debt due to the Senior Lenders was £136.2m. Security granted by the Company in favour of the Security Trustee for the benefit of the Senior Lenders was registered at Companies House;
- aircraft and engines subject to £127.3m in fleet / aircraft mortgages secured against specific aircraft and engines have been returned to the Company's fleet financiers and lessors; these parties do not hold any security over the Company's residual assets (aside from minor insurance claims);
- a sum of £55.1m in cash collateral was held by various card acquirers as security at the date of appointment. Of this, £14.7m has now been released (excluding the sum of €525k (£433k) from AIBMS, which was received on 25 March 2022), with the remainder of £40.0m having been utilised by the acquirers to pay for the relevant chargebacks and fees;
- the Training Academy freehold property was subject to a fixed charge in favour of BRAL Trustees. This property was sold for £3.525m, with net realisations of approximately £3.1m being paid to BRAL Trustees in respect of their security; and
- as previously reported, a significant number of charges remain registered at Companies House, a large proportion of which are historic. The Joint Administrators have undertaken work to establish the correct status of these charges; however, no further steps are proposed to clarify the position at this time.

In the Period, payments totalling £4.4m have been paid to secured charge holders. Of this: -

- £3.4m has been paid to the Security Trustee for the benefit of the Senior Lenders from fixed charge realisations; and
- £1.0m has been paid to the Security Trustee for the benefit of the Senior Lenders from floating charge realisations.

This brings the total payments to secured charge holders by the Company to 4 September 2021, as follows:-

- £20.9m to the Security Trustee (i.e. GLAS) for the benefit of the Senior Lenders (£7.5m from fixed charge realisations and £13.4 m from floating charge realisations); and

- £3.1m has been paid to BRAL Trustee under their fixed charge security over the Training Academy.

5.2 Preferential Creditors

Since our Third Progress Report, further work has been undertaken and following discussions with the Redundancy Payment Service (“RPS”), the estimate for preferential payments has been revised downwards to £3.0m. This is a downward adjustment to the previous estimate for preferential creditors of £200k (NB: the Third Progress Report incorrectly reported preferential creditors as being £2.8m).

Preferential creditors’ claims can only be fully adjudicated once judgments in respect of all protective award cases have been issued and payments made by the RPS. Please note that there are judgments still to be issued by the Tribunal in Northern Ireland. As such, we currently estimate that preferential dividends will be paid in July 2022 for all employees, excluding those based in Northern Ireland. The preferential dividends for those based in Northern Ireland will follow as soon as reasonably practicable once the protective awards have all been paid out by the Northern Ireland RPS.

5.3 Non-preferential Creditors

We consider that the total non-preferential unsecured claims will be between £550m - £650m, this includes accruals and provisions in the directors’ statement of affairs. It is possible that this figure will be materially higher once all claims have been received and an adjudication process is complete.

As previously reported, the five largest claims are:-

BRAL Trustees	£96,500,000
NAC Aviation*	£90,578,757
Norddeutsche Landesbank Girozentrale	£82,930,860
Environment Agency	£57,448,541
GE Engine Service LLC	£17,126,790

* aggregate value of claims received from NAC Aviation 2 Limited, NAC Aviation 19 Limited, and NAC Aviation 23 Limited

- **Prescribed part**

The prescribed part is a proportion of floating charge assets set aside for unsecured creditors pursuant to section 176A of the Insolvency Act 1986. The prescribed part applies to floating charges created on or after 15 September 2003.

At the time of the Proposals, it was noted that the Joint Administrators intended to make an application to the court, under section 176A(5) of the Insolvency Act 1986 for an order not to distribute the prescribed part on the grounds that the cost of making a distribution to unsecured creditors would be disproportionate to the benefit of doing so. This was based on the large number (c.900,000) of claims, now understood to be worth in the region of £550m - £650m, sharing a maximum prescribed part of £600,000. This application is pending understanding quantum and timing of any deferred consideration under the Transaction.

6. End of the Administration

As you are aware, the Joint Administrators made an application to Court to seek an extension to the period of the administration, beyond the statutory period of one year. The Court granted the extension until 2:30 a.m. on 5 March 2024, pursuant to paragraph 76(2)(a) of Schedule B1 to the Insolvency Act 1986.

7. Future conduct of the Administration

The Joint Administrators will continue to deal with the Administration in line with the stated objective. Future tasks will include, but are not limited to, the following:

- selling the remaining PW150 engines;
- liaising with debtors in relation to the outstanding amounts owing to the Company and collecting in the same;
- participating in the MIFs class action claim (as discussed in the Second Progress Report);
- assisting redundant employees with any claims against the Redundancy Payments Office or the Company;
- dealing with protective award claims and subsequent payments by the Redundancy Payment Service, which will impact and potentially create further preferential creditor claims for employees;
- dealing with the statutory requirements of the Company's administration, including reporting to creditors as necessary;
- calculating the Corporation Tax and VAT positions of the Company, as at the date of appointment, and for subsequent periods during the administration;
- making distributions to the secured and preferential creditors (as applicable);
- making distributions to the unsecured creditors under the prescribed part or otherwise (as applicable);
- dealing with any other matters to progress the purpose of the Company's administration;
- dealing with unsecured creditor enquiries;
- determining the most appropriate administration exit route as set out in the Administrators' Proposals, subject to other matters in the administration including timing of receipt of deferred consideration (if any) from the Purchaser; and
- finalising the administration including the payment of all administration liabilities.

8. Other matters

If there are any matters concerning the Company's affairs which you consider may require investigation, and consequently should be brought to our attention, please forward the details to me in writing as soon as possible.

9. Next report

We will report to you again at the conclusion of the Administration or in six months' time, whichever is the sooner.

Yours faithfully
For and on behalf of the Company



S J Edel
Joint Administrator

A Hudson, S Edel, J Robinson and L Winterborne are licensed in the United Kingdom to act as an Insolvency Practitioner by The Insolvency Practitioners Association.

The affairs, business and property of the Company are being managed by the Joint Administrators, A Hudson, S Edel, J Robinson and L Winterborne who act as agents of the Company only and without personal liability.

The Joint Administrators may act as data controllers of personal data as defined by the UK General Data Protection Regulation (as incorporated in the Data Protection Act 2018), depending upon the specific processing activities undertaken. Ernst & Young LLP and/or the Company may act as a data processor on the instructions of the Joint Administrators. Personal data will be kept secure and processed only for matters relating to the Joint Administrators' appointment. The Office Holder Data Privacy Notice can be found at www.ey.com/uk/officeholderprivacy.

Appendix 1

Information about the proceedings, the company and the office holders, as required by Rule 18.3(1) of the Insolvency (England and Wales) Rules 2016

Name of court:	High Court of Justice Business and Property Courts of England and Wales, Insolvency and Companies List
Court reference:	CR-2020-001582
Registered name of the company:	FBE Realisations 2021 Limited
Registered office address of the company:	1 More London Place, London, SE1 2AF
Registered number:	02769768
Country of incorporation (for a company incorporated outside the United Kingdom):	N/A
Date of appointment of the joint administrators:	5 March 2020
Details of any changes of administrator:	None
Full names of the administrators:	Alan Michael Hudson, Simon Jamie Edel, Joanne Honor Robinson and Lucy Winterborne
Office holder number(s):	9200, 9810, 19890 and 21130
Administrators' address(es):	
Alan Michael Hudson Ernst & Young LLP 1 More London Place, London, SE1 2AF	Simon Jamie Edel Ernst & Young LLP 1 More London Place, London, SE1 2AF

Joanne Honor Robinson
Ernst & Young LLP
1 More London Place,
London, SE1 2AF

Lucy Winterborne
Ernst & Young LLP
The Paragon,
32 Counterslip, Bristol, BS1 6BX

Telephone number:

(0) 20 7951 2000

Name of alternative person to contact with
enquiries about the case:

Ned Swifte

Appendix 2

FBE Realisations 2021 Limited (in Administration)

Joint Administrators' Summary of Receipts and Payments from 5 September 2021 to 4 March 2022

Note	Directors' Statement of Affairs - Estimated to Realise	GBP Equivalent	GBP			EUR			USD			
			Position as at 04-Sep-21	Movement in Period	Position as at 04-Mar-22	Position as at 04-Sep-21	Movement in Period	Position as at 04-Mar-22	Position as at 04-Sep-21	Movement in Period	Position as at 04-Mar-22	
Receipts												
Fixed Charge												
	Property (Training Academy)	3,500,000	3,525,000	3,525,000	-	3,525,000	-	-	-	-	-	
	Share in FAS	Uncertain	4,540,385	4,540,385	-	4,540,385	-	-	-	-	-	
	Aircraft	85,462,700	-	-	-	-	-	-	-	-	-	
	Aircraft Engines	17,144,100	7,717,551	-	-	-	-	-	5,243,612	4,955,131	10,198,743	
			15,782,935	8,065,385	-	8,065,385	-	-	5,243,612	4,955,131	10,198,743	
Floating Charge												
	Cash at Bank (unrestricted)	6,437,608	6,787,583	5,967,346	-	5,967,346	627,894	-	627,894	396,297	2,176	398,473
2	Third Party Funding	-	1,566,334	1,577,338	(11,003)	1,566,334	-	-	-	-	-	-
	Derivatives	580,000	580,000	580,000	-	580,000	-	-	-	-	-	-
3	Card receipts	4,005,755	14,404,199	7,505,885	4,061	7,509,946	4,220,200	4,027,180	8,247,380	102,747	4,364	107,110
	Petty Cash	-	23,003	14,931	-	14,931	9,771	-	9,771	-	-	-
	Fleet Maintenance	-	10,459,005	10,145,797	-	10,145,797	344,712	-	344,712	37,583	-	37,583
3	Trade Debtors	12,863,838	7,482,840	5,505,939	1,804,188	7,310,127	107,722	-	107,722	115,470	(4,830)	110,640
	Other Debtors	-	317,004	301,977	-	301,977	18,190	-	18,190	-	-	-
	Refund of pre-payment	-	6,183	6,183	-	6,183	-	-	-	-	-	-
	Bank Interest	-	18,290	17,742	548	18,290	-	-	-	-	-	-
	Chattel sales	-	16,600	16,600	-	16,600	-	-	-	-	-	-
	Airport Slots	Uncertain	-	-	-	-	-	-	-	-	-	-
	Spares and Parts	Uncertain	2,835,857	1,212,998	6,152	1,219,150	-	-	-	2,136,478	-	2,136,478
	Carbon Credits	7,253,792	6,799,929	39,482	-	39,482	8,183,521	-	8,183,521	-	-	-
	Insurance rebates	2,500,000	1,126,582	657,738	8,679	666,417	40,505	-	40,505	563,889	-	563,889
	Fixed Assets - Software	Uncertain	-	-	-	-	-	-	-	-	-	-
	Fixed Assets - Plant and Equipment	50,000	-	-	-	-	-	-	-	-	-	-
	Intercompany Debtors	Uncertain	-	-	-	-	-	-	-	-	-	-
	Other Receivables	Uncertain	-	-	-	-	-	-	-	-	-	-
	RECEIPTS TOTAL		68,206,345	41,615,341	1,812,625	43,427,966	13,552,515	4,027,180	17,579,695	8,596,074	4,956,841	13,552,916

	Note	Directors' Statement of Affairs - Estimated to Realise	GBP Equivalent	GBP			EUR			USD		
				Position as at 04- Sep-21	Movement in Period	Position as at 04- Mar-22	Position as at 04- Sep-21	Movement in Period	Position as at 04- Mar-22	Position as at 04- Sep-21	Movement in Period	Position as at 04- Mar-22
Payments												
Wages			6,026,606	6,026,606	-	6,026,606	-	-	-	-	-	-
Legal Fees			4,208,605	4,064,609	137,625	4,202,234	1,762	5,950	7,712	-	-	-
Rent and Rates			2,190,405	2,139,031	51,374	2,190,405	-	-	-	-	-	-
Facilities Management and Security			403,704	380,483	23,221	403,704	-	-	-	-	-	-
Testing and Maintenance			373,253	322,602	49,812	372,414	-	-	-	1,108	-	1,108
Transportation			134,360	134,333	27	134,360	-	-	-	-	-	-
Equipment Leasing			64,671	64,671	-	64,671	-	-	-	-	-	-
IT & Finance Systems			946,577	860,878	40,874	901,752	54,260	-	54,260	-	-	-
Agents			860,096	719,286	140,788	860,074	-	-	-	30	-	30
Regulatory and License Payments			30,452	30,452	-	30,452	-	-	-	-	-	-
Interest Charges			5,115	209	-	209	5,213	725	5,938	-	-	-
Bank Charges			4,147	3,720	137	3,857	194	1	194	152	19	171
Employee Expenses	4		61,377	61,278	98	61,377	-	-	-	-	-	-
Sundry Expenses	4		94	192	(98)	94	-	-	-	-	-	-
Corporation Tax			136,501	-	136,501	136,501	-	-	-	-	-	-
Customs Duty			103,023	103,023	-	103,023	-	-	-	-	-	-
Insurance payments			448,901	351,385	66,123	417,509	38,001	-	38,001	-	-	-
Intercompany Loan (FAS)			-	-	-	-	-	-	-	-	-	-
Joint Administrators' pre-appointment fees			64,348	64,348	-	64,348	-	-	-	-	-	-
Administrator Fees			15,841,591	15,276,813	564,778	15,841,591	-	-	-	-	-	-
Administrator Expenses			37,871	37,871	-	37,871	-	-	-	-	-	-
PAYMENTS TOTAL			31,941,695	30,641,790	1,211,260	31,853,050	99,429	6,676	106,105	1,290	19	1,309
Intracompany Transfers												
Receipts	5		21,940,402	17,206,091	4,734,311	21,940,402	-	-	-	-	-	-
Payments	5		21,175,875	(1,150,606)	(2,369,596)	(3,520,202)	13,463,244	4,025,570	17,488,814	8,588,239	4,955,131	13,543,370
Payment to secured lenders			20,881,349	16,500,000	4,381,349	20,881,349	-	-	-	-	-	-
Payment to BRAL in respect of sale of the Training Academy			3,116,971	3,116,971	-	3,116,971	-	-	-	-	-	-
NET RECEIPTS/PAYMENTS TOTAL			13,030,857	9,713,276	3,323,924	13,037,200	(10,158)	(5,066)	(15,224)	6,545	1,691	8,236
Net Input/(Output) VAT	6		963,774	1,696,759	(700,948)	995,811	-	-	-	(42,337)	-	(42,337)
Cash at Bank			12,199,752	8,224,571	3,954,122	12,178,693	19,422	(5,066)	14,356	10,466	1,691	12,157
Pension Control Account			(800)	(800)	-	(800)	-	-	-	-	-	-
Payroll Deductions Control Account			60	60	-	60	-	-	-	-	-	-
Trade Creditors			(265,431)	(310,907)	70,750	(240,156)	(29,580)	-	(29,580)	(1,108)	-	(1,108)
PAYE/NIC Control Account			5,024	5,024	-	5,024	-	-	-	-	-	-
MRO Control Account	7		132,827	102,918	-	102,918	-	-	-	39,525	-	39,525
FAS Control Account			(4,350)	(4,350)	-	(4,350)	-	-	-	-	-	-
REPRESENTED BY TOTAL			13,030,857	9,713,276	3,323,924	13,037,200	(10,158)	(5,066)	(15,224)	6,545	1,691	8,236

Notes

1. Currency conversation rates being applied to the Consolidated R&P to provide an indicative view of the GBP equivalent figures based on Bank of England Rates as at 4 March 2022 of EUR 1.2105 and USD 1.3215.
2. Third party funding includes amounts received from occupiers in relation to their occupation under licence of the Company's former premises at New Walker Hangar, Exeter in relation to rent, rates and utilities. The GBP 11,003 net decrease during the period is a result of amounts refunded to third parties in the period where funding received exceeded the costs paid.
3. USD 4,830 has been reallocated from Other Debtors to Card Receipts and does not represent additional realisations in the Period.
4. GBP 98 has been reallocated from Sundry Expenses to Employee Expenses and does not represent additional payments made in the Period.
5. Intercompany transfers (i.e. Receipts and Payments) details the movements of cash between our various administration bank accounts which are denominated in three separate currencies. The net receipt shown in the GBP equivalent is caused as a result of the transfer of funds at set bank FX rates at various dates throughout the administration. The hypothetical net FX gain position shown above in GBP is caused by translating the EUR and USD amounts to GBP at the FX rate on 4 September 2021. However, in reality, this net gain GBP amount is just presentational.
6. Includes certain VAT that may be available to the Purchaser pursuant to funding provided to complete the Transaction. Amount not disclosed for confidentiality reasons.
7. Funds held separately on account by the Company, which will be drawn down as MRO final accounts paid.
8. Receipts and payments are stated net of VAT.
9. Receipts and payments are shown net of Transaction funding due to timing differences, costs incurred in the Period will be subject to final adjustments following completion.

Appendix 3

FBE Realisations 2021 Limited (In Administration)

Summary of Joint Administrators' expenses incurred

Type of Expense	Per Estimate Dated 29 April 2020	Total Incurred as at 4 September 2021	Total incurred in the period 5 September 2021 to 4 March 2022 (note 4)	Total Incurred 5 March 2020 to 4 March 2022	Estimate to Complete
Payments made from the estate which are not disbursements (see notes 1 and 2 at the end of this table)					
Employee Costs	5,424,629	6,118,855	(30,873)	6,087,982	-
Legal costs	3,640,286	4,841,899	(638,210)	4,203,689	200,000
IT & Finance Systems	1,090,100	1,351,327	(404,750)	946,577	46,301
Rent and Rates	754,864	2,139,031	51,374	2,190,405	25,393
Insurance	517,737	410,962	37,939	448,901	5,000
Facilities, Management and Security	144,477	596,806	(193,102)	403,704	-
Test and Maintenance	124,919	323,402	49,851	373,253	61,209
Agent Fees	89,232	1,073,671	(213,575)	860,096	67,000
Transportation Costs	54,993	175,858	(41,498)	134,360	-
Equipment Lease Payment	30,090	70,607	(5,936)	64,671	-
Regulatory and license payments	11,739	57,859	(27,407)	30,452	-
Bank Charges	2,500	3,996	151	4,147	500
Interest Charges	1,000	4,679	436	5,115	-
Sundry Expenses	1,000	1,700	(1,606)	94	5,000
Public Notices	625	-	-	-	-
Customs Duty	500	160,986	(57,963)	103,023	-
Corporation Tax	-	-	136,501	136,501	-

Type of Expense	Per Estimate Dated 29 April 2020	Total Incurred as at 4 September 2021	Total incurred in the period 5 September 2021 to 4 March 2022 (note 4)	Total Incurred 5 March 2020 to 4 March 2022	Estimate to Complete
Category 1 disbursements (see note 2)					
Travel	21,466	19,335	30	19,365	-
Accommodation	9,286	9,330	-	9,330	-
Specific Penalty Bond	1,280	1,280	-	1,280	-
Office Supplies	1,055	1,477	54	1,531	-
Parking	551	490	-	490	-
Postage, Photocopying and Printing	123	4,342	6	4,348	-
Category 2 disbursements (see note 2)					
Mileage	1,500	2,218	-	2,218	-
Telephone	-	416	-	416	-
Internal bulk copying, printing and postage	-	3,098	64	3,161	-
EY Germany – employee advice invoice	-	-	4,915	4,915	-
Total	11,923,951	17,373,624	(1,333,599)	16,040,024	410,404

Notes

- 1 Statement of Insolvency Practice 9 (SIP 9) defines expenses as amounts properly payable from the insolvency estate which are not otherwise categorised as office holders' remuneration or distributions to creditors.
- 2 SIP 9 defines disbursements as a type of expense which is met by, and reimbursed to, an office holder in connection with an insolvency appointment. Disbursements fall into two categories: Category 1 and Category 2.
 - Category 1 disbursements are payments to independent third parties where there is specific expenditure directly referable to the appointment
 - Category 2 disbursements are expenses which are directly referable to the appointment but not a payment to an independent third party. They may include shared and allocated costs.
- 3 Expenses are shown net of Transaction Funding; due to timing difference, costs incurred in the Period will be subject to final adjustments once accounts are finally settled.
- 4 We note that a number of the expenses detailed in the table above are higher than estimated in our Proposals as at 29 April 2020. The reason for these differences is predominantly due to the protracted trading (wind down) of the operations of the Company and sales processes that the Administrators have undertaken. It was unclear at the time of writing the Proposals how long the administration process would take to complete and the costs that would ultimately be required to be incurred. Reasons for increases in these expenses are set out as follows:-
 - a. Employee costs Due to a protracted trading period and sale process
 - b. Legal fees
Transaction) Due to a protracted sale process (including the
 - c. Rent & Rates
completion process) Due to a protracted trading period and Transaction
 - d. Facilities, Management & Security
Transaction completion process) Due to a protracted trading period and
 - e. Test & Maintenance
completion process) Due to a protracted trading period and Transaction
 - f. Agents Fees Due to the requirement to engage additional third parties to assist with sale processes (including engine sales agents)
 - g. Transportation costs Due to a protracted trading period
 - h. Equipment Lease Payments Due to a protracted trading period
 - i. Regulatory & Licence Payments Due to a protracted trading period
 - j. Bank charges and interest charges Due to a long administration period (for reasons set out above)
 - k. Customs Duty Due to unknown customs duties required to be settled as part of asset realisations now known at the time of the Proposals
 - l. Corporation Tax Due to taxation on realisations made during the administration period which were not known to be taxable at the time of the Proposals

- 5 Where expenses are reflected as a negative amount in the summary above, please note that this is due to the amount incurred in the Third Progress Report being overstated. The reason amounts may have been overstated is due to an excess accrual being reflected in the incurred amount out of caution or prudence in our previous reporting. The amounts incurred above now correlate to the expenses on our receipts and payments as that amount of expenses incurred above payments made is minimal.
- 6 Certain expense items, such as rent and rates, relating to third party funded costs (i.e. licenced areas to Exeter Aerospace and the Purchaser) have not been included in the summary above. This is because the expense is recovered in full – so there is net nil cost to the administration.

FBE Realisations 2021 Limited (In Administration)

Joint administrators' time costs for the period from 5 September 2021 to 4 March 2022 and a comparison with the updated fee estimate dated 27 May 2021

Workstream	Estimated Hours as of 27 May 2021	Estimated fee as of 27 May 2021	Estimated Average Hourly Rate £/h	Actual to 4 September 2021 (Hours)	Actual to 4 September 2021 (£)	From 5 September 2021 to 4 March 2022 (Hours)	From 5 September 2021 to 4 March 2022 (£)	Cumulative to 4 March 2022 (Hours)	Cumulative to 4 March 2022 (£)	Actual Average Hourly Rate £/h
Sale of Business, Other Assets and Slots	9,000	5,258,799	584	8,622	5,012,171	149	76,884	8,770	5,089,055	580
Fleet, Engines & Equipment	4,230	1,946,644	460	4,253	1,887,727	22	12,685	4,275	1,900,412	445
Trading, Cashflow and Funding (including Debtor & Cash Realisations)	7,716	2,877,389	373	7,644	2,873,341	664	207,722	8,307	3,081,062	371
Creditors, Critical Suppliers and Property	5,132	1,225,660	239	4,633	1,121,943	166	24,591	4,799	1,146,534	239
Communications, Customers & Employees	4,751	1,652,977	348	4,425	1,489,610	115	42,391	4,541	1,532,001	337
Accounting & Administration	1,579	465,755	295	1,613	518,189	26	11,882	1,638	530,072	324
Bank & Statutory Reporting	889	482,663	543	812	495,092	78	40,641	890	535,733	602
Job Acceptance and Strategy	1,594	703,016	441	1,330	651,888	18	11,005	1,348	662,893	492
Immediate Tasks & Day 1	754	340,595	452	754	340,595	-	-	754	340,595	452
VAT & Taxation	1,585	824,468	520	1,481	852,736	160	88,426	1,641	941,162	573
Regulatory	219	140,877	643	169	130,693	-	-	169	130,693	774
Investigations	1,671	612,057	366	1,586	596,311	56	18,045	1,643	614,356	374
	39,120	16,530,902	423	37,321	15,970,297	1,454	534,271	38,775	16,504,568	426
								Fees paid to date £ (15,841,591)		
								Residual £ 662,977		

Note: The Third Progress Report reported actual time costs of £16,110,957 to 4 September 2021, which is £140,660 higher than the time costs reported to 4 September 2021 in the table above. The reason for the difference is that the Administrators have limited our fee costs in respect of time spent dealing with the Training Academy and amended the rates for certain staff in dealing with the Fleet, Engines & Equipment workstream and the Communications, Customers & Employees workstream. This variance amount of £140,660 will not be charged to the estate.

FBE Realisations 2021 Limited (in Administration)

Description of narrative for Joint Administrators' time costs for the period 5 September 2021 to 4 March 2022

Type of work	Description of work completed during the Period
Sale of Business, Other Assets and Airport Slots	<p>Tasks providing a direct benefit to creditors via asset realisations and preservation of critical assets:</p> <ul style="list-style-type: none"> • Continuing to liaise with key interested parties and understand level of interest in various other asset groups (aside from the assets subject to the Group business sale); including:- <ul style="list-style-type: none"> • Engines (PW150s) • Tooling, stock and inventory • Working with agents and interested parties in relation the sale of engines and tooling, stock and inventory. • Working through offers and bids for engines to ensure best price received, including negotiating price, facilitating protracted due diligence exercises. • Attending to contracting negotiations and completion procedures for five PW150 engines, alongside lawyers to ensure appropriate protection for the administration.. • Engaging with CAMO and maintenance providers for PW150 engines to assist with due diligence exercises and shipping/transporting relating to sales processes. • Engage with test-cell run provider in relation to quotes and timing. Deal with related matters such as contracting, dealing with insurance matters and matters of set-off (to avoid issues for the estate). • Contacting relevant third parties in relation to the 10th disputed title engine to receive updates on processes to recover the same. • Attend to the final tooling stock sale in the Period, including dealing with completion for the same. • Dealing with residual post-completion matters for prior sales, including tax queries, for stock and engine sales as well as information to support Flybe Aviation Services share sale. <p><i>Note: no time associated with the Group business sale is being charged to the creditors as and from 24 August 2020 as these costs are being met by the purchaser</i></p>

Type of work	Description of work completed during the Period
Fleet, Engines & Equipment	<p>Tasks providing a direct benefit to creditors by preserving and realising value in assets:</p> <ul style="list-style-type: none"> • Arranging for paying final residual outstanding liabilities and other obligations relating to the former MRO operation on a timely basis. • Regular communications with engine maintenance provider to ensure records and engines maintained. Ensure approach aligned with CAMO provider. • Dealing with engine maintenance provider and CAMO provider in relation to proposed test-cell, maintenance and repairs, including seeking their assistance on quotes received for major overhauls (i.e. gearbox changes) and sale strategy. Ensure approaches aligned with SkyWorld as marketing agent. • Attending to tasks associated with engine sale processes not already captured under the 'Sale of Business, Other Assets and Airport Slots heading', including segregation of stock & equipment, facilitating access to information for interested parties and investigations into customs duties that may be applicable upon sale. <p><i>Note: no time associated with the Group business sale is being charged to the creditors as and from 24 August 2020 as these costs are being met by the purchaser</i></p>
Trading, Cashflow, and Funding (including Debtor and Cash Realisations)	<p>Tasks providing a direct benefit to creditors by preserving and realising value in assets:</p> <ul style="list-style-type: none"> • Ad-hoc duties relating to pursuing the recovery of material debtor balances (card acquirers and accounts receivable). • Attending to detailed analysis on high value debtor and card acquirer balances, in order to dispute set-offs, chargebacks and other attempts by stakeholders to reduce the value of their debts/balances. • Continuing to oversee selected debt collector and ensure continued momentum and provide guidance on stalled collection (and strategies available). • Directly engaging with card acquirers and debtors to confirm debts outstanding and working with debt collection agency on realisation strategies. Agree settlement amounts where required and hold negotiations in relation to the same.

Type of work	Description of work completed during the Period
	<ul style="list-style-type: none"> • Regular cashflow report updates for the administration to ensure adequate liquidity maintenance, including regular extension of forecasting. • Processing cash receipts and ongoing monitoring of balances on internal accounting system, maintain key assumptions register to ensure consistent cash flow reporting. Linking of cashflow report to Estimated Outcome Statement and monthly review of the same. • Approving of receipts and payments as required. • Preparing Receipts and Payments summary for statutory reporting to creditors (6-monthly progress report) in regulated format. • Following up tardy suppliers for outstanding residual accounts for MRO trading period (and other administration costs) and closing off payments. • Attending to additional meetings with cash control team to ensure accurate budget/spend for wind-down of operations. • Dealing with licence costs in relation to Exeter with occupier.
Creditors, Critical Suppliers & Property	<p>Tasks providing an indirect benefit to creditors:</p> <ul style="list-style-type: none"> • Maintaining dialogue with critical suppliers to ensure continuation of service with no breakage/disruption to business – including critical suppliers relating to Exeter for recovery of the engines, stock and equipment (no costs relating to Group business sale). • Attending to contract terminations / extensions (if applicable), including the withdrawal of undertaking / commitment letters to critical suppliers for the estate where appropriate (no costs relating to the Group business sale), including with landlord in relation to the end of tenancy. • Responding to unsecured creditor queries through supplier mailbox; dealing with further creditor queries via phone and post as appropriate. • Facilitating and arranging lodgement of unsecured creditor claims through online and action manual claims received. • Ongoing communications with occupiers (under license) at the Exeter Property including facilitating extension of property licenses to ensure no cost burden to the estate.

Type of work	Description of work completed during the Period
	<ul style="list-style-type: none"> Dealing with landlord for Exeter premises on ad-hoc basis and attend to tasks associated with licensing arrangements for third parties, plus exit from Exeter premises following conclusion of occupiers' license period.
Communications, Customers & Employees	<p>Tasks providing a benefit to employee creditors:-</p> <ul style="list-style-type: none"> Continuing to deal with and respond to employee queries as and when they arise, directly from prior employees, case team, or government agencies (including overseas jurisdictions). Continuing to deal with numerous Protective Award claims and consequent communication from solicitors, employees, unions and the Employment Tribunals (UK and Northern Ireland). As reported previously, this process has run since early in the Administration and is still not finalised due to delays and jurisdictional issues. Continuing the complex process of reviewing the various RPS claims in conjunction with employees preferential claims, including liaising with lawyers to ensure appropriate adoption of employee law. Responding to queries from the Employment Tribunal and Unions in relation to protective awards on an ad-hoc basis.
Accounting & Administration	<p>Tasks providing an indirect benefit to creditors:</p> <ul style="list-style-type: none"> Overall financial management of the administration, processing daily, weekly and fortnightly payments (as necessary), updating internal accounting systems and preparation of bank account reconciliations.

Type of work	Description of work completed during the Period
Bank & Statutory Reporting	<p>Tasks providing a direct benefit to the senior lenders and reports as required by statute:</p> <ul style="list-style-type: none"> • Regular reporting to the Company’s Senior Lenders providing details on key administration strategy and recommendations, including requesting authority for the sale of assets subject to fixed and floating charges including stock and engine sales. • Preparing estimated outcome statements, including and cash flow updates for the Senior Lenders. • Preparation and submission of the Third Progress Report and commence drafting this progress report; compliance with the statutory requirements of the administration. • Statutory filings at Companies House. • Coordinating with former Flybe staff and record holders to organise the retention and separation of the Company’s records. • Continuing to deal with third party holders of statutory records – hard copy and electronic – including dealing with data holders to preserve all data that may explain the conduct leading up to the Administration. • Dealing with unsecured creditors committee and Committee meeting by correspondence to approve Category 2 disbursements.
Job Acceptance and Strategy	<p>Tasks providing an indirect benefit to creditors:</p> <ul style="list-style-type: none"> • Strategic planning and meetings (weekly and ad-hoc) throughout the Administration to follow progress of the Administration, ensure alignment of activities and making sure that strategic priorities of the Administration are met. • Various emails, calls and meetings between the Joint Administrators and central EY coordination to discuss job strategy and make key decisions.
VAT & Taxation	<p>Tasks required by statute and potentially providing a direct and/or indirect benefit to creditors:</p> <ul style="list-style-type: none"> • Finalising corporation tax return for the Company, including finalising analysis in respect of the MRO wind-down and the sale of Company assets, to ensure tax expense minimised for the estate. This included various reviews of historical returns and previous reported losses.

Type of work	Description of work completed during the Period
	<ul style="list-style-type: none"> • General tax compliance, including responding to HMRC on returns. • Strategic tax planning advice on capital gains, VAT/input tax and corporation tax in relation to various actions taken during the Period in relation to engine sales, card acquirers and debtor settlements. • Providing detailed advice on proposed transaction structures. • Preparing monthly VAT returns for the Company, including preparing detailed reconciliations for returns to support VAT recoveries. • Chasing HMRC in relation to VAT returns accrued and not paid back to the estate, including attempts to obtain senior HMRC advice.
Investigations	<p>Tasks required by statute:</p> <ul style="list-style-type: none"> • Dealing with GDPR Data Subject request received from stakeholders of FBE, which included extensive search of administration files and pre-administration books and records for all documents naming the data subjects and preparing a letter of response in relation to the same. • Dealing with company records (physical and IT), including dealing with IT provider. • Supporting record recovery and investigations by government and other prosecution authorities.