

TO ALL KNOWN CREDITORS

19 January 2024

Ref: R/CAL/SH/OD/HOF

Direct line: +44 (0)207 951 5156

Email: hofadministrations@uk.ey.com

Dear Sirs

**HF Stores Realisations Limited (formerly House of Fraser (Stores) Limited)
(in Administration) (“the Company”)**

As you are aware, on 10 August 2018, the Company entered administration and A M Hudson, C P Dempster and C A Lewis were appointed as Joint Administrators.

Please note that C P Dempster resigned as an Administrator of the Company on account of his retirement as a Partner of EY. Mr Dempster’s resignation took effect on 24 November 2023.

As creditors may recall, following creditors’ consent being obtained in terms of paragraph 76(2) of Schedule B1 of the Insolvency Act 1986, the period of the Administration was extended by 12 months to 10 August 2020. Following applications to the Court of Session under paragraph 76(2)(a) of Schedule B1 of the Insolvency Act 1986, a further extension was made by 12 months to 10 February 2023 and again to 10 February 2024.

We currently anticipate that we will require to apply to the Court of Session to further extend the period of the Administration by 12 months to 10 February 2025 to allow time to:

- Continue to resolve an ongoing legal dispute with a debtor that has a large unpaid balance due to the Company relating to the pre administration period; and
- Realise the remaining assets, including ongoing rates refunds and VAT and tax refunds, for the benefit of creditors.

Should any creditors have an objection to these applications, they should provide details of their objection to the Administrators by writing to hofadministrations@uk.ey.com or to me at Ernst & Young, 1 More London Place, London, SE1 2AF, by no later than 31 January 2024.

A summary of our receipts and payments to 12 January 2024 is attached. It does not reflect estimated future realisations or costs.

Should you have any queries in relation to the above or if you require any further information, please do not hesitate to contact me.

Yours faithfully
for the Company



C A Lewis
Joint Administrator

The affairs, business and property of the Company are being managed by the Joint Administrators, A M Hudson and C A Lewis, who act as agents of the Company only and without personal liability.

A M Hudson is licensed in the United Kingdom to act as an insolvency practitioner by the Insolvency Practitioners Association. C A Lewis is licensed in the United Kingdom to act as an insolvency practitioner by the Institute of Chartered Accountants in England and Wales.

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 Administrator's appointment. The Office Holder Data Privacy Notice can be found at www.ey.com/uk/officeholderprivacy.

Joint Administrators' Abstract of Receipts and Payments
From 10/08/2018 to 12/01/2024

HF Stores Realisations Ltd (Formerly House of Fraser (Stores) Ltd) (In Administration)				
JOINT ADMINISTRATORS' RECEIPTS AND PAYMENTS ACCOUNT (GBP)				
From 10/08/2018 to 12/01/2024				
	Statement of affairs	10/08/2018	10/08/2023	Cumulative
	GBP	GBP	GBP	Total
	£	£	£	GBP
				£
RECEIPTS				
Fixed Charge Realisations				
Business Intellectual Property	-	1,500,000.00		1,500,000.00
Other Fixed Charge Realisations	-	6.75		6.75
Post appointment VAT refund	-	457,898.01	82.46	457,980.47
Output VAT	-	19,648.37		19,648.37
Bank Interest	-	28,541.72	8,084.69	36,626.41
	-	2,006,094.85	8,167.15	2,014,262.00
Floating Charge Realisations				
Stock	68,453,097.30	84,479,052.31		84,479,052.31
Transfer from Euro Account	-	-		-
Equipment - Floating	-	2,889,137.74		2,889,137.74
Information Technology - Floating	-	481,522.96		481,522.96
Vehicles - Floating	-	1.00		1.00
Duty Referral Deposit	-	1,347,399.54		1,347,399.54
Cash at Bank	-	122,945.64		122,945.64
Cash in Transit	-	2,106,610.86		2,106,610.86
Rent and Rates Refund	-	3,063,042.80		3,063,042.80
Book Debts and Other Debtors	16,375,730.70	2,237,695.48	12,807.43	2,250,502.91
Prepayments	5,171,172.00	2,324,560.58		2,324,560.58
Property Licence Fees	-	27,181,153.65		27,181,153.65
Funds due to Sports Direct	-	8,568,077.70		8,568,077.70
Unallocated Receipts	-	4,001.77		4,001.77
Global Limited Retainer	-	16,134.91		16,134.91
Dividends from other group companies	-	694,089.99		694,089.99
SDI apportionments	-	778,257.88		778,257.88
Insurance	-	78,434.54		78,434.54
Bank Interest - Floating	-	349,593.57	40,532.69	390,126.26
Monies held on trust for HFL Realisations Limited	-	232,036.74		232,036.74
	90,000,000.00	136,953,749.66	53,340.12	137,007,089.78
PAYMENTS				
Pre-appointment Administrators Fees	-	728,841.39		728,841.39
Pre-appointment Administrators Expenses	-	15,147.82		15,147.82
Post appointment Administrators Fees	-	3,000,000.00		3,000,000.00
Post appointment Administrators Expenses	-	45,593.76		45,593.76
Pre-appointment Legal Fees	-	534,042.70		534,042.70
Post appointment Legal Fees	-	865,280.21		865,280.21
Storage Costs	-	49,343.72	1,236.96	50,580.68
Third party receipts paid to Sports Direct	-	8,568,077.70		8,568,077.70
Landlord Payments	-	26,466,023.22		26,466,023.22
Agents - Business Rates	-	132,779.34		132,779.34
Sundry Expenses	-	1,896.36	(129.66)	1,766.70
Bank Charges	-	8,943.29	1.80	8,945.09
Insurance	-	101,829.88		101,829.88
Preferential Creditors	-	77,003.58		77,003.58
VAT Payment	-	1,089,083.99		1,089,083.99
Input VAT	-	263,609.97	247.38	263,857.35
HSBC Secured Agents - Fixed Charge	-	1,500,000.00		1,500,000.00
HSBC Secured Agents - Floating Charge	-	89,500,000.00		89,500,000.00
Prescribed Part Dividend (net of costs)	-	600,000.00		600,000.00
		133,547,496.93	1,356.48	133,548,853.41
Net Receipts/(Payments)		5,412,347.58	60,150.79	5,472,498.37
MADE UP AS FOLLOWS				
Cash at Bank		5,657,039.60	60,150.79	5,717,693.54
HSBC-GBP-Fixed Current-31434292		690,595.11	8,084.69	698,679.80
RBS-EUR-Current-ERNOUL-EURC		-		-
RBS-GBP-Current-29467474		1,294,935.28	18,235.12	1,313,170.40
RBS-GBP-Dundrum Current-32301668		561,782.45	1,820.16	563,602.61
HSBC-GBP-Floating Current-71434004		2,063,475.86	24,156.80	2,087,632.66
RBS-EUR-Current-ERNOUL-EURC		-		-
RBS-EUR-Salaries Current-ERNUNL-EU		-		-
HSBC-EUR-Current-83948645		-		-
HSBC-USD-Current-83948653		-		-
Lloyds-GBP-Current-42369760		-		-
Barclays-GBP-Current-03607895		1,046,250.90	7,854.02	1,054,104.92
Jam B Realisations Control Account		-		-
RBS-GBP-Dissident Shareholders-32609565		503.15		503.15
VAT Control Account		(477,221.36)		(477,221.36)
Monies held on trust for HFL Realisations Limited		232,026.19		232,026.19
		5,412,347.58	60,150.79	5,472,498.37
Note:				
Interest Bearing				5,717,693.54
Non Interest Bearing				-
				5,717,693.54

HF Stores Realisations Ltd (Formerly House of Fraser (Stores) Ltd) (In Administration)				
JOINT ADMINISTRATORS' RECEIPTS AND PAYMENTS ACCOUNT (EUR)				
From 10/08/2018 to 12/01/2024				
	Statement of affairs	10/08/2018 09/08/2023	10/08/2023 12/01/2024	Cumulative Total
	EUR	EUR	EUR	EUR
	€	€	€	€
RECEIPTS				
Floating Charge Realisations				
Dundrum Trading Account	-	2,378,720.34	-	2,378,720.34
Book Debts and Other Debtors	-	15,200.09	-	15,200.09
Unallocated Receipts	-	-	-	-
	-	2,393,920.43	-	2,393,920.43
PAYMENTS				
Administrators Fees	-	-	-	-
Legal Fees	-	71,436.47	-	71,436.47
Transfer to GBP Account	-	2,285,789.50	-	2,285,789.50
		2,357,225.97	-	2,357,225.97
Net Receipts/(Payments)		36,694.46	-	36,694.46
MADE UP AS FOLLOWS				
Cash at Bank		36,694.46	-	36,694.46
VAT Control Account		-	-	-
		36,694.46	-	36,694.46
GBP Equivalent on 12 January 2024				31,532.58
Note:				
Interest Bearing				-
Non Interest Bearing				36,694.46
				36,694.46

HF Stores Realisations Ltd (Formerly House of Fraser (Stores) Ltd) (In Administration)				
JOINT ADMINISTRATORS' RECEIPTS AND PAYMENTS ACCOUNT (USD)				
From 10/08/2018 to 12/01/2024				
	Statement of affairs	10/08/2018 09/08/2023	10/08/2023 12/01/2024	Cumulative Total
	USD	USD	USD	USD
	\$	\$	\$	\$
RECEIPTS				
Floating Charge Realisations				
Book Debts and Other Debtors	-	223,548.86	-	223,548.86
Bank Interest - Floating	-	2,774.43	5,404.72	8,179.15
	-	226,323.29	5,404.72	231,728.01
PAYMENTS				
Administrators Fees	-	-	-	-
Bank Charges	-	33.31	-	33.31
		33.31	-	33.31
Net Receipts/(Payments)		226,289.98	5,404.72	231,694.70
MADE UP AS FOLLOWS				
Cash at Bank		231,694.70	-	231,694.70
VAT Control Account		-	-	-
		231,694.70	-	231,694.70
GBP Equivalent on 12 January 2024				181,564.69
Note:				
Interest Bearing				231,694.70
Non Interest Bearing				-
				231,694.70

HF Stores Realisations Ltd (Formerly House of Fraser (Stores) Ltd) (In Administration)
JOINT ADMINISTRATORS' RECEIPTS AND PAYMENTS EURO TRADING ACCOUNT
From 10/08/2018 to 12/01/2024

	10/08/2018 09/08/2023 EUR €	10/08/2023 12/01/2024 EUR €	Cumulative Total EUR €
RECEIPTS			
Dundrum - Cash Sales	1,363,130.61	-	1,363,130.61
Dundrum - Credit Card Sales	5,108,156.54	-	5,108,156.54
Dundrum - Cafe Zest Sales	152,005.01	-	152,005.01
Dundrum - Pre Appointment Income	120,126.71	-	120,126.71
	6,743,418.87	-	6,743,418.87
PAYMENTS			
Dundrum - Concession Payments	3,115,328.37	-	3,115,328.37
Dundrum - Misc Direct Purchases	9,618.28	-	9,618.28
Dundrum - Rent	26,529.03	-	26,529.03
Dundrum - Service Charges	33,199.16	-	33,199.16
Dundrum - Employee Expenses	579,586.86	-	579,586.86
Dundrum - PAYE	32,242.07	-	32,242.07
Dundrum - RPSI	55,421.69	-	55,421.69
Dundrum - Pension Cont (employee & e	3,299.36	-	3,299.36
Dundrum - Third Party Payroll Costs	1,470.00	-	1,470.00
Dundrum - Gas	4,754.91	-	4,754.91
Dundrum - Electricity	51,216.37	-	51,216.37
Dundrum - Telephone	3,124.02	-	3,124.02
Dundrum - Rates	11,686.52	-	11,686.52
Dundrum - Hire of Equipment	475.81	-	475.81
Dundrum - Merchant Fees & Charges	47,446.66	-	47,446.66
Dundrum - Bank Charges	6,937.90	-	6,937.90
Dundrum - Float/Coin Drops	92,400.00	-	92,400.00
Dundrum - Consumables	8,737.50	-	8,737.50
Dundrum - Miscellaneous Trading Expens	9,074.73	-	9,074.73
Dundrum - Maintenance	83,871.39	-	83,871.39
Dundrum - Misc Professional Fees Tradin	129,808.62	-	129,808.62
Dundrum - Sub Contractor/Agency Staff	7,821.05	-	7,821.05
VAT Payment	43,448.23	-	43,448.23
Legal Fees	7,200.00	-	7,200.00
	4,364,698.53	-	4,364,698.53
Net Receipts/(Payments)	2,378,720.34	-	2,378,720.34
MADE UP AS FOLLOWS			
Cash at Bank (transferred to Euro account)	2,378,720.34		2,378,720.34
Dundrum - Debtor Account	-		-
Dundrum - Creditor Account	-		-
VAT Control Account	-		-
	2,378,720.34	-	2,378,720.34