

TO ALL KNOWN CREDITORS

11 March 2024

Ref: R/CAL/SH/JC/HOF/PF16.4  
Direct line: +44 (0) 207 951 1856  
Email: hofadministrations@uk.ey.com

Dear Sirs

**HF Stores Realisations Limited (formerly House of Fraser (Stores) Limited) (in Administration) ('the Company')**  
**Court of Session, Number P794/18**  
**Registered office address: c/o Ernst & Young LLP, Atria One, 144 Morrison Street, Edinburgh, EH3 8EX**

I write, in accordance with Rule 3.93 of the Insolvency (Scotland) (Company Voluntary Arrangements and Administration Rules 2018), to provide creditors with a report on the progress of the administration. This report covers the period from 10 August 2023 to 9 February 2024 ("the Period") and should be read in conjunction with our previous reports dated 12 September 2023, 21 March 2023, 7 September 2022, 21 March 2022, 15 September 2021, 22 March 2021, 17 September 2020, 19 March 2020, 20 September 2019 and 6 March 2019. Statutory information about the Company, the administration and the office holders is given at Appendix 1.

The Company, registered number SC021928, entered administration on 10 August 2018 ('the Date of Appointment') and A M Hudson, R H Kelly, C P Dempster and I were appointed to act as Joint Administrators ('Joint Administrators'). The appointment was made by The Court of Session under the provisions of paragraph 12 of Schedule B1 to the Insolvency Act 1986. Under the terms of the appointment, any act required or authorised to be done by the Joint Administrators can be done by any one of them.

### **Summary of progress since last report**

#### **Extension of the Administration**

The Joint Administrators sought consent of the secured and preferential creditors, under paragraph 78(2) of Schedule B1 to the Insolvency Act 1986, to extend the period of the administration by a period of twelve months, ending on 10 August 2020. A second extension was sought via an application to the Court of Session to extend the period of the administration by twelve months to 10 August 2021. A third extension was sought via an application to the Edinburgh Court to extend the administration for the period of eighteen months ending on 10 February 2023, which was granted on 28 July 2021. A fourth extension was sought via an application to the Court of Session to extend the administration for the period of twelve months ending on 10 February 2024, which was granted on 6 February 2023.

A further extension was sought in the Period via an application to the Court of Session to extend the administration for the period of twelve months ending on 10 February 2025. This extension was granted on 8 February 2024 to allow for the following tasks to be progressed:

1. Realise the remaining assets, including ongoing rates refunds and VAT refunds, for the benefit of creditors; and

2. Continue to resolve an ongoing legal dispute with a debtor, with a counter claim against the Company, to ensure no monies are due to the debtor from the Company.

### **Resignation of an Administrator**

During the period, Colin 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 there are still two Joint Administrators in office, it is the opinion of the remaining Joint Administrators that a replacement need not be sought for Mr Dempster.

### **Debtors**

Total collections from trade and other debtors in the Period totalled £79,739.70, resulting in total collections up to 9 February 2024 of £2,317,435.18.

We previously advised we were continuing to pursue the recovery of a debtor in the sum of £504,484.16 and a settlement agreement was in the process of being finalised. At the current time we are still in communication with the debtor and their solicitor to finalise the settlement agreement but do not expect any monies from this debtor.

As noted above, during the Period, the Company received cash receipts relating to book debts and other debtors totalling £79,739.70 made up as follows:

- £1,896.01 from HM Courts Services in respect of 198 payments made to them in respect of judgement debts entered into against a number of debtors;
- £1,357.27 from The Insolvency Service as a result of the bankruptcy of a debtor;
- £9,417.16 was received from House of Fraser (Stores Management) Limited, being the first and final distribution in the creditors voluntary liquidation of that company;
- £2,000.00 was paid to the Company by MLP Law for the time incurred in dealing with an enquiry regarding an outstanding charge created by the Company on a property;
- £15.68, being the remaining funds held in The House of Fraser Life Assurance Scheme bank account; and
- £65,053.58 in respect of a refund from HSBC Bank Plc for overcharged commission on pre appointment Trade Guarantee Tariffs.

### **Rates refunds**

As previously reported, Montagu Evans LLP has been instructed on a success fee basis to appeal the rateable values across a number of properties within the portfolio. In the Period, no additional funds were received and no further recoveries are expected. Total recoveries from this source to date are £3,063,042.80.

### **Remaining assets**

The Joint Administrators will continue to pursue a number of recoveries for the benefit of creditors, including:

- Recoveries of any remaining rates refunds.
- Additional bank interest from funds held on deposit.

### **Leasehold properties**

As previously reported, at the Date of Appointment, the Company operated from sixty-four locations, all of which were occupied via leases, some of which were under subleases granted by other group companies. These sixty-four locations included fifty-nine trading stores, three office buildings and two warehousing facilities. As part of the sale, a licence to occupy all of the Company's premises (other than the HOF store in Dundrum) was granted to SDI (Propco 35) Limited ("the Property Purchaser").

The licence to occupy has been extended a number of times and expired on 31 March 2020, and, we understand that the Purchaser no longer occupies any of the sites. In respect of the sixty-four locations, fifty-two have been either surrendered or being treated as at an end to allow for the Purchaser to enter into new agreements with the landlord; two have been assigned to the Purchaser and ten have been vacated with the keys returned to the landlord (a number of which were later formally surrendered).

In addition to the sites noted above, the Company was also party to a small number of other ancillary property leases which the Company now has no further interest in.

### **Retention of title claims**

The Joint Administrators have supported the Purchaser in dealing with the retentions of title claims and we believe these have all been concluded.

### **Creditors**

The Joint Administrators and their staff verified the received unsecured claims during a prior period in readiness for a distribution via the prescribed part, further details of which are set out later in this report.

### **VAT**

The Joint Administrators have submitted both VAT returns for the periods June 2023 to 31 August 2023 and 1 September 2023 to 30 November 2023. These two VAT returns have resulted in VAT refunds of £82 and £331, respectively.

The next VAT return due is for the period 1 December 2023 to 29 February 2024.

### **Corporation tax**

We have instructed EY tax specialists to prepare the corporation tax returns for the Company.

Corporation tax returns for the periods up to 10 August 2022 have been submitted, which HMRC have not raised an enquiry into to date. The standard enquiry window is generally within 12 months from the filing date.

The standard enquiry window for the period ending 10 August 2021 has now closed and the standard enquiry window for the period ending 10 August 2021 closes on 10 August 2024. The next tax return to be submitted for the Company is for the period from 11 August 2022 to 10 August 2023, and will be due for submission on 10 August 2024.

Tax work is ongoing, and all Corporation tax and other tax related time costs are included within the Joint Administrators' total time costs, set out in detail at Appendix 3.

### **Bank interest received / charges paid**

Cash balances are held on deposit where positive interest rates are provided by UK clearing banks, and fixed charge bank interest of £8,084.69 and floating charge bank interest of £92,425.93 have been received in the Period. Bank charges paid in the Period totalled £2.40.

### **Investigations**

There were no investigations ongoing or concluded in the Period. There are no investigations to be carried forward to a future period.

### **Receipts and payments account**

A summary of our receipts and payments for the Period is attached at Appendix 2. It does not reflect estimated future realisations or costs.

### **Joint Administrators' remuneration**

The statutory provisions relating to remuneration are set out in Rules 3.95 to 3.101 of the Insolvency (Scotland) (Company Voluntary Arrangements and Administration) Rules 2018.

In certain circumstances, creditors are entitled to request further information about our remuneration or outlays, or to apply to court if they consider the costs to be excessive (Rule 3.100, Insolvency (Scotland) (Company Voluntary Arrangements and Administration) Rules 2018. Further information is given in 'A Creditors' Guide to Administrators' Fees', a copy of which may be accessed from the web site of the Institute of Chartered Accountants of Scotland at <https://www.icas.com/technical-resources/creditorguides-to-office-holder-remuneration> or is available in hard copy upon written request to the Joint Administrators.

Our remuneration was fixed on a time-cost basis by a resolution of the secured creditor and the preferential creditors on 29 March 2019.

The Joint Administrators have incurred time costs of £227,481.00 in the Period and a total of £10,390,160.71 to date, against which £3.0m plus VAT has been drawn. Appendix 3 of this report provides an analysis of the time spent. The work completed includes the following:

- Reconciling and pursuing the last outstanding book debt;
- Statutory reporting including progress reports to creditors;
- Correspondence with creditors, including re issue of distribution payments, following payment of the prescribed part distribution;

- Correspondence with legal advisors, preparation and filing of the relevant documentation for the resignation of Colin Dempster as Joint Administrator;
- Correspondence with legal advisors, preparation and filing of the relevant documentation for the extension of the Administration to 10 February 2025;
- VAT returns;
- Corporation Tax returns;
- Maintaining the bank account and recording receipts; making payments; bank reconciliations.

On 24 November 2022, £100,000 plus VAT was drawn in respect of time costs incurred in relation to the Prescribed Part distribution. This is shown within the prescribed part dividend in our receipts and payments account.

The Joint Administrators have incurred disbursements of £339.70 in the Period and a total of £50,240.10 of disbursements to date, against which £45,593.76 plus VAT has been paid to date. An analysis of Category 2 disbursements (i.e. charges made by the office holders' firm that include elements of shared or overhead costs) are set out in Appendix 4 of this report.

### **Joint administrators' outlays**

We have incurred no outlays during the Period. There is an analysis of outlays incurred to date at Appendix 4 of this report.

### **Pre-administration costs**

As per the report dated 20 September 2019, we received approval from the creditors and settled payment of pre-administration costs totalling £728,841.39 plus VAT for fees, together with expenses of £15,147.82 plus VAT.

### **Secured creditors**

On entering administration, the House of Fraser Group's secured funding could be analysed into three categories:

- Super senior secured working capital facility ("Super senior facilities").
- Senior secured revolving credit facility, senior overdraft and senior secured term loan lenders ("Senior facilities").
- Holders of senior secured floating rate notes, due 2020 ("Bondholders").

The table below summarises the facilities provided:

	<b>£m</b>
Super senior facilities	10.0
Senior facilities	225.0
	<u>165.0</u>
Bondholders	400.0

Other than the Super senior facility, which has priority ranking, the Senior facilities and Bondholders indebtedness ranks pari passu with each other.

The Joint Administrators made a first floating charge distribution to secured creditors of £60m on 12 October 2018, followed by a second floating charge distribution of £18.5m on 17 December 2018 and a third distribution of £5m on 29 August 2019. A first distribution to secured creditors under the fixed charge of £1.5m took place on 17 December 2018. A further floating charge distribution of £6m was distributed on 18 May 2021, bringing total fixed and floating distributions to £91m.

The confirmed indebtedness arising from these facilities at the Date of Appointment of the Joint Administrators, in particular the usage of the senior revolving credit facility and any post appointment interest and charges, is still subject to final confirmation.

#### **Preferential creditors**

All of the employees of the Company were transferred to the Sports Direct Group as a result of the sale of business. However, certain former employees have preferential claims in respect of arrears of wages, holiday pay and employee pension deductions.

To date we have paid, in full, preferential claims totalling £76,664.05. This balance has reduced since the last reporting period as five of the cheques, amounting to £339.53, which were initially issued to former employees with preferential claims in the administration were cancelled during the Period as they had not been cashed. These funds will be paid to the Accountant in Bankruptcy in a subsequent period.

We do not expect to receive any further preferential claims.

#### **Non-preferential creditors**

Based on the Company's Statement of Affairs filed with the Registrar of Companies it was estimated that non-preferential claims against the Company are c.£313.4m. However, claims received totalled £465,903,856.91.

#### **The Prescribed Part**

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

Prior to the Joint Administrators making a dividend under the Prescribed Part, the Joint Administrators calculated, to the best of their knowledge and belief, that:

- The value of the net property as at the 29 July 2022 was £96.1m.
- The value of the Prescribed Part was £0.6m, being the amount available to be set aside, before the costs of dealing with the Prescribed Part.

In line with Rule 3.108 of the Insolvency (Scotland) (Company Voluntary Arrangements and Administration) Rules 2018, a list of all claims accepted and rejected in the administration is available for viewing at [https://www.ey.com/en\\_uk/ey-house-of-fraser-administration](https://www.ey.com/en_uk/ey-house-of-fraser-administration). A hard copy of the list can be provided on request.

### **Distributions to creditors**

The Joint Administrators paid a first and final dividend under the Prescribed Part on 9 August 2022 to creditors of the Company whose claims have been accepted. The dividend was 0.139314581 pence in the £ on total accepted claims of £358,899,977.99.

During the Period, 537 of the cheques issued to unsecured creditors on 9 August 2022 have been cancelled as they are yet to be cashed. The total value of these cheques was £26,410.05. These funds will be paid to the Accountant in Bankruptcy in a subsequent period.

### **Remaining work**

We will continue to undertake work as set out in the Joint Administrators' Statement of Proposals, which will include:

- Continuing to pursue asset realisations;
- Finalise the Irish tax affairs in respect of the Dundrum branch, including recovery of outstanding VAT and PAYE refunds that are currently being withheld until the pre appointment corporation tax position is brought up to date;
- Pursue ongoing VAT and Corporation Tax refunds;
- Make a final distribution to the secured creditors;
- Complying with our statutory reporting obligations.

### **The end of the administration**

It is proposed that if, at the end of the administration, the Company has no property which might permit a distribution to its creditors, the Joint Administrators will send a notice to that effect to the Registrar of Companies. On registration of the notice, the Joint Administrators' appointment in respect of the Company will come to an end. In accordance with the provision of paragraph 84(6) of Schedule B1 to the Act, the Company will be deemed to be dissolved three months after the registration of the notice.

### **Other matters**

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

### 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 the Company



C A Lewis  
Joint Administrator

Enc: Appendix 1 – Statutory information about the Company, the administration and the office holders

Appendix 2 - Joint Administrators' Receipts and Payments Account

Appendix 3 - Summary of the Joint Administrators' time costs

Appendix 4 - Breakdown of outlays incurred in this Period and to date

Craig Anthony Lewis is licensed in the United Kingdom to act as an insolvency practitioner by The Institute of Chartered Accountants in England and Wales and Alan Michael Hudson is licensed in the United Kingdom to act as an insolvency practitioner by The Insolvency Practitioners.

The affairs, business and property of the Companies are being managed by the Joint Administrators, A M Hudson and C A Lewis who act as agents of the Companies 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](http://www.ey.com/uk/officeholderprivacy)



**Information about the proceedings, the company and the office holders, as required by Rule 3.94 of the Insolvency (Scotland) (Company Voluntary Arrangements and Administration) Rules 2018**

Name of court:	Court of Session, Parliament House, Parliament Square, Edinburgh, EH1 1RQ
Court reference:	P794/18
Registered name of the company:	HF Stores Realisations Limited
Registered office address of the company:	c/o Ernst & Young LLP, Atria One, 144 Morrison Street, Edinburgh, Scotland, EH3 8EX
Registered number:	SC010677
Country of incorporation (for a company incorporated outside the United Kingdom):	N/A
Details of any changes of administrator:	R H Kelly and C P Dempster have resigned as administrators of the Company on 29 June 2022 and 24 November 2023 respectively, on account of their retirement from EY
Date of Appointment of Joint Administrators:	10 August 2018

Details of the Joint Administrators

Name	Office Holder Number
Alan Michael Hudson Ernst & Young LLP, 1 More London Place, London, SE1 2AF	9200
Craig Anthony Lewis Ernst & Young LLP, 1 More London Place, London, SE1 2AF	9356
Telephone number:	+44 (0)207 951 1856
Name of alternative person to contact with enquiries about the case:	Sophie Hyde

**HF Stores Realisations Limited (formerly House of Fraser Limited) (in Administration) ('the Company')**  
**Joint Administrators' Summary of Receipts and Payments from 10 August 2018 to 9 February 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 09/02/2024				
	Statement of affairs	10/08/2018	10/08/2023	Cumulative
	GBP	09/08/2023	09/02/2024	Total
	£	GBP	GBP	GBP
	£	£	£	£
<b>RECEIPTS</b>				
<b>Fixed Charge Realisations</b>				
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	18,903.74	476,801.75
Output VAT	-	19,648.37	-	19,648.37
Bank Interest	-	28,541.72	8,084.69	36,626.41
	-	<b>2,006,094.85</b>	<b>26,988.43</b>	<b>2,033,083.28</b>
<b>Floating Charge Realisations</b>				
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	79,739.70	2,317,435.18
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	92,425.93	442,019.50
Monies held on trust for HFL Realisations Limited	-	232,036.74	-	232,036.74
	<b>90,000,000.00</b>	<b>136,953,749.66</b>	<b>172,165.63</b>	<b>137,125,915.29</b>
<b>PAYMENTS</b>				
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	2,886.20	52,229.92
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	(495.38)	1,400.98
Bank Charges	-	8,943.29	2.40	8,945.69
Insurance	-	101,829.88	-	101,829.88
Preferential Creditors	-	77,003.58	(339.53)	76,664.05
VAT Payment	-	1,089,083.99	-	1,089,083.99
Input VAT	-	263,609.97	577.22	264,187.19
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	(26,410.05)	573,589.95
		<b>133,547,496.93</b>	<b>(23,779.14)</b>	<b>133,523,717.79</b>
Net Receipts/(Payments)		<b>5,412,347.58</b>	<b>222,933.20</b>	<b>5,635,280.78</b>
<b>MADE UP AS FOLLOWS</b>				
Cash at Bank		5,657,542.75	222,933.20	5,880,475.95
VAT Control Account		(477,221.36)	-	(477,221.36)
Monies held on trust for HFL Realisations Limited		232,026.19	-	232,026.19
		<b>5,412,347.58</b>	<b>222,933.20</b>	<b>5,635,280.78</b>
<b>Note:</b>				
Interest Bearing				5,880,475.95
Non Interest Bearing				-
				<b>5,880,475.95</b>

**HF Stores Realisations Limited (formerly House of Fraser Limited) (in Administration) ('the Company')**  
**Joint Administrators' Summary of Receipts and Payments from 10 August 2018 to 9 February 2024**

HF Stores Realisations Ltd (Formerly House of Fraser (Stores) Ltd) (In Administration)				
JOINT ADMINISTRATORS' RECEIPTS AND PAYMENTS ACCOUNT (EUR)				
From 10/08/2018 to 09/02/2024				
	Statement of affairs	10/08/2018 09/08/2023	10/08/2023 09/02/2024	Cumulative Total
	EUR	EUR	EUR	EUR
	€	€	€	€
<b>RECEIPTS</b>				
<b>Floating Charge Realisations</b>				
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
<b>PAYMENTS</b>				
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
<b>MADE UP AS FOLLOWS</b>				
Cash at Bank		36,694.46	-	36,694.46
VAT Control Account		-	-	-
		36,694.46	-	36,694.46
GBP Equivalent on 9 February 2024				31,330.65
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 09/02/2024				
	Statement of affairs	10/08/2018 09/08/2023	10/08/2023 09/02/2024	Cumulative Total
	USD	USD	USD	USD
	\$	\$	\$	\$
<b>RECEIPTS</b>				
<b>Floating Charge Realisations</b>				
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
<b>PAYMENTS</b>				
Administrators Fees	-	-	-	-
Bank Charges	-	33.31	-	33.31
	-	33.31	-	33.31
Net Receipts/(Payments)		226,289.98	5,404.72	231,694.70
<b>MADE UP AS FOLLOWS</b>				
Cash at Bank		231,694.70	-	231,694.70
VAT Control Account		-	-	-
		231,694.70	-	231,694.70
GBP Equivalent on 9 February 2024				183,418.86
Note:				
Interest Bearing				231,694.70
Non Interest Bearing				-
				231,694.70

**HF Stores Realisations Limited (formerly House of Fraser Limited) (in Administration) ('the Company')  
Joint Administrators' Summary of Receipts and Payments from 10 August 2018 to 9 February 2024**

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 09/02/2024			
	10/08/2018 09/08/2023 EUR €	10/08/2023 09/02/2024 EUR €	Cumulative Total EUR €
<b>RECEIPTS</b>			
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
	<b>6,743,418.87</b>	<b>-</b>	<b>6,743,418.87</b>
<b>PAYMENTS</b>			
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
	<b>4,364,698.53</b>	<b>-</b>	<b>4,364,698.53</b>
Net Receipts/(Payments)	<b>2,378,720.34</b>	<b>-</b>	<b>2,378,720.34</b>
<b>MADE UP AS FOLLOWS</b>			
Cash at Bank (transferred to Euro account)	2,378,720.34	-	2,378,720.34
Dundrum - Debtor Account	-	-	-
Dundrum - Creditor Account	-	-	-
VAT Control Account	-	-	-
	<b>2,378,720.34</b>	<b>-</b>	<b>2,378,720.34</b>

Notes:

1. Receipts and payments are stated net of VAT.
2. The balance on the Trading Account, once any costs associated with the TSA were settled, have been returned to the Purchaser in accordance the terms of the sale of business.
3. No allowance has been made for future receipts or payments.







## Time charging policy

The Administrators have engaged managers and other staff to work on the Administration. The work required is delegated to the most appropriate level of staff taking account of the nature of the work and the individual's experience. Additional assistance is provided by accounting and treasury executives dealing with the company's bank accounts and statutory compliance diaries. Work carried out by all staff is subject to the overall supervision of the Administrators.

All time spent by staff working directly on case-related matters is charged to a time code established for the case. Time is recorded in units of six minutes. Each member of staff has a specific hourly rate, which is subject to change over time. The average hourly rate for each category of staff over the period is shown below, as are the current hourly rates used.

Staff description	Restructuring hourly rate (£/hour)							Tax/VAT hourly rate (£/hour)					
	03-11-18 to 28-06-19	29-06-19 to 03-07-2020	04-07-2020 to 02-07-2021	03-07-2021 to 31-12-2021	01-01-2022 to 01-07-2022	04-07-2022 to 30-06-2023	03-07-2023 to 28-06-2024	03-11-18 to 28-06-19	29-06-19 to 03-07-2020	04-07-2020 to 02-07-2021	03-07-2021 to 01-07-2022	04-07-2022 to 30-06-2023	03-07-2023 to 28-06-2024
Partner	1140	1195	1255	1320	1450	1595	1755	1570	1650	1650	1650	1650	1650
Executive Director	1090	1145	1200	1260	1385	1525	1680	1570	1650	1650	1650	1650	1650
Director	930	975	1025	1075	1185	1305	1435	1295	1360	1360	1360	1360	1360
Assistant Director	775	815	855	900	990	1090	1200	1145	1200	1200	1200	1200	1200
Senior Executive	590	620	650	685	755	830	915	945	990	990	990	990	990
Executive	435	455	480	505	555	610	670	695	730	615-730	615-730	615-730	615-730
Assistant Executive	395	415	435	455	500	550	605	N/A	615	N/A	N/A	N/A	N/A
Analyst	280-395	295-415	310-435	325-455	360-500	395-550	435-605	220-430	230-450	230-450	230-450	230-450	230-450
Business Trainee	240	250	265	280	310	340	375	N/A	N/A	N/A	N/A	N/A	N/A
Accounting & Treasury Executives	N/A	330	345	360	395	435	480	N/A	N/A	N/A	N/A	N/A	N/A
Global Talent Hub	N/A	235	340-855	355-900	390-990	430-1090	475-1200	N/A	N/A	N/A	N/A	N/A	N/A
GDS staff	N/A	235	340	355	390	430	475	N/A	N/A	N/A	N/A	N/A	N/A
GDS senior	N/A	235	480	505	555	610	670	N/A	N/A	N/A	N/A	N/A	N/A
GDS manager	N/A	235	650	685	990	830	915	N/A	N/A	N/A	N/A	N/A	N/A

## Payments to other professionals

The Administrators have engaged the following professionals to provide assistance:

Name of firm	Nature of services	How contracted to be paid
Burness Paul	Legal assistance in extending the administration	Upon completion of work
Clifford Chance	Legal Assistance	Upon completion of work
Montagu Evans	Professional Services securing rates refunds for the Company	Paid on a percentage basis, with a "no win no fee"
Pinsent Masons	Legal Assistance	Upon completion of work

Legal fees have been reviewed in line with work performed. Montagu Evans' fees have been reviewed in line with rates refunds secured.

**HF Stores Realisations Limited (formerly House of Fraser Limited) (in Administration) ('the Company')**  
**Summary of Joint Administrators' outlays incurred**

Type of Outlay	Paid as at 09/02/2021	Paid in Period 10/08/2021 to 09/02/2022	Paid in Period 10/02/2022 to 09/02/2023	Paid in Period 10/02/2023 to 09/08/2023	Paid in Period 10/08/2023 to 09/02/2024	Outstanding	Total (£)
<b>Category disbursements<sup>1</sup> (see Note 1)</b>	<b>£33,479.12</b>	<b>£10,610.09</b>	-	-	-	<b>£4,921.58</b>	<b>£49,010.79</b>
Accommodation	£4,091.02	-	-	-	-	-	£4,091.02
Airfare	£2,172.60	-	-	-	-	-	£2,172.60
Subsistence	£1,441.74	£29.18	-	-	-	-	£1,470.92
Phone Expense	£2.50	-	-	-	-	-	£2.50
Car Allowance	£426.40	-	-	-	-	-	£426.40
Notary Fees Paid	-	-	-	-	-	£3,556.00	£3,556.00
Printing	£10,454.63	£886.31	-	-	-	£102.64	£11,443.58
Stationery	£354.68	£126.50	-	-	-	-	£481.18
Statutory Advertising	-	-	-	-	-	£84.60	£84.60
Travel costs	£9,640.18	£42.85	-	-	-	-	£9,683.03
Technology	-	£5,261.80	-	-	-	£1,088.95	£6,350.75
Specific Penalty Bond	£1,280.00	-	-	-	-	-	£1,280.00
Postage	£3,615.37	£4,263.45	-	-	-	£89.39	£7,968.21
<b>Category disbursements<sup>2</sup> (note 1) (mileage)</b>	<b>£1,465.85</b>	<b>£38.70</b>	-	-	-	<b>£247.29</b>	<b>£1,751.84</b>
Mileage	£1,465.85	£38.70	-	-	-	£247.29	£1,751.84
<b>Totals</b>	<b>£34,944.97</b>	<b>£10,648.79</b>	-	-	-	<b>£5,168.87</b>	<b>£50,762.63</b>

Notes:

- 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.

It is our policy, in accordance with SIP 9, to disclose Category 1 and Category 2 disbursements but only to seek approval for Category 2 disbursements before they are drawn.