



## Fees

### ***What is all this going to cost me?***

#### **Pre-appointment fees**

Fees payable for insolvency advice and to commence an insolvency process are usually justifiable payments that can be made by a company without breaching any rules around preferences, or misfeasance.

We recognise that by the time we are in touch with company directors, funds may be tight, so if a company is unable to pay straight away, but we are satisfied that it has sufficient asset value, we will usually agree to act on the basis that we will be paid out of asset realisations and defer our fees until after we are appointed.

This means that we have to wait for payment, as we not only have to deal with the asset realisations, but we also have to seek approval from creditors as part of the insolvency process.

If a company does not have any or enough realisable assets to settle costs even on this deferred basis we will ask directors to pay personally and/or provide a personal guarantee.

#### **Post-appointment fees**

Once we are appointed, fees are recoverable out of the assets of the company and with approval of creditors.

Fees charged by insolvency practitioners are closely regulated and whenever we seek payment or approval for costs, we provide information to help creditors (or the approving party) understand the basis of our charges, the work involved, the persons, consultants and sub-contractors used (if any) and what other expenses might be incurred. We will also provide fee estimates where applicable.

Please see our links page for

- Statement of Insolvency Practice no9 (SIP9) – industry guidance for creditors on the subject of fees and costs in an insolvency process.
- 360 Insolvency's fee and expense recharge policy.

**The above is a guide only.**

**Please contact us to discuss specific circumstances.**