

QUICK-SURE INSURANCE LIMITED

In Administration

ADMINISTRATORS' PROGRESS REPORT

Pursuant to S87 Insolvency Act 2011

Date 23rd July 2021

Quick-Sure Insurance Limited- In Administration

Contents

1	The Administration
2	Background
3	Administration Strategy and Objectives
4	The Proposal
5	Progress to Date
6	Fees
7	Estimated Outcome

Appendices

- A Receipts and payments account for the period 23rd January 2020 to 22nd July 2021

Quick-Sure Insurance Limited- In Administration

1. The Administration

The Administration Order was made by the Supreme Court on the 23rd January 2020 and included the specific order that:

“The Joint Administrators shall in addition to the express powers set out in Section 71 and Schedule 1 to the Insolvency Act 2011 (“the Act”) be granted leave pursuant to Section 72 (1) (b) of the Act to make distributions to insurance creditors up to the value of the agreed/admitted insurance claim.”

Section 250 of the Financial Services (Insurance Companies) Regulations 2020 provides that insurance claims take precedence over other claims against an insurance undertaking. The effect of this legislation in respect of an insurance undertaking unable to meet all its insurance liabilities is that assets of the Company are applied to meet the claims of preferential insurance creditors. Only after insurance creditor claims are met would any remaining assets be distributed to non-insurance creditors.

Section 87 (1) of the Insolvency Act 2011 requires the Administrators to prepare an account of the receipts and payments of the company in administration and a report on the progress of the administration. The accounts and report are to cover the period of six months following our appointment with further accounts and reports prepared each subsequent six months. This is our third report of the administration. Section 87 (3) requires a copy of the accounts and report is filed with the Court and with the Registrar. We have also placed a copy on the administration website www.quicksure.gi.

2. Background

Quick-Sure Insurance Limited (the “Company”) was licensed on the 26th February 2003 under the Financial Services (Insurance Companies) Act

and was authorised to write Class 1 (Accident), Class 2 (Sickness), Class 3 (Land vehicles), Class 7 (Goods in transit), Class 8 (Fire and natural forces), Class 9 (Damage to property), Class 10 (Motor vehicle liability), Class 13 (General Liability), Class 16 (Miscellaneous financial loss), Class 17 (Legal expenses) and to carry out services in the United Kingdom, Ireland and Gibraltar with the majority of business written coming from major price comparison websites. The board decided on the 31st March 2017 to cease writing new business and went into run-off.

3. Administration Strategy and Objective

The Administrators have an obligation to perform their duties with the purpose of achieving one of the following objectives:

- a. Rescuing the Company as a going concern
- b. Achieving a better result for the Company's creditors as a whole than would be likely if the Company were to enter into liquidation, without first being in administration or
- c. Realising property in order to make a distribution to one or more secured or preferential creditors.

The rescuing of the Company as a going concern was not a viable objective given the extent of the insolvency and the deficit of assets in respect of insurance liabilities. The objective set out at (c) did not apply. It is therefore the objective set out at (b) above, of achieving a better result for the creditors as a whole than would be likely if the company were to enter into liquidation without first being in administration that was considered as the intended purpose and objective of the administration.

An advantage of administration is that the Administrators can continue the run-off of the Company's insurance claims by the management and adjudication of claims in a cost-efficient manner utilizing similar claims management procedures previously operated by the Company.

4. The Proposal

The Administrators' proposal which can be found on [https://www.quicksure.gi/Proposal to creditors 24.2.20.pdf](https://www.quicksure.gi/Proposal%20to%20creditors%2024.2.20.pdf) was accepted at a meeting of creditors scheduled for the 24th March 2020.

5. Progress to Date

We attach our receipts and payments accounts for the period to 23rd January to 22nd July 2021 as Appendix B

We would highlight the following matters:

- We continue to receive further monies from the Financial Services Compensation Scheme ("FSCS") and pay the same amount by way of claims paid. However, as we approach the rump of claims the number of claims agreed over any given period, will decrease.
- As we approach the rump as we have previously notified, we have brought the management of claims in house.
- Claims settlement performance indicates that claims had been reasonably reserved in line with suitable practise with claims generally being settled within or below set reserves.

6. Fees

We refer to our previous report concerning fees and further note that the FSCS has approved our fees although these remain undrawn at present.

7. Estimated Outcome

As previously noted there will be no dividend to unsecured creditors. We hold regular meetings with our main creditor the FSCS.

We consider that the results to date confirm that the objectives of the administration as set out in the proposal to creditors are being met and that the affairs of the Company should continue to be managed in accordance with the administration proposal, utilising the assets of the Company to meet the expenses of the administration and settling agreed and admitted insurance claims.

8. Further information

Creditors have the right under rule 49 of the Insolvency Rules 2020 to within 21 days of receipt of this report request in writing further information about remuneration or expenses, other than pre-administration costs set out in our report.



Grant Jones and James Oton Joint Administrators

A copy of this report can be found on the administration website —
www.quicksure.gi

APPENDIX A

[https://www.quicksure.gi/Proposal to creditors 24.2.20.pdf](https://www.quicksure.gi/Proposal%20to%20creditors%2024.2.20.pdf)

APPENDIX B

QuickSure Insurance Ltd (in Administration by the Court) (the "Company")

Administrators Receipts & Payments Account for the period 23/1/20 to 22/7/21

Receipts.

	£.	£.
Company bank balances.	1,046,899	
FSCS funding.	1,139,026	
Reinsurance recoveries.	792,192	
Debtors.	50,000	
Shareholder.	50,000	
Reclaims.	81,046	
Bank interest.	370	
Total receipts.	3,159,533.	3,159,533

Payments.

Claims Paid.	2,017,716	
Legal costs.	77,619	
Claims Manager.	125,959	
Pre-Appointment.	30,000	
Statutory costs.	391	
IT costs.	11,609	
Sundries.	113	
Bank costs.	30	
Total payments.	2,263,437.	2,263,437

BALANCE IN HAND.		896,096
------------------	--	----------------

Represented by the below bank accounts.

FSCS.	863,654	
-------	---------	--

Company.	32,442	
----------	--------	--

BALANCE IN HAND.	896,096.	<u>896,096</u>
------------------	----------	-----------------------