

\*\*\* PERSONAL INJURY CASES \*\*\*

\*\*\* Calculations showing: the Success Fee Model, if the client WINS the case: \*\*\*

**THE FACTS:**

	<b>Damages (excl future pecuniaries)</b>	£	200,000
<b>LESS:</b>	Sum recoverable by the CRU	£	5,000
<b>TOTAL:</b>		£	195,000

	<b>DBA %</b>		20%
	<b>the DBA Payment</b>	£	39,000

<b>COSTS</b>	<b>Recoverable costs</b>	£	20,000
	<b>Irrecoverable WIP</b>	£	5,000

**EXPENSES/DISBURSEMENTS**

	<b>Recoverable Counsel's fees</b>	£	5,000
	<b>Irrecoverable Counsel's fees</b>	£	3,000
	<b>Recoverable Expenses</b>	£	8,000
	<b>Irrecoverable Expenses</b>	£	2,000

<b>RECOVERY FROM THE OPPONENT:</b>		£	<b>233,000</b>
which is made up of:		£	200,000
<b>PLUS:</b>	<b>Recoverable costs</b>	£	<b>20,000</b>
<b>PLUS:</b>	<b>Recoverable Counsel's fees</b>	£	<b>5,000</b>
<b>PLUS:</b>	<b>Recoverable Expenses</b>	£	<b>8,000</b>

**THE VARIOUS PERMUTATIONS AS TO WHO IS PAID WHAT:**

**What Solicitor receives:**

	The DBA Payment	£	39,000
<b>LESS:</b>	Counsel's fees in toto	£	8,000
<b>LESS:</b>	Irrecoverable WIP	£	5,000
	<b>Sub-total:</b>	<b>£</b>	<b>26,000</b>
<b>PLUS:</b>	Recoverable costs from D	£	20,000
<b>PLUS:</b>	Expenses (all)	£	10,000
<b>TOTAL:</b>		<b>£</b>	<b>56,000</b>

**What Counsel receives:**

	Recoverable Counsel's fees	£	5,000
<b>PLUS:</b>	Irrecoverable Counsel's fees	£	3,000
<b>TOTAL:</b>		<b>£</b>	<b>8,000</b>

**What the client pays to Solicitor and Counsel:**

	Irrecoverable WIP	£	5,000
<b>PLUS:</b>	DBA Payment	£	39,000
<b>LESS:</b>	Irrecoverable WIP	£	5,000

<b>PLUS:</b>	Recoverable costs	£	20,000
<b>PLUS:</b>	Recoverable Expenses	£	8,000
<b>PLUS:</b>	Irrecoverable Expenses	£	2,000
<b>TOTAL:</b>		£	69,000

**FROM THE CLIENT'S PERSPECTIVE:**

**What the client ends up with, by way of recovery:**

	Recovery from opponent:	£	233,000
<b>LESS:</b>	Payment to Solicitor/Counsel:	£	69,000
<b>TOTAL:</b>	<b>The client's recovery:</b>	£	<b>164,000</b>

**The deductions from the client's damages:**

	Financial benefit (damages)	£	200,000
<b>LESS:</b>	DBA payment	£	39,000
<b>LESS:</b>	Irrecoverable expenses	£	2,000
<b>TOTAL:</b>	<b>What is left of the damages:</b>	£	<b>159,000</b>

\*\*\* Calculations showing: the Success Fee Model, if the client LOSES the case: \*\*\*

**THE FACTS:**

Costs awarded against the losing client:	£	-
Costs incurred by the solicitor in prosecuting the lost case:	£	10,000
Discounted rate of WIP as agreed between client and solicitor:		25%
Hence, the contracted-for payment from client to solicitor:	£	<b>2,500</b>
Costs incurred by counsel in prosecuting the lost case:	£	5,000
Discounted rate of WIP agreed for counsel:		25%
Hence, the contracted-for payment for counsel's services:	£	<b>1,250</b>
Expenses incurred in prosecuting the case (stated above)	£	<b>10,000</b>

**THE VARIOUS PERMUTATIONS AS TO WHO IS PAID WHAT:**

**What Own Solicitor receives:**

	A discounted rate of WIP (as contracted for)	£	2,500
<b>PLUS:</b>	Expenses incurred (all)	£	10,000
<b>TOTAL:</b>		£	<b>12,500</b>

**What Own Counsel receives:**

	A discounted rate of fee (as contracted for)	£	<b>1,250</b>
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**FROM THE CLIENT'S PERSPECTIVE:**

**What the client ultimately pays:**

	The discounted rate payable to the solicitor	£	2,500
<b>PLUS:</b>	The discounted rate payable to counsel	£	1,250

<b>PLUS:</b>	Expenses incurred (all)	£	10,000
<b>PLUS:</b>	Recoverable costs awarded to D	£	-
<b>TOTAL:</b>		£	<b>13,750</b>

**\*\*\* THE END \*\*\***