

The Insolvency Act 1986

2.24B**Administrator's progress report**

Name of Company The Baby Grand Hotel Company Limited	Company number 01462880
In the High Court of Justice, Chancery Division [full name of court]	Court case number 10024 of 2011

We

Robert Andrew Croxen
KPMG LLP
8 Salisbury Square
London
EC4Y 8BB

David John Crawshaw
KPMG LLP
8 Salisbury Square
London
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Blair Carnegie Nimmo
KPMG LLP
191 West George Street
Glasgow
G2 2LJ

Administrators of the above company attach a progress report for the period

from	to
16 November 2011	15 May 2012

Signed


Joint Administrator

Dated

15 June 2012

Contact Details:

You do not have to give any contact information in the box opposite but if you do, it will help Companies House to contact you if there is a query on the form. The contact information that you give will be visible to searchers of the public record.

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When you have completed and signed this form, please send it to the Registrar of Companies at:-

Companies House, Crown Way, Cardiff CF14 3UZ

DX 33050 Cardiff

SATURDAY



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16/06/2012

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COMPANIES HOUSE



**The Baby Grand Hotel Company
Limited**

(in administration)

Progress report

**Report to creditors pursuant to Rule 2.47 of the
Insolvency Rules 1986 (as amended)**

KPMG LLP

15 June 2012

RAC/DLB/LNB/1F



Notice: About this report

- This Report has been prepared by Robert Andrew Croxen, David John Crawshaw and Blair Carnegie Nimmo the Joint Administrators of The Baby Grand Hotel Company Limited, solely to comply with their statutory duty to report to creditors under the Insolvency Rules 1986 on the progress of the administration and for no other purpose. It is not suitable to be relied upon by any other person, or for any other purpose, or in any other context.
- This Report has not been prepared in contemplation of it being used, and is not suitable to be used, to inform any investment decision in relation to the debt of or any financial interest in The Baby Grand Hotel Company Limited.
- Any estimated outcomes for creditors included in this Report are illustrative only and cannot be relied upon as guidance as to the actual outcomes for creditors.
- Any person that chooses to rely on this Report for any purpose or in any context other than under Insolvency Rules 1986 does so at their own risk. To the fullest extent permitted by law, the Joint Administrators do not assume any responsibility and will not accept any liability in respect of this Report to any such person.
- Robert Andrew Croxen is authorised to act as an insolvency practitioner by the Institute of Chartered Accountants in England and Wales.
- David John Crawshaw is authorised to act as an insolvency practitioner by the Institute of Chartered Accountants in England and Wales.
- Blair Carnegie Nimmo is authorised to act as an insolvency practitioner by the Institute of Chartered Accountants of Scotland.
- The Joint Administrators act as agents for The Baby Grand Hotel Company Limited and contract without personal liability. The appointments of the Joint Administrators are personal to them and, to the fullest extent permitted by law, KPMG LLP does not assume any responsibility and will not accept any liability to any person in respect of this Report or the conduct of the administration.



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1	Statutory information
2	Receipts and payments account
3	Analysis of Administrators' time costs and schedule of rates of charging
4	Schedule of expenses



Glossary

Act	The Insolvency Act 1986 (as amended)
Administrators	Robert Andrew Croxen, David John Crawshaw & Blair Carnegie Nimmo of KPMG LLP
Bank	Bank of Scotland Plc
BGR	Baby Grand Restaurants SARL
Botts	Botts Capital Partners LLP
Company/TBGHCL	The Baby Grand Hotel Company Limited (in administration)
Directors	Masha'el Mohamed Bin Issa Al Jaber, Andrea King & Geoffrey Ledger
Hotel	42 The Calls
HDLT	Hotel De La Tremoille
JJW	JJW Ltd
JLL	Jones Lang LaSalle LLP
KPMG	KPMG LLP
MBI	MBI International & Partners Inc
Rules	The Insolvency Rules 1986 (as amended)
Scotsman Group	TSHGL, TSHCL, TBGHCL, THS, BGR and HDLT
Secured Creditors	Bank of Scotland plc & MBI International & Partners Inc
THS	Tremoille Holdings SA
TSHGL	The Scotsman Hotel Group Limited (in administration)
TSHCL	The Scotsman Hotel Company Limited (in administration)
TBGHCL	The Baby Grand Hotel Company Limited (in administration)

The references in this report to Sections, Paragraphs or Rules are to be the Insolvency Act 1986, Schedule B1 of the Insolvency Act 1986 and the Insolvency Rules 1986 (as amended)



1 Introduction

Robert Andrew Croxen, David John Crawshaw and Blair Carnegie Nimmo of KPMG were appointed Administrators of TBGHCL by the Bank on 16 November 2011.

This report has been prepared in accordance with Rule 2 47 and covers the period from 16 November 2011 to 15 May 2012 and a form 2 24B is enclosed providing formal notice to this effect

Statutory information required by Rule 2 47 is attached as Appendix 1 An abstract of the Administrators' receipts and payments account for the period to 15 May 2012 is attached at Appendix 2 The figures are shown net of VAT.

1.1 Administrators' proposals

The Administrators' proposals were circulated to all known members and creditors on 20 December 2011 and were deemed approved without modification in accordance with Rule 2 33(5) on 25 January 2012

1.2 Purpose of the administration

In accordance with Paragraph 3(1) the Administrators have the following hierarchy of 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 was wound up, and
- c) realising property in order to make a distribution to one or more secured or preferential creditors.

The Administrators considered that objective a) was highly unlikely to be achieved given the level of the Company's liabilities and anticipated value of its assets

The Administrators concluded that objective b) was achievable because the administration would facilitate the continued trading of the Company, thus preserving the value of the Company's assets.

As there is not expected to be any distributable assets remaining on completion of the administration, the Administrators intend to dissolve the Company in accordance with Paragraph 84



2 Progress of the administration

2.1 Asset realisations

2.1.1 Sale of business

As previously reported the Administrators successfully completed the sale of the Company's business and assets for £3.5 million on 14 December 2011 to a company associated with the Scotsman Group's ultimate parent company, JJW. The sale proceeds were split as follows:

- £2.3 million in respect of freehold property;
- £0.9 million for goodwill;
- £0.2 million representing fixtures and fittings; and
- £0.1 million for plant and equipment and stock

2.1.2 Cash at bank

The Administrators have recovered the balance of pre-appointment cash at bank of £90,606.

2.1.3 Rent

Rental income of £15,141 was received which predominantly represents rental income from the adjacently located Brasserie.

2.1.4 Trading

When all trading costs have been paid it is anticipated that there will be a loss on trading before tax of approximately £50,000. This currently stands at £7,610.

2.1.5 Pre-administration debtors

The Administrators have collected funds totalling £18,690.

2.1.6 Bank interest

During the period covered by this report £762 of bank interest has been earned.

3 Costs of realisations

Costs of realisations paid in the period covered by this report, are shown in the Administrators' receipts and payments account attached as Appendix 2. The schedule of expenses attached as Appendix 4 details the costs incurred, which relate specifically to this reporting period only, whether paid or unpaid. The figures in this statement are shown net of VAT.



Under Rule 2 48A, creditors are advised that, within 21 days of receipt of this report, a creditor may request additional information about the Administrators' remuneration and expenses as set out in this report. A request must be in writing, and may be made either by a secured creditor or by an unsecured creditor with the concurrence of at least 5% in value of unsecured creditors (including himself) or the permission of the Court.

In addition, under Rule 2 109, any secured creditor or any unsecured creditor with either the concurrence of at least 10% in value of creditors, or with the permission of the Court, may apply to the court to challenge the remuneration charged, the basis of remuneration or the expense incurred by the Administrators. Any such application must be made no later than eight weeks after receipt of the first report which reports the charging of the remuneration or the incurring of expenses in question.

The full text of Rules 2 48A and 2 109 can be provided on request by writing to the Administrators at KPMG LLP, Arlington Business Park, Theale, Reading RG7 4SD.

3.1 Administrators' remuneration

The statutory provisions relating to remuneration are set out in Rule 2 106. Further information is given in the Association of Business Recovery Professionals' publication *A Creditors' Guide to Administrators' Fees*, a copy of which can be obtained at http://www.r3.org.uk/media/documents/technical_library/SIPS/SIP_9_EWNov2011.pdf.

However, if you are unable to access this guide and would like a copy please contact Lyndsay Burch on 0118 964 2268.

The Association of Business Recovery Professionals' Statement of Insolvency Practitioners No 9 requires the Administrators to provide a full detailed analysis of time spent, and charge out rates, for each grade of staff for the various areas of work carried out. Therefore, attached as Appendix 3, is a detailed analysis of time spent on the administration, and charge out rates for each grade of staff, for work carried out to 15 May 2012.

In the period to 15 May 2012, the Administrators have incurred time costs of £197,225 representing 614 hours at an average hourly rate of £321. This includes work undertaken in respect of tax, VAT, employee, pensions and health and safety advice from KPMG in-house specialists.

Please note that in accordance with Rule 2 106, as the Administrators have in this case made a statement under Paragraph 52(1)(b) that, since there will be no surplus funds available to the unsecured creditors, it is for the Secured Creditors, to fix the basis of the Administrators' remuneration.

Accordingly, the Administrators have obtained approval from the Secured Creditors that their remuneration be on the basis of time properly given by them and their staff in dealing with matters arising in the administration at their normal hourly rate of charging.

During the period covered by this report, the Administrators have drawn remuneration totalling £93,000 together with disbursements of £151.



3.1.1 Legal fees

The Administrators have paid total legal costs of £46,999 for assistance with the sale of the business and assets of the Company and £6,802 for advice on the validity of the Administrators' appointment, the sale of the business and on general trading issues

3.1.2 Agents fees

During the period covered by this report a total of £500 has been paid to DGI Creative relating to photography work undertaken to complete the marketing particulars

Fees of £1,235 were paid to JLL for its valuation and assistance in the sale of the business and assets.

3.1.3 MBI recharge

£12,636 has been paid to the purchaser of the Hotel in respect of post completion sales which were received into the Company's pre administration bank account

3.1.4 Other costs of realisation

Other costs incurred in the period relate to statutory advertising, bank charges and irrecoverable VAT totalling £2,773 and are listed in the attached receipts and payments account as Appendix 2

4 Estimated outcome to creditors

4.1 Secured Creditors

At the date of the Administrators' appointment, the Bank was owed approximately £51.2 million. The Bank holds fixed and floating charges over the Company's assets under its debenture dated 21 September 1999. Stevens & Bolton LLP has confirmed the validity of the Bank's security.

The Administrators have made an initial distribution to the Bank of £2.96 million under its fixed charge and £293,000 under its floating charge. A further distribution of approximately £73,000 will be paid in due course. Hence, it is not expected that the Bank will be repaid in full.

In addition to the Bank, the Company also granted fixed and floating charges in favour of Botts which were subsequently assigned to MBI. This security ranks behind the Bank's security and when considering the shortfall suffered by the Bank, no funds will be available to MBI.

4.2 Preferential creditors

Claims in respect of certain wages and holiday pay rank preferentially, however, as part of the sale, the Company's employees transferred to the purchaser and no preferential claims are anticipated against the Company.



4.3 Unsecured creditors

From information currently available to the Administrators, the estimated total amount owed to unsecured creditors of the Company is at £192,377. Due to the shortfall suffered by the Secured Creditors, there will not be a distribution to the unsecured creditors of the Company

4.3.1 Prescribed Part

The provisions of Section 176A in relation to the Prescribed Part do not apply in this administration as the Secured Creditors debentures were all created prior to 15 September 2003, being the relevant date for these provisions

5 Other matters

5.1 Investigations

As required by the Company Directors Disqualification Act 1986, the Administrators have submitted a report on the conduct of those directors and any person appearing to act as a shadow director in office in the three years prior to the administration with the Department for Business Innovation and Skills. The Administrators have complied with these obligations and the contents of the report are confidential

6 Future strategy

6.1 Ongoing matters

The Administrators will continue to manage the affairs of the Company in order to achieve the purpose of the administration. This will include

- finalising and paying the costs of the administration, including the Administrators' remuneration,
- dealing with statutory and compliance obligations,
- making final distribution(s) to the Bank; and
- finalising the Company's tax affairs including the completion of corporation tax and VAT returns and settlement of any associated liabilities.

6.2 Extension of the administration

The administration will automatically end on 15 November 2012, being the one year anniversary of the appointment date. However, the administration can be extended by an application to the Court or with the consent of the Secured Creditors if necessary. Based on current information, the Administrators consider that an extension to the period of the administration is unlikely to be necessary and they will be able to issue their final progress report before 15 November 2012



The Baby Grand Hotel Company Limited (in administration)

Progress report

KPMG LLP

15 June 2012

6.3 Exit from administration

In accordance with the Administrators' proposals, on completion of the administration, the Administrators intend to move the Company from administration to dissolution in accordance with Paragraph 84

In addition, the Administrators have sought and obtained approval from the Secured Creditors that they will be discharged from liability upon filing of their final receipts and payments account with the Registrar of Companies.

6.4 Future reporting

In accordance with Rule 2 47, the Administrators will provide a further progress report within one month of 16 November 2012 or on conclusion of the administration, if earlier.

A handwritten signature in black ink, appearing to read 'Robert Croxen', written over a horizontal line.

Robert Croxen
Joint Administrator



Appendix 1

Statutory information

Company and Trading name	The Baby Grand Hotel Company Limited		
Administration appointment	High Court of Justice, Companies Division Court No 10024 of 2011		
Date of appointment	16 November 2011		
Present Administrators' details	Robert Andrew Croxen & David John Crawshaw are authorised to act as insolvency practitioners by the Institute of Chartered Accountants of England and Wales		
	Blair Carnegie Nimmo is authorised to act as an insolvency practitioner by the Institute of Chartered Accountants of Scotland		
Functions	The functions of the Administrators are being exercised by either or all of them in accordance with Paragraph 100(2) of Schedule B1 of the Act.		
Application of EC regulations	EC regulations apply and these proceedings will be the Main Proceedings as defined in Article 3 of the EC regulations.		
Company Directors		<i>From</i>	<i>To</i>
	Mashaël Mohamed Bin Issa Al Jaber	31/01/06	26/10/11
	Andrea King	28/07/10	26/10/11
	Geoffrey Ledger	26/10/11	Present
Company Secretary	Timiko Cranwell	17/03/08	26/10/11
Date of incorporation	23 November 1979		
Company registration number	01462880		
Previous registered office	78-80 Wigmore Street, London W1U 2SJ		
Present registered office	c/o KPMG, Arlington Business Park, Theale, Reading, RG7 4SD		
Trading address	42 The Calls, Leeds LS2 7EW		



The Baby Grand Hotel Company Limited (in administration)
Progress report
KPMG LLP
15 June 2012

Details of the Company's share capital and holdings

Authorised share capital	30,152 shares at £1 each
Issued share capital	30,152 shares at £1 each
Shareholder	The Scotsman Hotel Group Limited (in administration)



The Baby Grand Hotel Company Limited (in administration)
Progress report
KPMG LLP
15 June 2012

Appendix 2

Administrators' receipts and payments account

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ABSTRACT OF RECEIPTS AND PAYMENTS - 16/11/2011 to 15/05/2012
The Baby Grand Hotel Company Limited

Appendix to Form 2.24
Page 1

* Delete as
appropriate

RECEIPTS		£
Brought forward from previous Abstract (if Any)		0 00
Sales		91,290 73
Post Completion Sales		15,605 84
Miscellaneous income		20 00
Freehold property		2,272,000 00
Property rights/Patents		20,000 00
Goodwill		875,000 00
Bank interest, gross		291 51
Plant & machinery		75,000 00
Fixtures and Fittings		250,000 00
Stock		7,000 00
Cash at bank		90,605 65
Rent		15,140 54
Bank interest, gross		470 28
Pre-Admin Debtors		18,690 39
Floating ch VAT payable		18,347 86
Carried forward to		3,749,462 80
* continuation sheet / next abstract		
PAYMENTS		£
Brought forward from previous Abstract (if Any)		0 00
Purchases - Food		3,567 61
Purchases - Beverages		164 95
Purchases - Other Consumables		1,941 99
Direct labour		29,891 68
Hotel Refunds		411 52
Ransom		10,304 66
Sub contractors		23,231 10
Rent		12,088 53
Rates		2,804 42
Water rates		682 94
Heat & light		1,240 02
Payroll Costs		79 16
Telephone/Telex/Fax/TV		4,284 93
Insurance		2,776 01
Bank charges & interest		332 70
HP/Leasing payments		200 00
Sundry expenses		76 60
Commission on sales		3,516 16
Hotel Running Costs		16,867 54
IT		63 91
Carried forward to		114,526 43
* continuation sheet / next abstract		

* Delete as
appropriate

Note - The receipts and payments must severally be added up at the foot of each sheet and the totals carried forward from one abstract to another without any intermediate balance so that the gross totals shall represent the total amounts received and paid by the administrator since he was appointed

* Delete as
appropriate

RECEIPTS		£
Brought forward from previous Abstract (if Any)		3,749,462 80
Carried forward to * continuation sheet / next abstract		3,749,462 80
PAYMENTS		£
Brought forward from previous Abstract (if Any)		114,526 43
Administrators' fees		85,000 00
Legal fees		46,999 11
Agents'/Valuers' fees		500 00
Fixed charge creditor		2,957,000 00
Administrators' fees		8,000 00
Administrators' expenses		150 52
Irrecoverable VAT		2,621 13
Agents'/Valuers' fees		1,235 00
Legal fees		6,802 12
MBI Recharge		12,636 13
Statutory advertising		76 50
Bank charges		75 00
Floating charge		293,000 00
Floating ch VAT rec'able		19,599 09
Fixed charge VAT rec'able		17,000 00
Carried forward to * continuation sheet / next abstract		3,565,221 03

* Delete as
appropriate

Note - The receipts and payments must severally be added up at the foot of each sheet and the totals carried forward from one abstract to another without any intermediate balance so that the gross totals shall represent the total amounts received and paid by the administrator since he was appointed

The Baby Grand Hotel Company Limited
(In Administration)
Administrators' Trading Account

Statement of Affairs	From 16/11/2011 To 15/05/2012	From 16/11/2011 To 15/05/2012
POST-APPOINTMENT SALES		
Sales	91,290.73	91,290.73
Post Completion Sales	15,605.84	15,605.84
Miscellaneous income	20.00	20.00
	<u>106,916.57</u>	<u>106,916.57</u>
PURCHASES		
Purchases - Food	3,567.61	3,567.61
Purchases - Beverages	164.95	164.95
Purchases - Other Consumables	1,941.99	1,941.99
	<u>(5,674.55)</u>	<u>(5,674.55)</u>
OTHER DIRECT COSTS		
Direct labour	29,891.68	29,891.68
Hotel Refunds	411.52	411.52
	<u>(30,303.20)</u>	<u>(30,303.20)</u>
TRADING EXPENSES		
Ransom	10,304.66	10,304.66
Sub contractors	23,231.10	23,231.10
Rent	12,088.53	12,088.53
Rates	2,804.42	2,804.42
Water rates	682.94	682.94
Heat & light	1,240.02	1,240.02
Payroll Costs	79.16	79.16
Telephone/Telex/Fax/TV	4,284.93	4,284.93
Insurance	2,776.01	2,776.01
Bank charges & interest	332.70	332.70
HP/Leasing payments	200.00	200.00
Sundry expenses	76.60	76.60
Commission on sales	3,516.16	3,516.16
Hotel Running Costs	16,867.54	16,867.54
IT	63.91	63.91
	<u>(78,548.68)</u>	<u>(78,548.68)</u>
TRADING SURPLUS/(DEFICIT)	<u><u>(7,609.86)</u></u>	<u><u>(7,609.86)</u></u>

The Baby Grand Hotel Company Limited
(In Administration)
Administrators' Abstract of Receipts & Payments

Statement of Affairs	From 16/11/2011 To 15/05/2012	From 16/11/2011 To 15/05/2012
FIXED CHARGE ASSETS		
Freehold property	2,272,000 00	2,272,000.00
Property rights/Patents	20,000 00	20,000.00
Goodwill	875,000.00	875,000.00
Bank interest, gross	291.51	291 51
	<u>3,167,291.51</u>	<u>3,167,291.51</u>
FIXED CHARGE COSTS		
Administrators' fees	85,000 00	85,000.00
Legal fees	46,999.11	46,999.11
Agents'/Valuers' fees	500 00	500 00
	<u>(132,499.11)</u>	<u>(132,499 11)</u>
FIXED CHARGE CREDITORS		
Fixed charge creditor	2,957,000 00	2,957,000.00
	<u>(2,957,000.00)</u>	<u>(2,957,000.00)</u>
ASSET REALISATIONS		
Plant & machinery	75,000.00	75,000.00
Fixtures and Fittings	250,000 00	250,000.00
Stock	7,000.00	7,000 00
Cash at bank	90,605 65	90,605.65
Rent	15,140 54	15,140.54
	<u>437,746.19</u>	<u>437,746.19</u>
OTHER REALISATIONS		
Bank interest, gross	470 28	470.28
Trading Surplus/(Deficit)	(7,609.86)	(7,609.86)
Pre-Admin Debtors	18,690.39	18,690.39
	<u>11,550 81</u>	<u>11,550.81</u>
COST OF REALISATIONS		
Administrators' fees	8,000.00	8,000 00
Administrators' expenses	150 52	150 52
Irrecoverable VAT	2,621 13	2,621 13
Agents'/Valuers' fees	1,235 00	1,235 00
Legal fees	6,802 12	6,802 12
MBI Recharge	12,636.13	12,636 13
Statutory advertising	76.50	76.50
Bank charges	75 00	75.00
	<u>(31,596.40)</u>	<u>(31,596 40)</u>
FLOATING CHARGE CREDITORS		
Floating charge	293,000 00	293,000 00
	<u>(293,000 00)</u>	<u>(293,000.00)</u>
	<u><u>202,493.00</u></u>	<u><u>202,493.00</u></u>
REPRESENTED BY		
Floating ch. VAT rec'able		19,599 09
Fixed charge current		61,292 40
Floating charge current		122,949.37

Fixed charge VAT rec'able
Floating ch. VAT payable

17,000 00
(18,347 86)

202,493.00



The Baby Grand Hotel Company Limited (in administration)

Progress report

KPMG LLP

15 June 2012

Appendix 3

Analysis of the Administrators' time costs and schedule of rates of charging

	16 November 2011 to date
Partner/director	£460 - £535
Management	£345 - £425
Administrators	£175 - £240
Support	£110

KPMG Restructuring policy for the recovery of disbursements

Where funds permit the officeholder will look to recover both category 1 and category 2 disbursements from the estate. For the avoidance of doubt, such expenses are defined within SIP 9 as follows

Category 1 disbursements: These are costs where there is specific expenditure directly referable both to the appointment in question and a payment to an independent third party. These may include, for example, advertising, room hire, storage, postage, telephone charges, travel expenses, and equivalent costs reimbursed to the officeholder or his or her staff

Category 2 disbursements These are costs that are directly referable to the appointment in question but not to a payment to an independent third party. They may include shared or allocated costs that can be allocated to the appointment on a proper and reasonable basis, for example, business mileage.

Any disbursements paid from the estate are disclosed within the attached summary of disbursements

The only category 2 disbursements that KPMG Restructuring currently charges is mileage, this is calculated as follows:

Mileage claims fall into three categories:

Use of privately-owned vehicle or car cash alternative – 40p per mile

Use of company car – 60p per mile

Use of partner's car – 60p per mile

For all of the above car types, when carrying passengers an additional 5p per mile per passenger will also be charged where appropriate

The Baby Grand Hotel Company Limited (in administration)

Administrators' time cost analysis 16 November 2011 to 15 May 2012

	Partner / Director	Manager	Administrator	Support	Total hours	Time cost £	Average hourly rate £
Administration & planning							
Notification of appointment			0 70		0 70	122 50	175 00
Cashiering							
General (Cashuening)		8 40	7 30	0 75	16 45	4,394 50	267 14
Reconciliations (& IPS accounting reviews)		9 15	7 60		16 75	4,570 75	272 88
General							
Books and records		1 50			1 50	597 50	398 33
Fees and WIP		1 95	0 30		2 25	733 25	325 89
Statutory and compliance							
Appointment and related formalities	2 20	19 55	6 85		28 60	9,724 50	340 02
Bonding and bordereau		0 20	0 30	0 30	0 80	154 50	193 13
Checklist & reviews	0 50	14 20	6 20		20 90	6,331 50	302 94
Closure and related formalities		1 50			1 50	517 50	345 00
Pre-appointment checks	1 00				1 00	535 00	535 00
Reports to debenture holders	1 90	7 05			8 95	3,952 75	441 65
Statutory advertising			0 30		0 30	52 50	175 00
Strategy documents	4 30	8 10	2 50		14 90	5,948 50	399 23
Tax							
Initial reviews - CT and VAT		0 90	0 40		1 30	380 50	292 69
Post appointment corporation tax		2 10	22 95		25 05	4,740 75	189 25
Post appointment PAYE		2 00			2 00	690 00	345 00
Post appointment VAT		8 75	14 05		22 80	6,159 00	270 13
Creditors							
General correspondence	3 60	8 80	6 40		18 80	6,082 00	323 51
Notification of appointment		0 50	0 35		0 85	233 75	275 00
Pre-appointment VAT / PAYE / CT		0 80	0 70		1 50	398 50	265 67
Secured creditors		0 70			0 70	241 50	345 00
Statutory reports		15 40	9 00	3 60	28 00	7,460 00	266 43
Employees							
Correspondence		3 10	1 90		5 00	1,525 50	305 10
Pensions reviews		0 45	1 50		1 95	417 75	214 23
Investigation							
Directors							
Correspondence with directors		1 05			1 05	362 25	345 00
D form drafting and submission	0 50	4 15	2 15		6 80	2,280 75	335 40
Statement of affairs		0 50	0 35		0 85	233 75	275 00
Correspondence re investigations		1 00	0 30		1 30	397 50	305 77
Asset Realisation							
Cash and investments			0 40		0 40	70 00	175 00
Debtors		0 25	0 80		1 05	226 25	215 48
Freehold property				0 10	0 10	11 00	110 00
Health & safety		1 15			1 15	396 75	345 00
Leasehold property		7 55	0 95		8 50	3,259 00	383 41
Open cover insurance		2 85	0 20		3 05	1,018 25	333 85
Sale of business	21 60	22 90			44 50	21,288 50	478 39
Trading							
Cash & profit projections & strategy		17 40			17 40	6,275 00	360 63
Purchases and trading costs		146 85	119 50		266 35	79,735 25	299 36
Sales	9 60	29 20			38 80	15,706 00	404 79
Total in period					613 85	197,224 75	321 29

Disbursements

Category 1 disbursements

Bonding	20 00
Sundry	86 10
Land Registry	20 00
Advertising	183 60
Travel	68 50
Subsistence	15 72

Total disbursements

393.92

Category 2 disbursements

None

All staff who have worked on this assignment, including cashiers and secretarial staff, have charged time directly to the assignment and are included in the above analysis of time

The cost of staff employed in central administration functions is not charged directly to the assignment but is reflected in the general level of charge out rates



Appendix 4

Schedule of expenses

	Paid	Accrued	Total for period
	£	£	£
Trading			
Purchases	5,675		5,675
Other direct costs	30,303	42,390	72,693
Trading expenses	78,549		78,549
Cost of Realisations			
Agent/Valuers fees	1,735		1,735
Legal fees	53,801		53,801
Administrators' fees & disbursements	93,151	104,468	197,619
MBI recharge	12,636	10,000	22,636
Other/sundry	2,773		2,773
Total	278,622	156,858	435,480

Notes

Creditors are reminded that the basis upon which Administrators' remuneration has been charged has been agreed with the Secured Creditors in accordance with Rule 2.106. However, to determine if the quantum of the remuneration to be taken is reasonable the analysis included at Appendix 3 should be reviewed along with section 3.1 of this report.

Any additional information regarding remuneration or expenses charged for the period is available from the Administrators upon request by any secured creditor or any unsecured creditor(s) with at least 5% in value of the unsecured debt in accordance with Rule 2.48A. This request must be made within 21 days of receipt of the report. In addition creditors are reminded that the quantum can be challenged by any secured creditor or any unsecured creditor(s) with at least 10% in value (including that creditor's claim) of the unsecured debt by making an application to Court in accordance with Rule 2.109 within eight weeks of receipt of this report. The full text of these rules can be provided upon request.