

2.17B

The Insolvency Act 1986

Statement of administrator's proposals

Name of Company Tristar Broadcasting Limited	Company number 02729873
In the High Court of Justice, Chancery Division, Companies Court (full name of court)	Court case number 248 of 2014

(a) Insert full
name(s) and
address(es) of
administrator(s)

We (a)
David Dunckley
Grant Thornton UK LLP
30 Finsbury Square
London
EC2P 2YU

Nicholas Wood
Grant Thornton UK LLP
30 Finsbury Square
London
EC2P 2YU

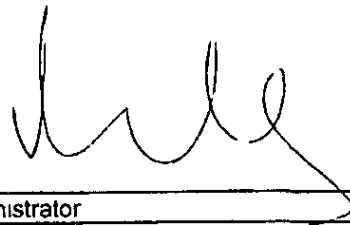
*Delete as
applicable

attach a copy of our proposals in respect of the administration of the above company.

A copy of these proposals was sent to all known creditors on

(b) 6 March 2014

Signed


Joint Administrator

Dated

6 March 2014

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 researchers of the public record

David J Dunckley
Grant Thornton UK LLP
30 Finsbury Square
London
EC2P 2YU

DX Number

020 7184 4300
DX Exchange

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



A05 08/03/2014 #11
COMPANIES HOUSE



Our Ref DJD/ZLC/KLM/EZF/S02266/
Your Ref

To The Creditors

Recovery and Reorganisation

Grant Thornton UK LLP
4 Hardman Square
Spinningfields
Manchester M3 3EB

T +44 (0)161 953 6900
F +44 (0)161 953 6405
www.grant-thornton.co.uk

6 March 2014

Dear Sirs

**Sunrise Radio Limited, Kismat Radio Limited,
London Media Company Limited, Time FM 107.5 Limited and
Tristar Broadcasting Limited (the Group) - All In Administration**

I refer to my appointment as joint administrator of the Group with Nicholas Wood on 13 January 2014. Please note that we are both authorised by the Insolvency Practitioners Association to act as insolvency practitioners.

In accordance with paragraph 49(4)(b) of Schedule B1 to the Insolvency Act 1986, I enclose a copy of my statement of proposals.

A meeting of creditors has not been convened because, in accordance with paragraph 52(1) of Schedule B1 to the Insolvency Act 1986, I am of the opinion that the company has insufficient property to enable a distribution to the unsecured creditors other than by virtue of Section 176A of the Insolvency Act 1986.

The proposals contained in this statement will be deemed to have been approved by the creditors unless, within 8 business days of this statement being sent out, a meeting is requisitioned by creditors whose debts amount to at least 10% by value of the total debts of the company.

Yours faithfully
for and on behalf of the Group

David Dunckley

PP

David Dunckley
Joint Administrator

The affairs, business and property of the Group are being managed by David Dunckley and Nicholas Wood, appointed as joint administrators on 13 January 2014.

Enc

Chartered Accountants

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Our Ref DJD/ZLC/KLM/EZF/S02266/PF7

To the creditors

6 March 2014

Recovery and Reorganisation

Grant Thornton UK LLP
4 Hardman Square
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Manchester M3 3EB

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Dear Sirs

**Sunrise Radio Limited, Kismat Radio Limited,
London Media Company Limited, Time FM 107.5 Limited and
Tristar Broadcasting Limited (together the Group) - All In
Administration
High Court of Justice, Chancery Division, Companies Court
Numbers: 252, 251, 250, 249 and 248 of 2014**

1 Introduction

1 1 Following our appointment as joint administrators of the Group by the qualifying floating charge holder, Allied Irish Bank (GB) (the Bank) on 13 January 2014, Nicholas Wood and I are submitting our proposals pursuant to paragraph 49(1) of Schedule B1 to the Insolvency Act 1986 for achieving the objectives of the administrations

1 2 This report contains the information required by Rule 2.33 of the Insolvency Rules 1986

1 3 In accordance with paragraph 100(2) of Schedule B1 to the Insolvency Act 1986, the functions of the administrators are to be exercised by any or all of them

2 Statutory information

2 1 The statutory details for each company, together with the previous names, are summarised at Appendix A

2 2 The administration constitutes 'main proceedings' under the EC Regulation on Insolvency Proceedings

3 Background to administrators' appointment

3 1 Grant Thornton UK LLP (the firm) has previously been engaged by Sunrise Radio Limited (SRL) on two separate occasions

- 1 The firm was engaged in May 2009 by SRL to assist with the potential disposal or part disposal of its issued share capital or business and assets or the potential refinancing of its debt facilities. This engagement terminated prior to its conclusion, and

- 2 The firm were subsequently engaged by SRL and the Bank in September 2013 to assist in identifying and assessing available options. This could have included a disposal or part disposal or refinancing of the Group's debt facilities. This engagement was aborted prior to its conclusion.

- 3.2 Save for the above the firm has had no other prior relationship with the Group.
- 3.3 Following a deterioration in the performance of the Group and the relationship with the Bank the firm were approached in order to assess insolvency options. At this time Sunrise Radio Limited was also subject to a winding up petition.
- 3.4 Having considered all the options and given the imminent winding up petition, the Bank concluded that the most appropriate route for the Group was for it to be placed into administration and subsequently, on 13 January 2014 petitioned for the appointment of administrators in accordance with paragraph of Schedule B1 to the Insolvency Act 1986.
- 3.5 The objective of an administration is to rescue the company as a going concern or to achieve a better result for the company's creditors as a whole than would be likely if the company were wound up, or, if neither of these is reasonably practicable, to realise property in order to make a distribution to one or more secured or preferential creditors.

4 Conduct of the administrations

Trading and financing of the administrations

- 4.1 Our initial actions were to assess the funding requirements of the businesses. Having calculated the funding requirements, the Bank was not in a position to fund the businesses. However, a stakeholder in the Group expressed a desire to fund a trading period whilst a going concern sale was explored.
- 4.2 Funding of c£90,000 was received which covered an initial two week trading period. As a condition of providing this funding, we entered into a lock out agreement with the funder such that we would not sell to another party whilst the funder continued to provide funding for the businesses. However, funding for subsequent periods was not forthcoming and therefore the aforementioned agreement was terminated.

Sale of the businesses

- 4.3 News of the appointments attracted significant interest and resulted in 45 expressions of interest, which subsequently developed into 21 indicative offers.
- 4.4 These offers were received in light of very limited information and were subject to significant further due diligence with the consequent risk of price reduction.
- 4.5 The administrators set a deadline of 28 January 2014 for final offers which were to be on an unconditional basis with proof of funding.
- 4.6 Following the deadline, five credible offers were received.

- 4 7 In order to accelerate the sales process, and having discussed the position at length with both the regulators and the transmission providers, the administrators initiated a contract race
- 4 8 At 02 00 on Tuesday 4 February 2014 the joint administrators concluded a sale of the assets of the Group to Lyca Media II Limited (Lyca)
- 4 9 Our receipts and payments accounts covering the period 13 January 2014 to 4 March 2014 are attached at Appendix B

5 Assets and liabilities

- 5 1 The directors have been requested to prepare a statement of affairs of the Group, but have not yet done so. An estimate of the financial position of the Group is attached at Appendix C, together with a list of the names and addresses of the creditors, the amount of their debts and details of any security held
- 5 2 At this stage, it is considered that there will be no prescribed part of floating charge assets to be set aside for the benefit of unsecured creditors under Section 176A of the Insolvency Act 1986

Sale of the businesses

- 5 3 As noted above, a sale of the businesses to Lyca completed on 4 February 2014 for a total consideration of £2 million (plus VAT). This consideration has been allocated as follows

£	Sunrise Radio Limited	Kismat Radio Limited	Tristar Broadcasting Limited	Time FM 107.5 Limited	Total
Broadcasting licence	969,996	969,996	24,996	25,000	1,989,988
Equipment	1	1	1	9,997	10,000
Contracts	1	1	1	1	4
Intellectual Property	1	1	1	1	4
Stock	1	1	1	1	4
Total	970,000	970,000	25,000	35,000	2,000,000

Debtors

- 5 4 Due to the Group's back office function being based in India, it has proved difficult to obtain certain management information in respect of the Group
- 5 5 The information obtained in relation to the debtors is limited and indicates sums of £149,820 and £112,365 are due from Sunrise Central Services Limited t/a Sunrise Radio Group (SCS) to Sunrise Radio Limited and Kismat Radio Limited respectively. The ledger also indicates sums of £6.78 million and £779,727 being due from Litt Corporation Limited to Sunrise Radio Limited and Kismat Radio Limited respectively

- 5 6 The administrators have written directly to the debtors in order to seek settlement. The administrators will also continue to seek payment from SCS.

Secured creditor

- 5 7 The Bank holds a fixed and floating charge over the assets of the Group and was owed £3.97million upon appointment.

- 5 8 At this stage, it is considered that the Bank will suffer a significant shortfall on its lending.

Preferential and unsecured creditors

- 5 9 Preferential creditors are estimated at £70,000 in respect of arrears of wages and holiday pay.

- 5 10 Unsecured creditors are estimated at £1,942,047 across the Group.

6 Proposals for achieving the objective of the administration

- 6 1 The administrators will pursue the objective of the Insolvency Act 1986 of realising assets for the benefit of preferential and secured creditors.

- 6 2 The rescue of the Group is not achievable and a better result for the Group's creditors as a whole than would be likely if the Group were wound up cannot be achieved as the realisable value of the Group's assets is not expected to be sufficient to permit payment in full of the preferential and secured creditors.

- 6 3 It is proposed that the administrations will end by the administrators filing notices to dissolve the companies, or if more time is needed to complete realisations after any extension of the administrations, the administrators may present a petition to wind up the companies and then seek their appointment as compulsory liquidators. Should it transpire that there are sufficient realisations in order to enable a dividend to unsecured creditors the administrators will convert the administrations to creditor voluntary liquidations.

7 Administrators' remuneration and disbursements

Pre appointment costs

- 7 1 Pre-administration costs unpaid at the date of appointment of the administrators may be approved under Rule 2.67A to rank as an expense of the administration. Approval of the statement of proposals does not constitute approval either of the administrators' remuneration or of unpaid pre-administration costs.

- 7 2 As prospective administrators, we incurred time costs of £5,850 prior to our appointments in relation to the Groups entering administration. These time costs were incurred in communicating with solicitors on the formalities of the appointment process, information gathering and planning immediately prior to the appointments.

Post appointment costs

- 7 3 The basis of the administrators' remuneration is to be fixed by the creditors. If a creditors committee is appointed at a meeting convened to consider this statement of proposals or subsequently, then this is a matter for the committee. If no committee is appointed, then as we are of the opinion that the Group has insufficient property to enable any distribution to

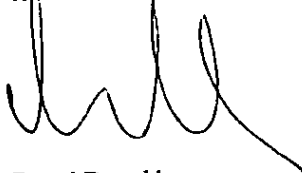
be made to the preferential creditors or unsecured creditors, approval will be obtained from the secured creditor

- 7 4 Background information regarding the fees of administrators can be found at www.insolvency-practitioners.org.uk (navigate via 'Regulation and Guidance' to 'Creditors Guides to Fees') Alternatively, we will supply this information by post on request
- 7 5 The administrators will request that their remuneration be calculated according to the time properly given by the administrators and their staff in attending to matters arising in the administration Time is charged in 6 minute units
- 7 6 The administrators will charge out of pocket expenses at cost Mileage is charged at the standard rates used from time to time by Grant Thornton UK LLP VAT is added to disbursement charges as necessary
- 7 7 Payments of the administrators' remuneration and disbursements are to be met from funds held in the administrations in priority to the claims of creditors
- 7 8 Total time costs to date amount to £161,682 across the Group An analysis of time in accordance with Statement of Insolvency Practice 9 is attached at Appendix D

8 Meeting of creditors

- 8 1 A meeting of creditors has not been convened because, in accordance with paragraph 52(1) of Schedule B1 to the Insolvency Act 1986, we are of the opinion that the companies have insufficient property to enable a distribution to be made to unsecured creditors, other than by virtue of Section 176A of the Insolvency Act 1986
- 8 2 The proposals contained in this statement will be deemed to have been approved by the creditors unless, within eight business days of this statement being sent out, a meeting is requisitioned by creditors whose debts amount to at least 10% by value of the total debts of the companies
- 8 3 Should you have any queries in relation to the content of this report, please contact Matthew Drinkwater on 0161 953 6386 or matthew.drinkwater@uk.gt.com

Yours faithfully
for and on behalf of the above Group of companies



David Dunckley
Joint Administrator

The affairs, business and property of the above Group of Companies are being managed by David Dunckley and Nicholas Wood, appointed as joint administrators on 13 January 2014

A Group statutory information

	Sunrise Radio Limited	Kusmat Radio Limited	London Media Company Limited
Registered number	02337575	05318991	04973107
Date of incorporation	23/01/1989	22/12/2004	21/11/2003
Registered office	Grant Thornton UK LLP 4 Hardman Square Spinningfields Manchester M3 3EB	Grant Thornton UK LLP 4 Hardman Square Spinningfields Manchester M3 3EB	Grant Thornton UK LLP 4 Hardman Square Spinningfields Manchester M3 3EB
Authorised and issued share capital	22,500,000 ordinary 2p shares	1 ordinary £1 share	100 ordinary £1 shares
Secretary at date of appointment & shareholdings	Sonia Daggar	Sonia Daggar	Sonia Daggar
Directors at date of appointment & shareholdings	Ravinder Kumar Jain Dr Avtar Iit - 3,512,300 ordinary 2p shares	Dr Avtar Iit	Dr Avtar Iit
	Time FM 107.5 Limited	Tristar Broadcasting Limited	
Registered number	03266617	02729873	
Date of incorporation	16/10/1996	09/07/1992	
Registered office	Grant Thornton UK LLP 4 Hardman Square Spinningfields Manchester M3 3LB	Grant Thornton UK LLP 4 Hardman Square Spinningfields Manchester M3 3EB	
Authorised and issued share capital	607,500 ordinary £1 shares	1,400,000 ordinary £1 shares	
Secretary at date of appointment & shareholdings	Sonia Daggar	Sonia Daggar	
Directors at date of appointment & shareholdings	Dr Avtar Iit	Dr Avtar Iit	

Sunrise Radio Limited - in administration
 Receipts and payments account
 from 13 January 2014 to 4 March 2014

	Statement of affairs	Total
	£	£
Receipts		
Funding contribution for trading		90,896 00
Licences		969,996 00
Intellectual Property		1 00
Fixtures & Fittings		1 00
Stock		1 00
Contracts		1 00
Fixed Charge VAT on Sales		194,000 00
		<u>1,254,896 00</u>
Payments		
Purchases (1)		2,150 54
Transmission services		15,256 78
Professional Fees		15,872 86
Contractors		16,710 18
Net Wages		17,481 68
Chargeholder (1)		750,000 00
Statutory Advertising		223 20
Bank Charges		0 35
Vat on Purchases		6,070 69
		<u>823,766 28</u>
Balance - 4 March 2014		<u><u>431,129 72</u></u>
Made up as follows		
Floating Current Account		413,999 65
Barclays Account		17,130 07
		<u><u>431,129 72</u></u>

Kismat Radio Limited - in administration
 Receipts and payments account
 from 13 January 2014 to 4 March 2014

	Statement of affairs	Total
	£	£
Receipts		
Goodwill		969,996 00
Intellectual Property		1 00
Fixtures & Fittings		1 00
Stock		1 00
Debtor Contributions		1 00
Fxd Ch VAT on Sales		194,000 00
		<u>1,164,000 00</u>
Payments		
Chargeholder (1)		750,000 00
		<u>750,000 00</u>
Balance - 4 March 2014		<u><u>414,000.00</u></u>
Made up as follows		
Floating Current Account		414,000 00
		<u><u>414,000 00</u></u>

London Media Company Limited - in
administration
Receipts and payments account
from 13 January 2014 to 4 March 2014

	Statement of affairs £	Total £
Receipts		
		<u>0 00</u>
Payments		
		<u>0 00</u>
Balance - 4 March 2014		<u><u>0 00</u></u>
Made up as follows		
		<u><u>0 00</u></u>

Time FM 107.5 Limited - in administration
 Receipts and payments account
 from 13 January 2014 to 4 March 2014

	Statement of affairs £	Total £
Receipts		
Goodwill		25,000 00
Intellectual Property		1 00
Fixtures & Fittings		9,997 00
Stock		1 00
Debtor Contributions		1 00
Fxd Ch VAT on Sales		7,000 00
		<u>42,000 00</u>
Payments		
Bank Charges		10 00
		<u>10 00</u>
Balance - 4 March 2014		<u><u>41,990.00</u></u>
Made up as follows		
Floating Current Account		41,990 00
		<u><u>41,990 00</u></u>

Tristar Broadcasting Limited - in administration
 Receipts and payments account
 from 13 January 2014 to 4 March 2014

	Statement of affairs	Total
	£	£
Receipts		
Goodwill		24,996 00
Intellectual Property		1 00
Fixtures & Fittings		1 00
Stock		1 00
Debtor Contributions		1 00
Fxd Ch VAT on Sales		5,000 00
		<u>30,000 00</u>
Payments		
Bank Charges		10 00
		<u>10 00</u>
Balance - 4 March 2014		<u><u>29,990 00</u></u>
Made up as follows		
Floating Current Account		29,990 00
		<u><u>29,990 00</u></u>

ESTIMATED FINANCIAL POSITION

Appendix C

A - Summary of Assets

Assets	SRL		KRL		TBL		TFML		LMC	
	Book value £	Estimated to realise £	Estimated to realise £	Estimated to realise £	Estimated to realise £	Estimated to realise £	Estimated to realise £	Estimated to realise £	Estimated to realise £	Estimated to realise £
Assets subject to fixed charge										
Licences	Unknown	969,996	969,996	24,996	25,000	-	-	-	-	-
IP		1	1	1	1					
Less due to chargeholder										
Allied Irish Bank (GB)										
Deficit	(3,973,000)	(3,973,000)	(3,973,000)	(3,973,000)	(3,973,000)	(3,973,000)	(3,973,000)	(3,973,000)	(3,973,000)	(3,973,000)
Assets subject to floating charge										
Fixtures & fittings	Unknown	1	1	1	9,997	-	-	-	-	-
Stock	Unknown	1	1	1	1	-	-	-	-	-
Contracts	Unknown	1	1	1	1	-	-	-	-	-
Book debts	Unknown	Uncertain	Uncertain	Uncertain	Uncertain	Uncertain	Uncertain	Uncertain	Uncertain	Uncertain
Estimated total assets available for preferential creditors	-	3	3	3	3	9,999	-	-	-	-

ESTIMATED FINANCIAL POSITION

A2 - Summary of Liabilities

	SRL	KRL	TBL	TFML	LMC
Estimated total assets available for preferential creditors	3 00	3 00	3 00	9,999 00	-
Liabilities					
Preferential creditors	(32,000 00)	(10,000 00)	(9,000 00)	(19,000 00)	-
Estimated surplus as regards preferential creditors	(31,997 00)	(9,997 00)	(8,997 00)	(9,001 00)	-
Estimated prescribed part of net property where applicable	-	-	-	-	-
Estimated total assets available for floating charge holders	(31,997 00)	(9,997 00)	(8,997 00)	(9,001 00)	-
Debts secured by floating charge	(3,003,003 00)	(3,003,003 00)	(3,948,003 00)	(3,947,999 00)	(3,973,000 00)
Estimated shortfall of assets after floating charges	(3,035,000 00)	(3,013,000 00)	(3,957,000 00)	(3,957,000 00)	(3,973,000 00)
Estimated prescribed part of net property brought down	-	-	-	-	-
Total assets available to unsecured creditors	-	-	-	-	-
Unsecured non preferential claims	(1,668,706 63)	(89,986 62)	(46,164 98)	(101,882 21)	(35,306 78)
Estimated deficiency as regards non preferential creditors	(1,668,706 63)	(89,986 62)	(46,164 98)	(101,882 21)	(35,306 78)
Shortfall to floating charge creditors	(3,035,000 00)	(3,013,000 00)	(3,957,000 00)	(3,957,000 00)	(3,973,000 00)
Estimated deficiency as regards creditors	(4,703,706 63)	(3,102,986 62)	(4,003,164 98)	(4,058,882 21)	(4,008,306 78)
Issued and called up capital	450,000 00	1 00	1,400,000 00	607,500 00	100 00
Estimated deficiency as regards members	(5,153,706 63)	(3,102,987 62)	(5,403,164 98)	(4,666,382 21)	(4,008,406 78)

Transaction period All transactions

Total fees billed to date (Time) · £

Kismat Radio Limited - In Administration - K30200554 - SIP 9 TIME COST ANALYSIS

Transaction period All transactions

	Partner		Manager		Executive		Administrator		Total	
	Hrs	£	Hrs	£	Hrs	£	Hrs	£	Hrs	£
Administration and Planning			1 75	650 00	9 40	2,708 50	5 70	886 25	16 85	4,244 75
Creditors					5 50	1,622 50			5 50	1,622 50
Hiatus period										
Investigations										
Realisation of Assets			25	80 00	4 40	1,298 00			4 65	1,378 00
Trading					6 30	1,858 50			6 30	1,858 50
Total			2 00	730 00	25 60	7,487 50	5 70	886 25	33 30	9,103 75
										273 39

Total fees billed to date (Time) . £

London Media Company Limited - In Administrat - L30200828 - SIP 9 TIME COST ANALYSIS

Transaction period All transactions

	Partner		Manager		Executive		Administrator		Total	
	Hrs	£	Hrs	£	Hrs	£	Hrs	£	Hrs	£
Administration and Planning			1 50	570 00	8 50	2,443 00	4 80	743 25	14 80	3,756 25
Creditors					4 90	1,445 50			4 90	1,445 50
Hiatus period										
Investigations										
Realisation of Assets			25	80 00	2 90	855 50			3 15	935 50
Trading					80	236 00			80	236 00
Total			1 75	650 00	17 10	4,980 00	4 80	743 25	23 65	6,373 25
										269 48
										295 00
										295 00

Total fees billed to date (Time) £

Time FM 107.5 Limited - in Administration - T30200957 - SIP 9 TIME COST ANALYSIS

Transaction period All transactions

	Partner		Manager		Executive		Administrator		Total		
	Hrs	£	Hrs	£	Hrs	£	Hrs	£	Hrs	£	Avg Hrlly Rate
Administration and Planning			1 20	420 00	9 30	2,679 00	6 65	1,043 50	17 15	4,142 50	241 55
Creditors					7 30	2,153 50	40	62 00	7 70	2,215 50	287 73
Hiatus period											
Investigations											
Realisation of Assets			25	80 00	5 90	1,740 50			6 15	1,820 50	296 02
Trading					6 50	1,917 50			6 50	1,917 50	295 00
Total			1 45	500 00	29 00	8,490 50	7 05	1,105 50	37 50	10,096 00	269 23

Total fees billed to date (Time) £

Tristar Broadcasting Limited - In Administrator - T30200958 - SIP 9 TIME COST ANALYSIS

Transaction period All transactions

	Partner		Manager		Executive		Administrator		Total	
	Hrs	£	Hrs	£	Hrs	£	Hrs	£	Hrs	£
Administration and Planning			1 20	420 00	8 30	2,384 00	5 90	930 75	15 40	3,734 75
Creditors					7 00	2,065 00			7 00	2,065 00
Hiatus period										
Investigations										
Realisation of Assets			25	80 00	4 50	1,327 50			4 75	1,407 50
Trading					4 90	1,445 50			4 90	1,445 50
Total			1 45	500 00	24 70	7,222 00	5 90	930 75	32 05	8,652 75

Total fees billed to date (Time) £