

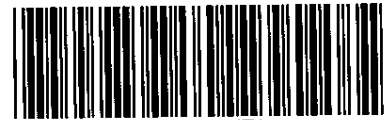
AM10

Notice of administrator's progress report



Companies House

THURSDAY



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15/03/2018

#153

COMPANIES HOUSE

1 Company details

Company number 0 2 9 4 0 9 2 5

Company name in full Paramount Hotels Limited

→ Filling in this form

Please complete in typescript or in
bold black capitals.

2 Administrator's name

Full forename(s) Paul David

Surname Williams

3 Administrator's address

Building name/number The Shard

Street 32 London Bridge Street

Post town London

County/Region

Postcode S E 1 9 S G

Country United Kingdom

4 Administrator's name

Full forename(s) Benjamin John

Surname Wiles

Other administrator

Use this section to tell us about
another administrator.

5 Administrator's address

Building name/number The Shard

Street 32 London Bridge Street

Post town London

County/Region

Postcode S E 1 9 S G

Country United Kingdom

Other administrator

Use this section to tell us about
another administrator.

AM10

Notice of administrator's progress report

6 Period of progress report

From date	d 1 d 8	m 0 m 8	y 2 y 0 y 1 y 7
To date	d 1 d 7	m 0 m 2	y 2 y 0 y 1 y 8

7 Progress report

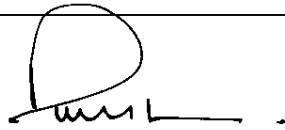
☒ I attach a copy of the progress report

8 Sign and date

Administrator's
signature

Signature

X



X

Signature date	d 1 d 4	m 0 m 3	y 2 y 0 y 1 y 7
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AM10

Notice of administrator's progress report



Presenter information

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

Contact name Rikesh Vaghela

Company name Duff & Phelps Ltd.

Address The Shard

32 London Bridge Street

Post town London

County/Region

Postcode

S E 1 9 S G

Country United Kingdom

DX

Telephone 020 7089 4786



Checklist

We may return forms completed incorrectly or with information missing.

Please make sure you have remembered the following:

- ☐ The company name and number match the information held on the public Register.
- ☐ You have attached the required documents.
- ☐ You have signed the form.



Important information

All information on this form will appear on the public record.



Where to send

You may return this form to any Companies House address, however for expediency we advise you to return it to the address below:

The Registrar of Companies, Companies House,
Crown Way, Cardiff, Wales, CF14 3UZ.
DX 33050 Cardiff.



Further information

For further information please see the guidance notes on the website at www.gov.uk/companieshouse or email enquiries@companieshouse.gov.uk

This form is available in an alternative format. Please visit the forms page on the website at www.gov.uk/companieshouse

Progress Report to Creditors

Paramount Hotels Limited (In Administration)

14 March 2018

Joint Administrators' Progress Report to Creditors
for the period from 18 August 2017 to 17 February 2018

Duff & Phelps Ltd.
The Shard
32 London Bridge Street
London
SE1 9SG

Definitions

Word or Phrase	Definition
the Act	The Insolvency Act 1986 (as amended)
Addleshaw	Addleshaw Goddard LLP, Milton Gate, 60 Chiswell St, London EC1Y 4AG (Company Number: OC318149)
the Appointment Date	18 August 2017 being the date of appointment of the Joint Administrators
BEIS	Department for Business, Energy & Industrial Strategy
Category 1 Disbursements	The Joint Administrators' external and incidental costs and expenses in dealing with the Administration
Category 2 Disbursements	The Joint Administrators' internal costs and expenses in dealing with the Administration
the Company	Paramount Hotels Limited (In Administration) (Company Number: 02940925)
the Director	Mr Declan McKelvey
Duff & Phelps	Duff & Phelps Ltd., The Shard, 32 London Bridge Street, London SE1 9SG (Company Number: 05568550)
First Administration	The appointment of the Joint Administrators of the Company on 11 September 2014 to the end of that Administration on 10 September 2015
HMRC	HM Revenue and Customs
the Joint Administrators	Paul David Williams and Benjamin John Wiles of Duff & Phelps
LSREF or the Secured Creditor	LSREF III Wight, Designated Activity Company, the holder of the fixed and floating charges registered against the Company
Prescribed Part	Pursuant to Section 176A of the Act where a floating charge is created after 15 September 2003 a designated amount of a company's net property (floating charge assets less costs of realisation) shall be made available to unsecured creditors
the Proposals	The Joint Administrators' Report to Creditors and Statement of Proposals, dated 9 October 2017
The Reporting Period	18 August 2017 to 17 February 2018
the Rules	The Insolvency (England & Wales) Rules 2016 (as amended)
The Security Trustee	Hudson Agency Services Limited, 17 Dominion Street, London EC2M 2EF (Company Number: 08936497)

Word or Phrase	Definition
SIP 9	Statement of Insolvency Practice 9 – Industry best practice for Insolvency Practitioners in relation to disclosure of remuneration and disbursements
SIP 13	Statement of Insolvency Practice 13 - industry best practice for Insolvency Practitioners regarding the acquisition of assets of insolvent companies by directors
SOA	Statement of Affairs, documentation to be supplied by the Director outlining the Company's financial position as at the Appointment Date

Contents

1. Introduction
2. Joint Administrators' Report to Creditors and Statement of Proposals
3. Progress of the Administration
4. Investigations
5. Dividend Prospects / Prescribed Part
6. Joint Administrators' Receipts and Payments Account
7. Pre-Administration Costs
8. Joint Administrators' Costs and Expenses
9. Statement of Creditors' Rights
10. Conclusion and Ending the Administration
11. Next Report

Appendices

1. Statutory Information
2. Joint Administrators' Receipts and Payments Account
3. Analysis of Time Charged and Expenses Incurred
4. Statement of Creditors' Rights

1. Introduction

- 1.1 The Joint Administrators were appointed on 18 August 2017 by the Security Trustee, the holder of a Qualifying Floating Charge, under Paragraph 14 of Schedule B1 to the Insolvency Act 1986.
- 1.2 The Court reference is the High Court of Justice, Chancery Division, Companies Court 006181 of 2017.
- 1.3 In accordance with Paragraph 100(2) of Schedule B1 to the Act the functions of the Joint Administrators are being exercised by either of the Administrators
- 1.4 This report should be read in conjunction with the Proposals
- 1.5 This report will be made available via the Joint Administrators' online portal and as such will be deemed to have been delivered to creditors on the date of issue, being 14 March 2018
- 1.6 Statutory information on the Company is attached at Appendix 1.

2. Joint Administrators' Report to Creditors and Statement of Proposals

- 2.1 In accordance with Paragraph 52(1) of Schedule B1 to the Act, a creditors' meeting was not required to be held as there will be insufficient realisations to enable a distribution to non-preferential creditors, other than by the Prescribed Part. No meeting was convened and the Proposals were deemed to have been approved by creditors on 21 October 2017
- 2.2 As advised in the Proposals the Joint Administrators must perform their functions with the purpose of achieving one of the following objectives:
- Rescuing the Company as a going concern, or
 - Achieving a better result for the Company's creditors as a whole than would be likely if the Company were wound up (without first being in Administration); or
 - Realising property in order to make a distribution to one or more secured or preferential creditors
- 2.3 As outlined in the Proposals and given that the Company had ceased to trade during the First Administration, the third objective will be achieved

3. Progress of the Administration

- 3.1 The manner in which the affairs and business of the Company have been managed since the appointment of Joint Administrators and will continue to be managed and financed are set out below

Monies Held by Addleshaw

- 3.2 Since the end of the First Administration and the subsequent dissolution of the Company, a further asset of material quantum was located. The Joint Administrators had not been made aware of this asset during the First Administration and so no action had been taken. It was established that this asset and its recovery would provide a direct and material financial benefit to creditors. As such, an application was made to restore the Company to the Register of Companies. Full details of the restoration process can be found within the Proposals

- 3.3 The asset, at the time held by Pinsent Masons LLP, related to a residual balance of £331,721 from the proceeds of a property disposal in June 2013. This is the only asset of the Company.
- 3.4 Since the Appointment Date the monies previously held by Pinsent Masons LLP have been remitted to a client account held by Addleshaw, who are acting on the instruction of the Joint Administrators.
- 3.5 There are no further asset realisations expected.

4. Investigations

- 4.1 The Joint Administrators' investigations into the Company's affairs have concluded.
- 4.2 The Joint Administrators have a statutory obligation to file a report with BEIS concerning the conduct of all directors of the Company that served in the three years prior to the Joint Administrators appointment.
- 4.3 The Joint Administrators complied with this obligation in full during the First Administration. Since the submission of this report, which included a thorough analysis of the pre-appointment bank statements amongst other enquiries, no further information has come to light which has raised concern.
- 4.4 The Insolvency Service confirmed in writing that the submission of an additional report for the restored entity was not required and as such, no further report has been filed.
- 4.5 There are no outstanding lines of enquiry.

5. Dividend Prospects / Prescribed Part

Secured Creditors

- 5.1 As reported within the Proposals, on 16 May 2014 LSREF acquired debts owed by the Company and other related companies to Irish Bank Resolution Corporation Limited (In Special Liquidation) and took an assignment of all of the rights under the associated security which confers fixed and floating charges over the assets of the Company.
- 5.2 As at 17 August 2017, the Group's indebtedness to LSREF was £51,705,828 subject to accruing interest, charges and costs.
- 5.3 There are insufficient funds to pay LSREF in full.

Preferential Creditors

- 5.4 During the Reporting Period, the Joint Administrators have received no preferential claims and it is anticipated that there will be no preferential claims received during the Administration.

Prescribed Part

- 5.5 There are sufficient asset realisations to enable a distribution to be made from the Prescribed Part to the non-preferential unsecured creditors of the Company.
- 5.6 As the Proposals did not provide details of the Prescribed Part, the Joint Administrators now confirm that based on current information the net property of the Company will be £229,572 and estimate the value of the Prescribed Part to be £48,914.
- 5.7 These figures have been calculated using best estimates to include final costs of the Administration. As such, these figures may be subject to change, although no material change is anticipated.
- 5.8 As notified to creditors, the last date for proving claims in the Administration was 5 February 2018. Following the last date of proving, the dividend for the Prescribed Part will be declared by no later than 5 April 2018.

Unsecured Creditors

- 5.9 Given the assets available, there will be insufficient asset realisations to enable a distribution to non-preferential unsecured creditors of the Company other than via the Prescribed Part noted above.

6. Joint Administrators' Receipts and Payments Account

- 6.1 A detailed Receipts and Payments account for the Reporting Period is shown in Appendix 2 and is self-explanatory.
- 6.2 As noted in the Proposals, the Joint Administrators revoked the Director's requirement to provide a Statement of Affairs. Full details surrounding this decision can be found in the Proposals.

7. Pre-Administration Costs

- 7.1 The Joint Administrators confirm that all pre-Administration costs are currently unpaid and any payment of the unpaid pre-Administration costs, is subject to approval under rule 3.52 of the Rules.
- 7.2 These costs have yet to be approved by the Secured Creditor. Should these be approved, then the below costs will be paid in full out of the assets of the Administration Estate.
- 7.3 The below costs have been provided to the Secured Creditor and their agreement has been requested.

Duff & Phelps' pre-Administration Fees	£5,425 plus VAT
Duff & Phelps' Disbursements	£12 plus VAT
Addleshaw' Fees	£49,500 plus VAT
Addleshaw' Disbursements	£1,750 plus VAT
TOTAL unpaid pre-Administration costs	£56,687 plus VAT

- 7.4 As noted in the Proposals, Addleshaw incurred £49,500 in pre-Administration time costs. These fees were incurred through the provision of legal advice regarding the recovery of the asset, the application for the Company to be restored and its subsequent move into Administration. This work was all necessary in order to recover the asset for the benefit of creditors through the anticipated distributions.

8. Joint Administrators' Costs and Expenses

- 8.1 The Joint Administrators' basis of remuneration has not yet been approved by the Secured Creditor. Approval has been sought that the basis of remittance will be fixed by reference to the time properly given by them and their staff in attending to matters arising in the Administration.
- 8.2 The Joint Administrators have not drawn any remuneration during the Reporting Period.
- 8.3 The time costs and disbursements charged in the Reporting Period since the Appointment Date by the Joint Administrators are as analysed at Appendix 3. Time is charged in six-minute units.

Professional Fees

- 8.4 Time costs incurred by the Joint Administrators during the Reporting Period total £27,068, representing 97.60 hours and representing an average charge out rate of £277

Administration and Planning

- 8.5 In total, £20,719 has been incurred in respect of Administration and Planning. This relates to time spent undertaking case reviews, treasury matters and considering the general strategy of the Administration. Additionally, the Joint Administrators have monitored and updated the case management diary, conducting compliance and case reviews to monitor and ensure the continued progression of case matters.
- 8.6 The Joint Administrators anticipated that £27,690 would be incurred in this regard within their Fee Estimate. As such, the time incurred on the above has not exceeded expectations.
- 8.7 Of the above, £10,760 has been incurred in respect of statutory matters. In accordance with the Act, the Joint Administrators prepared the Proposals for circulation to creditors. They also prepared associated letters and forms and complied with internal procedures to ensure the report complies with current legislation. In addition, the Joint Administrators have ensured that the case is adequately bonded for. Additional time has been spent liaising with Companies House to ensure that the Administration has been correctly recorded as a second Administration, rather than a continuation of the First Administration.
- 8.8 Although the above has not resulted in a direct financial benefit to creditors, the Joint Administrators are required to undertake and / or document these activities in accordance with their various duties and as required by statute.

Creditors

- 8.9 An amount of £5,221, has been incurred whilst communicating with the non-preferential unsecured creditors and the Security Trustee. Time has been incurred in this regard adjudicating creditor claims that were not present within the First Administration, communicating with creditors and requesting additional supporting information to substantiate claims made.

8.10 In this regard, £1,524 has been spent managing the non-preferential unsecured claims noted within the Administration. As such, work undertaken on this matter provides a direct financial benefit to the creditors of the Company.

8.11 The Joint Administrators anticipated that £7,600 would be incurred in this regard, as noted within their Fee Estimate. As such, the time incurred on this matter has not exceeded expectations

Investigations

8.12 An amount of £1,116 has been incurred in respect of time spent undertaking a review of the Directors Conduct Report undertaken and submitted during the First Administration. Following this review the Joint Administrators also engaged in a dialogue with the Insolvency Service about their statutory duties and requirements following a restoration

8.13 Although the above has not resulted in a direct financial benefit to creditors, the Joint Administrators are required to undertake and / or document these activities in accordance with their duties and as required by statute

Asset Realisations

8.14 No time has been spent on this matter during the Reporting Period as Addleshaw have dealt with the transfer of the Company's sole asset from Pinsent Masons LLP to their client account. It is anticipated that c£1,665 will be incurred during the six-month period by the Joint Administrators. This will primarily be incurred whilst managing the distribution of the monies from Addleshaw.

8.15 This work will be undertaken with a view to providing a direct financial benefit to the creditors of the Company through the form of the monies being remitted to creditors.

8.16 The Joint Administrators have incurred expenses and disbursements in dealing with the Administration of the Company and these are detailed in Appendix 3

9. Statement of Creditors' Rights

9.1 A Statement of Creditors' Rights concerning the Joint Administrators' fees is enclosed at Appendix 4.

10. Conclusion and Ending the Administration

10.1 An Administration automatically comes to an end after one year, unless an extension is granted by the Court or with the creditors' consent

10.2 The Joint Administrators are currently in the process of adjudicating claims with a view to completing a distribution via the Prescribed Part during April 2018. It is likely that once this distribution and the distribution to the Secured Creditor has been made, the Company will be dissolved within six months

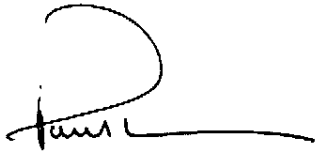
10.3 Following registration of a notice of move to dissolution by the Registrar of Companies, the Joint Administrators' appointment will cease to have effect and they will be discharged from liability under Paragraph 98(3) of Schedule B1 to the Act.

10.4 At the end of six months beginning with the date of filing being registered by the Registrar of Companies, the Company will be dissolved.

11. Next Report

- 11.1 The Joint Administrators are required to provide a Progress Report within one month of every six month period. As it is not anticipated that the Administration will be extended, the next report will be the Joint Administrator's final Progress Report.
- 11.2 If you have any queries or require any further assistance, please do not hesitate to contact my colleague Rikesh Vaghela of this office via Rikesh.Vaghela@duffandphelps.com or 020 7089 4786.

Yours faithfully
For and on behalf of
Paramount Hotel Limited



Paul Williams
Joint Administrator

The affairs, business and property of the Company are being managed by the Joint Administrators, Paul Williams and Benjamin Wiles, who act as agents for the Company and without personal liability. Both are licensed by the Insolvency Practitioners Association and are bound by the Insolvency Code of Ethics.

Appendix 1

Statutory Information

Statutory Information

Date of Incorporation	21 June 1994
Registered Number	02940925
Company Director(s)	Mr Declan McKelvey
Company Secretary	N/A
Shareholders	UK Hotels (Guernsey) Limited (100% Shareholder)
Trading Address	Various
Registered Office	Current. Duff & Phelps Ltd The Shard 32 London Bridge Street London SE1 9SG Former. New Kings Court Tollgate Chandler's Ford Eastleigh Hampshire SO53 3LG
Any Other Trading Names	None

Appendix 2

Joint Administrators' Receipts and Payment Account

**The Joint Administrators' Receipts and Payments Account
Paramount Hotels Limited (In Administration)**

The Reporting Period from
18 August 2017 to 17 February 2018

	(£)
Asset Realisations	Nil
	Nil
Costs of Realisations	Nil
	Nil
Total	Nil
Represented By:	
Main Current Account	Nil
	Nil

Note - £331,721 held by Addleshaw to be remitted to Joint Administrators shortly.

Appendix 3

Analysis of Time Charged and Expenses Incurred

Paramount Hotels Limited (In Administration)
Analysis of Duff & Phelps' pre-Administration time costs

Classification of Work Function	Managing Director	Manager	Hours			Total Hours	Time Cost (£)	Avg Hourly Rate (£)
			Senior	Assistant	Support			
Administration & Planning								
Financial Review	0.00	0.60	0.00	0.00	0.00	0.60	288.00	480.00
IPS Set Up & Maintenance	0.00	0.00	0.00	0.65	0.00	0.65	152.75	235.00
Strategy Planning & Control	0.00	7.40	0.00	6.40	0.00	13.80	4,936.00	357.68
Creditors								
Communications with Creditors / Employees	0.00	0.10	0.00	0.00	0.00	0.10	48.00	480.00
Total Hours:	0.00	8.10	0.00	7.05	0.00	15.15		358.07
Total Fees Claimed (£):	0.00	3,753.00	0.00	1,671.75	0.00		5,424.75	

Category 1 Disbursements:

Category of Disbursement	(£)
Courier	11.75
Total	11.75

Category 2 Disbursements:

The Joint Administrators have incurred no Category 2 Disbursements

Paramount Hotels Limited (In Administration)
Analysis of the Joint Administrators' Time Costs for the Reporting Period

Classification of Work Function	Managing Director	Manager	Senior	Assistant	Hours Support	Total Hours	Time Cost (£)	Avg Hourly Rate (£)
Administration and Planning								
Case Review & Case Diary Management	0 00	4 40	0 00	10 05	0 00	14 45	3,861 75	267 25
Cashiering & Accounting	0 00	0 10	0 00	1 20	0 00	1 30	269 50	207 31
Dealings with Directors & Management	0 00	0 20	0 00	1 15	0 00	1 35	284 75	210 93
IPS Set Up & Maintenance	0 00	0 00	0 00	3 30	0 00	3 30	396 00	120 00
Insurance	0 00	0 20	0 00	0 00	0 00	0 20	96 00	480 00
Statement of Affairs	0 00	0 65	0 00	0 00	0 00	0 65	280 50	431 54
Statutory Matters (Meetings, Reports & Notices)	0 00	13 20	0 00	23 15	0 00	36 35	10,759 50	296 00
Strategy, Planning & Control	0 00	7 00	0 00	4 30	0 00	11 30	4,499 50	398 19
Tax Compliance / Planning	0 00	0 30	0 00	0 80	0 00	1 10	283 50	257 73
Creditors								
Communications with Creditors / Employees	0 00	1 60	0 00	11 05	0 00	12 65	2,492 75	197 06
Non-Preferential Creditor Claims Adjudication & Distribution	0 00	0 60	0 00	6 00	0 00	6 60	1,254 50	190 08
Non-Preferential Creditors / Employee Claims Handling	0 00	0 00	0 00	1 40	0 00	1 40	269 50	192 50
Secured Creditors	0 00	2 10	0 00	0 85	0 00	2 95	1,204 25	408 22
Investigations								
CDDA Reports & Communication	0 00	0 80	0 00	3 20	0 00	4 00	1,116 00	279 00
Total Hours	0 00	31 15	0 00	66 45	0 00	97 60		277 34
Total Fees Claimed £	0 00	14,686 50	0 00	12,381 50	0 00		27,068 00	

Category 1 Disbursements

Category of Disbursement	(£)
Willis Limited	225 00
Courts Advertising Limited	169 20
Total	394.20

Category 2 Disbursements

There are no Category 2 Disbursements

Paramount Hotels Limited (In Administration)
Analysis of the Joint Administrators' Costs and Expenses for the Reporting Period

Name	Role	Fee Arrangement	Amount Incurred in the Reporting Period (£)	Amount Paid in the Reporting Period* (£)	Amount Anticipated to be Incurred in the Coming Year (£)
Addleshaw Goddard LLP	Instructed to provide legal advice regarding the recovery of the asset, the application for the Company to be resorted and placed into Administration	Time Cost Basis & Disbursements	71,177.17	-	-
Total Data Management Limited	Document storing agent. Costs may be incurred through the storage of the Company's books and records	Per Unit	-	-	100.00
Lewis Dyson LLP	Preparation and submission of the Company's final Corporation tax return	Fixed Fee	-	-	650.00
Total			71,177.17	-	750.00

* The Joint Administrators' choice of professional advisors has been based on their perception of the experience and ability of the respective firms to perform their work, the complexity and nature of their work and the bases of their fee.

Appendix 4

Statement of Creditors' Rights

Statement of Creditors' Rights

Rule numbers refer to Insolvency (England & Wales) Rules 2016 (as amended)

Section numbers refer to Insolvency Act 1986

If you require a copy of any relevant Rule or Section, please contact Rikesh Vaghela of Duff & Phelps.

Information for creditors on remuneration and disbursements of Administrators

Information regarding the fees and disbursements of Administrators, including details of Duff & Phelps' disbursements policy and hourly charge out rates for each grade of staff that may undertake work on this case, is in a document called "A Creditors' Guide to Administrators Fees". This can be viewed and downloaded from the Joint Administrators' website at <http://www.duffandphelps.com/uk-restructuring/creditor-guides> (click on the document 'Administration (appointment from 1 October 2015)'). Should you require a copy, please contact this office.

Creditors have the right to request information from the Administrator under Rule 18.9

A secured creditor, an unsecured creditor with the concurrence of at least 5% in value of the unsecured creditors (including the creditor in question) or any unsecured creditor with the permission of the Court may make a written request to the Administrator for further information concerning remuneration or expenses. Such a request must be made within 21 days of receipt of this report and a response will be provided within 14 days of receipt of the request.

Creditors have recourse to Court, application to be made within 21 days of the Administrator giving reasons for not providing all the information requested or the expiry of the 14 days within which an Administrator must respond to a request.

Creditors have the right to challenge the Administrator's remuneration and expenses under Rule 18.34

A secured creditor, an unsecured creditor with the concurrence of at least 10% in value of the unsecured creditors (including that creditor) or any unsecured creditor with the permission of the Court, may make an application to Court on the grounds that the remuneration charged or expenses incurred are excessive and/or that the basis fixed for the Administrator's remuneration is inappropriate. The application to Court must be made no later than eight weeks after receipt of the progress report where the charging of the remuneration or the incurring of expenses in question occurs.