

The Insolvency Act 1986.

Statement of administrator's proposals

Name of Company Highgate Brewery Limited	Company number 03079587
In the Birmingham District Registry	Court case number 8575 of 2009

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

I, Robert Gibbons, Arrans Limited, 3 Hamel House, Calico Business Park, Tamworth, B77 4BF

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

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

(b) Insert date

28 October 2009

* Delete as applicable

Signed

Administrator(s)

Dated

28/10/09

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

	Tel
DX Number	DX Exchange

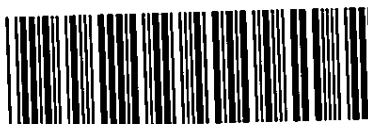
Companies House receipt date barcode

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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31/10/2009

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COMPANIES HOUSE

TO ALL KNOWN CREDITORS

Our Ref: RPG/TJF/

28 October 2009

Dear Sirs

Highgate Brewery Limited in Administration ("the Company")
Birmingham District Registry
Case Number: 8575 of 2009

In accordance with the provisions of Paragraph 49(4) of Schedule B1 to the Insolvency Act 1986, I write to advise you of my proposals, as administrator, for achieving the purpose of the administration.

My proposals will be considered at a meeting of creditors to be held on 17 November 2009. It is not necessary for you to attend the meeting unless you specifically wish to do so.


I enclose with this letter the following documentation:

1. a copy of my report which includes proposals for fulfilling the purpose of the administration;
2. notice of a meeting of creditors - Form 2.20B;
3. form of proxy which should be completed and returned by no later than 12 noon on 16 November 2009, if you wish to be present or represented at the meeting; and
4. a proof of debt form which should be completed and returned to my office, unless you have already provided a copy.

Please note that creditors will be asked to consider the basis upon which the administrator will be remunerated at the meeting. Details of my costs to date and the proposed basis of remuneration are included in my report.

Should you require any further information concerning this matter then please do not hesitate to contact me.

Yours faithfully


R P Gibbons - Administrator

Enc.

IN THE HIGH COURT OF JUSTICE
CHANCERY DIVISION
BIRMINGHAM DISTRICT REGISTRY
CASE NUMBER: 8575 of 2009

IN THE MATTER OF THE INSOLVENCY ACT 1986

AND

**HIGHGATE BREWERY LIMITED
IN ADMINISTRATION**

COMPANY NUMBER: 03079587

**REPORT AND PROPOSALS BY THE ADMINISTRATOR
TO MEMBERS AND CREDITORS**

ADMINISTRATORS OFFICE:

Arrans Limited
3 Hamel House
Calico Business Park
Sandy Way
Tamworth
Staffs
B77 4BF

Tel: 01827 60020

Highgate Brewery Limited

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Highgate Brewery Limited In Administration

High Court of Justice, Chancery Division, Birmingham District Registry
Case Number: 8575 of 2009

Report and Proposals

1. Introduction

I am a Licensed Insolvency Practitioner of Arrans Limited, 3 Hamel House, Calico Business Park, Sandy Way, Tamworth B77 4BF and I was appointed the Administrator of Highgate Brewery Limited ("the Company") on 15 September 2009.

The statutory purpose of Administration consists of three objectives and having reviewed the Company's position I considered that the following objective was achievable:

- *Achieving a better result for the Company's creditors as a whole than would be likely if the Company were wound up*

I considered this to be the objective I was most likely to be able to fulfil as prescribed by paragraph 3(1) of schedule B1 to the Insolvency Act 1986. In order to achieve the optimum value for the Company's business and assets, negotiations were entered into with an interested third party and a sale was concluded immediately after the Administration application was granted. The sale was agreed at a figure in excess of the value that would have been achieved, had the Company proceeded into liquidation.

2. Statement of Proposals

This report details my proposals to creditors in accordance with the provisions of paragraph 49(1) of schedule B1 to the Insolvency Act 1986. On present indications, the realisation of assets will result in monies being available to allow a nominal distribution to unsecured creditors. I am therefore required to convene an initial meeting of creditors of the Company pursuant to paragraph 50(1) of schedule B1 of the Insolvency Act 1986.

The object of the meeting is to consider the Administrators proposals for achieving the purpose of the Administration, as set out in the report and appendices. Approval of the Administrators proposals is by majority vote in value, without modification, or with modification, subject to the Administrator's consent.

I understand that the EC Regulations apply in this matter and that these proceedings are main proceedings as defined in Article 3 of the EC Regulations.

3. Statutory Information

Attached to this report is a schedule of statutory information and extracts from the Company's accounts.

4. Events leading to the Appointment of an Administrator

The hospitality sector served by the Company is suffering from reduced demand and financial difficulties were experienced by the Company which impacted on the overall viability of the business and resulted in exceptional trading circumstances. In addition, owing to the incorrect calculation and submission of excise duty returns, a significant underpayment of duty was demanded by HMRC which substantially increased the liabilities of the Company.

The Directors were unsuccessful in obtaining further funding and the Company's parent undertaking and associated Company were also unable to continue with their financial support.

Owing to the uncertainty of future trading and a lack of business opportunities for independent brewers, there were serious concerns regarding cash flow and the level of overhead expenditure which could be sustained by the Company in its present form.

With no prospect of obtaining the required funding to continue trading, immediate action was required to protect the Company's business and I was appointed the Administrator of the Company on 15 September 2009.

5. Statement of Affairs

Following my appointment, I requested that the Board of Directors submit a statement of affairs for the Company, as at 15 September 2009.

Included in the appendices is a comparison statement which reflects the figures disclosed in the Directors' statement of affairs and projects an estimated outcome position in both Administration and Liquidation. The Administration scenario includes the value achieved for the sale of the Company's business and assets.

A list of the names and approximate amounts due to creditors as indicated in the Company's records is attached to this report.

6. Conduct of the Administration

6.1 Options and Sale of Business Assets

The options which I considered as available to the Directors were, in my opinion:

- A Company Voluntary Arrangement ("CVA"), whereby the Company enters into an arrangement with its creditors.
- For the Company to cease trading and proceed into Creditors' Voluntary Liquidation.

- For the Company to enter into Administration and trading continue in order to seek alternative offers for the business.
- To consider an offer for the business and assets from an interested party, with the sale agreed immediately upon confirmation of the appointment of an Administrator.

Dealing with these options in the above order, I would offer the following commentary:

CVA

The Directors would be required to make a proposal to the Company's creditors to repay either all or part of the Company's liabilities, by way of an agreed rate of dividend over a period of time, from future trading profits. However, having considered the extent of the Company's liabilities and the uncertainty of the business operating in its present form, I did not believe that a meaningful offer could be presented to creditors which would be approved by the requisite majority.

Liquidation

To achieve the optimum value for the Company's assets, I was of the opinion that it would not be in the best interests of the creditors in general, for the Company to cease trading and enter into liquidation. Disposing of plant and equipment on a 'forced sale' basis in the current economic climate would affect the value of the Company's assets.

Particular concerns related to the sale and removal of equipment as it formed an integral part of the brewing building which is partially listed and subject to various restrictions. The configuration of the building was also a major factor, as the costs involved to dismantle and remove equipment would be taken into consideration and result in a lower realisable value.

In this scenario, significant unsecured liabilities would also arise for the termination claims of employees, rental agreements and some property leases.

Trading in Administration

In normal circumstances, an Administrator with the benefit of a moratorium would consider trading the Company for a limited period, with a view to marketing the business. However, I did not believe this to be a viable option for the following reasons:-

- There were no immediate funds available to facilitate the extensive costs of trading the Company in Administration.
- The time required to market the business and the inherent uncertainty of trading whilst in Administration, would possibly lead to the loss of the existing customer base and any realisable value.
- If it was possible that the supervision costs associated with trading the Company in Administration would outweigh any benefit from such trading.
- There was no certainty of retaining key members of staff or suppliers.
- Trading whilst in Administration would prove extremely difficult in the current economic climate. It would also involve supplementary licences to be agreed with the landlord of the brewery and other companies to rent additional brewing equipment.

As a result of such constraints, I considered that urgent action was required to protect the Company's asset position and ultimately maximise realisations.

An offer for the Company's business and assets

During my initial discussions with the Directors, I was advised that a third party who is related to one of the Directors had expressed a desire to purchase the business and assets of the Company. In light of my concerns regarding the uncertainty of trading whilst in Administration, I proceeded to explore the possibilities of an immediate sale of the business and assets of the Company.

The Company's assets were valued by independent agents, King Sturge Plant & Machinery Limited and I have included their estimated figures in comparison to the sale achieved:-

	Market Value £	Asset Sale £
Plant, Machinery & Office Equipment	38,900	49,805
Stock & WIP	30,192	30,192
Goodwill, IPR	nil	3
	<u>69,092</u>	<u>80,000</u>

The agents provided the following commentary in their report:

- "Any proposed ex situ sale may be difficult due to shared access, use of equipment dependent upon the presence of third party assets and the problems likely to arise whilst removing such equipment from a listed building. We would advise you that in this situation, there is no obvious advantage in reporting a theoretical in situ figure and that any sale of the assets should be in line with or preferably in excess of our opinion of market value ex situ."
- "With regard to stock, all raw material and finished stock can be removed and the WIP converted to finished product. We have therefore valued the stock on an in situ basis. In a break up ex situ sale, this opinion of value would not be guaranteed and could well be significantly reduced."

There are additional items on site comprising brewing plant, equipment, vehicles and forklift trucks which are owned by the parent undertaking and not included in the agent's valuation. The Brewery building and offices are owned by Empire Star Limited and were leased to the Company.

An offer of £80,000 was subsequently received from Highgate & Davenports Brewery Limited ("H & D") for the business and assets free of encumbrance, which I considered to be a very good offer having regard to the comments of the agents. (The Directors of H & D are David Dindol and Simon W Toon.) A sale was subsequently agreed and contracts exchanged.

I am of the opinion that an early sale of the business and assets of the Company achieved the best possible outcome for the Company and its creditors in general, as it achieved a greater asset realisation and significantly reduced liabilities.

I can advise that the total consideration of £80,000 has been received.

The early sale of the business effectively saved jobs with the transfer of 25 employees under the Transfer of Undertakings Regulations, which considerably reduced the claims against the Company for redundancy pay and pay in lieu of notice. These estimated liabilities are reflected in the comparison statement, in the Liquidation scenario.

6.2 Book Debts

A brief review of the outstanding sales ledger has been undertaken with the Directors and some specific bad and doubtful debts have been identified. A general provision has therefore been made in the statement of assets and liabilities, to reflect this position.

The realisation of outstanding accounts is ongoing and the position should become clearer over the coming weeks. I will provide an update in my next report.

7. Receipts and Payments Account

An up to date Receipts and Payments account is attached for the current Administration period, which provides details of funds received to date and associated payments.

8. Proposals for achieving the objects of the Administration

As far as the Company's assets are concerned, the primary issue to be dealt with during the Administration is the realisation of outstanding book debts. Included in this report and appendices are my proposals for dealing with such matters and for the proposed exit route to conclude the Administration.

The proposals, which I believe to be in the best interest of the creditors as a whole, will require the approval of the majority, in value terms, of those creditors entitled to vote at the meeting to be held on 17 November 2009. To this effect, I enclose a proxy form which details the resolutions that I require the creditors to consider. Please complete and return the form by no later than 12.00 noon on 16 November 2009.

The proposals include the provision for an exit route from the Administration. On present indications, asset realisations will allow a nominal distribution to unsecured creditors and I therefore propose to exit the Administration via a Creditors Voluntary Liquidation. If the Administration does conclude with this exit route, I propose to act as the sole Liquidator.

However, I would advise that in accordance with the provisions of the Insolvency Act 1986, creditors may nominate a different person as the proposed Liquidator. Although the conclusion of the Administration is some way off, alternative nominations must be made prior to the date set for the initial meeting of creditors.

9. Costs of the Administration

I have requested that my remuneration in dealing with all aspects of this Administration be fixed by reference to time properly expended by my staff and myself in attending to matters arising from the Administration in accordance with Rule 2.47(4), of the Insolvency Rules 1986. In addition, approval is also requested for the costs of disbursements and expenses incurred by the Administrator. To date, I have yet to draw any Category 2 disbursements.

An analysis of my time costs to date is provided in the Appendices.

For your information, the charge out rates of the Administrator and his staff range between £100 and £250 per hour.

I propose that all disbursements be reimbursed at cost with the exception of room hire, which will be charged at a rate of £150 per meeting and mileage at a rate of 40p per mile.

My remuneration and disbursements will be paid as an expense of the Administration and drawn from monies realised.

A Creditors' Guide to Administrator's Fees can be found at Appendix C of Statement of Insolvency Practice 9 and can be downloaded using the following website address:

http://www.accaglobal.com/pubs/members/professional_standards/monitoring/insolvency/sips/sip9.pdf

Alternatively, if you contact my office, I will arrange for a copy to be sent to you.

10. Estimated Creditor position

The comparison statement provides an illustration of the anticipated outcome for creditors and in this regard, further commentary is provided to clarify the position for each class of creditor.

10.1 Secured Creditors

There are no secured creditors.

10.2 Preferential Creditors

There is a subrogated preferential claim to be considered for arrears of wages, based on the maximum preferential limit of £800 per employee, where applicable.

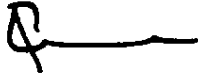
10.3 Unsecured Creditors

The estimated claims of unsecured creditors are disclosed in the attached comparison statement although it is not a definitive position as adjustments will inevitably arise. As indicated earlier in this report, it is anticipated that a nominal return will be available to unsecured creditors.

11. Conclusion

As you will see from the information contained within the report and appendices, it is envisaged that the Administration will end via a Creditors Voluntary Liquidation. The Administration is currently in its early stages and there are a number of matters to resolve which are fundamental to the final outcome for creditors. I will therefore provide further information in future progress reports.

Signed



Robert Gibbons

Administrator of Highgate Brewery Limited

Dated

28/10/29

Arrans Limited

3 Hamel House, Calico Business Park, Sandy Way, Tamworth, Staffs, B77 4BF

Highgate Brewery Limited

Statutory Information

Company Number	03079587		
Date of Incorporation	13 July 1995		
Previous Names	Highgate & Walsall Brewing Company Limited Ninestones Limited		
Nature of Business	Brewing and wholesaling of traditional cask ales and beers		
Registered Office & Trading Address	The Stables, The Brewery Yard, Sandymount Road, Walsall, WS1 3AP		
Directors		Appointed	Resigned
	Kulvinder Singh Uppal	19.06.2007	
	Wayne Toon	19.06.2007	
	Harbinder Singh Uppal	19.06.2007	
	Paul Steeples	19.06.2007	
	Robert James Norton	15.15.2000	
	Alister Neil Bain	05.10.1995	05.12.2008
	Robert William Stanworth	26.07.1999	30.11.2007

Issued Share Capital £370,001, divided into £1 ordinary shares

Shareholder Global Star Plc 370,001

Mortgages/Charges There are no outstanding mortgages or charges recorded at Companies House

Administration

Date of Appointment 15 September 2009

Court Name High Court of Justice, Chancery Division, Birmingham District Registry

Court Number 8575 of 2009

Administrator Robert Paul Gibbons

Administrator's Address Arrans Limited, 3 Hamel House, Calico Business Park, Sandy Way, Tamworth, B77 4BF

Meeting of Creditors 17 November 2009

Highgate Brewery Limited

Extracts from Accounts

Period Ended	£ Turnover	Gross Profit	G P %	Operating Loss	Directors Emoluments	Interest	P & L a/c Balance
31 December 2006	5,280,293	758,249	14.36%	(128,048)	143,147	(31,718)	(601,240)
29 February 2008	4,611,839	786,150	17.05%	(291,938)	158,024	(38,218)	(931,396)
Draft Figures							
28 February 2009	2,358,883	88,958	3.77%	(470,047)	62,236	(35,360)	(1,436,803)

The company was a subsidiary undertaking of Aston Manor Brewery Company Ltd until 15 June 2007, when the business and assets were sold to Global Star Plc.

Share Capital & Reserves

	£
Ordinary share capital	370,001
Revaluation reserve	(24,443)
P & L account losses	<u>(1,436,803)</u>
Shareholders' Funds	<u><u>(1,091,245)</u></u>

Highgate Brewery Limited

Directors Statement of Affairs and a comparison of the estimated outcomes in Administration and Liquidation

Assets

Estimated to realise in:

	Book Value	Valuation	Administration		Liquidation	
	£	£	£	£	£	£
Assets not specifically pledged						
Cash at Bank	318		200		200	
Cash in Hand	2,000		2,000		2,000	
Book Debts	47,332		22,000		10,000	
Plant, Equipment, Office	315,631	38,900	49,805		20,000	
Stock & WIP	40,441	30,192	30,192		8,000	
Goodwill, IPR, Smiles	nil		3		nil	
Fonts & Equipment on loan	107,414		nil		nil	
				104,200		40,200
Assets available for preferential creditors c/f				104,200		40,200
Costs of realisation				(6,000)		(12,000)
Liabilities						
Preferential Claims						
Arrears of wages & holiday pay				(16,438)		(20,000)
Total assets available for unsecured creditors				81,762		8,200
Unsecured Claims						
Trade & Expense Creditors			222,375		222,375	
PAYE & NIC			67,638		67,638	
VAT			117,208		117,208	
Excise Duty			1,380,116		1,380,116	
Pay in Lieu			nil		60,000	
Redundancy Pay			nil		60,000	
Balance of wage arrears			1,925		1,925	
Property Leases			uncertain		uncertain	
Finance Agreements			uncertain		50,000	
Intercompany accounts: -						
Global Star loan			91,801		91,801	
Empire Star loan			474,377		474,377	
				(2,355,440)		(2,525,440)
Estimated (deficit) as regards creditors				(2,273,678)		(2,517,240)
Projected distribution - p in £ - subject to costs						
				.0347p		.0032p (nil)

No provision has been made in this statement for the costs associated with Administration or Liquidation except for the estimated costs of asset realisation.

Highgate Brewery Limited

Notes to the Statement of Affairs

Cash at Bank

At the date of Administration the Company's bank accounts at Lloyds TSB Bank Plc revealed a credit balance of £318, subject to accrued bank charges.

Cash in Hand

A credit balance of £2,000 is held in the Administration bank account.

Plant, Machinery, Office Equipment, Stock, WIP, Goodwill, IPR

As indicated in my report, the Company's business and assets were sold to Highgate & Davenports Brewery Ltd for a consideration of £80,000, which exceeded the valuation of such assets, by some margin.

Fonts & Equipment on loan

No specific realisable value is placed on the named 'beer fonts' or equipment on loan at public houses.

Employee Claims

There is a subrogated preferential liability to consider for arrears of wages, based on the maximum claim of £800 per employee, where applicable.

Under the terms of the sale agreement, all employees were transferred under the Transfer of Employment (Protection of Employment) Regulations. As a result, potential unsecured liabilities for pay in lieu of notice and redundancy pay were removed in the Administration.

Enterprise Act 2002

It should be noted that pursuant to the provisions of the Enterprise Act 2002, PAYE, NIC and VAT liabilities no longer rank as preferential creditors in Insolvency proceedings.

Trade & Expense Creditors

The claims of trade creditors have been extracted from Company records although, the list should not be considered final as adjustments will inevitably arise.

PAYE & NI

The estimated liability for PAYE & NIC deductions reflects accumulated arrears in the current tax year, covering a 4 month period from May 2009.

Highgate Brewery Limited

Notes to the Statement of Affairs

VAT

The projected VAT liability covers the periods from February 2009 although this figure may increase following a recent VAT inspection.

Excise Duty

Following an audit of the Company's records by HMRC, significant assessments were issued against the Company for the incorrect calculation and submission of beer duty returns. The underdeclaration covers the periods from June 2007 and, includes the full rate of duty applied by HMRC for these periods where the Company was not considered qualified to claim the small brewer allowances, owing to insufficient beer production records.

Inter-company accounts

The Company's records disclose amounts due to its parent undertaking and an associated Company. It will be necessary for the Administrator to ratify these unsecured claims.

Property Leases

It is unclear as to whether any additional claims will arise from leases in the Company's name, as it is understood that tenants are currently in occupation.

Finance Companies

At the moment, it is uncertain as to whether any liability will arise from two vehicle contract hire agreements and, a finance agreement which covers the rental of 2,500 stainless steel casks.

I understand that Highgate & Davenports Brewery Ltd is possibly interested in taking over the agreements, which would effectively remove any liability arising from termination.

Costs of the Administration

No provision has been made in the statement for the costs of Administration.

Highgate Brewery Limited

Company Creditors

£

Alliance of British Clubs	85.00
Air Compressor Management Ltd	224.04
Air Products Plc	5,126.41
Aldridge Social Club	530.00
All-Party Parliamentary Beer	276.00
Association of Licenced	1,123.55
Anton Paar Ltd	350.75
Amphire Int Ltd T/As Fourth Av	1,475.77
Basics Breathing Apparatus	87.40
Beacon Water Treatments Ltd	141.45
Berkeley Stainless Fittings Ltd	1,296.66
BP Oil UK Ltd	752.32
The Brewery History Society	27.00
Brenntag UK Ltd	674.07
Bryland Extinguisher Service	119.60
Bunzle Cleaning & Hygiene	186.91
Burton Wood Turnery	760.38
Calor Gas Ltd	564.76
Carbonation Techniques Ltd	6,510.75
Cask Marque Trust	920.00
K Ceillam-Arden Financial	300.00
C G Supplies	91.91
Chubb Electronic Security	158.72
Close Brewery Rentals Ltd	3,450.00
Demon Internet Ltd	125.55
Dulux Decorator Centres	1,352.30
E ON	368.00
Excell Business Systems Ltd	321.47
Festival Glass Ltd	7,286.40
Fleet Hire Ltd	831.70
Fuel Card Services Ltd	557.25
Greenham	20.62
Greencore Malt	17,733.20
Great Little Sandwich Co. Ltd	450.24
Hamworthy Combustion Eng. Ltd	673.37
Hamilton Adhesive Labels Ltd	161.29
M T & R J Hancocks	1,129.54
Hire Tools & Sales Ltd	59.80
Hoppris	357.07
Hydravalve (UK) Ltd	246.68
Jewson Ltd	4,949.89
Johnson Diversey UK Ltd	2,948.98
The Label Makers Ltd	40,207.76

Highgate Brewery Limited

Company Creditors

£

LGC Standards Proficiency	828.00
James Lister & Sons Ltd	2,967.45
Lupofresh Ltd	626.16
Micronized Food Products Ltd	2,706.68
Midland News Association Ltd	1,357.00
Midwest Fork Lift Services	2,167.34
Murphy & Son Ltd	4,389.66
Neopost Finance Ltd	97.75
Npower	6,730.45
Nu-Gears Ltd	34.50
Oxoid Ltd	134.90
Palmer Pest Control Ltd	124.20
Pall Europe Ltd	538.68
Parker Hannifin Ltd	1,483.56
T S Patara & Co	3,346.50
Phoenix Marketing Products Ltd	3,507.50
Pinnacle Footwear	1,403.75
Precision Labelling Systems Ltd	43.30
Ragus Sugars (Mfg) Ltd	988.84
R S Components Ltd	7.84
Sato UK Ltd	153.39
Securitas Security Services Ltd	190.67
Seton (Brady Corp) Ltd	50.84
Severn Trent Water Plc	16,535.44
Ian Smith (Stationers) Ltd	1,294.09
South Staffs Water Plc	4,814.90
Stevenson Reeves Ltd	183.89
T & J Installations Ltd	180.02
Tamoko Design	115.00
Trinity Design Ltd	1,709.13
U B Plastics Ltd	794.04
Universal Beer Dispense Ltd	39,313.27
Univar Ltd	1,259.60
Veolia ES (UK) Ltd	1,085.98
VHS Hire Store	1,466.71
Vodafone Ltd	1,691.34
VWR International Ltd	673.81
Wingate Associates Limited	12,362.50
Balance of wage arrears	1,925.00
Global Star Plc	91,801.66
Empire Star Ltd	474,377.85
HM Revenue & Customs	1,380,116.31
HM Revenue & Customs	<u>184,846.00</u>
Total	<u><u>2,355,440.10</u></u>

Highgate Brewery Limited
(In Administration)
Administrator's Abstract of Receipts & Payments
To 28/10/2009

S of A £		£	£
	ASSET REALISATIONS		
49,805.00	Plant, Machinery & Office Equipment	49,805.00	
30,192.00	Stock and WIP	30,192.00	
22,000.00	Book Debts	2,192.50	
NIL	Fonts	NIL	
3.00	Goodwill, IPR and Shares	3.00	
	Rates Refund	416.95	
200.00	Cash at Bank	155.44	
2,000.00	Cash in Hand	4,500.00	
			87,264.89
	COST OF REALISATIONS		
	Specific Bond	400.00	
	Auctioneer's Fees	2,065.00	
	Legal Fees	3,043.00	
	Postage	33.66	
			(5,541.66)
	PREFERENTIAL CREDITORS		
(16,438.00)	Employee Arrears/Hol Pay	NIL	
			NIL
	UNSECURED CREDITORS		
(222,375.00)	Trade & Expense Creditors	NIL	
(566,178.00)	Associated Company Loans	NIL	
(67,638.00)	HMRC - PAYE/NIC	NIL	
(1,380,116.00)	HMRC - Excise Duty	NIL	
(117,208.00)	HMRC - VAT	NIL	
Uncertain	Contingent Liabilities	NIL	
			NIL
	DISTRIBUTIONS		
(370,001.00)	Ordinary Shareholders	NIL	
			NIL
(2,635,754.00)			81,723.23
	REPRESENTED BY		
	Vat Receivable		1,059.75
	Bank of Ireland Appointment Account		80,697.14
	Arrans Limited - Monies Advanced		(33.66)
			81,723.23

Notes

Highgate Brewery Limited

Proposal of the Administrator in accordance with the provisions of paragraph 49(1) of schedule B1 to the Insolvency Act 1986

These proposals form part of the Administrator's report to creditors.

The proposals/resolutions are as follows:-

1. That the Administration continues in the short term, in order that the Administrator may realise the remaining assets of the Company and collect or compromise any outstanding book debts.
2. That at the conclusion of the Administration, the Administrator shall, at his discretion, either:
 - a) take steps to place the Company into Creditors Voluntary Liquidation in accordance with paragraph 83(1) of schedule B1 to the Insolvency Act 1986, if and when it appears to the Administrator that it is appropriate to do so; or
 - b) take steps to have the Company dissolved in accordance with paragraph 84(1) of schedule B1 to the Insolvency Act 1986, if all property is realised and there are insufficient funds available to make a distribution to creditors.
3. If the Company proceeds into Creditors Voluntary Liquidation, it is proposed that Robert Gibbons of Arrans Limited, 3 Hamel House, Calico Business Park, Sandy Lane, Tamworth, B77 4BF, should act as the sole Liquidator of the Company.
4. That the Administrator is authorised to defray the costs and fees of the Administration from time to time, including the fees of agents, valuers and solicitors engaged during the Administration. The Administrator's remuneration will be based upon time costs and, together with expenses incurred during the Administration, be paid out of the assets of the Company.

Time Entry - SIP9 Time & Cost Summary

H14 - Highgate Brewery Limited
From: 15/09/2009 To: 28/10/2009

Classification of Work Function	Partner	Manager	Other Senior Professionals	Assistants & Support Staff	Total Hours	Time Cost (£)	Average Hourly Rate (£)
Admin & Planning	9.80	6.50	0.00	3.40	19.70	4,040.00	205.08
Case Specific Matters	0.00	21.70	0.00	3.00	24.70	4,630.00	187.45
Creditors	10.10	7.00	0.00	4.20	21.30	4,320.00	202.82
Investigations	3.20	0.00	0.00	0.00	3.20	800.00	250.00
Non Chargeable	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Realisation of Assets	9.80	12.00	0.00	0.20	22.00	4,870.00	221.36
Trading	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Total Hours	32.90	47.20	0.00	10.80	90.90	18,660.00	205.28
Total Fees Claimed:						0.00	

Notice of a meeting of creditors

Name of Company Highgate Brewery Limited	Company number 03079587
In the Birmingham District Registry	Court case number 8575 of 2009

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

Notice is hereby given by (a) Robert Gibbons, Arrans Limited, 3 Hamel House, Calico Business Park, Sandy Way, Tamworth B77 4BF

(b) Insert full name and address of registered office of the company

that a meeting of the creditors of (b) Highgate Brewery Limited c/o 3 Hamel House, Calico Business Park, Sandy Way, Tamworth B77 4BF

(c) Insert details of place of meeting

is to be held at (c) 3 Hamel House, Calico Business Park, Sandy Way, Tamworth B77 4BF

(d) Insert date and time of meeting

on (d) 17 November 2009 at 10.00 am.

The meeting is:

*Delete as applicable

*(1) an initial creditors' meeting under paragraph 51 of Schedule B1 to the Insolvency Act 1986 ("the Schedule");

~~*(2) an initial creditors' meeting requested under paragraph 52(2) of the Schedule;~~

~~*(3) to consider revisions to my proposals under paragraph 54(2) of the Schedule;~~

~~*(4) a further creditors' meeting under paragraph 56 of the Schedule;~~

~~*(5) a creditors' meeting under paragraph 62 of the Schedule.~~

I invite you to attend the above meeting.

A proxy form is enclosed which should be completed and returned to me by the date of the meeting if you cannot attend and wish to be represented.

In order to be entitled to vote under Rule 2.38 at the meeting you must give to me, not later than 12.00 hours on the business day before the day fixed for the meeting, details in writing of your claim.

Signed 
Administrator

Dated 28 October 2009

* Delete as applicable

A copy of the *proposals / ~~revised proposals~~ is attached

Proxy (Administration)

Highgate Brewery Limited

Name of Creditor _____

Address _____

Name of Proxy Holder

1 _____

2 _____

3 _____

Please insert name of person (who must be 18 or over) or the Chairman of the Meeting. If you wish to provide for alternative proxy holders in the circumstances that your first choice is unable to attend please state the name(s) of the alternatives as well

Please delete words in brackets if the proxy holder is only to vote as directed i.e. he has no discretion

I appoint the above person to be my/the creditor's proxy holder at the meeting of creditors to be held on 17 November 2009, or at any adjournment of that meeting. The proxy holder is to propose or vote as instructed below (and in respect of any resolution for which no specific instruction is given, may vote or abstain at his/her discretion).

Voting Instructions for resolutions

*Please delete as appropriate

1. For the acceptance/rejection* of the administrator's proposals/~~revised proposals~~* as circulated

2. For the appointment of

of

representing _____

as a member of the creditors' committee

This form must be signed

Signature _____ Date _____

Name in CAPITAL LETTERS _____

Only to be completed if the creditor has not signed in person

Position with creditor or relationship to creditor or other authority for signature

Remember: there may be resolutions on the other side of this form

Proof of Debt – General Form

HIGHGATE BREWERY LIMITED	
Date of Administration: 15 September 2009	
1	Name of creditor (If a company please also give company registration number).
2	Address of creditor for correspondence.
3	Total amount of claim, including any Value Added Tax and outstanding uncapitalised interest as at the date the company went into liquidation.
4	Details of any documents by reference to which the debt can be substantiated. (Note: There is no need to attach them now but the liquidator may call for any document or evidence to substantiate the claim at his discretion as may the chairman or convenor of any meeting).
5	If amount in 3 above includes outstanding uncapitalised interest please state amount. £
6	Particulars of how and when debt incurred (If you need more space append a continuation sheet to this form).
7	Particulars of any security held, the value of the security, and the date it was given.
8	Particulars of any reservation of title claimed in respect of goods supplied to which the claim relates.
9	Signature of creditor or person authorised to act on his behalf _____
	Name in BLOCK LETTERS _____
	Position with or in relation to creditor _____
	Address of person signing (if different from 2 above) _____
Admitted to vote for	Admitted for dividend for
£	£
Date	Date
Liquidator	Liquidator