

The Insolvency Act 1986

Notice of move from administration to creditors' voluntary liquidation

2.34B

Name of Company

LR Horizon Limited

Company number

04268727

In the High Court of Justice
Chancery Division
Companies Court, London

(full name of court)

Court case number

318/2009

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

We (a) C D Wilson
RSM Tenon Recovery
Sherlock House,
73 Baker Street,
London,
W1U 6RD

T J Dolder
RSM Tenon Recovery
Sherlock House,
73 Baker Street,
London,
W1U 6RD

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

having been appointed administrator(s) of (b) LR Horizon Limited, Sherlock House, 73 Baker Street,
London, W1U 6RD,

(c) Insert date of
appointment

on (c) 23 January 2009
by (d) the Directors

(d) insert name of
appointor/applicant
(e) Insert name(s)
and address(es) of
liquidator(s)

hereby give notice that:

the provisions of paragraph 83(1) of Schedule B1 to the Insolvency Act 1986 apply, and it is
proposed that (e) C D Wilson, Tenon Recovery, Sherlock House, 73 Baker Street, London, W1U
6RD and T J Dolder, Tenon Recovery, Sherlock House, 73 Baker Street, London, W1U 6RD will be
the liquidator(s) of the company (IP No(s) 9478, 9008)

We attach a copy of the final progress report

Signed

Joint Administrator

Dated

11/01/2010

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 creditors.

C T Campbell
RSM Tenon Recovery,
Sherlock House,
73 Baker Street,
London,
W1U 6RD

DX Number

+44 (0) 207 935 5566
DX Exchange



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12/01/2010

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COMPANIES HOUSE

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

To All Creditors

Our ref: 5004255/ADM.602k
Your ref:
Date: 11 January 2010
Email: charlotte.campbell@tenongroup.com
Tel: +44 (0) 207 935 5566

Dear Sirs

LR Horizon Limited – In Administration (“the Company”)

In accordance with Rule 2.47, I would like to provide creditors with my final report following my appointment as Joint Administrator on 23 January 2009.

1. Statutory Information

Statutory information relating to the Company and the appointment is attached to this report as **Appendix I**.

2. Administrators' Proposals

You are aware that at the meeting of creditors held on 30 April 2009 the Joint Administrators' proposals for achieving the purpose of the Administration were approved by creditors.

In accordance with Rule 2.110(2)(a), attached to this report as **Appendix II** is a copy of these proposals. I can confirm that during the course of the Administration there were no material amendments to or deviations from these proposals.

3. Administration Strategy and Objective

The strategy of the Administration was outlined in detail in my initial and subsequent report to creditors. I would summarise as follows:

The objective of the Administration was to achieve 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).

There were outstanding winding up petitions which were to be presented to the Company. There was insufficient time to enable the Company to proceed into Creditors' Voluntary Liquidation and if the Company were to be placed into Compulsory Liquidation then substantial ad valorem costs would have been incurred. Therefore it was deemed necessary to enter into Administration first.

Recovery and insolvency services are provided through RSM Tenon Limited and our insolvency practitioners are authorised to act in this capacity by their individual licensing bodies. RSM Tenon Limited is a subsidiary of RSM Tenon Group PLC. Directors and staff acting as Administrative Receivers and Administrators act as agents of the company over which they are appointed and contract without personal liability.

RSM Tenon Limited is an independent member firm of RSM International, an affiliation of independent accounting and consulting firms. RSM International is the name given to a network of independent accounting and consulting firms each of which practices in its own right. RSM International does not exist in any jurisdiction as a separate legal entity.

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Committed to the efficient
use of natural resources

4. Joint Administrators' Accounts

Attached as **Appendix III** is the Administrators' account for the period 23 January 2009 to 8 January 2010. I would comment specifically as follows:

4.1. Intercompany Debt

As previously advised, the intercompany debt of £1,391,443 has been realised and that there are no further debts.

4.2. Expenses

Expenses to date are shown on the Receipts and Payments Account and are self explanatory.

5. Outcome to Creditors

5.1. Secured Creditors

There are no fixed or floating charges registered against the Company.

5.2. Preferential Creditors

I have not been made aware of any preferential claims against the Company.

5.3. Unsecured Creditors and the Prescribed Part

No distribution was made to the unsecured creditors during the Administration as the Administrators considered it more appropriate to deal with this through a liquidation process.

As there are no floating charges registered over any of the Company's assets the Prescribed Part provisions do not apply.

6. Investigation

It is my duty to submit confidential reports and returns to the Department for Business, Innovation and Skills Disqualification Unit on the conduct of those persons who have acted as directors of the Company. I can confirm that we have complied with our duties in this regard.

The Joint Administrators investigations into the affairs of the Company have been substantive and are ongoing. For commercial reasons the Joint Administrators cannot comment further at this time.

7. End of Administration

The Administrators' proposals, approved by creditors at the initial meeting held pursuant to paragraph 49 of Schedule B1 of the Act, included the provision to end the Administration through a move into Creditors' Voluntary Liquidation. Furthermore no nominations for the appointment as liquidator were received and as such in accordance with paragraph 83(7) of Schedule B1 of the Act the current Administrators will become the liquidators.

Enclosed with this report is a Form 2.34B; Notice of move from Administration into Creditors' Voluntary Liquidation. The Administration will cease to be effective from the date the above form is filed at Companies House. In accordance with the resolution passed by creditors at the initial meeting the Administrators' release from liability will take effect within 14 days of the filing of Form 2.35B.

8. Joint Administrators' Remuneration

At the initial meeting of creditors held pursuant to paragraph 49 of Schedule B1 of the Act it was resolved that the Joint Administrators' proposals relating to their remuneration be approved. This provided for the Joint Administrators to be remunerated with reference to time properly spent in dealing with this matter.

The Administrators' time costs to date amount to £59,247.75 plus VAT plus disbursements of £1,737.32 in accordance with Statement of Insolvency Practice 9 I have attached at **Appendix IV** a breakdown of these time costs. Of these costs £59,075.00 plus VAT in respect of remuneration has been drawn to date

9. Further Information

This is the final report you will receive on this matter but should you have any queries please do not hesitate to contact Charlotte Campbell on the above number.

Yours faithfully
For and on behalf of
LR Horizon Limited



C D Wilson

Joint Administrator

Licensed to act as an Insolvency Practitioner by the Insolvency Practitioners Association

Enclosure:

Statutory Information

Company Information

Company Name	LR Horizon Limited
Company Number	04268727
Registered Office	Sherlock House, 73 Baker Street, London, W1U 6RD,
Trading Address	Quadrant House, Floor 6, 17 Thomas More Street, Thomas More Square, E1W 1YW

Appointment details

Administrators	C D Wilson and T J Dolder of Tenon Recovery
Administrators' address	Sherlock House, 73 Baker Street, London, W1U 6RD
Date of appointment	23 January 2009
Court	High Court of Justice, Chancery Division, Companies Court, London
Court Reference	318/2009
Appointed by:	Directors
Functions:	Any act required or authorised under any enactment to be done by an administrator may be done by either or both of the Administrators acting jointly or alone.
EC Regulations:	The Company's registered office is from where the Company carries on its business. Therefore in the absence of proof to the contrary, the Company's centre of main interests is in the United Kingdom and as such these proceedings will be the main proceedings as defined in article 3 of the EC regulation as.
Extensions:	The Administrators have not sought an extension to the period defined by Paragraph 76(1) of Schedule B1 of the Act that provides for the automatic end of the Administration after 12 months from the date of appointment.

**SUMMARY OF JOINT ADMINISTRATORS' RECEIPTS AND PAYMENTS
FROM 23 JANUARY 2009 TO 11 JANUARY 2010**

	ESTIMATED TO REALISE AS PER DIRECTORS STATEMENT OF AFFAIRS	RECEIPTS/ PAYMENTS BETWEEN THE PERIOD 23/01/2009 TO 22/06/2009	RECEIPTS/ PAYMENTS BETWEEN THE PERIOD 23/06/2009 TO 11/01/2010	TOTAL RECEIPTS / PAYMENTS TO DATE
Note				
RECEIPTS	£	£	£	£
Repayment of Intercompany Debt	1,391,443	1,391,443	-	1,391,443
Bank Refund	-	-	24	24
Interest	-	1,737	1,079	2,816
	<u>1,391,443</u>	<u>1,393,180</u>	<u>1,103</u>	<u>1,394,283</u>
PAYMENTS				
Bank Charges		24	-	24
Legal Fees		7,361	8,258	15,619
		<u>7,385</u>	<u>8,258</u>	<u>15,643</u>
OFFICE HOLDERS REMUNERATION				
Joint Administrators' Remuneration	2	44,568	23,368	67,936
		<u>44,568</u>	<u>23,368</u>	<u>67,936</u>
TOTAL PAYMENTS		<u>51,953</u>	<u>31,626</u>	<u>83,579</u>
BALANCE (RECEIPTS LESS PAYMENTS)	1	<u>1,341,227</u>	<u>(30,523)</u>	<u>1,310,704</u>
		<u>1,393,180</u>	<u>1,103</u>	<u>1,394,283</u>

Notes

- 1 The balance of funds shown is held on an interest bearing current account held at Allied Irish Bank. To obtain an improved interest rate, £1,000,000 has been invested on Money Market and is reinvested every month with the interest gained.
- 2 The Joint Administrators' Remuneration has been drawn in line with authority granted at the creditors meeting
- 3 The above statement is shown inclusive of VAT.
- 4 This summary should be read in conjunction with the Joint Administrators' report dated 11 January 2010.

C D Wilson
Joint Administrator
11 January 2010

LR Horizon Limited – In Administration

Statement of Joint Administrators' proposals Pursuant to Paragraph 49 of Schedule B1 of the Insolvency Act 1986

In accordance with Paragraph 49 of Schedule B1 of the Insolvency Act 1986 ("the Act") and The Insolvency Rules 1986 ("the Rules"), C D Wilson and T J Dolder the Joint Administrators ("Administrators") of LR Horizon Limited ("the Company"), make the following proposals for achieving the purpose of the Administration.

These proposals and the attached report to creditors together set out the information required by and discharge the Administrators' duty pursuant to Paragraph 49 of Schedule B1 of the Act and Rule 2.33 of the Rules.


Proposals

The Administrators propose that:

- (a) they continue to manage the affairs and remaining property of the Company in order to achieve the purpose of the Administration such that:
 - (ii) they investigate and, if appropriate, pursue any claims that the Company may have against any person, firm or company whether in contract or otherwise, including any officer or former officer of the Company or any person, firm or company which supplies or has supplied goods or services to the Company.
 - (iii) in addition, they do all such things and generally exercise all their powers as Administrators as they in their discretion consider desirable or expedient in order to achieve the purpose of the Administration or protect and preserve the assets of the Company or maximise the realisations of those assets, or of any purpose incidental to these proposals; and
- (b) the Administration shall continue (subject to the statutory provisions relating to automatic termination) until the realisable assets of the Company have been realised and all liabilities incurred during the Administration have been discharged or until such a time as deemed appropriate by the Administrators. At this stage the Company shall be dissolved or placed into liquidation as outlined above. If necessary, the Joint Administrators propose to seek an extension of their appointment as Administrators from the creditors and/or the Court pursuant to paragraph 76 of Schedule B1 to the Act.
- (c) In the event that the Administrators are of the view that it is appropriate for the Company to move from Administration into Liquidation, whether compulsory or voluntary, the Joint Administrators be authorised to take steps to place the Company into whichever liquidation process they, at their discretion, deem appropriate. In either circumstance, it is proposed that the Joint Administrators would take the appointment as joint liquidators of the Company and that they will act jointly and severally in their duties. In relation to moving into creditors' voluntary liquidation, and in accordance with paragraph 83(7) and Rule 2.117 (3), creditors may nominate a different person as the proposed liquidator, provided that the nomination is made after the receipt of the proposals and before those proposals are approved.
- (d) If the Administrators consider that there will be no distribution to creditors who are neither secured nor preferential, and if they also consider that an exit from the Administration into compulsory liquidation is not appropriate, then the Administrators be authorised to take the

necessary procedural steps to bring about the end of the Administration and move the Company into dissolution pursuant to paragraph 84 of Schedule B1 to the Act.

- (e) Upon the Company either proceeding into Liquidation or dissolution as set out above, the Joint Administrators discharge from liability, pursuant to paragraph 98 of Schedule B1 shall take effect 14 days following either the Company entering into liquidation or filing the notice of moving from Administration to dissolution.
- (f) They be at liberty to incur and pay such costs and expenses, including professional fees, as considered to be incidental to the achievement of the purpose of the Administration or for the purposes set out herein or to the Joint Administrators' statutory duties.
- (g) The Administrators propose to be remunerated by reference to time properly spent both for their services as Administrators and also for their staff in attending to the matters arising in the Administration of the Company, charged at the charge out rates prevailing at the time the work is undertaken. The Administrators' remuneration will be agreed by the Creditors' Committee or in the event that no Committee is formed by creditors at the first meeting of creditors, by way of resolution for the acceptance of these proposals.
- (h) Tenon's costs and expenses relating to the appointment of Administrators as would fall within the definition of Rule 2.67(1)(c) be treated as an expense of the Administration (albeit incurred prior to the date of appointment) and calculated by reference to the charge out rates prevailing at the time the work is undertaken.
- (i) They be at liberty to recharge disbursements as detailed in the circulated Creditors guide to Administrators' fees.
- (j) They be at liberty to pay costs and remuneration in relation to proposals (g), (h) and (i) above when funds become available.
- (k) They consult with the Creditors' Committee, if formed, at appropriate intervals concerning the conduct of the Administration and the implementation and development of these proposals and where they consider it expedient obtain the sanction of that Committee on behalf of the creditors of the Company (and without further reference to them) to any proposed action on the part of the Administrators.



C D Wilson
Joint Administrator

6 March 2009

Office Holder Remuneration

Case Name	LR Horizon Limited	
Court	High Court of Justice, Chancery Division, Companies Court, London	
Court reference	318/2009	
Office Holders	C D Wilson and	IP Number: 9478
	T J Dolder	IP Number: 9008
Firm	RSM Tenon Recovery	
Address	Sherlock House, 73 Baker Street, London, W1U 6RD	
Type of Appointment	Administration	
Date of Appointment	23 January 2009	

1. Overview of Case**1.1. Appointment**

We were appointed Joint Administrators on 23 January 2009 following an application by the Directors.

1.2. Strategy

Please refer to the main body of the report.

1.3. Existing fee arrangements

Please refer to the main body of the report.

1.4. Outcome to creditors

Please refer to the main body of the report.

2. Explanation of office-holders charging and disbursement recovery policies**2.1. Time recording**

Time properly incurred on cases is charged to the assignment at the hourly rate prevailing at the time. The current hourly charge out rates are outlined below:

	£
Director and licensed Insolvency Practitioners	475
Associate Director	350 to 380
Senior Manager	335
Manager	285 to 335
Other Senior Staff	215 to 250
Assistants and Support Staff	120 to 200

2.2. Disbursement recovery

Certain costs may be incurred in relation to a case and in the first instance, paid by Tenon Recovery, and then recharged to the case. These are Category 1 disbursements and the amount recharged is the exact amount incurred. Examples are statutory bond, statutory advertising, land registry searches, insurance, travel and subsistence, archiving and storage costs.

Other costs which may be charged to the case are room hire for meetings held at the offices of Tenon Recovery and the cost of sending out reports to creditors, if material. These are Category 2 disbursements and the costs recharged are based upon the actual cost of the materials used or the costs which would have been incurred if that service had been sourced externally.

The current level of costs recharged are detailed below:

Room hire	£60.00
Envelope	4.2p
Paper (photocopies per sheet)	7p
Postage (depending on size and weight)	At cost
Storage of archive box for one month	32p
Travel (per mile)	40p

3. Description of work carried out

Section 4 of this appendix outlines the time costs to date in relation to activities undertaken during this matter. These matters can be summarised as follows:

3.1. Administration and planning

The following activities have been undertaken:

- > Statutory duties associated with the appointment including the filing of relevant notices;
- > Notification of the appointment to creditors, members, employees and other interested parties;
- > Setting up case files;
- > Reviewing available information to determine appropriate strategy;
- > Setting up and maintaining bank accounts;
- > 6 monthly progress review of the case.

Staff of different levels were involved in the above activities depending upon the experience required.

3.2. Investigations

The time spent comprises:

- > Corresponding with the former directors and management;
- > Review of questionnaires and comments provided by interested parties;
- > Review of company documentation;
- > Completion of statutory returns to the Department for Business Innovation and Skills.

Due to the complex nature and importance of the investigations, the staff utilised to conduct such work involved experienced members of staff.

3.3. Realisation of assets

Please refer to the main body of the report.

3.4. Creditors

The time spent includes the following matters

- > Recording and maintaining the list of creditors;
- > Recording creditor claims
- > Reporting to creditors;
- > Meetings of creditors;
- > Dealing with creditor queries;

4. Time and chargeout summary

To date a total of 231.30 hours have been spent at an average charge out rate of £256.15 bringing the total cost to date to £59,247.75. In accordance with a resolution passed by creditors £59,075.00 has been drawn to date.

A summary table is shown below:

Classification of work function	Insolvency Practitioner/ Director/ Associate Director	Manager	Hours Other senior professionals	Assistants and support staff	Total	Time cost £	Average Hourly rate £
Administration and Planning	18.40	12.45	-	45.20	76.05	17,113.25	225.03
Reviewing	6.25	9.00	-	11.00	26.25	6,938.00	264.30
Investigations	37.30	28.30	-	7.10	72.70	23,561.50	324.09
Realisation of assets	-	2.50	-	5.50	8.00	1,607.50	200.94
Trading	-	-	-	-	-	-	-
Creditors	14.10	-	-	30.20	44.30	9,423.50	212.72
Tax	-	-	-	1.80	1.80	252.00	140.00
Closure	-	-	-	2.20	2.20	352.00	160.00
Total hours	76.05	52.25	-	103.00	231.30		256.15
Total fees claimed £	26,935.50	17,503.75	-	14,808.50		59,247.75	

The above costs exclude VAT.

5. Disbursements

5.1. Category 1

Category 1 disbursements incurred are outlined below:

	Incurred £	Paid £
Meeting Room Hire	80.75	-
Specific penalty bond	1,056.00	-
Statutory advertising	597.33	-
Postage	3.24	-
		-
Total	1,737.32	

The above costs exclude VAT.

5.2. Category 2 disbursements

No Category 2 disbursements have been charged to this matter.

Supporting documentation

Up to date Receipts and Payments account