

The Insolvency Act 1986

**Administrator's progress report**

Name of Company

BHSE General Partner Limited

Company number

05151795

In the  
The High Court of Justice, Chancery Division,  
Companies Court  
(full name of court)Court case number  
478 of 2012(a) Insert full  
name(s) and  
address(es) of  
administrator(s)I/We (a)  
Philip James Watkins  
FRP Advisory LLP  
10 Furnival Street  
London  
EC4A 1YHPhilip Lewis Armstrong  
FRP Advisory LLP  
10 Furnival Street  
London  
EC4A 1YH

administrator(s) of the above company attach a progress report for the period

From

To

(b) Insert date

(b) 18 January 2012

(b) 17 July 2012

Signed

  
Joint / Administrator(s)

Dated

14 August 2012

**Contact Details:**

You do not have to give any contact information in the box opposite but if you do, it will help Companies House to contact you if there is a query on the form

The contact information that you give will be visible to searchers of the public record

Philip Watkins  
FRP Advisory LLP  
10 Furnival Street  
London  
EC4A 1YH

DX Number

020 3005 4264  
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**

FRIDAY



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17/08/2012

#350

COMPANIES HOUSE

**BHSE General Partner Limited**  
**(In Administration)**  
**Joint Administrators' Abstract of Receipts & Payments**

Statement of Affairs	From 18/01/2012 To 17/07/2012	From 18/01/2012 To 17/07/2012
<b>SECURED ASSETS</b>		
Leasehold Land & Property	540,000.00	540,000.00
Bank Interest - Fixed	44.74	44.74
Sundry Debtors / Receipts	1,885.55	1,885.55
Rent Receivable	428,794.45	428,794.45
	<u>970,724.74</u>	<u>970,724.74</u>
<b>COSTS OF REALISATION</b>		
Administrators Fees	29,250.00	29,250.00
Administrators Disbursements	132.80	132.80
Archiving and storage costs	155.00	155.00
Legal Fees	16,081.00	16,081.00
Agents/Valuers Fees	86,558.85	86,558.85
Property expenses	15,999.56	15,999.56
Advertising	229.50	229.50
Service charges	36,953.94	36,953.94
Bank Charges - Fixed	150.00	150.00
Accounting Services	17,769.25	17,769.25
Insurance	24,426.12	24,426.12
	<u>(227,706.02)</u>	<u>(227,706.02)</u>
<b>SECURED CREDITORS</b>		
Barclays Bank PLC	734,000.00	734,000.00
	<u>(734,000.00)</u>	<u>(734,000.00)</u>
	<b>9,018.72</b>	<b>9,018.72</b>
<b>REPRESENTED BY</b>		
Vat Recoverable - Fixed		22,969.32
IB Current Fixed - Rent Deposit		4,590.00
IB Current Fixed		134,471.87
Vat Payable - Fixed		(148,422.47)
Rent Deposits - Fixed		(4,590.00)
		<u>9,018.72</u>



**FRP Advisory LLP**  
10 Fumival Street  
London  
EC4A 1YH  
Tel +44 (0)20 3005 4000  
Fax +44 (0)20 3005 4400  
www.frpadvisory.com

To All Creditors

your ref

our ref: B1200LON/AO081/J

date: 13 August 2012

Please ask for: Alistair Holt-Thomas

Dear Sirs

**BHSE GENERAL PARTNER LIMITED ("BHSE")  
BHSE NOMINEE LIMITED  
BHSE LIMITED PARTNERSHIP  
DEVELOPMENT PARTNERSHIP NO. 1 LIMITED PARTNERSHIP  
DEVELOPMENT PARTNERSHIP NO. 1 GENERAL PARTNER LIMITED  
DEVELOPMENT PARTNERSHIP NO. 1 NOMINEE LIMITED  
(TOGETHER "THE GROUP")  
(ALL IN ADMINISTRATION)**

**In the The High Court of Justice, Chancery Division, Companies Court No. 478, 486,  
480,488,485 and 482 of 2012 respectively.**

Further to my appointment as Joint Administrator of the above Group on 18 January 2012, I provide my progress report on the Administrations for the period 18 January 2012 to 17 July 2012 ("the period") in accordance with Rules 2.47 of the Insolvency Rules 1986.

I attach:

- Appendix A - Statutory information regarding the Group and the appointment of the Administrators
- Appendix B - Form 2 24B, formal notice of the progress report
- Appendix C - Receipts and payments account
- Appendix D - Details of my firms' time costs and disbursements incurred in the period
- Appendix E - Statement of expenses incurred in the period
- Appendix F - Copy of Joint Administrators' proposals

## **1. The Administrators' Proposals**

1.1 A copy of the Joint Administrators' proposals are attached as Appendix F.

1.2 As you are aware from my report of 8 March 2012, the Joint Administrators consider that the Group has insufficient property to enable distributions to be made to unsecured creditors. They were therefore not required to call creditors' meetings pursuant to Paragraph 51 of Schedule B1 of the Insolvency Act 1986. The Administrators were required to summon meetings if they were requested to do so by creditors whose debts amount to at least 10% of the total debts of the Group. The request was to be in the prescribed form and be made within 12 days of the date of the notice in accordance with Rule 2.37 of IR 86. No such requests were received and thus the proposals were deemed accepted.

AO081

## **2. Progress of the Administration**

I attach at Appendix C a receipts and payments account detailing transactions for the period since my appointment as Administrator

This report should be read in conjunction with my previous reports on this matter.

This shows the sale of a unit at Crawley for £540,000 plus VAT in May, the rent collection from tenants for the period and payment of costs and expenses

My principal strategy on this matter has been to increase rental income across the 5 locations and thus reduce the element of vacant units with their associated outgoings. In conjunction with my agents Re co Properties, I have been able to increase the number of tenants and thus the level of vacant units has fallen to 9. There are also further lettings in the course of completion which I will comment upon in my next report.

## **3. Investigations**

Part of my duties include carrying out proportionate investigations into what assets the Group has, including any potential claims against directors or other parties, and what recoveries could be made. I have reviewed the Group's books and records and accounting information, requested further information from the directors, and invited creditors to provide information on any concerns they have concerning the way in which the Group's business has been conducted. Having considered the information no further investigations or actions were required. My report on the conduct of the directors has been submitted to the Department for Business Innovation and Skills.

## **4. Estimated Outcome**

### **4.1 Prescribed Part**

The Administrators have considered the possibility of a prescribed part for unsecured creditors under S176A of the Insolvency Act 1986. There does not appear to be any property of the Group that is not subject to the fixed charge. Therefore there will be no funds available to the prescribed part and consequently no funds will be available to unsecured creditors.

### **4.2 Outcome for Secured Creditor**

As at the date of Administration the total debt to the Bank was circa £17m. At the present time we believe it is unlikely that the Bank will be paid in full. Distributions to the Bank of £740,000 have been made to date.

### **4.3 Outcome for Preferential Creditors**

From the information available it would appear that there are no preferential creditors of the Group (being employees for arrears of pay and holiday pay).

### **4.4 Outcome for Unsecured Creditors**

From the current information available, a dividend will not be available to unsecured creditors from the Group.

## **5. Administrators' Pre-Appointment Costs**

Pre appointment costs of £10,000 as set out in our previous report have been drawn with the consent of the secured creditor, as described in 6.1.1 below.

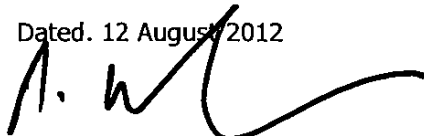
## **6. Administrators' Remuneration, Disbursements and Expenses**

- 6.1 Turning to our own costs in this matter, our remuneration as Administrators is based on computerised records of all time spent on the administration of this case. Matters dealt with during the assignment are dealt with by different members of staff depending on the level of complexity and experience required. Time is charged to the case in maximum of 6 minute units. Charge-out rates are based on individual expertise, qualification and grade. The costs of the firm's support staff are not directly charged to the estate unless dealing with directly identifiable case specific matters. Charge out rates are reviewed at least annually, details of FRP Advisory LLP charge out rates are included at Appendix D. A breakdown of our time costs incurred during the period of this report, (and also since appointment), in accordance with Statement of Insolvency Practice 9 is set out at Appendix D.
- 6.1.1 As the Administrators made a statement under Paragraph 52(1) (b) of Schedule B1 to the Insolvency Act 1986 they were not required to hold a meeting of creditors. As there is no creditors' committee and there was no fee resolution passed at a meeting of creditors, the basis of the Administrators' remuneration is to be agreed in accordance with Rule 2.106(5A) IR1986, by the secured creditors only as there are no preferential creditors.
- 6.1.2 It should be noted that in this instance there are no floating charge assets with all realisations being fixed charge. It will therefore fall to the fixed chargeholder to agree my remuneration associated with the fixed charge. In agreement with the fixed charge holder, I have drawn fees of to date of £29,250.00 (including pre appointment fees of £10,000) exclusive of VAT.
- 6.1.3 The Administrators' disbursements are a recharge of actual costs incurred by the Administrators on behalf of the Group. Mileage payments made for expenses relating to the use of private vehicles for business travel, which is directly attributable to the insolvency estate, are paid by FRP Advisory at the HMRC approved mileage rate prevailing at the time the mileage was incurred. Details of disbursement incurred during the period of this report are set out in Appendix D.
- 6.2 I attach at Appendix E a statement of expenses that have been incurred during the period covered by this report including a cumulative summary of expenses incurred to date.

Creditors have a right to request further information from the Administrators under Rule 2.48A of the Insolvency Rules 1986 and further have a right to challenge the Administrators' remuneration and other expenses, which are first disclosed in this report, under Rule 2.109 of the Insolvency Rules 1986. Further details of these rights can be found in the Creditors' Guide to Fees which you can access using the following link <http://www.frpadvisor.com/fees-guide.html> and select the one for administrations. Alternatively a hard copy of the relevant guide will be sent to you on request. Please note there is a time limit for requesting information being 21 days following the receipt of this progress report. There is a time limit of 8 weeks following the receipt of this report for a Court application that the remuneration or expenses are excessive.

If you have any queries about this report or the progress of the administration, please do not hesitate to contact Alistair Holt-Thomas at this office.

Dated. 12 August 2012



**Philip Watkins**  
**Joint Administrator**

Licensed in the United Kingdom by the Insolvency Practitioners Association

**The Joint Administrators act as agents of the Company and without personal liability.**

**The affairs, business and property of the Company are being managed by Philip James Watkins and Philip Lewis Armstrong who were appointed Joint Administrators on 18 January 2012.**

**Statutory Information****Appendix A****BHSE GENERAL PARTNER LIMITED (IN ADMINISTRATION)**

Court in which administration proceedings were brought.	The High Court of Justice, Chancery Division, Companies Court
Court reference number:	478 of 2012
Other trading names:	None
Company number	05151795
Registered office:	10 Fumival Street London EC4A 1YH
Previous registered office:	Westbourne House 99 Lidgett Lane Garforth West Yorkshire LS25 1LJ
Business address:	Westbourne House 99 Lidgett Lane Garforth West Yorkshire LS25 1LJ
Administrators' names and addresses:	Philip James Watkins and Philip Lewis Armstrong FRP Advisory 10 Fumival Street London EC4A 1YH
Date of appointment:	18 January 2012
Appointor details	Name Alistair McGill Address 5 West Common West, Bromley, Kent

The Joint Administrators act jointly and concurrently

18/01/2012

## **Appendix A**

### **DEVELOPMENT PARTNERSHIP NO 1 GENERAL PARTNER LIMITED (IN ADMINISTRATION)**

#### **Statutory Information**

Court in which administration proceedings were brought:	The High Court of Justice, Chancery Division, Companies Court
Court reference number:	488 of 2012
Other trading names:	None
Company number:	005151793
Registered office:	10 Furnival Street London EC4A 1YH
Previous registered office:	22 Hanover Square, London, W1A 2BN
Business address:	22 Hanover Square, London, W1A 2BN
Administrators' names and addresses:	Philip James Watkins and Philip Lewis Armstrong FRP Advisory 10 Furnival Street London EC4A 1YH
Date of appointment:	18 January 2012
Appointor details:	Name Alistair McGill Director Address 5 West Common West, Bromley, Kent

The Joint Administrators act jointly and concurrently

## Appendix A

### DEVELOPMENT PARTNERSHIP NO 1 NOMINEE LIMITED (IN ADMINISTRATION)

#### Statutory Information

Court in which administration proceedings were brought:	The High Court of Justice, Chancery Division, Companies Court
Court reference number:	482 of 2012
Other trading names:	None
Company number	05151560
Registered office:	10 Furnival Street London EC4A 1YH
Previous registered office:	22 Hanover Square, London, W1A 2BN
Business address:	22 Hanover Square, London, W1A 2BN
Administrators' names and addresses:	Philip James Watkins and Philip Lewis Armstrong FRP Advisory 10 Furnival Street London EC4A 1YH
Date of appointment:	18 January 2012
Appointor details:	Name Alistair McGill Director Address 5 West Common West, Bromley, Kent

The Joint Administrators act jointly and concurrently

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## Appendix A

### DEVELOPMENT PARTNERSHIP NO 1 (IN ADMINISTRATION)

#### Statutory Information

Court in which administration proceedings were brought.	The High Court of Justice, Chancery Division, Companies Court
Court reference number:	485 of 2012
Other trading names:	None
Company number:	LP009169
Registered office.	10 Furnival Street London EC4A 1YH
Previous registered office:	Westbourne House 99 Lidgett Lane Garforth West Yorkshire LS25 1LJ
Business address:	Westbourne House 99 Lidgett Lane Garforth West Yorkshire LS25 1LJ
Administrators' names and addresses:	Philip James Watkins and Philip Lewis Armstrong FRP Advisory 10 Furnival Street London EC4A 1YH
Date of appointment:	18 January 2012
Appointor details.	Name BHSE General Partner Ltd Address Westbourne House 99 Lidgett Lane Garforth West Yorkshire LS25 1LJ

The Joint Administrators act jointly and concurrently

## Appendix A

### BHSE LIMITED PARTNERSHIP (IN ADMINISTRATION)

#### Statutory Information

Court in which administration proceedings were brought:	The High Court of Justice, Chancery Division, Companies Court
Court reference number:	486 of 2012
Other trading names.	None
Company number:	LP009620
Registered office.	10 Furnival Street London EC4A 1YH
Previous registered office:	Westbourne House 99 Lidgett Lane Garforth West Yorkshire LS25 1LJ
Business address:	Westbourne House 99 Lidgett Lane Garforth West Yorkshire LS25 1LJ
Administrators' names and addresses:	Philip James Watkins and Philip Lewis Armstrong FRP Advisory 10 Furnival Street London EC4A 1YH
Date of appointment.	18 January 2012
Appointor details:	Name BHSE General Partner Ltd Address Westbourne House 99 Lidgett Lane Garforth West Yorkshire LS25 1LJ

The Joint Administrators act jointly and concurrently

## **BHSE NOMINEE LIMITED (IN ADMINISTRATION)**

### **Statutory Information**

Court in which administration proceedings were brought	The High Court of Justice, Chancery Division, Companies Court
Court reference number:	480 of 2012
Other trading names:	None
Company number:	05257985
Registered office	10 Funnival Street London EC4A 1YH
Previous registered office:	Westbourne House 99 Lidgett Lane Garforth West Yorkshire LS25 1LJ
Business address:	Westbourne House 99 Lidgett Lane Garforth West Yorkshire LS25 1LJ
Administrators' names and addresses:	Philip James Watkins and Philip Lewis Armstrong FRP Advisory 10 Funnival Street London EC4A 1YH
Date of appointment	18 January 2012
Appointor details	Name Alistair McGill Director Address 5 West Common West, Bromley, Kent

The Joint Administrators act jointly and concurrently

**BHSE General Partner Limited**  
**(In Administration)**  
**Joint Administrators' Abstract of Receipts & Payments**

Statement of Affairs	From 18/01/2012 To 17/07/2012	From 18/01/2012 To 17/07/2012
SECURED ASSETS		
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Bank Interest - Fixed	44.74	44 74
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Rent Receivable	428,794.45	428,794 45
	<u>970,724.74</u>	<u>970,724.74</u>
COSTS OF REALISATION		
Administrators Fees	29,250.00	29,250.00
Administrators Disbursements	132.80	132 80
Archiving and storage costs	155.00	155.00
Legal Fees	16,081.00	16,081.00
Agents/Valuers Fees	86,558.85	86,558 85
Property expenses	15,999.56	15,999 56
Advertising	229.50	229 50
Service charges	36,953.94	36,953.94
Bank Charges - Fixed	150.00	150.00
Accounting Services	17,769.25	17,769.25
Insurance	24,426 12	24,426 12
	<u>(227,706 02)</u>	<u>(227,706.02)</u>
SECURED CREDITORS		
Barclays Bank PLC	734,000 00	734,000.00
	<u>(734,000.00)</u>	<u>(734,000 00)</u>
	<b><u>9,018.72</u></b>	<b><u>9,018.72</u></b>
REPRESENTED BY		
Vat Recoverable - Fixed		22,969.32
IB Current Fixed - Rent Deposit		4,590.00
IB Current Fixed		134,471.87
Vat Payable - Fixed		(148,422.47)
Rent Deposits - Fixed		(4,590.00)
		<b><u>9,018.72</u></b>



# BHSE General Partner Ltd (In Administration)

Time charged for the period 18 January 2012 to 17 July 2012

Total Hours	Partner	Manager	Other Professional	Support	Total Hours	Total Cost £	Average Hourly Rate £
Administration and Planning	23 50	36 70	19 25	45 75	125 20	35,563.50	284 05
Asset Realisation	13 00	24 80	55 55		93 35	28,258 50	302 72
Creditors	6 50	27 85	24 45		58 80	18,242 00	310 24
Investigation			2 75		2 75	687 50	250 00
Statutory Compliance	9 50	4 85	39 95		54 30	16,212 00	298 56
Unknown				0 10	0 10	14 00	140 00
Trading		27 05	9 05		36 10	9,973 50	276 27
<b>Total Hours</b>	<b>52 50</b>	<b>121 25</b>	<b>151 00</b>	<b>45 85</b>	<b>370 60</b>	<b>108,951 00</b>	<b>293 99</b>

## Disbursements for the period

18 January 2012 to 17 July 2012

	Value £
Company St	3 00
Delivery	16 95
Meeting	45 44
Postage	36 85
Subsistence	8 95
Taxis	24 00
Travel	48 50
Bonding	60 00
<b>Grand Total</b>	<b>243.69</b>

Mileage is charged at the HMRC rate

## FRP Charge out rates

Grade	At	1 <sup>st</sup> November 2011	1st July 2012
Partner		300-500	275-495
Manager		150-350	200-362
Other Professional		85-250	85-250
Support		60-250	70-320

**BHSE General Partner Ltd**  
**STATEMENT OF EXPENSES FOR THE 6 MONTH PERIOD ENDED 17 July 2012**

Expenses	Total paid to date of progress report period per R and P £	Costs committed not yet paid at reporting date £	Total Expenses for the 6 months ended 17/07/2012 £
Administrators' remunerations	19,250	21,000	40,250
Administrators' disbursements	133	111	244
Agents/valuers fees	86,558	17,724	104,282
Legal fees	16,081	40,000	56,081
pre appointment fees	10,000	0	10,000
	132,022	78,835	210,857

COPY

**THE INSOLVENCY ACT 1986**

**STATEMENT OF THE PROPOSALS OF THE JOINT ADMINISTRATORS  
OF BHSE GENERAL PARTNER LIMITED  
BHSE NOMINEE LIMITED  
BHSE LIMITED PARTNERSHIP  
DEVELOPMENT PARTNERSHIP NO. 1  
DEVELOPMENT PARTNERSHIP NO. 1 GENERAL PARTNER LIMITED  
DEVELOPMENT PARTNERSHIP NO. 1 NOMINEE LIMITED, (ALL IN ADMINISTRATION)  
(THE GROUP)**

**PURSUANT TO PARAGRAPH 49(1) OF SCHEDULE B1 TO THE INSOLVENCY ACT 1986 (The  
Act)  
AND RULE 2.33 OF THE INSOLVENCY RULES 1986 (The Rules)**

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1. The Joint Administrators think that objectives (a) of the Administrations, as detailed in Paragraph 3(1) of Schedule B1 to the Insolvency Act 1986, will not be achieved as there is little prospect of the Group being able to service its debts in the foreseeable future. As such, it is envisaged that objective (b) will be achieved, a better result for the Group's creditors as a whole than would be likely if the Group had been wound-up (without first being in Administration).

As such, it is envisaged that also objective (c) will be achieved, to realise property in order to make a distribution to one or more secured or preferential creditors.

2. The Joint Administrators make the following proposals for achieving the objective set out above:
  - a) They continue to manage the business, affairs and property of the Group in order to achieve the purpose of the Administrations. In particular that they:
    - i. Continue to trade the business of the Group
    - ii. Dispose of the Group's ownership of such assets at such time(s) on such terms as they consider expedient
    - 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 Group or maximise the realisations of those assets, or of any purpose incidental to these proposals.
  - b) The Administrations shall continue (subject to the statutory provisions relating to automatic termination) until the realisable assets of the Group have been realised and all liabilities incurred during the Administrations have been discharged or until such a time as deemed appropriate by the Administrators. At this stage the Group shall be dissolved or placed into liquidation as outlined below.
  - c) The Administrations may be extended by six months prior to the one year anniversary pursuant to paragraph 76 of Schedule B1 to the Act.

- d) If they think the Group have no property which might permit a distribution to its unsecured creditors, or if they also consider that an exit from the Administrations into liquidation is not appropriate they will send a notice to the Registrar of Companies in accordance with Paragraph 84 of Schedule B1 to the Insolvency Act 1986 and three months after the filing of the notice the Company will be deemed to be dissolved
- e) If they are of the view that it is appropriate for the Group to move from Administration into liquidation, whether compulsory or voluntary, the Joint Administrators be authorised to take steps to place the Group into whichever liquidation process they, at their discretion, deem appropriate. Pursuant to Paragraph 83 of Schedule B1 to the Insolvency Act 1986, should the creditors not nominate a Liquidator; the proposed Liquidators are to be Philip James Watkins and Philip Lewis Armstrong. Any act to be done by the Joint Liquidators may be done by all or any one of them. Pursuant to Para 83(7)(a) and Rule 2.117A(2)(b) of the Insolvency Rules 1986, creditors may nominate a different person as the proposed Liquidator, provided that the nomination is made after the receipt of these proposals and before these proposals are approved.

As the Joint Administrators consider that the Group have insufficient property to enable a distribution to be made to the unsecured creditors, the following sections of the Administrators' proposals, (f, g, h and i) will require the consent of each secured creditor and the majority of voting preferential creditors (as appropriate):

- f) The Joint Administrators' fees plus VAT should be approved on a time cost basis charged at the charge out rates prevailing at the time the work is undertaken; to be drawn when the Joint Administrators' see fit. A schedule of current charge out rates are set out in Appendix D.
- g) Mileage can be recharged and drawn at the HMRC approved mileage rate prevailing at the time the mileage was incurred.
- h) The Joint Administrators' discharge from liability shall take effect in accordance with Paragraph 98 of Schedule B1 to the Act 30 days following either the Group entering into liquidation or filing the notice of moving from Administration to dissolution.

- 3 This resolution is subject to approval under the Insolvency Rules 1986 Rule 2.67A and is not part of the proposals subject to approval under Paragraph 53 of the Insolvency Act 1986

That the unpaid pre-Administration costs as set out in Appendix F are approved and that the Joint Administrators be authorised to draw such sums from any funds in hand as an expense of the administration to be drawn when the Joint Administrators see fit.

Dated this 8 March 2012

COPY

**Philip James Watkins**  
**Joint Administrator**

Insolvency Practitioner Licensed in the United Kingdom by the Insolvency Practitioners Association

**The Joint Administrators act as agents of the Group and without personal liability.**  
**The affairs, business and property of the Groups are being managed by Philip James Watkins and Philip Lewis Armstrong who were appointed Joint Administrators on Joint Administrator**

*[Handwritten signature]*