

The Insolvency Act 1986

**Notice of move from
administration to dissolution****2.35B**

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
110 Cannon Street
London
EC4N 6EUPhilip Lewis Armstrong
FRP Advisory LLP
2nd Floor
110 Cannon Street
London
EC4N 6EU(b) Insert name and
address of the
registered office of
companyhaving been appointed administrator(s) of (b) BHSE General Partner Limited
2nd Floor 110 Cannon Street London EC4N 6EU(c) Insert date of
appointment

on (c) 18 January, 2012

(d) insert name of
applicant/
appointer

by (d) The High Court of Justice, Chancery Division, Companies Court

hereby give notice that the provisions of paragraph 84(1) of Schedule B1 to the Insolvency Act 1986
apply

I/We attach a copy of the final progress report

Signed

Joint Administrator

Dated

3 July 2015

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
formThe contact information that you give
will be visible to searchers of thePhilip Watkins
FRP Advisory LLP
110 Cannon Street
London
EC4N 6EU

DX Number

020 3005 4264
DX Exchange

WEDNESDAY



A05

A4BNPLBK

15/07/2015

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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

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
110 Cannon Street
London
EC4N 6EUPhilip Lewis Armstrong
FRP Advisory LLP
2nd Floor
110 Cannon Street
London
EC4N 6EU

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

From

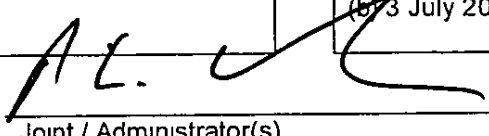
To

(b) Insert date

(b) 18 January 2015

(b) 3 July 2015

Signed


Joint / Administrator(s)

Dated

3 July 2015



FRP Advisory LLP
110 Cannon Street
London
EC4N 6EU
Tel +44 (0)20 3005 4000
Fax +44 (0)20 3005 4400
www.frpadvisory.com

To All Creditors

our ref. B1200LON/AO084/J

date 3 July 2015

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")
(FORMERLY IN ADMINISTRATION)**

In the The High Court of Justice, Chancery Division, Companies Court, Nos. 478, 486, 480 488, 485 and 482 of 2012 respectively

Further to my appointment as Joint Administrator of the Group on 18 January 2012, I provide my final report on the progress of the Administrations for the period 18 January 2015 to 2 July 2015 ("the Period") and for the period of the Administration, in accordance with the Insolvency Rules 1986 ("IR1986").

I attach.

- Appendix A - Statutory information regarding the Group and the appointment of the Administrators;
- Appendix B - Forms 2 24B Notice Administration progress report and Forms 2 35B Notice of move from Administration to dissolution;
- Appendix C - Receipts and payments account for BHSE;
- Appendix D - Details of my firms' time costs and disbursements,
- Appendix E - Statement of expenses, and
- Appendix F - Copy of my proposals

1. The Administrators' Proposals

1.1 A copy of the Joint Administrators' proposals is 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.

- 1.3 The period of the Administrations was extended with the consent of the secured creditor to 17 July 2013. They were further extended by the High Court on 2 July 2013 for two years until midnight 17 July 2015.

2. Progress of the Administration

- 2.1 I attach at Appendix C a receipts and payments account for BHSE detailing transactions for the period and since my appointment as Joint Administrator. The other companies/partnerships in the Group have had no receipts or payments and therefore no accounts are attached.
- 2.2 The Group was involved in the construction and management of a property portfolio owed by BHSE. The properties were all of a light commercial/office nature located on estates purchased by BHSE for the purpose of the construction and sale of the properties. The principal management of the properties was through seven management companies, none of which are subject to Administration orders.
- 2.3 It should be noted that all of the Group are limited companies except for BHSE Limited Partnership and Development Partnership No 1, which are limited partnerships. The principal entity is therefore BHSE and the Administrations of the other Group companies are merely to facilitate the sale of the properties owed by that company. Asset realisations and payments made, referred to below, therefore relate to BHSE.
- 2.4 Rent collected from the various estates during the Period totals £83k, with total collections for the Administration being £2.4m. Costs associated with managing the estates are set out in the attached receipts and payments summary. Costs to note include agents and valuers fees of £621k, being £106k to Edward Symmons for the successful sale of the portfolio (referred to below) and the balance being to Spacemoves and Re:co Properties for the general management of the estates.
- 2.5 The attached receipts and payments account also includes £166k payable to the management companies in respect of empty units.
- 2.6 The principal strategy was 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, during the preceding year, I increased the number of tenants, increasing both the rent roll and investment value.
- 2.7 In agreement with the secured creditor the entire portfolio was placed on the market in June 2014 and attracted a significant amount of interest. An offer from Dencora Watford LLP was accepted having been recommended by my valuing agents.
- 2.8 On 31 October 2014 we completed the sale of the entire portfolio at £9.3m including apportionment of rent and rent deposits.
- 2.9 All matters have now been finalised and therefore the Administration will be brought to a close when this report is filed at Companies House.

3. Investigations

Part of my duties include carrying out proportionate investigations into what assets the Group had, including any potential claims against directors or other parties, and what recoveries could be made. I have reviewed the Group's available 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.

CRP
26/10/14

4. Estimated Outcome

Prescribed Part

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

Outcome for Secured Creditor

As at the date of Administrations the total debt to the Bank was approximately £17m. The Bank will not be paid in full. Distributions to the Bank of £12.71m have been made to date (£120k in the current period).

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)

Outcome for Unsecured Creditors

A dividend will not be available to unsecured creditors of the Group. It should be noted that the only member of the Group for which claims have been received is BHSE.

5. Administrators' Remuneration, Disbursements and Expenses

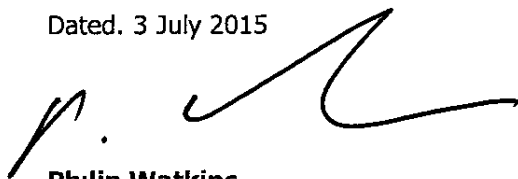
- 5.1 Turning to our own costs in this matter, our remuneration as Administrators is based on computerised records of all time spent on the Administration of this case. Matters dealt with during the assignment are dealt with by different members of staff depending on the level of complexity and experience 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.
- 5.2 Only a breakdown of BHSE's time-costs are included, as all matters pertaining to the Group were charged to BHSE. The rationale for this is the nature of the Group, its fixed charge assets and the reasons for its existence (being the ownerships of the properties held by BHSE).
- 5.3 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.
- 5.4 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 charge-holder to agree my remuneration associated with the fixed charge. In agreement with the fixed charge holder, I have drawn fees of £314,788 (including pre appointment fees of £10,000) exclusive of VAT of which £14,912.80 was drawn in this period.

FRP
AC 11/18/19

- 5.5 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. Again, all disbursements across the Group have been charged to BHSE on the basis of the above rationale. The secured creditors have approved my disbursements on this basis.
- 5.6 I attach at Appendix E a statement of expenses for BHSE that have been incurred during the period covered by this report including a cumulative summary of expenses incurred to date. The other Group members do not have a statement for the above reasons.
- 5.7 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.frp.advisory.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 on 0203 005 4264.

Dated. 3 July 2015



Philip Watkins

Former Joint Administrator

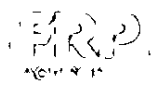
Licensed in the United Kingdom by the Insolvency Practitioners Association

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:	110 Cannon Street London EC4N 6EU
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 110 Cannon Street London EC4N 6EU
Date of appointment:	18 January 2012
Appointor details:	Name Alistair McGill Address 5 West Common West, Bromley, Kent
Extensions to the initial period of appointment:	Extended by consent of the secured lender from 18 January 2013 until 17 July 2013. It was further extended by the High Court on 2 July 2013 for two years until midnight 17 July 2015

A handwritten signature, possibly 'P. J. W.', is written over a circular stamp. The stamp contains the text 'FRP' and some smaller, less legible text below it.

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:	110 Cannon Street London EC4N 6EU
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 110 Cannon Street London EC4N 6EU
Date of appointment:	18 January 2012
Appointor details:	Name Alistair McGill Director Address 5 West Common West, Bromley, Kent
Extensions to the initial period of appointment.	Extended by consent of the secured lender from 18 January 2013 until 17 July 2013 It was further extended by the High Court on 2 July 2013 for two years until midnight 17 July 2015.

The Joint Administrators act jointly and concurrently

FRP
18 JAN 2012

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	110 Cannon Street London EC4N 6EU
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 110 Cannon Street London EC4N 6EU
Date of appointment:	18 January 2012
Appointor details:	Name BHSE General Partner Ltd Address Westbourne House, 99 Lidgett Lane, Garforth, West Yorkshire LS25 1LJ
Extensions to the initial period of appointment:	Extended by consent of the secured lender from 18 January 2013 until 17 July 2013. It was further extended by the High Court on 2 July 2013 for two years until midnight 17 July 2015.

The Joint Administrators act jointly and concurrently

FRP
21/08/12

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	110 Cannon Street London EC4N 6EU
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 110 Cannon Street London EC4N 6EU
Date of appointment:	18 January 2012
Appointor details:	Name BHSE General Partner Ltd Address Westbourne House, 99 Lidgett Lane, Garforth, West Yorkshire LS25 1LJ
Extensions to the initial period of appointment:	Extended by consent of the secured lender from 18 January 2013 until 17 July 2013 It was further extended by the High Court on 2 July 2013 for two years until midnight 17 July 2015.

The Joint Administrators act jointly and concurrently

FRP
A/0111

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:	110 Cannon Street London EC4N 6EU
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 110 Cannon Street London EC4N 6EU
Date of appointment:	18 January 2012
Appointor details:	Name Alistair McGill Director Address 5 West Common West, Bromley, Kent
Extensions to the initial period of appointment:	Extended by consent of the secured lender from 18 January 2013 until 17 July 2013. It was further extended by the High Court on 2 July 2013 for two years until midnight 17 July 2015.

The Joint Administrators act jointly and concurrently

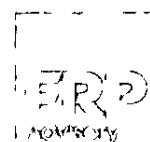
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DEVELOPMENT PARTNERSHIP NO 1 NOMINEE LIMITED (IN ADMINISTRATION)

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:	110 Cannon Street London EC4N 6EU
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 110 Cannon Street London EC4N 6EU
Date of appointment:	18 January 2012
Appointor details:	Name Alistair McGill Director Address 5 West Common West, Bromley, Kent
Extensions to the initial period of appointment:	Extended by consent of the secured lender from 18 January 2013 until 17 July 2013. It was further extended by the High Court on 2 July 2013 for two years until midnight 17 July 2015

The Joint Administrators act jointly and concurrently



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

Statement of Affairs		From 18/01/2015 To 03/07/2015	From 18/01/2012 To 03/07/2015
16,095,782.00	SECURED ASSETS		
	Freehold Land & Property	58,172.27	11,785,512.73
	Bank Interest - Fixed	83.05	1,974.48
	Sundry Debtors / Receipts	1,016.30	2,903.35
	Rent Receivable	83,221.95	2,384,882.42
		<u>142,493.57</u>	<u>14,175,272.98</u>
	COSTS OF REALISATION		
	Administrators Fees	12,455.73	314,787.80
	Administrators Disbursements	50.03	1,971.57
	Archiving and storage costs	332.63	487.63
	Legal Fees	401.90	142,245.23
	Agents/Valuers Fees	254.75	621,472.35
	Property expenses	1,183.43	129,799.15
	BHSE Stevenage Business Park Mgt Lt	NIL	5,240.14
	Advertising	NIL	4,679.50
	Service charges	951.42	166,397.43
	Tax advice	5,000.00	14,745.00
	Bank Charges - Fixed	NIL	180.00
	Accounting Services	NIL	20,321.75
	Insurance	(97.46)	24,945.43
		<u>(20,532.43)</u>	<u>(1,447,272.98)</u>
	SECURED CREDITORS		
	Barclays Bank PLC	120,000.00	12,728,000.00
		<u>(120,000.00)</u>	<u>(12,728,000.00)</u>
12,835.00	ASSET REALISATIONS		
	Cash at Bank	NIL	NIL
		<u>NIL</u>	<u>NIL</u>
16,108,617.00		<u>1,961.14</u>	<u>(0.00)</u>
	REPRESENTED BY		
			<u>NIL</u>

BHS General Partner Limited (In Administration)									
Time charged for the period 18 January 2012 to 03 July 2015									
	47.75	102.05	253.85	86.25	491.90	128,576.00	257.32		
Administration and Planning									
Case Accounting			0.65		0.65	113.75	175.00		
Case Control and Review	1.50		18.10		19.60	5,287.50	288.75		
Case Accounting - General			155.25	86.25	243.50	163.05			
General Administration		99.80	46.30		145.10	43,811.00	301.94		
Insurance		1.25	20.65		21.90	5,664.50	254.09		
Strategy	46.25	2.00	4.30		52.55	24,608.75	468.29		
Fee and WIP			8.60		8.60	2,150.00	250.00		
Asset Realisation	147.00	40.60	280.00	15.00	482.60	157,674.00	328.72		
Asset Realisation	196.00	28.85	72.50		237.35	94,706.00	399.01		
Freehold, leasehold Property	2.50	4.25	201.40		208.15	52,960.50	254.43		
Debt Collection		6.50	0.35		6.85	2,167.50	316.42		
Legal-Case Realisation			4.55		4.55	1,137.50	250.00		
Sale of Business	5.00	1.00		15.00	21.00	4,670.00	222.38		
Other Assets	3.50				3.50	1,732.50	465.00		
Asset Realisation Fixed			1.20		1.20	300.00	250.00		
Creditors	40.00	34.60	89.70		164.30	53,416.00	325.11		
Unsecured Creditors		0.55	18.20		18.75	4,737.00	252.64		
Secured Creditors	38.00	29.55	58.70		126.25	42,664.00	340.31		
Legal-Creditors		3.75			3.75	1,275.00	340.00		
Pensions			0.80		0.80	200.00	250.00		
TAX/VAT - Pre-appointment	0.75		8.85		9.70	2,487.50	258.44		
Shareholders	2.00		3.05		5.05	1,752.50	347.03		
Investigation	1.00		6.25		7.25	2,057.50	283.79		
Investigatory work Other			1.20		1.20	300.00	250.00		
CDQA Enquiries			5.05		5.05	1,262.50	250.00		
Legal Investigations	1.00				1.00	485.00	495.00		
Statutory Compliance	15.25	20.80	138.95	3.60	178.60	49,481.25	277.05		
Post Appt TAX/VAT	3.75	10.55	64.85	2.10	81.25	21,718.25	267.30		
Statutory Compliance - General		0.85	5.30		6.25	1,590.00	255.84		
Statutory Reporting/ Meetings	5.50	7.30	38.30		51.10	14,741.50	298.48		
Appointment Formalities		2.00	26.20	1.50	35.70	10,347.50	289.85		
Statement of Affairs	6.00		4.65		4.65	1,012.50	250.00		
Bonding/ Statutory Advertising			0.25		0.25	62.50	250.00		
Unknown									
Case Accounting - General			0.10		0.10	14.00	140.00		
Trading			0.10		0.10	14.00	140.00		
Trading (forecasting/ Monitoring	157.05	54.75		101.00	312.80	75,465.50	241.33		
Case Accounting - Trading	153.85	1.85			155.70	48,614.50	312.23		
Trade-sales/ Purchase	1.70	101.00		101.00	102.70	13,050.00	127.07		
Trade-sales/ Purchase	3.20	51.20		54.40	57.60	13,624.00	254.12		
Total Hours	251.00	355.10	823.50	207.95	1,637.55	464,707.25	283.78		
Total Cost £	124,245.00	113,654.00	198,512.75	27,295.50					
Average Hly Rate £	495.00	320.06	242.27	131.26					

FRP Charge out rates		From		To	
Grade		31 December 2011	11 July 2012	11 July 2013	
Appointments taken / Partner		300-300	272-495	350-495	
Referrals		185-250	250-320	320-495	
Other Professionals		85-250	85-275	175-275	
Junior Professional & Support		80-250	70-320	100-150	

CASE NAME BHSE GROUP
STATEMENT OF EXPENSES FOR THE PERIOD 18 January 2012 TO 3 JULY 2015

Expenses	Total paid to date of progress Report per and P £	R	Expenses for the period 18 January 2015 to 3 July 2015 £
Insurance	24,945		(97)
Administrators' remuneration	314,788		14,913
Administrators' disbursements	1,972		50
Pre Appointment Fees			
BHSE Stevenage Bus Park fees	5,240		
Agents/valuers fees	621,472		255
Legal fees	142,245		402
Service Charges	166,397		951
Bank Charges	180		
Advertising	4,680		
Accounting Services	20,322		
Storage	488		333
Tax advice	14,745		5,000
Property expenses	129,799		1,183
	1,447,273		22,990

18 March 2015

Appendix F

COPY

THE INSOLVENCY ACT 1986

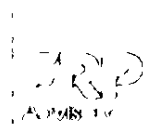
**STATEMENT OF THE PROPOSALS OF THE JOINT ADMINISTRATORS
OF BHSE GENERAL PARTNER LIMITED
BHSE NOMINEE LIMITED
BHSE LIMITED PARTNERSHIP
DEVELOPMENT PARTNERSHIP NO. 1
DEVELOPMENT PARTNERSHIP NO. 1 GENERAL PARTNER LIMITED
DEVELOPMENT PARTNERSHIP NO. 1 NOMINEE LIMITED, (ALL IN ADMINISTRATION)
(THE GROUP)**

**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)**

- 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

15/03/12
P. J. W.

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

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