

The Insolvency Act 1986

**Statement of administrator's proposals****2.17B**

Name of Company  Pagebet Bookmakers Limited	Company Number  06008490
In the  High Court Newcastle District Registry  (full name of court)	Court case number  1458 of 2010

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

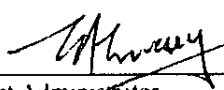
We (a) Craig Livesey of PricewaterhouseCoopers LLP, 101 Barbican Square, Lower Mosley Street, Manchester M2 3PW and Ian David Green, PricewaterhouseCoopers LLP, Benson House, 33 Wellington Street, Leeds LS1 4JP

attach a copy of our 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

(b) 5 July 2010

Signed   
Joint Administrator  
Dated 05/07/2010

**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 searchers of the public record.

Lien Ngo	
PricewaterhouseCoopers LLP Benson House 33 Wellington Street Leeds LS1 4JP	
	Tel 0113 289 4727
DX Number	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



TUESDAY



**Pagebet Bookmakers Limited – in Administration**  
High Court of Justice, Newcastle District Registry  
Case No. 1458 of 2010

**Joint Administrators' proposals for achieving the purpose of  
administration**

5 July 2010

**[www.pwc.co.uk/eng/issues/brs\\_admin/pagebet](http://www.pwc.co.uk/eng/issues/brs_admin/pagebet)**

**PricewaterhouseCoopers LLP**

Benson House  
33 Wellington Street  
Leeds  
LS1 4JP

Telephone +44 (0) 113 289 4727

Facsimile +44 (0) 113 289 4460

[www.pwc.com/uk](http://www.pwc.com/uk)

When telephoning please ask for Miss Lien Ngo



COMPANIES HOUSE

<b>Section</b>		<b>Page(s)</b>
1	Purpose of this document	3
2	The Administrators' statement of proposals -	
	a Brief history of the Company and summary of the Administrators' actions to date	4-7
	b Proposals for achieving the purpose of the administration	8-9
	c Statement of affairs	10
	d Statutory and other information	11-12
3	Receipts and payments account	13
<b>Appendices</b>		
A	Pre-administration costs	14
B	Copy of the Statement of Affairs	15

The following abbreviations are used throughout these proposals

"the Company"	Pagebet Bookmakers Limited
"the Administrators"	Craig Anthony Livesey and Ian David Green
"Sch B1 IA86"	Schedule B1 of The Insolvency Act 1986
"IA86"	The Insolvency Act 1986
"IR86"	The Insolvency Rules 1986
"LBO's"	Licenced Betting Offices
"PwC"	PricewaterhouseCoopers LLP
"SIP 16"	Statement of Insolvency Practice No 16
"Stanjames"	Stanjames (Abingdon) Limited
"Platinum"	Platinum Leisure (North East) Limited
"Houghton House"	Houghton House, Belmont Business Park, Durham
"the Bank"	Lloyds TSB Bank Plc

## 1. Purpose of this document

I wrote to all creditors on 27 May 2010 to explain that the Company had entered into Administration and that Ian Green and I had been appointed as joint administrators on 21 May 2010

We were appointed as joint administrators to manage the affairs, business and property of the Company. We will act until such time as our proposals for achieving the purpose of administration have been agreed by creditors and implemented, following which the Administration will be ended.

The purpose of administration is to achieve one of the following objectives -

- (a) Primarily, rescuing the Company as a going concern, or failing that
- (b) Achieving a better result for the Company's creditors as a whole than would be likely if the Company were wound up (without first being in Administration), or finally
- (c) Realising property in order to make a distribution to one or more secured or preferential creditors

For the reasons detailed in this document, objective (b) is being pursued as it was not reasonably practical to rescue the Company as a going concern.

This document and its appendices form the Administrators' statement of proposals for achieving the purpose of administration as required by Paragraph 49 Sch B1 IA86.

As detailed in Section 2, we have formed the view that the Company has insufficient property to enable a distribution to be made to unsecured creditors other than possibly by virtue of the prescribed part as provided for by Section 176A IA86. Accordingly, by virtue of Paragraph 52(1) Sch B1 IA86, a meeting of creditors is not being convened at this time. In accordance with Rule 2.33(5) of IR86 our proposals will be deemed to have been approved by creditors unless a meeting of creditors is requisitioned in the prescribed manner by at least 10% in value of creditors within 8 business days of the date on which these proposals are circulated. We will write to creditors again after the expiry of this period to confirm the deemed approval of the proposals, or alternatively confirm that a meeting is to be held.

If you have any concerns or questions regarding the background to this case or what is being proposed, please do not hesitate to contact my colleague, Lien Ngo on 0113 289 4727.

Signed



Craig Livesey  
Joint Administrator of the Company

*Craig Anthony Livesey and Ian David Green have been appointed as joint administrators of the Company to manage its affairs, business and property as its agents and act without personal liability. Both are licensed in the United Kingdom to act as insolvency practitioners by the Institute of Chartered Accountants in England and Wales.*

## **2. The Administrators' statement of proposals**

### **a. Brief history of the Company and summary of the Administrators' actions to date**

#### **Background**

The Company operated a portfolio of 53 LBO's from head office premises based in Durham. These LBO's were located throughout England and had been acquired or established since the Company's formation in February 2007.

The Company had been loss making in each of the last three years as it pursued a strategy involving a rapid expansion of its LBO portfolio. During late 2009 it became apparent that the Company could not operate within its authorised funding facilities. Continuing trading losses were the result of an imbalance in both the maturity profile of the LBO's (resulting from rapid expansion) and a mismatch of central overhead functions leading to excess capacity. Consequently, in January 2010, management commenced marketing the LBO's in order to release capital.

#### **The circumstances giving rise to the Administrators' appointment**

In February 2010, PwC were asked to assist management in the marketing process. However, during this process it was concluded that a sale of only part of the Company's business and assets could be achieved due to the trading performance of a number of the LBO's. In addition the Company's continuing losses led to ongoing pressure on its banking facilities. Consequently the directors of the Company proceeded to appoint Craig Livesey and Ian Green as the joint administrators on 21 May 2010 and two separate sales of LBO's, as detailed below, duly completed.

#### **Pre-Administration costs**

Prior to their appointment, the Administrators incurred time costs totalling £42,261 in relation to placing the Company into Administration. Specifically, time was spent by the Administrators and their staff on the following matters:

- Statutory planning work in relation to the Administration appointment, including internal compliance and risk procedures,
- Strategy and planning work in relation to the closure of 23 LBO's immediately upon appointment,
- Discussions with the Bank and the Company's directors regarding the appointment, and
- Discussions with lawyers and advisors regarding legal issues, placing the Company into Administration and specifically the negotiation of two sale and purchase agreements in respect of the sales of the LBO's.

It was necessary for time to be spent on these matters in order that the Company could be placed into Administration in an orderly manner and that the sale of business could complete immediately on appointment, thus preserving the value of the Company's assets for the benefit of creditors. In addition, the planning work carried out in relation to the shut down of the 23 LBO's was necessary in order to ensure that the Administrators gained control of these LBO's immediately on appointment, thus minimising the risk to assets (including cash on site).

No costs have been paid to the Administrators' firm prior to appointment in relation to the Administration, nor was any agreement made with any party for these costs to be paid.

The amount of unpaid fees is set out at Appendix A. Payment of unpaid pre-Administration costs as an expense of the Administration is subject to approval in the same manner as the Administrators' remuneration and certain disbursements and is not part of the Administrators' proposals subject to approval under Paragraph 53 Sch B1 IA86. In this case, as the Administrators have stated that they think that the Company has insufficient property to enable a distribution to be made to non-preferential unsecured creditors, it will be for the secured and preferential creditors to determine these.

## 2. The Administrators' statement of proposals

### The manner in which the Company's affairs and business have been managed and financed

Immediately upon appointment, the business and assets of 27 of the LBO's were sold to Stanjames for a total of £1.89 million. This includes amounts paid by Stanjames for apportionment of rent at the relevant LBO's. A summary of the consideration is shown below.

	(£)
Sale of business – goodwill *	1,499,997
Sale of business – equipment	50,000
Sale of business – database software, customer contracts and marketing information	3
Sale of business – leasehold property**	200,000
Licence fee – leasehold property LBO's**	142,436
Licence fee – freehold property	5,000
<b>Total</b>	<b>1,897,436</b>

\* £13,741 has been deducted in relation to rent apportionments

\*\* A portion of these sums relate to rent apportionments which are due to the landlords of the LBO's

In addition, as a result of the sales process which was conducted during the pre-appointment period, a sale of the business and assets at a further 3 LBO's completed to Platinum for the sum of £166,500 on deferred terms (£61,500 to be paid on or before 21 September 2010 and £5,000 per month thereafter). A sum of £12,961.76 was received upon completion in relation to the licence fee for the leasehold LBO's. A total of 144 employees from these purchased LBO's were transferred to the relevant purchaser upon completion.

Further information regarding the sale of LBO's to Stanjames and Platinum can be found in the Administrators' previous report dated 27 May 2010, which was provided in accordance with SIP 16.

### Connected party transactions

The Administrators are not aware of any connection between the Company, Stanjames and Platinum. However, it has been noted that Ian Blackburn, Financial Director of the Company, has recently been appointed Financial Director Designate at Stanjames.

### Freehold property

The Company operated from head office freehold premises at Houghton House. Prior to the Administrators' appointment, the Company had accepted an offer for the purchase of Houghton House and the Administrators are currently exploring whether this interest remains.

In the event that this interest does not remain, Houghton House is also being marketed for sale.

Fifteen employees at Houghton House were made redundant upon the Administrators' appointment. Two employees were retained for a period of one week in order to bring the Company's records up to date.

### Leasehold property

Immediately upon appointment, the Administrators shut down 23 of the unsold LBO's. The Administrators' agents, King Sturge, have advised that little or no realisations are to be anticipated from the unsold LBO's. Subsequently, the Administrators wrote to the landlords of the unsold LBO's stating the Company's intention to surrender the leases.

To date, landlords of four unsold LBO's have accepted surrender and a further four branches are in the process of being surrendered.

It is understood that the landlords of the remaining unsold LBO's are currently obtaining legal advice on their position.

The Company also holds leasehold storage premises at Dragonville Industrial Park, Durham. Little or no realisations are anticipated from this source, therefore the Administrators are in negotiations with the landlord of these premises in relation to its surrender.

## **2. The Administrators' statement of proposals**

### **Other assets**

The only other assets held by the Company are a small amount of fixtures and fittings within Houghton House. It is anticipated that there minimal realisations from this source, however the Administrators are taking offers from any interested parties.

The joint administrators were also able to collect cash in the sum of £101,586.37 from the closed LBO's.

### **Other matters**

In February 2010, prior to the Administrators' appointment, the Company completed a sale of four LBO's to Keith Hodson Racing Limited, with an element as deferred consideration. This consideration will fall due during the period of the Administration therefore the Administrators will also be pursuing this asset.

### **Objective of the Administration**

As stated above, the Administrators have primarily focussed on pursuing objective (b), as the Administrators believe it was not reasonably practical to rescue the Company as a going concern. This has been achieved through the sales of business and assets at 27 LBO's to Stanjames, as well as the sale of three branches to Platinum immediately on appointment.

This would not have been possible if the Company were wound up, as the value in goodwill would have been lost. Objective (b) therefore will be achieved.

### **Dividend prospects**

#### **Secured creditors**

The Bank hold a fixed and floating charge over the Company's assets, which was created on 3 April 2008 and a fixed charge over Houghton House, which was registered on 11 April 2008. At the date of the Administrators' appointment, the Bank had outstanding lending of just over £4 million. It is anticipated that the Bank will suffer a significant shortfall.

#### **Preferential creditors**

Preferential claims represent amounts due for arrears of wages (subject to statutory limits) and holiday pay. Preferential claims totalling approximately £83,900.11 are anticipated. It is likely that there will be sufficient funds in order to make a small distribution to preferential creditors.

#### **Unsecured non-preferential creditors**

It is anticipated that there will be insufficient funds in order to make a distribution to unsecured creditors.

### **Prescribed Part**

The Prescribed Part (Section 176A IA86 and the Insolvency Act 1986 (Prescribed Part) Order 2003) applies where there are floating charge realisations, net of costs and preferential claims, to be set aside for unsecured creditors. For each company, this equates to

- 50% of net property up to £10,000
- 20% of net property in excess of £10,000
- Subject to a maximum amount of £600,000

The Prescribed Part applies to the Company as there are charges created and registered at Companies House following the Prescribed Part order coming into force on 15 September 2003. The amount of the Prescribed Part will be subject to future asset realisations and allowable costs.

However, the Administrators currently consider that there will be insufficient sums available for a distribution to the unsecured creditors under the Prescribed Part.

## **2. The Administrators' statement of proposals**

### **Ending the Administration**

The Administrators currently envisage that once the objective of the Administration has been achieved the Administration may end in one of the manners set out in Section 2(b)(vi) overleaf depending on the circumstances at that time

Pursuant to Paragraph 76 Sch B1 IA86 the Administrators' appointment comes to an automatic end after one year unless the Court agrees to extend it for a specific period. Alternatively, the relevant classes of the Company's creditors can consent to a six month extension to the Administrators' term in office. The Administrators currently anticipate that an extension may be required.



## **2. The Administrators' statement of proposals**

### **b. Proposals for achieving the purpose of the Administration**

The Administrators make the following proposals for achieving the purpose of administration

- i) The Administrators will continue to manage and finance the Company's business, affairs and property from asset realisations in such manner as they consider expedient with a view to achieving a better result for the Company's creditors as a whole than would be likely if the Company were wound up (without first being in Administration)
- ii) The Administrators may investigate and, if appropriate, pursue any claims that the Company may have under the Companies Act 1985 or IA86 or otherwise. In addition, the Administrators shall do all such other things and generally exercise all their powers as Administrators as they in their discretion consider desirable in order to achieve the purpose of the Administration or to protect and preserve the assets of the Company or to maximise their realisations or for any other purpose incidental to these proposals
- iii) In the unlikely event that the Administrators think that funds will become available for unsecured creditors, the Administrators may at their discretion establish in principle the claims of unsecured creditors for adjudication by a subsequent liquidator or the Administrators and that the costs of so doing be met as a cost of the Administration as part of the Administrators' remuneration (where the Administrators think there will be sufficient funds for a distribution to unsecured creditors other than by virtue of the prescribed part) or out of the prescribed part as costs associated with the prescribed part (where the Administrators think that funds will become available to the unsecured creditors by virtue of the prescribed part but not otherwise)
- iv) If the Administrators think that funds will become available for unsecured creditors, the Administrators may at their discretion make an application to court for permission to make distributions to unsecured creditors under Paragraph 65(3) Sch B1 IA86
- v) If the Administrators believe that it is considered advantageous to extend the Administration beyond the statutory period of one year, the Administrators shall either apply to Court or seek the consent of the appropriate classes of creditors for an extension
- vi) The Administrators may use any or a combination of "exit route" strategies in order to bring the Administration to an end, but in this particular instance the Administrators are likely to wish to pursue the following options as being the most cost effective and practical in the present circumstances -
  - (a) Once all of the assets have been realised and the Administrators have concluded all work within the Administration, the Administrators will file a notice under Paragraph 84(1) Sch B1 IA86 with the Registrar of Companies, following registration of which the Company will be dissolved three months later, or
  - (b) Once asset disposals are complete and in the unlikely event that there will be sufficient funds available for a distribution to unsecured creditors, the Administrators will place the Company into creditors' voluntary liquidation. In these circumstances, it is proposed that Craig Livesey and Ian David Green be appointed as joint liquidators and any act required or authorised to be done by the joint liquidators may be done by either or both of them. In accordance with Paragraph 83(7) Sch B1 IA86 and Rule 2.117A(2)(b) IA86, creditors may nominate alternative liquidators, provided that the nomination is made before the proposals are approved, or
  - (c) The Joint Administrators may make an application to court under Paragraph 79 of Sch B1 IA 1986 for the Administration to be ended accompanied by a petition under Section 124 IA 1986 for the Company to be wound up
- vii) The Administrators shall be discharged from liability pursuant to Paragraph 98(1) Sch B1 IA86 in respect of any action of theirs as joint administrators at a time resolved by the secured creditor, or if a distribution has been or may be made to the preferential creditors, at a time resolved by the secured and preferential creditors or in any case at a time determined by the court

## **2. The Administrators' statement of proposals**

- viii) It is proposed that the unpaid pre-Administration costs detailed at Appendix A are approved for payment as expenses of the Administration. In the circumstances of this case it will be for the secured and preferential creditors to approve the payment of the unpaid pre-Administration costs as expenses of the Administration.
- ix) It is proposed that the Administrators' fees be fixed under Rule 2.106 of the Insolvency Rules 1986 by reference to the time properly given by the Administrators and the various grades of their staff according to their firm's usual charge out rates for work of this nature and that disbursements for services provided by the Administrators' own firm (defined as Category 2 disbursements in Statement of Insolvency Practice No 9) be charged in accordance with the Administrators' firm's policy. As the Administrators have stated that they think that the Company has insufficient property to enable a distribution to be made to non-preferential unsecured creditors, it will be for the secured creditor and preferential creditors to determine these instead. In any event, the basis of the Administrators' remuneration and Category 2 disbursements are to be fixed no later than 18 months after the date of the Administrators' appointment.
- x) The Administrators also propose that the Company's books and records be destroyed one year after dissolution.

## **2. The Administrators' statement of proposals**

### **c. Statement of affairs**

A statement of affairs of the Company was delivered to the Administrators on 1 June 2010. The statement was signed by Ian Blackburn.

The Administrators make the following comments on the statement of affairs -

- In accordance with the standard format of the statement of affairs, no provision has been made for the costs of realising the Company's assets or the costs of the Administration.
- The Administrators have not carried out anything in the nature of an audit on the information.

The statement of affairs is copied at Appendix A and, as is required by statute, includes details of the names, addresses and debts of creditors (including details of any security held).

## 2. The Administrators' statement of proposals

### d. Statutory and other information

<b>Court details for the Administration:</b>	High Court of Justice, Newcastle District Registry, 1458 of 2010
<b>Full name:</b>	Pagebet Bookmakers Limited
<b>Trading name:</b>	Pagebet
<b>Registered number:</b>	06008490
<b>Registered address:</b>	Benson House, 33 Wellington Street, Leeds LS1 4JP
<b>Company directors:</b>	Euan McCormick, Ian Blackburn, Trevor Jones, Martin Bodenham, Austin Alfred Carney, Michael Ronald Klincke
<b>Company secretary:</b>	N/A
<b>Shareholdings held by the directors and secretary:</b>	Ian Blackburn – 5 Ordinary class C shares Austin Alfred Carney – 4 Ordinary class C shares, 40,552 Ordinary class B shares and 2,259,455 redeemable preference shares Michael Ronald Klincke – 40,552 Ordinary class B shares and 238,131 redeemable preference shares Trevor Jones – 4,495 Ordinary class A shares Martin Bodenham – 8,346 Ordinary class A shares
<b>Date of the Administration appointment:</b>	21 May 2010
<b>Administrators' names and addresses:</b>	Craig Livesey of PricewaterhouseCoopers LLP, 101 Barbirolli Square, Lower Mosley Street, Manchester M2 3PW and Ian David Green of PricewaterhouseCoopers LLP, Benson House, 33 Wellington Street, Leeds LS1 4JP
<b>Appointor's name and address:</b>	The directors of the Company, Houghton House, Belmont Business Park, Durham DH1 1TW
<b>Objective being pursued by the Administrators:</b>	(b) Achieving a better result for the Company's creditors as a whole than would be likely if the Company were wound up (without first being in Administration)
<b>Division of the Administrators' responsibilities:</b>	In relation to paragraph 100(2) Sch B1 IA86, during the period for which the Administration is in force, the joint administrators will act jointly and severally so that all functions may be exercised by any or all of the joint administrators
<b>Proposed end of the Administration:</b>	Dissolution
<b>Estimated dividend for unsecured creditors:</b>	Nil
<b>Estimated values of the prescribed part and the company's net property:</b>	Nil

## **2. The Administrators' statement of proposals**

**Whether and why the Administrators intend to apply to court under Section 176A(5) IA86:**

Not applicable

**The European Regulation on Insolvency Proceedings (Council Regulation(EC) No. 1346/2000 of 29 May 2000):**

The European Regulation on Insolvency Proceedings applies to this Administration and the proceedings are main proceedings

**Any other information which the Administrators think necessary to enable creditors to decide whether or not to vote for adoption of the proposals:**

Not applicable

### 3. Receipts and payments account

#### Administrators' receipts and payments account from 21 May 2010 to 2 July 2010

	Fixed (£)	Floating (£)	Total (£)	Directors' statement of affairs (£)
<b>Receipts</b>				
Sale of Business/goodwill	1,486,255 71	-	1,486,255 71	-
Leasehold property	355,397 76	-	355,397 76	2,016,500 00
Licence to occupy - freehold property	5,000 00	-	5,000 00	900,000 00
Cash in hand	-	101,586 37	101,586 37	-
Equipment	-	50,000 00	50,000 00	-
Office equipment	-	1,539 53	1,539 53	-
Intangible assets	-	3 00	3 00	-
Book debts	-	181 60	181 60	-
Refunds	-	3,811 13	3,811 13	-
Other fixed assets	-	-	-	1,000 00
Current assets	-	-	-	178,126 00
	<u>1,846,653 47</u>	<u>157,121 63</u>	<u>2,003,775 10</u>	<u>3,095,626 00</u>
<b>Payments</b>				
Net wages	-	741 03	741 03	-
Rent	21,191 66	-	21,191 66	-
Repairs and maintenance	259 00	-	259 00	-
Betting apportionment*	-	797 20	797 20	-
Agents' fees	-	7,506 70	7,506 70	-
Consultancy fees	-	2,600 00	2,600 00	-
Statutory advertising	-	73 62	73 62	-
Mail re-direction	-	25 96	25 96	-
Bank charges	20 00	20 00	40 00	-
VAT receivable	2,699 49	1,194 28	3,893 77	-
	<u>24,170 15</u>	<u>12,958 79</u>	<u>37,128 94</u>	
<b>Balance in hand</b>	<u><b>1,822,483 32</b></u>	<u><b>144,162.84</b></u>	<u><b>1,966,646.16</b></u>	

\* Net effect of closed and winning bets to be honoured by Stanjames, at the date of sale

## Appendix A      Pre-Administration costs

The following are costs incurred prior to the appointment of Administrators but with a view to the Company entering Administration. It is proposed that the unpaid costs will be paid as an expense of the Administration. None of these costs are part of the proposals subject to approval under paragraph 53 Sch B1 IA86

	Unpaid amount (£)	Paid amount (£)	Payment made by (if applicable)
Fees charged by the Administrators	42,261	Nil	Not applicable
Expenses incurred by the Administrators	Nil	Nil	Not applicable
Fees charged by other persons qualified to act as an insolvency practitioner	Not applicable	Not applicable	Not applicable
Expenses charged by other persons qualified to act as an insolvency practitioner	Not applicable	Not applicable	Not applicable
<b>Total</b>	<b>42,261</b>	<b>Nil</b>	<b>Not applicable</b>

## **Appendix B**

## **Copy of the statement of affairs**



## Statement of affairs

Name of company  
Pagebet Bookmakers Limited

Company number  
06008490

In the  
High Court of Newcastle upon Tyne, District  
Registry  
(full name of court)

Court case number  
1458 of 2010

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

Statement as to the affairs of (a) Pagebet Bookmakers Limited, Houghton House Belmont Business  
Park, Durham, County Durham, DH1 1TW

(b) Insert date

on the (b) 21 May 2010, the date that the company entered administration

---

### Statement of Truth

I believe that the facts stated in this statement of affairs are a full true and complete statement of the  
affairs of the above named company as at (b) 21 May 2010 the date that the company entered  
administration

Full name Ian Blackburn

Signed I Blackburn

Dated 1<sup>st</sup> June 2010

## A – Summary of Assets

### Assets

Assets subject to fixed charge

Freehold land and buildings

Licensed Betting Offices

\* a small proportion of this will be subject to a floating charge

Assets subject to floating charge

Other fixed assets, including Finsuft system

Current assets

Uncharged assets

Estimated total assets available for preferential creditors

Book Value £	Estimated to Realise £
1,357,715	900,000
8,266,752	2,016,500 *
515,214	1,000
342,005	178,126
10,481,686	3,095,626

Signature P Blackburn Date 1<sup>st</sup> June 2010

## A1 – Summary of Liabilities

	Estimated to realise £
Estimated total assets available for preferential creditors (carried from page A)	£ 3,095,626
<b>Liabilities</b>	
Preferential creditors -	£ 151,272
<b>Estimated deficiency/surplus as regards preferential creditors</b>	£ 2,944,354
Estimated prescribed part of net property where applicable (to carry forward)	£ 591,871
<b>Estimated total assets available for floating charge holders</b>	£ 2,352,483
Debts secured by floating charges	£ 4,045,090
<b>Estimated deficiency/surplus of assets after floating charges</b>	£ (1,692,607)
Estimated prescribed part of net property where applicable (brought down)	£ 591,871
<b>Total assets available to unsecured creditors</b>	£ (1,100,736)
Unsecured non-preferential claims (excluding any shortfall to floating charge holders)	£ 12,061,489
<b>Estimated deficiency/surplus as regards non-preferential creditors (excluding any shortfall to floating charge holders)</b>	£ (13,162,225)
Shortfall to floating charge holders (brought down)	£ 1,692,007
<b>Estimated deficiency/surplus as regards creditors</b>	£ (11,470,218)
Issued and called up capital	£ 200,000
<b>Estimated total deficiency/surplus as regards members</b>	£ (11,670,218)

Signature J. Bluetten Date 1<sup>st</sup> June 2010

# COMPANY CREDITORS

**Note:** You must include all creditors and identify all creditors under hire-purchase, chattel leasing or conditional sale agreements and customers claiming amounts paid in advance of the supply of goods or services and creditors claiming retention of title over property in the company's possession

Name of creditor or Claimant	Address (with postcode)	Amount of debt £	Details of any security held by creditor	Date security given	Value of security £
Siemens Financial Services	Sutton Park, Bells Hill Stoke Poges, Buckinghamshire, MK23 5SS	/	supply of credit hire power		
Shire Leasing	1 Calico Business Park, Sney Way Avington, Totton, Southampton, SO7 7JF	/	-		
Induspec	Witch Court, Blacklands Way Abingdon, Oxfordshire, OX14 1ST	/	-		
Volkwagen Finance	Bransford Court, Yeoman Drive Blacklands, Milton Keynes, MK14 5SR	/	Contract hire of vehicle RVS8 VPO		
Honda Capital Finance		/	Contract hire of truck Honda Luvias		
General Contract Finance	The Oaks, Kirby Road, Towce Narwich, Norfolk, NR21 4 8RS	-	Leasing agreement for computer equip.		
	Plus Trade Creditors listing as attached	198086			
Widdowson Berrill Ltd Leeds	Arncliffe House, 25 Water Road Leeds, W11 1LH	12,000			
HMRB Duty		148,546			
HMRB PAYE		171,172			
HMRB VAT		52,550			
GEUFF MARSHALL	115 WILKESPOUR (MIDLAND), WAREHOUSING CHESTER, WAT 6PX	175,000			

Signature J. Blackden Date 1<sup>st</sup> June 2010

# Supplier schedule

No security held by the creditors listed

Supp Code	Supplier Name	Balance	Address				
24 SEVEN	24 SEVEN COOLING LTD	60 07	UNIT 34, LANDYWOOD ENTERPRISE PARK	HOLLY LANE	GREAT WYRLEY	WALSALL	WS6 8BD
2DB	2DB LIMITED	4,626 56	PO BOX 1301	HEMEL HEMPSTEAD	HERTS		HP1 9JH
ADVANTCA	ADVANTAGE CAPITAL LTD	185 30	1 DUCHESS STREET	LONDON			W1W 6AN
ALPHAMER	ALPHAMERIC SOLUTIONS LTD	5 757 50	BISHOPGATE HOUSE	BROADFORD PARK	SHALFORD	GUILDFORD	GU4 8ED
ALPINEAI	ALPINE AIR	2,434 60	APPLE TREE HOUSE	7 LEAZES LANE	WOLINGHAM	BISHOP AUCKLAND	DL13 3DP
APPROVED	APPROVED ELECTRICAL SERVICES	182 55	71A STATION ROAD	SEAHAM	CO DURHAM	CO DURHAM	SR7 0AQ
ASPIRETE	ASPIRE TECHNOLOGY SOLUTIONS	699 13	TURING HOUSE	11 BLUE SKY WAY	MONKTON BUSINESS PARK SOUTH	HEBBURN	NE31 2EQ
BARCLAYS	BARCLAYS BUSINESS	1,255 47	BARCLAYCARD MERCHANT SERVICES	DEPT CSD	NORTHAMPTON		NN4 7SG
BETGENIU	BETGENIUS LTD	3 290 00	46 ALDWYCH	2ND FLOOR, MELBOURNE HOUSE	LONDON		WC2B 4LL
BRADLEY	BRADLEY HALL CHARTERED SURVEYORS	301 09	SUITE 2, JORDAN HOUSE	FORSTER BUSINESS CENTRE	FINCHALE ROAD	DURHAM	DH1 5HL
BRECKMEA	BRECKMEAD LTD	645 30	GRIFFINS	CHAPEL LANE WESTUMBLE	DORKING	SURREY	RHS 6AN
BRITISHG	BRITISH GAS BUSINESS ELECTRIC	10,120 85	PO BOX 254	CAMBERLEY	SURREY		GU15 3WA
BT	BT PAYMENT SERVICES LTD	81 61	BT TELEPHONE PAYMENT CENTRE	DURHAM			DH98 1BT
CERES	CERES ESTATES LTD	1,913 74	105-107 BATH ROAD	CHELtenham	GLOS		GL53 7LE
CHANCERY	CHANCERY LAND CO (1935) LTD	1 168 56	PROVIDENT HSE	51 WARWICK	DERBY		DE1 1HN
CORPORATE	CORPORATE HEALTH LTD	357 00	THE BUCKINGHAM CENTRE	BRADFORD ROAD	SLOUGH		SL1 4PG
CTPLIMIT	CTP LIMITED	3 972 34	HILL QUAYS	7 JORDAN STREET	MANCHESTER		M15 4PY
CYBERVIEW	CYBERVIEW TECHNOLOGY LTD	427 70	102 SYDNEY STREET	LONDON			SW3 6NJ
DIRECTHY	DIRECT HYGIENE LTD	689 02	WINDGATE	WINDGATE	TARLETON	LANCASHIRE	PR4 6JF
DRINKMAS	DRINKMASTER LTD	3 720 11	DRINKPAC HOUSE	PLYMOUTH ROAD LISKEARD	CORNWALL		PL14 3PG
EEF	EEF NORTHERN ASSOCIATION	814 60	DERWENT HOUSE	TOWN CENTRE DISTRICT 1	WASHINGTON	TYNE & WEAR	NE38 7SR
EGANLAW	EGAN LAWSON	1,636 74	9-10 GRAFTON STREET	LONDON			W1S 4EN
ELECTRIC	ELECTRIC CENTER	67 00	PO BOX 10466	ABERDEEN			AB12 9AT
EON	E ON	40 97	P O BOX 123	NOTTINGHAM			NG1 6HD
EREPROP	EREWASH PROPERTIES LIMITED	734 36	6 QUARRY HILL ROAD	ILKESTON	DERBYSHIRE		DE7 4DA
EVERSHEDS	EVERSHEDS LLP	5,581 25	CENTRAL SQUARE SOUTH	ORCHARD STREET	NEWCASTLE UPON TYNE		NE1 3XX
EXPERT	EXPERT RADIOLINK SECURITY	68 15	24/26 HIGHGATE	CLEETHORPES	NE LINCOLNSHIRE		DN35 8NR
FINSOFT	FINSOFT LTD	18,171 80	16 18 HATTON GARDEN	LONDON			EC1N 8AT
FIRSTCIT	FIRST CITY LTD	1,126 03	FIRST CITY HOUSE	19 WATERLOO ROAD	WOLVERHAMPTON	WEST MIDLANDS	WV1 4DY
FYRFYTER	FYR FYTER	603 99	UNIT 8A	RENNY 5 LANE	DURHAM		DH1 2RS
GLOBALDR	GLOBAL DRAW	73,539 28	99 GREEN LANE	HOUNSLOW	MIDDLESEX		TW4 6BW
HARRISON	HARRISON PROPERTIES LTD		BOROUGH ROAD	DARLINGTON	CO DURHAM		DL1 1SW
HNORDSTR	H NORDSTROM & SON	20 36	PINEWOOD HOUSE	HENDON ROAD	SUNDERLAND	TYNE & WEAR	SR1 2ID
HONDAFIN	HONDA FINANCE EUROPE PLC	5 88	HEATHSIDE PARK	HEATHSIDE PARK ROAD	STOCKPORT		SK3 0RB
HOTSPUR	HOTSPUR LAND LIMITED	372 24	ESTATES OFFICE	ALNWICK CASTLE	ALNWICK	NORTHUMBERLAND	NE66 1NQ
INGLEBYB	INGLEBY BARWICK LAND & PROPERTY DEVELOPN	3,681 25	41 FOUNTAIN AVENUE	INGLEBY BARWICK	STOCKTON-ON-TEES		TS17 0TX
JLHTONER	JLH TONERS LTD	4,698 57	22 DAMSON ROAD	LOCKING CASTLE	WESTON SUPER MARE	NORTH SOMERSET	BS22 8QQ
JONESLANG	JONES LANG LASALLE	2,000 00	PROPERTY ACCOUNTS DEPT	AMAS LTD	25 BANK STREET	DOCKLANDS	E14 5QQ
LLEWELLE	LLEWELLEN ESTATE MANAGEMENT	875 00	61 BRIDGE STREET	WALSALL			WS1 1JQ
M R PROP	M R PROPERTY HOLDINGS LTD	2 447 91	WHITE HOUSE	MAIN STREET	BILBROUGH	YORK	YO23 3PH
MARTINBR	ADVANCE FIRE & SECURITY SYSTEMS LTD	4,312 27	WALLSEND BUSINESS CENTRE	COACH ROAD	WALLSEND	TYNE & WEAR	NE28 6JA
MCKENZIE	MCKENZIE BELL SOLICITORS	41 12	19 JOHN STREET	SUNDERLAND			SR1 1JG
N E EXPRES	N E EXPRESS LTD	28 14	BIBBY FACTORS NORTHEAST LTD	5a TOWER HOUSE, ST CUTHBERTS COURT	SUNDERLAND ENTERPRISE PARK	SUNDERLAND	SR5 3JU
NAYLORS	NAYLORS CHARTERED SURVEYORS	5,765 58	HADRIAN HOUSE	HIGHAM PLACE	NEWCASTLE UPON TYNE		NE1 8AF
NEWCASTL	NEWCASTLE LOCKSMITHS & SAFE CO	164 50	FORT HOUSE	173 WEST ROAD	NEWCASTLE		NE15 6PQ
NILDRAIM	NILDRAIM	0 91	1 TRIANGLE BUSINESS PARK	STOKE MANDEVILLE	BUCKS		HP27 5BL

Statement of affairs background.xlsx

# Supplier schedule

No security held by the creditors listed

Supp Code	Supplier Name	Balance	Address		
NORTHEVE	NORTH EAST VENDING LTD	213 82	40 44 VILLIERS STREET	SUNDERLAND	SRI 1HA
NTL	NTL	36 97	P O BOX 4459	WORTHING	BN13 1XP
ODGENWAL	ODGEN WALLER(PETROL STATIONS) LLP	1,877 26	PICKERING HOUSE	YORK PLACE	LS1 2ED
PEEL	PEEL INVESTMENTS (NORTH) LTD	321 46	PEEL DOME	THE TRAFFORD CENTRE	M17 8PL
PHS	PHS WASTETECH	319 49	THE QUADRANT	MARLBOROUGH ROAD	BN15 8UW
PIPPAMINOR	PIPPA MINORS COUNSELLING	90 00	17 CORONATION ROAD	PELSALL	WS4 1BG
PREMIERD	PREMIER MULTIDOODS LTD	546 38	THE POWER HOUSE	BACK STATION LANE	DH3 1DB
PREMIERW	PREMIER WASTE MANAGEMENT LTD	110 98	PROSPECT HOUSE	AYKLEY HEADS BUSINESS CENTRE	DH1 5TS
RAVENHILT	RAVENHILT LTD	1 753 87	2 WHITELEY WOOD ROAD	SHEFFIELD	S11 7EE
ROBERTSON	ROBERTSON SIMPSON LTD	377 05	UNIT 4, THE STATHES	GATESHEAD	NE11 9SN
RICONTRA	RT CONTRACTS	222 54	32 CARISBROOKE DRIVE	SOUTHPORT	PR9 7ID
SAGEUKLT	SAGE UK LTD	401 78	NORTH PARK	NEWCASTLE UPON TYNE	NE13 9AA
SCC INTERN	SCC INTERNATIONAL LTD	158 63	FIELDINGS ROAD	CHESHUNT	EN8 9TL
SCEPTRE	SCEPTRE LEISURE SOLUTIONS LTD	647 23	139 BROOKFIELD PLACE	WALTON SUMMIT	PR5 8BF
SCOTPOWER	SCOTTISH POWER	44 12	1 ATLANTIC QUAY	GLASGOW	G2 8SP
SEVERBTR	SEVERN TRENT WATER	647 87	DURHAM		DH1 1RR
SHEPHERD	SHEPHERD COMMERCIAL	1 666 66	SUITE D STOWE HOUSE		B93 0LY
SINTONS	SINTONS LLP SOLICITORS	1 232 27	THE CUBE	1688 HIGH STREET	NE4 6DB
SISSERVI	SIS SERVICES LTD	2 375 18	17 CORSHAM STREET	BARRACK RD	N1 6DR
SITAUUKLT	SITA UK LTD	373 74	301-303 PARKWAY	LONDON	BS22 6WA
SKYBUSIN	SKY BROADCASTING LTD	1 804 82	P O BOX 1805	WORLE	EH54 7XG
SOUTHERN	SOUTHERN ELECTRIC	175 82	P O BOX 17	LIVINGSTON	PO9 5DD
SPRATT	SPRATT ENDICOTT SOLICITORS	1 91	52 54 THE GREEN	HAVANT	OX16 9AB
STAFFS	SOUTH STAFFS WATER	123 56	GREEN LANE	BANBURY	WS2 7PO
SUPERSOC	SUPER SOCCER	834 21	PO BOX 150	WALSAL	BS 6NB
SUPSOCOD	SUPER SOCCER ODDSFEED LTD	2 350 00	PO BOX 150	133 SHERLOCK STREET	BS 6LT
TATECONS	TATE CONSUMABLES LTD	1 710 62	UNIT 29 VEREY ROAD	133 SHERLOCK STREET	LUS 4TT
TERRYPAT	TERRY PATTON & SONS	305 50	19 ASHBERRY GROVE	WOODSIDE IND ESTATE	SR6 0HU
THEDURHA	THE DURHAM COMPANY LTD	160 46	HAWTHORNE HOUSE	TYZACK PARK	DH4 6IW
TILLROLL	TILL ROLLS DIRECT	3 008 40	UNIT 5 THE STABLE YARD	BLACKTHORN WAY	FENCEHOUSES
TOTEDIRE	TOTE DIRECT	164 45	DOUGLAS HOUSE	BREWER STREET	SURREY
TPABBEY	T P ABBEY	540 00	BUTCHERS COTTAGE	TOTE PARK CHAPEL LANE	RH1 4QP
TURFTV	AMALGAMATED RACING LTD	412 43	TRACKSIDE HOUSE	79A HIGH ST	WN3 4HS
TVVIDEOO	TV & VIDEO DIRECT LTD	527 58	39/41 KNOWSLEY STREET	99 WALDEGRAVE ROAD	YO13 9AJ
UNITEDCA	UNITED CARLTON OFFICE SYSTEMS LTD	473 02	MEADOW COURT	BOLTON	TW11 8LA
UNITEDUT	UNITED UTILITIES WATER PLC	609 85	PO BOX 450	DUKESWAY	BL1 2AS
VODAPHON	VODAPHONE LTD	29 38	VODAPHONE HOUSE	WARRINGTON	NE11 0PZ
WESTFIEL	WESTFIELD PROPERTIES	1 175 00	20 KIRKGATE	THE CONNECTION	WASS 1WA
WHITECHAPE	WHITECHAPEL ENTERPRISES LTD	1 762 50	PO BOX 99	SHERBURN IN ELMET	RG14 2FN
WILLIAMS	WILLIAMS PROPERTY AND LEISURE	4 202 00	77 BRIDGE STREET	MOSSLEY HILL	LS25 68H
WORKWEAR	WORKWEAR EXPRESS LTD	347 22	CATHEDRAL PARK	BEALMONT IND ESTATE	L18 2WY
YORKSHIR	YORKSHIRE WATER	14 07	PO BOX 52	BRADFORD	WS1 1JQ
		198 086 14			DH1 1TN
					BD3 7YD

Signature

Date

1<sup>st</sup> June 2010

## Company Shareholders

Name of shareholder	Address	No of shares held	Nominal value	Detail of shares held
Austin Carney	8, The Grove, Houghton-le-Spring, Tyne and Wear, DH4 8NT	40,552	£ 1.00	Ordinary shares
David Archer	19 Westhouse Avenue, Potters Bank, Durham, DH1 4FH	27,500	£ 1.00	Ordinary shares
Michael Kincke	33 Ditton Reach, Thames Ditton, Surrey, KT7 0XB	11,865	£ 1.00	Ordinary shares
Advantage Capital Partners fund 1	1 Duchess Street, London W1W 6AN	11,739	£ 1.00	Ordinary shares
Advantage Capital Partners fund 2	1 Duchess Street, London W1W 6AN	5,616	£ 1.00	Ordinary shares
Robert Adair investment fund	c/o Advanatage Capital, 1 Duchess Street, London W1W 6AN	89,887	£ 1.00	Ordinary shares
Martin Bodenham	1 Duchess Street, London W1W 6AN	8,346	£ 1.00	Ordinary shares
Trevor Jones	1 Duchess Street, London W1W 6AN	4,495	£ 1.00	Ordinary shares
		200,000		

Austin Carney	8, The Grove, Houghton-le-Spring, Tyne and Wear, DH4 8NT	2,259,455	£ 1.00	Redeemable preference shares
David Archer	19 Westhouse Avenue, Potters Bank, Durham, DH1 4FH	1,997,501	£ 1.00	Redeemable preference shares
Michael Kincke	33 Ditton Reach, Thames Ditton, Surrey, KT7 0XB	238,131	£ 1.00	Redeemable preference shares
Advantage Capital Partners fund 1	1 Duchess Street, London W1W 6AN	1,357,826	£ 1.00	Redeemable preference shares
Advantage Capital Partners fund 2	1 Duchess Street, London W1W 6AN	277,519	£ 1.00	Redeemable preference shares
Robert Adair investment fund	c/o Advanatage Capital, 1 Duchess Street, London W1W 6AN	5,076,573	£ 1.00	Redeemable preference shares
		11,207,005		

Signature *P. Bluckham*

Date 1<sup>st</sup> June 2010