

AM06

Notice of approval of administrator's proposals



Companies House

For further information, please
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1 Company details

Company number 0 6 1 9 0 7 8 6

Company name in full Waterfront Hotels (Southport) Limited (formerly known as
Bliss Hotels (Southport) Limited)

→ Filling in this form

Please complete in typescript or in
bold black capitals.

2 Court details

Court name High Court

Court case number 7 3 1 2 0 2 2

3 Administrator's name

Full forename(s) Paul Michael

Surname Davies

4 Administrator's address

Building name/number The White Building

Street 1-4 Cumberland Place

Post town Southampton



County/Region

Postcode S O 1 5 2 N P

Country

AM06

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5	Administrator's name ①		① Other administrator Use this section to tell us about another administrator.
Full forename(s)	Sandra Lillian		
Surname	Mundy		② Other administrator Use this section to tell us about another administrator.
6	Administrator's address ②		
Building name/number	The White Building		
Street	1-4 Cumberland Place		
Post town	Southampton		
County/Region			
Postcode	S O 1 5 2 N P		
Country			
7	Date administrator(s) appointed		
Date	<div> <div>^d2</div> <div>^d8</div> <div>^m0</div> <div>^m9</div> <div>^y2</div> <div>^y0</div> <div>^y2</div> <div>^y2</div> </div>		
8	Date statement of proposals delivered to creditors		
Date	<div> <div>^d2</div> <div>^d1</div> <div>^m1</div> <div>^m1</div> <div>^y2</div> <div>^y0</div> <div>^y2</div> <div>^y2</div> </div>		
9	Date proposals were deemed to be approved		
Date	<div> <div>^d0</div> <div>^d1</div> <div>^m1</div> <div>^m2</div> <div>^y2</div> <div>^y0</div> <div>^y2</div> <div>^y2</div> </div>		
10	Sign and date		
Administrator's signature	Signature 		
Signature date	<div> <div>^d0</div> <div>^d2</div> <div>^m1</div> <div>^m2</div> <div>^y2</div> <div>^y0</div> <div>^y2</div> <div>^y2</div> </div>		

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Presenter information

You do not have to give any contact information, but if you do it will help Companies House if there is a query on the form. The contact information you give will be visible to searchers of the public record.

Contact name **Govind Menon**

Company name **James Cowper Kreston**

Address **The White Building**
1-4 Cumberland Place

Post town **Southampton**

County/Region

Postcode **S O 1 5 2 N P**

Country

DX

Telephone **023 8022 1222**



Checklist

We may return forms completed incorrectly or with information missing.

Please make sure you have remembered the following:

- ☐ The company name and number match the information held on the public Register.
- ☐ You have signed and dated the form.



Important information

All information on this form will appear on the public record.



Where to send

You may return this form to any Companies House address, however for expediency we advise you to return it to the address below:

The Registrar of Companies, Companies House,
Crown Way, Cardiff, Wales, CF14 3UZ.
DX 33050 Cardiff.



Further information

For further information please see the guidance notes on the website at www.gov.uk/companieshouse or email enquiries@companieshouse.gov.uk

This form is available in an alternative format. Please visit the forms page on the website at www.gov.uk/companieshouse

**Waterfront Hotels (Southport) Limited (Formerly known as Bliss Hotels
(Southport) Limited) now t/a Waterfront Southport Hotel) in Administration
Company Number: 06190786
In the High Court 731 of 2022
("the Company")**

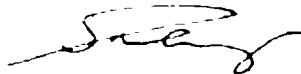
**Notice of deemed approval of the Joint Administrators' Proposals pursuant to
Rule 3.38 of the Insolvency (England and Wales) Rules 2016 ("the Rules")**

Notice is hereby given that Paul Davies (IP No. 16510) and Sandra Mundy (IP No. 9441) of James Cowper Kreston, The White Building, 1-4 Cumberland Place, Southampton, SO15 2NP Tel: 02380 221 222 were appointed as joint administrators of the Company on 28 September 2022.

A copy of the joint administrators' proposals were delivered to creditors on 21 November 2022.

No request for a requisitioned decision, pursuant to Rule 15.18 of the Rules was received within 8 business days following delivery of the proposals.

The joint administrators' proposals were approved by creditors of the Company on 01 December 2022.



**Sandra Mundy
Joint Administrator**

02 December 2022

Dated

**Waterfront Hotels (Southport) Limited
(formerly known as Bliss Hotels (Southport) Limited)
In Administration
Formerly Trading as Bliss Hotel Southport
Now trading as Waterfront Southport Hotel**

**The Joint Administrators' proposals
Pursuant to Schedule B1 of the Insolvency Act 1986 ("the Act") and
Part 3 of the Insolvency (England and Wales) Rules 2016 ("the Rules")**



Summary Information

The Company	Waterfront Hotels (Southport) Limited (formerly Bliss Hotels (Southport) Limited)
Trading names	Formerly known as Bliss Hotel Southport now re branded as Waterfront Southport Hotel
Registered Number	06190786
Date of incorporation	29 March 2007
Registered Address	C/o James Cowper Kreston, The White Building, 1-4 Cumberland Place, Southampton SO15 2NP
Former Registered Office	Bliss Blakeney Morston Road, Blakeney, Norfolk, NR25 7BG
Trading Address	Waterfront, Promenade, Southport PR9 0DX
Activity of the Company	Hotels and similar accommodation (SIC code 55100)
Court Reference number	731 of 2022 in the High Court
Appointed by	Charge Holder
Administrators' Details	Paul Michael Davies and Sandra Lillian Mundy of James Cowper Kreston, The White Building 1-4 Cumberland Place Southampton SO15 2NP, Tel: 02380 221 222 The administrators are licenced by the ICAEW and are bound by the Insolvency Code of Ethics
IP Numbers	16510 and 9441 (respectively)
Date of Administrators' Appointment	28 September 2022
Changes to Office Holders	N/A
Joint and Concurrent Administrators	The joint administrators for the purpose of para 100(2) of Schedule B1 of the Act will act and exercise any of the powers conferred on them in the Act jointly or individually.
Dividend Prospects	The secured and preferential creditors can expect to receive a return; however, the level and timing are to be determined.
Date of delivery of proposals	21 November 2022
EC Regulations on Insolvency Proceedings	Centre Of Main Interest (COMI) proceedings

Directors

The following have held office as director within the three years prior to the appointment of joint administrators

Name	Appointed	Resigned
Jiten Nayak	21 June 2022	n/a
Kevin Russell Potter	17 May 2017	n/a
Robert Paul Agsteribbe	20 December 2016	24 February 2022
Daniel Broch	20 December 2016	24 February 2022

Company Secretary

The Company does not have a Company Secretary.

Shareholders

The Company has issued 14,300 shares with a nominal value of 1p each. The shares are ordinary shares and they all held by Waterfront Southport Properties Limited.

Subsidiaries

The Company has no subsidiaries.

Table of Contents

1	Introduction
2	Circumstances Giving Rise to the Appointment of Administrators
3	Statement of Affairs
4	Achieving the Purpose of the Administration
5	Management of the Company's affairs following the Appointment of the Administrators
6	Financing of the Company's Affairs Following the Appointment of the Administrators
7	Regulatory and Statutory Obligations
8	Records
9	Proposals to Achieve the Objective of the Administration
10	Investigation into Conduct of Directors
11	Creditors' Committee
12	Prescribed Part
13	EC Regulations on Insolvency Proceedings
14	Work Undertaken Pre-Administration and Associated Costs
15	Administrators' Remuneration
16	Approval of Joint Administrators' Proposals

Appendix A	Statement of Estimated Financial Position
Appendix B	Creditors' Schedule
Appendix C	Joint Administrators' Receipts and Payments Account
Appendix D	Trading Profit and Loss Account
Appendix E	Joint Administrators' Expenses
Appendix F	Proof of Debt
Appendix G	Enquiry into Company Insolvency

1 Introduction

- 1.1 Sandra Mundy and I were appointed as joint administrators of Waterfront Hotels (Southport) Limited (formerly Bliss Hotels (Southport) Limited) ("the Company") on 28 September 2022 by the Charge Holder of the Company in the High Court.
- 1.2 In accordance with Paragraph 49(1) of Schedule B1 of the Insolvency Act 1986 ("the Act"), we now set out our proposals for achieving the purpose of the administration and for the conduct of the administration. This report contains the information required by Rules 1.4 to 1.9 and 3.35 to 3.36 of the Insolvency Rules 2016 ("the Rules").

2 Circumstances Giving Rise to the Appointment of the Administrators

- 2.1 The Company was incorporated on 29 March 2007 and operated as a hotel. It employs 90 members of staff from its site at Waterfront, Promenade, Southport PR9 0DZ.
- 2.2 Its parent company, Waterfront Southport Properties Limited, owns the long leasehold for the hotel from which the Company operates. We have also been appointed administrators over this entity.
- 2.3 The Company's primary source of funding was provided by ICG- Longbow Senior Secured UK property Debt Investments Limited (the Charge Holder) which was secured by way of a fixed and floating charge dated 22 February 2019. The Company and Waterfront Southport Properties Limited have given cross guarantees to the lender and are both liable to the Charge Holder for the indebtedness. The companies owe £16,211,470.20 to the Charge Holder.
- 2.4 The Charge Holder in its letter of demand to the companies listed default events including:
- Non-payment of interest payment obligations
 - Non-compliance with property reporting obligations
 - Non-compliance with the NOI and LTV obligations

The Company did not pay the demand which was issued on 20 September 2022 and consequently the administration appointment was made by filing papers in the High Court on 28 September 2022, with the Court granting the appointment at 1.21pm on the same day.

3 Statement of Affairs

- 3.1 Following our appointment as administrators we sent notice to the directors requiring them to provide us with a statement of affairs of the Company. This document has not yet been received. Directors have been reminded of their obligation to provide this document. Once it has been received it will be filed at Companies House and disclosed to creditors in subsequent reports. Our ability to release these proposals earlier to creditors has in part been hampered by a lack of the provision of a statement of affairs.
- 3.2 We enclose as Appendix A details of the financial position of the Company at the latest practicable date being 28 September 2022. A list of the Company's creditors is provided with this statement. Given that we have not received the directors' statement of affairs and the management accounts of the Company appear to be inaccurate (see below) we are not certain that this is a full list of creditors. We have not included customers that have paid deposits prior to the administration as these bookings are being honoured during trading and therefore, we do not consider them to be creditors, should this situation change, we will contact these customers and advise them of how to make a claim in the administration.

4 Achieving the Purpose of the Administration

4.1 Paragraph 3(1) of Schedule B1 to the Insolvency Act 1986 provides that an administrator of a company must perform his functions with the objective of.

- a) Rescuing the company as a going concern; or
- 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
- c) Realising property in order to make a distribution to one or more of the secured or preferential creditors.

4.2 The administrator should perform his functions in the interest of the company's creditors as a whole and with the objective specified in subparagraph (1)(a) above unless he thinks either:

- a) That it is not reasonably practicable to achieve the objective, or
- b) That the objective specified in paragraph (1)(b) would achieve a better result for the company's creditors as a whole.

4.3 The administrator may perform his functions with the objective specified in subparagraph (1)(c) only if:

- a) He thinks that it is not reasonably practicable to achieve either of the objectives specified in subparagraph (1)(a) and (b), and
- b) He does not unnecessarily harm the interests of the creditors of the company as a whole.

4.4 In this instance due to the value of the Company's assets and the level of the liabilities it is not envisaged that the primary objective of rescuing the Company as a going concern can be achieved.

4.5 Objective 2 is being pursued as continuing to trade the business whilst a buyer is sought is likely to achieve a better result for the Company's creditors as a whole than would have been likely if the Company were wound up (without first being in administration). If trading operations ceased, it is very unlikely that any realisation would be made for goodwill and the value of chattel assets is likely to be severely impaired. It is expected that as the business and assets are likely to be sold as a going concern that the staff will transfer under Transfer of Undertakings Protection of Employment regulations, and therefore not trigger employee liabilities such as redundancy entitlements. If the hotel is sold as a going concern, then it is the purchaser's option to honour bookings and deposits taken in the period prior to the administration, thereby reducing liabilities.

4.6 In the unlikely event that trading activities had to cease then the final objective would be pursued namely, realising property in order to make a distribution to the secured and preferential creditors, albeit values achieved are likely to be significantly diminished and returns would be severely impaired. We would revert to creditors with revised proposals if trading operation needed to cease.

5 Management of the Company's Affairs Following the Appointment of the Administrators

5.1 Continued trading

5.2 We have continued to trade the business in administration as we consider that this offers the best prospect of returns to creditors as the value of assets if trading ceased would be severely impaired. Stocks and other consumables have been disposed at their normal retail value in the ordinary course of business during the trading period. No other assets have been

disposed of during the administration to date.

5.3 **Sale of assets**

The Company's assets comprise mainly of chattel assets, being fixtures and fittings and plant and machinery, associated with the trade of the hotel. It is anticipated that the chattel assets will be sold as part of the sale of the long leasehold premises. The long leasehold premises is currently being marketed for sale and offers are invited to be submitted by 9 December 2022. The timing of a sale is uncertain at present but is expected to be in the first few months of 2023. The chattel assets have been valued by Hilco Valuation Services on an in-situ basis at £245,440.

5.4 **Other Assets**

In addition to the chattel assets at the date of our appointment there was cash at bank of £209,027, albeit that the Company's bankers set off a Covid loan of £67,000 and allowed payments of £23,750 payments to go through the account after a request to freeze the account had been made. We have requested that the Bank repay the unauthorised payments of £23,750, we will update creditors in future reports on the recovery. The balance of cash at bank has been secured and now resides in the estate account. We note that the management accounts indicate that there was cash at bank and in hand of £1.1m this is inaccurate, but we will investigate the transactions through the bank account, and we will advise creditors of our findings in future reports.

Prior to the Company's old bank account being closed there were receipts of £28,390 received in relation to amounts due from credit card providers for periods prior to the date of administration, these have been recorded in our receipts and payments account as debtor receipts.

The Company has change floats and till floats of £2,400 these are being maintained in the trading period.

There was also stock with a realisable value of £7,700 (as valued by Hilco Valuation Services) and again this has been utilised to facilitate trading, the current value of stock at cost on site is £29,094. Once the property is sold it is expected that remaining stock will be acquired by the purchaser at the lower of cost and net realisable value.

The Company had incurred significant development costs in its website and at the last set of filed accounts, 31 December 2020, the book value was shown as £37,462. We do not expect that there will be any significant realisation in relation to this. The Company was party to a licence agreement for the use of the brand 'Bliss Hotel', this facility was withdrawn on the appointment of administrators. The website used the 'Bliss' branding and therefore it is considered unlikely that a realisation from this source will be made.

The last set of filed accounts also show a book value for long-term leasehold property of £2,487,237 this relates to work undertaken for refurbishment and improvement of the long-term leasehold property which is owned by Waterfront Southport Properties Limited (an associated company), this has been capitalised on the Company's balance sheet. We have assumed that a percentage of the realisation for the property will be attributed to the Company, but this will be subject to legal advice.

There were debts owed by group undertakings of £2,005,531 disclosed in the last set of filed accounts. The amount shown in the management accounts as at 27 September 2022 as being due is £918,266 however, the accuracy of this figure is unknown and from our review of the management accounts we do not consider that reliance can be placed on the figures contained within them. As you will see above, we have requested that the directors provide us with a statement of affairs, but this has not been provided. Unless the value of the long-leasehold property, being the hotel premises, exceeds expectations then we do not consider that the group undertaking, Waterfront Southport Properties Limited, will be in a position to repay this debt.

Given our concerns about the accuracy of the management accounts we note that there are potentially other assets as detailed below, and we will investigate the position and report to creditors in future reports as to any realistic realisable value for these items:

	£
Other debtors	233,243
Prepayments and accrued income	80,722
Suspense account	54,558
	<u>368,523</u>

Prior to the administration the Company had sought to recover monies in respect of unwarranted credit card charges, the Company had agreed to be party to an action being taken by a number of entities. The claim was in the region of £86k. We have concluded that the risks of adverse costs from litigation and time associated with pursuing this action will be disproportionate to the potential recovery and we have withdrawn from the action. We have also considered whether there is merit in selling the right of action however, from our discussions with potential purchasers we have concluded that this will not be possible.

5.5 Employees

Given that it is expected that the business will be sold as a going concern it is anticipated that the c90 employees will transfer pursuant to Transfer of Undertakings (Protection of Employment) Regulations. The Company operates a defined contribution pension scheme, and this scheme is continuing in the administration period. The relevant notifications have been made to the pension provider and others.

5.6 Creditors

We obtained details of the Company's creditors and informed them of our appointment as administrators.

On the 22 February 2019 the Company granted a fixed and floating charge to ICG- Longbow Senior Debt S.A. At the date of administration Charge Holder was owed £16,211,470.20 (see details above). The value of the security will depend in large part on the realisation of the long leasehold property.

To facilitate continued trading the employees were paid their arrears of wages at the date of administration. The first £800 per employee was the payment of a preferential entitlement. Most employees also had a preferential holiday entitlement accrued at the date of administration, these holiday entitlements are being honoured in the trading administration period and if any remain at the point of sale, we expect these to be caught by TUPE regulations.

HM Revenue and Customs (HMRC) are a secondary preferential creditor for certain liabilities and appear to be owed the following (albeit subject to adjudication of creditor claims):

	£
PAYE and NIC	461,278
VAT	187,840
Total	<u>649,118</u>

HMRC are owed for the final quarter of VAT representing £187,840. The amount due to HMRC for PAYE and NIC is taken from the management accounts and therefore may be inaccurate. We are advised that there was a payment plan in place for PAYE and NIC. We will liaise with HMRC over its claims.

Details of the names and address of all known creditors together with amounts owed to them may be found at appendix B.

In the circumstances of this case, we consider that there will be a significant shortfall to the secured lender under its fixed charge, albeit, that the Charge Holder is likely to recover some of its indebtedness in the associated company which is also subject to administration.

As detailed above the employees are unlikely to suffer any shortfall in terms of the preferential entitlements.

HMRC as a secondary preferential creditor is likely to only receive part of what it is owed estimated at 71p in £ prior to the costs of the administration and subject to the agreement of its claim.

It is not expected that there will be any funds available to the floating charge creditor, and consequently there will not be a distribution to unsecured creditors by way of the prescribed part. Unsecured creditors cannot expect a distribution from this estate. We are therefore making a statement under paragraph 52(1)(b) to Schedule B1 of the Insolvency Act 1986 that the Company has insufficient property to enable a distribution to be made to the unsecured creditors.

Given that we are continuing to honour the deposits that customers have made in the pre-appointment period (these include bookings for accommodation, weddings, functions etc) we do not consider that they are currently creditors, and we expect that when the hotel is sold that the purchaser will continue to honour such bookings to preserve the trading of the business. However, should this position change, we will notify deposit customers and offer them the opportunity to make a claim in the administration, albeit that we do not expect that there will be funds available to make a distribution to them.

5.7 Expenses of the administrator

We set out at appendix E the expenses that we expect to incur during the conduct of the administration. Please be aware that this includes 4 months of trading expenses and associated costs, however, if the sale of the business has not concluded by then the expenses will rise. It does not include a provision for the joint administrators' remuneration as at the current time a basis has not been agreed.

Further detail will be provided to the authorising body when the joint administrators' fee resolution is sought.

6 Financing of the Company's Affairs Following the Appointment of the Administrators

- 6.1 If the administrators' proposals are approved, it is anticipated that trading will continue until a sale of the business is achieved.
- 6.2 The initial funding requirement for the trading administration has been met by the Charge Holder introducing funds of £200,000. The Charge Holder will be repaid when funds permit. In addition, M & T the managing agent, advanced funds in the first month of the administration, to meet the payment of historic wages, this has since been repaid.
- 6.3 Despite having requested funds from the Company's bankers on the day of appointment, it took some considerable time for them to freeze the account and advance monies, these monies have since been received. These floating charge monies may be used to fund ongoing funding requirements of the administration as we consider that this is in the best interest of creditors as continued trading will enhance the recovery prospects for creditors (as explained above). However, we are of course mindful of our obligation to preferential and unsecured creditors, and we will protect their interests.
- 6.4 Monthly cash flow forecasts are being produced to ascertain ongoing funding requirements, if necessary, we expect that the Charge Holder will continue to financially support the trading effort.
- 6.5 The first full month's trading was above break-even and attached at appendix D is a summary of the profit and loss account for this period. There were, however, a number of exceptional items which have resulted in a net loss for the period including (but not limited to); the

payment of wages for the whole of September 2022, essential payments to suppliers to facilitate continued supply where no ready alternative was available, payment for continued use of the brand whilst a rebrand of the hotel was arranged and the honouring of deposits taken from customers in the period prior to administration. The payment of these exceptional items where necessary was to protect the value in the assets of the Company as the value of assets would have been significantly impaired had the hotel operations ceased, resulting in reduced returns to the Charge Holder and preferential creditors.

- 6.6 The Company had traded under the 'Bliss' brand under licence, the licence being attributable to one of the former directors. The licence was terminated on the appointment of administrators. We negotiated with the director for continued use of the licence which was agreed. We considered that the cost of this at £20,000 per month was unsustainable and therefore took the decision to rebrand. The Company is now trading under the brand Waterfront Southport Hotel. We are also in discussions to be supported by a major hotel brand operator.

7 Regulatory and Statutory Obligations

- 7.1 In the period following our appointment we have complied with our statutory and regulatory duties to notify creditors (including HM Revenue & Customs) and members of our appointment and have filed the required documents at Companies House. We have advertised our appointment in the London Gazette. We have responded to queries from trade creditors. We have also complied with statutory and regulatory obligations in respect of the Pensions Regulator.
- 7.2 We have begun our initial investigation into the affairs of the Company and the conduct of the directors for the period prior to our appointment. More details are provided at paragraph 10 below.

8 Records

- 8.1 In relation to electronic records, we have secured access to Xero, which the Company used as its online accounting system. We also have copies of payroll records including furlough records for the past three years. We have also obtained access to the Company's document filing system and secured these records. We have engaged an IT provider to secure certain electronic correspondence.
- 8.2 We have collated the records on site which are being stored within a secured unit. These will shortly be removed from site and delivered to our third-party storage unit. These records contain accounting records for the period 2008 – 2020, such as daily revenue reports, and management accounts. Since 2020, all records have been kept electronically. We have also contacted the auditors to ask if they hold any records, and if so, to deliver these up.
- 8.3 The registered office of the Company has been changed to our office address being The White Building, 1-4 Cumberland Place, Southampton SO5 2NP.

9 Proposals to Achieve the Objective of the Administration

- 9.1 We propose that the following steps now be taken:
- (a) Continue to run marketing process to find a buyer for the business and assets.
 - (b) Consult with employees as necessary regarding a possible TUPE transfer.
 - (c) Monitor and control ongoing trading until a sale is achieved,
 - (d) Continue to liaise with insurers regarding ongoing insurance requirements,
 - (e) Continue to monitor and comply with Health and Safety and regulatory requirements (including but not limited to alcohol licences, GDPR requirements,

wedding licenses, music licences, equipment maintenance requirements etc)

- (f) Obtain the refund of monies defrayed by the bank after the request was made to freeze the account,
- (g) Obtain monies from certain of the credit card providers for post appointment periods,
- (h) Investigate the amounts shown in the management accounts as being owed by other debtors to ascertain whether there is any prospect of making a recovery,
- (i) Ascertain whether it will be possible to recover any pre-payments,
- (j) Investigate transactions through the bank account in the period prior to the date of administration
- (k) Ensure that matters relating to the Company's defined contribution pension scheme are finalised,
- (l) Deal with creditor queries as they arise including prospective and contingent creditors for advance bookings, and retention of title creditors,
- (m) Assist, as far as we are able, in the collection and return of any third-party assets,
- (n) As necessary complete any pre-appointment returns that are due to HMRC,
- (o) Complete our investigation into the affairs of the Company as required by Statement of Insolvency Practice 2 ("SIP 2") and establish whether there are any viable actions that can be taken to recover funds for the benefit of creditors,
- (p) Complete our investigation into the conduct of the directors who held office in the three years prior to the administration of the Company and report to the Insolvency Service,
- (q) Continue to respond to press enquiries as they are received,
- (r) All such other actions and general exercise of the administrators' powers as we consider in our discretion necessary to achieve the purpose of the administration.

9.2 Legislation provides for several exit routes from administration, namely:

- a) Automatic end of administration – the appointment of an administrator shall cease to have effect at the end of the period of one year.
- b) Court ending administration on application of the administrator – on application a Court may provide for the appointment of an administrator of the company to cease to have effect from a specified time.
- c) Termination of administration where objective achieved – if the administrator thinks that the purpose of administration has been sufficiently achieved in relation to the company he may file a notice in the prescribed form with the Court and Registrar of Companies and then the appointment shall cease to have effect.
- d) Court ending administration on application of creditor – on application the court may provide for the appointment of an administrator of the company to cease to have effect at a specified time.

- e) Public interest winding-up - this applies where a winding-up order is made for the winding up of a company in administration on a petition presented under either public interest grounds or by the Financial Services Authority.
- f) Moving from administration to creditors' voluntary liquidation – this applies where the administrator thinks that the total amount which each secured creditor of the company is likely to receive has been paid to him or set aside for him and that a distribution will be made to unsecured creditors of the company.
- g) Moving from administration to dissolution – if the administrator of a company thinks that the company has no property, which might permit a distribution to its creditors, he shall send a notice to that effect to the registrar of companies and on registration the appointment shall cease to have effect.

9.3 It is very unlikely that there will be sufficient realisations, after costs, to permit a distribution to creditors. It is therefore proposed that the exit route from administration be in accordance with Paragraph 84 of Schedule B1 of the Act – moving from administration to dissolution. If in the unlikely event that there are sufficient funds to permit a distribution to unsecured creditors, (other than by way of the prescribed part) then we will revert to creditors to amend these proposals to allow an exit via a creditors' voluntary liquidation to facilitate a distribution to unsecured creditors.

9.3 The administration process comes to an automatic end after one year and it may be necessary, although we consider it unlikely, to extend the period of the administration in order to achieve the objectives of the administration. The administration can be extended for a period of one year by seeking the consent of creditors in a decision procedure. An extension will be sought if it is considered necessary.

9.4 It is proposed that the administrators shall have their discharge from liability in respect of any action of theirs during the administration at the time their appointment ceases to have effect in accordance with paragraph 98(2) of Schedule B1 of the Act.

10 Investigation into the Conduct of the Directors

10.1 We are required to investigate the conduct of the directors and any other person(s) acting as director in the three years preceding the administration and complete a report for the Insolvency Service so that they can consider whether it is appropriate to disqualify directors. This report is not made public.

10.2 We also investigate the affairs of the Company in the period prior to the administration in order to identify any claims which could be made to recover assets. If such claims are identified, we will then assess whether it is economic to pursue recovery action. We will report on the outcome of such investigations to creditors in future reports pursuant to Statement of Insolvency Practice 2 ("SIP2").

10.3 As mentioned above, our preliminary investigation into the Company's affairs and directors' conduct is ongoing. We are reviewing the circumstances which led to the insolvency, creditor responses to our request for information on any concerns they might have and the financial records.

10.4 If creditors have any matters, they wish to bring to our attention they should do so by completing the enclosed form, Enquiry Into Company's Insolvency at appendix G and returning this to us. We will report further on the outcome of our investigations in subsequent reports.

11 Creditors' Committee

11.1 If required by a resolution of the creditors in accordance with paragraph 57 of Schedule B1 to the Act the joint administrators shall establish a creditors' committee. The purpose of the

committee will be to represent the interests of the creditors as a whole and is required to perform certain statutory functions.

- 11.2 The function of a creditors committee is to meet at appropriate intervals in order to assist and be consulted by the administrators on the conduct of the administration and generally act as a sounding board to obtain views on matters pertaining to the administration. The committee will also decide upon matters such as the administrators' remuneration.
- 11.3 In order to form a committee there must be between 3 and 5 creditors willing and able to participate. A creditor is eligible to be a member of a creditors' committee if;
- a) the person has proved for a debt; and
 - b) the debt is not fully secured; and
 - c) neither of the following apply
 - i. the proof has been wholly disallowed for voting purposes, or
 - ii. the proof has been wholly rejected for the purposes of distribution or dividends
- 11.4 In our experience a creditors' committee can be extremely helpful where;
- a) An intimate knowledge concerning the running of the business is required, or
 - b) There is substantial dissatisfaction at the directors' conduct, or
 - c) It is likely that legal action will be required.
- 11.5 Creditors who serve on the committee will not be paid for their time but are able to reclaim costs in attending meetings.

12 Prescribed Part

- 12.1 The provisions of Section 176A do apply as the Company granted a floating charge on 22 February 2019. However, we have calculated that after the payment of preferential creditors that there will be no net property from which to make a distribution to unsecured creditors.

13 EC Regulations on Insolvency Proceedings

- 13.1 The Company/debtor is based in the United Kingdom. The proceedings flowing from the appointment will be COMI proceedings.

14 Work Undertaken Pre-Administration and Associated Costs

- 14.1 Prior to our appointment as administrators, James Cowper Kreston were engaged by the by the Charge Holder (QFC) to:
- (a) Provide advice to the QFC as necessary, on the implications of insolvency of the Companies.
 - (b) Accept the QFC appointment of Paul Davies and Sandra Mundy as joint administrators of the Companies, and
 - (c) Undertake such further work as may be agreed between us as being required.

The costs associated with this work were £1,209.50, but we do not intend to charge the estate for this work. We can confirm that we have not performed any business review on behalf of the secured creditor, the advice given was of a very limited nature.

- 14.2 We are not aware of any other person qualified to act as an insolvency practitioner in relation to the Company having charged or proposing to charge any fees in relation to the pre-appointment period.
- 14.3 There were legal charges incurred in respect of the solicitors' preparation of the appointment documentation of £3,504.10 plus associated VAT. We anticipate these charges being paid by the Charge Holder and then being added to their indebtedness as per the terms of the loan agreement.

15 Joint Administrators' remuneration

- 15.1 The basis of our remuneration must be agreed with creditors in accordance with Chapter 4 of Part 18 of the Rules and permits remuneration to be fixed either:
- a) As a percentage of the value of:
 - i. the property with which the administrator has to deal, or
 - ii. the assets which are realised, distributed or both realised and distributed.
 - b) by reference to the time properly given by the officeholder and the officeholder's staff in attending to matters arising in the administration or winding up; or
 - c) a set amount.

The basis of remuneration may be one or a combination of the bases set out above and different bases or percentages may be fixed in respect of different things done by the officeholder.

- 15.2 It is for the creditors' committee, if there is one, to determine on which basis, or combination of bases, the fee is to be fixed. Unless the creditors requisition a committee, in accordance with paragraph 57 of Schedule B1 a committee will not be formed, and we will, therefore, seek a resolution of our remuneration from the creditors in a decision procedure.
- 15.3 In this case unless creditors chose to form a committee then the body approving the administrators' remuneration will be the secured and preferential creditors and we will write to these creditors separately to seek approval to the basis of our remuneration. Whilst we have not yet agreed the basis of our administrators' remuneration, we would propose to do so on a time cost basis (part 15.1 b above). We record our time cost in 6-minute units and the work in progress to 14 November 2022 was £107,767.

16 Approval of Joint Administrators' Proposals

- 16.1 In accordance with paragraph 52(1) of Schedule B1 to the Insolvency Act 1986, given that we think that the Company has insufficient property to enable a distribution to be made to unsecured creditors, we are not required to seek a decision of the creditors. We will, however, seek a decision of the Company's creditors if we are requested to do so by creditors of the Company whose debts amount to at least 10% of the total debts of the Company. This request must be made within eight business days of the date of delivery of these proposals being 30 November 2022. If no request is received, the proposals are deemed to be approved on that date.

Should you have any queries or require a hard copy of this report, please contact my colleague, Katrina Chia or me.

Authenticated by

A handwritten signature in black ink, appearing to read 'P. Davies', written in a cursive style.

Paul Davies
Joint Administrator

21 November 2022

**Statement of Estimated Financial Position
As at 28 September 2022**

	Notes	Book value as at 31 December 2020 £	Management accounts at 27 September 2022 £	Estimated to realise as at 28 September 2022 £
Assets specifically pledged				
Assets subject to the fixed charge				
Intangible - website development	1	37,462	-	-
Tangible				
- Long-term leasehold property refurbishment and improvements	2	2,487,237	3,450,220	1,935,616
		<u>2,524,699</u>	<u>3,450,220</u>	<u>1,935,616</u>
Amount due to the Charge holder				
- ICG-Longbow Senior Debt S.A.	3	<u>2,660,727</u>	<u>966,089</u>	<u>16,211,470</u>
		(136,028)	2,484,131	(14,275,854)
Assets subject to the floating charge				
Plant and machinery and fixtures and fittings	4	563,206	57,554	245,440
Stocks	5	22,348	38,705	7,700
Debtors				
- amounts owed by group undertakings	6	2,005,531	918,266	uncertain
- other debtors	6	23,941	233,243	uncertain
- prepayments and accrued income	6	40,809	80,772	uncertain
Cash at bank and in hand	7	140,626	1,092,972	209,027
Suspense account	8	-	54,558	-
		<u>2,796,461</u>	<u>2,476,070</u>	<u>462,167</u>
Less preferential creditors				
-Secondary preferential creditor - HMRC	9	<u>174,034</u>	<u>891,859</u>	<u>649,118</u>
Surplus / (deficit) to preferential creditors	12	<u>2,622,427</u>	<u>1,584,211</u>	<u>(186,951)</u>
Floating charge creditor				
- ICG-Longbow Senior Debt S.A.		<u>(136,028)</u>	<u>-</u>	<u>(14,275,854)</u>
Surplus / (deficit) to floating charge creditor		<u>2,486,399</u>	<u>1,584,211</u>	<u>(14,462,806)</u>
Unsecured creditors				
Bank loans		6,667	-	39,841
Loan account Waterfront Southport Properties Limited (formerly Bliss Hotels Limited)	6		20,780	uncertain
Loan Account - Cetra Security Trustees	10		337,750	uncertain
Pension contributions outstanding			2,610	2,610
Gratuities amassed to staff			4,321	4,321
Deposit ledger	11		204,872	204,872
Trade creditors		457,609	598,538	407,011
Amounts owed to group undertakings	6	357,875	-	uncertain
Corporation tax		762	762	762
Obligations under finance lease and hire purchase		196,602	61,952	6,336
Deferred tax		-	176,195	uncertain
Other creditors		<u>277,362</u>	<u>61,230</u>	<u>uncertain</u>
		<u>1,296,877</u>	<u>1,469,011</u>	<u>665,753</u>
Surplus / (deficit) to unsecured creditors		<u>1,189,522</u>	<u>115,200</u>	<u>(15,128,559)</u>

Creditors' Schedule

Key	Name	Address	£
CA00	Access UK	Enterprise Centre, 639 High Road, Tottenham, London, N17 8AA	6,900.00
CA01	Adaptive Communications Solution	11b Houghton Street, Southport, Merseyside, PR9 0NS	2,834.12
CA02	Alonwen Laundry	Monks Way, Preston Brook, Runcorn, WAT 3GH	30,175.26
CA03	Agilo	Meridian Court, Stanier Way, Wyvern Business Park, Derby DE21 6BF	59.52
CA04	Alan Boswell Insurance Brokers L	Prospect House, Rouen Road, Norwich, Norfolk NR1 1RE	40,786.07
CA05	Alliance Disposables Ltd **DD**	Marshfield Bank, Crewe, Cheshire CW2 8UY	440.82
CA06	Alphabet GB Ltd	Alphabet House, Summit Ave, Farnborough, GU14 0FB	538.95
CA07	AquAd Franchising Ltd	10 Kings Court, Wile Snath Road, Newmarket CB8 7SG	210.00
CA08	ASG Integrated Systems Ltd	39a Old Park Lane, Southport PR9 7BQ	2,607.00
CA09	Asa Akoy Global Solutions UK L	Portobello, School Street, Wittenhall, WV13 3PW	1,802.07
CA0A	awabot	16 bis Av. de la République, 95200 Vénissieux, France	11,899.01
CB01	Bates Farms & Dairy Ltd	21 Stamford Rd, Southport, PR8 4ES	1,924.86
CB02	Baz Todd Events		700.00
CB03	BC Software Ltd	Unit 2a, St Peter's Road, Maidenhead SL6 7GJ	230.40
CB04	Bidfood	614 Leigh Road, Skough, SL1 4BD	474.98
CB05	Birketts LLP	22 Station Road, Cambridge CB1 2JD	2,400.00
CB06	BNP Paribas Leasing Solutions	Northern Cross Basing View, Basingstoke RG21 4HL	5,000.76
CB07	BOC Group Ltd	Forge, 43 Church St W, Woking, GU21 6HT	798.57
CB08	Booking.com BV	Herengracht 597, Amsterdam, Netherlands, 1017 CE	9,587.18
CB09	Brakes Bros Ltd (A/C 1430484) **DD**	Enterprise House, Eureka Business Park, Ashford, Kent, TN25 4AG	4,800.38
CB0A	Bridebook Ltd	8th Floor, 45 Notting Hill Gate, London, W11 3LQ	358.20
CB0B	Brown & Co	6 Manor Park, Banbury, Oxfordshire OX16 3TB	9,225.00
CB0C	Bulldog Reporting	11 Tetley Drive, Bekeashaw, West Yorkshire, England, BD19 2HG	100.80
CB0D	Business Lead Connections Ltd	29 Ingleholme Road	120.00
CC00	Chew Engineering Ltd	C/O Langtons 11th Floor, The Plaza 100 Old Hall Street, Liverpool Merseyside L3 9QJ	580.18
CC01	Clean Sweep (North East) Limited	UNIT 4., WELLINGTON ROAD, DUNSTON, GATESHEAD, NE11 9HS	980.00
CC02	Cimmarie Ltd	6 Brooklands Grove, Lathom, Burscough, Lancashire L40	718.50
CC03	Council of Sefton	Town Hall Lord St, Southport, PR8 1DA	32,480.00
CC04	Crown Paints Ltd **DD**	Hollins Rd, Darwen, BB3 0BG	284.06
CD00	Dataplan Payroll Ltd	1 Prince Albert Gardens, Grimsby, DN31 3AG	303.12
CD01	Dvive Desserts UK Ltd	Kingfisher Business Park, CB, Hawthorne Rd, Liverpool, L20 6PF	1,288.90
CE00	Edge DPM Limited	Unit 22, Sir Frank White Business Centre, Great Central Way, Rugby, Warwickshire CV21 3XH	488.06
CE01	English Tea Shop	Devonshire House, 1 Devonshire Street, London, W1W 5DR	234.00
CE02	EProductive Ltd	3rd Floor Rear, Lymehouse Studios, 30-31 Lyme St, London, NW1 0EE	885.91
CE03	Expedia Lodging Partner Services	Rue du 31-Décembre 40-42 et 44-46, Genève 1207, Switzerland	1,135.39
CF00	Famworkz DVW Limited	Bass Blakeney Morston Road, Blakeney, Hail, England, NR25 7BG	2,400.00
CF01	Fresh Start Waste Services Ltd	Scott House, 114 Higher Green Ln, Astley, Manchester M29 7JB	1,867.55
CG00	G4S Cash Solutions (UK) Ltd	Sutton, SM1 4FD	217.81
CG01	Gazprom	20 Triton Street, London, England, NW1 3BF	678.84
CG02	Global Payments	Granite House, Granite Way, Syston, Leicester, LE17 1PL	1,079.45
CG03	Goodfellow & Goodfellow Ltd	First Floor, 20 Little Portland St, London, W1W 8BS	348.80
CG04	Grenke Leasing Ltd (DD)	Vantage House, 5 Sandy Hill Business Park, Tamworth, Staffordshire B77 4DU	820.78
CG05	GuestLine	Guestline House, Shrewsbury Business Park, Shrewsbury SY2 6LG	3,213.65
CH03	Hockley Building Services Ltd	Holly House, 9-11 Holly Ln, Marston Green, Birmingham, B37 7AP	6,057.80
CH04	HRS GmbH	The Triangle, 5-17 Hammersmith Grove, London, W6 0LG	122.18
CI00	Ily Caffè UK	7-8 Osyth Ct, Northampton, NN4 7DY	2,001.68
CI01	Intel	Feering, Colchester, CO5 9SE	1,733.28
CI02	ICG-Longbow Senior Secured UK Property Debt	Floor 2, Trafalgar Court, Les Banques, St Peter Port, Guernsey, GY1 4LY	18,211,470.20
CJ00	Joas Tea Co	Security Given: Fixed and floating charge debenture; Date Given: 22/02/2019 Amount: 0	
CJ01	Joas Tea Co	Devonshire House, 1 Devonshire Street, London, W1W 5DR	548.00
CK00	June - Florist	108 Lord St, Southport, PR8 1JR	180.00
CK01	Kellen Meats	14 Upper Aughton Rd, Bixdale, Southport, PR8 5NA	5.87
CK02	Kingsley Blenheim Limited T/A P	Bridge House, 12 Market Street, Glossop, Derbyshire SK13 8AR	2,369.20
CK03	Krogab UK Ltd	Kay Johnson Gee Limited, 1 City Road East, Manchester, United Kingdom, M15 4PN	1,820.00
CL00	Lea & Sandeman	51 Barnes High St, London, SW13 9LN	1,231.58
CL01	Lyreco UK Limited		15,488.84
CL02	Lyreco UK Limited		30.00
CM00	MaintainX	Deer Park Court, Donnington Wood, Telford, Shropshire TF2 7NB	1,504.81
CM01	Manor Lodge Southport Limited	67 Long Lane, Holbury, Southport, SO45 2LG	137.58
CM02	Michels & Taylor	157A Sefton St, Southport, PR8 5DA	2,735.35
CM03	Mint hospitality & events people	Suite 3, casplan house, The Waterfront, Elstree Rd, Borehamwood, WD6 3BS	24,125.05
CM04	Molson Coors	1 City Approach, Suite 1, 7th Floor, Albert Street, M30 0BL	75,348.40
		137 High St, Burton-on-Trent, DE14 1JZ	388.33

CM05	Morecrops LLP	Colton Exchange, Old Hall St, Liverpool, L3 9LQ	990.00
CN01	Nationwide Air Conditioning	Agusta House, Commerce Way, Edenbridge, TN8 6ED	7,724.29
CN02	One consumer creditor owed		85.50
CO00	One Call Kwik Cars	3 St Luke's Rd, Southport, PR9 6SH	639.98
CO01	Onyx		3,372.06
CP00	Peets Potted Shrimps Limited	70 Lytham Road, Marshside, Southport, Merseyside, PR9 9TZ	3,391.30
CP01	Perfection Travel and Events Ltd	Unky House, Westwood Park, Wigan, England, WN3 4HE	55.20
CP02	Petty Cash		195.68
CP03	PizzaSi Distribution UK Ltd	Unit J, Hicklock House, 5-6 Horton Rd., Slough, SL3 0DF	2,189.48
CP04	PTSG Electrical Services Ltd	13 Fleming Court, Whistler Drive, Castleford, West Yorkshire, WF10 5HW	222.00
CR00	Ramada International - WHG	6-10 Lampton Rd., Hounslow, TW3 1JL	22,795.29
CR01	Regents FM Solutions	4 Regents Park, Walsend, NE28 8UE	660.00
CR02	Ribble Farm Fare	Shay Lane Industrial Estate, Shay Lane, Longridge, Preston, PR3 3BT	6,933.38
CR03	Richard Wellock & Sons Ltd	4 Pendeside, Lomeshaye Industrial Estate, Nelson, BB9 6SH	2,030.69
CR04	Rimmers Windows & Conservatories	Unit 22-23, A.K Business Park, Russell Road, Southport, PR9 7SA	355.00
CR05	RLT Group Global Ltd	3 Albright Road, Speke Rd, Cheshire, Widnes, WA8 8FY	1,234.84
CR06	R-Tec Services & Innovation Ltd	Algores Square Industria Estate, 4, 30 Algores Way, Watbech, PE13 2TQ	371.70
CS00	Santander Loans DD ref 09079010:		39,635.87
CS01	Santander UK plc	2 Triton Square, Regent's Place, London, NW1 3AN	204.85
CS02	Schindler Limited	400 Dashwood Land Rd, Adlestone, KT15 2NX	2,055.89
CS03	Screwfix Direct Ltd	Trade House Mead Avenue, Houndstone Business Park, Yeovil, Somerset, BA22 8RT	1,229.46
CS04	Sefton Council Finance & Informa	The Atkinson, Lord Street, Southport, PR8 1DB	343.00
CS05	Shorrock Trichem Ltd	Charters Industrial Estate, Tyldesley Old Rd, Atherton, Manchester, M46 9SD	407.02
CS06	Simmons Gainford	14th Floor, 33 Cavendish Square, London, W1G 0PV	22,854.80
CS07	Southport Meat Company	Unit 12 Kensington Park Industrial Estate, Hall Street, Southport, PR9 0NY	6,309.81
CS08	Steven Rimmer Eggs Ltd	36 Cambridge Ave, Southport, PR9 9SA	1,500.00
CS09	Sun Sport	The Sun, 1 London Bridge Street, London, SE1 9GF	230.40
CT00	The Great North Plc Company Ltd	Deanway Trading Estate, Wimslow Rd, Handforth, Wimslow, SK9 3HW	1,150.00
CT01	Travel Click Inc	55 W 46th Street, New York City, New York, 10017, US	1,140.48
CU00	Unwin Jones	Bridge Lane, Carlisle, CA2 5SS	12,600.00
CV00	Viv-id(s), Ltd	5 Century Street, Deansgate Locks, Manchester, M3 4QL	7,074.00
CV01	Votel Venues	Gates of St Albans, 105 Ashley Rd, St Albans, AL1 5DE	30.00
CW00	Ware UK	7 Brasenose Rd, Liverpool, L20 8HL	16,055.60
CW01	Wareuk.com Ltd	7 Brasenose Rd, Liverpool, L20 8HL	152.35
CW02	Water Plus Limited	South Court Riverside Park, Campbell Road, Stoke-On-Trent, United Kingdom, ST4 4DA	4,457.53
CW03	Waterfront Southport	c/o James Cowper Kreslon, The White Building, 1-4 Cumberland Place, Southampton, SO15 2NF	12,598.89
CW04	WGS Environmental Ltd	Unit 17 Wheatstone Court, Davy Way, Quedgeley, Gloucester, GL2 2AQ	1,145.37
CW05	Willow Printing and Design Limit	Lovrock House, Brottell Ln, Brierley Hill, DY5 3JS	120.80
CY00	Yesss Electrical	Unit 2 Commerce Park, Crowland St, Southport, PR9 7RL	132.60

16,718,557.36

B1 - Company Creditors - Employees & Directors

Key	Name	Address	Profit	Unsec	Total
90	Entries Totalling		2,810.00	4,321.00	8,631.00

**Joint Administrators' Receipts and Payments Account
As at 14 November 2022 (incorporating a trading account)**

	Notes	Statement of financial position £	Fixed charge £	Floating charge £
Receipts				
Net trading cash position	1	-	-	190,910.18
Cash advanced by Charge holder to fund initial trading	2	-	-	200,000.00
Cash at bank		209,027.00	-	209,027.46
Less set off applied to Covid loan by Santander against the Company's bank account		-	-	(67,000.00)
Debtors	3	-	-	28,390.13
VAT non-trading (for trading VAT see the Trading Receipts and Payments)		-	-	-
Total receipts		<u>209,027.00</u>	<u>-</u>	<u>561,327.77</u>
Payments				
Non trading payments		-	-	-
Payments allowed by Santander post freezing of the Company's old bank account		-	-	(23,749.59)
VAT non-trading		-	-	-
Total payments (for trading VAT see the Trading Receipts and Payments)		<u>-</u>	<u>-</u>	<u>(23,749.59)</u>
Net position		<u>209,027.00</u>	<u>-</u>	<u>537,578.18</u>
Represented by				
Cash in transit from credit card companies		-	-	62,727.28
Trading cash secured at s to awaiting banking		-	-	23,203.14
Estate non-interest bearing current account		-	-	147,016.99
Estate non-interest bearing trading current account		-	-	288,153.27
Estate non-interest bearing customer deposit account		-	-	16,477.50
		-	-	<u>537,578.18</u>
Notes				

1. Full details of the trading account are exhibited in following pages
2. The Charge holder advanced funds to facilitate trading, these funds will be repaid once funds permit.
3. On appointment we recovered funds which were held with the Company's bankers Santander. It took Santander some time to freeze the account and during that time there were receipts and payments into the account. We have requested that Santander refund the sums defrayed from the account during this period. We have yet to establish whether certain of the sums that were received were for debtors, trading receipts or deposits. Creditors will be updated in future reports once we have concluded our enquiries.
4. No payments have been made to the officeholders during the period.
5. No payments have been made to subcontractors in the period.
6. No payments have been made to associates of the officeholders or associates of their firm.

Trading Receipts and Payments Account

Receipts	Notes	£
Accommodation		254,486
Food and beverage (including events)		161,471
Less pre appointment deposits utilised (not include no shows)	5	(55,539)
Deposit income		23,340
Other		13,334
Sundry income		11,951
VAT		85,867
Total income		<u>494,912</u>
Payments		
Commission on room bookings		10,350
Event costs		1,685
Food and Beverage		27,861
Chef hire and hired in equipment		29,890
IT costs		1,825
Sundry expenditure - petty cash		436
Wages and salary		93,533
Exceptional items		
- duress payments to suppliers to facilitate continued trading		13,671
- back payments for September 2022 wages		93,814
- rebranding costs		18,956
VAT		11,981
		<u>304,002</u>
Net cash position		<u>190,910</u>

Notes:

1. Assets in existence upon appointment that have been used in trading principally comprise of stocks of food and drink. A stock count was undertaken on 30 September 2022, being the first opportunity after appointment. The value of food was £6,337.18 and the value of liquor was £20,270.54. A combined total of £26,607.72

The Company also maintains both till floats and change floats amounting to £2,400. These amounts are constant and were the same on appointment and at 14 November 2022.

2. The uncollected debts in relation to trading relate to timing differences in collecting funds from the credit card providers and these amount to £ 62,727

3. Unpaid liabilities and unfilled bookings where deposit has been taken in respect of trading can be summarised as follows
£

Suppliers	
-Commission	1,318
-Payroll provider	508
-Events	946
-Food & Beverage	21,542
-Food& Beverage Hire	18,228
-Financial cost of trading	9,110
-IT	6,963
-Laundry/cleaning	16,761
-Maintenance	11,739
-Sundry expenditure	552
-subscriptions	5,422
-Rates	40
-Staff Expenditure	8
-Staff Travel	98
- back payment to suppliers to facilitate continued trading	4,137
- Vat	12,819
- Wages accrual	39,215
- Pension contributions accrual	5,861
- PAYE / NIC contributions accrual	29,249
- PR agent	1,632
- Brand licence costs estimated	30,323
-Admin and general	7,467
- Sales and marketing	3,621
-Repairs and maintenance	5,955
-Business rates	12,906
- Insurance	8,297
-Management fees	9,044
-incentive fees	3,458
- Utilities	47,081
	<u>314,296</u>

4. The value of stocks as at 7 November 2022 yet to be realised amounts to £29,094

5. Future liabilities to deposit customers are estimated as follows

	£
December 2022	12,985
January 2023	4,153
February 2023	16,200
Later	106,825

Joint Administrators' Trading Profit and Loss Account

	£
28 - 30 September 2022	2,199
1-31 October 2022	24,715
Net trading profit for the period	<u>26,914</u>

Notes

Profit is shown before Exceptional items (see the Trading Receipts and Payments Account for details), Interest, Depreciation and Amortization

Novembers' profit will be disclosed to creditors in future reports

Joint Administrators' Expenses

Expenses as at 14 November 2022 Description	Incurred £	Accrued £	Future estimated expenses £	Total £
Trading				
Commission on room bookings	10,350	1,318	19,445	31,113
Event costs	1,685	946	4,385	7,016
Food and Beverage	27,861	21,542	82,338	131,741
Chef hire and hired in equipment	29,890	18,228	80,197	128,315
IT costs	1,825	6,963	14,647	23,434
Sundry expenditure - petty cash	436	552	1,648	2,637
Wages, salary, pensions and associated taxes and other costs	93,533	74,938	280,785	449,257
Exceptional items				
- duress payments to suppliers to facilitate continued trading	13,671	4,137	-	17,808
- back payments for September 2022 wages	93,814	-	-	93,814
- rebranding costs	18,956	-	-	18,956
Finance costs of trading (credit card merchant costs etc)	-	9,110	15,183	24,293
Laundry/cleaning	-	16,761	27,934	44,695
Maintenance	-	17,694	29,490	47,184
Subscriptions	-	5,422	9,037	14,459
Rates	-	12,946	21,577	34,523
Brand licence costs estimated	-	30,323	-	30,323
Administration and general costs of trading	-	7,467	12,445	19,912
Sales and marketing	-	3,621	6,035	9,656
Insurance	-	8,297	13,828	22,124
Managing agent fees	-	9,044	15,073	24,116
Incentive fees	-	3,458	5,763	9,220
Utilities	-	47,081	78,468	125,548
Non trading items				
Solicitors' fees	-	15,059	uncertain	15,059
PR agent	-	1,632	2,720	4,352
Property sales agent fee	-	-	154,000	154,000
Valuation fees - chattel assets	-	4,436	-	4,436
Statutory advertisement costs	-	350	-	350
Bond costs	-	550	-	550
	<u>292,021</u>	<u>321,872</u>	<u>874,996</u>	<u>1,488,889</u>

Proof of Debt – General Form

IN THE

Court name or "Office of Adjudicator"

High Court of Justice

Number:

731 of 2022

Name of Bankrupt / Company in Liquidation:

Waterfront Hotels (Southport) Limited (formerly known as Bliss Hotels (Southport) Limited)

Company registration number:

[Liquidation only]

06190786

Date of Order:

[Bankruptcy only]

1 Name of creditor

(If a company, provide the company registration number).

2 Correspondence address of creditor

(including any email address)

3 Total amount of claim (£)

(include any Value Added Tax)

4 If amount in 3 above includes (£)

Outstanding uncapitalised interest, state amount.

5 Details of how and when the debt was incurred.

(If you need more space, attach a continuation sheet to this form)

6 Details of any security held, the value of the security and the date it was given.

7 Details of any reservation of title claimed in respect of goods supplied to which the debt relates.

8 Details of any document by reference to which the debt can be substantiated

9 Signature of creditor
(or person authorised to act on the creditor's behalf)

10 Address of person signing if different from 2 above

11 Name in BLOCK LETTERS:

12 Position with, or relation to, creditor

Admitted to vote for

Admitted for dividend for

Amount (£)

Amount (£)

Date

Date

Office Holder (trustee / liquidator)

Office Holder (trustee / liquidator)

Notes:

1. There is no need to attach them now but the office holder may ask you to produce any document or other evidence which is considered necessary to substantiate the whole or any part of the claim, as may the chairman or convenor of any qualifying decision procedure.

2. This form can be authenticated for submission by email by entering your name in block capitals and sending the form as an attachment from an email address which clearly identifies you or has been previously notified to the office holder. If completing on behalf of a company, please state your relationship to the company.

Enquiry into Company Insolvency

Creditor's name and address	
Estimated claim	£
What was the authorised credit limit?	£
If the estimated claim exceeds the credit limit, on what basis or terms was the credit limit increased?	
Please provide details of any comfort, security or assurance given to you to allow continuance of credit.	
When were you first aware that there were difficulties in getting payment and what was the evidence of this?	
Please provide details, including dates, of any writs, summons, decrees or other legal action you took to recover your debt.	
Please provide details of any cheques that were dishonoured, including dates and amounts.	
Are there any particular matters you feel should be reviewed? If so, please provide brief details.	
Signature	
Name	
Position	
Date	