

The Insolvency Act 1986

**Administrator's progress report 2.24B**

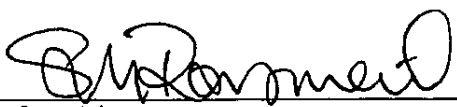
Name of Company <b>Borderbeach Limited</b>	Company number <b>06387396</b>
In the High Court of Justice Chancery Division Companies Court <small>[full name of court]</small>	Court case number <b>16545 of 2009</b>

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

We (a) Shay Bannon and Sarah Rayment of BDO LLP, 55 Baker Street, London, W1U 7EU

administrators of the above company attach a progress report for the period

	From	to
(b) Insert date	(b) 20 July 2009	(b) 19 January 2010

Signed   
Joint Administrator

Dated 12/02/10

**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 members of the public record.

BDO LLP, 55 Baker Street, London, W1U 7EU	
Our Ref	MJC/NJA/BORDER
Tel 020 7893 2146	
DX Number	DX Exchange



PC3  
16/02/2010  
580  
COMPANIES HOUSE

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



Tel +44 (0)20 7480 5888  
Fax +44 (0)20 7935 3944  
DX 9025 West End W1  
www.bdo.co.uk

55 Baker Street  
London W1U 7EU

12 February 2010

Our Ref MIC/NJA/BORDER/A6

Please ask for Andrew Haynes  
Direct line 020 7893 2226

## TO ALL CREDITORS AND SHAREHOLDERS

Dear Sirs

### Borderbeach Limited ("the Company") - In Administration

It is now six months since my appointment in respect of the above company. In accordance with Rule 2.47 of the Insolvency Rules 1986 I am now reporting the progress made in implementing the approved proposals and achieving the statutory purpose of the Administration

#### 1 Statutory Information

- 1.1 The Joint Administrators are Shay Bannon and Sarah Rayment of BDO LLP, 55 Baker Street, London, W1U 7EU. They were appointed in respect of the above company on 20 July 2009. The Joint Administrators are authorised to carry out any act or function either jointly or alone pursuant to Paragraph 100(2) of Schedule B1 of the Insolvency Act 1986.
- 1.2 Following cash flow difficulties with the development, an application for the appointment of Joint Administrators was made by The Bank of Scotland Plc ("the Bank") being a Qualifying Floating Charge Holder pursuant to Paragraph 14 of Schedule B1 of the Insolvency Act 1986. The Administration proceedings are dealt with in the High Court of Justice and the court case number is 16545 of 2009.
- 1.3 The company's registered office is situated at BDO LLP, 55 Baker Street, London, W1U 7EU and formerly at 22 High Street, Trumpington, Cambridge, CB2 9LP and the registered number is 06387396.
- 1.4 I enclose, for your information, a summary of my receipts and payments to date showing an overdrawn balance of £93,825.11 and report as follows.

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**2 Receipts and Payments**

The receipts shown are largely self-explanatory, although I would comment specifically on the following, that the trading to date has been supported by the Bank who have provided the Company the use of an overdraft facility

**3 Trading**

- 3.1 As stated in my previous report dated 11 September 2009, the Company was originally set up as a property development company, with the intention to acquire and sell (and / or possibly develop) its freehold site at Nacton Road, Ipswich
- 3.2 Upon our appointment as Joint Administrators we undertook an immediate review of the Company's affairs and operations. We performed an inspection of the premises and took steps to ensure that all / any necessary repairs to the perimeter fencing were carried out. Also, we made arrangements for locks to be changed in order to secure the property. We met with insurance providers and arranged immediate cover.
- 3.3 Having secured the site, we engaged environmental specialists to perform tests on the site. We have also instructed professional valuers to provide us with a report on valuation. We are working with the secured creditor on a disposal strategy for the site.

**4 Statement of Affairs**

A revised statement of affairs has still not been submitted by the director despite numerous written requests. We continue to pursue the director with a view to receiving a more detailed statement that is suitable for filing.

**5 Future of the Administration**

- 5.1 I would refer creditors to my earlier report, which outlined the three statutory purposes of the Administration.
- 5.2 The third statutory purpose of an Administration is to realise the Company's property in order to make a distribution to one or more secured or preferential creditors. I still anticipate this to be the case.
- 5.3 It remains the Joint Administrators' proposal that they continue to realise the assets of the company for the benefit of the secured creditor.
- 5.4 The Joint Administrators' proposals anticipated exiting the Administration by way of dissolution. It is the Joint Administrators' view that dissolution of the company remains the most appropriate exit route from the Administration.

**6 Prospects for Creditors****6.1 Secured Creditors**

Under the debenture registered on 13 December 2007, the Bank has a fixed and floating charge over the assets of the company. At the date of appointment, the indebtedness to the Bank was approximately £19,000,000. Based on current information, it is apparent that the secured creditor will suffer a substantial shortfall.

**6.2 Preferential Creditors**

The Company did not have any employees. There are still, therefore, no claims to be lodged by preferential creditors.

**6.3 Unsecured Creditors**

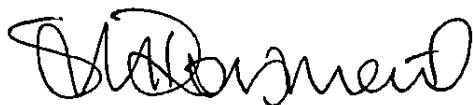
As stated in my earlier report, there is no prospect of there being sufficient funds to enable a payment of a dividend to unsecured creditors.

**7 Administrators' Remuneration**

7.1 Under the terms of the Insolvency Rules 1986, the Joint Administrators are obliged to fix their remuneration in accordance with Rule 2.106(2) of the Insolvency Rules 1986. This permits remuneration to be fixed either as a percentage of the value of the property with which the Joint Administrators have to deal or alternatively by reference to the time the Joint Administrators and their staff have spent attending to matters in this Administration.

7.2 As there will be no funds available for unsecured creditors, the Joint Administrators' remuneration will be subject to the approval of the secured creditor pursuant to Rule 2.106(5A) of the Insolvency Rules 1986. I attach a schedule which summarises the time costs accrued to date and indicates the work undertaken in that respect.

Yours faithfully  
For and on behalf of  
Borderbeach Limited



Sarah Rayment  
Joint Administrator  
Licensed by the Insolvency Practitioners Association

Enc

**Borderbeach Limited  
(In Administration)**

**Joint Administrators' Abstract Of Receipts And Payments  
To 19 January 2010**

<b>RECEIPTS</b>	<b>Total (£)</b>
	<hr/>
	<hr/>
<b>PAYMENTS</b>	
Sub Contractors	42,190 56
Insurance	38,725 00
Professional Fees	2,271 05
Bank Charges & Interest	22 49
Legal Fees (2)	50
Security	3,630 00
Vat Input	<u>6,936 01</u>
	93,825 11
Balances in Hand	-93,825 11
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# Borderbeach Limited - In Administration

## Summary of Time Charged and Rates Applicable for the Period From 20/07/2009 to 19/01/2010

Description	PARTNER		MANAGER		ASSISTANT MANAGER		SENIOR ADMINISTRATOR		ADMINISTRATOR		OTHER STAFF		GRAND TOTAL		AVERAGE RATE
	Hours	Total £	Hours	Total £	Hours	Total £	Hours	Total £	Hours	Total £	Hours	Total £	Hours	Total £	£
B. Steps on Appointment	0.25	110.50	1.45	507.50	11.00	2,827.00	1.00	240.00					13.70	3,685.00	0.00
C. Planning and Strategy	1.04	518.70	34.00	10,948.00									35.04	11,466.70	327.14
D. Case Progression	0.40	260.00	3.95	1,572.95	10.00	2,570.00	9.30	2,232.00	25.00	3,063.50	0.50	44.00	49.25	9,542.45	193.76
E. Asset Realisation / Dealing	3.90	2,028.00	18.00	4,796.00	7.00	1,799.00							28.90	9,623.00	332.98
G. Employee Matters			0.15	52.50					0.75	87.75			0.15	52.50	350.00
H. Creditor Claims													0.75	87.75	117.00
I. Reporting	1.00	520.00	2.99	1,015.00	35.00	8,995.00	3.00	770.00	11.35	1,327.95			18.24	3,582.95	196.33
J. Work	2.10	1,144.00	22.40	7,344.00							0.50	44.00	60.20	17,527.00	291.15
	8.90	4,581.20	82.94	27,035.95	63.00	16,191.00	13.30	3,192.00	37.10	4,479.20	1.00	88.00			

Net Total	206.25	55,567.35
Other Disbursements		745.11
Grand Total		£56,312.47