



For further information, please
refer to our guidance at
www.gov.uk/companieshouse

1 Company details

Company number 0 6 6 6 6 1 9 5

Company name in full Dreamsport Limited

→ Filling in this form

Please complete in typescript or in
bold black capitals.

2 Administrator's name

Full forename(s) Philip

Surname Stephenson

3 Administrator's address

Building name/number 30 Finsbury Square

Street

Post town London

County/Region

Postcode E C 2 A 1 A G

Country

4 Administrator's name ①

Full forename(s) Jon L

Surname Roden

① Other administrator

Use this section to tell us about
another administrator.

5 Administrator's address ②

Building name/number 17th Floor

Street 103 Colmore Row

Post town Birmingham

County/Region

Postcode B 3 3 A G

Country

② Other administrator

Use this section to tell us about
another administrator.

AM10

Notice of administrator's progress report

6

Period of progress report

From date

^d3^d0^m0^m9^y2^y0^y2^y2

To date

^d2^d9^m0^m3^y2^y0^y2^y3

7

Progress report

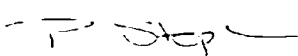
☒ I attach a copy of the progress report

8

Sign and date

Administrator's
signature

Signature

X 

X

Signature date

^d2^d4^m0^m4^y2^y0^y2^y3

**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 **Alyssa C Hallard**

Company name **Grant Thornton UK LLP**

Address **11th Floor**

Landmark St Peter's Square

Post town **1 Oxford St**

County/Region **Manchester**

Postcode **M 1 4 P B**

Country

DX

Telephone **0161 953 6900**

**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 attached the required documents.
- ☐ You have signed 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

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Dreamsport Limited - in administration

Joint administrators' progress report for the period 30 September 2022 to 29 March 2023

UK Restructuring
Grant Thornton UK LLP
11th Floor
Landmark St Peter's Square
1 Oxford St
Manchester
M1 4PB
T +44 (0)161 953 6906

Prepared by: Philip Stephenson, joint administrator

Contact details: Should you wish to discuss any matters in this report, please email cmusupport@uk.gt.com, or write to the above address

Guide to this report

Report sections

Definitions

1 Executive summary

This should be read in conjunction with the remainder of the report, together with its appendices

2 Progress

Includes strategy and progress (realisation of assets)

3 Investigations into the affairs of the company

Includes strategy and progress

4 Creditors and dividends

Includes creditor balances and information on dividends

5 Joint administrators' remuneration and expenses

Includes details of payments to the joint administrators (including details of fees and expenses incurred) and their associates

6 Future strategy

Includes summary details of further work to be done, exit route, details on any proposed creditor decisions, general information for readers (eg data protection) and timing of the next report

Report appendices

A Notice about this report

Includes information about the preparation and purpose of the report, reliance on it and no liability

B Statutory information

Includes information required about the company (eg name, address) and about the administration (eg proceedings, administrators, contact details)

C Abstract of the joint administrators' receipts and payments

D Statement of Insolvency Practice 9 disclosure: Payments to the joint administrators and their associates

Includes remuneration basis, work done, expenses of the joint administrators, sub-contracted out work, relationships requiring disclosure

Definitions

The following definitions are used either within the body of this report, the appendices to it, or both.

The Company	Dreamsport Limited
Grant Thornton	Grant Thornton UK LLP
HMRC	His Majesty's Revenue and Customs
The Insolvency Act	The Insolvency Act 1986
The Joint Administrators	Philip Stephenson and Jon Roden of Grant Thornton UK LLP
Joseph Middleton	Director and one of the secured creditors
Martin Wakefield	One of the secured creditors
Pembroke	Pembroke Investment Managers LLP, majority shareholder and one of the secured creditors
The Period	30 September 2022 to 29 March 2023
The Property	The leasehold property known as Part Ground Floor, 37 Canal Street and First Floor and Second Floor, 22-26 Carrington Street, Nottingham NG1 7FF
The Proposals	The Joint Administrators' proposals dated 6 April 2022
Purchaser	Dreamsport 2022 Limited, a wholly owned subsidiary of The Stevenson Group Holdings Limited set up to purchase part of the business and assets of the Company
Seamless	A shapewear business acquired by the Company in 2021
Secured Creditors	Pembroke, Joseph Middleton and Martin Wakefield
SIP	Statement of Insolvency Practice
VAT	Value Added Tax

1 Executive summary

- This progress report for the Company's administration covers the Period
- Our Proposals were deemed approved on 25 April 2022 in accordance with rule 3.38(4) of the Rules
- The key work done in the Period has been to finalise matters with the Purchaser regarding an outstanding lease issue and to complete our investigations into the outstanding tax credit position. We have also obtained an extension of the administration and applied to Court to obtain approval of the resolutions necessary to progress the administration to closure
- The administration is currently due to end on 29 September 2023
- There are insufficient funds to make a distribution to unsecured creditors, and therefore it is intended to exit the administration and move to dissolution.



Philip Stephenson
Joint Administrator
24 April 2023

2 Progress

2.1 Strategy and progress in the Period

As outlined in the Proposals, the Joint Administrators completed a sale of part of the business and assets to the Purchaser immediately following our appointment on 30 March 2022. Unfortunately, no purchaser for the Seamless division could be located and, therefore, this division was closed and the associated employees made redundant. The strategy of the administration has, therefore, not changed since the Joint Administrators' Proposals.

During the Period we have finalised matters with the Purchaser regarding an outstanding lease issue and completed our investigations into the outstanding tax credit position.

We have also taken steps to settle the final costs and to finalise the outstanding statutory matters of the administration to enable the case to be progressed to closure. However, we have been unable to obtain approval from one of the Secured Creditors for the approval of the Joint Administrators' discharge from liability and our pre-appointment costs.

As such, an application has been made to Court to obtain approval of these necessary resolutions.

2.2 Realisation of assets

We attach as Appendix C, an account of our receipts and payments for the Period and for the administration as a whole.

Tax credit

As previously advised, we have investigated the position regarding a tax credit due to the Company in the sum of £447,367. Following a review of the position it was established that crown-offset has been applied and as such no realisations will be made.

Funds held in suspense account

Following the sale of the business and assets to the Purchaser, the sum of £750 was transferred into a suspense account while it was established if the service charge position was paid in full for the Property.

During the Period we have reviewed the position and confirmed that no amounts are due to the landlord. As such, this sum has been transferred into the estate.

There are no further assets to realise.

3 Investigations into the affairs of the Company

3.1 Statutory investigations

We undertook an investigation into the Company's affairs to establish whether there were any potential asset recoveries, or conduct matters that required further investigation, taking into account the public interest, potential recoveries, the funds likely to be available to fund an investigation and the costs involved.

Also, within three months of our appointment as Joint Administrators, as required by the Company Directors Disqualification Act 1986, we reported to the Secretary of State the required facts about the Company's business and the conduct of its directors (including those acting within the past three years).

Based on the outcome of our investigations into the affairs of the Company to date, there are no matters identified that need to be reported to the creditors. However, we would be pleased to receive from any creditor any useful information concerning the Company, its dealing or conduct which may assist us.

4 Creditors and dividends

4.1 Secured creditors

Joseph Middleton

Joseph Middleton was granted a fixed and floating charge debenture over the Company's assets on 16 April 2015.

There will be no recovery for Joseph Middleton under this security.

Martin Wakefield

Martin Wakefield was granted a fixed and floating charge debenture over the Company's assets on 2 August 2021.

There will be no recovery for Martin Wakefield under this security.

Pembroke

Pembroke was granted a fixed and floating charge debenture over the Company's assets on 22 February 2022. At the date of administration the balance due secured by this debenture was £305,000.

There will be no recovery for Pembroke under this security.

4.2 Preferential creditors

Ordinary preferential creditors

These may include employee claims for wages and salary up to £800 per person and accrued holiday pay, and employee contributions to occupational pension schemes deducted in the four months before the insolvency. A significant element of these claims will be transferred to the Secretary of State following payment of employment-related claims by the Redundancy Payments Service.

There were 40 employees of the Company at the date of appointment and of these 35 transferred with the sale of the business and assets. The remaining five employees have been made redundant.

There are insufficient realisations available to pay a dividend to the ordinary preferential creditors.

Secondary preferential creditors

These may include HMRC claims for arrears of VAT and for sums deducted in respect of PAYE, employees' national insurance contributions and student loan repayments, and construction industry scheme deductions.

We have not received a claim to date. In any event, there are insufficient funds available to pay a dividend to the secondary preferential creditors.

4.3 Unsecured creditors

Prescribed part

In accordance with Section 176A of the Insolvency Act, a prescribed part is to be set aside from the floating charge assets and made available to the unsecured creditors of the Company. The prescribed part calculation is applied to the net property available and is calculated at 50% of the first £10,000 of net realisations and 20% of all further amounts, up to a maximum prescribed part of £800,000.

Unsecured claims are estimated at £2.1 million.

As there are insufficient funds to allow a dividend to be paid to the preferential creditors, there is no net property on which to calculate a prescribed part. As such no dividend will be available to unsecured creditors.

Sanctioned creditors

Any distributions to be made to creditors, in any class, who are designated under the UK sanctions regime (and the United States (US), European Union (EU) and other applicable sanctions regimes) (Sanctioned Creditors) will be frozen to comply with our legal obligations and will not be made available to Sanctioned Creditors unless, in very limited circumstances, the payment of the distribution is permitted by licenses issued by all applicable sanctions authorities.

5 Joint Administrators' remuneration and expenses

5.1 Overview

Our remuneration has been approved at a fixed fee of £40,000 as agreed by the Secured Creditors.

We anticipate drawing a fee of c£4,000 in this matter. Please note that the final amount to be drawn is dependent on the final level of legal costs pertaining to the on-going Court application.

Further details about remuneration and expenses are provided in Appendix D to this report.

6 Future strategy

6.1 Future conduct of the administration

We will continue to manage the affairs, business and property of the Company in order to achieve the purpose of the administration. This will include but not be limited to:

- liaising with our solicitors regarding the Court application to obtain approval of the Joint Administrators' discharge from liability and approval to pay pre-appointment costs
- payment of administration expenses, including our remuneration
- finalisation of the Company's tax affairs, including completion of corporation tax and VAT returns and settlement of any liabilities
- complying with statutory and compliance obligations

6.2 Extension of the administration

The duration of an administration is restricted to 12 months from the date of commencement unless it is extended with the permission of the creditors or the court.

An application to Court was made in order to extend the administration by six months to 29 September 2023. This was to enable further time for the Court to consider the approval of the resolutions relating to our pre-appointment costs and discharge from liability.

6.3 Exit from administration

As detailed in our Proposals we do not consider it likely that we will have sufficient funds to make a distribution to unsecured creditors and therefore intend to exit the administration and move to dissolution.

6.4 Data protection

Any personal information held by the Company will continue to be processed for the purposes of the administration of the Company and in accordance with the requirements of data protection. Our privacy notice on our website (www.grantthornton.co.uk/en/privacy) contains further details as to how we may use, process and store personal data.

6.5 Contact from third parties

Please be aware that fraudsters have been known to masquerade as legitimate administrators. Fraudsters may contact creditors asking for an upfront fee or tax to release an investment or to enable payment of a dividend / the release of money payable to the creditor. An administrator would never ask for such a payment nor instruct a third party to make such a request.

6.6 Future reporting

Our next report to creditors will be issued no later than 29 October 2023, or earlier if the administration has been completed by that date.

A Notice about this report

This report has been prepared solely to comply with the Joint Administrators' statutory duty to report to creditors under the Rules on the progress of the administration, and for no other purpose. It is not suitable to be relied upon by any other person, or for any other purposes, or in any other context.

This report has not been prepared in contemplation of it being used, and is not suitable to be used, to inform any investment decision in relation to the debt of or any financial interest in the Company.

Any estimated outcomes for creditors included in this report are illustrative only and cannot be relied upon as guidance as to the actual outcomes for creditors.

Any persons choosing to rely on this report for any purpose or in any context other than under the Rules do so at their own risk. To the fullest extent permitted by law, the Joint Administrators do not assume any liability in respect of this report to any such person.

Please note that we are both authorised by the Insolvency Practitioners Association to act as insolvency practitioners.

The Joint Administrators are bound by the Insolvency Code of Ethics.

The Joint Administrators act as agents for the Company and contract without personal liability. The appointment of the Joint Administrators is personal to them and to the fullest extent permitted by law, Grant Thornton does not assume any responsibility and will not accept any liability to any person in respect of this report or the conduct of the administration.

Please note you should read this progress report in conjunction with the Joint Administrators' previous progress reports and the Proposals issued to the Company's creditors, which can be found on the Grant Thornton portal (<https://www.grantthornton.co.uk/portal/>). Unless stated otherwise, all amounts in this progress report and appendices are stated net of VAT. For definitions of abbreviations please refer to the 'Definitions' table at the start of this progress report.

B Statutory information

Company information

Company name	Dreamsport Limited
Date of incorporation	6 August 2008
Company registration number	06666195
Former trading address	Embankment House Electric Avenue Nottingham England NG2 1AS
Present registered office	11th Floor Landmark St Peter's Square 1 Oxford St Manchester M1 4PB

Administration information

Administration appointment	The administration appointment granted in the High Court of Justice, 000802 of 2022
Appointor	the directors
Date of appointment	30 March 2022
Joint Administrator's names	Philip Stephenson Jon L Roden
Joint Administrator's addresses	30 Finsbury Square, London, EC2A 1AG 17th Floor, 103 Colmore Row, Birmingham, B3 3AG
Purpose of the administration	Achieving a better result for the Company's creditors as a whole than would be likely if the Company were wound up
Estimated value of the net property and confirmation of the prescribed part cap	The Company's net property is estimated to be nil. The prescribed part is capped at the statutory maximum of £600,000, or, if the floating charge was created on or after 6 April 2020, £800,000
Prescribed part distribution	As the Company's net property is estimated to be Nil, there will be no distribution under the prescribed part payment
Functions	In accordance with paragraph 100(2) of Schedule B1 to the Act, the functions of the administrators are to be exercised by any or all of them
Current administration expiry date	29 September 2023

Dreamsport Limited
(In Administration)
Joint Administrators' Summary of Receipts & Payments

Statement of Affairs	From 30/09/2022 To 29/03/2023 £	From 30/03/2022 To 29/03/2023 £
ASSET REALISATIONS		
Book Debts	NIL	20,000.00
Goodwill	NIL	59,999.00
Misc Float Receipts	750.00	750.00
Plant & Machinery	NIL	30,000.00
Stock	NIL	1.00
	750.00	110,750.00
COST OF REALISATIONS		
Agents/Valuers Fees (1)	NIL	1,500.00
Bank Charges	NIL	0.15
Insurance of Assets	NIL	407.00
Legal Fees (1)	NIL	29,550.00
Professional Fees	NIL	500.00
Statutory Advertising	NIL	177.50
	NIL	(32,134.65)
	750.00	78,615.35
REPRESENTED BY		
Floating Current Account NIB		72,279.85
VAT on Purchases		6,335.50
		78,615.35

Note:

Statement of Insolvency Practice 7 states the headings used in the Receipts and Payments Account should follow those used in any prior Statement of Affairs **(SOA)** or estimated outcome statement. The SOA was not provided by the Company's directors and therefore a comparison by category cannot be made.

D Payments to the Joint Administrators and their associates

Statement of Insolvency Practice 9 disclosure

This appendix has been prepared in accordance with the requirements of the Insolvency Act 1986, the Insolvency (England and Wales) Rules 2016 (the Rules) and Statement of Insolvency Practice 9 (SIP9). In summary, it covers:

- pre-appointment costs
- fee basis
- work done by the Joint Administrators and their team during the Period
- expenses
- payments to associates
- relationships requiring disclosure
- sub-contracted work
- information for creditors (rights, fees, committees).

Pre-appointment costs

Pre-administration costs are fees charged and expenses incurred by the Joint Administrators, or other qualified insolvency practitioners, before the Company entered administration but with a view to it doing so. To the extent they remain unpaid when the Company entered administration and payment is sought, approval is required from the appropriate body of creditors as to whether they should be paid from the estate.

Prior to appointment the Joint Administrators, by way of engaging Grant Thornton UK LLP, were engaged by the Company through an engagement letter dated 15 February 2022, under which the fee basis was based on time costs and out of pocket expenses incurred. Notwithstanding the above, the Joint Administrators sought approval from the Secured Creditors that our remuneration for the pre-appointment period from 4 March 2022 to 30 March 2022 be fixed on a time costs basis but capped at £60,000 which was duly approved.

In our last report we advised that the approval of costs had been approved by all Secured Creditors, however, it has since come to light that one of the Secured Creditors has not approved these costs. As such we have made an application to Court for approval of these costs.

Cost	Work done	Why the work was necessary pre-appointment and how it furthered the achievement of an objective of administration	Incurred			Paid		Unpaid
			Grade	Hrs	£	Name of payer and relationship to estate	Pre/post administration	
Grant Thornton UK LLP fees	• Administration eligibility assessment	• To confirm that an objective of administration could be achieved and that administration, therefore, was an option for the company	Partner	6	5,143	n/a		66,653
	• AMA and pre-packaged sale		Manager	78	60,835			
	• Pre-appointment practicalities	• To assist management with gathering and preparing information, including valuations, for potential acquirers; identification of and introduction to potential acquirers	Executive	2	675			
			Total	86	66,653			
		• To assist management in liaising with key stakeholders; and to advise directors (as a board) of their general responsibilities with regard to insolvency						
Hilco Valuation Services Knights plc	• Valuation	• To provide confirmation that the best outcome was being achieved for the creditors			1,500			1,500
	• Legal advice	• To provide support in preparation of sale documentation and advise on other legal matters			30,000			30,000

Notes:

- Partner includes director
- Manager includes associate directors and managers
- Executive includes assistant managers and executives

Post-appointment costs

Fee basis of the Joint Administrators

Our fee basis was approved by the Secured Creditors on 26 September 2022 at a fixed sum of £40,000.

We anticipate drawing a fee of c£4,000 in this matter. Please note that the final amount to be drawn is dependent on the final level of legal costs pertaining to the on-going Court application.

Work done by the Joint Administrators and their team during the Period

Area of work	Work done	Why the work was necessary	Financial benefit to creditors
Assets			
Property	<ul style="list-style-type: none"> • Liaising with Purchaser regarding lease assignment requirements 	<ul style="list-style-type: none"> • To ensure all matters regarding the Property are finalised 	<ul style="list-style-type: none"> • This work was necessary for administrative purposes and/or complying with statutory requirements and it had no direct financial benefit to the estate
Creditors			
Secured	<ul style="list-style-type: none"> • Liaising with the Secured Creditors regarding case position and resolutions required and need to apply to Court in absence of unanimous approval of the resolutions 	<ul style="list-style-type: none"> • To comply with insolvency law and regulations 	<ul style="list-style-type: none"> • This work was necessary for administrative purposes and/or complying with statutory requirements and it had no direct financial benefit to the estate
Administration			
Case management	<ul style="list-style-type: none"> • Review of case and progress by Insolvency Practitioners and case staff • Monitoring the case from a data protection and ethical perspectives and ensuring all matters are being dealt with in line with best practice guidance • Liaising with solicitors regarding Court Order required to obtain approval of the Joint Administrators' discharge from liability and payment of pre-appointment costs 	<ul style="list-style-type: none"> • To comply with insolvency law and regulations 	<ul style="list-style-type: none"> • This work was necessary for administrative purposes and/or complying with statutory requirements and it had no direct financial benefit to the estate
Reports to creditors, notices & decisions	<ul style="list-style-type: none"> • Preparing and circulating report to creditors and filing with the Registrar • Filing required documents following extension of the administration 	<ul style="list-style-type: none"> • To comply with insolvency law and regulations 	<ul style="list-style-type: none"> • This work was necessary for administrative purposes and/or complying with statutory requirements and it had no direct financial benefit to the estate

Treasury, billing & funding	<ul style="list-style-type: none">• Manage and maintain the estate's bank account	<ul style="list-style-type: none">• To ensure the estate's bank account is up to date	<ul style="list-style-type: none">• This work was necessary for administrative purposes and/or complying with statutory requirements and it had no direct financial benefit to the estate
Tax	<ul style="list-style-type: none">• Collecting tax information to present to tax team	<ul style="list-style-type: none">• To comply with tax legislation	<ul style="list-style-type: none">• This work was necessary for administrative purposes and/or complying with statutory requirements and it had no direct financial benefit to the estate
Closure	<ul style="list-style-type: none">• Review outstanding matters and case position with a view to closing the administration	<ul style="list-style-type: none">• To ensure the administration is being progressed	<ul style="list-style-type: none">• This work was necessary for administrative purposes and/or complying with statutory requirements and it had no direct financial benefit to the estate

Statement of expenses incurred in the Period

This table provides details of expenses incurred in the Period in connection with the work done by the Joint Administrators, description of which is provided in the 'Work done' section above.

Category	Incurred in the Period (£)	Cumulatively incurred as at Period end (£)	Of which paid by the estate as at Period end (£)
Category 1 expenses			
Insolvency Bond	-	20	-
Postage	-	216	-
Agent Fees – Hilco Valuation Services Limited	-	1,500	1,500
Legal Fees – Knights plc	11,801	41,315	29,550
Professional Fees – Evolve IS Limited	-	500	500
Insurance of Assets	-	407	407
Statutory Advertising	-	178	178
Total expenses	11,801	44,135	32,135

Expenses are any payments from the estate which are neither the Joint Administrators' remuneration nor a distribution to a creditor or member, but they may include disbursements which are payments first met by and then reimbursed to the Joint Administrators from the estate. Expenses fall into two categories:

Category 1 expenses

These are also known as 'out of pocket expenses' and are payments to third parties not associated with the Joint Administrators where there is specific expenditure directly referable to the insolvent estate; they can be drawn without prior approval from creditors.

Category 2 expenses

These are expenses directly referable to the insolvent estate but payments that are either to an associate, or that include shared or allocated costs that may be incurred by the Joint Administrators or their firm and that can be allocated to the appointment on a proper and reasonable basis. Category 2 expenses require approval in the same manner as the Joint Administrators' remuneration.

No category 2 expenses have been incurred in this matter.

Payments to associates

Where we have enlisted the services of others we have sought to obtain the best value and service.

To the extent that services have been enlisted from Grant Thornton UK LLP's specialist teams, for example tax, pensions, digital forensics, or any others, the narrative for and cost of their work is included in the work done narrative and SIP9 time costs analysis details in the Work done by the Joint Administrators and their team during the Period section above.

Relationships requiring disclosure

We confirm that we are not aware of any business or personal relationships with any parties responsible for approving the Joint Administrators' fee basis.

Sub-contracted work

We confirm that, in the Period, we have not sub-contracted any work that could otherwise have been carried out by us or our team.

The costs incurred and paid for each subcontractor can be seen in the 'Statement of expenses incurred in the Period' table above.

Information for creditors and members

Information to help creditors and members to understand their rights in insolvency and regarding officeholders' (ie Administrators or Liquidators) fees, and the roles and functions of committees is available via Grant Thornton's website:

<https://www.grantthornton.co.uk/portal>

Alternatively, we will supply this information by post, free of charge, on request.

