

The Insolvency Act 1986

Administrator's progress report

Name of Company

Buss Murton LLP

Company number

OC301808

In the
High Court of Justice, Chancery Division,
Companies Court

(full name of court)

Court case number
15197 of 2009(a) Insert full
name(s) and
address(es) of
administrator(s)I/We (a)
Nicholas Hugh O'Reilly
FRP Advisory LLP
10 Furnival Street
London
EC4A 1YHPhilip Lewis Armstrong
FRP Advisory LLP
PO Box 2653
66 Wigmore Street
London
W1A 3RT

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

From

To

(b) Insert date

(b) 19 June 2009

(b) 8 June 2011

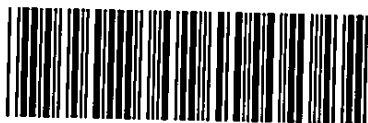
Signed

Joint Administrator(s)

Dated

FRIDAY

T



A4MDKV2U

A18	17/06/2011	142
COMPANIES HOUSE		
AIQ	07/06/2011	29
COMPANIES HOUSE		



FRP Advisory LLP
10 Fumival Street
London
EC4A 1YH
Tel +44 (0)20 3005 4000
Fax +44 (0)20 3005 4400
www.frpadvisory.com

To All Creditors and Members

your ref

our ref B0968WES/AO084

date 8 June 2011

Please ask for: Marcus McMillan

Dear Sirs

**BUSS MURTON LLP (IN ADMINISTRATION) ("THE LLP")
IN THE HIGH COURT NO. 15197 OF 2009**

1. Introduction

- 1.1 Pursuant to Rule 2.110 of the Insolvency Rules 1986, I provide below my final report on the progress of the above administration. This report should be read in conjunction with my previous communications on this matter

2. The Administrators' Proposals

- 2.1 Nicholas Hugh O'Reilly and Philip Lewis Armstrong of FRP Advisory LLP (formerly Vantis Business Recovery) were appointed joint administrators by Corinne Lorraine Browne, an equity member of the LLP, on 19 June 2009
- 2.2 The appointment of the Joint Administrators included a declaration that, during the period of the administration, they may act jointly or concurrently as the Administrators of the Company
- 2.3 As anticipated asset realisations could not be completed within the 12 month statutory timeframe of the administration, the period of the administration was extended by a further six months with the consent of the Bank.
- 2.4 As a result of ongoing litigation being managed by the LLP's public liability insurer the Court agreed to a further six month extension of the administration period to 15 June 2011. The extension was to allow the LLP's public liability insurer to manage the litigation. The insurer agreed to meet the costs of this extension. The litigation has now settled
- 2.4 The objective(s) of the administration were -
- 1 To rescue the LLP as a going concern; failing which
 - 2 To achieve a better result for the LLP's creditors as a whole than would be likely if the LLP were wound up (without first being in administration), failing which
 3. To realise property in order to make a distribution to one or more secured or preferential creditors.
- 2.5 Due to the inability to meet the terms of the CVA which was in place it was not possible to rescue the LLP as a going concern. The amount owed to the Bank under its fixed charge was greater than

AO084

the value of the LLP's assets. Accordingly it was not possible to achieve objective 2. Consequently the objective of the administration was to realise property in order to make a distribution to one or more secured or preferential creditors.

3. Statutory Information

- 3.1 Company number: OC301808
- 3.2 Registered office: 10 Fumival Street, London, EC4A 1YH

4. Progress of the Administration

- 4.1 I attach the final abstract of my receipts and payments for the period from 19 December 2010 to 8 June 2011 and the full period of the administration, which I trust is self-explanatory.
- 4.2 Members' Loan accounts

The members' outstanding loan accounts were not sold to the Purchaser and were available as an asset in the administration. According to the Statement of Affairs provided by the members, Corinne Browne was indebted to the LLP in the sum of £830,300. She was made personally bankrupt on 7 December 2009 on the application of ING. Her trustee in bankruptcy has confirmed that there is unlikely to be a dividend payable from her bankrupt estate.

- 4.3 There are no further assets to be realised. I will now be filing for the administration to be brought to an end with the LLP being struck off the Companies Register.

5. Outcome for Secured Creditors

- 5.1 As at the date of administration, the LLP was indebted to the Bank in the sum of £504,000. This was secured by a debenture over the LLP created on 30 July 2003 and registered on 15 August 2003 containing fixed and floating charges over the LLP's assets.
- 5.2 The Bank has been paid distributions totalling £39,050 under its fixed charge and £490,445 under its floating charge. There will be no further distributions.
- 5.3 Once interest and charges were applied to the Bank's debt it has suffered a small shortfall. The Bank has indicated an intention to recover any shortfall against the members who have personally guaranteed the debts of the LLP.

6. Outcome for Preferential Creditors

- 6.1 Preferential creditors consist of employees' arrears for wages, within certain prescribed limits and holiday pay.
- 6.2 The business of LLP was sold as a going concern. As a result, all employees of the LLP and their respective liabilities were taken on by the Purchaser. Accordingly, there were no preferential claims in this administration.

7. Outcome for Unsecured Creditors

- 7.1 The statement of affairs indicates that a dividend may be available to unsecured creditors. However once administrators' fees and other administration costs are considered there are insufficient assets available for a dividend to be paid.

- 7.2 The Administrators have further considered the possibility of a prescribed part for unsecured creditors under S176A of the Insolvency Act 1986. A prescribed part is not appropriate because it only applies where there is a floating charge dated after 15 September 2003. The floating charge held by the Bank is dated before this, on 15 August 2003.

8. Administrators' Remuneration

- 8.1 As the administrators made a statement under Paragraph 52(1)(b) of Schedule B1 to the Insolvency Act 1986 they were not required to hold a meeting of creditors. As there is no creditors' committee and there was no fee resolution passed at a meeting of creditors the basis of the administrators' remuneration is to be agreed in accordance with Rule 2.106(5A) IR1986. The basis of the administrators' remuneration falls to be agreed by the Bank only as there is no prospect of a dividend to the preferential and unsecured creditors.
- 8.2 An analysis of the time charged, showing different grades of staff and the type of work undertaken, is attached at Appendix B.

If you have any queries about this report or the progress of the administration, please do not hesitate to contact Marcus McMillan at this office

Dated this 8th day of June 2011


Nick O'Reilly
Joint Administrator
Licensed by the Insolvency Practitioners Association

The Joint Administrators act as agents of the Company and without personal liability.

The affairs, business and property of the Company are being managed by Nicholas Hugh O'Reilly and Philip Lewis Armstrong who were appointed Joint Administrators on 19 June 2009.

Buss Murton LLP
(In Administration)

Summary Of Receipts And Payments
19 June 2009 to 8 June 2011

Statement of Affairs	For the Period 19 December 2010 to 8 June 2011			For the Period 19 June 2009 to 8 June 2011		
	Fixed Charge £	Floating Charge £	Total £	Fixed Charge £	Floating Charge £	Total £
RECEIPTS						
1,001 Goodwill	-	-	-	1,001	-	1,001
37,999 Freehold Property	-	-	-	37,999	-	37,999
Bank Interest	-	-	-	65	326	392
1 Plant & Equipment	-	-	-	1	1	1
1,000 Pre-payments	-	-	-	-	1,000	1,000
260,000 Work in Progress	-	-	-	-	260,000	260,000
239,999 Book Debts	-	-	-	-	239,999	239,999
Cash at Bank	-	-	-	-	9	9
Rent Received	-	-	-	-	34,677	34,677
Rental Service Charge	-	-	-	-	16,083	16,083
Land Registry Fees Refund	-	-	-	-	100	100
Rates Refund	-	-	-	-	774	774
1,710,000 Members Loan Accounts	-	-	-	-	57,620	57,620
	-	-	-	39,065	610,589	649,654
PAYMENTS						
Bardays Commercial Bank	-	1,353	1,353	39,050	490,445	529,495
Administrators' Remuneration	-	-	-	-	38,532	38,532
Administrators' Disbursements	-	-	-	-	692	692
Legal Fees	-	-	-	-	29,882	29,882
Advertising	-	-	-	-	135	135
Rent Payable	-	-	-	-	34,677	34,677
Rental Service Charge	-	113	113	-	16,083	16,083
Storage Costs	-	-	-	15	113	113
Bank Charges	-	-	-	-	30	45
	-	1,466	1,466	39,065	610,589	649,654
Balances In Hand	-	(1,466)	(1,466)	-	(0)	(0)
	-	-	-	-	(0)	(0)

BUSS MURTON LLP (IN ADMINISTRATION)
Analysis of time costs
for the period 19 June 2009 to 8 June 2011

Time costs							
Classification of work	Partner	Manager	Other senior professionals	Assistants & support staff	Total hours	Time cost	Total average cost
Admin & Planning	12.80	26.80	127.65	11.59	178.84	45,137.05	252.39
Investigations	-	3.85	4.40	-	8.25	2,175.00	263.64
Realisation of Assets	4.50	2.35	16.70	-	23.55	6,653.50	282.53
Trading	-	-	-	-	-	-	-
Creditors	5.00	11.60	18.90	-	35.50	10,210.00	287.61
Case Specific Matters	3.75	-	0.80	-	4.55	2,032.25	446.65
Total	26.05	44.60	168.45	11.59	250.69	66,207.80	
Total fees claimed						38,532.00	

Disbursements

Category 1 712.10

Charge out rates with effect from 1/05/08

Grade	£/h
Partner	360-445
Manager	260-310
Other senior professionals	160-210
Assistants and support staff	140-163

Charge out rates with effect from 1/11/08

Grade	£/h
Partner	395-495
Manager	295-350
Other senior professionals	160-250
Assistants and support staff	140-250

Examples of work

Admin & Planning

Case planning
Administrative Set-up
Appointment Notification
Maintenance of records
Statutory reporting

Investigations

SIP 2 - A Liquidator's Investigation into the affairs of an insolvent company
Company Directors Disqualification Act 1986
Antecedent transactions

Realisation of Assets

Identifying, insuring and securing assets
Retention of title
Property Business and asset sales
Debt collection

Trading

Management of operations
Accounting for trading
Ongoing employee issues

Creditors

Communication with creditors
Creditors claims (including employees and other preferential creditors)

Case Specific Matters