

The Insolvency Act 1986

Statement of administrator's proposals

2.17B

Name of Company Blue Sky Capital Management (UK) LLP	Company number OC327067
In the The High Court of Justice, Chancery Division, Companies Court, London (full name of court)	Court case number 12176 of 2009

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

We (a) Andrew Gordon Stoneman and Paul John Clark
MCR
43-45 Portman Square
London
W1H 6LY

* Delete as appropriate

attach a copy of our proposals in respect of the administration of the above company.

A copy of these proposals was sent to all known creditors on

(b) Insert date

(b) 5 May 2009

Signed

Joint Administrator

Dated

5-5-09

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 available to searches of the

MCR
43-45 Portman Square
London
W1H 6LY

187 7240

If 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

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06/05/2009

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COMPANIES HOUSE

**Blue Sky Capital Management (UK) LLP
(In Administration)**

**Joint Administrators' Report to Creditors and Statement of Proposals
For the period from 19 March 2009 to 5 May 2009
pursuant to Paragraph 49 of Schedule B1
to the Insolvency Act 1986**

5 May 2009

Names of Joint Administrators: Andrew Gordon Stoneman
Paul John Clark

Date of appointment: 19 March 2009

Date of report: 5 May 2009

Appointed by: The members of the LLP

Court reference: The Royal Courts of Justice no. 12176 of 2009

MCR
43-45 Portman Square
London
W1H 6LY

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1. INTRODUCTION

- 1.1 Andrew Gordon Stoneman and Paul John Clark of MCR were appointed Joint Administrators of Blue Sky Capital Management (UK) LLP ("Blue Sky" and "the LLP") on 19 March 2009 by the members of the LLP pursuant to Paragraph 22 of Schedule B1 to the Insolvency Act 1986.
- 1.2 In accordance with Paragraph 100(2) of Schedule B1 to the Insolvency Act 1986 the functions of the Joint Administrators are being exercised by either of the Administrators.
- 1.3 This report sets out the circumstances leading up to the appointment of the Joint Administrators and the steps taken by them to date.

2. BACKGROUND

- 2.1 Blue Sky was incorporated on 23 March 2007. Statutory information on the LLP and a summary of its financial position is included at Appendix 1.
- 2.2 The LLP was formed to provide investment funds management and advisory services, specifically in the luxury hotel and resort development sector and principally provided fund management advice to the Global Destinations Fund 1.
- 2.3 The LLP traded from leasehold premises in Portman Square, London and shared offices in Piccadilly Plaza, Manchester. The LLP also has associated entities and offices in the Isle of Man, New York, Delaware and Aspen, Colorado.

3. EVENTS LEADING UP TO THE ADMINISTRATION

- 3.1 On 14 April 2008, the LLP, along with two associated entities, entered into a partnership admission agreement with a strategic investor.
- 3.2 The terms of the partnership admission agreement included the investor's admission as a partner for an aggregate admission price of US\$10,000,000, payable in instalments over an 18 month period from completion of the partnership admission.
- 3.3 On 14 October 2008, the investor did not contribute US\$2,000,000 as agreed under the terms of the partnership admission agreement. After a period of discussion and negotiation (during which Blue Sky sought to obtain a remedy to such non-payment), the investor was issued with a formal payment notice on 20 October 2008. The payment notice demanded payment (with interest) to be made by 2 December 2008.
- 3.4 By 2 December 2008, no such payment or interest had been received and the investor has been unable to give any indication of the likely timeframe in which the outstanding payments could be made.
- 3.5 As a consequence of the non-payment by the strategic investor, the LLP was put under severe cash flow difficulties and undertook a review of the operations and implemented a series of cost-cutting exercises, including drawings reductions and returns, travel expenses and office operations.
- 3.6 The LLP engaged MCR Business Consulting to conduct a high level independent business review in order to evaluate its solvency position and available exit options, together with taking insolvency advice from its solicitors, Orrick, Herrington & Sutcliffe LLP.

- 3.7 Extensive efforts were also made to procure further financing and/or a strategic partner to replace this strategic investor to enable the business to remain financially viable whilst it scaled up the funds under management and hence annual management fee income.
- 3.8 The members of the LLP spent considerable time attempting to restructure the debts of the business through discussions with the major creditors to try and resolve the cash flow and solvency position.
- 3.9 However, the members were unable to secure a sufficient working capital injection or sufficient debt reductions and therefore, at a meeting of the management committee of the LLP held on 17 March 2009, resolved to appoint an Administrator, due to the LLP's insolvency.
- 3.10 The Joint Administrators considered the position prior to accepting the appointment and, having regard to the Insolvency Practitioners Association's ethical guidelines, considered that there were no circumstances preventing them from accepting the appointment.
- 3.11 On 19 March, Andrew Stoneman and Paul Clark of MCR were appointed Joint Administrators of the LLP by the members of the LLP.

4. PURPOSE OF THE ADMINISTRATION

- 4.1 The purpose of an Administration is to achieve one of the following hierarchical objectives:
- Rescuing the LLP as a going concern, or
 - Achieving 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), or
 - Realising property in order to make a distribution to one or more secured or preferential creditors.
- 4.2 In accordance with Paragraph 49(2) of the Insolvency Act 1986, as amended, the Joint Administrators believe that the first objective referred to above cannot be achieved as the LLP has ceased trading and so cannot be rescued as a going concern. The Joint Administrators believe that the second objective will be achieved as a sale of assets is anticipated that may not have been possible if the LLP had been wound up without having first been in Administration.

5. PROGRESS OF THE ADMINISTRATION TO DATE

- 5.1 The manner in which the affairs and business of the LLP have been managed since the appointment of Joint Administrators and will continue to be managed are set out below.

Cessation of trading

- 5.2 The business ceased to trade upon the Joint Administrators' appointment as the LLP's bank account was overdrawn and therefore there were not sufficient internal funds, or alternative external sources of funding, to continue the LLP's operations. Further, the monthly payroll was due before the end of the month.
- 5.3 Subsequently, the four employees of the LLP were made redundant on 20 March 2009.
- 5.4 In addition, no drawings have been paid to members since the Joint Administrators' appointment.

Sale of assets

- 5.5 The business and assets of the LLP were advertised for sale by way of a notice placed on the MCR website. An offer has been received from Blue Sky Capital Australia Pty Limited for certain assets of the LLP. Agreement has been reached in principle for the sale of certain assets however negotiations are still ongoing in respect of this transaction. If completed, full details of this transaction will be provided in the Joint Administrators' next report to creditors. It should be noted that the Joint Administrators understand that certain of the members of the LLP have an interest in, or are officers of, Blue Sky Capital Australia Pty Limited.

Book debts

- 5.6 The LLP is owed approximately £578,000 by Blue Sky Capital LLC, an Isle of Man registered company (and a related entity as referred to in paragraphs 2.3 and 3.1). The Joint Administrators do not believe this debt is recoverable as Blue Sky Capital LLC is insolvent and is currently subject to winding-up proceedings in the Isle of Man.
- 5.7 The LLP has several sundry prepayments and debtors with a book value of approximately £75,156. The Joint Administrators are reviewing these prepayments and debtors but no realisations are anticipated.

Office furniture & IT equipment

- 5.8 The LLP owns certain office furniture and IT equipment in its Manchester office, which are subject to the offer from Blue Sky Australia Pty Limited noted above. The Joint Administrators have sought the advice of their appointed chattel agents with regard to the value of these assets.
- 5.9 The LLP also leased office furniture and other chattels assets from Aurora Leasing Limited ("Aurora"), together with finance leases in respect of the fit-out of the London office premises. The Joint Administrators have taken the advice of their chattel agents who have confirmed that there is no possibility of any value in these assets for the LLP and they have therefore been surrendered back to Aurora.

Rent deposit

- 5.10 The LLP signed a ten year lease for office premises in Portman Square, London in 2007 and placed a rent deposit of £150,000 with the landlord, Portman Square Properties Limited. The lease was surrendered to the landlord on 23 April 2009 and, whilst written confirmation has not yet been received, the Joint Administrators understand that the landlord has drawn down the rent deposit in full in respect of arrears of rent and service charge and therefore there will be no recovery from this asset.

Investigations

- 5.11 The Joint Administrators' investigations into the LLP's affairs are currently ongoing.
- 5.12 The Joint Administrators have a statutory obligation to file a report with the Insolvency Service regarding the conduct of the members that held office in the three years prior to the Administration. This report must be filed within six months from the appointment date and the content of this report is confidential.
- 5.13 The Joint Administrators also have a duty to investigate antecedent transactions which include:
- Transactions at an undervalue, s238 of the Insolvency Act 1986;
 - Preferences, s239 of the Insolvency Act 1986; and
 - Transactions to defraud creditors, s423 of the Insolvency Act 1986.

Receipts and Payments

- 5.14 A Receipts and Payments account is shown in Appendix 2. No funds have been received into the Administration at the date of this report.

Joint Administrators' Agents and Solicitors

- 5.15 The Joint Administrators have engaged the following firms to assist with the sale of the LLP's assets and other statutory matters:

Company	Role
SIA Group (UK) Limited	Chattels agents – Value LLP's chattel assets.
Orrick, Herrington & Sutcliffe LLP	Solicitors – Assist with placing the LLP into Administration, prepare the sale of assets contract, and other ad hoc legal matters.

- 5.16 Our choice was based on our perception of their experience and ability to perform this type of work, the complexity and nature of the assignment and the basis of our fee arrangement with them.

6. STATEMENT OF AFFAIRS

- 6.1 In accordance with Paragraph 47 of Schedule B1 to the Insolvency Act 1986 the Joint Administrators have requested that certain members provide them with a statement of the affairs ("SOA") of the LLP (being those members that the Joint Administrators understand had day-to-day responsibility for the financial affairs of the LLP). The SOA has been received and is attached at Appendix 3.
- 6.2 Additional details of the LLP's financial position can be found in Appendix 1 based on the LLP's February management accounts. In addition, section 5 of this report provides additional details on the LLP's assets.
- 6.3 A schedule of creditors' names, addresses and debts is included in the SOA. Some creditor amounts shown may differ from the actual amount owed but this does not affect their claim and creditors should complete the Proof of Debt form at Appendix 6 and return it to the Joint Administrators. Further details of the LLP's creditors can be found in section 8 of this report.
- 6.4 Some of the LLP's liabilities are subject to personal guarantees provided by certain members.

7. JOINT ADMINISTRATORS' REMUNERATION

- 7.1 In accordance with Rule 2.106 of the Insolvency Rules 1986, as amended, it is proposed that the basis upon which the Joint Administrators' remuneration should be fixed, is by reference to the time properly given by them and their staff in attending to matters arising in the Administration.
- 7.2 The Joint Administrators will be seeking the subsequent approval of the secured creditor in respect of their remuneration pursuant to Rule 2.106(5A) of the Insolvency Rules 1986, as amended.
- 7.3 The Joint Administrators' time costs for the period 19 March 2009 up to and including 5 May 2009 total £22,423. A schedule of these time costs is set out at Appendix 4.
- 7.4 To date, no remuneration has been drawn by the Joint Administrators.

- 7.5 For your information, MCR Business Consulting has received £30,000 from the LLP for preparing an Independent Business Review of the LLP, in accordance with a letter of engagement dated 9 February 2009.
- 7.6 Information regarding the fees of Administrators in accordance with Statement of Insolvency Practice 9 ("SIP9"), called a Creditors' guide to Administrators' fees, can be found on our website at www.mcr.uk.com. Should you require a hard copy of the creditors' guide or of SIP9, please contact this office.

8. DIVIDEND PROSPECTS / PRESCRIBED PART

Secured Creditor

Portman Square Properties Limited ("PSPL")

- 8.1 In consideration for the sum of £150,000 advanced as a rent deposit, in respect of the LLP's lease for premises at 35-38 Portman Square, London, Blue Sky and PSPL entered into a rent deposit deed which was registered at Companies House on 22 September 2007.
- 8.2 At the date of the Joint Administrators' appointment, the LLP's indebtedness to PSPL was approximately £144,000 subject to accruing rent and charges. PSPL has reduced its indebtedness by drawing down on the rent deposit for the balance owed and the balance of the rent deposit at the date of the Joint Administrators' appointment of £15,379. The Joint Administrators understand that PSPL will have a residual claim over and above the rent deposit but have yet to receive the claim.
- 8.3 It is anticipated that there will be insufficient realisations to repay PSPL for any indebtedness over and above the rent deposit held.

Preferential Creditors

- 8.4 Preferential claims are usually certain claims that can be brought by former employees of insolvent companies. Pursuant to the members' SOA, the estimated preferential claims are £3,200.
- 8.5 Although the Joint Administrators are yet to receive formal notification of the preferential creditors' claims, at this stage, it is anticipated that there will not be sufficient funds available to enable a distribution to preferential creditors.
- 8.6 It is likely that a significant element of the preferential claim will be employees' claims which are mostly subrogated to the Redundancy Payments Office ("RPO"), following payment by the RPO to the former employees.

Prescribed Part

- 8.7 Pursuant to Section 176A of the Insolvency Act 1986, as amended, where a floating charge is created after 15 September 2003 a prescribed part of the company's net property shall be made available to unsecured creditors.
- 8.8 As the LLP has no floating charge creditor, the prescribed part will not apply in this instance.

Unsecured, Non-preferential Creditors

- 8.9 According to the members' SOA, non-preferential creditors total £1,547,966. The non-preferential creditors can be summarised as follows:

	£
HSBC Bank plc	737,561
Steve Bellotti	313,474
West Valley Capital Limited	223,270
Trade & Expense Creditors	265,830
HM Revenue & Customs – PAYE/NIC	7,831
Total	1,547,966

- 8.10 Based upon the current information available, it is anticipated that there will not be sufficient realisations to enable a distribution to the non-preferential creditors of Blue Sky.

9. EC REGULATION

- 9.1 It is the Joint Administrators' opinion that the EC Regulation on Insolvency Proceedings 2000 ("EC Regulation") applies and these proceedings are main proceedings as defined in Article 3 of the EC Regulation. The centre of main interest of the LLP is in England.

10. CREDITORS' MEETING

- 10.1 In accordance with Paragraph 52(1) of Schedule B1 to the Insolvency Act 1986, a creditors' meeting will not be convened as the Joint Administrators believe that the LLP will have insufficient property to enable a distribution to be made to unsecured creditors.
- 10.2 However, the Joint Administrators shall summon an initial creditors' meeting, if requested to by the creditors of the LLP, whose debts amount to at least 10% of the total debts of the LLP, using the prescribed form 2.21B, attached at Appendix 5, within 12 days from the date of this report.
- 10.3 Creditors are reminded that the costs of any meeting called shall be paid for by them and that a deposit will be required for such purpose. Such costs may be ordered to be paid as an expense of the Administration if the meeting so resolves.

11. END OF THE ADMINISTRATION

- 11.1 The options available to the Joint Administrators for the exit from the Administration are as follows:
- Compulsory Liquidation
 - Creditors' Voluntary Liquidation
 - Company Voluntary Arrangement
 - Return of control to the Members
 - Dissolution of the LLP
- 11.2 The Joint Administrators recommend that the LLP should be dissolved, for the reasons set out below.

- 11.3 The Joint Administrators have formed the view that once all the outstanding Administration matters have been finalised, and all liabilities incurred during the Administration have been discharged, there will be insufficient funds available to allow a distribution to unsecured creditors.
- 11.4 Once all outstanding matters have been satisfactorily completed by the Joint Administrators, notice shall be given to the Registrar of Companies under Paragraph 84 of Schedule B1 to Insolvency Act 1986, as amended, to the effect that the LLP has no property to realise which might permit a distribution to its unsecured creditors, at which stage the Administration will cease. The LLP will be dissolved three months following the registration of the notice at the Registrar of Companies.
- 11.5 You will note from the proposals section below that the Joint Administrators have left the choice of exit route from Administration open so that an alternative strategy can be adopted, should this prove more appropriate at the time.

12. JOINT ADMINISTRATORS' PROPOSALS

12.1 The Joint Administrators propose the following:

- 12.1.1 That the Joint Administrators continue the Administration to deal with such outstanding matters in relation to the LLP as the Joint Administrators consider necessary until such time as the Administration ceases to have effect.
- 12.1.2 That the Joint Administrators do all such other things and generally exercise all of their powers as contained in Schedule 1 of the Insolvency Act 1986, as amended, as they, in their sole and absolute discretion consider desirable or expedient in order to achieve the purpose of the Administration.
- 12.1.3 That the Joint Administrators, once all outstanding matters have been satisfactorily completed, take the necessary steps to give notice under paragraph 84 of Schedule B1 of the Insolvency Act 1986, as amended, to the Registrar of Companies to the effect that the LLP has no property which might permit a distribution to its creditors, at which stage the Administration will cease.
- 12.1.4 That the Joint Administrators, in the event that they form the view that a distribution can be made to unsecured creditors, take the necessary steps to put the LLP into creditors' voluntary liquidation. It is proposed that the Joint Administrators, currently Andrew Gordon Stoneman and Paul John Clark of MCR would act as Joint Liquidators should the LLP be placed into Creditors' Voluntary Liquidation. In accordance with Paragraph 83(7) of Schedule B1 to the Insolvency Act 1986 and Rule 2.117(3) of the Insolvency Rules 1986 (as amended) the creditors may nominate a different person as the proposed liquidator, provided such nomination is made before these proposals are approved.
- 12.1.5 That the Joint Administrators be discharged from all liability pursuant to Paragraph 98 of Schedule B1 to the Insolvency Act 1986, as amended, upon filing the end of the Administration, or their appointment otherwise ceasing.
- 12.1.6 That the Joint Administrators' remuneration be fixed by reference to the time properly spent by them and their staff in attending to matters arising in the Administration.
- 12.1.7 That the Joint Administrators be authorised to draw their firm's internal costs and expenses in dealing with the administration ("Category 2 Disbursements"), if any.

- 12.1.8 That the Joint Administrators be authorised to instruct and pay MCR Receivables Management Limited to assist with the collection of book debts, where considered appropriate.
- 12.2 That pursuant to Rule 2.33(5) of the Insolvency Rules 1986, the proposals in paragraph 12.1 shall be deemed to be approved by the creditors on the expiry of the period in which a meeting can be requisitioned by creditors in the manner described in paragraph 10.2 above, provided that no meeting has been so requisitioned.
- 12.3 The Joint Administrators will be seeking the following specific resolutions from the secured creditor:
- 12.3.1 That the Joint Administrators be discharged from all liability pursuant to Paragraph 98 of Schedule B1 to the Insolvency Act 1986, as amended, upon filing the end of the Administration, or their appointment otherwise ceasing.
- 12.3.2 That the Joint Administrators' remuneration be fixed by reference to the time properly spent by them and their staff in attending to matters arising in the Administration.
- 12.3.3 That the Joint Administrators be authorised to draw their firm's internal costs and expenses in dealing with the administration ("Category 2 Disbursements"), if any.
- 12.3.4 That the Joint Administrators be authorised to instruct and pay MCR Receivables Management Limited to assist with the collection of book debts, where considered appropriate.

13. OTHER MATTERS

- 13.1 If any creditor has any information concerning the LLP's affairs that they would like to bring to our attention, then we should be pleased to hear from them.

If you require further information or assistance, please do not hesitate to contact my colleague Dan Cordina.

For and on behalf of
Blue Sky Capital Management (UK) LLP


Andrew Stoneman
Joint Administrator

Enc.

The affairs, business and property of the LLP are being managed by the Joint Administrators, Andrew Stoneman and Paul Clark, who act as agents for the LLP and without personal liability.

APPENDIX 1

STATUTORY INFORMATION

Date of incorporation 23 March 2007

Registered number OC327067

Members

Blue Sky Partners Limited
Cofin Holdings LLC
Dakota Ridge Capital LLC
Global Destinations Fund LP
Adam Gough
Ewan Kearney
Pictet Private Equity Investors SA (nominee)
Gunnar Sachs
Matteo Sanguineti
Christopher Seery
Matthew Dawson Spence
James Sutherland Walker
West Valley Capital Limited
Anthony Wild
Windandsea LLC
Harry Culham
Paul Smith
Richard Scrase

Trading addresses	6th Floor South 35 Portman Square London W1H 6LR	City Tower 26 th Floor Piccadilly Plaza Manchester M1 4BD
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Registered office	Current: 43-45 Portman Square London W1H 6LY	Formerly: 6th Floor South 35-38 Portman Square London W1H 6LR
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Any other trading names N/a

Financial information

	Eleven months to February 2009 (Management) £	Period Ended March 2008 (Unaudited) £
Profit & Loss		
Turnover	684,046	637,112
Gross loss	N/a	(161,576)
Retained loss for the year	(779,827)	(214,475)
Balance Sheet		
Fixed Assets	80,102	91,577
Net current liabilities	(546,571)	(1,160,948)
Total liabilities	(466,469)	(1,069,371)
Members' net	546,488	(854,896)
Accumulated losses	(1,012,957)	(214,475)
Total liabilities	(466,469)	(1,069,371)



CORPORATE
RESTRUCTURING

APPENDIX 2

Blue Sky Capital Management (UK) LLP (In Administration)

**Joint Administrators' Receipts And Payments Account
for the period 19 March 2009 to 27 April 2009**

	SOA Estimated to Realise £	Fixed Charge £	Floating Charge £	Total £
Asset Realisations				
Reserve north management fee accrual	27,586.00			
Office equipment and IT	6,896.00	0	0	0
	<u>34,482.00</u>	<u>0</u>	<u>0</u>	<u>0</u>
Cost of Realisations				
		0	0	0
		<u>0</u>	<u>0</u>	<u>0</u>
Balance				<u><u>0</u></u>

APPENDIX 3

Statement of affairs

Name of Company Blue Sky Capital Management (UK) LLP	Company number OC327067
In the Royal Courts of Justice, Companies Division, Strand, London (full name of court)	Court Case Number 12176 of 2009

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

Statement as to the affairs of (a) Blue Sky Capital Management (UK) LLP, 43-45 Portman Square, London, W1H 6LY on the (b) 19 March 2009, the date that the Company entered Administration.

(b) Insert date

Statement of Truth

I believe that the facts stated in this statement of affairs are a full, true and complete statement of the affairs of the above named company as at (b) 26 March 2009 the date that the Partnership entered Administration.

Full name ANTHONY WILD

Signed 

Dated 28/4/09.

INSOLVENCY ACT 1986

MEMBERS STATEMENT OF AFFAIRS

A – Summary of Assets

Assets	Notes	Book Value £	Estimated to realise £
Assets subject to fixed charge:			
Assets subject to floating charge:			
Uncharged assets:			
Office Equipment & IT		76,721	6,516
Associated Company Debtor - Blue Sky Capital Ltd		572,528	0
VAT Reclaimable		9,997	0
Reserve North West Fee Annual		28,000	27,586
Prepayments & other Sundry Debtors		99,000	0
Security Deposit with London Landlord		150,000	0
Estimated total assets available for preferential creditors		£ 935,246	34,482

Signature



Date

28/4/09

INSOLVENCY ACT 1986

MEMBERS STATEMENT OF AFFAIRS

A1 – Summary of liabilities

		Estimated to realise £
Estimated total assets available for preferential creditors (carried from page A)	£	34,482
Liabilities		
Preferential creditors:	£	
<i>Employers</i>	3,200	
Estimated deficiency / surplus as regards preferential creditors:	£	31,282
Estimated prescribed part of net property where applicable (to carry forward)	£	
	NIL	
Estimated total assets available for floating charge holders	£	31,282
Debts secured by floating charges	£	
	NIL	
Estimated deficiency / surplus of assets after floating charges	£	31,282
Estimated prescribed part of net property where applicable (brought down)	£	
	NIL	
Total assets available to unsecured creditors	£	31,282
Unsecured non-preferential claims (excluding any shortfall to floating charge holders)	£	
	1,547,966	
Estimated deficiency / surplus as regards non-preferential creditors (excluding any shortfall to floating charge holders)	£	(1,516,684)
Shortfall to floating charge holders (brought down)	(1,516,684)	
Estimated deficiency / surplus as regard creditors		(1,516,684)
Issued and called up capital		
	NIL	
Estimated total deficiency / surplus as regards members	£	(1,516,684)

Signature 

Date 24/9/09

PARTNERSHIP CREDITORS

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

Name of creditor or claimant	Address (with postcode)	Amount of debt £	Details of any security held by creditor	Date security given	Value of Security £
ABLE CLEANING SERVICES	152-160 CITY ROAD, LONDON EC1V 2NP	822.25	NONE	N/A	N/A
ABSOLUTE FLOWERS + HOME	12-14 CLIFTON ROAD, LONDON, W9 1SS	329.01	NONE	N/A	N/A
ADDISON LEE PLC	35-37 WILLIAM ROAD, LONDON NW1 3ER	59.02	NONE	N/A	N/A
AUREA LEASING LTD	2 DOWNLAND CLOSE, WHETSTONE, LONDON, N20 9LZ	19,996.10	NONE	N/A	N/A
BAKER TILLY	3 NARDMAN STREET, MANCHESTER, M3 3NF	6,973.65	NONE	N/A	N/A
COBWEB SOLUTIONS LTD	SOUTH WING, DELME PLACE FAREHAM PO16 8UX	128.68	NONE	N/A	N/A
DHL EXPRESS	PO BOX 192, FELTHAM MIDDLESEX, TW10 4B	162.14	NONE	N/A	N/A
DIRECTLINK CHAUFFERS	23 WOODMILL DRIVE, LONDON, SE21 7HS	71.30	NONE	N/A	N/A
FEDEX EXPRESS	PO BOX 19, COVENTRY CV1 4QD	81.62	NONE	N/A	N/A
FISAR	VIA RAFFAELLO SANZIO 4 20090 CESANO BOSCONI, MILAN	2,263.46	NONE	N/A	N/A
GALCO COMMUNICATIONS	2000 BROOK DRIVE, GREEN PARK READING RG2 6UB	134.50	NONE	N/A	N/A
HARTFORD INS COMPANY	PO BOX 2907, HARTFORD CA, 9104-2907 USA	2,135.56	NONE	N/A	N/A
HENRY DAVIS YORK LAWYERS	44 MARTIN PLACE, SYDNEY NSW 2000, AUSTRALIA	2,822.68	NONE	N/A	N/A

Signature 

Date 28/4/09

PARTNERSHIP CREDITORS

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

Name of creditor or claimant	Address (with postcode)	Amount of debt £	Details of any security held by creditor	Date security given	Value of Security £
HSBC BANK	8 CANADA SQUARE, LONDON E14 5WG	955.00	NONE	N/A	N/A
K2 CAPITAL PARTNERS	26TH FLOOR CITY TOWER, PICCADILLY PLAZA, M1C 1L4ED	1,196.48	NONE	N/A	N/A
KALINET 4U	CITY BUSINESS PARK, SOMERSET PLACE, DEVON PL3 4EB	7.11	NONE	N/A	N/A
LOCUM CONSULTING	4TH FLOOR, 9 MARLBORNE LANE, LONDON W1U 1HL	3,818.75	NONE	N/A	N/A
LUXURY BRIEFING	COATES HOUSE, UPPER LARCO FIFE, KY8 6JF	395.00	NONE	N/A	N/A
MELEOTH CONNELL	LEVEL 17 FORESTH BARR TOWER SHORTLAND STREET, AUCKLAND	5,948.71	NONE	N/A	N/A
PORTMAN SQUARE PROPERTIES	465 SALISBURY HOUSE, LONDON SQUARE PROPERTIES WALL, LONDON EC2M 5RQ	144,165.46	NONE	N/A	N/A
PPC OFFICE DESIGN	CONDOROCK HOUSE, 15/19 GREAT TITCUMFIELD ST., LONDON	12,891.85	NONE	N/A	N/A
T-MOBILE	KATFIELD BUSINESS PARK, WESTFORDSHIRE, AL10 9BW	466.12	NONE	N/A	N/A
VEBAND WIMMAX	22 SOUTHAMPTON PLACE HOLBORN, LONDON, WC1A 2BP	908.50	NONE	N/A	N/A
VODAFONE	PO BOX 932, DONCASTER DN4 5XU	332.30	NONE	N/A	N/A
WESTMINSTER CITY COUNCIL	PO BOX 4010, LONDON SW1E 6QY	1,333.75	NONE	N/A	N/A

Signature 

Date 22/4/09

PARTNERSHIP CREDITORS

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


[illegible]

Signature _____

Date 28/4/02.

PARTNERSHIP INTERESTS

Name of Shareholder	Address (with postcode)	No. of shares held	Nominal value	Details of shares held
BLUESKY PARTNER LTD, BAHAMAS	MONTAGUESTERLING CENTRE, EAST BAY STREET NASSAU, NEW PROVIDENCE, BAHAMAS	26.02%	£26.02	A
WINDANDESEA LLC	302 EAST HOPKINS AVE, ASPEN, CO 81611, UNITED STATES	9.55%	£9.55	A
COFLIN HOLDINGS LLC	302 EAST HOPKINS AVE, ASPEN, CO 81611, UNITED STATES	7.08%	£7.08	A
KENMARE LLC	UNKNOWN	5.00%	£5.00	A
MATTHEW SPENCE	DACRE BANK, 4 VALE RD, BOWDON, ALTRINCHAM, WA14 3AB	11.71%	£11.71	A
JAMES WALKER	3 DIXON ST, NEW FARM, BRISBANE, QLD 4005, AUSTRALIA	5.85%	£5.85	A
ANTHONY WILD	80A TEMPLE RD, BOLTON, GREATER MANCHESTER, BL1 3LT	2.58%	£2.58	A
EWAN KEARNEY	60 VICTORIA RD, HALE, CHESHIRE, WA15 9AB	1.64%	£1.64	A
ADAM GOUGH	305 MARKET BUILDINGS, 17 THOMAS ST, MANCHESTER M2 1EU	1.64%	£1.64	A
WEST VALLEY CAPITAL	1-3 CANDAHAR ROAD, LONDON, SW11 2PY	2.00%	£2.00	A
DAKOTA RIDGE CAPITAL	UNKNOWN	5.00%	£5.00	A
GUNJAR SACHS	33 TRECUNTER ROAD, LONDON, SW10	2.00%	£2.00	A
MATTEO SANGHINETI	18 SLAIDBURN STREET, LONDON, SW10 0JP	2.00%	£2.00	A
TOTALS				

Signature  Date 28/10/09

APPENDIX 4

Blue Sky Capital Management (UK) LLP (In Administration)

Analysis of Joint Administrators' time costs for the period 19 March 2009 to 28 April 2009

Classification of Work Function	Hours					Total Hours	Time Cost	Average Hourly Rate
	Partner	Manager	Senior	Assistants	Support			
							£	£
General admin		17.90	3.60	20.30		41.80	7,801.50	186.64
Strategy planning & control		6.80	4.00	10.40		21.20	4,318.50	203.70
Sale of business		13.20	1.00	0.20		14.40	4,143.00	287.71
Trading - operations			10.80			10.80	2,592.00	240.00
General correspondence		4.40		2.10		6.50	1,539.00	236.77
Meetings		1.30		0.50		1.80	513.00	285.00
Employee matters		0.90		2.40		3.30	481.50	145.91
Unsecured creditors		0.50		2.20		2.70	340.50	126.11
Statement of affairs		0.40		1.20		1.60	249.00	155.62
Floating charge assets		0.50				0.50	180.00	360.00
Cashiering & accounting		0.20	0.30	0.10		0.60	151.00	251.67
Fixed charge assets		0.40				0.40	114.00	285.00
Total Hours		46.50	19.70	39.40		105.60	22,423.00	212.34
Total Fees Claimed (£)		13,658.00	4,728.00	4,037.00			22,423.00	

APPENDIX 5

Rule 2.37

Creditor's request for a meeting

Name of Company

Blue Sky Capital Management (UK) LLP

Company number

OC327067

In the
The Royal Courts of Justice, Chancery Division,
Companies Court, London

Court case number

12176 of 2009

(a) Insert full name and
address of the creditor
making the request

I (a)

(b) Insert full name and
address of registered
office of the company

request a meeting of the creditors of Blue Sky Capital Management (UK) LLP

(b) Registered Office:
43-45 Portman Square
London
W1H 6LY

(c) Insert amount of claim

My claim in the administration is (c)

(d) Insert full name(s) and
address(es) of creditors
concurring with the
request (if any) and their
claims in the
administration if the
Requesting creditor's claim
is below the required 10%

(d)

concur with the above request, and I attach copies of their written confirmation of
concurrence.

(e) Insert details of the
purpose of the meeting

The purpose of the meeting is (e)

Signed

Dated

APPENDIX 6

Proof of Debt – General Form

Blue Sky Capital Management (UK) LLP (In Administration)

Date of administration: 19 March 2009

1.	Name of creditor (If a Company please also give Company registration number).	
2.	Address of creditor for correspondence.	
3.	Total amount of claim, including any Value Added Tax and outstanding uncapitalised interest as at the date the Partnership went into administration.	
4.	Details of any documents by reference to which the debt can be substantiated. (Note: There is no need to attach them now but the administrator may call for any document or evidence to substantiate the claim at his discretion as may the chairman or convenor of any meeting).	
5.	If amount in 3 above includes outstanding uncapitalised interest please state amount.	£
6.	Particulars of how and when debt incurred (If you need more space append a continuation sheet to this form).	
7.	Particulars of any security held, the value of the security, and the date it was given.	
8.	Particulars of any reservation of title claimed in respect of goods supplied to which the claim relates.	
9.	Signature of creditor or person authorised to act on his behalf	
	Name in BLOCK LETTERS	
	Position with or in relation to creditor	
	Address of person signing (if different from 2 above)	

For Administrators' Use only

Admitted to vote for	Admitted for dividend for
£	£
Date	Date
Administrator	Administrator



**CORPORATE
RESTRUCTURING**

Our ref: AGS/MTB/SMS/REM/DTC/BLU002/521103/P10

Your ref:

43 - 45 Portman Square
London W1H 6LY

t +44 (0)20 7487 7240

f +44 (0)20 7487 7299

www.mcr.uk.com

TO ALL KNOWN CREDITORS AND MEMBERS

When telephoning please ask for:
Dan Cordina

e-mail:
dcordina@mcr.uk.com

Direct Line:
020 7535 1199

5 May 2009

Dear Sirs

Blue Sky Capital Management (UK) LLP (In Administration) ("the LLP")

I refer to my letter dated 24 March 2009 advising of my appointment as Joint Administrator of the LLP together with my partner Paul Clark on 19 March 2009.

The purpose of an Administration is to achieve one of the following hierarchical objectives:

- 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 secured or preferential creditors.

Pursuant to Paragraph 52(1) of Schedule B1 to the Insolvency Act 1986, as amended, a creditors' meeting will not be held because the Joint Administrators believe the LLP has insufficient property to enable a distribution to be made to unsecured creditors.

As a creditor you can request that a meeting of creditors be convened. Any request must be made within 12 days and supported by 10% of creditors in value. As there are strict formalities relating to the procedures to be followed, please contact Dan Cordina urgently if you wish to make a request.

Please find attached the Joint Administrators' statement of proposals and report to creditors. A proof of debt form is enclosed at an appendix of the report, which should be completed and sent to the Joint Administrator at the above address, if you have not already done so.

Cont.../

WEDNESDAY

The affairs, business and property of the LLP are being managed for the LLP and without personal liability. Both are licensed by th

A60

06/05/2009
COMPANIES HOUSE

223 ark, who act as agents



CORPORATE
RESTRUCTURING

- 2 -

Should you have any queries, please contact Dan Cordina of this office.

Yours faithfully

For and on behalf of

Blue Sky Capital Management (UK) LLP

Andrew Stoneman

Joint Administrator

Enc.