

The Insolvency Act 1986

Notice of move from administration to dissolution

Name of Company Sand Realisations (1) Limited (formerly Scarisbrick Hotel Limited)	Company number 01034392
In the High Court of Justice, Chancery Division, Manchester District Registry <small>[full name of court]</small>	Court case number 1309 of 2011

(a) Insert name(s) and address(es) of administrator(s) We (a) Tracey Lee Pye and Dermot Justin Power of BDO LLP 3 Hardman Street, Manchester, M3 3AT

(b) Insert name and address of registered office of company having been appointed administrators of (b) Sand Realisations (1) Limited (formerly Scarisbrick Hotel Limited) 3 Hardman Street, Spinningfields, Manchester, M3 3AT

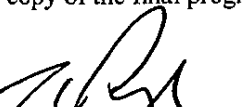
(c) Insert date of appointment On (c) 2 August 2011 by (d) Mr John Smith, a director

(d) Insert name of applicant / appointor

hereby give notice that the provisions of paragraph 84(1) of Schedule B1 to the Insolvency Act 1986 apply

We attach a copy of the final progress report

Signed


 Joint Administrator(s)

Dated

24 July 2012:

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 searchers of the public record.

BDO LLP, 3 Hardman Street, Manchester,	
M3 3AT, .	
Our Ref	DJP/CS/ADM Form 2/C15
Tel	
DX Number	DX Exchange

When 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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26/07/2012

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COMPANIES HOUSE

TO ALL CREDITORS

24 July 2012

Your Ref
Our Ref DJP/CS/S3096/ADM966
Final progress report/A6Please ask for
Carole Speakman
0161 817 7547
Email carole.speakman@bdo.co.uk

Dear Sirs

Sand Realisations (1) Limited (formerly Scarisbrick Hotel Limited) - In Administration

We now supply our final report in respect of this Administration.

We enclose, for your information, a summary of our receipts and payments to date showing a nil balance, together with a copy of our abstract receipts and payments account covering the final period, and report as follows

1 Receipts

The receipts shown are largely self-explanatory, although we would comment specifically on :

Interest Gross

The sum of £22 50 represents interest received on funds held in the Administration bank account at National Westminster Bank

Sundry Refunds

The sundry refund of £432 59 represents £69.00 received from the University of Manchester in respect of the radio licence fee and £363.59 from the Royal Mail in respect of the franking machine credit

2 Payments

The payments shown are largely self-explanatory, although we would comment specifically on

Administrators Fees and disbursements

The sums of £36,212.05 and £432 25 have been drawn since our last report in respect of the Administrators' fees and disbursements and are detailed below.



Corporation Tax

During the period of the Administration a liability to corporation tax has arisen and settled in the sum of £89 74 representing tax due on the interest received at the bank

Stationery & Postage

The printing and posting of reports to creditors are outsourced to PPS Printing Communications Limited to whom the sum of £426.73 has been during this reporting period

Bank Charges

The sum of £23 24 has been deducted from the account held by the National Westminster Bank in respect of bank charges.

3 Future of the Company

In accordance with the proposals to creditors dated 15 September 2011 the company will now move to dissolution. We enclose herewith Form 2 35B 'Notice of move from administration to dissolution'. It is normal practise by Companies House that the company will be dissolved three months from the date the Form 2 35B is registered.

4 Prospects for Creditors*Secured Creditors*

The Company's indebtedness to the Bank was secured by way of a debenture dated 10 August 1989. We had previously reported that at the date of our appointment, the Bank was owed £1,412,721. Following further reconciliation, it transpired that the Bank's debt actually totalled £1,439,463. The additional balance was paid by the cash in transit, which was received into the Company's bank account after appointment.

The debt owed to Carlsberg was also secured by way of a debenture dated 19 May 1997.

At the date of our last report an interim distribution of £635,777 had been made to Carlsberg from the Company's fixed charge realisations. Following further review, a final distribution of £630,592 was made, fully settling the amount due to Carlsberg.

Preferential Creditors

As you may recall we last reported that all employees were transferred to Britannia under TUPE Regulations but that deductions were made from one employee that were not paid over to the relevant party. The sum of £416.00 has now been paid in this regard.

Prescribed Part

Under Section 176A of the Insolvency Act 1986, where after 15 September 2003 a company has granted to a creditor a floating charge, a proportion of the net property of the company must be made available purely for the unsecured creditors. The Company has not granted a floating charge to any creditor after the 15 September 2003 and consequently there will be no prescribed part in this Administration.

Unsecured Creditors

As a result of the quantum of the debt due to the secured creditors and the amounts realised in this Administration, as well as the fact that there will be no funds made available to the unsecured creditors under a Prescribed Part, there will be insufficient funds to enable a distribution to unsecured creditors in this matter.

5 Statutory Information

The Joint Administrators are Tracey Lee Pye and Dermot Justin Power of BDO LLP, 3 Hardman Street, Manchester, M3 3AT and they were appointed in respect of the above company on 2 August 2011. Under the provisions of paragraph 100(2) of Schedule B1 of the Insolvency Act 1986, the Administrators carry out their functions jointly and severally and neither Administrator has exclusive power to exercise any function.

The Administrators were appointed by Mr John Smith being a director, pursuant to Paragraph 12 of Schedule B1 of the Insolvency Act 1986. The Administration proceedings are dealt with in the High Court of Justice, Chancery Division, Manchester District Registry and the court case number is 1309 of 2011.

The company's registered office is situated at 3 Hardman Street, Spinningfields, Manchester, M3 3AT and the registered number is 01034392.

6 Administrators' Remuneration

The secured and preferential creditors have already approved the Administrators' remuneration on a time costs basis and to date we have drawn £84,751.40 in respect of remuneration as shown on the attached receipts and payments account £36,212.05 of which has been drawn in this reporting period. Attached is a schedule which summarises the time costs accrued to date and indicates the work undertaken in that respect. A total of 401.80 hours have been spent at a cost of £85,127.25 equating to an average charge out rate of £211.86. We can confirm that the balance will be written off.

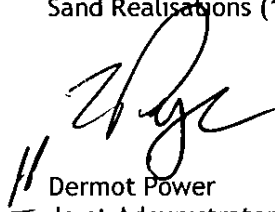
For your guidance we enclose a document that outlines the policy of this firm in respect of fees and disbursements for Administration appointments. A 'Creditors Guide to Fees Charged by Administrators' has previously been issued, but should you require a further copy please contact this office.

7 Disbursements

Where disbursements are recovered in respect of precise sums expended to third parties, there is no necessity for these costs to be authorised. These are known as category 1 disbursements. Since our last report the sum of £432.25 has been drawn in respect of category 1 disbursements for the cost of the bordereau paid to AUA Insolvency Risk Services and administration costs paid to Companies House and Blue Rubicon. Some Administrators recharge expenses for example postage, stationery, photocopying charges, telephone and fax costs, which cannot economically be recorded in respect of each specific case. Such expenses, which are apportioned to cases, require the approval of the creditors, before they can be drawn, and these are known as category 2 disbursements. The policy of the BDO LLP is not to charge any category 2 disbursements.

We provide at the end of this report an extract from the Insolvency Rules 1986 setting out the rights of creditors to request further information and/or challenge the remuneration or fees within the Administration

Yours faithfully
for and on behalf of
Sand Realisations (1) Limited (formerly Scarsbrick Hotel Limited)



Dermot Power
Joint Administrator
Authorised by the Institute of Chartered Accountants in England & Wales

Enc

Statement from the Insolvency Rules 1986 (as amended) regarding the rights of creditors in respect of the Joint Administrators' fees and expenses:-

Rule 2.48A Creditors' request for further information

(1) If—

- (a) within 21 days of receipt of a progress report under Rule 2.47—
 - (i) a secured creditor, or
 - (ii) an unsecured creditor with the concurrence of at least 5% in value of the unsecured creditors (including the creditor in question), or
- (b) with the permission of the court upon an application made within that period of 21 days, any unsecured creditor, makes a request in writing to the administrator for further information about remuneration or expenses (other than pre-administration costs) set out in a statement required by Rule 2.47(1)(db) or (dc), the administrator must, within 14 days of receipt of the request, comply with paragraph (2)
- (2) The administrator complies with this paragraph by either—
 - (a) providing all of the information asked for, or
 - (b) so far as the administrator considers that—
 - (i) the time or cost of preparation of the information would be excessive, or
 - (ii) disclosure of the information would be prejudicial to the conduct of the administration or might reasonably be expected to lead to violence against any person, or
 - (iii) the administrator is subject to an obligation of confidentiality in respect of the information, giving reasons for not providing all of the information
- (3) Any creditor, who need not be the same as the creditor who requested further information under paragraph (1), may apply to the court within 21 days of—
 - (a) the giving by the administrator of reasons for not providing all of the information asked for, or
 - (b) the expiry of the 14 days provided for in paragraph (1),and the court may make such order as it thinks just
- (4) Without prejudice to the generality of paragraph (3), the order of the court under that paragraph may extend the period of 8 weeks provided for in Rule 2.109(1B) by such further period as the court thinks just

Rule 2.109 Creditors' claim that remuneration is or other expenses are excessive

- (1) Any secured creditor, or any unsecured creditor with either the concurrence of at least 10% in value of the unsecured creditors (including that creditor) or the permission of the court, may apply to the court for one or more of the orders in paragraph (4)
- (1A) Application may be made on the grounds that—
 - (a) the remuneration charged by the administrator,
 - (b) the basis fixed for the administrator's remuneration under Rule 2.106, or
 - (c) expenses incurred by the administrator,is or are, in all the circumstances, excessive or, in the case of an application under sub-paragraph (b), inappropriate
- (1B) The application must, subject to any order of the court under Rule 2.48A(4), be made no later than 8 weeks after receipt by the applicant of the progress report which first reports the charging of the remuneration or the incurring of the expenses in question ("the relevant report")
- (2) The court may, if it thinks that no sufficient cause is shown for a reduction, dismiss it without a hearing but it shall not do so without giving the applicant at least 5 business days notice, upon receipt of which the applicant may require the court to list the application for a without notice hearing. If the application is not dismissed, the court shall fix a venue for it to be heard, and give notice to the applicant accordingly

Statement from the Insolvency Rules 1986 (as amended) regarding the rights of creditors in respect of the Joint Administrators' fees and expenses (continued) -

Rule 2 109 (continued)

- (3) The applicant shall, at least 14 days before the hearing, send to the administrator a notice stating the venue and accompanied by a copy of the application, and of any evidence which the applicant intends to adduce in support of it
- (4) If the court considers the application to be well-founded, it must make one or more of the following orders—
 - (a) an order reducing the amount of remuneration which the administrator was entitled to charge,
 - (b) an order fixing the basis of remuneration at a reduced rate or amount,
 - (c) an order changing the basis of remuneration,
 - (d) an order that some or all of the remuneration or expenses in question be treated as not being expenses of the administration,
 - (e) an order that the administrator or the administrators personal representative pay to the company the amount of the excess of remuneration or expenses or such part of the excess as the court may specify,
and may make any other order that it thinks just, but an order under sub-paragraph (b) or (c) may be made only in respect of periods after the period covered by the relevant report
- (5) Unless the court orders otherwise, the costs of the application shall be paid by the applicant, and are not payable as an expense of the administration

Sand Realisations (1) Limited (formerly Scarisbrick Hotel Limited)
(In Administration)
Joint Administrators' Abstract of Receipts & Payments

Statement of Affairs		From 02/02/2012 To 24/07/2012	From 02/08/2011 To 24/07/2012
	FIXED CHARGE ASSETS		
2,260,456.00	Freehold Land & Property	NIL	2,258,355.00
480,506 00	Goodwill	NIL	480,506.00
	Cash In Transit on Appointment	NIL	19,634.00
		NIL	2,758,495.00
	FIXED CHARGE COSTS		
	Legal Fees & Disbs	NIL	50,322 17
	Agents' Fees & Disbs	NIL	63,296 00
		NIL	(113,618 17)
	FIXED CHARGE CREDITORS		
(1,422,605 00)	Lloyds TSB Bank Plc	NIL	1,439,462.58
(1,288,802.00)	Carlsberg UK Ltd	NIL	1,266,368.83
		NIL	(2,705,831.41)
	ASSET REALISATIONS		
240,250 00	Furniture & Equipment	NIL	240,250.00
35,267 00	Stock	NIL	35,267 50
	Book debts	NIL	30,529.74
3,975.00	Cash at Bank	NIL	NIL
	Interest Gross	22 50	345.85
	Sundry Refunds	432.59	6,272.25
	Cash in Floats on Appointment	NIL	3,975.45
		455.09	316,640 79
	COST OF REALISATIONS		
	Administrators Pre Appointment Fees	NIL	85,523.38
	Administrators Office Holder Fees	36,212.05	84,751 40
	Administrators' Disbursements	432 25	825 73
	Agents' Fees & Disbs	NIL	780 00
	Legal Fees & Disbs	NIL	1,500 00
	Corporation Tax	89 74	89 74
	Stationery & Postage	426 73	2,669.66
	Statutory Advertising	NIL	181.90
	Bank Charges	23.24	74 97
	Costs paid under SPA apportionment cl	NIL	35,873 43
	Directors Compromise Agreements	NIL	43,000 00
		(37,184.01)	(255,270.21)
	PREFERENTIAL CREDITORS		
	Preferential Wages	416 00	416.00
		(416.00)	(416 00)
	UNSECURED CREDITORS		
(576,128.00)	Trade & Expense Creditors	NIL	NIL
(743,131 00)	Unsecured VAT & PAYE/N I C	NIL	NIL
(21,020 00)	Other Creditors	NIL	NIL
		NIL	NIL
	DISTRIBUTIONS		
(8,750.00)	Ordinary Shareholders	NIL	NIL
		NIL	NIL

Sand Realisations (1) Limited (formerly Scarisbrick Hotel Limited)
(In Administration)
Joint Administrators' Abstract of Receipts & Payments

Statement of Affairs	From 02/02/2012 To 24/07/2012	From 02/08/2011 To 24/07/2012
(1,039,982.00)	(37,144.92)	(0.00)

NIL



Dermot Justin Power
Joint Administrator

Sand Realisations (1) Limited (formerly Scarisbrick Hotel Limited) - In Administration

Summary of Time Charged and Rates Applicable for the Period From 2 August 2011 to 24 July 2012

Description	PARTNER		MANAGER		ASSISTANT MANAGER		SENIOR ADMINISTRATOR		ADMINISTRATOR		OTHER STAFF		GRAND TOTAL		AV RT
	Hours	Total £	Hours	Total £	Hours	Total £	Hours	Total £	Hours	Total £	Hours	Total £	Hours	Total £	
B Steps on Appointment			3 00	813 00	9 00	1 665 00			17 50	2,170 00			29 50	4 648 00	157 56
C Planning and Strategy	29 00	10 759 00	11 00	3 509 00					1 00	139 00			41 00	14 407 00	351 39
D General Administration	7 00	2 597 00	23 40	6 107 00	16 80	3 108 00	9 20	1 564 00	94 95	12 422 20	5 50	341 00	156 85	26 139 20	166 65
F Assets Realisation/Dealing	3 00	1 113 00	92 50	19 168 00									95 50	20,281 00	212 37
F Trading Related Matters			1 00	271 00									1 00	271 00	271 00
H Creditor Claims	4 50	1 669 50	2 00	542 00					3 00	417 00			9 50	2 628 50	276 68
I Reporting	17 00	6 307 00	34 25	7 468 25					2 00	278 00			53 25	14 053 25	263 91
J Distribution and Closure			6 50	1 881 50									6 50	1 881 50	289 46
K Tax Work									8 7	817 8			8 70	817 80	94 00
	60 50	22,445 50	173 65	39,759 75	25 80	4,773 00	9 20	1,564 00	127 15	16,244 00	5 50	341 00	401 80	95,127 25	211 86



Sand Realisations (1) Limited (formerly Scarisbrick Hotel Limited) - In Administration

In accordance with best practice I provide below details of policies of BDO LLP in respect of fees and expenses for work in relation to the above insolvency

The current charge out rates per hour of staff within my firm who may be involved in working on the insolvency, follows: This in no way implies that staff at all such grades will work on the case

GRADE £

Partner1	460
Partner2	371
Director	319
Senior Manager	271
Manager	202-232
Assistant Manager	185
Senior Executive	170
Executive	139-156
Cashier	185
Support staff/Secretary	62

The rates charged by BDO LLP, 3 Hardman Street, Manchester, M3 3AT are reviewed in December and July each year and are adjusted to take account of inflation and the firm's overheads.

Time spent on casework is recorded directly to the relevant case using a computerised time recording system and the nature of the work undertaken is recorded at that time. Units of time can be as small as 3 minutes BDO LLP records work in respect of insolvency work under the following categories:-

Pre Appointment
Steps upon Appointment
Planning and Strategy
General Administration
Asset Realisation/Management
Trading Related Matters
Employee Matters
Creditor Claims
Reporting
Distribution and Closure
Other Issues.

Under each of the above categories the work is recorded in greater detail in sub categories. Please note that the 11 categories provide greater detail than the six categories recommended by the Recognised Professional Bodies who are responsible for licensing and monitoring insolvency practitioners.

Where an officeholder's remuneration is approved on a time cost basis the time invoiced to the case will be subject to VAT at the prevailing rate.

Where remuneration has been approved on a time costs basis a periodic report will be provided to any committee appointed by the creditors or in the absence of a committee to the creditors. The report will provide a breakdown of the remuneration drawn and will enable the recipients to see the average rates of such costs

1) Other Costs

Where expenses are incurred in respect of the insolvent estate they will be recharged. Such expenses can be divided into two categories



2) Category 1

This heading covers expenses where BDO LLP has met a specific cost in respect of the insolvent estate where payment has been made to a third party. Such expenses may include items such as advertising, couriers, travel (by public transport), searches at Companies House, land registry searches, fees in respect of swearing legal documents, external printing costs etc. In each case the recharge will be reimbursement of a specific expense incurred.

A further disbursement under this heading is the cost of travel where staff use either their own vehicles or company cars in travelling connected with the insolvency. In these cases a charge of 40p per mile is raised which is in line with the Inland Revenue Approved Mileage Rates (median - less than 10,000 miles per annum) which is the amount the firm pays to staff.

Where applicable, disbursements will be subject to VAT at the prevailing rate.

3) Category 2

Additionally some firms recharge expenses for example postage, stationery, photocopying charges, telephone and fax costs, which cannot economically be recorded in respect of a each specific case. Such expenses, which are apportioned to cases, require the approval of the creditors, before they can be drawn, and these are known as category 2 disbursements. The policy of BDO LLP, effective from 1 July 2003, is not to recharge any expense which is not a specific cost to the case, therefore there will be no category 2 disbursements charged. Category 2 disbursements, because they are imprecise, require approval by the creditors before they can be drawn.

BDO LLP
24 July 2012