

The Insolvency Act 1986

Notice of result of meeting of creditors

Name of Company Dolphin Enterprises Europe Limited	Company number 03850899
In the High Court of Justice Chancery Division, Manchester District Registry [full name of court]	Court case number 853 of 2011

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

I / ~~We~~ (a) Charles MacMillan of Beever and Struthers, St George's House, 215-219 Chester
Road, Manchester M15 4JE

*Delete as applicable

hereby report that *a meeting / ~~an adjourned meeting~~ of the creditors of the above company was
held at

(b) Insert place of meeting

(b) the offices of Beever and Struthers, St George's House, 215-219 Chester Road, Manchester
M15 4JE

(c) Insert date of meeting

on (c) 21 July 2011 at which

*Delete as applicable

*1 ~~Proposals / revised proposals were approved~~

*2 ~~Proposals / revised proposals were modified and approved~~

The modifications made to the proposals are as follows

(d) Give details of the
modifications (if any)

(d) Pre appointment fees and expenses unpaid at the commencement of administration may only
be paid to the extent permitted by R2 33 IA 1986 The administrator will provide creditors with
a detailed account of such expenses paid from administration funds in accordance with R2 33
(2B) IA 1986

(e) Insert time and date of
adjourned meeting

Pre appointment fees and expenses not payable within R2 33 IA 1986 shall rank as an unsecured
claim alongside other ordinary creditors

(f) Details of other resolutions
passed

*3 ~~The proposals were rejected~~

*4 ~~The meeting was adjourned to (e)~~ _____

*5 ~~Other resolutions (f)~~ _____

SATURDAY




A31 *AR6P2W2W* 304
23/07/2011
COMPANIES HOUSE

~~The revised date for automatic end to administration is~~ _____

*Delete as applicable

A creditors' committee ~~*was~~ / was not formed

Signed 
~~Joint~~ / Administrator(s)

Dated 21/01/2011

*Delete as applicable

A copy of the *original proposals / ~~modified proposals~~ / ~~revised proposals~~ is attached for those who did not receive such documents prior to the meeting

**Dolphin Enterprises Europe Limited
Dolphin Music Retail Limited
Both In Administration**

Administrator's Report and Statement of Proposals

1 July 2011

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1 Definitions

"AFM"	AFM Small Firms Fund Limited
"BS"	Beever and Struthers Chartered Accountants and Business Advisors, St George's House, 215-219 Chester Road, Manchester M15 4JE
"the Bank"	Bank of Scotland Plc
"the Companies"	Both Dolphin Enterprises Europe Limited and Dolphin Music Retail Limited taken together
"CVL"	Creditors' Voluntary Liquidation
"the Director"	Mr Jason Tavarua
"Enterprises Europe"	Dolphin Enterprises Europe Limited (Company Registered Number 03850899, England and Wales)
"ICAEW"	The Institute of Chartered Accountants in England and Wales
"Music Retail"	Dolphin Music Retail Limited (Company Registered Number 05660185, England and Wales)
"North West"	North West Transitional Loan Investment Fund
"S&T"	S & T Audio Limited T/A PMT Online (Company Registered Number 03735541, England and Wales)
"SIP16"	Statement of Insolvency Practice 16 – Pre-Packaged Sales in Administrations
"TUPE"	Transfer of Undertakings (Protection of Employment) Regulations 2006

2 Statutory Information

Enterprises Europe

Company Name	Dolphin Enterprises Europe Limited
Trading Name	Dolphin Music
Company Number	03850899
Date of Incorporation	30 September 1999
Trading Address	70-72 Evans Road, Speke, Liverpool L24 9PB

Current Registered Office St George's House, 215-219 Chester Road, Manchester M15 4JE

Previous Registered Office and date of change 70-72 Evans Road, Speke, Liverpool L24 9PB / 16 June 2011

Directors The directors of the Company in the last three years are

Name	Date of Appointment	Date Resigned
Mr Jason Tavaria	01/10/2004	n/a
Mr Peter L Moss	08/05/2008	31/12/2010
Mr Sam Davey	08/05/2008	31/12/2010
Mrs Katharine H Watson-Cave	30/04/2010	30/11/2010
Mr Christopher Fleischhack	08/05/2008	28/05/2009
Mr Robert Williams (deceased)	30/09/1999	02/03/2009
Mr Paul R Harris	08/05/2008	31/10/2008

Company Secretary n/a

Share Capital The Company's authorised share capital consists of 10,000 ordinary shares with a nominal value of £0.05 each. Of these shares 10,000 are issued all of which are fully paid up. They are held as follows -

	Number of Shares Held
Dolphin Music Holdings Ltd	10,000

Court Name and reference High Court of Justice Chancery Division, Manchester District Registry Court number 853 of 2011

EC Regulation The EC Regulations on Insolvency Proceedings 2000 apply to this Administration. The proceedings are main proceedings as defined by Article 3 of the Regulation. The Company is based in the United Kingdom.

Music Retail

Company Name Dolphin Music Retail Limited

Trading Name Dolphin Music

Company Number 05660185

Date of Incorporation 21 December 2005

Trading Address Unit 6, Central Station, Ranelagh Street, Liverpool L1 1QE

Current Registered Office St George's House, 215-219 Chester Road, Manchester M15 4JE

Previous Registered Office and date of change 70-72 Evans Road, Speke, Liverpool L24 9PB / 16 June 2011

Directors The directors of the Company in the last three years are

Name	Date of Appointment	Date Resigned
Mr Jason Tavaria	01/10/2004	n/a
Mr Robert Williams	21/12/2005	02/03/2009

Company Secretary n/a

Share Capital The Company's authorised share capital consists of 10,000 ordinary shares with a nominal value of £1 each. Of these shares 10,000 are issued all of which are fully paid up. They are held as follows -

	Number of Shares Held
Dolphin Music Holdings Ltd	10,000

Court Name and reference High Court of Justice Chancery Division, Manchester District Registry Court number 854 of 2011

EC Regulation The EC Regulations on Insolvency Proceedings 2000 apply to this Administration. The proceedings are main proceedings as defined by Article 3 of the Regulation. The Company is based in the United Kingdom.

3 The Administration Procedure

- 3 1 An administrator must perform his functions with the purpose of achieving one of the following objectives -
- rescuing the Companies as a going concern,
 - achieving a better result for the Companies' creditors as a whole than would be likely if the Companies 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
- 3 2 This report contains information to explain how the above objectives have been pursued

4 Background to the Administration

- 4 1 Background information has previously been provided to creditors in my letter dated 24 May 2011, however, for ease of reference it is repeated below
- 4 2 Enterprises Europe was incorporated in September 1999 and set up business as an online retailer of musical instruments and other related products Music Retail was incorporated in December 2005 in order to establish the already existing e-business on the high street
- 4 3 The onset of the recession has hit the businesses This followed on from an adjustment to deal with the death of the Director's business partner UK trade sales have fallen 20% in the last two years and there was oversupply in the industry and a need for rationalisation and consolidation The Director has been trying to effect a trade sale for nearly two years but lack of liquidity in the industry means that businesses are seeking buyers rather than acquiring
- 4 4 The Companies have carried out a number of cost cutting exercises over the last few years in order to adjust their cost base in line with declining turnover Notably a number of retail outlets have been closed and staffing levels at the Companies' warehouse in Speke were reduced by 10%
- 4 5 Music Retail was set up to create a high street presence for the Dolphin Music brand This move was at the behest of suppliers who required their products to be visible to the public It was a move that proved burdensome to the group, requiring subsequent action to remove these high street shops in order to reduce costs One shop in Liverpool could not be removed as it was held on an onerous lease by Music Retail and guaranteed by Enterprises Europe
- 4 6 Enterprises Europe operated from a warehouse in Speke and holding costs associated with supplier requirements have been an ongoing problem, creating costs that have been higher than could be supported
- 4 7 Due to the uncertainties of the businesses the Bank was unable to confirm the overdraft facility for 2011 This resulted in the auditors issuing a statement to the effect that there existed a material uncertainty casting significant doubt about the Companies' ability to continue as a going concern in the longer term, which was filed as part of the financial accounts at Companies House Once this information became available in the public domain, suppliers reduced the level of credit they were prepared to extend to the Companies
- 4 8 Management accounts produced in January and February 2011 indicated that the group financial position was considerably worse than anticipated In particular debts due to HM Revenue and

Customs were increasing and the burden of the onerous lease at Liverpool meant that losses were accruing. Forecasts indicated that there was little opportunity to reverse this trend.

4.9 The Bank introduced an independent advisor to the Companies to assist them in these uncertain times. Shortly after this the Financial Director of the Companies left in April 2011. Having undertaken a review the independent advisor introduced the Companies to BS who were commissioned on 15 April 2011 by the Director to advise and assist with regards to the various options available. Prior to this BS had had no connection with the Companies, their shareholder or the Director.

4.10 As a result Charles MacMillan of BS was appointed as Administrator of the Companies by their Director on 17 May 2011. Mr MacMillan is licensed to act as an Insolvency Practitioner in the UK by the ICAEW.

5 Administration Strategy and Objective

5.1 The first objective of Administration, that of rescuing the Companies as a going concern, could not be achieved as no purchaser could be found for the shares of the Companies and the nature of the Companies' trading and their financial circumstances meant that a Company Voluntary Arrangement was not appropriate.

5.2 As a result, the second objective of Administration, that of achieving a better result for the Companies' creditors as a whole than would be likely if the Companies were wound up (without first being in Administration) is being pursued. This was achieved by a pre-packaged sale of the business of the Companies to S&T.

5.3 The insolvency legislation has set a 12 month maximum duration for administrations, unless the duration is extended by the court or the creditors. If it is not possible to complete the administration of the Company within 12 months then either an application to court will be made, or the consent of creditors will be sought, for approval to extending the administration period.

6 Actions of the Administrator Following Appointment

6.1 It was not appropriate to continue the business of the Companies and an immediate sale of their business and assets was the best way to achieve the objective of the administration. As a result, on 17 May 2011, the Companies' business and assets were sold to S&T.

6.2 Full disclosure in accordance with SIP16 was provided to all known creditors in my letter dated 24 May 2011. A copy of this letter can be made available on request.

6.3 In summary the following factors contributed towards the requirement for a pre-pack sale -

- The Companies could not continue to trade as BOS could not confirm that their overdraft facility would be in place for 2011.
- The significant asset of the Companies was the Dolphin Music brand and other intellectual property. A seamless transfer was therefore required in order to preserve this goodwill thus maximising asset realisations.

7 Administrator's Receipts and Payments

- 7.1 A summary of receipts and payments of the Companies for the Administration period from the date of my appointment to 24 June 2011 is attached as **Appendix A**
- 7.2 The business and assets of the Companies were sold to S&T in a sale agreement dated 17 May 2011. All sales proceeds in respect of this agreement have now been received and can be summarised as follows -

Asset	Enterprises Europe	Music Retail
Customer Contracts	1	-
Equipment	25,000	5,000
Goodwill	1	-
Intellectual Property	214,997	-
Stock	90,000	10,000
Work in Progress	1	-
Totals	330,000	15,000

- 7.3 Additional asset realisations are discussed below

8 Financial Position of the Company

- 8.1 Attached as **Appendix B** is a summary of the Director's Estimated Statement of Affairs of the Companies. This should be read in conjunction with the following observations -

Assets Subject to Specific Charge

- 8.2 These relate to a motor vehicle and two forklift trucks that Enterprises Europe had on hire purchase. Amounts owing to the hire purchase creditor exceed the value of the assets, therefore, no realisations are anticipated.

Assets Subject to Fixed Charge

- 8.3 Enterprises Europe's customer contracts, goodwill and intellectual property are all subject to a fixed charge with BOS and all amounts realised have been paid to them.

Book Debts

- 8.4 The realisable value given to book debts in Enterprises Europe has been calculated as follows

	£
Book Value (£)	14,544
General Provision (25%)	(3,636)
Estimated to Realise	10,908

- 8 5 To date £5,610 has been received in respect of book debts and these continue to be pursued by the Administrator

Stock

- 8 6 The nature of the trade of the Companies is such that much of their stock is subject to retention of title claims. As a result of such claims, it has only been possible to realise approximately 11% of the book value figure as part of the sale to S&T

Preferential creditors

- 8 7 All employees of the Companies transferred to S&T under TUPE. There are no anticipated preferential creditors in this matter

Prescribed Part

- 8 8 There are provisions of the insolvency legislation that requires an administrator to set aside a percentage of a company's assets for the benefit of the unsecured creditors in cases where it gave a "floating charge" over its assets to a lender on or after 15 September 2003. This is known as the "prescribed part of the net property". A company's net property is that left after paying the preferential creditors, but before paying the lender who holds a floating charge. An administrator has to set aside

- 50% of the first £10,000 of the net property, and
- 20% of the remaining net property (the prescribed part cannot exceed £600,000)

- 8 9 Enterprises Europe gave a floating charge to AFM, the Bank and North West on 9 August 2007, 13 November 2007 and 16 November 2009 respectively and the prescribed part provisions will apply. The statement of affairs estimate of the financial position of Enterprises Europe shows that its net property is £125,902, and it is estimated that the prescribed part of the net property for unsecured creditors is £28,180. However, these estimates do not take into account the costs of the administration which will reduce the amount of the Company's net property

- 8 10 Music Retail gave a floating charge to the Bank on 18 February 2008 and the prescribed part provisions will apply. The statement of affairs estimate of the financial position of Music Retail shows that its net property is £15,000, and it is estimated that the prescribed part of the net property for unsecured creditors is £6,000. However, these estimates do not take into account the costs of the administration which will reduce the amount of Music Retail's net property

- 8 11 Since Music Retail's net property will be less than £10,000, the insolvency legislation does not require a distribution of the prescribed part of the net property to creditors if the costs of distributing the prescribed part would be disproportionate to the benefits to creditors. It is thought that the costs of distribution would be disproportionate and so a distribution of the prescribed part of the net property to unsecured creditors will not be made

9 Proposed Future Actions of the Administrator to Achieve the Objective of the Administration

- 9 1 As disclosed above, the objective of the Administrations has been achieved in the main by executing a pre-packaged sale of their business and assets to S&T

- 9.2 In addition, it is proposed that I continue to collect the book debts of Enterprises Europe and investigate the possibility of a pre appointment corporation tax refund in respect of both companies
- 9.3 Music Retail's financial position means there are insufficient assets to pay a dividend to unsecured creditors. It is anticipated that the prescribed part fund of Music Retail will be extinguished by the costs and expenses of the Administration
- 9.4 Enterprises Europe's financial position means there are insufficient assets to pay a dividend to unsecured creditors other than by virtue of the prescribed part fund as explained above

10 Administrator's Proposals

- 10.1 It is proposed that the Administrator continues to manage the affairs of the Companies in order to achieve the objective of the Administrations. In the circumstances, it is proposed that
- (a) The business, affairs and property of the Companies will continue to be managed by the Administrator in order to achieve the purpose of the administrations. In particular that the Administrator
 - (i) continues to pursue the strategy of the administrations as set out at paragraph five above and undertake the actions set out at paragraph nine above in order to achieve this strategy,
 - (ii) sells the Companies' assets at such time(s) and on such terms as considered appropriate,
 - (iii) investigates and, if appropriate, pursues any claims that the Companies may have against any person, firm or company whether in contract or otherwise, including any officer or former officer of the Companies or any person, firm or company which supplies or has supplied goods or services to the Companies, and
 - (iv) Does all such things as generally exercisable by the Administrator and use all powers available to the Administrator that, in his discretion, are considered desirable or expedient in order to achieve the purpose of the administrations or protect and preserve the assets of the Companies or maximise the realisations of those assets, or of any purpose incidental to these proposals
 - (v) Asks the creditors to consider establishing a Creditors' Committee and that if any such Committee is formed they be authorised to sanction payment of pre-administration costs, the basis of the Administrator's remuneration and any proposed act on the part of the Administrator without the need to report back to a further meeting of creditors generally, to include any decision regarding the most appropriate exit route from the Administration
 - (vi) Where no Creditors' Committee is appointed, the remuneration of the Administrator shall be fixed by reference to time properly spent by them and his staff in managing the Administration
 - (vii) The Administrator be authorised to pay pre-administration costs as set out in this report in respect of the Companies

- (viii) The Administrator be authorised to draw remuneration as and when funds are available on account of his time costs in respect of the Companies
- (ix) The Administration ends by means of an exit route detailed in paragraph 11 below
- (x) The Administrator will be discharged from liability under Paragraph 98 of Schedule B1 to the Insolvency Act 1986 immediately upon his appointment as Administrator ceasing to have effect

11 Exit Route

CVL

- 11.1 In the event that the Administrator thinks a dividend will be paid to the unsecured creditors in respect of either of the Companies, he will file a notice with the Registrar of Companies in order that the Administration will cease and the Companies will move automatically into CVL. It is proposed that the Administrator will also become the Liquidator of the CVL.
- 11.2 In this situation, creditors have the right to nominate an alternative Liquidator of their choice. To do this, creditors must make their nomination in writing to the Administrator prior to these proposals being approved. Where this occurs, the Administrator will advise creditors and provide the opportunity to vote. In the absence of a nomination, the Administrator will automatically become the Liquidator of the subsequent CVL.

Dissolution of the Company

- 11.3 If the Administrator thinks that the Companies have no property which might permit a distribution to their creditors, he will file a notice together with a final progress report at Court and with the Registrar of Companies for the dissolution of the Companies. Copies of these documents shall be sent to the Companies and their creditors. The appointment will end following the registration of the notice by the Registrar of Companies.

12 Administrator's Remuneration and Expenses

- 12.1 In respect of Enterprises Europe, the Administrator's time costs at 1 July 2011 are £15,222. This represents 87.8 hours at an average rate of £179.62 per hour.
- 12.2 In respect of Music Retail, the Administrator's time costs at 1 July 2011 are £2,402. This represents 15.8 hours at an average rate of £152.03 per hour.
- 12.3 Attached at **Appendix C** is a Time Analysis, which provides details of the activity costs incurred by staff grade during this period for each of the Companies.
- 12.4 A copy of "A Creditors' Guide to Administrators' fees" can be downloaded from the ICAEW website (www.icaew.com – select 'Technical', 'Insolvency', 'Corporate insolvency casework', 'Creditors' guides', 'A Creditors' guide to administrators' fees'). If you would prefer this to be sent to you in hard copy please contact us and we will forward a copy to you.
- 12.5 Attached at **Appendix D** is additional information in relation to our policy on staffing, the use of sub-contractors, disbursements and details of our current charge-out rates by staff grade.

- 12 6 Costs incurred in respect of 'Administration and Planning' reflects time spent planning the strategy of the administrations, setting up and maintaining our case files and providing statutory appointment notification, including reporting in accordance with SIP16,
- 12 7 Costs incurred in respect of 'Realisation of Assets' reflects the time spent realising the business and assets of the Companies and allocating the sales proceeds, chasing the debtors of Enterprises Europe for payment, and dealing with retention of title claims
- 12 8 Costs incurred in respect of 'Creditors' reflects the time spent corresponding with the secured and unsecured creditors of the Companies, as well as logging creditor claims received

13 Pre-appointment Fees and Expenses

- 13 1 The board instructed me to assist them in placing the Companies into administration on 15 April 2011. It was agreed that I should be paid my pre-appointment fees and expenses for advice given in relation to the appointment of an Administrator and marketing of the business and assets of the Companies for sale and that these fees be limited to £6,000
- 13 2 In addition to my own time costs, the following expenses were incurred

Expense	Enterprises Europe £	Music Retail £
Sanderson Weatherall LLP (Agent's Fees)	3,000 00	1,000 00
Gateley (Manchester) LLP (Legal Fees)	10,204 25	5,040 00
Total	13,204.25	6,040.00

- 13 3 The above firms were chosen as they are established professional advisors who have proven to be competent at advising on similar matters in the past. These fees are charged on a time cost basis
- 13 4 The following work was undertaken
- 13 5 In respect of legal fees, advice in relation to the sale of the business and assets of the Companies to S&T, including the production of the relevant sale agreement, and the production and execution of the formal documentation required to bring about my appointment. In respect of agent's fees, conducting an onsite valuation of the assets of the Companies and reporting on the results. Both of these had to be conducted pre appointment due to a pre-packaged sale being the most effective way of maximising asset realisations, therefore, requiring the valuation and sale negotiation to be conducted prior to my appointment as Administrator
- 13 6 The following statement sets out my pre-appointment fees and expenses incurred. The statement also shows those fees and expenses that were paid prior to the administration and those where approval is being sought to pay them from administration funds

Description	Incurred Pre-appointment but Paid Post-Appointment (£)		To be Paid (£)	
	Enterprises Europe	Music Retail	Enterprises Europe	Music Retail
Administrator's Remuneration	n/a	n/a	Time cost basis	Time cost basis
Insolvency Practitioner's Remuneration	6,000.00*	Nil	n/a	n/a
Valuation Agents	3,000.00	1,000.00	None anticipated	None anticipated
Legal Fees	10,000.00	5,000.00	TBC	TBC
Other Expenses (legal disbursements)	204.25	40.00	TBC	TBC
Total	19,204.25	6,040.00	-	-

*The pre-appointment Insolvency Practitioner's remuneration of £6,000 was both incurred and paid pre-appointment

14 Estimated Outcome

- 14.1 An estimate of the outcome of the Administrations as at 17 May 2011 is attached at **Appendix E**. This indicates the following outcomes for each class of creditor:

Secured Creditors

Enterprises Europe

- 14.2 The Bank's charge against the assets of Enterprises Europe ranks in priority to the charges of AFM and North West. A fixed charge dividend of £214,999 has been paid to the Bank, in addition to a floating charge dividend of £54,313. This means that the Bank has now been paid in full.
- 14.3 AFM and North West hold second and third charges respectively and will rank as floating charge creditors behind the Bank. There will be insufficient asset realisations in the administration to enable a dividend to be paid to these creditors.

Music Retail

- 14.4 The Bank also holds the benefit of a fixed and floating charge over the assets of Music Retail. As amounts due to the Bank have been discharged by Enterprises Europe, there are now no secured creditors of Music Retail.

Preferential Creditors

- 14.5 There are no preferential creditors anticipated in either administration.

Unsecured Creditors

Enterprises Europe

- 14.6 Based on current information a small dividend is anticipated to the unsecured creditors of Enterprises Europe by virtue of the Prescribed Part Fund

Music Retail

- 14.7 There are insufficient asset realisations anticipated in the administration of Music Retail to enable a dividend to be paid to its unsecured creditors

15 Next Report

- 15.1 The Administrator is required to provide a progress report within one month of the end of the first six months of the Administrations

16 Meeting of Creditors

- 16.1 An initial meeting of the Company's creditors is being convened to approve the Administrator's proposals. The meeting will be held on 21 July 2011 at 12.00 noon at the offices of Beever and Struthers, St George's House, 215-219 Chester Road, Manchester M15 4JE
- 16.2 Further information on the meeting is contained in the letter accompanying this report

For and on behalf of the Companies


Charles MacMillan
Administrator

Enc

**Music Retail - Receipts and Payments Account for the
Period from 17 May 2011 to 1 July 2011**

Appendix A

SOA Value £		£	£
	ASSET REALISATIONS		
5,000 00	Equipment	5,000 00	
10,000 00	Stock	<u>10,000 00</u>	15,000 00
	COST OF REALISATIONS		
-	Agents / Valuers Fees	(1,000 00)	
-	Legal Disbursements	(40 00)	
-	Legal Fees	(5,000 00)	
-	Statutory Advertising	<u>(76 50)</u>	(6,116 50)
	FLOATING CHARGE CREDITORS		
(260,110 00)	Bank of Scotland	<u>-</u>	-
	UNSECURED CREDITORS		
(142,364 00)	Unsecured Claims	<u>-</u>	-
	EQUITY		
(10,000 00)	Ordinary	<u>-</u>	-
<u>(397,474 00)</u>			<u>8,883 50</u>
	REPRESENTED BY		
	AIB Current Account	7,068 20	
	VAT Receivable (Payable)	<u>1,815 30</u>	8,883 50
			<u>8,883 50</u>

**Enterprises Europe - Receipts and Payments Account for the
Period from 17 May 2011 to 1 July 2011**

Appendix A

SOA Value £		£	£
	SECURED ASSETS		
1 00	Customer Contracts	1 00	
1 00	Goodwill	1 00	
214,997 00	Intellectual Property	<u>214,997 00</u>	214,999 00
	SECURED CREDITORS		
(214,999 00)	Bank of Scotland	<u>(214,999 00)</u>	(214,999 00)
	ASSET REALISATIONS		
-	Bank Interest Gross	4 36	
10,908 00	Debtors (Pre-Appointment)	5,610 20	
5,000 00	Equipment	25,000 00	
-	ROT Surplus	137 18	
90,000 00	Stock	90,000 00	
1 00	Work In Progress	<u>1 00</u>	120,752 74
	COST OF REALISATIONS		
-	Agents / Valuers Fees	(3,000 00)	
-	Legal Disbursements	(204 25)	
-	Legal Fees	(10,000 00)	
-	Statutory Advertising	<u>(76 50)</u>	(13,280 75)
	FLOATING CHARGE CREDITORS		
(267,598 00)	Floating Charge Claims	<u>(54,313 48)</u>	- 54,313 48
	UNSECURED CREDITORS		
(1,378,188 00)	Unsecured Claims	<u>-</u>	-
	EQUITY		
(500 00)	Ordinary	<u>-</u>	-
<u>(1,540,377 00)</u>			<u>53,158 51</u>
	REPRESENTED BY		
	AIB Current Account	51,112 76	
	VAT Receivable (Payable)	<u>2,045 75</u>	53,158 51
			<u>53,158 51</u>

Copy of the Director's Statement of Affairs
of the Company as at 17 May 2011

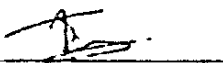
Appendix B

Enterprises Europe

A - SUMMARY OF ASSETS

	Book Value £	Estimated to Realise £
Assets Subject to Specific Charge		
Leased Assets	72,806	72,806
Less: Amounts Owing	(80,150)	(80,150)
	(7,344)	(7,344)
Assets Subject to Fixed Charge		
Customer Contracts	0	1
Goodwill	0	1
Intellectual Property	0	214,907
Less: Amounts Owing to Bank of Scotland	(269,110)	(269,110)
	(269,110)	(54,111)
Less: Amounts Owing to North West Transitional Loan Investment Fund	(167,945)	(167,945)
Less: Amounts Owing to AFM Small Firms Fund Limited	(15,542)	(15,542)
Deficit as regards Fixed Charge (i.e. to Floating Charge)	(482,597)	(267,598)
Assets Subject to Floating Charge		
Debtors (Pre-Appointment)	14,544	10,908
Equipment	90,267	25,000
Stock	894,844	90,000
Work In Progress	0	1
	1,000,648	125,902
Uncharged Assets		
Available to preferential creditors	1,000,648	125,902

Signature



Date

30/6/11

Dolphin Enterprises Europe Limited & Dolphin Music Retail Limited
Both in Administration

A1 - SUMMARY OF LIABILITIES

	<u>Estimated to Realise</u>	
	<u>£</u>	<u>£</u>
Estimated total assets available for preferential creditors		125,902
Liabilities		Nil
Estimated Surplus (Deficiency) as regards preferential creditors		<u>125,902</u>
Estimated prescribed part of net property (to c f)		<u>(28,180)</u>
Estimated total assets available for floating charge holders		97,721
<i>Floating Charge Claims (b d)</i>		<u>(267,598)</u>
Estimated Surplus (Deficiency) of assets after floating charges		<u>(169,877)</u>
Estimated prescribed part of net property (b d)	28,180	<u>28,180</u>
Total assets available to unsecured creditors		28,180
Unsecured non-preferential claims		
Unsecured Creditors	(1,087,648)	
Finance Companies	(7,314)	
HM Revenue and Customs	(283,196)	
		<u>(1,378,158)</u>
Estimated Surplus (Deficiency) Unsecured creditors		<u>(1,350,008)</u>
Deficiency in Floating Charge (b d)		<u>(169,877)</u>
Estimated Surplus (Deficiency) to floating charge holder		<u>(1,519,885)</u>
Estimated Surplus (Deficiency) all creditors		<u>(1,519,885)</u>
Share Capital:		
Ordinary	(10,000)	<u>(10,000)</u>
Estimated Surplus (Deficiency) as regards members		<u>(1,529,885)</u>

Signature



Date.

30/6/11

B COMPANY CREDITORS - DOLPHIN ENTERPRISES EUROPE LIMITED

NOTE: You must include all creditors and identify any 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	Date security given	Value of security £
AC Packaging	Emrit Street, Treetown, Bury, M10 7GJH	1,853.76			0.00
Active Music (not factored)	7 Coose Green Trading Estate, 17 Last Dulwich Road, London SE22 9JN	5,709.00			0.00
Active Music Distribution (Factor)	7 Coose Green Trading Estate, 17 Last Dulwich Road, London SE22 9JN	2,541.43			0.00
ADAM Audio UK	Tranger 2, North Weald Airfield, Lipping, CM10 6AA	5,514.28			0.00
ADAM Audio UK	Tranger 2, North Weald Airfield, Lipping, CM10 6AA	28,168.09			0.00
AM Small Times Limited	5th Floor, Central Building, Pier Head, Liverpool L3 1DN	15,542.47	Debiture	09/08/2007	45,512.47
Aquity Logistics Ltd	Kings Park, Shisley Road, Trafford Park, Manchester M17 1QA	425.33			0.00
Allen & Heath Ltd	Kernick Industrial Estate, Penryn TR10 9J1	749.73			0.00
Amiswonder Packaging Ltd	Read One, Winsford Industrial Estate, Winsford CW7 9JH	3,164.10			0.00
Arm UK Ltd	Unit 2A Hentley Business Park, Tisbury Road, Normandy G1 3 2DA	2,625.33			0.00
Artery	4 Chemin de Villacher, W240 Meslay, France	1,075.91			0.00
Ashdown Design & Marketing Limited	The Stables, Stevens Farm, Mastbury Road, Clugford St James, Chelmsford CM1 4JN	7,916.97			0.00
Audio Management UK Ltd	Harcombe Court, Budleigh Toller, TQ13 0W	1,628.16			0.00
Audio Technica	Royal London Industrial Estate, Old Lane, Leeds LS11 8AG	1,172.11			0.00
Audiorex	North Unit, Manor Court Farm, Ashurst Road, Crowborough, Tunbridge Wells	173.00			0.00
Avad	Carmichael Road, Sandyford Industrial Estate, Dublin 18	33,407.97			0.00
AVSL Group Ltd	Connaught Place, Barton Dock Road, Manchester M11 7HQ	453.78			0.00
BEAM Waste Services	Iris House, Back South Road, Warrat 116, 2 4SL	921.12			0.00
Bank of Scotland	The Mount, Edinburgh EH1 1Y /	269,109.68	Debiture	12/11/2007	269,109.68
Barnes and Mullins	Grays Inn House, Mile Oak Industrial Estate, Sowerby SY10 8GA	2,351.48			0.00
Best Service GmbH	11 Inner St 9A, R9993 Munchen, GERMANY	814.22			0.00
Bell Lewinster	1 Ann & Kennedy Square, Southfields Industrial Estate, Uxbridge SS15 6SL	28,516.69			0.00
Beggs Equipment UK Ltd	Orbital 7, Orbital Way, Camrack WS11 3XW	51.59			0.00
BI UK	Dept W, Durham 11, Providence Row, Durham DH1 1RR	107.71			0.00
British Electricities Co Ltd	Unit 6, 1000 North Circular Road, London NW2 2H	1,110.41			0.00
Central Recycling Group	Laxton Road, Widnes WA8 8P	210.18			0.00
Chubb Fire & Security Limited	Shadsworth Road, Walsburn RH11 2PH	960.10			0.00

Signature

Date

12/11/07

Dolphin Enterprises Europe Limited & Dolphin Music Retail Limited
Both In Administration

Name of creditor or claimant	Address (with postcode)	Amount of debt £	Details of any security held	Date security given	Value of security £
Creative Labs (Ireland) Limited	Ballycadden Business Park, Blanchardstown, Dublin 15	2,770.42			0.00
CyberSource Ltd	The Waterfront, 3400 Holmes Valley Park Drive, Reading RG6 1PP	4,468.35			0.00
DACS Ltd	Stonehills, Shields Road, New Cathedral, SP10 0JW	187.12			0.00
Daisy Communications Ltd	Crusy House, Lincolndale Road Business Park, Nelson BB9 5SR	2,268.35			0.00
DHL	Orchard Park, 178-188 Great South West Road, Thounslow TW1 6JN	282.92			0.00
Digital Window Ltd	Red Lion, 100 Leman Street, London E1 1RL	4,571.46			0.00
Dun & Bradstreet Ltd	Shared Accounting Service Centre, Marlow International Parkway, Marlow SL7 1AJ	1,555.20			0.00
Leclapre Marketing Ltd	Albion House, Horsehoe Road, Pangbourne, Reading RG8 7JQ	245.00			0.00
Plectrusion	Lansars Lane, Sutton, St Helens, Warrington	70.00			0.00
EMD Music SA	Heu Bly General, Wabuis 1030 Brussels, Brussels Belgium	6,678.02			0.00
11C Coem Distribution	Suite 2 Lavanua House, Cuba Industrial Estate, Hurry Hill, DUNDEE	2,512.42			0.00
11C Music	Melody House, Wenden Business Park, Birmingham Road, Crossborough TN6 2JJ	825.00			0.00
Federal Express Europe Inc	PR11 119, Cowenry, CV1 4UD	385.35			0.00
Fedex UK Limited-012-114832	Parkhouse East Industrial Estate, Newcastle ST5 7RB	3,838.47			0.00
Fedex UK Limited-042-115003	Parkhouse East Industrial Estate, Newcastle ST5 7RB	637.53			0.00
First Shop	Lea House, Wythens Industrial Estate, East Grinstead RH19 1QZ	5,063.08			0.00
Funder GHI	1st Floor, Britannia House, Christopher Martin Road, Basildon	28.74			0.00
First Data	SS14 0JA				0.00
Loeser Audio Engineering	Winkler House, Turnpike Road, High Wycombe HP12 0JN	32,707.18			0.00
Freestyle Music Products	Dale House, Foxes Lane, Burnhill Lane, Dewsbury WF12 9JH	10,110.17			0.00
GFI Technologies Ltd	Unit 44 Brambles Enterprise Centre, Waterbury Drive, Waterhouseville PO7 7H	959.26			0.00
Geopost UK Limited	Litigation Department, Trelawny House, Nurey Street, Bristol BS2 8PS	4,319.84			0.00
Global Secure Systems Ltd	Danvers House, Danvers Road, Bracknell RG12 8PL	964.96			0.00
Gosyle	1st & 2nd Floors, Gordon House, Harrow Street, Dublin 1	24,401.36			0.00
Grant Thornton UK LLP	Grant Thornton House, Nelson Street, Custom Square, London NW1 2LP	1,200.00			0.00
Hard in Hand	Unit 2 Deacons, Meadows, Breckley Park Road, Rotherham	8,590.29			0.00
Headstock Distribution	Plymouth PL6 7LZ				0.00
Heathrow Express Parcels Ltd	Stedpark Road, Cowmbswood Business Park, Halesowen B62 8UD	20,228.08			0.00
HHH Communications Limited	Unit 1 The Griffin Centre, Stranes Road, Feltham TW11 0JN	1,561.79			0.00
	Unit 6 Pembroke Buildings, Cumberland Park, London NW10 6RL	32,161.15			0.00

Signature:  Date: 30/6/11

Name of creditor or claimant	Address (with postcode)	Amount of debt £	Details of any security held	Date security given	Value of security £
Thames Cases	Units 5-8 Mill Park Industrial Estate, Hawks Green Lane, Chinnock, WSN1 7XV	1,169.26			0.00
HM Revenue & Customs	Debi Management Enforcement & Interventions, Birmingham Bridge House, Birmingham Road, Wooding BN12 4SF	75,169.70			0.00
HM Revenue & Customs	VAT Central Unit, Alexander House, 27 Victoria Avenue, Southend-on-Sea, SS99 1AA	205,026.49			0.00
Home Delivery Network Limited	Falloway Way, Whitburn, Liverpool L35 1RZ	21,431.04			0.00
Home2U Office	Unit 2 The Gateway, Knowsley Business Park, Knowsley Prescot, L34 9JN	485.40			0.00
House Music	9 Marisco Street, London SE1 3HH	2,611.16			0.00
JK Multimedia	Unit 10 Industrial, 46-48 St. Martins, Morden	4,886.93			0.00
Lease Lease (UK) Ltd	Red Cross 240655, 60 High Street, Redhill, Surrey RH1 1NY	80,150.00	HP Agreement		22,806.00
India Audio	Unit A36 Jaynekes Court, Herald Way, Binkley Industrial Estate, Croydon	3,255.68			0.00
JIN	Salem House, Parkinson Approach, Garforth, Leeds LS28 2JH	58,389.73			0.00
Korg UK Ltd	9 Newmarket Court, Kingston, Milton Keynes MK10 0AT	11,640.30			0.00
Lamb	Unit 1 Southfields Road, Dimsdale, 11 6 31	3,158.12			0.00
Landscape Plc	Centrix House, Cross Lane East, Newton-le-Willows, WA12 9UY	7,722.10			0.00
LHS Team	4, 16 Welbeck Street, London W1G 9NL	2,400.00			0.00
Lokham Security Ltd	193 Kensington, Liverpool L7 2RP	66.00			0.00
Luxure Lyns Musical Accessories	Unit 2 Baker Street, Galsville, L67 4UA	6,660.84			0.00
Luxuretex Distribution Ltd	Unit L3 Cherryeart Way, 1 Lighton Burzard, L17 4JH	3,661.55			0.00
Long 61X Ltd	The P303, Clifton House, Butlers Lane, Rugby CV21 3RY	21,322.87			0.00
Liverpool City Council	Business Rates Section, PO Box 2012, Liverpool L69 2JN	2,382.00			0.00
Loud Technologies	Centenary Point, Lifford Road, Crosses Business Park, High Wycombe HP12 3SL	6,182.91			0.00
Marshall Amplification Plc	Penhryn Road, Huddersley, Midham Keynes MK1 1DG	3,794.91			0.00
MIR Limited	Low House, 58 Cross Road, Bushey WD19 4BQ	331.51			0.00
MIS	Unit 15 Hobbs Bank Mill, Stinson Road, Micklefield, W14 8NA	15.25			0.00
Music Force Distribution	Kings Cliffe Road, Warrington, Peterborough PE8 6DY	2,279.40			0.00
Music in Print	Newmarket Road, Hury, 54 Edmunds, Suffolk IP11 3YR	3,266.62			0.00
Music Industries Association	144 College Offices, Finch's Yard, Lastwick Road, Greenock, Renfrewshire, K12 3JHA	780.00			0.00
Music Shipping Company	Unit 91 Frederick Road, Hooton Industrial Estate, Huddersfield, W14 7RA	543.32			0.00

Signature  Date 30/6/11

Name of creditor or claimant	Address (with postcode)	Amount of debt £	Details of any security held	Date security given	Value of security £
Music Truck (PSC) Invoice Finance	2 The Century Buildings, Millow, Near Dunston SG18 8R1	4,764.38			0.00
Musica Limited	Freemilly Mill, Lower Street, Stroud GL5 2JH	936.00			0.00
MWI Print Group	Units 10-13 Pennyfield Industrial Estate, New Inn, Farnley Road NP4 0HX	1,105.00			0.00
Native Instruments	Schlesische Strasse 28, 10907 Berlin Germany	22,116.18			0.00
Netfranchise	5300 Lakeside, Cheshire Royal Business Park, Cheshire SK8 3GP	500.00			0.00
Netsuite	1 Greenfield Road, Maidenhead SL6 1HN	13,966.17			0.00
New Sensor Corporation	32-33, 47th Avenue, Long Island City, New York USA	19,196.15			0.00
North West Transitional Team Investment Fund	5th Floor, Conund Building, Liverpool L15	167,915.26	Debiture	16/11/2009	167,915.26
Numark Alesis Europe Ltd	Unit 3 Nevers Park, Lyons Avenue, Ash Vale, Aldershot GU12 5QJ	21,821.65			0.00
Office of Fair Trading	Box 65813, London EC4P 4LS	18.00			0.00
Orange Music Electronic Co Ltd	OSM/C House, 108 Ripon Way, Borehamwood WD4 2JA	6,273.24			0.00
Pulpak Corrugated Ltd	Unit C11/12, Bridge Industrial Estate, Speke, Hall Road, Speke L24 9JA	2,165.08			0.00
Deavey UK	Great Fields Road, Oakley, Herts, SG18 9JL	33,291.67			0.00
Penninsula Business Services	The Peninsula, 2 Chesham Hill Road, Manchester M14 0TB	1,021.86			0.00
Perkussion Plus	Unit A Remite Gate, Mitchell Close, Andover SP10 3JL	762.27			0.00
Polar Audio	17 Albert Drive, Burgess Hill BN15 9LN	10,056.04			0.00
Premium Credit Limited	Premium Credit House, 48 East Street, Ipswich IP1 1JH	1,110.27			0.00
Rack Space Limited	3 Aldington Road, Hyde Park, Hayes UB11 3AZ	3,606.00			0.00
Road Ready UK	Barcombe Court, Chisleigh Road, Maidstone ME14 4JL	488.40			0.00
Roland UK Ltd	Atlantic Close, West Gillingham, SA7 9JL	1,691.97			0.00
Rosetti Ltd	4 Blackwell Drive, Springfield Industrial Estate, Brimstone CV17 2QJ	3,407.14			0.00
Rufound	Unit 41 Morewood Close, Sevenoaks TN13 2HR	1,053.57			0.00
Royal Mail Group Ltd	Payment Processing Centre, Freepost NA15921, Papyrus Road, Warrington, W92 4FR	16.81			0.00
Sage (UK) Limited	North Park, Newcastle Upon Tyne NE1 3DA	358.90			0.00
SAV	40 Chipwell Lane, Oakwood Hill Industrial Estate, Loughborough LE10 3NY	3,735.75			0.00
Selection UK Ltd	Unit 17 Upper Field Road, Farnlink Industrial Park, Sittingbourne ME10 3PP	2,756.40			0.00
Sennheiser UK Limited	3 Century Point, Halifax Road, High Wycombe HP12 8SL	18,301.47			0.00

Signature

Date

30/8/11

Name of creditor or claimant	Address (with postcode)	Amount of debt £	Details of any security held	Date security given	Value of security £
Shaw Savage Business Services Ltd	Unit 17 Carston Industrial Estate Blackburne Street Liverpool L15 8JB	680.82			0.00
Share Distribution	Unit 2 The RDC Centre, Lea Road Waltham Abbey Essex SS11 5AS	48,835.01			0.00
SL Systems Ltd	Second Floor, 65 Leamard Street London EC2A 4EN	10,428.00			0.00
Sonic Distribution	3 Hunting Gate Hitchin SG4 0JF	25,251.30			0.00
Sonic Ltd	190 Box 221 Holsom St. 190W	5,705.66			0.00
Sonion	1 Manor House Cranbury Park Tinsack (N7) 3DG	197.40			0.00
Sound Technology	17 Lechworth Court Lechworth Garden City SG16 1ND	134,231.02			0.00
Soundcraft	1 Lamborne House, Lamborne Road Potters Bar 1 SG 1UN	289.94			0.00
Sounds Online Europe	W.C. Ploem 202, 1054 SP Amsterdam Amsterdam	4,662.35			0.00
Steinberg Media Technologies GmbH	Adriani Al., Vincenz-Bressan-Straße 1 Dumburg	23,648.45			0.00
Stentor Music Co Ltd	Albert Road North, Revere R02 9L /	1,173.80			0.00
Strings and Things Ltd	Unit 1 702/210, Brighton Road Shoreham-by-Sea BN13 6RJ	6,876.53			0.00
Subs Distribution Ltd	Park House, Works Road Lechworth SG16 1GH	2,069.02			0.00
Summerfield Musical Instruments Limited	1 Vimes Court, Trans Britannia Enterprise Park Blidworth-Lyne NG21 5NH	3,307.93			0.00
Supreme Finish Cleaning Services Limited	45 Seater Road Liverpool L3 10V /	270.00			0.00
Sutherland Trading Co Ltd	Unit 3 Greenway Hednes Horse Industrial Estate Hednes C18A 8XG	1,868.62			0.00
Symbax Audio (UK) Ltd - factor	Unit 61 The Wenta Business Centre Colne Way Watford WD23 7ND	7,183.38			0.00
Tanglewood Centre Company Ltd	Unit 1 Ash Way, Thorp Arch Estate, Wakefield LS23 7JA	6,240.70			0.00
Tec Group International Ltd	Sunddsey 33, Risskov Aarhus Denmark	3,825.91			0.00
Tete UK Ltd	Suites 19 & 20, Building 6, Crossley Green Business Park, Hatters Lane Watford WD18 8JL	11,655.45			0.00
Telco Communications UK Limited	4 The Willows Centre Mitham CR1 1BN	716.11			0.00
Tennisswood	10 Sudley Grove Newbold Upon Tyne NE4 5PD	1,245.63			0.00
Time & Space Distribution Limited	Unit 7A 11 Amere Road, Peter Road Industrial Estate (Chesham) TN20 1J1	10,876.12			0.00
Toni Commerce Management Ltd	Red Floor 1 Ashley Road Mordenham WA14 2DJ	3,910.42			0.00
Toni Impact Ltd	12 Harvey Close, Sateley LE14 6NS	1,001.58			0.00
United Utilities	PO Box 480 Warrington WA55 1WA	1,250.10			0.00
Unity Audio Limited	1 Lins Barn, Raythorne Road Haslemere GU24 3AR	1,695.00			0.00
Signature	Date 26/6/11				

Name of creditor or claimant	Address (with postcode)	Amount of debt £	Details of any security held	Date security given	Value of security £
VIR Trading Ltd	VIR House, 4 Barnack Road Kings Cross London N7 9AA	774.91			0.00
Vestas Europe Ltd	Energy House, Fir Lloyd Industrial Estate, St Asaph Avenue Kinnaird Bay LL18 5JA	2,892.00			0.00
Ventilworth Wharfedale	PO Box 6562 Bend Oregon USA Unit 4 St Margarets Way, Sunkley Meadows Industrial Estate Huntingdon PE29 6JH	6,998.84 171.46			0.00 0.00
VIS Audio AB	Henningsgatan 19A, 117 64 Stockholm Sweden	494.76			0.00
Yamaha Music UK Ltd	Sherbourne Drive Tilbrook Milton Keynes MK7 8HL	57,116.80			0.00
Yell	Queens Walk Oxford Rd Reading RG1 7PT	160.80			0.00
Zachary Vex Lillers	2828 Dupont Avenue N Minneapolis Minnesota MN 55408	3,710.48			0.00
Zorn UK	15 Weston Barns, Hutchin Road Weston SG4 7AN	10,887.94			0.00

Signature  Date 20/6/11

Shareholder Detail: DOL110 - Dolphin Enterprises Europe Limited In Administration

Ordinary Name of Shareholder	Address (with postcode)	Type of Shares Held	Nominal Amount of Share £	Number of Shares Held	Amount per Share Called Up	Nominal Value
DOLPHIN MUSIC HOLDINGS LIMITED	Venture Park West 70-72 Evans Road Speke Liverpool L24 9PB	Ordinary	£0	10,000	500.00	500.00
						500.00

Signature



Date

30/6/11

28/06/2011 10:58 AM

**Copy of the Director's Statement of Affairs
of the Company as at 17 May 2011**

Appendix B

Music Retail

A - SUMMARY OF ASSETS

	<u>Book Value</u>	<u>Estimated to Realise</u>
	<u>£</u>	<u>£</u>
Assets Subject to Specific Charge		
Assets Subject to Fixed Charge		
Assets Subject to Floating Charge		
Equipment	8,134	4,000
Stock	0	10,000
	<u>8,134</u>	<u>14,000</u>
Uncharged Assets		
Available to preferential creditors	<u>8,134</u>	<u>14,000</u>

Signature



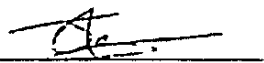
Date

30/6/11

A1 - SUMMARY OF LIABILITIES

	<u>Estimated to Realise</u>	
	<u>£</u>	<u>£</u>
Estimated total assets available for preferential creditors		15,000
Liabilities		Nil
Estimated Surplus (Deficiency) as regards preferential creditors		<u>15,000</u>
Estimated prescribed part of net property (to c/f)		<u>(6,000)</u>
Estimated total assets available for floating charge holders		9,000
Floating Charge Claims		<u>(269,110)</u>
Estimated Surplus (Deficiency) of assets after floating charges		<u>(260,110)</u>
Estimated prescribed part of net property (b/d)	6,000	
Total assets available to unsecured creditors		<u>6,000</u>
Unsecured non-preferential claims		
Unsecured Creditors	(11,439)	
H.M. Revenue and Customs	(130,925)	
		<u>(142,364)</u>
Estimated Surplus (Deficiency) Unsecured creditors		<u>(136,364)</u>
Deficiency in floating charge (b/d)		<u>(260,110)</u>
Estimated Surplus (Deficiency) to floating charge holder		<u>(396,474)</u>
Estimated Surplus (Deficiency) all creditors		<u>(396,474)</u>
Share Capital		
Ordinary	(10,000)	
		<u>(10,000)</u>
Estimated Surplus (Deficiency) as regards members		<u>(406,474)</u>

Signature



Date

30/6/11

B COMPANY CREDITORS - DOLPHIN MUSIC RETAIL LIMITED

NOTE: You must include all creditors and identify any 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	Date security given	Value of security £
Bank of Scotland	The Mound Edinburgh EH1 1YZ	269,110.00	1 debenture	18.02/2008	269,110.00
Lagis Roofing	17 Charles Street Crossland Moor Huddersfield HD1 5RR	120.00			0.00
First Data	1st Floor, Britannia House, Christopher Martin Road Basildon SS14 7AA	217.86			0.00
Friends Life Assurance	Prichard End, Darlington RH14 1QA	7,940.92			0.00
HM Revenue & Customs	Debt Management Enforcement & Insolvency, Harrington Bridge House, Harrington Road, Worthing BN12 4SF	130,924.98			0.00
Liverpool City Council	Business Rates Section, PO Box 2012, Liverpool L69 2JX	2,252.00			0.00
NI Store	18 Green Lane, High Grange, Crook, DL15 8AN	243.56			0.00
Richard Wilkinson Piano Tuner	60 Stony Lane, Hootley, Holmthorpe HU9 6DX	116.35			0.00
Woodward Exchange	2A Brearton Street, Bradford HD1 3FD	48.00			0.00

Signature  Date 30/6/11

Shareholder Detail: DOL120 - Dolphin Music Retail Limited In Administration

Ordinary Name of Shareholder	Address (with postcode)	Type of Shares Held	Nominal Amount of Share £	Number of Shares Held	Amount per Share Called Up	Nominal Value
DOLPHIN MUSIC HOLDINGS LIMITED	Venture Point West 70-72 Evans Road Speke Liverpool L24 0PB 94B	Ordinary	£1	10,000	10,000.00	10,000.00
						10,000.00

Signature  Date 30/6/11

28/06/2011 11:07 AM

Music Retail - Time Analysis for the Period from 17 May 2011 to 1 July 2011

Appendix C

	Partner	Manager	Other Senior Professional	Assistants & Support Staff	Total Hours	Amount (£)	Average Rate (£)
Administration & Planning	0 00	1 40	7 60	0 00	9 00	1,234 00	137 11
Investigations	0 00	0 00	0 00	0 00	0 00	0 00	0 00
Realisation of Assets	0 00	0 80	2 30	0 00	3 10	460 00	148 39
Trading	0 00	0 00	0 00	0 00	0 00	0 00	0 00
Creditors	0 00	2 40	1 30	0 00	3 70	708 00	191 35
Total Hours	0 00	4 60	11 20	0 00	15 80		
Amount (£)	0 00	0 00	0 00	0 00		2,402 00	
Average Rate (£)	0 00	0 00	0 00	0 00			152 03

Enterprises Europe - Time Analysis for the Period from 17 May 2011 to 1 July 2011 Appendix C

	Partner	Manager	Other Senior Professional	Assistants & Support Staff	Total Hours	Amount (£)	Average Rate (£)
Administration & Planning	5 00	1 70	31 80	0 00	38 50	5,657 00	146 94
Investigations	0 00	0 00	1 70	0 00	1 70	204 00	120 00
Realisation of Assets	1 00	3 10	13 10	0 00	17 20	2,575 00	149 71
Trading	0 00	0 00	0 00	0 00	0 00	0 00	0 00
Creditors	16 00	3 80	10 60	0 00	30 40	6,786 00	223 22
Total Hours	22 00	8 60	57 20	0 00	87 80		
Amount (£)	6,380 00	1,978 00	6,864 00	0 00		15,222 00	
Average Rate (£)	290 00	230 00	120 00	0 00			173 37

**Additional Information in Relation to Administrators' Fees Pursuant to
Statement of Insolvency Practice 9
Policy**

Appendix D

Chargeout Rates

Grade of staff	Current charge-out rate per hour, effective from 14 October 2009 £
Partner – appointment taker	290
Senior Manager/Manager	230
Senior Professional	120
Other Professional	75

These charge-out rates charged are reviewed periodically 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. Each unit of time is 6 minutes. The work is recorded under the following categories

Administration and Planning
Investigations
Realisation of assets
Creditors
Trading

The officeholder's remuneration invoiced to the insolvent estate will be subject to VAT at the prevailing rate

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

Agent's Costs

Charged at cost based upon the charge made by the Agent instructed, the term Agent includes

- Solicitors/Legal Advisors
- Auctioneers/Valuers
- Accountants
- Quantity Surveyors
- Estate Agents

On this assignment we have used the professional advisors listed below. We have also indicated alongside, the basis of our fee arrangement with them, which is subject to review on a regular basis

Name of Professional Advisor	Basis of Fee Arrangement
Gateley (Manchester) LLP (legal advice)	Hourly rate and disbursements
Sanderson Weatherall LLP (insurance)	Hourly rate and disbursements
AUA Insolvency Risk Services	Scale rate

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

Disbursements

In accordance with Statement of Insolvency Practice 9 (SIP9) the basis of disbursement allocation in respect of disbursements incurred by the Office Holder in connection with the administration of the estate must be fully disclosed to creditors. Disbursements are categorised as either Category 1 or Category 2

Category 1 disbursements do not require approval by creditors. The type of disbursements that may be charged as a Category 1 disbursement to a case generally comprise of external supplies of incidental services specifically identifiable to the case, such as postage, case advertising, invoiced travel and external printing, room hire and document storage. Also chargeable will be any properly reimbursed expenses incurred by personnel in connection with the case.

Category 2 expenses are incurred by the firm and recharged to the estate, they are not attributed to the estate by a third party invoice and/or they may include a profit element. These disbursements are recoverable in full from the estate, subject to the basis of the disbursement charge being approved by creditors in advance. Examples of category 2 disbursements are photocopying, internal room hire, internal storage.

It is the firm's policy that no such disbursements will be recovered in this matter.

Music Retail - Estimated Outcome Statement as at 1 July 2011

Appendix E

	Notes	Realisations to Date (£)	Anticipated Further Realisations (£)	Final Realisations (£)
ASSET REALISATIONS				
Equipment	1	5,000 00	-	5,000 00
Stock	1	10,000 00	-	10,000 00
		<u>15,000 00</u>	<u>-</u>	<u>15,000 00</u>
COST OF REALISATIONS				
Administrator's Remuneration	6	-	8,843 50	8,843 50
Agents/Valuers Fees	7	1,000 00	-	1,000 00
Legal Disbursements	8	40 00	-	40 00
Legal Fees	8	5,000 00	-	5,000 00
Statutory Costs	9	76 50	40 00	116 50
		<u>(6,116 50)</u>	<u>(8,883 50)</u>	<u>(15,000 00)</u>
Available to the preferential creditors	3			-
Preferential creditors	10			-
Surplus as regards preferential creditors				-
Prescribed part fund c/f	11			-
Available to the floating charge creditors				-
Floating charge creditors	2			-
Surplus as regards floating charge creditors				-
Prescribed part fund b/d	11			-
Unsecured Creditors (per SofA)				<u>(142,364 00)</u>
Deficit as regards unsecured creditors				<u><u>(142,364 00)</u></u>

Enterprises Europe - Estimated Outcome Statement as at 1 July 2011

Appendix E

	Notes	Realisations to Date (£)	Anticipated Further Realisations (£)	Final Realisations (£)
ASSET REALISATIONS				
<i>Fixed Charge</i>				
Customer Contracts	1	1 00	-	1 00
Goodwill	1	1 00	-	1 00
Intellectual Property	1	214,997 00	-	214,997 00
		214,999 00	-	214,999 00
Amounts paid to Bank of Scotland	2	(214,999 00)	-	(214,999 00)
		-	-	-
<i>Floating Charge</i>				
Corporation Tax Refund	3	-	5,000 00	5,000 00
Debtors (Pre-Appointment)	4	5,610 20	5,297 80	10,908 00
Equipment	1	5,000 00	-	5,000 00
ROT Surplus	5	137 18	-	137 18
Stock	1	90,000 00	-	90,000 00
Work-in-Progress	1	1 00	-	1 00
		100,748 38	10,297 80	111,046 18
COST OF REALISATIONS				
Administrator's Remuneration	6	-	25,000 00	25,000 00
Agents/Valuers Fees	7	3,000 00	-	3,000 00
Legal Disbursements	8	204 25	-	204 25
Legal Fees	8	10,000 00	1,000 00	11,000 00
Statutory Costs	9	76 50	116 50	193 00
		(13,280 75)	(26,116 50)	(39,397 25)
Available to the preferential creditors				71,648 93
Preferential creditors	10			-
Surplus as regards preferential creditors				71,648 93
Prescribed part fund c/f	11			(17,329 79)
Available to the floating charge creditors				54,319 14
Floating charge creditors	2			(267,800 48)
Defecit as regards floating charge creditors				(213,481 34)
Precribed part fund b/d				17,329 79
Unsecured Creditors (per SofA)				(1,378,188 00)
Deficit as regards unsecured creditors				(1,360,858 21)
Anticipated dividend (p in the £)				1.26

Notes to the Estimated Outcome Statements

Appendix E

1 Sale of Assets to S&T

As advised in the main body of this report, the business and assets of the Companies have been sold to S&T as follows

Asset	Enterprises Europe	Music Retail
Customer Contracts	1	-
Equipment	25,000	5,000
Goodwill	1	-
Intellectual Property	214,997	-
Stock	90,000	10,000
Work in Progress	1	-
Totals	330,000	15,000

2 Secured Creditors

There are the following secured creditors in relation to the Companies, who all hold fixed and floating charges over the assets of the company

Secured Creditor	Enterprises Europe £	Music Retail £
AFM	45,542	n/a
BOS	269,110	269,110
North West	167,945	n/a
Totals	482,597	269,110

Amounts stated are as shown in the SOA. BOS is owed £269,110 according to the SOA and holds security for this debt against both companies. BOS has been paid in full out of the asset realisations of Enterprises Europe as its debenture ranks in priority to the other two secured creditors. No further dividend payments to secured creditors are anticipated.

3 Corporation Tax Refund

The books and records of Enterprises Europe indicate that there are trading losses that could be utilised to generate a corporation tax refund. It has been estimated that this will realise £5,000.

4 Debtors (Pre-Appointment)

Enterprises Europe's book debts are anticipated to realise £10,908 as follows

	£
Book Value (£)	14,544
General Provision (25%)	(3,636)
Estimated to Realise	10,908

To date £5,298 has been realised and I am continuing to pursue outstanding debts due to Enterprises Europe

5 ROT Surplus

A creditor of the Enterprises Europe held a valid retention of title clause over goods it had supplied. The creditor repossessed these goods with the permission of the Administrator, which resulted in a net amount owed to Enterprises Europe of £137.

6 Administrator's Remuneration

Costs in relation to Music Retail will exceed anticipated asset realisations.

It is estimated that Administrator's fees in respect of the Administration of Enterprises Europe will be £25,000.

7 Agents/Valuers Fees

Sanderson Weatherall LLP conducted a valuation of the assets of the Companies. Their fees have been discharged accordingly.

8 Legal Fees and Disbursements

Gateleys (Manchester) LLP have provided legal advice in relation to the production and execution of statutory documents required to place the Companies into administration, as well as producing the sale agreement relating to the sale of business and assets to S&T. Their fees have been discharged accordingly.

9 Statutory Costs

These relate to advertisements and a bond, both of which are required by statute and are discharged as an expense of the Administration.

10 Preferential Creditors

Preferential claims usually consist of arrears of wages and holiday pay owed to employees. As all employees of the Companies have been transferred to S&T, there are no such liabilities.

11 Prescribed Part Fund

This is fund that I am required to make in accordance with s176A Insolvency Act 1986, the details of which are contained in the main body of this report.