

Liquidator's Progress Report

S.192

Pursuant to Sections 92A and 104A and 192 of the Insolvency Act 1986

To the Registrar of Companies

Company Number

OC326381

Name of Company

2 New Square LLP

I / We

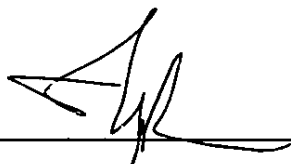
Shay Bannon, 55 Baker Street, London, W1U 7EU

Sarah M Rayment, 55 Baker Street, London, W1U 7EU

the liquidator(s) of the company attach a copy of my/our Progress Report under section 192 of the Insolvency Act 1986

This report covers the period from 23/06/2014 to 22/06/2015

Signed



Date

02/09/15

BDO LLP
55 Baker Street
London
W1U 7EU

Ref 00172463/JJB/SMR/KLH/KMK/SPC

FRIDAY



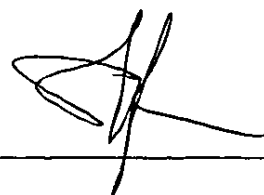
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COMPANIES HOUSE

THI

**2 New Square LLP
(In Liquidation)
Joint Liquidators' Abstract of Receipts & Payments**

Statement of Affairs	From 23/06/2014 To 22/06/2015	From 23/06/2011 To 22/06/2015
ASSET REALISATIONS		
Season Tickets	NIL	19,427 15
Furniture & Equipment (merger consid	NIL	119,779 00
Book Debts - Work in Progress	540 00	226,784 33
Book Debts - Penningtons (net)	NIL	980,429 88
Insurance Refund	NIL	122,418 56
Cash at Bank	NIL	59,260 33
Licence Fee Refund	NIL	48,563 70
Book Debts - Other (gross)	NIL	39,475 13
Bank Interest	952 58	2,701 05
Treasury Deposit Interest	41 03	4,211 82
Sundry Refunds	246 92	1,849 45
Settlement Money	NIL	266,351 63
	<u>1,780 53</u>	<u>1,891,252 03</u>
COST OF REALISATIONS		
Specific Bond	NIL	80 00
Preparation of S of A	NIL	10,595 88
Liquidator's Fees	148,088 20	208,088 20
Liquidators Disbursements	245 13	1,793 77
Accounting services	NIL	810 00
Forensics Fees	6,158 67	6,158 67
Legal Fees	23,703 35	181,572 05
Legal Disbursements	53 95	3,966 00
Corporation Tax	344 88	344 88
Sundry Expenses	NIL	500 00
Storage Costs	19 03	101 55
Rents Payable	NIL	24,604 16
Bank Charges	82 50	107 50
Energomash Payment	120,000 00	120,000 00
	<u>(298,695 71)</u>	<u>(558,722 66)</u>
UNSECURED CREDITORS		
Trade & Expense Creditors	<u>1,323,698 73</u>	<u>1,323,698 73</u>
	<u>(1,323,698 73)</u>	<u>(1,323,698 73)</u>
	<u>(1,620,613.91)</u>	<u>8,830.64</u>
REPRESENTED BY		
Vat Input		(382 36)
Bank 1 Current		9,213 00
		<u>8,830.64</u>



Shay Bannon
Joint Liquidator



Tel +44 (0)20 7486 5888
Fax +44 (0)20 7487 3686
DX 9025 West End W1
www.bdo.co.uk

55 Baker Street
London W1U 7EU

Private and Confidential

17 September 2015

Please ask for Jamie Brown
Telephone 020 7893 3248

TO ALL KNOWN CREDITORS AND CONTRIBUTORIES

Dear Sirs

2 New Square LLP (formerly: Dawsons LLP) (the 'Partnership') - In Creditors' Voluntary Liquidation

Registered Address: 55 Baker Street, London, W1U 7EU (formerly: Lincolns Inn, London, WC2A 3RZ)

Registered number: OC326381

Joint Liquidators: Shay Bannon and Sarah Rayment

Joint Liquidators' Address: 55 Baker Street, London, W1U 7EU

Date of Appointment: 23 June 2011

We are now in a position to conclude this liquidation and advise you that final general meetings of the Partnership and its creditors have been convened pursuant to Section 106 of the Insolvency Act, 1986, formal notice of which is given below.

This is our draft report issued in accordance with Rule 4 49D of the Insolvency Rules 1986. In the event that no substantive issues are raised by creditors no further report will be issued and this report will be presented at the final meeting.

We confirm that notice of no further dividend has been given in accordance with Rule 4 186 of the Insolvency Rules 1986

Further to my previous report dated 18 August 2014, I can advise that the Creditors' Committee ('the Committee') continues to be in operation. I have been in regular correspondence to update on the progress of the Liquidation. The Committee consists of representatives from.

- ING Lease (UK) Limited,
- Resolute Support Services Limited, and
- Barclays Bank PLC

1. Receipts

I trust that the attached receipts and payments account is self-explanatory and provide further commentary below:



1.1. Members' Settlement

As previously advised, on 29 May 2013, a contribution of £266,351 was received from the Members and Former Members into the Liquidation. This was in relation to the settlement of the Joint Liquidators' claims against the Members' and Former Members' overdrawn current and tax reserve accounts

As part of this settlement agreement the Joint Liquidators have agreed not pursue any claims it had against the Members and Former Members and they have agreed not to submit a claim in the Liquidation

1.2. Book Debts and Other Receipts

As previously advised, approximately 8 weeks prior to my appointment as Joint Liquidator, the Members and Former Members of the Partnership completed a sale of the business and certain assets of the Partnership to Penningtons Solicitors LLP ('Penningtons') Neither I nor my firm, advised in respect of the transaction

As part of the Business Transfer Agreement ("BTA"), the debtor ledger was assigned to Penningtons to collect the outstanding ledger and to remit net recoveries to the ultimately appointed Joint Liquidators. Total sums realised are £1.019m

As part of the settlement agreement, the Joint Liquidators agreed a Deed of Assignment for the remaining book debts and escrow to Dunreadin Therefore there will be no additional receipts in this regard.

In addition to the debtors, amounts for converted work in progress and fixtures and fittings have realised £226k and £119k respectively There will be no additional receipts in this regard.

2. Payments

Again, I trust the payments detailed are self-explanatory The payments of the Joint Liquidators' fees and legal fees were approved by the Committee.

The legal fees incurred and paid in the past 12 months have related to the time spent on negotiating and agreeing settlements with two significant potential unsecured creditors.

On 25 November 2014, a 93p in the £ distribution was declared to those creditor who had proven their debt No further distributions will be made to unsecured creditors in this matter

3. Progress of the Liquidation

There are no outstanding matters in this liquidation and therefore I am now in a position to convene the final general meetings of the Partnership

4. Future Prospects for Creditors

The unsecured creditors have received a first and final dividend of 93p in the £ I confirm that notice of no further dividend has been given in accordance with Rule 4.186 of the Insolvency Rules 1986

5. Joint Liquidators' Remuneration

Pursuant to the Insolvency Rules 1986, the Joint Liquidators are obliged to fix their remuneration in accordance with Rule 4.127(2) of the Insolvency Rules 1986. This permits remuneration to be fixed either

- 1 As a percentage of the assets realised and distributed, and/or
- 2 By reference to the time the Joint Liquidators and the staff have spent attending to matters in the Liquidation; and/or
- 3 As a set amount; and/or
- 4 As a combination of the above.

In this Liquidation I requested my remuneration be fixed on a time cost basis, a resolution which was approved by the Committee shortly after my appointment.

I attach a schedule detailing the total time costs incurred from my appointment to 19 September 2015 and the work undertaken in that respect.

The Committee approved a payment in respect of the scheduled costs in the sum of £210,000 which was drawn from the estate.

6. Joint Liquidators' 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. I therefore report that since my appointment, the sum of £3,966 has been incurred and drawn in respect of category 1 disbursements for statutory advertising, bonding, travel, records storage and company searches.

Some Liquidators 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 (or the Committee) before they can be drawn, and these are known as category 2 disbursements. The policy of BDO LLP is not to charge any category 2 disbursements.

7. Creditors' Rights & Enquiries

7.1 Creditors' Rights

I 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 expenses within the Liquidation.

The Insolvency Service has established a central gateway for considering complaints in respect of Insolvency practitioners. In the event that you make a complaint to me but are not satisfied with the response from me then you should visit <http://www.bis.gov.uk/insolvency/contact-us/IP-Complaints-Gateway> where you will find further information on how you may pursue the complaint.

7.2 Creditor Enquiries

Creditors with the concurrence of at least 5% in value of the unsecured creditors may within 7 business days request in writing further information regarding the remuneration and expenses set out in this report. In accordance with Rule 4.49E(3) of the Insolvency Rules 1986, within 14 days of a request we will provide further information or explain why further information is not being provided

A creditor (who need not be the creditor who asked for the information) may, with the concurrence of at least 5% or more in value of the creditors (including the creditor in question), apply to the court within 21 days of our response or the expiry for the period of my response and the court may make such order as it thinks fit (Rule 4.49E(4) of the Insolvency Rules 1986). Creditors with the concurrence of at least 10% of the creditors may apply to the court if they consider that the remuneration of the liquidators, or the basis fixed for the remuneration of the liquidator or expenses charged by the liquidator are excessive (Rule 4.131 of the Insolvency Rules 1986) Such an application must be made within 8 weeks of receiving this draft report

8. Other Matters

The Insolvency Service has established a central gateway for considering complaints in respect of Insolvency practitioners. In the event that you make a complaint to me but are not satisfied with the response from me then you should visit <https://www.gov.uk/complain-about-insolvency-practitioner> where you will find further information on how you may pursue the complaint

NOTICE IS HEREBY GIVEN pursuant to Section 106 of the Insolvency Act, 1986, that meetings of the contributories and creditors of 2 New Square LLP will be held at the offices of BDO LLP, 55 Baker Street, London W1U 7EU on 27 November 2015 at 11:00 and 11.15 respectively for the purpose of having an account laid before the meetings and showing the manner in which the winding-up of the Partnership has been conducted and the property of the Partnership disposed of and hearing any explanation that may be given by us

A proxy form is enclosed which must be lodged at the offices of BDO LLP, 55 Baker Street, London W1U 7EU, no later than 12 noon on 26 November 2015 to entitle you to vote by proxy at the meeting, if you are unable to attend This meeting is purely formal and this report will be presented

Please contact my office if you propose to attend

If you require any further information regarding this matter, please do not hesitate to contact Jamie Brown on the above number.

Yours faithfully
For and on behalf of
2 New Square LLP



Shay Bannon
Joint Liquidator

Enc

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

Rule 4.49E Creditors' and members' request for further information

(1) If-

- (a) within the period mentioned in paragraph (2)–
 - (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
 - (iii) members of the Partnership in a members' voluntary winding up with at least 5% of the total voting rights of all the members having the right to vote at general meetings of the company, or
- (b) with the permission of the court upon an application made within the period mentioned in paragraph (2)–
 - (i) any unsecured creditor, or
 - (ii) any member of the Partnership in a members' voluntary winding up,

makes a request in writing to the liquidator for further information about remuneration or expenses set out in a progress report in accordance with Rule 4.49B(1)(e) or (f) (including by virtue of Rule 4.49C(5)) or in a draft report under Rule 4.49D, the liquidator must, within 14 days of receipt of the request, comply with paragraph (3) except to the extent that the request is in respect of matter[s] in a draft report under Rule 4.49D or a progress report required by Rule 4.108 which (in either case) was previously included in a progress report not required by Rule 4.108

(2) The period referred to in paragraph (1)(a) and (b) is-

- (a) 7 business days of receipt (by the last of them in the case of an application by more than one member) of the progress report where it is required by Rule 4.108, and
- (b) 21 days of receipt (by the last of them in the case of an application by more than one member) of the report or draft report in any other case

(3) The liquidator complies with this paragraph by either-

- (a) providing all of the information asked for, or
- (b) so far as the liquidator 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 liquidation or might reasonably be expected to lead to violence against any person, or
 - (iii) the liquidator is subject to an obligation of confidentiality in respect of the information, giving reasons for not providing all of the information

Rule 4.131 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 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 liquidator,

- (b) the basis fixed for the liquidator's remuneration under Rule 4 127, or
- (c) expenses incurred by the liquidator,

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 4 49E(5), be made no later than 8 weeks (or, in a case falling within Rule 4 108, 4 weeks) after receipt by the applicant of the progress report, or the draft report under Rule 4 49D, 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 the application, but it shall not do so unless the applicant has had an opportunity to attend the court for a hearing, of which he has been given at least 5 business days notice but which is without notice to any other party

If the application is not dismissed under this paragraph, the court shall fix a venue for it to be heard, and give notice to the applicant accordingly
- (3) The applicant shall, at least 14 days before the hearing, send to the liquidator 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 liquidator 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 liquidation,
 - (e) an order that the liquidator or the liquidator's personal representative pay to the Partnership 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 liquidation

2 New Square Limited (formerly Dawsons LLP)
- In Creditors' Voluntary Liquidation
Summary of the Joint Liquidators' Receipts and Payments
For the Period from 23 June 2011 (date of appointment) to 17 September 2015

	Estimated to Realise as Per SofA £	Movement Since Last Report £	Total £
RECEIPTS			
Book debts (NET recoveries from Penningtons)	1,390,803 00	0 00	980,429 88
Book debts (Other GROSS)		0 00	39,475 13
Work In Progress (Inc Penningtons)	300,000 00	1,260 00	226,784 33
Insurance refunds	118,000 00	0 00	122,418 56
Furniture & Equipment (the Merger Consideration)	119,779 00	0 00	119,779 00
Cash at Bank	Uncertain	0 44	59,260 33
Licence monies from Penningtons re former premises	-	0 00	48,563 70
Season ticket/other staff loans	25,000 00	0 00	19,427 15
Sundry refunds (Prepayments)	100,000 00	246 92	1,849 45
Bank Interest	-	1,694 49	2,701 05
Treasury Deposit Interest		263 13	4,211 82
Settlement Money - Former Members	Uncertain	0 00	266,351 63
	2,053,582 00	3,465	1,891,252 03

PAYMENTS

Legal Fees	23,703 35	181,572 05
Joint Liquidators Fees	150,000 00	210,000 00
Forensics Fees	6,158 67	6,158 67
Rent payable - surrender of lease(s)	0 00	24,604 16
Preparation of Statement of Affairs Fee	0 00	10,595 88
Energomash Payment	120,000 00	120,000 00
Legal Disbursements	53 95	3,966 00
Joint Liquidators Disbursements	245 13	1,793 77
Former FD services	0 00	810 00
Sundry expenses	0 00	500 00
Corporation Tax	344 88	344 88
Storage Costs	19 03	101 55
Bank charges	283 25	308 25
Specific Bond	0 00	80 00
Undistributable Funds	447 14	447 14
	561,282 35	561,282 35

DISTRIBUTIONS

Distribution to unsecured creditors 93p in the £	1,329,969 68
	1,891,252 03

BDO LLP
55 Baker Street
London
W1U 7EU

Shay Bannon
Joint Liquidator
17 September 2015

2 New Square LLP (Formerly Dawsons LLP) ("the Company") - In Creditors Voluntary Liquidation

Summary of Time Charged and Rates Applicable for the Period From 23/06/2011 to 17/09/2015

Description	PARTNER		MANAGER		SENIOR ADMINISTRATOR		ADMINISTRATOR		OTHER STAFF		GRAND TOTAL		AVERAGE RATE
	Hours	Total £	Hours	Total £	Hours	Total £	Hours	Total £	Hours	Total £	Hours	Total £	£
B Steps on Appointment	9 00	5,922 00			4 50	1,179 00					13 50	7,101 00	526 00
C Planning and Strategy	2 00	1,316 00	1 00	259 00	0 60	147 00					3 60	1,722 00	478 33
D General Administration	0 40	191 30	117 00	45,066 70	54 20	13,732 00	102 65	18,660 10	6 95	447 00	281 20	78,097 10	277 73
E Assets Realisation / Dealing	70 00	45,804 00	181 70	72,332 20	25 75	6,746 50					277 45	124,882 70	450 11
Employee Matters			0 50	210 50							0 50	210 50	421 00
H Creditor Claims	20 00	13,160 00	105 85	38,552 10	2 80	728 50	29 85	3,371 45			158 50	55,812 05	352 13
I Reporting	15 00	9,870 00	51 00	18,809 25	6 95	1,813 25	15 50	1,627 75			88 45	32,120 25	363 15
J Distribution & Closure	2 00	1,316 00	84 25	27,569 00			0 50	56 00			86 75	28,941 00	333 61
	118 40	77,579 30	541 30	202,798 75	94 80	24,346 25	148 50	23,715 30	6 95	447 00	909 95	328,886 60	

Billed with Committee approval

-210,000 00

BDO LLP Time Written Off

118,886 60

Rule 8.1 Insolvency Act 1986

Proxy (Members' or Creditors' Voluntary Liquidation)

*Insert the name of the company

IN THE MATTER OF * 2 New Square LLP
and

IN THE MATTER OF THE INSOLVENCY ACT 1986

Notes to help completion of the form

Please give full name and address for communication

Name of creditor / member _____

Address _____

Please insert name of person (who must be 18 or over) or the "Chairman of the Meeting" (see note below) If you wish to provide alternative proxy-holders in the circumstances that your first choice is unable to attend please state the name(s) of the alternatives as well

Name of proxy-holder _____

Please delete words in brackets if the proxy-holder is only to vote as directed ie he has no discretion

I appoint the above person to be my / the creditor's proxy-holder at the meeting of creditors / members to be held on 27 November 2015 or at any adjournment of that meeting. The proxy-holder is to propose or vote as instructed below (and in respect of any resolution for which no specific instruction is given, may vote or abstain at his / her discretion).

Please complete paragraph
1 if you wish to nominate
or vote for a specific
person as Liquidator

Voting instructions for resolutions

1 for the appointment of _____
of _____
as Liquidator of the company

Please delete words in
brackets if the proxy-
holder is only to vote as
directed ie he has no
discretion

(In the event of a person named in paragraph 1 withdrawing or being
eliminated from any vote for the appointment of a Liquidator the
proxy-holder may vote or abstain in any further ballot at his / her
discretion)

Any other resolutions
which the proxy-holder is
to propose or vote in
favour of or against should
be set out in numbered
paragraphs in the space
provided below paragraph
1. If more room is
required please use the
other side of this form

*** Please indicate how you wish to vote.**

This form must be signed

Signature _____ Date _____

Name in CAPITAL LETTERS _____

Only to be completed if
the creditor / member has
not signed in person

Position with creditor / member or relationship to creditor or other
authority for signature

Please note that if you nominate the chairman of the meeting to be
your proxy-holder he will either be a director of the company or
the current Liquidator.

Remember: there may be resolutions on the other side of this form

[Our Ref]