

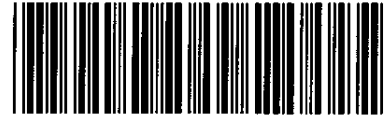
AM10

Notice of administrator's progress report



Companies House

FRIDAY



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09/02/2018

#240

COMPANIES HOUSE

1 Company details

Company number	0	2	7	9	6	8	2	6
Company name in full	Rider House Limited							
	t/a Rider House Care Centre							

→ Filling in this form
Please complete in typescript or in
bold black capitals.

2 Administrator's name

Full forename(s)	Daniel R W
Surname	Smith

3 Administrator's address

Building name/number	30 Finsbury Square							
Street								
Post town	London							
County/Region								
Postcode	E	C	2	P		2	Y	U
Country								

4 Administrator's name Ⓢ

Full forename(s)	
Surname	

Ⓢ Other administrator
Use this section to tell us about
another administrator.

5 Administrator's address Ⓢ

Building name/number								
Street								
Post town								
County/Region								
Postcode								
Country								

Ⓢ Other administrator
Use this section to tell us about
another administrator.

AM10
Notice of administrator's progress report

6 Period of progress report

From date	^d 1	^d 2	^m 0	^m 7	^y 2	^y 0	^y 1	^y 7
To date	^d 1	^d 1	^m 0	^m 1	^y 2	^y 0	^y 1	^y 8

7 Progress report

I attach a copy of the progress report

8 Sign and date

Administrator's
signature

Signature

X



X

Signature date

^d0

^d7

^m0

^m2

^y2

^y0

^y1

^y8

AM10

Notice of administrator's progress report

Presenter information

You do not have to give any contact information, but if you do it will help Companies House if there is a query on the form. The contact information you give will be visible to searchers of the public record.

Contact name **Zoe Culbert**

Company name **Grant Thornton UK LLP**

Address **30 Finsbury Square**

Post town **London**

County/Region

Postcode **E C 2 P 2 Y U**

Country

DX

Telephone **0161 953 6900**

Checklist

We may return forms completed incorrectly or with information missing.

Please make sure you have remembered the following:

- The company name and number match the information held on the public Register.
- You have attached the required documents.
- You have signed the form.

Important information

All information on this form will appear on the public record.

Where to send

You may return this form to any Companies House address, however for expediency we advise you to return it to the address below:

The Registrar of Companies, Companies House,
Crown Way, Cardiff, Wales, CF14 3UZ.
DX 33050 Cardiff.

Further information

For further information please see the guidance notes on the website at www.gov.uk/companieshouse or email enquiries@companieshouse.gov.uk

This form is available in an alternative format. Please visit the forms page on the website at www.gov.uk/companieshouse



Our Ref DRS/ZLC/BLA/LKG/R30201169/7

To the creditors

7 February 2018

Dear Sirs

Recovery and Reorganisation

Grant Thornton UK LLP
4 Hardman Square
Spinningfields
Manchester M3 3EB

T +44 (0)161 953 6900
F +44 (0)161 953 6317
grantthornton.co.uk

**Rider House Limited t/a Rider House Care Centre - In Administration
(the Company)
Royal Courts of Justice, Chancery Division, Companies Court
No 902 of 2016**

1 Introduction

1.1 Following my appointment as joint administrator of the Company with Joseph P McLean by a qualifying floating charge holder, on 18 February 2016, I now report on the progress of the administration to 11 January 2018 and attach:

- Appendix A, an account of my receipts and payments for the period from 12 July 2017 to 11 January 2018 and also for the whole administration to date
- Appendix B, a statement of the remuneration charged by the administrator in the period 12 July 2017 to 11 January 2018 and a statement of expenses incurred in the period
- Appendix C, an analysis of my time costs as required by Statement of Insolvency Practice 9
- Appendix D, an extract from the Insolvency (England and Wales) Rules 2016 relating to creditors' rights to request additional information from the administrator (rule 18.9)
- Appendix E, an extract from the Insolvency (England and Wales) Rules 2016 relating to creditors' rights to challenge the administrator's remuneration or expenses, if excessive (rule 18.34)

1.2 Please note that Joseph P McLean has now left Grant Thornton UK LLP and was removed as administrator by order of the Court dated 15 December 2016. I remain as sole administrator.

1.3 Please note that I am authorised by the Insolvency Practitioners Association to act as an insolvency practitioner. I am bound by the Insolvency Code of Ethics when carrying out all professional work relating to an insolvency appointment.

2 Statutory information

2.1 The Company's registered number is 02796826.

Chartered Accountants

Grant Thornton UK LLP is a limited liability partnership registered in England and Wales. No.0C307742. Registered office: 30 Finsbury Square, London EC2A 1AG.

A list of members is available from our registered office. Grant Thornton UK LLP is authorised and regulated by the Financial Conduct Authority.

Grant Thornton UK LLP is a member firm of Grant Thornton International Ltd (GTIL). GTIL and the member firms are not a worldwide partnership. Services are delivered by the member firms. GTIL and its member firms are not agents of, and do not obligate, one another and are not liable for one another's acts or omissions. A list of personnel permitted by Grant Thornton to accept appointments as insolvency practitioners and of their respective authorising bodies may be inspected at the above address. Please see grantthornton.co.uk for further details.

3 Progress report

Assets

Sale of business and assets

- 3.1 As previously reported a sale of the Company's business and assets completed on 14 September 2016 to Your Health Limited (the Purchaser) for total consideration of £1.4 million. The sale proceeds have been split in my receipts and payments account as follows:

	£
Land & property	1,199,994
Goodwill	140,000
Plant & machinery	60,000
Stock	1
Customer contracts	1
Business rights	1
Business name	1
Intellectual property	1
Transferred records	1
	<u>1,400,000</u>

- 3.2 You will note from my receipts and payments account attached at Appendix A, that there has been a reduction in sales in the period of £34,896. This reduction is as a result of net funds due to the Purchaser in relation to post appointment sales receipts and actual sales receipts received in the period as follows:

	£
Sales due to purchaser	43,189
Sales paid to the purchaser due to the Company	<u>(8,293)</u>
	<u>34,896</u>

- 3.3 In addition, there have been reductions in various costs in the period as a result of payments made on behalf of the Purchaser which have been reimbursed in respect of the following transactions:

	£
Food/medical supplies	87
Agency staff	206
Hire of equipment	345
Telephone	<u>220</u>
Total payment to purchaser	<u>858</u>

Book debts

- 3.4 The directors statement of affairs advised that the Company was owed £59,183 in respect of book debts. The books and records were not up to date as at the date of appointment and collections total £67,914. No further realisations are anticipated.

4 Outcome for creditors

Secured creditor

- 4.1 Santander (the Bank) holds both fixed and floating charges dated 8 December 2009 which are cross-guaranteed with other group companies. The directors' statements of affairs indicates that the Bank is owed in excess of £20million including interest accrued across the group companies.
- 4.2 The Bank has been paid £1,189,471 by the Company and a further £2,803,866 by other group companies under the cross-guarantee and will suffer a shortfall on its lending.

Preferential creditors

- 4.3 I am not aware of any preferential claims in this matter.

Unsecured creditors

- 4.4 There are insufficient funds available to enable a distribution to be made to the unsecured creditors.

5 Administrator's remuneration and expenses

- 5.1 My fees for acting as administrator have been agreed by the secured creditor. You will note from the SIP 9 table attached at Appendix C that my time costs to date are £492,388 and from the receipts and payments account attached at Appendix A that I have drawn £250,000. Time costs of £11,658 incurred in the period but not drawn as remuneration to date are disclosed in Appendix B.
- 5.2 In addition, I have drawn expenses totalling £2,632 in respect of travel, postage, bonding, subsistence and Land Registry searches as indicated in Appendix A.
- 5.3 Background information regarding the fees of administrators can be found at [https://www.r3.org.uk/media/documents/publications/professional/Guide to Administrators fees April 2017.pdf](https://www.r3.org.uk/media/documents/publications/professional/Guide%20to%20Administrators%20fees%20April%202017.pdf). Alternatively, we will supply this information by post on request free of charge. Time is charged in 6 minute units.

6 Other expenses incurred by the administrator

- 6.1 No other costs have been incurred in the period.

7 Closure

- 7.1 Now that all matters have been resolved, I will proceed to close the administration.
- 7.2 Should you have any queries, please contact Natasha L McDowall on 0161 214 6371.

Yours faithfully
for and on behalf of Rider House Limited t/a Rider House Care Centre



Daniel Smith
Administrator

The affairs, business and property of Rider House Limited t/a Rider House Care Centre are being managed by Daniel R W Smith, appointed administrator on 18 February 2016.

Enc

Rider House Limited t/a Rider House Care Centre - in
administration
Summary of receipts and payments
from 18 February 2016 to 11 January 2018

	Statement of Affairs £	From 18/02/2016 to 11/07/2017 £	From 12/07/2017 to 11/01/2018 £	Total £
Receipts				
Sales		655,013.81	(34,895.68)	620,118.13
Trading Facility		250,000.00	0.00	250,000.00
Payments to Your Health		(32,500.00)	32,500.00	0.00
Petty Cash		(156.83)	590.92	434.09
Freehold Land & Property	1,000,000.00	0.00	0.00	0.00
Leasehold Land & Property		1,199,994.00	0.00	1,199,994.00
Goodwill		140,000.00	0.00	140,000.00
Plant & Machinery		60,000.00	0.00	60,000.00
Stock	1,564.00	1.00	0.00	1.00
Book Debts	59,183.00	67,913.93	0.00	67,913.93
Bank/ISA InterestGross		623.08	2.97	626.05
Customer Contracts		1.00	0.00	1.00
Business Rights		1.00	0.00	1.00
Business Name		1.00	0.00	1.00
Intellectual Property		1.00	0.00	1.00
Transferred Records		1.00	0.00	1.00
		2,340,893.99	(1,801.79)	2,339,092.20
Payments				
Food/Medical Supplies		49,494.09	(87.27)	49,406.82
Training		1,782.00	0.00	1,782.00
Agency Staff		82,123.91	(206.25)	81,917.66
Travel		233.60	0.00	233.60
Postage and stationery		1,632.60	0.00	1,632.60
Rates and water		10,836.59	(160.95)	10,675.64
Heat & Light		14,350.56	0.00	14,350.56
Waste Collection		6,630.36	0.00	6,630.36
Telephone		291.25	(219.54)	71.71
Central Costs Management Charge		22,000.00	0.00	22,000.00
Insurance		9,182.11	0.00	9,182.11
Consultancy Fees		8,161.00	0.00	8,161.00
Lease/HP Payments		1,715.13	0.00	1,715.13
Hire of Equipment		1,912.32	(344.67)	1,567.65

Rider House Limited t/a Rider House Care Centre - in
administration
Summary of receipts and payments
from 18 February 2016 to 11 January 2018

Statement of Affairs £	From 18/02/2016 to 11/07/2017 £	From 12/07/2017 to 11/01/2018 £	Total £
Repairs & Maintenance	62,241.07	0.00	62,241.07
Software	4,618.08	575.00	5,193.08
CQC Registration Costs	2,839.17	0.00	2,839.17
PAYE/NI	58,730.04	0.00	58,730.04
Net Wages	398,139.53	0.00	398,139.53
Other Payroll Deductions	5,745.70	0.00	5,745.70
Sundry Trading Expenses	1,221.30	3,638.60	4,859.90
Administrators Fees	125,000.00	75,000.00	200,000.00
Legal Fees	25,000.00	0.00	25,000.00
Agents/Valuers Fees	28,000.00	0.00	28,000.00
Legal Disbursements	162.49	0.00	162.49
Chargeholder (1)	1,000,000.00	189,471.22	1,189,471.22
Administrators Fees	25,000.00	25,000.00	50,000.00
Administrators Expenses	2,631.95	0.00	2,631.95
VAT irrecoverable	71,231.64	20,835.72	92,067.36
Corporation Tax	0.00	54.55	54.55
Ransom Payments	57.56	0.00	57.56
Statutory Advertising	84.60	0.00	84.60
	2,021,048.65	313,556.41	2,334,605.06
Net Receipts/(Payments)	319,845.34	(315,358.20)	4,487.14
Made up as follows			
Fixed Current Account	123,423.62	(123,423.62)	0.00
Floating Account Santander NIB	2,343.76	(2,343.76)	0.00
Floatg Acc Barclays NIB re bank (4/8/16)	194,077.96	(189,590.82)	4,487.14
	319,845.34	(315,358.20)	4,487.14

Note:

B Remuneration charged and expenses incurred by the administrator in the period

	Charged/incurred in period 12/07/2017 to 11/01/2018	Cumulative charged/incurred to 11/01/2018	Of which paid to 11/01/2018
	£	£	£
Administrator's fees:			
Time costs	11,658	492,388	250,000
Expenses	-	2,632	2,632
Insurance:			
JLT Speciality Limited	-	9,182	9,182
Consultancy fees:			
Practicus Limited	-	8,161	8,161
Legal fees:			
Addleshaw Goddard LLP	-	25,000	25,000
Agents/valuers fees:			
Christie, Owen & Davies Limited	-	28,000	28,000

C SIP 9 time analysis

Introduction

The following information is provided in connection with the administrator's remuneration and disbursements in accordance with Statement of Insolvency Practice 9.

Explanation of Grant Thornton UK LLP charging and disbursement recovery policies

Time costs

All partners and staff are charged out at hourly rates appropriate to their grade, as shown below. Tasks are allocated to staff at the appropriate level. Support staff (i.e. secretaries, cashiers and filing clerks) are charged to the case for the time they work on it.

Current rates from 1 October 2017	£
Partner	up to 745
Director	545
Associate director	485
Manager	410
Assistant manager	340
Executive	245
Administrator	165
Support staff	180

Disbursements

Out of pocket expenses are charged at cost. Mileage is charged at 45p a mile. VAT is added to disbursement charges as necessary.

Rider House Limited - In Administration - R30201169 - SIP 9 TIME COST ANALYSIS

Transaction period : 18/02/2016 to : 11/01/2018

	Partner		Manager		Executive		Administrator		Total	
	Hrs	£	Hrs	£	Hrs	£	Hrs	£	Hrs	£
Administration and Planning	20.35	14,626.25	165.25	73,972.50	173.55	37,265.75	155.68	21,108.95	514.83	146,973.45
Creditors			45.15	21,575.50	16.55	5,334.50	9.00	1,358.75	70.70	28,268.75
Hiatus period										
Investigations			1.05	493.50	4.30	1,410.00			5.35	1,903.50
Pensions			34.70	18,069.00			1.10	170.50	35.80	18,239.50
Realisation of Assets			94.80	42,868.00	23.70	7,695.00	11.80	1,918.75	130.30	52,481.75
Taxation	1.00	700.00	28.35	13,254.00	22.20	6,273.50	5.95	894.00	57.50	21,121.50
Trading	9.00	4,540.00	437.65	181,304.50	151.45	37,059.00	3.15	506.00	601.25	223,409.50
Total	30.35	19,866.25	806.95	351,527.00	391.75	95,037.75	186.68	25,956.95	1,415.73	492,387.95

Total fees billed to date (Time) : £ 250,000

Rider House Limited - In Administration - R30201169 - SIP 9 TIME COST ANALYSIS

Transaction period : 12/07/2017 to : 11/01/2018

	Partner		Manager		Executive		Administrator		Total		
	Hrs	£	Hrs	£	Hrs	£	Hrs	£	Hrs	£	
Administration and Planning (incl statutory reporting)			7.60	3,095.00	9.40	2,594.50	7.95	1,256.00	24.96	6,945.50	278.38
Chargeholders (incl bank reporting)			1.30	611.00	1.10	363.00			2.40	974.00	406.83
Corporation Tax			.80	388.00	3.30	1,000.00	.50	62.50	4.60	1,450.50	315.33
Hiatus period									.00		
Investigations and reports on directors									.00		
Legal									.00		
PAYE and VAT			1.10	451.00					1.10	451.00	410.00
Pensions			2.40	1,263.00					2.40	1,263.00	526.26
Preferential creditors			.20	108.00					.20	108.00	540.00
Realisation of Assets: Debtors			.20	94.00					.20	94.00	470.00
Realisation of Assets: Other assets									.00		
Realisation of Assets: property plant vehicles etc (incl HP leasing and third party)									.00		
Realisation of Assets: Stock and WIP (incl ROT)									.00		
Sale of business									.00		
Trading									.00		
Unsecured creditors			.45	211.50			1.00	160.00	1.45	371.50	266.21
Total			14.05	6,221.50	13.80	3,957.50	9.45	1,478.50	37.30	11,667.50	312.63

Total fees billed to date (Time) : £ 250,000

Rider House Limited - In Administration

Costs incurred in the period 12 July 2017 to 11 January 2018

TASKS	Incurred to date		
	Av Hrlly Rate	Hrs	£
STATUTORY AND ADMINISTRATIVE TASKS	276	25	6,946
Case planning			
Statutory obligations (e.g statutory returns)			
File reviews			
Reports to creditors			
Bank account administration (treasury)			
Internal discussions			
Maintenance of records			
Reconciliation of payments due to purchaser			
General administration			
CREDITORS	359	4	1,454
Correspondence with secured creditor			
Creditor correspondence			
Correspondence with HM Revenue & Customs			
Case planning			
Realisation of assets	470	0	94
Debtor correspondence			
PENSIONS	526	2	1,263
Liaising with the Pensions Regulator / Schemes			
TAXATION	334	6	1,902
Tax compliance			
Correspondence with HM Revenue & Customs			
Internal discussions			
Total costs	311	38	11,658

D An extract from the Insolvency (England and Wales) Rules 2016 relating to creditors' rights to request additional information from the administrator

Rule 18.9

- (1) The following may make a written request to the office-holder for further information about remuneration (other than pre-administration costs in an administration) set out in a progress report under rule 18.4(1)(b), (c) or (d) or a final report or account under rule 18.14 -
 - (a) a secured creditor;
 - (b) an unsecured creditor with the concurrence of at least 5% in value of the unsecured creditors (including the creditor in question);
 - (c) members of the company 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;
 - (d) any unsecured creditor with the permission of the court; or
 - (e) any member of the company in a members' voluntary winding up with the permission of the court.
- (2) A request, or an application to the court for permission, by such a person or persons must be made or filed with the court (as applicable) within 21 days of receipt of the report or account by the person, or by the last of them in the case of an application by more than one member or creditor.
- (3) The office holder must, within 14 days of receipt of such a request respond to the person or persons who requested the information by-
 - (a) providing all of the information requested;
 - (b) providing some of the information requested;
 - (c) declining to provide the information requested.
- (4) The office-holder may respond by providing only some of the information requested or decline to provide the information if-
 - (a) the time or cost of preparation of the information would be excessive; or
 - (b) disclosure of the information would be prejudicial to the conduct of the proceedings;
 - (c) disclosure of the information might reasonably be expected to lead to violence against any person; or
 - (d) the office-holder is subject to an obligation of confidentiality in relation to the information.
- (5) An office-holder who does not provide all the information or declines to provide the information must inform the person or persons who requested the information of the reasons for so doing.
- (6) A creditor, and a member of the company in a members' voluntary winding up, who need not be the same as the creditor or members who requested the information, may apply to the court within 21 days of -
 - (a) the office holder giving reasons for not providing all of the information requested; or
 - (b) the expiry of the 14 days within which an office-holder must respond to the request.
- (7) The court may make such order as it thinks just on an application under paragraph (6).

E An extract from the Insolvency (England and Wales) Rules 2016 relating to creditors' rights to challenge the administrator's remuneration or expenses if excessive

Rule 18.34

- (1) This rule applies to an application in an administration, a winding up or a bankruptcy made by a person mentioned in paragraph (2) on the grounds that:
 - (a) the remuneration charged by the office-holder is in all the circumstances excessive;
 - (b) the basis fixed for the office-holder's remuneration under rules 18.16, 18.18, 18.19, 18.20 and 18.21 (as applicable) is inappropriate; or
 - (c) the expenses incurred by the office-holder are in all the circumstances excessive.
- (2) The following may make such an application for one or more of the orders set out in rule 18.36 or 18.37 as applicable:
 - (a) a secured creditor;
 - (b) an unsecured creditor with either:
 - (i) the concurrence of at least 10% in value of the unsecured creditors (including that creditor), or
 - (ii) the permission of the court, or
 - (c) in a members' voluntary winding up:
 - (i) members of the company with at least 10% of the total voting rights of all the members having the right to vote at general meetings of the company, or
 - (ii) a member of the company with the permission of the court.
- (3) The application by a creditor or member must be made no later than eight weeks after receipt by the applicant of the progress report under rule 18.3 or final report or account under rule 18.14 which first reports the charging of remuneration or the incurring of the expenses in question ("the relevant report").