

The Insolvency Act 1986

Administrator's progress report

2.24B

Name of Company 06811517 Limited formerly Let Us Entertain You Limited	Company number 06811517
In the High Court of Justice (full name of court)	<i>For court use only</i> 3270 of 2013


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

We Andrew Andronikou and Michael Kiely of UHY Hacker Young LLP, Quadrant House, 4 Thomas More Square, London, E1W 1YW

Joint Administrators of the above Company attach a progress report for the period

(b) Insert date

From 2 May 2013	To 1 November 2013
---------------------------	------------------------------

Signed 
 Joint Administrator

Dated 19/11/13

Contact Details:

You do not have to give any contact information in the box opposite but if you do, it will help Companies House to contact you if there is a query on the form. The contact information that you give will

Lisa Portway
UHY Hacker Young LLP
Quadrant House
4 Thomas More Square
London
E1W 1YW

7 2526

THURSDAY



A37 *A2LN6AKP* 21/11/2013 #74
COMPANIES HOUSE

completed and signed this form please send it to the Registrar of Companies at
House, Crown Way, Cardiff CF14 3UZ

DX 33050 Cardiff

**06811517 LIMITED FORMERLY LET US ENTERTAIN YOU LIMITED
(IN ADMINISTRATION)**

**SIX MONTH PROGRESS REPORT TO CREDITORS IN ACCORDANCE WITH R2.47
INSOLVENCY ACT 1986**

A) COURT DETAILS

High Court of Justice 3270 of 2013

B) REGISTERED NAME, ADDRESS AND NUMBER

06811517 Limited formerly Let Us Entertain You Limited (In Administration), ("the Company")

Registered office 118-120 London Road, Mitcham, Surrey, CR4 3LB

Registered number 06811517

Other trading names.

Trading Entities
Karma Café, 18 Bedford Street, Norwich, NR2 1AG
Farmers Brown, 22 Tombeland, Norwich, NR3 1RF

I would advise you that upon our appointment as Joint Administrators, The Registrar of Companies proceeded with the strike-off of the Company from Companies House due to non-filing of accounts by the Company prior to my appointment

I instructed Philip Ross Solicitors to apply to Court to have the Company reinstated at Companies House This action was successful and as at 16 October 2013, the Company had been fully restored However, the Company name was changed to 06811517 Limited This name will be used on all future correspondence

The Registrar of Companies has now filed all documentation in relation to the Administration at Companies House

C) ADMINISTRATION APPOINTMENT DETAILS

Andrew Andronikou and Michael Kiely were appointed Joint Administrators of the Company on 2 May 2013 by the director of the Company, Miss Sarah-Jane Roberts, pursuant to paragraph 22 of Schedule B1 to the Insolvency Act 1986.

In accordance with Paragraph 100(2) of Schedule B1 of the Insolvency Act 1986 the functions of the Joint Administrators are being exercised by any of the Administrators

D) DETAILS OF ANY EXTENSIONS

Not applicable

E) DETAILS OF PROGRESS OF THE ADMINISTRATION

This report details our acts and dealings together with the conduct of the administration since the proposal circulated on 20 June 2013 to all creditors

As you are aware the Company was part of a group of four companies ("Group") All employees of the "Group" were employed by Consulting Guru Limited The companies within the "Group" and each trading entity were as follows

Name of Company	Trading Entities
Let Us Entertain U Ltd	Karma Café, 18 Bedford Street, Norwich, NR2 1AG
Let Us Entertain U Ltd	Farmers Brown, 22 Tombeland, Norwich, NR3 1RF
Indulge Limited	The Mulberry, 111 Unthank Road, Norwich, NR2 2PE
Indulge Limited	The Langtry, 79 Unthank Road, Norwich, NR2 2PE
Indulge Limited	Buck Inn, 55 Yarmouth Road, Thorpe St Andrews NR7 0EW
Indulge Limited	Beluga Bar, 2 Upper King Street, Norwich, NR3 1HA
Consulting Guru Limited	Carnival, Hideout, 1 Queen Street, Norwich, NR2 4SG
Consulting Guru Limited	Bam Bam, 27-28 Tombland, Norwich, NR3 1HA
Consulting Guru Limited	The Duke's Head, Slugs Lane, Somerleton, NR32 5R
Consulting Guru Limited	Fritton House, Church Lane, Fritton, Norfolk, NR31 9HA
Little Gastros Limited	The Woolie, 2 Muspole Street, Norwich, NR3 1DJ

Receipts and payments account

Attached at Appendix 1 is a copy of our receipts and payments account for the period 2 May 2013 to 1 November 2013 from which you will note that totals receipts for the period are £50,082 82 and total payments of £22,518 09 resulting in a balance in hand of £27,564 73 I would comment on the entries as follows

Receipts

Sale of Business

As previously advised a sale of the business and assets completed on the 2 May 2013 to Taste Inc for the following

Tangible Assets	£32,394
Goodwill	£1
Contracts	£1
Stock	£1

Intellectual Property	£1
Books and records	£1
Leases	£1
<u>Total</u>	<u>£32,400</u>

The consideration for the sale is to be received by way of deferred consideration and is payable as follows-

Payable on completion	£16,200 – Received in full
31/05/13	£4,050 – Received in full
30/06/13	£4,050 – Received in full
31/07/13	£4,050 – Received £3,850 00
31/08/13	£4,050

In the case of deferred consideration the assets were secured by obtaining a personal guarantee from Mr Paul Gourlay and a debenture over "Taste Inc"

There were no employees who were transferred as part of the sale as these were transferred with Consulting Guru Limited

I can confirm that the sum of £28,150 00 has been received leaving a balance outstanding of £4,250 00 I understand that the purchasers streamline receipts since the date of appointment have been paid into the Company's pre-appointment bank account I am in the process of receiving the credit balances which will be off-set against the outstanding sale consideration This is likely to be within the next 2 – 3 weeks

If any sum remains due after the set-off this shall be requested from the purchaser

Licence to Occupy

Included in the sale agreement was a Licence to Occupy the following premises

Farmers Brown, 22 Tombeland, Norwich, NR3 1RF

The purchaser has paid the sum of £18,303 21 in respect of rent and services charges on the above property I am currently in negotiations with the landlord in order to assign the lease

The lease for the property situated below, was in the name of the director personally, and therefore a Licence to Occupy was not required

Karma Café, 18 Bedford Street, Norwich, NR2 1AG

The rents on this premises is paid by the purchaser to the landlord direct

Bank Interest

Bank interest has been achieved of £17 87 net of VAT

Payments

Rent Payable

As per the licence to occupy, the sum of £18,303 21 has been paid to the Landlord for the rent and service charges due on the above property

All rent has been paid in full to 30 September 2013, I have received the rent for period 1 October 2013 to 31 October 2013 however, this payment was received after the reporting period of this report and is therefore not reflected on the attached Receipts and Payments Account

Advertising

Statutory advertisements have been placed in the London Gazette and the sum of £77 50 has been paid in this respect

Creditor Gateway

The sum of £12 00 has been paid to the Creditor Gateway in order to make my reports available to creditors online

CREDITORS CLAIMS

Secured creditor

There are no secured creditors in this matter

Preferential creditors

There are no preferential creditors in this matter

Unsecured creditors

You will note that the Statement of Affairs shows unsecured creditors in the sum of £95,849 08 I have received claims to date amounting to £21,821 43 Please be advised that we are still receiving proof of debts and therefore are unable to agree the total value of non-preferential claims at present

DIVIDEND PROSPECTS

Pursuant to section 176A of the Insolvency Act 1986 where a floating charge is created after 15 September 2003 a prescribed part of the company's net property shall be made available to unsecured creditors

As there is no secured creditor in this matter, the prescribed part will not apply

Based on present information the Joint Administrators estimate that after allowing for the costs of the Administration it is uncertain at present whether a dividend will be available to creditors

COSTS AND EXPENSES

Joint Administrators Remuneration and Disbursements

I would confirm a resolution that the Joint Administrators' may draw and pay their time costs and category 1 and 2 disbursements properly incurred was passed on 9 July 2013

The Administrators total time costs, category 1 and category 2 disbursements are £6,704 00, £245 00 and £330 00 respectively to date. The time costs, category 1 and category 2 disbursements are summarised at **Appendix 2**. To date no time costs or category 1 and 2 disbursements have been drawn

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

Category 2 disbursements are where my firm incurs overheads in relation to postage, stationery, photocopying, storage and room hire

The category 2 disbursements are based on the schedule included within the Statement of Insolvency Practice 9, 'A creditor's guide to Administration Fees', which can be found on our website <http://www.uhy-uk.com/pages/services/turnaround-recovery/creditors-guidance-notes/a-creditors-guide-to-administrators-fees.php>. A hard copy of this is available upon request

I attach as **Appendix 3** details of UHY Hacker Young LLP's charge out rates and disbursements

Joint Administrators' Pre-Appointment Remuneration

I would confirm a resolution that the Joint Administrators may draw and pay their pre-appointment time costs and category 1 disbursements properly incurred was passed on 9 July 2013. These totalled £3,575.50 and £281.65 respectively. These remain outstanding as at the date of this report

Solicitors' fees

As previously advised, Philip Ross Solicitors, have been instructed on a time-costs basis to provide legal advice on all aspects of the Administration. This included the completion of the Sale Contract and Licence to Occupy and the most recent issue with reinstating the Company at Companies House. Their costs to date are £9,888.33 plus VAT. To date, the sum of £455.00 plus VAT has been paid. The solicitors' fees are being regularly reviewed as part of the strategic review of the case

Agents' fees

As previously advised agents were instructed on a fixed fee of 10% of realisations basis. They were instructed in order to provide a valuation of the assets of the company and provide marketing advice in the administration. Our agents' outstanding cost is £3,240 plus VAT. Once the sale consideration has been paid in full, their outstanding invoice will be settled. The agents' fees are being regularly reviewed as part of the strategic review of the case.

FURTHER INFORMATION

An unsecured creditor may, with the permission of the court or with the concurrence of 5% in value of the unsecured creditors (including the creditor in question) request further details of the administrator's remuneration and expenses, within 21 days of receipt of this report. Any secured creditor may request the same details in the same time limit.

An unsecured creditor may, with the permission of the court or with the concurrence of 10% in value of the unsecured creditors (including the creditor in question), apply to court to challenge the amount and/or basis of the administrator's fees and the amount of any proposed expenses or expenses already incurred, within 8 weeks of receipt of this report. Any secured creditor may make a similar application to court within the same time limit.

F) DETAILS OF ANY ASSETS THAT REMAIN TO BE REALISED

There remains £4,250.00 of the deferred sale consideration to be settled. However, this is expected to be settled from the funds belonging to the purchaser which are held in the pre-appointment bank account.

I am also negotiating the completion of the assignment of the lease mentioned above.

G) ANY OTHER RELEVANT INFORMATION

Completion of the Administration

Creditors agreed that the Joint Administrators shall conclude the Administration pursuant to Paragraph 84 of Schedule B1 of The Insolvency Act 1986, moving from Administration to Dissolution in the event there is no distribution to creditors.


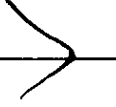
However, if there is a dividend to creditors, the Joint Administrators will be permitted to conclude the Administration and place the Company into Creditors' Voluntary Liquidation, in order to conclude any further asset realisations and make a distribution to the unsecured creditors. In accordance with Paragraph 83(1) of Schedule B1 of The Insolvency Act 1986 and that Andrew Andronikou and Michael Kiely are appointed Joint Liquidators.

You should note that the Joint Administrators will be discharged from liability under Paragraph 98 of Schedule B1 to the Insolvency Act 1986 immediately on their appointment as Administrators ceasing to have effect

Creditors Committee and Investigations

No creditor committee was formed as no creditors' meeting was held

I have undertaken an investigation into the affairs of the Company and the conduct of the directors and reported accordingly


_____ 
Michael Kiely
Joint Administrator

Dated 19 November 2013

APPENDIX 1

**Receipts and Payments Account for the period 2 May 2013 to 1
November 2013**

**06811517 Limited formerly Let Us Entertain You Limited - In Administration
Joint Administrators' Abstract of Receipts & Payments**

From 2 May 2013 To 1 November 2013

S of A £	As Previously Reported	02/05/13 to 01/11/13	Total £
RECEIPTS			
1 Goodwill	NIL	0 88	0 88
1 Intellectual Property	NIL	0 86	0 86
1 Stock	NIL	0 86	0 86
NIL Rent	NIL	18,303 21	18,303 21
NIL Bank Interest Gross	NIL	17 87	17 87
32,394 Tangible Assets	NIL	28,144 78	28,144 78
1 Contracts	NIL	0 87	0 87
1 Lease	NIL	0 86	0 86
1 Books and Records	NIL	0 89	0 89
NIL Vat Payable	NIL	3,611 74	3,611 74
<u>32,400</u>	<u>NIL</u>	<u>50,082 82</u>	<u>50,082 82</u>
PAYMENTS			
Legal Fees	NIL	455 00	455 00
Statutory Advertising	NIL	77 50	77 50
Rents Payable	NIL	18,303 21	18,303 21
The Creditor Gateway fees	NIL	12 00	12 00
Vat Receivable	NIL	3,670 38	3,670 38
	<u>NIL</u>	<u>22,518 09</u>	<u>22,518 09</u>
CASH IN HAND	<u>NIL</u>	<u>27,564 73</u>	<u>27,564 73</u>

APPENDIX 2

**Joint Administrators' time costs for the period 2 May 2013 to 1
November 2013**

06811517 LIMITED FORMERLY LET US ENTERTAIN YOU LIMITED IN ADMINISTRATION
Summary of Joint Administrators time costs from 2 May 2013 (date of appointment) to 1 November 2013

Classification of work function	Partner Hours	Director Hours	Manager Hours	Asst Manager Hours	Snr Administrator Hours	Administrator Hours	Junior Administrator Hours	Total Hours	Total Cost £	Avg Hourly Rate £
Administration & Planning	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Administrative Set-up	0.00	0.00	0.00	0.00	0.00	0.80	0.00	0.80	64.00	80.00
Appointment Notification	0.50	0.00	0.00	3.90	0.00	4.80	0.00	8.90	1,168.00	131.01
Case Planning	0.00	0.00	0.10	0.00	0.00	5.20	0.00	5.30	438.00	82.64
Maintenance of Records	4.25	0.00	0.00	0.80	0.00	5.00	0.00	10.05	1,981.00	197.11
Statutory Reporting	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Realisation of Assets	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Debt Collection	1.25	0.00	0.00	0.00	0.00	0.00	0.00	1.25	425.00	340.00
Securing, Insuring Assets	5.50	0.00	0.00	0.00	0.00	0.00	0.00	5.50	1,870.00	340.00
Property business and asset sales	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Retention of Title	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Creditors	0.00	0.00	0.00	0.00	0.00	3.50	0.00	3.50	280.00	80.00
Communication with Creditors	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Creditors Claims	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Trading	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Investigations	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
CODA Reports	0.00	0.00	0.00	0.00	0.00	6.00	0.00	6.00	480.00	80.00
Case Specific Matters Insurance & Pursuit Queries	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
TOTAL HOURS	11.50	0.00	0.10	4.40	0.00	25.30	0.00	41.30	£8,704.00	£162.32
TOTAL TIME CHARGED (£)	£3,910.00	£0.00	£22.00	£748.00	£0.00	£2,024.00	£0.00	£6,704.00	£162.32	
Average hourly cost (£)	£340.00	£0.00	£220.00	£170.00	£0.00	£80.00	£0.00	£162.32		

All figures are shown net of VAT

Type & Purpose	Cost basis	Costs to date £
Stationery / fax / postage / telephone	One off cost of £10 per creditor	180.00
Internal storage of Company records	£0 per annum per box	0.00
Internal storage of Insolvency Practitioner's files and records	£3 per annum for 10 years	90.00
Photocopying (above then to creditors)	One off cost of £35	35.00
Internal meeting room cost	10p per sheet	0.00
Mileage (own car usage)	£85 per hour 45p per mile	65.00
TOTAL		£330.00

Type & Purpose	Costs to date £
Bond	245.00
TOTAL	£245.00

APPENDIX 3

UHY Hacker Young LLP's charge out rates and disbursements

London office turnaround and recovery charge out rates (per hour)

Rates effective from 1 January 2013 and historic rates

Grade	Rate £/ per hour 2013	Rate £/ per hour 2012	Rate £/ per hour 2011	Rate £/ per hour 2010	Rate £/ per hour 2009
Partners	£340 - £520	£315 - £470	£315 - £470	£350 - £450	£230 - £400
Directors	£275	£275	£275	£260	£250
Manager	£175 - £230	£175 - £230	£175 - £230	£175 - £230	£195 - £200
Assistant managers	£165 - £170	£155 - £165	£155 - £160	£155	£130 - £155
Senior Administrators	£135 - £175	£130 - £170	£130 - £165	£135	£130 - £150
Administrators	£80 - £95	£90 - £100	£90 - £100	£80 - £100	£80 - £105
Junior Administrators	£70 - £85	£70 - £85	£70 - £85	£75	£45 - £50

Category 2 disbursements

Effective from 1 January 2013

Stationery / fax / postage / telephone	One off cost of £10 per creditor
Stationery / fax / postage / telephone	One off cost of £3 per debtor
Internal storage of Insolvency Practitioner's working papers	£5 per annum for 10 years (£50)
Files and indices	One off cost of £35
Photocopying (other than to creditors)	10p per sheet
Internal meeting room cost	£65 per hour
Mileage (own car usage)	45p per mile

VAT will be charged on the above disbursements where applicable

Time charging policy

Support staff do not charge their time to each case. Support staff include cashier, secretarial and administration support

Please be advised that the minimum unit of time recorded is 6 minutes

UHY Hacker Young LLP
Quadrant House
4 Thomas More Square,
London
E1W 1YW
t 020 7216 4890
www.uhy-uk.com

