

**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

03970508

Name of Company


Breakaway Homes Limited

I / We

Colin Ian Vickers
4th Floor
Southfield House
11 Liverpool Gardens
Worthing
BN11 1RYIan Paul Sykes
4th Floor
Southfield House
11 Liverpool Gardens
Worthing
BN11 1RYthe liquidator(s) of the company attach a copy of my/our Progress Report
under section 192 of the Insolvency Act 1986

The Progress Report covers the period from 19/05/2010 to 18/05/2013

Signed



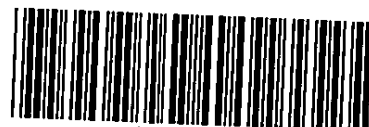
Date

4/6/13

FRP Advisory LLP
4th Floor
Southfield House
11 Liverpool Gardens
Worthing
BN11 1RY

Ref B1026WOR/CIV/IPS/CV/SMC

FRIDAY



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07/06/2013

#332


COMPANIES HOUSE

Breakaway Homes Limited
(In Liquidation)
Joint Liquidators' Abstract of Receipts & Payments

Statement of Affairs		From 19/05/2010 To 18/05/2013
	ASSET REALISATIONS	
1,433,381 00	Intercompany Debt - Breakaway Spain	NIL
	VAT Refund from Administration	907 03
	Transfer from Administration account	2,254 33
	Bank Interest Gross	17 13
		<u>3,178 49</u>
	COST OF REALISATIONS	
	Joint Administrators' Remuneration	848 00
	Joint Liquidators' Remuneration	1,000 00
	Statutory Advertising	127 50
		<u>(1,975 50)</u>
	PREFERENTIAL CREDITORS	
(10,956 69)	Employee Arrears/Hol Pay	NIL
		<u>NIL</u>
	FLOATING CHARGE CREDITORS	
(56,425 00)	Lloyds Bank plc	NIL
		<u>NIL</u>
	UNSECURED CREDITORS	
(517,548 00)	Trade & Expense Creditors	NIL
(12,665 98)	Employees	NIL
(1,020,806 00)	Deposits from Customers	NIL
(462,179 00)	Director's Loan account - J Jayne	NIL
(105,000 00)	Barclays Bank plc	NIL
(45,063 25)	Inland Revenue	NIL
(504 00)	H M Customs & Excise	NIL
(78,639 04)	Loan from K Young	NIL
		<u>NIL</u>
<u>(876,405.96)</u>		<u><u>1,202.99</u></u>

REPRESENTED BY

Bank 1 Current A/c	1,202 99
	<u>1,202.99</u>


 Colin Ian Vickers
 Joint Liquidator



FRP Advisory LLP
4th Floor
Southfield House
11 Liverpool Gardens
Worthing
West Sussex BN11 1RY
Tel +44(0)1903 222 500
Fax +44(0)1903 207 009
www.frpadvisory.com

TO SHAREHOLDERS AND ALL KNOWN CREDITORS

your ref

our ref B1026WOR/CVL 51a/J

date 4 June 2013

please ask for Clare Vickers

Dear Sirs

BREAKAWAY HOMES LIMITED (IN LIQUIDATION)

Further to my appointment as Joint Liquidator on 19 May 2010 I report on the progress of the liquidation for the period 19 May 2012 to 18 May 2013 ("the period") in accordance with Rule 4 49(C) of the Insolvency Rules 1986.

I attach

- Appendix A – Statutory Information
- Appendix B - Receipts and payments account
- Appendix C - Details of my firm's time costs and disbursements including charge out rates

1. Receipts and Payments

I attach at Appendix B my receipts and payments account detailing both transactions for the period, and also since my appointment as Liquidator.

You will note that the only receipt since my last report has been bank interest in the sum of £5.77 and there have been no payments.

2. Work Undertaken by the Liquidator During the Period

As previously advised, the asset in this liquidation is an intercompany debt owed by Breakaway Spain Limited. At the commencement of the previous administration the book value of this debt was £1,469,002. The sum of £35,621 has been received in the administration, leaving the sum of £1,433,381 still owing. The only asset of Breakaway Spain Limited is some land in Spain. The director of both Breakaway Homes Limited and Breakaway Spain Limited, Mr John Jayne, is in the process of selling the land for 190,000 euros. The sale has been delayed due to the economic climate in Spain and a delay in the sale of the purchaser's own property.

During the administration, the rights of Breakaway Homes Limited to pursue a third party were sold to Mr Jayne. If Mr Jayne is successful in recovering any monies in respect of his proposed action, I have agreed that this company will receive a certain percentage of the net recovery.

I have liaised with Mr Jayne on these above potential asset realisations. Unfortunately there has been no change in the circumstances of the purchaser of the land. Mr Jayne informs me that he has been looking for an alternative purchaser but there has been no interest to date.

3. Outstanding Matters

As stated above I am waiting for further information on the sale of the land in Spain and on the outcome of any action against a third party by Mr Jayne.

4. Dividend to Creditors

The following preferential creditors' claims have been received: -

	£
Employees	1,250.34
The Redundancy Payments Service	10,490.34

The availability of a dividend to preferential creditors is wholly dependent on any future asset realisations.

I have received claims totalling £2,455,615.96 from unsecured creditors who have proved their debts in these proceedings

Based on current estimated realisations, it is not anticipated that a dividend will be available to unsecured creditors

5. Prescribed Part

In accordance with the Enterprise Act 2002, the prescribed part is an element of net realisations due to the floating charge holder which is made available for unsecured creditors (subject to the floating charge post-dating 15 September 2003).

In this circumstance the floating charge realisations will be fully utilised in meeting the costs of realising the assets [and making a distribution to preferential creditors], there will be insufficient funds to make a prescribed part distribution to unsecured creditors.

As the floating charge was created prior to 15 September 2003 the prescribed part does not apply in this instance

6. Liquidator's Remuneration, Disbursements and Expenses

Turning to my own costs in this matter, my remuneration as Liquidator is based on computerised records of all time spent on the administration of this case. Matters dealt with during the assignment are dealt with by different members of staff depending on the level of complexity and experience required. Time is charged to the case in maximum of 6 minute units. Charge-out rates are based on individual expertise, qualification and grade. The costs of the firm's support staff are not directly charged to the estate unless dealing with directly identifiable case specific matters. Charge out rates are reviewed at least annually, details of FRP Advisory LLP charge out rates together with a breakdown of the time costs and disbursements incurred during the period of this report and cumulatively, in accordance with Statement of Insolvency Practice 9 are attached at appendix C.

I have received authority from the floating charge holder, Lloyds Bank plc, to draw costs from funds totalling £2,018 86 plus VAT. I have drawn fees to date of £1,000 exclusive of VAT

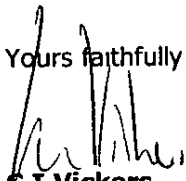
The Liquidators' disbursements are a recharge of actual costs incurred by the Liquidators on behalf of the Company. Mileage payments made for expenses relating to the use of private vehicles for business travel, which is directly attributable to the insolvency estate, are paid by FRP Advisory at the HMRC approved mileage rate prevailing at the time the mileage was incurred. Details of disbursements incurred during the period of this report are attached at appendix C.

There have been no expenses incurred during the period

Creditors have a right to request further information from the Liquidator under Rule 4.49E of the Insolvency Rules 1986 and further have a right to challenge the Liquidator's remuneration and other expenses which are first disclosed in this report, under Rule 4.131 of the Insolvency Rules 1986 (For ease of reference these are the expenses incurred in the reporting period as set out in Appendix D only). Further details of these rights can be found in the Creditors' Guide to Fees which you can access using the following link <http://www.frpadvisory.com/fees-guide.html> and selecting the one for liquidations. Alternatively a hard copy of the relevant guide will be sent to you on request. Please note there is a time limit for requesting information being 21 days following the receipt of this progress report. There is a time limit of 8 weeks following the receipt of this report for a Court application that the remuneration or expenses are excessive.

If you have any queries about this report of the progress of the liquidation, please do not hesitate to contact Clare Vickers of this office.

Yours faithfully



C I Vickers

Joint Liquidator

Licensed in the United Kingdom by the Insolvency Practitioners Association

Encs

Appendix A

Breakaway Homes Limited

Statutory Information

COMPANY DETAILS:

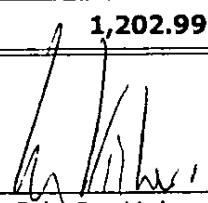
Date of incorporation:	12 April 2000
Company number.	03970508
Registered office.	4th Floor Southfield House 11 Liverpool Gardens Worthing West Sussex BN11 1RY
Previous registered office	97 Church Street Brighton BN1 1UJ
Business address:	5-7 Church Street Storrington West Sussex RH20 4LA

LIQUIDATOR DETAILS:

Liquidator:	Colin Ian Vickers Ian Paul Sykes
Address of Liquidator	FRP Advisory 4th Floor Southfield House 11 Liverpool Gardens Worthing BN11 1RY
Date of appointment of Liquidator	19/05/2010

APPENDIX B

**Breakaway Homes Limited
(In Liquidation)
Joint Liquidators' Abstract of Receipts & Payments**

Statement of Affairs		From 19/05/2012 To 18/05/2013	From 19/05/2010 To 18/05/2013
ASSET REALISATIONS			
1,433,381.00	Intercompany Debt - Breakaway Spain	NIL	NIL
	VAT Refund from Administration	NIL	907.03
	Transfer from Administration account	NIL	2,254.33
	Bank Interest Gross	5.77	17.13
		<u>5.77</u>	<u>3,178.49</u>
COST OF REALISATIONS			
	Joint Administrators' Remuneration	NIL	848.00
	Joint Liquidators' Remuneration	NIL	1,000.00
	Statutory Advertising	NIL	127.50
		<u>NIL</u>	<u>(1,975.50)</u>
PREFERENTIAL CREDITORS			
(10,956.69)	Employee Arrears/Hol Pay	<u>NIL</u>	<u>NIL</u>
		NIL	NIL
FLOATING CHARGE CREDITORS			
(56,425.00)	Lloyds Bank plc	<u>NIL</u>	<u>NIL</u>
		NIL	NIL
UNSECURED CREDITORS			
(517,548.00)	Trade & Expense Creditors	NIL	NIL
(12,665.98)	Employees	NIL	NIL
(1,020,806.00)	Deposits from Customers	NIL	NIL
(462,179.00)	Director's Loan account - J Jayne	NIL	NIL
(105,000.00)	Barclays Bank plc	NIL	NIL
(45,063.25)	Inland Revenue	NIL	NIL
(504.00)	H M Customs & Excise	NIL	NIL
(78,639.04)	Loan from K Young	<u>NIL</u>	<u>NIL</u>
		NIL	NIL
(876,405.96)		<u>5.77</u>	<u>1,202.99</u>
REPRESENTED BY			
	Bank 1 Current A/c		1,202.99
			<u>1,202.99</u>
			
			Colin Ian Vickers Joint Liquidator



APPENDIX C

Breakaway Homes Limited (In Liquidation)

Time charged for the period 19 May 2012 to 18 May 2013

	Partner	Professional	Other	Support	Total Hours	Total Cost £	Average Hrly Rate £
Administration and Planning					2.60	402.00	154.62
Case Control and Review		1.00		1.60	1.00	190.00	190.00
Case Accounting - General				1.60	1.60	212.00	132.50
Asset Realisation	0.50	0.80	0.80		1.30	327.50	251.92
Asset Realisation			0.10		0.10	20.00	200.00
Legal-asset Realisation	0.50		0.70		1.20	307.50	256.25
Creditors		0.30	0.30		0.30	60.00	200.00
Unsecured Creditors			0.30		0.30	60.00	200.00
Statutory Compliance		1.60	1.60	1.25	2.85	375.50	131.75
Post Appt TAX/VAT			0.30		0.30	54.00	180.00
Statutory Reporting/ Meetings		1.30		1.25	2.55	321.50	126.08
Total Hours	0.50	3.70	3.70	2.85	7.05	1,165.00	165.25

Disbursements for the period 19 May 2012 to 18 May 2013

	Value £
Storage	122.67
Grand Total	122.67

Mileage is charged at the HMRC rate
prevailing at the time the cost was incurred

FRP Charge out rates

Grade	At 1 st November 2011	At 1 st July 2012
Partner	300-500	275-495
Manager	150-350	225-455
Other Professional	85-250	85-275
Support	60-250	70-320



Breakaway Homes Limited (In Liquidation)

Time charged from the start of the case to 18 May 2013

	Total Hours	Total Cost £	Average Hrly Rate £
Administration and Planning	21.80	3,322.00	152.39
Asset Realisation	5.50	1,635.50	297.36
Creditors	6.20	1,186.00	191.29
Employees	0.20	32.00	160.00
Investigation	0.50	160.00	320.00
Statutory Compliance	17.20	2,644.00	153.72
Grand Total	51.40	8,979.50	174.70