

The Insolvency Act 1986

Administrator's progress report**2.24B**

Name of Company Global MP Ltd	Company number 00693401
In the High Court of Justice High Court of Justice, Chancery Division, Manchester District Registry	Court case number 2799 of 2014

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

We (a) Christopher Ratten and Jeremy Woodside, RSM Restructuring Advisory LLP, 3 Hardman Street, Manchester M3 3HF the Joint Administrators of the above company attach a progress report for the period

(b) Insert dates

from (b) 25 May 2016	to (b) 24 November 2016
-------------------------	----------------------------

Signed

Jeremy Woodside
Joint Administrator

Dated

13 December 2016

FRIDAY



Q5LYD5NT

QIQ 16/12/2016
COMPANIES HOUSE

#46

In the matter of

Global MP Ltd In Administration

||

||

('the Company')

in the High Court of Justice, Chancery Division, Manchester District Registry no of 2014

Joint Administrators' progress report

24 November 2016

**Christopher Ratten and Jeremy Woodside
Joint Administrators**

**RSM Restructuring Advisory LLP
3 Hardman Street
Manchester M3 3HF**

Contents

Sections

- 1 Purpose of report
- 2 Progress of the administration in the previous six months
- 3 Matters preventing closure
- 4 Extension of the administration
- 5 Creditors' claims and dividend prospects
- 6 Receipts and payments summary
- 7 Costs and Joint Administrators' remuneration
- 8 Creditors rights to information and ability to challenge remuneration and expenses

Appendices

- A Statutory, dividend and other information
- B Summary of receipts and payments
- C Charging, expenses and disbursements policy
- D Current charge out and disbursement rates
- E Category 2 disbursements table
- F Statement of expenses analysis
- G Time cost analysis

1 Purpose of report

This report has been prepared in accordance with insolvency legislation to provide creditors with information relating to the progress of the administration in the period from 25 May 2016 to 24 November 2016. This report should be read in conjunction with any previous reports that have been issued, copies of which are available on request.

This report has been prepared solely to comply with the statutory requirements of Rule 2.47 of the Insolvency Rules 1986 (as amended). It has not been prepared for use in respect of any other purpose, or to inform any investment decision in relation to any debt or financial interest in the company. Any estimated outcomes for creditors are illustrative and may be subject to significant change.

RSM Restructuring Advisory LLP was previously named Baker Tilly Restructuring and Recovery LLP until 26 October 2015.

Neither the Administrators nor RSM Restructuring Advisory LLP accept any liability whatsoever arising as a result of any decision or action taken or refrained from as a result of information contained in this report.

2 Progress of the administration in the previous six months

2.1 Book Debts

Global MP Limited ("the Company") operated an invoice discounting facility with Centric Commercial Finance Limited ("Centric"), who had an assignment of the Company's book debts. At the date of the Joint Administrators' appointment Centric were owed £2,728,052, and the assigned book debt ledger totalled £3,744,439.

The core liability of £2,728,052 owed to Centric has been repaid in full.

In addition, the Company had outstanding book debts of £85,982 at the date of appointment which were not assigned to Centric, in respect of waste material collections. These funds were received on 11 August 2014 and are included within the total book debt collection figure.

To date a total of £420,747.49 has been received into the Administration bank account.

The Joint Administrators instructed DLA Piper solicitors to assist with collection of the disputed book debts. Following discussions with DLA Piper the decision was taken that the cost of action to recover would outweigh any realisations, therefore no further action will be taken in this regard.

2.2 Pension

The Joint Administrators instructed 2020 Trustees to review the Company pension scheme.

Following a review of the pension scheme it was identified that the Company was due a refund in the sum of £21,393.28 in respect of employer contributions made into the pension scheme prior to appointment.

On 20 October 2016, the sum of £11,538.40 was received in full settlement of funds due to the Company.

2.3 Investigations

In accordance with our statutory obligations, we have filed the appropriate documentation with the Department for Business, Innovation and Skills in relation to the conduct of the directors.

Matters preventing closure

2.4 Assets remaining to be realised

The only assets remaining to be realised is the VAT reclaim from HM Revenue & Customs which should be received within the next 2 months.

3 Extension of the administration

The Joint Administrators are seeking an extension to the Administration for a period of 12 months to allow a distribution to be made to preferential creditors

4 Creditors' claims and dividend prospects

||

4.1 Preferential Creditors

The only known preferential creditors are former employees of the Company for unpaid wages and holiday pay. Their claims are subject to a maximum limit set by legislation.

A distribution to preferential creditors is estimated to take place within the next 3 months.

4.2 Unsecured Creditors

Based on the books and records of the Company, unsecured creditors' claims are £9,017,382.

There is no prospect of a return to unsecured creditors in this instance.

4.3 Prescribed Part

There are provisions of the insolvency legislation that require an Administrator to set aside a percentage of a Company's assets for the benefit of the unsecured creditors in cases where the Company 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 left after paying the preferential creditors and the costs and expenses of the Administration, 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 plus

20% of the remaining net property up to a maximum prescribed part of £600,000.

The Company granted fixed and floating charges, along with a specific assignment over the Company's book debts, to Centric on 12 March 2014. As such, the prescribed part provisions will apply, however, as Centric has been repaid under the terms of their assignment over the book debts, therefore they will not be relying on their floating charge.

St Ives Direct Limited were granted a fixed and floating charge on 8 October 2013. Due to the estimated recoveries and level of preferential claims in this matter it is not anticipated that there will be any distribution under the floating charge, therefore the prescribed part will not apply.

5 Receipts and payments summary

We attach as Appendix B a summary of our receipts and payments for the period from 25 May 2016 to 24 November 2016.

VAT basis

Receipts and payments are shown net of VAT, with any amount due to or from HM Revenue and Customs shown separately.

6 Costs and Joint Administrators' remuneration

The firm's charging, expenses and disbursements policy was provided with the Joint Administrators' proposals. A further copy can be provided on request.

6.1 Pre-administration costs

The Joint Administrators' proposals dated 15 August 2014 detailed un-paid pre-administration costs totalling £61,078.17. The sums below have been approved.

Pre-Administration Costs Charged / Incurred

	£ Charged / Incurred	£ Paid	£ Unpaid
Administrators' Fees	51,662.17	51,662.17	Nil
Fees charged (by Irwin Mitchell LLP Solicitors)	1,916	1,916	Nil
Appointment Formalities			
Expenses incurred (by Tailor & Associates)	7,500	7,500	Nil
Valuation			
Total	61,078.17	61,078.17	Nil

6.2 Joint Administrators' remuneration and disbursements

The Joint Administrators' remuneration was approved on a time cost basis by creditors on 15 August 2014. Approval was also given to the drawing of disbursements, including category 2 disbursements. Details of the current rates are attached at Appendix D. An analysis of time incurred in the period is attached at Appendix G. Sums drawn in respect of remuneration in the period covered by this report are shown in the receipts and payments account (Appendix B).

Category 2 disbursements incurred in the period are detailed in Appendix E.

6.3 Other professional costs

Appendix F includes details of other professional costs that have been incurred. The receipts and payments abstract at Appendix B sets out which of these costs have been paid. All such costs are subject to review before being paid and any payments made in the period are disclosed in the receipts and payments account at Appendix B.

7 Creditors' right to information and ability to challenge remuneration and expenses

In accordance with the provisions of Rules 2.48A and 2.109 of the Insolvency Rules 1986, creditors have a right to request further information about remuneration or expenses (other than pre-administration costs) and to challenge such remuneration or expenses.

A request for further information must be made in writing within 21 days of receipt of this report.

Any secured creditor, or any unsecured creditor with either the concurrence of at least 10% in value of the unsecured creditors (including that creditor) or the permission of the court, may apply to court that the remuneration charged, the basis fixed or expenses incurred by the administrator are in all the circumstances excessive.

Any such challenge must be made no later than eight weeks after receipt of the report which first discloses the charging of remuneration or incurring of the expenses in question.

A Guide to Administrators' Fees, which provides information for creditors in relation to the remuneration of an Administrator, can be accessed at <http://rsm-insolvencypoint.com> under 'general information for creditors'. A hard copy can be requested from my office by telephone, email or in writing.

Should you have any further queries please do not hesitate to contact me



Christopher Ratten
RSM Restructuring Advisory LLP
Joint Administrator

Christopher Ratten is licensed to act as an Insolvency Practitioner in the UK by the Institute of Chartered Accountants in England and Wales
Jeremy Woodside is licensed to act as an Insolvency Practitioner in the UK by the Institute of Chartered Accountants in England and Wales
Insolvency Practitioners are bound by the Insolvency Code of Ethics when carrying out all professional work relating to an insolvency appointment

The affairs, business and property of the company are being managed by the Joint Administrators who act as agents of the company and without personal liability

Appendix A

Statutory, dividend and other information

Company Name	Global MP Ltd
Joint Administrators	Christopher Ratten and Jeremy Woodside
Date of Appointment	1 July 2014
Functions	The Joint Administrators' appointment specified that they would have power to act jointly and severally. The Joint Administrators have exercised, and will continue to exercise, all of their functions jointly and severally as stated in the notice of appointment.
Previous Company Names	St Ives Direct Bradford Limited
Company Number	00693401
Date of Incorporation	23 May 1961
Trading Name	Not Applicable
Trading Address	Battye Street, Laisterdyke, Bradford, West Yorkshire BD4 8AG
Principal Activity	Publishing, Printing and Reproduction of Recorded Media
Registered Office	RSM Restructuring Advisory LLP, 3 Hardman Street, Manchester M3 3HF
Appointor	Director
Details of any extension	6 Months to 31 December 2015 approved by creditors 12 Months to 31 December 2016 approved by court application Requested to 31 December 2017 court application
Proposed exit route	Dissolution

Dividend prospects	Owed	Paid to date	Estimated future prospects
Secured creditor (1) St Ives Direct Limited	£3,010,874	Nil	Nil
Secured creditor (1) Centric	Nil	Nil	Nil
Preferential creditors	£217,894	Nil	C 6p / £
Unsecured creditors	£9,017,382	Nil	Nil
Estimated net property	N/A		
Estimated prescribed part available for unsecured creditors	N/A		
Whether and why the Administrators intend to apply to court under S176(A)(5) IA86	N/A		

Receipts and Payments Abstract: 1062909 - Global MP Ltd In Administration

Bank, Cash and Cash Investment Accounts From 25/05/2016 To 24/11/2016

SOA Value £		25/05/2016 to 24/11/2016		Total to 24/11/2016	
		£	£	£	£
	SECURED ASSETS				
3,023,455 00	Debtors (Pre-Appointment)	0 00	0 00	649,897 46	649,897 46
	SECURED CREDITORS				
(2,728,052 00)	Fixed Charge Claims	0 00	0 00	(229,149 97)	(229,149 97)
	ASSET REALISATIONS				
0 00	Bank Interest Gross	69 75		1,351 17	
0 00	Contribution to holding costs	0 00		5,000 00	
13,000 00	Fixtures & Fittings	0 00		8,185 00	
0 00	Insurance Refund	0 00		185 50	
0 00	Interest Income	0 00		6 25	
15,000 00	IT Equipment	0 00		15,000 00	
4,500 00	Motor Vehicles	0 00		4,500 00	
0 00	Pension Refund	11,538 40		11,538 40	
0 00	Petty Cash	0 00		59 74	
0 00	Plant & Machinery	0 00		17,395 36	
60,000 00	Plant and Machinery	0 00		60,000 00	
110,126 00	Stock / Work in Progress	0 00		100,519 17	
0 00	Stock/Inventory on Hand	0 00		15,400 00	
0 00	Tax Losses	0 00		30,000 00	
85,981 69	Unassigned Book Debts	0 00		86,234 77	
			11,608 15		355,375 36
	COST OF REALISATIONS				
0 00	Administrators Fees	(125,000 00)		(475,000 00)	
0 00	Advertisements	0 00		(81 13)	
0 00	Agents / Valuers Fees	0 00		(35,750 00)	
0 00	Appointee Disbursements	(13 30)		(82 42)	
0 00	Bank Charges	0 00		(20 00)	
0 00	Commissions	0 00		(600 00)	
0 00	Corporation Tax	0 00		(149 20)	
0 00	Indirect Labour	0 00		(25,706 30)	
0 00	Insurance	(185 50)		(2,040 15)	
0 00	IT Support	0 00		(1,540 87)	
0 00	Legal Disbursements	(125 00)		(1,257 60)	
0 00	Legal Fees	(5,125 00)		(85,942.27)	
0 00	Pension Review	0 00		(500 00)	
0 00	Pre-Administration Costs	0 00		(51,662 17)	
0 00	Refund	0 00		(4,732 00)	
0 00	Rent and Rates	0 00		(22,227 42)	
0 00	Specific Bond	0 00		(42 50)	
0 00	Storage Costs	0 00		(190 00)	
0 00	Tax Advice	0 00		(1,250 00)	
0 00	Telephone & Fax	0 00		(10 00)	
0 00	Travel	0 00		(4,160 85)	
0 00	Utilities	0 00		(4,250 00)	
			(130,448 80)		(717,194 88)
	PREFERENTIAL CREDITORS				
(83,627 27)	Holiday Pay	0 00		0 00	
(128,742 34)	Wages	0 00		0 00	
			0 00		0 00

SOA Value £		25/05/2016 to 24/11/2016		Total to 24/11/2016	
		£	£	£	£
FLOATING CHARGE CREDITORS					
(4,228,304 00)	Floating Charge Claims	0 00		0 00	
			0 00		0 00
UNSECURED CREDITORS					
(285,000 00)	Associated Creditors	0 00		0 00	
(2,777 96)	Banks/Institutions	0 00		0 00	
(3,933,990 89)	Deficiency In Security	0 00		0 00	
(1,318,556 64)	Employees	0 00		0 00	
(132,865 00)	HM Revenue and Customs	0 00		0 00	
(7,415,232 55)	Unsecured Creditors	0 00		0 00	
			0 00		0 00
EQUITY					
(45,000 00)	Ordinary Shares	0 00		0 00	
			0 00		0 00
(16,990,085 97)		(118,840 65)		58,927 97	
REPRESENTED BY					
	RBS Current Account		2,200 93		
	VAT Receivable (Payable)		56,727 04		
				58,927 97	
				58,927 97	

Notes:

Notes

1

2

Appendix C

RSM Restructuring Advisory LLP

Charging, expenses and disbursements policy

Charging policy

- Partners, directors, managers, administrators, cashiers, secretarial and support staff are allocated an hourly charge out rate which is reviewed from time to time
- Work undertaken by cashiers, secretarial and support staff will be or has been charged for separately and such work will not or has not also been charged for as part of the hourly rates charged by partners, directors, managers and administrators
- Time spent by partners and all staff in relation to the insolvency estate is charged to the estate
- Time is recorded in 6-minute units at the rates prevailing at the time the work is done
- The current charge rates for RSM Restructuring Advisory LLP Manchester are attached
- Time billed is subject to Value Added Tax at the applicable rate, where appropriate
- It is the office holder's policy to ensure that work undertaken is carried out by the appropriate grade of staff required for each task, having regard to its complexity and the skill and experience actually required to perform it
- RSM Restructuring Advisory LLP's charge out rates are reviewed periodically

Expenses and disbursements policy

- Only expenses and disbursements properly incurred in relation to an insolvency estate are re-charged to the insolvency estate
- Expenses and disbursements which comprise external supplies of incidental services specifically identifiable to the insolvency estate require disclosure to the relevant approving party, but do not require approval of the relevant approving party prior to being drawn from the insolvency estate. These are known as 'category 1' disbursements
- Expenses and disbursements which are not capable of precise identification and calculation (for example any which include an element of shared or allocated costs) or payments to outside parties that the firm or any associate has an interest, require the approval of the relevant approving party prior to being drawn from the insolvency estate. These are known as 'category 2' disbursements
- A resolution to consider approving category 2 disbursements at the rates prevailing at the time the cost is incurred to RSM Restructuring Advisory LLP Manchester will be proposed to the relevant approving party in accordance with the legislative requirements
- General office overheads are not re-charged to the insolvency estate as a disbursement
- Any payments to outside parties in which the office holder or his firm or any associate has an interest will only be made with the approval of the relevant approving party
- Expenses and disbursements re-charged to or incurred directly by an insolvency estate are subject to VAT at the applicable rate, where appropriate

Appendix D**RSM Restructuring Advisory LLP****Joint Administrators' current charge out and disbursement rates**

Hourly charge out rates		
	Rates at commencement £	Current rates From April 2016 £
Partner	395	435
Directors / Associate Directors	300 to 350	330 to 385
Manager	260	286 to 315
Assistant Managers	190	209
Administrators	155 to 185	143 to 204
Support staff	130	143 to 173
Category 2 disbursement rates		
Internal room hire	£165	
Subsistence	£25 per night (from 3 rd September 2013) £23 per night (up to 2 nd September 2013)	
Travel (car)	38p per mile (up to and including 31 March 2010) 40p per mile (from 1 April 2010) 42 5p per mile (from 1 April 2011)	
'Tracker' searches	£10 per case	

Appendix E

RSM Restructuring Advisory LLP

Joint Administrators' category 2 disbursements table

||'

||'

No category 2 disbursements have been incurred in the period 25 May 2016 to 24 November 2016

Appendix F

Statement of expenses incurred by the Joint Administrators' in the period from 25 May 2016 to 24 November 2016

No expenses have been incurred in the period 25 May 2016 to 24 November 2016

Appendix G

Joint Administrators' Time cost analysis for the period from 25 May 2016 to 24 November 2016

||

||

SIP9 Time Report

Global MP Ltd

1062909-700 Administration

For the period 25/05/2016 to 24/11/2016

Period	Hours Spent	Partners	Directors / Associate Directors	Managers	Assistant Managers	Administrators	Assistants & Support Staff	Total Hours	Total Time Costs	Average Rates
Administration and Planning										
		12	47	00	113	00	00	172	£ 4,377 65	254 51
	Case Management	05	13	00	04	00	00	22	£ 727 85	330 84
	Pension Scheme	00	02	00	00	20	14	36	£ 590 70	164 08
	Receipts and Payments	00	17	00	10	00	07	34	£ 865 10	254 44
	Tax Matters	17	79	00	127	20	21	264	£ 6,561 30	248 53
Realisation of Assets										
	Assets - general/other	00	03	00	37	00	00	40	£ 853 80	213 45
	Total	00	03	00	37	00	00	40	£ 853 80	213 45
Creditors										
	Employees	00	02	00	00	00	00	02	£ 66 00	330 00
	Other Creditor Meetings and Reports	16	20	00	111	15	12	174	£ 4,080 45	234 51
	Preferential Creditors	05	11	00	06	08	00	30	£ 839 45	279 82
	Secured Creditors	00	04	00	00	00	00	04	£ 132 00	330 00
	Unsecured Creditors	00	00	00	03	05	21	29	£ 447 00	154 14
	Total	21	37	00	120	28	33	239	£ 5,564 90	232 84
Case Specific Matters - Legal Matters										
	Legal Matters	00	06	00	00	00	00	06	£ 198 00	330 00
	Total	00	06	00	00	00	00	06	£ 198 00	330 00
Total Hours (From Jan 2003)										
	Total Hours (From Jan 2003)	38	125	00	284	48	54	549	£ 13,178 00	240 04
	Total Time Cost (From Jan 2003)	£ 1,651 85	£ 4,125 00	£ 0 00	£ 5,793 40	£ 764 05	£ 843 70	£ 13,178 00		
Total Hours										
	Total Time	38	125	00	284	48	54	549	£ 13,178 00	240 04
	Total Cost	£ 1,651 85	£ 4,125 00	£ 0 00	£ 5,793 40	£ 764 05	£ 843 70	£ 13,178 00		
	Average Rates	434 70	330 00	0 00	203 99	159 18	156 24	240 04		