

The Insolvency Act 1986
**Notice of move from administration to
dissolution**

2.35B

Name of Company Martell Press Limited	Company number 01269137
In the High Court of Justice, Chancery Division, Manchester District Registry (full name of court)	For court use only 723 of 2009

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

We (a) Philip Francis Duffy and Paul David Williams of
MCR
43-45 Portman Square
London
W1H 6LY

(b) Insert name and address of
the registered office of company

having been appointed Joint Administrator(s) of (b) Martell Press Limited
43-45 Portman Square, London, W1H 6LY ("the company")

(c) Insert date of appointment

On (c) 4 March 2009 by (d) GE Commercial Finance Limited, the holder of a
Qualifying Floating Charge

(d) Insert name of appointor

hereby give notice that the provisions of Paragraph 84(1) of Schedule B1 to the Insolvency Act
1986 apply

We attach to this notice a copy of the final progress report

Signed


Joint Administrator

Dated

3 March 2009

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 be visible to searches of
the public record

MCR
43-45 Portman Square
London
W1H 6LY

Tel 020 7487 7240

FRIDAY



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"AYILGI1A"

05/03/2010

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COMPANIES HOUSE

When you have completed and signed this form please send it to the Registrar of Companies at

Companies House, Crown Way, Cardiff CF14 3UZ

DX 33050 Cardiff

**Martell Press Limited
(In Administration)**

**Final Progress Report of the Joint Administrators
for the period from 4 March 2009 to 3 March 2010
pursuant to Rule 2.110 of the
Insolvency Rules 1986 as amended**

3 March 2010

Names of Joint Administrators: Philip Francis Duffy
Paul David Williams

Date of appointment: 4 March 2009

Date of report: 3 March 2010

Appointed by: GE Commercial Finance Limited, the holder of a
Qualifying Floating Charge

Court reference: Manchester District Registry no. 723 of 2009

MCR
43-45 Portman Square
London
W1H 6LY

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1. INTRODUCTION

- 1.1 Paul Williams and I, both of MCR, were appointed Joint Administrators of Martell Press Limited ("the Company") on 4 March 2009, by GE Commercial Finance Limited ("GE"), the holder of a Qualifying Floating Charge, under Paragraph 14 of Schedule B1 to the Insolvency Act 1986 ("the Act").
- 1.2 In accordance with Paragraph 100(2) of Schedule B1 to the Act, our functions as the Joint Administrators are being exercised jointly and severally.
- 1.3 The purpose of this report is to provide creditors with a final account of the progress of the Administration, in accordance with Rule 2.110 of the Insolvency Rules 1986 ("the Rules"), as amended
- 1.4 This report should be read in conjunction with our previous reports to creditors dated 22 April 2009 and 30 September 2009.

2. BACKGROUND

- 2.1 The Company was incorporated on 16 July 1976. Statutory information on the Company is included within Appendix 1.
- 2.2 The Company's principal activities were printing services and the sale of office stationary.
- 2.3 Further background information, including the events leading up to the insolvency, can be found in the Joint Administrators' report and proposals to creditors ("the Proposals"), dated 22 April 2009.
- 2.4 The purpose of the Administration was to achieve one of the following hierarchal objectives:
 - a. Rescuing the Company as a going concern, or
 - b. Achieving a better result for the Company's creditors as a whole than would be likely if the Company were wound up (without first being in Administration), or
 - c. Realising property in order to make a distribution to one or more secured or preferential creditors
- 2.5 As previously reported, the Administration has been successful in achieving objective c.

3. ASSET REALISATIONS

- 3.1 As detailed in my previous report, the Company's business and certain assets were sold to Martells Limited on 7 April 2009. It should be noted that the directors of Martells Limited, Henry Martell and Charles Martell, were previously directors of the Company. The sale consideration was paid in full on completion and was apportioned as follows:



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	£
Plant & Machinery	44,999
Stock	500
Goodwill	1
	<u>45,500</u>

- 3.2 GE held a chattel mortgage over certain items of plant and machinery and GE was therefore paid £32,268 out of the sale consideration, in respect of the assets subject to the chattel mortgage.

Freehold property

- 3.3 As detailed in the Proposals, the freehold property at Hopes Lane, Ramsgate, Kent, CT12 6UW was sold to Martells Limited for £145,000 on 7 April 2009.
- 3.4 HSBC Bank plc ("HSBC") have been paid the net proceeds from the sale of property in accordance with the terms of their debenture

Book debts

- 3.5 As detailed in my previous report, the book debts were assigned to GE in accordance with a book debt factoring agreement. As at the date of our appointment, the sales ledger balance was £286,948 and GE were owed approximately £126,000, subject to accruing interest and charges. GE have collected £130,417 and their liability has been settled in full.
- 3.6 A surplus of £7,432 from debtor recoveries has been paid to the Company by GE.
- 3.7 I have appointed MCR Receivables Management Limited ("MCR-RM"), a company associated with this firm, to collect the remaining book debts. To date, £24,526 has been collected. The remaining balance has been written off due to bad or irrecoverable debts
- 3.8 Book debts of £298 were received in error and were refunded to Martells Limited

Joint Administrators' Receipts and Payments Account

- 3.9 A receipts and payments account for the period from 4 September 2009 to 3 March 2010 and for the cumulative period of the Administration to date is shown at Appendix 2, the contents of which are self explanatory

4. JOINT ADMINISTRATORS' REMUNERATION

- 4.1 In accordance with Rule 2 106(5A) of the Rules, the Joint Administrators' remuneration was approved by the secured creditors. Our remuneration is fixed by reference to the time properly given by us and our staff in attending to matters arising in the Administration.
- 4.2 Our time costs for the period 4 March 2009 up to and including 26 February 2010 total £74,154. A schedule of these time costs is set out at Appendix 3. Remuneration of £24,061 has been drawn to date. The balance of our unbilled time costs will be written off
- 4.3 Category 1 disbursements total £900. These have been settled in full.
- 4.4 Category 2 disbursements total £7,909. These relate to debt collection fees incurred and paid to MCR-RM.

5. DIVIDEND PROSPECTS / PRESCRIBED PART

Secured Creditors

- 5.1 In consideration for the monies advanced under a loan and overdraft facility, the Company granted HSBC a first ranking debenture, which confers fixed and floating charges over all of the assets of the Company, specifically including the freehold property referred to in paragraph 3.3 above
- 5.2 At the date of our appointment, the Company's indebtedness to HSBC was approximately £224,000, subject to accruing interest and charges.
- 5.3 As detailed at Paragraph 3.4 of this report, a distribution of £141,000 has been paid to HSBC from net proceeds of the sale of the property.
- 5.4 There are insufficient realisations to enable any further distributions to HSBC and therefore HSBC will suffer a shortfall of approximately £83,000.

GE

- 5.5 As referred to at Paragraphs 3.2 and 3.5 above, the Company granted a second fixed and floating charge to GE as security in respect of the book debt factoring agreement and a chattel mortgage over certain plant and machinery. As previously reported, the Company's book debts were assigned to GE under this agreement
- 5.6 As mentioned in paragraph 3.2, a distribution totalling £32,268 has been paid to GE under the chattel mortgage
- 5.7 GE have now been paid in full from book debt realisations.

Preferential Creditors

- 5.8 The Redundancy Payments Office has submitted a preferential claim totalling £19,715 in respect of payments made to the Company's former employees
- 5.9 There were insufficient realisations to pay a dividend to the preferential creditors.

Prescribed Part

- 5.10 Pursuant to Section 176A of the Act, where a floating charge is created after 15 September 2003, a Prescribed Part of a company's net property shall be made available to non-preferential creditors
- 5.11 The Prescribed Part is calculated as a percentage of net property, as follows:-
- | | |
|-----------------------------------|--|
| Net property less than £10,000 | 50% unless costs exceed the benefit of a distribution |
| Net property greater than £10,000 | 50% up to £10,000 plus 20% thereafter to a maximum of £600,000 |
- 5.12 The maximum value of the ring-fenced proportion of the funds, known as the "Prescribed Part", is £600,000

- 5.13 Although the security was created post 15 September 2003, there are insufficient net realisations to enable a distribution from the Prescribed Part.

Non Preferential Creditors

- 5.14 According to the Company's books and records, non-preferential creditors total £595,013. The non-preferential creditors can be summarised as follows:

	£
Trade & Expense Creditors	320,563
HM Revenue & Customs: PAYE, VAT and Corporation Tax	144,064
The National Insurance Fund	130,386
Total	595,013

- 5.15 A dividend will not be made to non-preferential creditors in this case.

6. JOINT ADMINISTRATORS' PROPOSALS

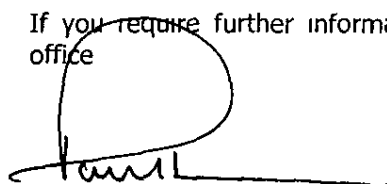
- 6.1 You will recall from my previous report that, pursuant to Paragraph 52(1) of Schedule B1 to the Act, a creditors' meeting was not required to be held as there are insufficient assets to enable a distribution to non-preferential creditors. In accordance with Rule 2.33(5) of the Rules, my proposals were deemed to have been approved by creditors, as no meeting was requested.
- 6.2 The Proposals were therefore deemed approved on 5 May 2009.

7. END OF ADMINISTRATION

- 7.1 In accordance with my proposals, I will now be giving notice to the Registrar of Companies to the effect that the Company has no property which might permit a distribution to non-preferential creditors, at which stage the Administration will be brought to an end
- 7.2 The Company will be dissolved within three months following the registration of the notice at Companies House

8. OTHER MATTERS

- 8.1 If you require further information or assistance, please contact Matthew Mahoney of this office



Paul Williams
Joint Administrator

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

APPENDIX 1

STATUTORY INFORMATION



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STATUTORY INFORMATION

Date of incorporation	16 July 1976	
Registered number	01269137	
Company directors	Martin Gibson and Ian Boxer	
Company secretary	Ian Boxer	
Shareholder	Martell Holdings Limited	
Head office	Hopes Lane Ramsgate Kent CT12 6UW	
Registered Office	Current	Formerly
	43-45 Portman Square London W1H 6LY	Roper Yard Roper Road Ramsgate, Kent CT2 7EX
Any other trading names	None	

APPENDIX 2
RECEIPTS AND PAYMENTS ACCOUNT



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Martell Press Limited
(In Administration)
Joint Administrators' Abstract of Receipts & Payments

Statement of Affairs		From 04/09/2009 To 03/03/2010	From 04/03/2009 To 03/03/2010
	SECURED-ASSETS		
125,000 00	Freehold land & property	<u>NIL</u>	<u>145,000 00</u>
		NIL	145,000 00
	COSTS OF REALISATION		
	Joint Administrators' remuneration	NIL	2,500 00
	Fixed charged legal fees	<u>NIL</u>	<u>1,500 00</u>
		NIL	(4,000 00)
	SECURED CREDITORS		
(224,100 00)	HSBC Bank plc	<u>NIL</u>	<u>(141,000 00)</u>
		NIL	(141,000 00)
	HIRE PURCHASE		
34,500 00	Plant and Machinery	NIL	45,000 00
(32,227 00)	GE Commercial Finance Limited	<u>NIL</u>	<u>(32,268 15)</u>
		NIL	12,731 85
	ASSET REALISATIONS		
27,220 00	Furniture & Equipment	NIL	NIL
1,000 00	Stock	NIL	500 00
	Debtors	16,505 13	24,526 20
	Debtor surplus - GE	7,432 98	7,432 98
	Cash at bank	NIL	27 60
	Floating account bank interest gross	<u>1 06</u>	<u>1 06</u>
		23,939 17	32,487 84
	COST OF REALISATIONS		
	Payment to Martells Limited of funds received in error	298 37	298 37
	Debt Collection Fee	7,909 39	7,909 39
	Legal Disbursements	4 95	4 95
	Joint Administrators' remuneration	21,560 71	21,560 71
	Joint Administrators' disbursements	900 44	900 44
	Agent's/Valuer's Fees	NIL	5,733 62
	Legal Fees	364 00	5,401 00
	Menzies re tax advice	550 00	550 00
	Stationery & Postage	NIL	120 32
	Employee consultant services	NIL	1,220 00
	Storage Costs	493 50	814 63
	Other Property Expenses	148 55	148 55
	Insurance of Assets	NIL	491 98
	Floating account bank charges	<u>57 48</u>	<u>65 73</u>
		(32,287 39)	(45,219 69)
	PREFERENTIAL CREDITORS		
(20,000 00)	Employee Arrears/Hol Pay	<u>NIL</u>	<u>NIL</u>
		NIL	NIL
	FLOATING CHARGE CREDITORS		
(1 00)	Floating Charge Creditor	<u>NIL</u>	<u>NIL</u>
		NIL	NIL
	UNSECURED CREDITORS		
(50,000 00)	Trade & Expense Creditors	NIL	NIL
(50,000 00)	Employees	NIL	NIL
(150,000 00)	Directors	NIL	NIL
(60,000 00)	HM Revenue & Customs	NIL	NIL
		<u>NIL</u>	<u>NIL</u>
		NIL	NIL
		<u>(8,348.22)</u>	<u>NIL</u>

APPENDIX 3
SCHEDULE OF JOINT ADMINISTRATORS' TIME COSTS



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MARTELL PRESS LIMITED (In Administration)

Analysis of Joint Administrators' time costs for the period 4 March 2009 to 28 February 2010

Classification of Work Function	Hours					Total Hours	Time Cost £	Av hourly Rate £
	Partner	Manager	Senior	Assistant	Support			
Administration and Planning								
Strategy planning & control	8 60	18 00	21 40	98 70		146 70	22,397 00	152 67
General correspondence	1 30	0 70	10 70	26 10		38 80	5,394 00	139 02
Cashiering & accounting	0 70	2 90	5 10	17 40		26 10	4,576 50	175 34
Statutory matters (Meetings, Reports and Notices)		4 90	7 20	5 10		17 20	3,697 50	214 97
General admin		1 10	3 50	17 70		22 30	2,679 50	120 16
Proposals		1 60	2 40	12 40		16 40	2,052 00	125 12
IPS set up & maintenance		0 80		0 80		1 60	312 00	195 00
Statement of affairs	0 20			1 70		1 90	243 00	127 89
Financial review				0 30		0 30	27 00	90 00
Meetings				0 20		0 20	18 00	90 00
Investigations								
CDDA, reports & Communication	0 10	1 80	2 60	9 40		13 90	1,964 00	141 29
Realisation of Assets								
Sale of business	5 70	11 00	20 90	3 80		41 40	9,945 00	240 22
Book debts		15 60	19 00	2 90		37 50	9,150 00	244 00
Fixed charge assets	2 60	2 60	2 30			7 50	2,244 00	299 20
Floating charge assets		1 90				1 90	541 50	285 00
Trading								
Retention of title		0 50	4 40	2 60		7 50	1,256 50	167 53
Trading - Operations	0 10					0 10	45 00	450 00
Creditors								
Unsecured creditors		3 20	2 40	25 10		30 70	3,757 50	122 39
Employee matters	0 10	1 20	1 00	17 20		19 50	2,155 00	110 51
Secured Creditors	0 10	0 30	2 20	0 60		3 20	624 50	195 16
Preferential creditors		0 10	0 20			0 30	76 50	255 00
Case Specific Matters								
Closings		1 70	1 00	2 10		4 80	998 00	207 92
Total Hours	19 50	69 90	106 30	244 10	0 00	439 80		168 61
Total Fees Claimed (£)	7,899 50	20,333 00	23,206 00	22,715 50	0 00		74,154 00	

Category 1

Disbursements:

Classification of Work	£
Travel & Subsistence	345 94
Bordereau	314 00
Statutory Advertising	147 85
Storage costs	30 77
HM Land Registry charges	26 00
Mail redirection	24 90
Company search	6 00
Bank charges	4.98
Total	900.44

APPENDIX 4

FORM 2.35B – NOTICE OF MOVE TO DISSOLUTION

The Insolvency Act 1986
**Notice of move from administration to
dissolution**

2.35B

Name of Company Martell Press Limited	Company number 01269137
In the High Court of Justice, Chancery Division, Manchester District Registry. (full name of court)	For court use only 723 of 2009

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

We (a) Philip Francis Duffy and Paul David Williams of
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43-45 Portman Square
London
W1H 6LY

(b) Insert name and address of
the registered office of company

having been appointed Joint Administrator(s) of (b) Martell Press Limited
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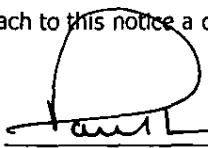
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On (c) 4 March 2009 by (d) GE Commercial Finance Limited, the holder of a
Qualifying Floating Charge

(d) Insert name of appointor

hereby give notice that the provisions of Paragraph 84(1) of Schedule B1 to the Insolvency Act
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Joint Administrator
Dated 3 March 2009

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