

2.24B

The Insolvency Act 1986

Administrator's progress report

Name of Company
Editworks 2000 Limited

Company number
04069938

In the Birmingham District Registry (full name of court)
--

Court case number
8367 of 2012

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

I/We (a)
Neil Charles Money
CBA
39 Castle Street
Leicester
LE1 5WN

Sonia Louise Statham
CBA
39 Castle Street
Leicester
LE1 5WN

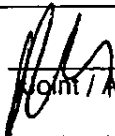
administrator(s) of the above company attach a progress report for the period

(b) Insert date

From
(b) 26 July 2013

To
(b) 25 January 2013

Signed



Joint / Administrator(s)

Dated

7 March 2013

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

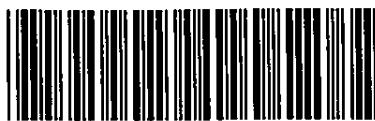
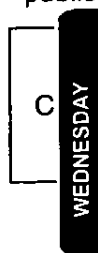
The contact information that you give will be visible to searchers of the public record

Neil Charles Money
CBA
39 Castle Street
Leicester
LE1 5WN

DX Number

0116 262 6804
DX Exchange

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



A34 13/03/2013 #283
COMPANIES HOUSE

**Editworks 2000 Limited
(IN ADMINISTRATION)**

**JOINT ADMINISTRATORS PROGRESS REPORT
PURSUANT TO RULE 2.47 OF THE INSOLVENCY
RULES 1986 (AS AMENDED)**

**BIRMINGHAM DISTRICT REGISTRY
COURT NO: 8367 OF 2012**

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APPENDICES

Appendix 1 – Receipts and Payments Account

Appendix 2 – Analysis of Joint Administrator's Time Costs

The Joint Administrator's of Editworks 2000 Limited ("the Company") make the following statement in discharge of the obligations upon them contained in Rule 2.47 of the Insolvency Rules 1986 (as amended) ("the Rules")

1. Statutory Information

- 1.1 Company Name Editworks 2000 Limited
- 1.2 Registered Number 04069938
- 1.3 Registered Office
- | | |
|------------------|-------------------------|
| Now: | Formerly: |
| CBA | 77- 79 Charlotte Street |
| 39 Castle Street | London |
| Leicester | W1T 4PW |
- 1.4 Joint Administrators Neil Charles Money and Sonia Louise Statham both of CBA, 39 Castle Street, Leicester, LE1 5WN
- 1.5 The Joint Administrators are jointly and severally responsible for each and all roles imposed in administering the affairs of the company during their term of office.
- 1.6 The Joint Administrators were appointed by Director on 26 July 2012.

2 Receipts and Payments Account

A summary of our Receipts and Payments Account to 25 January 2013 is attached at Appendix 1 for your information.

3 Realisation of Assets

Book Debt Surplus

EW Finance Co Limited, the Chargeholder, collected the Company's outstanding book debts. The Joint Administrators have been advised that their outstanding debt has been satisfied. To date, EW Finance Co Limited has forwarded the sum of £67,630 as a surplus with no further realisations anticipated in this respect.

Plant and Machinery

The Company's assets which included editing and office equipment were valued on a restricted sale basis with a combined figure of £120,000 by agents Britten & Co, Consultant Valuers and Auctioneers.

There were several interested parties who appeared to be interested in the equipment, an offer was received prior to appointment for the sum of £120,050 subject to a rental agreement with the landlord. This offer was later withdrawn due to concerns within the market place.

An offer was then received on 6 August 2012 from BBC Studios and Post Production for the sum of £60,000 for all assets with the exception of a sound desk, on the understanding that an agreement could be reached with the landlord.

After protracted negotiations with BBC Studios and Post Production and the landlord, the sum of £75,000 plus VAT for the assets was agreed. Due to timing, the anticipated removal and auction costs, the Joint Administrators felt it was in the best interests of creditors to agree to the sale rather than continuing negotiations.

In accordance with the Statement of Insolvency Practice 13 ('SIP13'), I am required to report to creditors the details of any asset sale by the Administrators to connected parties. I confirm therefore that the assets were sold to the unconnected third party, BBC Studios and Post Production, on 17 October 2012 for the sum of £75,000 plus VAT. As at the progress reporting date, £20,000 had been received in respect of the sale with the instructed agents holding the balance of £55,000.

Soundboard

The Company held a sound desk, which has valued by agents Britten & Co for the sum of £10,000 on a forced sale basis and has been removed from the Company's former trading premises. The instructed agents are marketing the item for sale.

Cash at Bank

Barclays Bank Plc have forwarded the sum of £8,827 52 in respect of cash held in the Company's bank account

Rates Refund

A rates refund of £9,587 40 has been received from London Borough of Camden in respect of business rates paid by the Company

4 Creditors Claims and Dividend Prospects

Secured Creditors

E.W Finance Co Limited held a fixed and floating charge in the form of a debenture created on 16 March 2012 and registered on 30 March 2012.

The charge was in relation to the Company's book debts, which were being collected by EW Finance Co Limited. The debts were continued to be collected and a surplus of £7,630.29 has been received.

The 'Prescribed Part' provisions of Section 176A of the Insolvency Act do not apply to this case as the relevant floating charge has been satisfied.

Preferential Creditors

Crown preference in relation to VAT and PAYE was abolished in 2003 and consequently in the majority of cases preferential creditors relate to certain liabilities in respect of wages, holiday pay and pension contributions due.

You will recall from the Statement of Affairs as at 26 July 2012 that it was estimated that preferential claims would total £8,900.11 in respect wages and holiday pay owed to former employees. A claim in the sum of £4,244.73 has been received from the Insolvency Service.

Unsecured Non-Preferential Creditors

As per the Statement of Affairs it was estimated that unsecured creditors would total £200,322.62.

To date claims totalling £84,099.84 have been received from unsecured creditors.

The creditors' claims have not yet been formally agreed as the amounts and timing of any dividend are uncertain at this stage.

5 Administration Expenses

Your attention is drawn to the provisions of Rule 2.48A (1) of the Insolvency Rules 1986 (as amended) which states that a secured creditor, or an unsecured creditor with the concurrence of at least 5% in value of the unsecured creditors, or any unsecured creditor with the permission of the Court, may make a request in writing to the liquidator for further information about remuneration or expenses (other than pre-administration costs) set out in this progress report. Any such request must be made within 21 days of receipt of this report.

Your attention is also drawn to the provisions of Rule 2.109 of the Insolvency Rules 1986, (Creditors' claim that remuneration is or other expenses are excessive).

Expenses paid to date are as detailed on the attached receipts and payments account, with any further sums incurred detailed below, and comprise the following:

Specific Bond

Every insolvency practitioner in every case is required by law to take out a specific bond which will reimburse the estate in the event of fraudulent activity by the office holder. Bonds are renewed on an annual basis, and we are bonded for the sum of £250,000.

Joint Administrators' Remuneration and Disbursements

Creditors authorised the Joint Administrators to draw remuneration by reference to the time properly given by the Joint Administrators and their staff in attending to matters arising in the administration. A schedule analysing the time spent on this case is attached, together with the associated time cost and the fees drawn to date.

Agents / Valuers Fees

Britten & Co Consultant auctioneers and valuers have been retained to dispose of the company's tangible assets on a time costs basis

Legal Fees

Shakespeare's solicitors have been retained on a time costs basis to advise the Joint Administrators in respect of preparing and filing the appointment documents for the appointment of the Joint Administrators. Along with preparing the appropriate documents in connection with the sale of the Company's assets. It is unlikely that further costs may arise in this regard.

Book Debt Collection Fees

The sum of £6,200 was deducted by EW Finance Co Limited in respect of their collection fee whilst collecting the debts.

Clearance Costs

The sum of £250 was spent in relation to clearing the Company's former trading premises as requested by the landlord in order to facilitate the sale of the Company's assets

Security Expenses

Due to the type of equipment on the Company's former trading premises 24 hour security was required, along with the electronic security system already in place to ensure the safety of the assets. No further costs are anticipated in this respect

Accountancy Fees

A former employee was retained in order for the Joint Administrators to obtain employee, creditor and book debt information and paid on a time costs basis.

Storage Costs

The Company's books and records have been collected as required but are not stored at CBA's offices due to space limitations. They are held by external storage agents and the costs attributable to this service are reflected. The initial cost paid also takes in to account the required storage period once the liquidation is concluded and the cost of secure destruction of the records at the appropriate time.

Statutory Advertising

Statutory advertisements have been placed in the London Gazette as required.

6 Other Matters and Future Action


I am required by law to report on the conduct of the directors to the Insolvency Service. The content of my report is confidential and may not be disclosed but I can confirm that the report has been submitted as required

I have also conducted my statutory investigations in to the Company's affairs. My investigations have not revealed any non-disclosed assets or challengeable antecedent transactions.

Once the remaining assets have been realised and preferential claims have been agreed it is anticipated that there will be a distribution to unsecured creditors. The Joint Administrators will therefore move the Company into Creditors' Voluntary Liquidation in accordance with Paragraph 83 of the Schedule to the Act, as stated in the proposals.

If you should have any queries, please contact Jodie Robinson at this office.

Dated this 7 March 2013



Neil Money
Joint Administrator
Editworks 2000 Limited

In accordance with Paragraph 45 of Schedule B1 to the Insolvency Act 1986 ("the Act") notice is hereby given that the affairs, business and property of the Company (in administration) are being managed by the Joint Administrators, Neil Charles Money and Sonia Louise Statham, and in accordance with Paragraph 69 of Schedule B1 to the Act, the Administrators act as agents of the Company and without personal liability

Editworks 2000 Limited
(In Administration)
Joint Administrators' Trading Account

Statement of Affairs	From 26/07/2012 To 25/01/2013	From 26/07/2012 To 25/01/2013
TRADING EXPENDITURE		
Heat & Light	53 42	53 42
Insurance	933 67	933 67
	<u>(987 09)</u>	<u>(987 09)</u>
TRADING SURPLUS/(DEFICIT)	<u>(987.09)</u>	<u>(987.09)</u>

Editworks 2000 Limited
(In Administration)
Joint Administrators' Abstract of Receipts & Payments

Statement of Affairs		From 26/07/2012 To 25/01/2013	From 26/07/2012 To 25/01/2013
48,300 47	SECURED ASSETS Book Debt Surplus	67,630 29 67,630 29	67,630 29 67,630 29
NIL	ASSET REALISATIONS		
120,000 00	Leasehold Property	NIL	NIL
10,000 00	Plant & Machinery	75,000 00	75,000 00
	Soundboard	NIL	NIL
	Motor Vehicles	NIL	NIL
	Stock	NIL	NIL
8,786 78	Cash at Bank	8,827 52	8,827 52
478 58	Petty Cash	NIL	NIL
	Trading Surplus/(Deficit)	(987 09)	(987 09)
	Rates Refund	9,587 40	9,587 40
		92,427 83	92,427 83
	COST OF REALISATIONS		
	Specific Bond	420 00	420 00
	Office Holders Fees	29,000 00	29,000 00
	Office Holders Expenses	998 80	998 80
	Company Search	9 00	9 00
	Agents/Valuers Fees	NIL	NIL
	Legal Fees	5,917 00	5,917 00
	Book Debt Collection Fees	6,200 09	6,200 09
	Clearance Costs	250 00	250 00
	Stationery & Postage	341 60	341 60
	Statutory Advertising	127 00	127 00
	Security Expenses	33,720 41	33,720 41
	Accountancy Fees	1,500 00	1,500 00
		(78,483 90)	(78,483 90)
(4,255 70)	PREFERENTIAL CREDITORS		
(4,644 41)	Department of Employment	NIL	NIL
	Employees	NIL	NIL
		NIL	NIL
(193,877 64)	UNSECURED CREDITORS		
(156,216 95)	Trade & Expense Creditors	NIL	NIL
(41,283 14)	Department of Employment	NIL	NIL
(390,557 08)	Employees	NIL	NIL
(115,860 53)	Editworks Scoland Limited	NIL	NIL
(181,876 33)	HM Revenue & Customs - PAYE & NI	NIL	NIL
(120,650 95)	HM Revenue & Customs - VAT	NIL	NIL
	HM Revenue & Customs - CVA	NIL	NIL
		NIL	NIL
(255,000 00)	DISTRIBUTIONS		
	Ordinary Shareholders	NIL	NIL
		NIL	NIL
(1,276,656.90)		81,574.22	81,574.22

REPRESENTED BY

VAT Receivable	2,819 78
Bank 2 - Current	23,754 44
Funds Held by Agents	55,000 00
	<hr/>
	81,574.22
	<hr/>

APPENDIX 2

ANALYSIS OF JOINT ADMINISTRATOR'S TIME COSTS

Office Holders Remuneration

All staff, including support staff, are charged directly to cases for the time spent on that case at the hourly rates detailed below. Charge out rates and staff grades are reviewed periodically and may change during the course of the administration. Time is charged in 6 minute units.

Grade of Staff	Charge Out
	Rate per Hour (£)
Licensed Insolvency Practitioner	315
Senior Manager	255
Manager	210
Senior Administrator	180
Administrator	150
Support Staff	90

You are advised that a guide to Administrators fees is available for download, without charge, from <http://www.insolvency-practitioners.org.uk/page.aspx?pageID=104>. If you require a paper copy of this guide please contact this office and a copy will be sent to you free of charge.

Office Holders Expenses and Disbursements

Statement of Insolvency Practice 9 ("SIP9"), requires that the office holder provide a statement of the office-holder's policy in relation to recharges of disbursements. SIP9 defines disbursements as either Category 1 or Category 2 disbursements

Category 1 disbursements will generally comprise external supplies of incidental services specifically identifiable to the case, typically for items such as postage, case advertising, invoiced travel and properly reimbursed expenses incurred by personnel in connection with the case. Also included will be services specific to the case where these cannot practically be provided internally such as printing, room hire and document storage

Category 2 disbursements will generally comprise costs which, whilst being in the nature of expenses or disbursements, include elements of shared or allocated costs.

Category 1 disbursements are recoverable without approval, and it is the policy of CBA to recover Category 1 disbursements when they are incurred and when funds permit. CBA do not charge any Category 2 disbursements.

The Category 1 disbursements incurred by and reimbursed to CBA are detailed below

	Incurred by CBA	Reimbursed to CBA
	£	£
Advertising	63 50	63.50
Specific bond	420 00	420 00
Company search	9 00	9 00
Postage	341 60	341.60
Travel costs	998 80	998 80
Total	1,832.90	1,832.90

Time Entry - SIP9 Time & Cost Summary

002034 - Editworks 2000 Limited
Project Code POST
From 26/07/2012 To 25/01/2013

Classification of Work Function	Partner	Manager	Other Senior Professionals	Assistants & Support Staff	Total Hours	Time Cost (£)	Average Hourly Rate (£)
Case Progression	26.50	4.00	20.90	1.70	53.10	13,282.50	250.14
Creditors	0.00	0.00	37.90	0.00	37.90	6,663.00	175.80
Investigations	0.50	0.00	0.30	0.00	0.80	211.50	264.38
Realisation of Assets	15.50	0.00	5.60	0.00	21.10	5,887.50	279.03
Statutory	5.00	0.30	9.90	0.00	15.20	3,433.50	225.89
Trading	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Total Hours	47.50	4.30	74.60	1.70	128.10	29,478.00	230.12
Total Fees Claimed						29,000.00	
Total Disbursements Claimed						1,832.90	

Time Entry - SIP9 Time & Cost Summary

Category 2 Disbursements

002034 - Editworks 2000 Limited
Project Code POST
From 26/07/2012 To 25/01/2013

Other amounts paid or payable to the office holders firm or to party in which the office holder or his firm or any associate has an interest

Transaction Date	Type and Purpose	Amount
07/08/2012	NM Exes 17 07 12	105 75
07/08/2012	NM Exes 23 07 12	105 75
07/08/2012	NM Exes 10 07 12	90 00
05/11/2012	NM Exes 19 10 12	90 00
Total		391.50