

**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 2012	To (b) 20 May 2013
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Signed

Joint / Administrator(s)

Dated

20 May 2013

**Contact Details:**

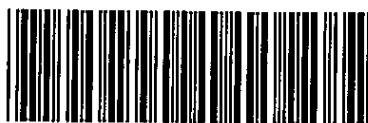
You do not have to give any contact information in the box opposite but if you do, it will help Companies House to contact you if there is a query on the form

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



A25

\*A28VJJUF\*

21/05/2013

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COMPANIES HOUSE

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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**

TUESDAY

**Editworks 2000 Limited**  
**(IN ADMINISTRATION)**

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

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**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:<br>CBA<br>39 Castle Street<br>Leicester<br>LE1 5WN  | Formerly:<br>77- 79 Charlotte Street<br>London<br>W1T 4PW |
| 1.4 | Joint Administrators   | Neil Charles Money and Sonia Louise Statham both of<br>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 the Company's Directors on 26 July 2012.  |  |   |

## **2 Receipts and Payments Account**

A summary of our Receipts and Payments Account to 20 May 2013 is attached at Appendix 1 for your information

## **3 Realisation of Assets**

### **Book Debt Surplus**

EW Finance Co Limited factored the Company's book debts and held a charge dated 30 March 2012, collected the Company's outstanding book debts. The Joint Administrators have been advised that there is no further liability and have received the sum of £67,630 as a surplus. No further realisations are anticipated in this respect.

### **Plant and Machinery**

The Company's assets 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 sale of the assets was completed to the unconnected third party, BBC Studios and Post Production, on 17 October 2012 for the sum of £75,000 plus VAT. All sums have been received in this respect.

#### **Soundboard**

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

#### **Cash at Bank**

Barclays Bank Plc has 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 Dividends**

#### **Secured Creditors**

Barclays Bank Plc held a fixed and floating charge in the form of an all assets debenture created on 28 June 2002 and registered on 3 July 2002. The bank have confirmed that there is no outstanding liability and forwarded a credit balance of £9,587.40.

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 E.W Finance Co Limited. The debts have now been collected and a surplus of £67,630.29 has been received.

The charge held by E.W Finance Limited has therefore been satisfied.

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. On review of the payments made to employees, no further preferential claims are to be made.

A dividend of 100p/£ was distributed to preferential creditors on 12 April 2013. No further payments are anticipated in this respect.

### **Unsecured Non-Preferential Creditors**

As per the Statement of Affairs it was estimated that unsecured creditors would total £1,200,322.62. To date claims totalling £894,099.84 have been received from unsecured creditors

It is anticipated that a dividend will be paid to unsecured creditors by the Liquidator in due course. It would appear that proof of claims have not yet been received from all creditors.

I should be grateful, if you have not already done so, for you to complete and return the attached Proof of Debt Form, along with a statement of your claim at your earliest convenience.

Should proof of your debt not be lodged, you may be excluded from any potential dividend.

## **5 Other Matters and Future Action**


The Administration is now complete and upon registration of Form 2 34B at Companies House the Company will enter Creditor's Voluntary Liquidation. The Joint Administrator, Neil Charles Money, will become the Liquidator

The Liquidator will realise the remaining asset of the sound desk and distribute any remaining funds to unsecured creditors

## 6 Joint Administrators Remuneration

- 6.1 Creditors originally resolved that the Joint Administrators be remunerated in accordance with the time properly spent by them and their staff in attending to matters arising from the Administration, and that they be entitled to draw their remuneration on account.
- 6.2 A detailed analysis of the time spent in dealing with this case is attached at Appendix 2.

Dated this 20 May 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 20/05/2013	From 26/07/2012 To 20/05/2013
TRADING EXPENDITURE		
Heat & Light	62 88	62 88
Insurance	933 67	933 67
	<u>(996 55)</u>	<u>(996 55)</u>
 <b>TRADING SURPLUS/(DEFICIT)</b>	 <u><b>(996.55)</b></u>	 <u><b>(996.55)</b></u>

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

Statement of Affairs		From 26/07/2012 To 20/05/2013	From 26/07/2012 To 20/05/2013
	<b>SECURED ASSETS</b>		
48,300 47	Book Debt Surplus	<u>67,630 29</u> 67,630 29	<u>67,630 29</u> 67,630 29
	<b>HIRE PURCHASE</b>		
	GE Capital Equipment Finance	<u>5,606 00</u> (5,606 00)	<u>5,606 00</u> (5,606 00)
	<b>ASSET REALISATIONS</b>		
NIL	Leasehold Property	NIL	NIL
120,000 00	Plant & Machinery	75,000 00	75,000 00
10,000 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)	(996 55)	(996 55)
	Rates Refund	<u>9,587 40</u>	<u>9,587 40</u>
		92,418 37	92,418 37
	<b>COST OF REALISATIONS</b>		
	Specific Bond	420 00	420 00
	Office Holders Fees	32,000 00	32,000 00
	Office Holders Expenses	998 80	998 80
	Company Search	9 00	9 00
	Agents/Valuers Fees	26,755 50	26,755 50
	Agents/Valuers Disbursements	1,595 00	1,595 00
	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	425 20	425 20
	Statutory Advertising	127 00	127 00
	Security Expenses	57,840 41	57,840 41
	Accountancy Fees	<u>1,500 00</u>	<u>1,500 00</u>
		(134,038 00)	(134,038 00)
	<b>PREFERENTIAL CREDITORS</b>		
(4,255 70)	Department of Employment	4,244 73	4,244 73
(4,644 41)	Employees	<u>NIL</u>	<u>NIL</u>
		(4,244 73)	(4,244 73)
	<b>UNSECURED CREDITORS</b>		
(193,877 64)	Trade & Expense Creditors	NIL	NIL
(156,216 95)	Department of Employment	NIL	NIL
(41,283 14)	Employees	NIL	NIL
(390,557 08)	Editworks Scoland Limited	NIL	NIL
(115,860 53)	HM Revenue & Customs - PAYE & NI	NIL	NIL
(181,876 33)	HM Revenue & Customs - VAT	NIL	NIL
(120,650 95)	HM Revenue & Customs - CVA	<u>NIL</u>	<u>NIL</u>
		NIL	NIL
	<b>DISTRIBUTIONS</b>		
(255,000 00)	Ordinary Shareholders	NIL	NIL



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

Statement of Affairs	From 26/07/2012 To 20/05/2013	From 26/07/2012 To 20/05/2013
	NIL	NIL
<b>(1,276,656.90)</b>	<b>16,159.93</b>	<b>16,159.93</b>
REPRESENTED BY		
VAT Receivable		15,035 55
Bank 2 - Current		16,124 38
VAT Payable		(15,000 00)
		<b>16,159.93</b>

## **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 Administrator's 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. 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	90 00
Postage Costs	425 20	425.20
Travel Costs	998.80	998 80
<b>Total</b>	<b>1,916.50</b>	<b>1,916.50</b>

# Time Entry - SIP9 Time & Cost Summary

002034 - Editworks 2000 Limited  
Project Code POST  
From 26/07/2012 To 20/05/2013

Classification of Work Function	Partner	Manager	Other Senior Professionals	Assistants & Support Staff	Total Hours	Time Cost (£)	Average Hourly Rate (£)
Case Progression	26 50	5 10	22 80	1 70	58 10	13 905 00	247 88
Creditors	0 00	0 00	45 70	0 00	45 70	8 087 00	176 52
Investigations	0 50	0 00	4 00	0 00	4 50	877 50	195 00
Realisation of Assets	15 50	0 00	5 60	0 00	21 10	5 897 50	279 03
Statutory	5 00	0 30	12 20	0 00	17 50	3 847 50	219 88
Trading	0 00	0 00	0 00	0 00	0 00	0 00	0 00
<b>Total Hours</b>	<b>47 50</b>	<b>5 40</b>	<b>90 30</b>	<b>1 70</b>	<b>144 90</b>	<b>32,594 50</b>	<b>224.88</b>
<b>Total Fees Claimed</b>						<b>32,000 00</b>	
<b>Total Disbursements Claimed</b>						<b>1,916 50</b>	

# Time Entry - SIP9 Time & Cost Summary

## Category 2 Disbursements

002034 - Editworks 2000 Limited  
Project Code POST  
From 26/07/2012 To 20/05/2013

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
07/09/2012	NM Exes 17 07 12	105 75
07/09/2012	NM Exes 23 07 12	105 75
07/09/2012	NM Exes 10 07 12	90 00
05/11/2012	NM Exes 19 10 12	90 00
Total		391.50