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**The Magazine People Limited  
In Compulsory Liquidation**

**Joint Liquidators' annual progress report to members and creditors  
for the year ending 30 January 2014**

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## **1 Introduction**

This report provides an update on the progress of the liquidation during the period and should be read in conjunction with my previous reports

As previously advised, following a High Court Order dated 15 August 2011, James Bradney and David Thorniley were removed as Joint Administrators of the company and I, Stephen Hunt and Timothy Bramston of Griffins were appointed Joint Administrators

Timothy Bramston and I were appointed Joint Liquidators by the Order of the High Court dated 31 January 2012 following the termination of the administration

Additional information as required pursuant to Rule 4.49B of the Insolvency Rules 1986 is attached at Appendix A

## **2 Receipts and payments accounts**

An account of my receipts and payments for the period 31 January 2013 to 30 January 2014 is at Appendix B, together with a cumulative account for the entire period of the liquidation and a comparison with the director's Statement of Affairs

## **3 Realisation of assets**

No assets have been realised during the period

## **4 Investigations**

My investigation into the affairs of the company, the conduct of the directors and the conduct of Mr James Bradney are ongoing and if appropriate my progress will be reported within my next report, or sooner if the administration of the liquidation is complete

## **5 Creditors**

### Secured creditors

The former administrators previously reported that Wessex Insurance Funding Limited ("Wessex") held a fixed and floating charge over the company's assets and have been repaid in full. I have written to Wessex to confirm their current position

### Preferential creditors

No preferential claims have been received in the liquidation to date and none are expected



### Unsecured creditors

The unsecured claims received to date amount to £308,250 52

If you have not already submitted your claim in the liquidation then please do so now I would, however, comment that I am currently unable to confirm whether unsecured creditors will receive a dividend

### **6 Joint Liquidators' remuneration**

The time recorded by Tim Bramston, myself and our staff the period 31 January 2013 to 30 January 2014 totals £8,983, which represents 30 75 hours at an average charge out rate of £292 13 per hour

The time recorded by the Tim Bramston, myself and our staff for the entire period of our appointment totals £43,494 51, which represents 132 75 hours at an average charge out rate of £327 64 per hour

The time spent on this case relates to the following matters

- Attending to correspondences and telephone calls with creditors
- Recording and acknowledging creditors' claims
- Investigating into the affairs of the company and the conduct of the former administrator
- Preparation and submission of statutory reports
- Obtaining bonding and completing bond reviews to enable the Liquidator to continue to act
- Updating the Insolvency Practitioners System
- Review and statutory compliance which includes submissions to Companies House

Attached at Appendix C are the Joint Liquidators' time analysis reports, which provide details of the activity costs incurred by staff grade to date, together with details of charge out rates

It was approved that the Joint Liquidators be remunerated on the basis of the time properly spent by the Joint Liquidator and their staff in dealing with the liquidation at the meeting of creditors held on 2 April 2012 No fees have been drawn to date

Further information regarding remuneration can be found in "A Creditors' Guide to Liquidators' Remuneration", which is available for download at <http://www.griffins.net/technical/> A hard copy can be provided upon request



## 7 Joint Liquidators' expenses

Disbursements have been incurred in accordance with the Statement of Insolvency Practice 9, these disbursements are defined by two categories Category 1 disbursements relate to direct expenses and Category 2 disbursements relate to indirect expenses Please note that it is Griffins' policy not to charge Category 2 disbursements

The table below sets out the disbursements incurred and paid in the period of this report

	Expenses incurred £	Expenses paid £	Expenses outstanding £
<b>Category 1 Disbursements</b>			
Records storage	3 96	0	3 96

## 8 Creditors' rights

Within 21 days of the receipt of this report, a secured creditor, or an unsecured creditor (with the concurrence of at least 5% in value of the unsecured creditors) may request in writing that the Liquidator provide further information about his remuneration or expenses which have been itemised in this progress report

Any secured creditor, or an unsecured creditor (with the concurrence of at least 10% in value of the unsecured creditors) may within 8 weeks of receipt of this progress report make an application to Court on the grounds that, in all circumstances, the basis fixed for the Joint Liquidators' remuneration, the remuneration charged or the expenses incurred by the Joint Liquidators as set out in this progress report are excessive

## 9 Next report

I will report again following the next anniversary of the liquidation, or sooner if the administration of the liquidation is complete

Yours faithfully

  
**Stephen Hunt**  
Joint Liquidator-

19 February 2014



**The Magazine People Limited  
In Compulsory Liquidation**

Statutory information



### **Company information**

Company name	The Magazine People Limited
Trading name	n/a
Company registration number	06350783
Nature of business	Artistic & Literary Creation
Registered office	Tavistock House South Tavistock Square London WC1H 9LG
Previous registered office.	Little Anwoth St Johns Road Crowborough TN6 1RW East Sussex
Trading address	1 <sup>st</sup> Floor 14b Chapel Place Tunbridge Wells TN1 1YQ

### **Joint Liquidators' details**

#### **Lead**

Name	Stephen Hunt
IP number	9183
Name of firm	Griffins
Firm's address	Tavistock House South Tavistock Square London WC1H 9LG

#### **Second**

Name	Timothy Bramston
IP number	8278
Name of firm	Griffins
Firm's address	Tavistock House South Tavistock Square, London WC1H 9LG



**The Magazine People Limited  
In Compulsory Liquidation**

Joint Liquidators' receipts and payments account for the period 31 January 2013 to 30  
January 2014, together with a cumulative account for the period of the liquidation





**The Magazine People Limited**  
**(In Liquidation)**  
**Joint Liquidators' Abstract of Receipts & Payments**

Statement of Affairs	From 31/01/2013 To 30/01/2014	From 31/01/2012 To 30/01/2014
<b>ASSET REALISATIONS</b>		
Handover from Administrator	NIL	903 63
Bank Interest Net of Tax	NIL	0 30
	<u>NIL</u>	<u>903 93</u>
<b>COST OF REALISATIONS</b>		
O R Remuneration	NIL	2,235 00
DTI Cheque Fees	NIL	1 15
Petitioners Deposit	NIL	(1,165 00)
Legal Fees from Administration	NIL	555 00
Storage Costs	3 96	7 92
Statutory Advertising	NIL	69 75
Bank Charges	88 00	168 00
	<u>(91 96)</u>	<u>(1,871 82)</u>
	<u><u>(91 96)</u></u>	<u><u>(967.89)</u></u>
<b>REPRESENTED BY</b>		
VAT Receivable		126 53
No 2 Account		(675 50)
ISA NIB		(418 92)
		<u><u>(967.89)</u></u>



Stephen Hunt  
Joint Liquidator

**The Magazine People Limited  
In Compulsory Liquidation**

Joint Liquidators' time analysis for the period 31 January 2013 to 30 January 2014 and for the entire period of our appointment, together with details of charge out rates, provided in accordance with the Statement of Insolvency Practice 9



# Time Entry - SIP9 Time & Cost Summary

MAGAZ02 - The Magazine People Limited  
From 31/01/2013 to 30/01/2014

Classification of Work Function	Partner	Manager	Other Senior Professionals	Assistants & Support Staff	Total Hours	Time Cost (£)	Average Hourly Rate (£)
Administration & Planning	0.08	0.33	2.50	21.17	24.08	6,675.07	277.17
Creditors	0.17	0.00	0.00	0.33	0.50	190.84	381.68
Investigations	0.00	0.00	5.00	0.50	5.50	1,871.28	340.23
Legal & Litigation	0.00	0.00	0.25	0.00	0.25	93.75	375.00
Realisations of Assets	0.00	0.00	0.42	0.00	0.42	152.08	364.99
Trading	0.00	0.00	0.00	0.00	0.00	0.00	0.00
<b>Total Hours</b>	<b>0.25</b>	<b>0.33</b>	<b>8.17</b>	<b>22.00</b>	<b>30.75</b>	<b>8,983.00</b>	<b>292.13</b>
<b>Total Fees Claimed</b>						<b>0.00</b>	
<b>Total Disbursements Claimed</b>						<b>0.00</b>	

# Time Entry - SIP9 Time & Cost Summary

MAGAZ02 - The Magazine People Limited  
From 31/01/2012 to 30/01/2014

Classification of Work Function	Partner	Manager	Other Senior Professionals	Assistants & Support Staff	Total Hours	Time Cost (£)	Average Hourly Rate (£)
Administration & Planning	0.33	5.67	2.83	35.33	44.17	12,348.52	279.61
Creditors	0.25	1.00	0.17	7.83	9.25	2,507.09	271.04
Investigations	0.00	0.92	65.42	5.50	71.83	26,500.41	368.92
Legal & Litigation	0.00	0.00	1.00	4.75	5.75	1,543.74	268.48
Realisations of Assets	0.00	0.00	1.50	0.00	1.50	531.25	354.17
Trading	0.00	0.00	0.00	0.25	0.25	82.50	250.00
<b>Total Hours</b>	<b>0.58</b>	<b>7.58</b>	<b>70.92</b>	<b>53.67</b>	<b>132.75</b>	<b>43,494.61</b>	<b>327.64</b>
<b>Total Fees Claimed</b>						<b>0.00</b>	
<b>Total Disbursements Claimed</b>						<b>0.00</b>	

## **GRIFFINS POLICY ON CHARGEOUT RATES AND DISBURSEMENTS**

### **SCHEDULE OF STANDARD CHARGEOUT RATES IN RESPECT OF GRIFFINS PARTNERS AND STAFF AS AT 1 OCTOBER 2013.**

In accordance with Statement of Insolvency Practice 9 "Remuneration of Insolvency Office Holders" the following hourly charge-out rates will be applied when fixing the Officeholders Remuneration

<b>Grade of staff</b>	<b>Hourly Rate</b>
Partners	£495 - £565
Managers	£300 - £400
Senior Investigators	£325 - £385
Administrators/Investigators	£200 - £310
Junior Administrators/Junior Investigators	£150 - £250
Support Staff	£70 - £220

The above rates are reviewed annually on 1 October

It is not our policy to charge for support staff (secretarial, filing, reception) unless such staff are working on an individual matter for more than 7 hours in which case the rate for an Administrator may be applied

Time is charged in minimum units of 5 minutes for all staff

### **DISBURSEMENTS**

This note applies where a licensed insolvency practitioner in the firm is acting as an office holder of an insolvent estate and seeks creditor approval to make a separate charge by way of expenses or disbursements to recover the cost of facilities provided by the firm. Best practice guidance<sup>1</sup> requires that such charges should be disclosed to those who are responsible for approving his remuneration, together with an explanation of how those charges are made up and the basis on which they are arrived at

### **DEFINITIONS**

Practice guidance<sup>1</sup> classifies expenses into two broad categories

- *Category 1 expenses (approval not required)* – specific expenditure that is directly related to a particular insolvency case, where the cost of the expense incurred is referable against an independent external suppliers' invoice or published tariff of charges, mileage is charged at the appropriate H M Revenue & Customs rate.
- *Category 2 expenses* Griffins' policy is not to charge for Category 2 disbursements

### **CHARGING POLICY**

- *Category 1 expenses (approval not required)* – all such items are re-charged to the case as they are incurred

## **GRIFFINS POLICY ON CHARGEOUT RATES AND DISBURSEMENTS**

1 - Statement of Insolvency Practice 9 (England and Wales)

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<b>Grade of staff</b>	<b>Hourly Rate</b>
Partners	£495 - £545
Managers	£300 - £395
Senior Investigators	£325 - £380
Administrators/Investigators	£200 - £300
Junior Administrators/Junior Investigators	£145 - £250
Support Staff	£70 - £180

The above rates are reviewed annually on 1 October

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