

**2.17B**

The Insolvency Act 1986

**Statement of administrator's proposals**

Name of Company LM Logistics Group Limited	Company number 07053810
In the High Court of Justice (full name of court)	Court case number 6426 of 2010

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

I/We (a)

Kenneth William Touhey  
Chantrey Vellacott DFK  
16/17 Boundary Road  
Hove  
East Sussex  
BN3 4AN

David John Oprey  
Chantrey Vellacott DFK  
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Lee Michael De'ath  
Chantrey Vellacott DFK  
Town Hall House  
Balkerne Hill  
Colchester, Essex  
CO3 3AD

\*Delete as applicable

attach a copy of ~~my~~our proposals in respect of the administration of the above company

A copy of these proposals was sent to all known creditors on

(b) 28 September 2010

Signed

  
 Joint / Administrator(s)

Dated

28/9/10

**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 researchers of the public record

David John Oprey  
Chantrey Vellacott DFK  
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DX Number 299

01273 421200  
DX Exchange  
London Chancery Lane

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

THURSDAY



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A09

30/09/2010

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COMPANIES HOUSE

**IN THE HIGH COURT  
CHANCERY DIVISION**

**No 6426 of 2010**

**IN THE MATTER OF  
L M LOGISTICS GROUP LIMITED  
(IN ADMINISTRATION)  
("THE COMPANY")**

**REPORT OF THE JOINT ADMINISTRATORS  
PURSUANT TO  
PARAGRAPH 49 SCHEDULE B1 OF THE INSOLVENCY ACT 1986**

**Chantrey Vellacott DFK LLP**

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**L M LOGISTICS GROUP LIMITED  
(In Administration)**

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28 September 2010

TO ALL KNOWN CREDITORS

Dear Sir or Madam

**LM Logistics Group Limited – In Administration (“LMG” or “the Company”)**

I refer to my letter of 17 August 2010 in which I advised creditors of the appointment of my partners, Lee Michael De'ath, Kenneth William Touhey, and I as Joint Administrators of the Company

In that letter, I indicated that we would write to you again setting out our proposals for achieving the purpose of the Administration. Therefore, pursuant to Paragraph 49 of Schedule B1 to the Insolvency Act 1986, I set out our proposals below

I enclose at Appendix 1, Form 2 17B giving notice of the proposals together with statutory information relating to the Company and details from the Company's management accounts

**1. Background**

LMG was incorporated on 22 October 2009 and commenced trading as a provider of haulage, freight forwarding and warehousing services. On 4 March 2010, it acquired the businesses and assets of the LM Logistics Limited and Syntex Logistics Limited, which were both subject to Administration Orders

The Joint Administrators of LM Logistics Limited and Syntex Logistics Limited were Lee Michael De'ath, Kevin Anthony Murphy and Kenneth William Touhey of this firm

LMG traded from two premises located at the docks in Felixstowe, namely Unit 5 Parker Avenue and Unit 6 Dooley Road

Funding for the Company was provided by Merchant Corporate Recovery Plc (“MCR”) by way of loans and by Close Invoice Financing Limited (“Close”) by way of invoice discounting services

Given that the Company only traded for a period of 5 months, there have been no statutory accounts filed at Companies House to record its financial performance

By reference to management accounts provided to my firm, and from information provided by the management of the Company, it appears that the Company was unable to generate profits during its period of trading and suffered cash flow difficulties, resulting in indebtedness to HM Revenue & Customs ("HMRC") in respect of unpaid VAT and PAYE/NIC and arrears in respect of rent

## **2. Events leading up to my appointment**

My firm was initially instructed to report to Close on the financial affairs of the Company in June 2010. This report was commissioned on the basis that Close was concerned about the financial position of the Company and in particular their on-going financial support.

After the report was issued it was agreed that the Company needed to obtain additional working capital to aid its cash flow.

It was as a result of the Company's inability to obtain this additional working capital that Close became concerned about potential recovery action from creditors against the Company. As a result of this concern, Close took the decision to appoint the Joint Administrators of the Company on 6 August 2010.

## **3. Objectives of the Administration**

The formal purpose of Administration is the achievement of one or more of the following hierarchical objectives -

- 1 Rescuing the Company as a going concern, or
- 2 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
- 3 Realising property in order to make a distribution to one or more secured creditors or preferential creditors

## **4. Immediate actions taken upon appointment (Week 1)**

My staff attended on site at 9am on Saturday 7 August 2010 to meet with the Directors of the Company and a representative of the third party company responsible for vehicle fleet management. The outcome of the meeting was the agreement of the following immediate strategy:

- A programme of immediate redundancies to reduce costs,
- Contact to be made with the landlords to seek their agreement on a close down strategy, should a sale of the business not be possible,
- The continuation of discussions for a sale of the business,
- The stabilisation of trading operations to allow time for discussion with prospective interested purchasers, and to provide continuity and protection of the value in the sales ledger (the major asset of the Company)

In order to allow the Company to continue to trade, Close agreed to provide funding to the Joint Administrators

On Monday, 9 August 2010 my team attended on site to commence the implementation of the proposed strategy

The employees of the Company were immediately spoken to in order to advise them of the current position. Where redundancies were possible to reduce costs, those staff were made redundant.

For those staff being retained, it was agreed the payroll would be run on 13 August 2010 for the weeks' wages up to that day. The rationale for this was to ensure the goodwill of the staff that were owed, in most cases, two weeks' wages and would not be prepared to work a further week in arrears. In the same vein, I agreed to advance funds to the salaried staff on a weekly basis, as these people had not been paid since the end of June.

During Monday it became clear that a duress creditor had decommissioned specialised top lift machines essential to load and unload containers from vehicles. The effect of this was to completely halt the container movement and warehouse side of the business.

Once this information became known by the Company's clients, the vast majority cancelled their orders in respect of container movements. As the day continued it became clear that the container haulage side of the business was no longer viable due to the loss of trust from clients, and there was only one confirmed delivery for the following day. It was therefore decided to wind down this operation in Felixstowe with the redundancy of the drivers by close of business on 9 August. The container division based in Southampton continued until 13 August 2010 as there was a possibility of a transfer of this operation to a third party. As these discussions proved fruitless, the Southampton staff were also made redundant.

By 13 August the workforce numbered 78 down from 117 at the commencement of the Administration.

In order to get the top lift machines operational it was necessary to agree to pay arrears of circa £25,000, in respect of the duress creditor, and an agreement was put in place where the arrears would be paid on a weekly basis.

It was also necessary to agree the payment of a duress haulage creditor who was holding a lien over the customers' stocks. After confirming the validity of the lien, a payment of £17,680 was made to ensure the release of stocks for customers, who had combined debts of over £300,000 owed to the Company.

Contact was made with prospective interested parties and information concerning the Company was provided to them.

Finally, contact was made with the respective landlords of the two sites used by the Company to advise them of the Administration.

**5. Subsequent actions taken during the Administration/sale of warehousing side of business**

In order to allow time for negotiations regarding a sale of the business, trading continued with the financial support of Close

During the week commencing 16 August 2010, I continued to liaise with the interested parties and it became clear, by the end of that week, that there were two parties who were most likely to take on aspects of the business. It was therefore decided to focus most effort with these companies

Based on these negotiations the following became clear

- That the interested parties were not interested in the haulage side of the business,
- That the parties were not interested in taking on the premises located at Unit 5, Parker Avenue,
- That I was unlikely to achieve any significant consideration from the transfer of the business

Notwithstanding that no significant consideration was going to be achieved from the transfer of the business, trading was continued to allow the negotiations to continue. The rationale for this was that a transfer of the business would provide continuity for the customers of the Company, and thus should achieve an enhanced level of collection in relation to their debts, and secondly any premises taken on by a third party would reduce the potential rent exposure of the Company

As both interested parties were not interested in taking on the property at Unit 5, Parker Avenue, initial plans were devised to arrange the clearance of this site before the rent quarter end date of 28 September 2010. The clearance of this site was considered crucial to the Administration as a result of the judgement handed down in the "Goldacre" case, which suggested that the full quarters' rent (£186,000) could be payable should the premises be occupied at the commencement of the rent quarter

As a result of the parties being uninterested in the haulage aspect of the business, the fleet of leased vehicles used by the Company were returned to their respective leasing companies

Whilst the negotiations continued, further rounds of redundancies were initiated as and when appropriate to reduce costs, with these redundancies primarily drawn from the transport side of the business. At the end of the redundancy process the workforce had been reduced to 37 employees

As negotiations continued, one of the two parties, Denholm Forwarding Limited ("Denholm") emerged as the best option available for the following reasons

- They would take on the entire site at Unit 6, Dooley Road by agreeing a new lease with the landlord,
- They would take on the management of the wind down of the site at Unit 5, Parker Avenue ,
- They would take on the freight forwarding side of the business,
- They were willing to assist in the collection of the Company's sales Ledger

Negotiations continued on the above basis until 8 September 2010, when the transfer of the warehousing and freight forwarding sides of the business was completed. As part of the transfer Denholm purchased certain unencumbered assets of the Company for £10,000 plus VAT

As part of the surrender of the lease at the Unit 6, Dooley Road site, the Company paid £45,000 to the landlord for unpaid rent and the costs of the surrender

Since the transfer, Denholm has been running the wind down of the Unit 5, Parker Avenue site with the aim of clearing the site before the rent quarter date. As part of the arrangement for providing this service, Denholm agreed to take on the costs of running the site (with the exception of rent) and in return will retain the benefit of any income derived from managing this site from 9 September

## **6. Trading**

As stated above trading ceased on 8 September 2010

Attached at Appendix 2 is a Receipts and Payments account covering the transactions undertaken that relate solely to the trading of the business. Please note that this account has been prepared on a cash basis and does not take into account any debts due to the Company or liabilities yet to pay

I can advise that during the Administration, sales were made with a value (net of VAT) of £340,794. You will note from the trading account at Appendix 2 that Close has advanced funds of £425,000 against these invoices

It is anticipated that the total funding requirement that Close will provide will be in the region of £655,000

At present my staff are still reconciling the costs of trading, and thus I am unable to advise what the final trading position will be. A final trading account will be provided to all creditors in my next report, which will be issued within 7 months of my appointment



## **7. Rationale for strategy pursued**

As stated earlier, the principle objective of an Administration is to determine whether it is possible to rescue the Company as a going concern. This would have only been possible through a CVA and, in this case, it was deemed that the Company would not be able to obtain funding to allow a CVA to be successful.

It was therefore considered that with no option of a CVA, I had three main options available to me to protect the value in the sales ledger (being the main asset of the Company) for the benefit of creditors:

On one extreme was the option of an immediate shut down of the Company, and an exercise in collecting as much as possible from the sales ledger, with the expectation of significant claims for damages from customers for the losses they would have incurred from an immediate shut down.

On the other extreme, I could have kept the business trading for an indefinite period to minimise the damages claims and to protect the sales ledger to the fullest extent possible. However the costs in keeping the business trading would have been significant and would have ultimately eroded the value of the ledger.

It was therefore felt that the option of a short term trading period, for the purpose of testing the market to assess interest of third parties, whilst maintaining short term continuity of trade to assist with the initial period of debt collection, was the most sensible option.

By continuing to trade I have managed to find a purchaser for the warehousing and freight forwarding side of the business, which has provided continuity for the customers and should enable a significant proportion of the debts to be collected.

As stated earlier, an Administration can also provide a platform that would facilitate the second objective, namely, 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).

Although this objective has appeared to have been met for the reasons set out above, given the quantum of the liabilities of the secured creditors and also preferential creditors, it is anticipated that the Company's unsecured creditors will not receive a distribution.

It is therefore considered that the objective met in respect of this Administration is the third objective, namely, realising property in order to make a distribution to one or more secured creditors or preferential creditors.

## **8. Statement of Affairs**

Following my appointment, I served notice on Anthony Barnes, pursuant to paragraph 47 of Schedule B1 of the Insolvency Act 1986, requiring submission of a Statement of Affairs by no later than 25 August 2010. Although this document has been returned to me it contained a number of errors and thus Mr Barnes will be requested to resubmit this statement.

In the absence of the Statement of Affairs, I have produced an Estimated Outcome Statement ("EOS") at Appendix 2 which has been prepared from the Company's available records and my agent's valuations. It includes details of the assets realisations to date described below. In accordance with Rule 2.33(h), a list of all known creditors is attached to the EOS which has been prepared from the Company's records.

As the transactions from trading have been detailed in the Receipts and Payments account, these transactions have not been included in the EOS. The costs of trading are recognised in the EOS by reference to the funding provided by Close.

Also enclosed at Appendix 2 is a Receipts and Payments account covering the period from the period of my appointment to 24 September 2010.

The EOS should be read in conjunction with the following notes.

## **9. Assets**

### **9.1 Pre-Administration Book Debtor Ledger**

The book debt ledger, subject to an invoice discounting agreement with Close, had a gross value of £2,099,737 as at the date of my appointment with Close owed £1,231,404.

After investigations into the ledger, I have applied a provision of £374,941 against the gross value, which results in an estimated to realise figure of £1,724,786. As at 24 September 2010 the sum of £1,066,912 had been collected in relation to these debts.

### **9.2 Post-Administration Book Debt Ledger**

During the period of trading sales of £383,641 (gross of VAT) were made. Against this I have applied a general 10% provision on collectability.

I am of the opinion that these invoices will be subject to the Company's invoice discounting agreement entered into with Close.

The funds advanced by Close for the purpose of trading have been shown as being advanced against the combined value of the pre and post administration book debt ledger.

### **9.3 Leased Motor Vehicles**

According to the Company's records, the motor vehicles leased or owned had a total book value of £980,716. Unfortunately, it has not been possible to split this figure between those leased and those owned and therefore for the purposes of the EOS, I have attributed the full book value of the vehicles to those leased.

Despite there being an apparent surplus in respect of the book values, the advice from independent chattel agents, Edward Symmons, was that there was no equity in the leased vehicles, should a going concern sale not be achieved.

As stated earlier in this report, as a sale of the haulage side of the business was not expected, the leasing companies were contacted to enable the vehicles to be returned to them.

### **9.4 Unencumbered Plant & Machinery and Office Equipment**

All assets caught under this category were sold to Denholm on 8 September 2010. The value achieved was in line with the agent's valuation. The proceeds from the sale, at the time of this report, remain with my solicitors and are therefore shown as a future realisation.

### **9.5 Unencumbered Motor Vehicles**

At the time of Administration the Company owned three tractor units, a double decker trailer and an Audi A3 car.

As part of the sale to Denholm the trailer was purchased by them. The realisation from the sale remains with my solicitors and is therefore shown as a future realisation.

The Audi A3 car has recently been sold for £7,750. These funds are in the process of being paid into the estate bank account.

The three tractor units remain to be sold. One of these units is being held by a repair firm who claim to have a valid lien over it. This is being disputed by me and, if necessary, I will take legal action for its recovery.

The realisation of £619 was in respect of specialist mats that were surplus to requirements in respect of the warehousing side of the business.

### **9.6 Prepayments**

At the time of Administration, the Company had book entries totalling £609,257 in respect of prepayments. I have looked into these, with the aid of the Finance Manager at the Company, and I am satisfied that these entries do not reflect cash paid in advance and thus have no realisable value.

## **9.7 Petty Cash**

At the time of Administration the Company held petty cash of £583

Petty cash totalling £404 was utilised for trading purposes. The balance of £179 will be paid into the estate account

## **10. Costs of the Administration**

### **10.1 Administrators' Remuneration**

The Joint Administrators are entitled to receive remuneration for their services. This is fixed either -

- 1 As a percentage of the value of the property with which they have to deal, or
- 2 By reference to the time properly given by them, and their staff, in attending to matters arising in the Administration, or
- 3 As a set amount

My firm's time costs, at 27 September 2010, for the Administration amounted to £367,689, which is made up as shown in the summary attached as Appendix 3. This details my firm's time costs to date, by grade and activity. A summary of my firm's current hourly charge out rates by grade of staff and disbursement policy is set out as Appendix 4.

On 6 April 2010 the Insolvency (Amendment) Rules 2010 and the Legislative Reform (Insolvency) (Misc Provisions) Order 2010 came into force. This enables the Joint Administrators' to request that creditors approve that their pre-appointment fees are paid as an expense of the Administration.

My firm's time costs to 6 August 2010, the date of appointment, amounted to £9,686 a summary of which is also attached at Appendix 3.

Where assets are subject to a fixed charge, then the fees for dealing with these assets will be agreed direct with the chargeholder. For the purposes of the EOS I have assumed that the majority of our fees, and the costs of the Administration, will be drawn from fixed charge realisations. This matter will be subject to the agreement of the chargeholders.

Where fees are to be drawn from floating charge realisations, the basis for drawing fees will, in the first instance, be a matter for the agreement of a Creditors' Committee, if one is formed. Should a Creditors' Committee not be formed, then the agreement of the basis will be subject to a resolution of the general body of creditors at the Meeting of Creditors (see Section 13). Based on the EOS there will be floating charge realisations of £39,800 available for the costs of the Administration.

Further information on the way in which the remuneration of Administrators may be set, is contained in a 'Creditors' Guide to Administrator's Fees' which can be supplied on request or accessed at the Association of Business Recovery Professionals' website <http://www.r3.org.uk/publications>

## **10.2 Other Costs**

I have estimated that the other costs of the Administration will total in the region of £60,000

## **11. Liabilities**

### **11.1 Secured Creditors**

The indebtedness of MCR was supported by a debenture created on 19 November 2009 and filed at Companies House on 25 November 2009

The indebtedness of Close was supported by a debenture created on 16 March 2010 and filed at Companies House on 18 March 2010

I am advised that MCR entered into a Deed of Priority with Close which had the effect of making the Close debenture rank ahead of the MCR debenture

Should Close agree to the costs of the Administration (as assumed in the EOS) then it is expected that Close will suffer a shortfall

I do not consider that MCR would have a fixed charge over the book debt surplus and, as a result, I do not envisage that MCR will receive a distribution in this Administration

### **11.2 Preferential Creditors**

The employees who were owed unpaid wages and holiday pay by the Company will have a preferential claim against the Company. Where the Redundancy Payments Office ("RPO") has made payments to the employees in respect of such claims, the RPO will have a subrogated right to these claims

In addition to the above, I am advised that there were unpaid employer pension contributions. For the purposes of this EOS, I have assumed that these unpaid amounts will be classed as preferential

Based on the financial information made available to me, I estimate that the preferential claims will total £184,580

Based on the assumptions applied in the EOS, I do not anticipate that there will be a distribution to preferential creditors

### **11.3 Prescribed Part**

I have considered the possibility of a prescribed part for unsecured creditors under Section 176A of the Insolvency Act 1986

The prescribed part is an amount set aside from floating charge realisations for the benefit of unsecured creditors, after the costs of the insolvency are applied, and the claims of the preferential creditors have been settled

Given that there is no expected dividend available to the preferential creditors, I do not envisage there being any funds available for the unsecured creditors via the prescribed part

### **11.4 Unsecured Creditors**

Unsecured creditors are estimated to total £2,349,499

There is no expected dividend available for this class of creditor

## **12. Administrators' Proposals**

As stated previously, I consider that I have achieved the third objective in Administration, namely realising property in order to make a distribution to one or more secured creditors or preferential creditors

The Joint Administrators' proposals are therefore -

- 1 The Joint Administrators take all practicable steps to realise any remaining assets of the Company
- 2 That as soon as is practicable, the Joint Administrators take all steps necessary to settle the outstanding Administration costs, subject to sufficient funds being available
- 3 In the event that there are no further asset realisations to be made, and insufficient funds to make a distribution to unsecured creditors, the Company will move to dissolution. Should asset realisations be ongoing, and realisations are sufficient to enable a distribution to unsecured creditors, we shall take all steps necessary to settle outstanding Administration costs and place the Company into Liquidation, which will be the most appropriate exit route. It is proposed that Kenneth William Touhey, Lee Michael De'ath and I be appointed Joint Liquidators of the Company

Please note that, in accordance with paragraph 83(7) of Schedule B1 to the Insolvency Act 1986 and rule 2.117(3) of the Insolvency Rules 1986, creditors may nominate a different person as the proposed Liquidator, provided that the nomination is made after the receipt of these proposals and prior to their approval

- 4 The Joint Administrators will be discharged from liability under Paragraph 98 (3) of Schedule B1 to the Insolvency Act 1986, immediately on their appointment as Administrators ceasing to have effect

### **13. Meeting of Creditors**

The Administrators' proposals will be put to creditors at a meeting that has been convened, pursuant to Paragraph 51 of Schedule B1 of the Insolvency Act 1986, formal Notice of which is enclosed as Appendix 5

The resolutions which will be placed before the meeting are attached to the Notice and creditors wishing to vote are required to vote on each resolution separately

Creditors are not obliged to attend in person and may vote upon the Administrators' proposals by proxy (see Appendix 6) Forms are enclosed for that purpose The Joint Administrators' proposals, with or without agreed modifications, will be approved when a majority in value of those creditors voting are in favour

A Proof of Debt form is attached at Appendix 7

### **14. Investigations**

Under the insolvency legislation, the Joint Administrators have a duty to consider the conduct of those who have been directors of the Company If we consider that the directors' conduct has been unfit, we are bound to make a report on the nature of their unfit conduct to the Department for Business, Innovation and Skills, which may result in the directors being disqualified from acting as directors in the future The contents of any such report are confidential

It is also possible for the Joint Administrators to take action against various parties to recover funds for the benefit of the Company and its creditors

Should creditors have any information which they consider may assist the Joint Administrators in carrying out their investigations, or be aware of any matters which they believe should be brought to the attention of the Joint Administrators, please provide details in writing to this office The request for information forms part of our usual investigation procedures and does not imply that there may be any cause of action lying against any person concerned in the Company's affairs

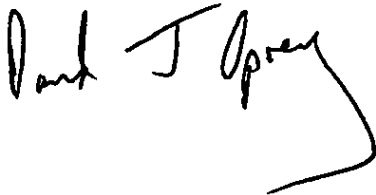
### **15. Conclusion**

The Administrators consider that the proposals set out above will allow them to realise property in order to make a distribution to one or more secured creditor or preferential creditors, and the Administrators therefore recommend the above proposals on the terms shown

28 September 2010

If you would like any further information concerning any of the matters contained in this report please contact Vanessa Blackwell or David Preston at this office

Yours faithfully

A handwritten signature in black ink, appearing to read 'David J. Preston'. The signature is fluid and cursive, with a long, sweeping underline that extends to the right.

DJ OPREY

Joint Administrator

Licensed to act as an Insolvency Practitioner in the UK by the Institute of Chartered Accountants in England and Wales

Enc



**FORM 2.17B – NOTICE OF PROPOSALS  
MANAGEMENT ACCOUNTS  
AND  
STATUTORY INFORMATION**

**L M Logistics Group Limited**

£	31-Mar-10 One month Management	30-Apr-10 One month Management	31-May-10 One month Management	31-May-10 Three months Management
<b>Sales</b>				
Container haulage	3,613	106,563	161,396	271,571
Warehouse transport	321,115	224,139	263,933	809,187
Wincanton warehouse	207,877	207,547	174,199	589,623
Verbrugge warehouse	149,753	88,268	81,926	319,947
Container storage	26,076	15,560	16,888	58,523
Freight forwarding	77,965	117,834	98,124	293,924
	<b>786,399</b>	<b>759,910</b>	<b>796,465</b>	<b>2,342,774</b>
<b>Cost of sales</b>				
Container haulage	(23,736)	(61,441)	(154,776)	(239,953)
Warehouse transport	(226,760)	(214,169)	(210,093)	(651,022)
Wincanton warehouse	(98,152)	(99,689)	(93,605)	(291,446)
Verbrugge warehouse	(56,474)	(48,407)	(47,705)	(152,585)
Container storage	(4,391)	(9,285)	(13,165)	(26,840)
Freight forwarding	(58,643)	(99,844)	(76,969)	(235,457)
	<b>(468,157)</b>	<b>(532,833)</b>	<b>(596,314)</b>	<b>(1,597,304)</b>
<b>Gross profit</b>				
Container haulage	(20,124)	45,122	6,620	31,618
Warehouse transport	94,355	9,970	53,840	158,165
Wincanton warehouse	109,724	107,859	80,593	298,176
Verbrugge warehouse	93,279	39,861	34,221	167,361
Container storage	21,685	6,275	3,723	31,683
Freight forwarding	19,322	17,990	21,155	58,467
	<b>318,242</b>	<b>227,077</b>	<b>200,151</b>	<b>745,470</b>
<b>GPM (%)</b>				
Container haulage	(557)	42.3	4.1	11.6
Warehouse transport	29.4	4.4	20.4	19.5
Wincanton warehouse	52.8	52.0	46.3	50.6
Verbrugge warehouse	62.3	45.2	41.8	52.3
Container storage	83.2	40.3	22.0	54.1
Freight forwarding	24.8	15.3	21.6	19.9
	<b>40.5</b>	<b>29.9</b>	<b>25.1</b>	<b>31.8</b>
<b>Overheads</b>	<b>(330,103)</b>	<b>(296,962)</b>	<b>(306,454)</b>	<b>(933,519)</b>
<b>EBITDA</b>	<b>(11,861)</b>	<b>(69,885)</b>	<b>(106,303)</b>	<b>(188,049)</b>
Depreciation	(625)	(625)	(5,388)	(6,638)
Interest	(515)	(4,050)	(3,824)	(8,389)
<b>Net profit / (loss) before exceptionals</b>	<b>(13,001)</b>	<b>(74,559)</b>	<b>(115,516)</b>	<b>(203,077)</b>
<b>Exceptional Items</b>				
K&M Haulage pymts	(55,833)	(98,843)	-	(154,676)
Historic TUPE debt	(193,284)	-	-	(193,284)
<b>Net profit / (loss) after exceptionals</b>	<b>(262,119)</b>	<b>(173,402)</b>	<b>(115,516)</b>	<b>(551,037)</b>

**L M Logistics Group Limited**

<b>£</b>	<b>31-May-10 Three months Actuals Management</b>
<b>Fixed assets</b>	<b>1,024,284</b>
<b>Current assets</b>	
Trade debtors	1,913,171
Prepayments	710,358
Suspense account	22,598
Bank	186
	<b>2,646,311</b>
<b>Current liabilities</b>	
Bank overdraft	(50,408)
Trade creditors	(918,551)
Accruals	(231,497)
Close CiD facility	(995,444)
VAT	(138,505)
PAYE /NI	(336,034)
Contra account	(40,453)
Salaries control account	(97,488)
Pension control account	(32,450)
HP - Close	(806,692)
HP - State	(185,751)
MCR loans	(387,000)
	<b>(4,220,272)</b>
<b>Net current assets</b>	<b>(1,573,961)</b>
<b>Net assets</b>	<b>(549,676)</b>

**LM Logistics Group Limited  
In Administration**

**Statutory Information**

Scheduled below are extracts concerning the Company obtained from the file at Companies House or from the Company -

**i) Directors**

The directors of the company are -

	Appointed	Resigned
Sherril Ellison	22/10/2009	20/11/2009
John Holmes	20/11/2009	11/03/2010
Anthony Barnes	23/11/2009	
Nicholas Lindsay	23/11/2009	
Philip Betts	23/11/2009	11/03/2010
Craig White	23/11/2009	04/03/2010
Philip Perkins	24/11/2009	11/03/2010

**ii) Company Secretary**

None listed

**iii) Shareholder Information (as advised by the Director)**

Issued Share Capital – 1000 ordinary shares at £1 per share

Merchant Corporate Recovery Plc	760
A G Barnes	145
N J Lindsay	55
G R Stanbridge	20
S P Rolfe	20

**iv) Registered Office**

The Registered Office of the Company is situated at -

16/17 Boundary Road, Hove, East Sussex BN3 4AN

Prior to the appointment of Administrators the Registered Office was -

7<sup>th</sup> Floor, Aldermay House, 10-15 Queen Street, London EC4N 1TX

**v) Company Number**

The Company's registered number is 07053810

**vi) Date of Incorporation**

The Company was incorporated on 22 October 2009

**vii) Court Proceedings**

High Court of Justice number 6426 of 2010

**viii) Other**

The proceedings constitute Main Proceedings as defined in Article 3 of the EC Regulations

ix) **Statement for the purpose of paragraph 100(2) of Schedule B1 to the Insolvency Act**

All functions, powers and duties of the Administrators may be exercised by either of them acting jointly and severally

x) **Joint Administrators**

Kenneth William Touhey and David John Oprey  
Chantrey Vellacott DFK LLP  
First Floor  
16/17 Boundary Road  
Hove  
East Sussex

Lee Michael Death  
Chantrey Vellacott DFK LLP  
Town Hall House  
Balkerne Hill  
Colchester  
Essex  
CO3 3AD

Date of appointment 6 August 2010

Details of Appointer Close Invoice Finance Limited - Creditor

xi) **Summary of Outstanding Registered Charges and Debentures**

1) Description Debenture

Person(s) Entitled Merchant Corporate Recovery Plc Status Outstanding

Created 19/11/2009

Registered 25/11/2009

2) Description Debenture

Person(s) Entitled Close Invoice Finance Limited Status Outstanding

Created 16/03/2010

Registered 18/03/2010

**APPENDIX 2**

**ESTIMATED OUTCOME STATEMENT AS AT 24 SEPTEMBER 2010**

**RECEIPTS AND PAYMENTS ACCOUNT TO 24 SEPTEMBER 2010**

**TRADING ACCOUNT TO 24 SEPTEMBER 2010**

**AND**

**LIST OF COMPANY CREDITORS**

# LM Logistics Group Limited - In Administration

Estimated Outcome Statement as at 24 September 2010

	Book Value £	Receipts & Payments to Date (net of VAT) £	Estimated Future Receipts & Payments (net of VAT) £	Estimated Total Receipts & Payments (net of VAT) £
<b>ASSETS SPECIFICALLY PLEDGED</b>				
Pre-Administration Book Debt Ledger	2 099 737	1 066,912	657 874	1,724 786
Post-Administration Book Debt Ledger	N/A	-	345,277	345 277
	<u>2 099 737</u>	<u>1 066 912</u>	<u>1 003 151</u>	<u>2,070 063</u>
<b>Costs of Administration</b>				
Joint Administrators' Fees	-	-	(365,200)	(365 200)
Joint Administrators' Disbursements	-	-	(20 000)	(20 000)
Other Costs	-	-	(5,000)	(5 000)
Legal Fees	-	-	(30 000)	(30 000)
	-	-	<u>(420,200)</u>	<u>(420 200)</u>
Funds available for Close Invoice Finance Limited		1 066,912	582,951	1,649 863
Less: Close Invoice Finance Limited	(1 231 404)	(1 066 912)	(169 172)	(1 236,084)
Less: Close Invoice Finance Limited Funding	N/A	(425,000)	(230,000)	(655 000)
Potential Deficiency re Close Invoice Finance Limited	<u>868 333</u>	<u>(425 000)</u>	<u>183 779</u>	<u>(241 221)</u>
Leased Motor Vehicles	980 716			
Amounts due to Finance Companies	<u>(911 585)</u>			
	<u>69 131</u>			
<b>ASSETS NOT SPECIFICALLY PLEDGED</b>				
Unencumbered Plant & Machinery and Office Equipment	9,750	619	4 000	4 619
Unencumbered Motor Vehicles	-	-	35 000	35 000
Prepayments	609 257	-	-	-
Petty Cash	583	-	179	179
Bank Interest	-	2	Uncertain	2
	<u>609 257</u>	<u>621</u>	<u>39 179</u>	<u>39,800</u>
Floating Charge Funds Available for the costs of the Administration				39,800
<b>Costs of Administration</b>				
Other Costs		(125)	(4,875)	(5 000)
Joint Administrators' Fees		-	(34 800)	(34 800)
		<u>(125)</u>	<u>(39,675)</u>	<u>(39,800)</u>
Surplus/(Deficiency) available to Preferential Creditors				-
<b>PREFERENTIAL CREDITORS</b>				
Employee claims (wages, holiday pension arrears)				<u>(184 563)</u>
Net property available for prescribed part				(184 563)
Estimated prescribed part for unsecured creditors				<u>N/A</u>
Surplus/(Deficiency) available to Floating charge creditors				(184 563)
Merchant Corporate Recovery Plc			(661,000)	
Close Invoice Finance Limited			<u>(241,221)</u>	<u>(902 221)</u>
Surplus/(Deficiency) available to Unsecured Creditors				(1,086,784)
Estimated prescribed part for unsecured creditors				<u>N/A</u>
Total Estimated funds available for unsecured creditors				(1,086 784)
<b>UNSECURED CREDITORS</b>				
Trade & Expense			(1 193,339)	
HMRC-Vat Arrears			(172,552)	
HMRC-PAYE			(515,860)	
Employee Claims			<u>(467 748)</u>	<u>(2,349 499)</u>
Surplus/(Deficiency) as regards creditors				(3 436 283)
Issued and Called up Share Capital				<u>(100)</u>
Surplus/(Deficiency) as regards Members				<u>(3 436 383)</u>

**LM LOGISTICS GROUP LIMITED  
IN ADMINISTRATION**

**RECEIPTS AND PAYMENTS ACCOUNT  
FOR THE PERIOD 6 AUGUST 2010 TO 24 SEPTEMBER 2010**

<b>RECEIPTS</b>	<b>£</b>	<b>£</b>
Pre-Administration Book Debts		1,066,912
Chattel Assets		619
Interest		2
Current Cash Surplus from Trading (see Trading Account)		<u>134,230</u>
		1,201,763
 <b>PAYMENTS</b>		
Duress Payments relating to book debt recoveries	21,685	
Statutory Advertising	<u>125</u>	
		<u>(21,810)</u>
 <b>DISTRIBUTIONS</b>		
Close Invoice Finance Limited		(1,066,912)
Balances in Hand		<u>113,041</u>
Cash at Bank		94,297
VAT Refund		<u>18,744</u>
		<u>113,041</u>

**Notes**

The book debts of the Company are subject to an Invoice Discounting Agreement with Close Invoice Finance Limited ("Close") Receipts are paid direct to Close and thus the above account records that that all money received has been utilised to reduce Close's indebtedness



**LM LOGISTICS GROUP LIMITED  
IN ADMINISTRATION**

**TRADING RECEIPTS AND PAYMENTS ACCOUNT  
FOR THE PERIOD 6 AUGUST 2010 TO 24 SEPTEMBER 2010**

<b>RECEIPTS</b>	<b>£</b>
Petty Cash Used for Trading	404
Funds advanced from Close Invoice Finance Limited	425,000
	<u>425,404</u>
 <b>PAYMENTS</b>	
Net Wages and payments to self employed staff	119,143
Security costs	2,388
Warehouse equipment rental	18,765
Vehicle Management	46,809
Rent	72,331
Duress Payments re Trading	5,849
Gas and Oil	1,500
Freightforwarding costs (international freight/port handing costs)	14,642
Hauliers	6,809
Insurance	1,222
Sundry Expenses	795
Bank charges	921
	<u>291,174</u>
 Balance in Hand	<u><u>134,230</u></u>
 Cash surplus	115,400
VAT Refund	18,830
	<u><u>134,230</u></u>

**Note**

Please note that the above trading account has been prepared on a cash basis without regard to debts not collected and liabilities not settled and thus does not at present provide a full account of trading

# **Creditor Listing** **LML028800 - L M Logistics Group Limited In Administration**

## **All Creditors**

### **SECURED CREDITORS**

<b>Creditor Name</b>	<b>Creditor Address</b>	<b>£</b>
Close Invoice Finance Ltd	Southbrook House, 25 Bartholomew Street, Newbury Berks RG14 5LL	1,231,404 00
Merchant Corporate Recovery	7th Floor, Aldermany House, 10-15 Queen Street London EC4N 1TX	661,000 00
	<b>Totals for Secured Creditors</b>	<b>1,892,404 00</b>

### **UNSECURED CREDITORS**

Employee Claims - Preferential		127,981 81
Employee Claims - Unsecured		467,748 06
Pension Arrears		56,581 22
Absolute Freight Solutions Ltd	Suite 22 Epsilon House, West Road, Ransomes Europark IPSWICH IP3 9EJ Suffolk	940 00
ADEPT Telecom	1st floor 77 MOUNT EPHRAIM, TUNBRIDGE WELLS KENT TN4 8BS	3,583 45
Alert Systems Ltd	Alert House, 1 Willowside Park, Canal Road, Trowbridge Wiltshire BA14 8RH	uncertain
Anglian Water	PO Box 770 LINCOLN LN5 7WV	0 35
APL (UK) Ltd	TBA	uncertain
Armtec Shipping Services	TBA	330 00
ATL Haulage	East London Logistics Centre, Ferry Road TILBURY RM18 7NH	1,514 60
Atlas Products International Ltd	The Atlas Suite, Greenbank House, Swan Lane, HINDLEY GREEN WIGAN WN2 4AR	117 50
Audit Finance	Brunswick Court, Yeomans Drive, Blakenhams MILTON KEYNES MK14 5AN	479 18
Barketts LLP - SOLICITORS	24-26 Museum Street, IPSWICH SUFFOLK IP1 1HZ	uncertain
Blues	c/o Menzies Corporate Restructuring, BBS Waste Management, 4345 Portman Square LONDON W1H 6LY	362 53
Bolton Bros. Ltd	Bramford Road, GREAT BLAKENHAM, Ipswich SUFFOLK IP6 0SL	uncertain
Bradmanns Limited	12 The Drift, Nacton Road IPSWICH IP3 9QR	868 79
Brenvale Limited	Ravenwood House, Bakers Road, Belchamp St Pauls SUDBURY CO10 7DG	uncertain
British Telecom	Business Accounts, Providence Row Durham DH98 1BT	8 99
Burnhill Logistics Ltd	Unit 35, Bluestern Road, Ransomes Business Park, IPSWICH Suffolk	175.00
C & H HAULERS LIMITED	KNIGHTRIDER HOUSE, KNIGHTRIDER STREET LONDON EC4V 5TT	113 00
Calor Gas Ltd	Athena Drive, Tachbrook Drive Warwick CV34 6RL	1,064 88
Car Repair Services Ltd	CRS Distribution & Storage, 66 Wood Lane, HEMEL HEMPSTEAD Herts	957 63
Cardinal Maritime Ltd	TBA	uncertain
Carr Road Distribution Ltd	Office No 22, Trelawney House, The Dock, FELIXSTOWE Suffolk IP11 3GA	104 99
Catalyst Rail Services Limited	Unit 2 The Courtyard, Roman Way COLESHILL	193 88
CHEP UK	WEYBRIDGE BUSINESS PARK, ADDLESTONE ROAD ADDLESTONE KT15 2UP SURR	1,072 33
CHINA SHIPPING (UK) AGENCY	LOGISTICS HOUSE, THE DOCK FELIXSTOWE IP11 3SX SUFFOLK	uncertain

Chubb Electronic Security Ltd	No One @ The Beehive, Lions Drive, Shadsworth Bus Park, Blackburn Blackburn BB8 2QS	uncertain
Chubb Fire Ltd	400 Dallow Road Luton LU1 1UR	197 40
Claire Wilkins HR Consulting	11 Barley Way, Stanway COLCHESTER BO3 0YD	uncertain
CMA CGM AGENCY (UK)	1ST FLOOR, 12 PRINCES PARADE,, PRINCES DOCK LIVERPOOL L3 1BG	uncertain
CNS	204-207 WESTERN DOCKS SOUTHAMPTON SO15 1DA HAMPSHIRE	1,471 40
Collease Truck & Trailer Rentals	School Lane, Sproston Norwich NR7 8TL	1,522 40
Commercial Vehicle Solutions Ltd	Units 5-6, Webster Bros Industrial Estate, Hailam Fields Road, ILKESTON Derbyshire DE7 4AZ	uncertain
CONNAUGHT	77 CLAYDON BUSINESS PARK GIPPING ROAD, GREAT BLAKENHAM IPSWICH IP6 0NL	uncertain
COROSTRAP LTD	PADDOCK ROAD, WEST PIMBO SKELMERSDALE WN8 9PL	88 13
COSCON (UK) LTD	UNIT C2 ZENITH IND EST, PAYCOCKE ROAD BASILDON SS14 3DW ESSEX	285 00
CSAV GROUP AGENCIES (UK) LTD	4th FLOOR TITHEBARN HOUSE,, TITHEBARN STREET LIVERPOOL L2 2NZ	65 00
Dalmler Fleet Management Ltd	Delaware Drive, Tongwell, MILTON KEYNES Buckinghamshire MK15 8BA	10 00
DE RIJKE CONTINENTAL BV	HOWARD HOUSE BRYON AVENUE, OFF WALTON AVENUE FELDXSTOWE IP11 8HZ	780 00
DEALRATE LTD	SUFFOLK	uncertain
Delta Containers	RBH, 5 MULBERRY ROAD IPSWICH IP3 9GS SUFFOLK	7 02
Derek Linch Haulage Ltd	Preston Street , West Gorton MANCHESTER M18 8DB	387 75
DG THIRKETTLE	Sycamore Farm, Old Romney, ROMNEY MARSH Kent TN29 9SY	235 00
Digital Copier Systems Eastern Ltd	85 THE STREET, RUSHMERE ST ANDREW IPSWICH IP5 1DE SUFFOLK	5,369 85
DPD	Gamma Terrace, West Road, Ransomes Europark, IPSWICH Suffolk IP3 9SX	1,800 70
DRS Logistics Ltd	Trelawny House, Surrey Street Bristol BS2 8PS	1,245 50
Dunningham, Brent	Station Yard, Station Road, Scredington, SLEAFORD Lincolnshire NG34 0AA	345 92
E ON UK plc	24 Queen Street FELDXSTOWE IP11 9BY	9,324 19
Enro Oil Ltd	BUSINESS CUSTOMER SERVICE DIRECTOR, GRIFFIN COURT,, PHOENIX BUSINES PARK NOTTINGHAM NG6 9AL	uncertain
ENSORS CHARTERED ACCOUNTANTS	Tryst House, Glenberly Business Park LARBERT FK5 4RB	9,893 51
EUROTEK TYRES LIMITED	CARDINAL HOUSE , 46 NICHOLAS STREET IPSWICH IP1 1TT SUFFOLK	908 80
Evenden, Adrian	RIVERSIDE ROAD LOWESTOFT NR33 0TU SUFFOLK	uncertain
Everything Office	44 Hall Road, Carlton, Colville LOWESTOFT IVR33 8BT	uncertain
FARGO SYSTEMS LIMITED	The Greenhouse, Quay View Business Park, Barnards Way, LOWESTOFT Suffolk NR32 2HD	993 75
FELDXSTOWE EXPRESS COURIERS	BUSINESS HOUSE, 33 LONGBROOK STREET Exeter EX4 6AW DEVON	675 33
FERGUSONS (BLUTH) LTD	LIME COTTAGE STRADBROOK ROAD, BRUNDISH WOODBRIDGE	14,147.06
Fesco Tiles Ltd	BUSINESS PARK WEST, CRAMLINGTON NORTHUMBERLAND NE23 7RH	58 75
Firepower	161 Ballards Lane, Finchley LONDON N3 1LJ	881 25
FLEET MANAGEMENT SOLUTIONS	Elf House, 127 Foxhall Road Ipswich IP3 8LA Suffolk	1,936 99
	TRAFALGAR HOUSE, WELLESLEY ROAD LOND STRATTON NR15 2PD NORFOLK	

Freight Logic Ltd  
G & A ELECTRONIC PRINT SYSTEMS  
GEOPOST  
GEORGE BAKER SHIPPING  
GEORGE BAKER SHIPPING  
GUARDIAN IND'L DOORS LTD  
H B COMMERCIAL LIMITED  
HANJIN SHIPPING  
HFL LTD - BNP PARIBAS LEASE GROUP  
HM Revenue & Customs  
Hyundai Merchant Marine (Europe) Ltd  
ICOSYS COMPUTERS AND COMMS LTD  
INITIAL WASHROOM SOLUTIONS  
Interlink Express Parcels Ltd  
International Road Ferry (IRF) BV  
IPSWICH PACKAGING SERVICES  
Jem Logistics Ltd  
JG Stampede  
JODA FREIGHT LTD  
Johnson & Watkiss Transport  
Johnson Stevens Agencies Ltd  
K&M Haulage  
Leader (UK) Limited  
Leggett's Transport Ltd  
Lehnkering Eurologistik  
Liberty Corporate Ltd  
Lift Truck Rentals Limited  
LIQUIDLINE  
LOGISTICAL SOFTWARE LTD  
MACFARLANE GROUP UK LTD  
MAERSK LINE (UK)  
Magic Transport Ltd  
MAN TRUCK & BUS UK LIMITED  
MARITIME CARGO PROCESSING - MCP  
MARITIME TRANSPORT SERVICES LTD  
MATTDRIIVE  
MBS Speditionsgesellschaft MBH

61 Ferry Road, FELDXSTOWE Suffolk IP11 1LN  
51 BELLS ROAD , GORLESTON ON SEA GREAT YARMOUTH NR31 6AN NORFOLK  
Trelawny House, Surrey Street BRISTOL BS2 8PS  
UNIT 4, PARKER AVENUE FELDXSTOWE IP11 4HF SUFFOLK  
UNIT 4, PARKER AVENUE FELDXSTOWE IP11 4HF SUFFOLK  
45 PROGRESS ROAD, LEIGH ON SEA SS9 5PR ESSEX  
HOWARD HOUSE, WALTON AVENUE FELDXSTOWE IP11 3HZ SUFFOLK  
HANJIN HOUSE, HAVEN EXCHANGE FELDXSTOWE IP11 2QX SUFFOLK  
NORTHERN CROSSBASTING VIEW, BASINGSTOKE RG21 4HL HAMPSHIRE  
Durmington House, Barrington Road, WORTHING West Sussex BN12 4SE  
Account Department, Fourth Floor, Clyhead, 5 Greenwich View Place, Millharbour  
LONDON E14 9NN  
HARMAN HOUSE , DUNLOP ROAD IPSWICH IP2 0UG SUFFOLK  
Trelawny House, Surrey Street BRISTOL BS2 8PS  
Felroze House, Haven Exchange, FELDXSTOWE Suffolk IP11 2QX  
UNIT1 SHEEP DRIFT FARM WALDRINGFIELD ROAD, BRIGHTWELL IPSWICH  
SUFFOLK  
Tident One, Stylal Road MANCHESTER M22 5XB  
TBA  
RIPARAN WAY, CROSS HILLS KEIGHLEY BD20 7BW WEST YORKSHIRE  
Beehive Mills, Tumbling Hill Street BRADFORD West Yorkshire BD7 1DB  
Johnson Stevens House, 2 Abbey Road, BARKING Essex IG11 1AX  
Dooley Road, Walton Avenue, FELDXSTOWE Suffolk  
PO Box 22222 LONDON W4 5FX  
Elmswell Road, Woolpit, BURY ST EDMONDS Suffolk IP30 9RH  
Postfach 10 09 51 Schifferstrasse 26, Duisburg GERMANY 47059  
65 Bath Street, (Third Floor) GLASGOW G2 2BX  
Riverside Road LOWESTOFT NR33 0TU  
109 Newton Road, Ipswich IP3 8HQ  
895 HIGH ROAD, CHADWELL HEATH ROWFORD RM6 4HL ESSEX  
P O BOX 2389 SISKIN PARKWAY EAST, MIDDLEMARCH BUSINESS PARK COVENTRY  
CV3 4ZZ  
MAERSK HOUSE, PARKER AVENUE FELDXSTOWE IP11 4BB SUFFOLK  
Unit 3A, Farthing Road, IPSWICH Suffolk IP1 5AP  
FRANKLAND ROAD, BLAGROVE SWINDON SN5 8YU  
THIS ACCOUNT PAID BY, DIRECT DEBIT IP11 7LL  
TOMLINE HOUSE, THE DOCK FELDXSTOWE IP11 3ST SUFFOLK  
29 BLVFORD WAY Felixstowe IP11 2FW SUFFOLK  
Hansestrasse 57, 51149 Kln GERMANY  
117 52  
196 70  
uncertain  
263 45  
2,334 10  
1,769 26  
uncertain  
uncertain  
uncertain  
688,412 00  
uncertain  
19,601 77  
1,036 83  
uncertain  
4,970 25  
803 51  
40 00  
423 00  
uncertain  
170 50  
2,905 50  
2,962 44  
140 58  
9,464 63  
uncertain  
2,232 50  
8,234 99  
388-43  
1,057 50  
65 97  
421 00  
22,394.23  
0 00  
691 05  
uncertain  
7,008 55  
409 84

MCGREGOR LOGISTICS	WRIGHT BUSINESS PARK, CARR HILL, DONCASTER DN4 8DE	399.50
MEDITERRANEAN SHIPPING CO (UK) LTD	MEDITE HOUSE, 10 THE HAVENS IPSWICH IP3 9SJ SUFFOLK	uncertain
MTIE SECURITY LTD	SECURITY HOUSE 20 MILBURN AVENUE, OLDBROOK MILTON KEYNES MK6 2WX	uncertain
Neopost	Neopost House, South Street, ROMFORD Essex RM1 2AR	uncertain
Norpol Recycling	TBA	uncertain
NYK GROUP EUROPE LTD	MOUNTBATTEN HOUSE, GROSVENOR SQUARE SOUTHAMPTON SO15 2JU	834.25
	HAMPSHIRE	62.00
OCEAN WORLD LINES (UK) LTD	ALPHA 2 MASTERLORD OFFICE VILLAGE, RANSOMES EURO PARK IPSWICH IP3 9S.	uncertain
	SUFFOLK	
OOCL (UK) Ltd	TBA	uncertain
OPTIMA WAREHOUSE SOLUTIONS LTD	SCOPE HOUSE, WESTON ROAD CREWE CW1 6DD CHESHIRE	5,196.81
ORWELL TRUCKS LTD	28 BETTS AVENUE, MARTLESHAM HEATH BUSINESS PARK IPSWICH IP5 3RH Sufft	375.99
P S F. LTD	ACCOUNTS OFFICE RED ROOFS, THE STREET YAXLEY IP23 8BH SUFFOLK	uncertain
PANTOS LOGISTICS UK LTD	720 WESTON ROAD TRADING ESTATE SLOUGH SL4 4HL BERKSHIRE	uncertain
PD Logistics Limited	Head Office, Spurn House IMMINGHAM DOCK DN40 2NR North East Lincolnshire	5,076.02
Plukey Bowes Ltd	P O Box 4238, The Pinnades, Harlow Essex CM19 5LS	uncertain
Port Of Felixstowe	Tamline House, The Dock, Felixstowe SUFFOLK IP11 3SY	uncertain
PORT OF LONDON AUTHORITY	ACCOUNTS RECEIVABLE LONDON RIVER HOUSE ROYAL PIER ROAD, GRAVESEND KENT DA12 2BG	220.43
Premium Ingredients	TBA	uncertain
PWG SERVICES	27 BEECH GROVE IPSWICH IP3 0NX SUFFOLK	70.00
R. G. SERVICES LTD	Gin Close Way, AWSWORTH Nottingham NG16 2TA	32,034.16
Red Furnel Distribution	TBA	1,164.43
Reliance Transport Limited	10 Bishops Close, Walthamstow LONDON E17 9RB	uncertain
RENAULT TRUCKS COMMERCIALS LTD -	WESTON AVENUE, WATERGLADE INDUSTRIAL PARK WEST THURROCK RM20 3FZ	332.89
FLX	ESSEX	
Renault Trucks UK Ltd	Boscombe Road, DUNSTABLE Bedfordshire LU5 4LX	uncertain
Reslin Trade Limited	7 Granary Wharf, The Old Granary, Wetmore Road BURTON ON TRENT DE14 1DU	uncertain
Ryghte	IMM Portakabin, Parker avenue, FELIXSTOWE Suffolk IP11 4AA	2,408.77
RUM SERVICES LTD	107 BARGATES Christchurch BH23 1QH DORSET	793.13
ROLABOND LTD	UNIT 2 WATERSIDE BUSINESS CENTRE, WOLVERHAMPTON ROAD CANNOCK WS1	uncertain
	15N STAFFORDSHIRE	
RYAN INSURANCE GROUP	CRANE HALL, 304 LONDON ROAD IPSWICH IP2 0AL SUFFOLK	131,731.39
S CARTER ROOFING & CLADDING	13 BRITTEN AVENUE, STOWMARKET SUFFOLK IP14 1TB	2,085.62
SAFAMARINE UK LTD	1ST FLOOR, EXCHANGE TOWER 2 HARBOUR EXCHANGE SQUARE E14 9GE LOND	149.00
Saw Transport (UK) Ltd	4 Badshah Avenue, IPSWICH Suffolk IP3 9EF	0.01
Schenker Limited	Schenker House, Great South West Street FELTHAM CW14 8NT Essex	44,465.28
Seamark Nunn Limited	400 High Road, Trimley St Martin, FELIXSTOWE Suffolk IP11 0SG	229.13
Seimens Financial Services Ltd	Sefton Park, Belis Hill STOKE POGES SL2 4JS	1,598.00
	755-1031	

Seven Lincs Ltd  
SHELL GAS LIMITED  
SHIRLEY SHELLEY  
Shunthe Services Limited  
SOUTHAMPTON CONTAINER TRML LT  
SPR TRAILER SERVICES LTD  
Stan Robinson (Stafford) Ltd  
Steve Prince Transport  
SUFFOLK COASTAL DISTRICT COUNCIL  
T H Smith (Sharnford) Limited  
T D WILLIAMS (BRYNAMMAM)LTD  
TENNANTS DISTRIBUTION LTD  
The Windscreen Company  
TIP EUROPE LIMITED  
TM TRANSPORT

TNT UK LIMITED  
Trader Shipping Ltd  
Transglobal Freight Management Ltd

Transport for London  
TRINITY TYRES  
Turners Carpentry & Joinery Ltd  
UESL  
UK Warehousing Association  
UNIEX FREIGHT SERVICES  
United Arab  
Verbrugghe Int Bv  
VERBRUGGE UK LTD  
VODAFONE BUSINESS  
WALLER TRANSPORT SERVICES  
Williamson Transport  
WINCANTON GROUP LTD  
Wolters Kuwer (UK) Ltd  
YANGMING (UK) LTD  
ZIM UK LTD

TBA	11,578 46
PO BOX 1100, CHESTERFIELD DERBYSHIRE S44 5YQ	uncertain
723-725 WOODBRIDGE ROAD IPSWICH IP4 4NB	uncertain
5 Schneider Close, Carr Road Business Park FELDSTOWE IP11 3SS	8,204 46
204/207 WESTERN DOCKS, SOUTHAMPTON HAMPSHIRE SO15 1DA	53 50
5 WALTON AVENUE Felixstowe IP11 3HH	44 06
Ladfordfields, Seignford STAFORD ST18 9QE	uncertain
TBA	11 18
Melton Hill, WOODBRIDGE Suffolk IP12 1AU	333,554 00
c/o Lodge Farm, Coventry Road, Wigston Parva Leicestershire LE10 3AP	47 00
PLEASANT ROAD, PENILEGAER SWANSEA SA4 9GE	470 00
HAZELBOTTOM ROAD, CHEETHAM MANCHESTER M8 0GR	uncertain
5 Tudor Works, Turret Lane, IPSWICH Suffolk IP4 1DL	uncertain
TIP CREDIT CONTROL, DOVECOTE HOUSE OLD HALL ROAD	3,955 06
(CHILTON AIRFIELD LTD), WALDINGFIELD ROAD SUDBURY CO10 0RB	2,097 38
SUFFOLK	
P O BOX 4, RAMSBOTTOM LANCOS BL10 9AR	839 35
4 Schneider Close, Carr Road Commercial Centre, 'FELDSTOWE' Suffolk IP11 3SS	25 00
International House, Gilling Way, Great South West Road, FELTHAM Middlesex TW	uncertain
0PH	
PO BOX 4782 WORTHING BN11 9PS	90 66
UNITS 4 - 7 LANGER PARK, INDUSTRIAL PARK Felixstowe IP11 8BS	uncertain
12 Beatrix Avenue, FELDSTOWE Suffolk IP11 9HA	564 00
HARSTON MILL CAMPUS, BLOK K HARSTON CB22 7GG CAMBRIDGE	69 28
Walter House, 418-422 Strand LONDON WC2R 0PT	1,222.00
LODGE WAY, THETFORD NORFOLK IP24 1HE	839 50
TBA	uncertain
PO Box 5, 4530 AA Temneuzen	uncertain
FERRY HILL, WALTON AVENUE FELDSTOWE IP11 8HG SUFFOLK	uncertain
BRUNEL PARK, BRUNEL DRIVE NEWARK NG24 2EG NOTTINGHAMSHIRE	13,350 58
BREWERY YARD, 6 LANDSEER ROAD IPSWICH IP3 0AZ SUFFOLK	26,284 97
41 Annahugh Road, Loughall, Co Armagh Northern Ireland BT61 8PQ	1,175 00
Consumer DivisionHead Office, Methuen Park ChippenhamWiltshire SN14 0WT	220,382 97
PO Box 291, , 145 LONDON ROAD KINGSTON UPON THAMES KT2 6SR SURREY	68 83
IMM NO 1 BUILDING, PARKER AVENUE FELDSTOWE IP11 8HF SUFFOLK	uncertain
SUIT 245 2ND FLOOR, INDIA BUILDINGS WATER STREET L2 0QD LIVERPOOL	uncertain
Totals for Unsecured Creditors	2,349,499 04
Totals for All Creditors	4,241,903 04

# L M Logistics Group Limited - In Administration

## TIME AND CHARGEOUT SUMMARY

6 August 2010 to 27 September 2010

Hours						
Classification of work function	Partner	Manager	Assistants & Support Staff	Total Hours	Time Cost £	Average hourly rate £
Administration and planning	105.00	63.40	103.70	272.10	75,054.50	275.83
Investigations	0.00	0.00	0.00	0.00	0.00	0.00
Realisation of assets	7.50	4.00	0.30	11.80	3,842.50	325.64
Book Debt Recovery	2.50	39.70	0.20	42.40	11,679.00	275.45
Sale of Business	40.20	18.80	0.00	58.80	19,012.00	323.33
3rd Party Assets	0.00	5.10	10.20	15.30	3,665.00	239.54
Secured Creditors	6.60	54.90	0.90	61.30	18,939.50	308.98
Unsecured Creditors	0.00	11.60	2.30	13.80	3,797.00	273.17
Employees	8.50	46.80	15.40	70.70	17,961.50	254.05
Trading	105.90	514.60	269.50	890.00	213,738.00	240.18
Total hours	275.10	758.70	402.50	1,436.30	367,689.00	256.00
Total fees Claimed (£)						

### Category 2 Disbursements

Other amounts paid or payable to the office holder's firm or to any party in which the office holder or his firm or any associate has an interest	
Type and purpose	£
Paper, Photocopying, Envelopes and Printing	845.98
Travel	3,093.03
Accommodation	3,222.31
Subsistence	1,337.88
Trading expense	300.00
Miscellaneous	42.60
Total	8,841.70

L M Logistics Group Limited - In Administration						
TIME AND CHARGEOUT SUMMARY						
2 August 2010 to 6 August 2010						
Hours						
Classification of work function	Partner	Manager	Assistants & Support Staff	Total Hours	Time Cost £	Average hourly rate £
Administration and planning	10 30	3 00	0 70	14 00	4,788.00	341 88
Investigations	14 00	0 00	0 00	14 00	4,900 00	0 00
Total hours	24.30	3.00	0 70	28 00	9,688.00	345 93
Total fees Claimed (£)						



## **APPENDIX 4**

### **JOINT ADMINISTRATORS' CHARGE OUT RATES AND DISBURSEMENTS**

## CHANTREY VELLACOTT DFK LLP

### CHARGEOUT RATES AND DISBURSEMENT RECOVERY POLICIES

#### Chargeout Rates

In accordance with the provisions of Statement of Insolvency Practice 9 ("SIP 9"), the firm's chargeout rates applicable to this appointment, exclusive of VAT, are as follows

	From 1 August 2010 £ per hour
Partners / Office Holders	350 - 430
Directors	320 - 330
Senior Managers	270 - 310
Managers	280
Assistant Managers	230 - 260
Senior Administrators	175 - 250
Administrators	100 - 170
Assistant administrators	95 - 110
Cashier	115 - 150
Secretaries and office admin support	95 - 110

Chargeout rates are normally reviewed annually on 1 July when rates are adjusted to reflect such matters as inflation, increases in direct wage costs, and changes to indirect costs such as Professional Indemnity Insurance. It is the firm's policy for the cashier's time spent on an assignment to be charged to the case. However, secretarial and office admin support time is charged only in respect of identifiable blocks of time devoted to the case where we consider it to be viable to do so.

#### Direct expenses ("Category 1 Disbursements")

Category 1 disbursements as defined by SIP 9, which can be specifically identified as relating to the administration of the case will be charged to the estate at cost, with no uplift. These include but are not limited to such items as case advertising, storage, bonding and other insurance premiums and properly reimbursed expenses incurred by personnel in connection with the case.

#### Indirect expenses ("Category 2 Disbursements")

It is our normal practice to also charge the following indirect disbursements ("Category 2 Disbursements as defined by SIP 9) to the case, where appropriate:

#### Circulars to creditors

Plain/headed paper including photocopying	12p per sheet
Envelopes	12p each
Postage	Actual cost

#### Room Hire

For the convenience of creditors and to save the cost of booking an outside hotel room, meetings of creditors are occasionally held internally at our offices. Where meetings of creditors are held in one of our internal meeting rooms, a charge of £100 plus VAT is levied to cover the cost of booking the room.

#### Travel

Mileage incurred as a result of any necessary travelling is charged to the estate at the HM Revenue & Customs approved rate, currently 40p per mile.

All of the above costs are subject to amendment by the firm at any time and if amended will be notified to creditors with the next circular sent to all creditors.

#### Company Searches

Included in expense and/or disbursements, Company Searches include an element of shared costs. Such expenses are of an incidental nature but are generally incurred on each case. In line with the cost of the external provision of such services, a charge of £10 plus VAT is levied to cover the cost of these searches.

**Chantrey Vellacott DFK LLP**

**Effective 1 August 2010**

Chantrey Vellacott DFK is a limited liability partnership registered in England and Wales (NoOC313147) whose registered office is at Russell Square House, 10-12 Russell Square, London, WC1B 5LF. The term "partner" denotes a member of a limited liability partnership. A list of members of Chantrey Vellacott DFK LLP is available at our registered office.

## Rule 2.35

## Notice of a meeting of Creditors

Name of Company

LM Logistics Group Limited

Company number

07053810

In the  
High Court of Justice

(full name of court)

Court case number  
6426 of 2010(a) Insert full name(s)  
and address(es) of  
administrator(s)

Notice is hereby given by (a)

Kenneth William Touhey  
Chantrey Vellacott DFK  
16/17 Boundary Road  
Hove  
East Sussex  
BN3 4ANDavid John Oprey  
Chantrey Vellacott DFK  
16/17 Boundary Road  
Hove  
East Sussex  
BN3 4ANLee Michael De'ath  
Chantrey Vellacott DFK  
Town Hall House  
Balkeme Hill  
Colchester, Essex  
CO3 3AD(b) Insert full name and  
address of registered  
office of the company

that a meeting of creditors of (b)

LM Logistics Group Limited  
C/o Chantrey Vellacott DFK LLP  
16/17 Boundary Road  
Hove  
East Sussex  
BN3 4AN(c) Insert details of place  
of meeting

is to be held at (c)

(c) Hotel Novotel Ipswich Centre, Grey Friars Road, Ipswich IP1 1UP

(d) Insert date and time  
of meeting

on (d) 14 October 2010

at 11 00am

The meeting is

\*Delete as applicable

\*(1) an initial creditors' meeting under paragraph 51 of Schedule B1 to the Insolvency Act 1986 ('the schedule')

~~\*(2) an initial creditors' meeting requested under paragraph 52(2) of the Schedule~~~~\*(3) to consider revisions to my proposals under paragraph 54(2) of the Schedule~~~~\*(4) a further creditors' meeting under paragraph 56 of the Schedule~~~~\*(5) a creditors' meeting under paragraph 62 of the Schedule~~

I invite you to attend the above meeting

A proxy form is enclosed which should be completed and returned to me by the date of the meeting if you cannot attend and wish to be represented

In order to be entitled to vote under Rule 2.38 at the meeting you must give to me, not later than 12 00 hours on the business day before the day fixed for the meeting, details in writing of your claim

Signed

  
Joint / Administrator(s)

Dated

23/9/10

\*Delete as applicable

A copy of the \*proposals/~~revised proposals~~ is attached

## **LM Logistics Group Limited – In Administration**

### **The Joint Administrators' Proposals to Creditors**

- 1 The Joint Administrators take all practicable steps to realise any remaining assets of the Company
- 2 That as soon as is practicable, the Joint Administrators take all steps necessary to settle the outstanding Administration costs subject to sufficient funds being available
- 3 In the event that there are no further asset realisations to be made and insufficient funds to make a distribution to unsecured creditors, the Company will move to dissolution. Should asset realisations be ongoing and realisations are sufficient to enable a distribution to unsecured creditors, we shall take all steps necessary to settle outstanding Administration costs and place the Company into liquidation which will be the most appropriate exit route. It is proposed that Kenneth William Touhey, Lee Michael De'ath and I be appointed Joint Liquidators of the Company

Please note that, in accordance with paragraph 83(7) of Schedule B1 to the Insolvency Act 1986 and rule 2.117(3) of the Insolvency Rules 1986, creditors may nominate a different person as the proposed liquidator, provided that the nomination is made after the receipt of these proposals and prior to their approval

- 4 The Joint Administrators will be discharged from liability under Paragraph 98 (3) of Schedule B1 to the Insolvency Act 1986 immediately on their appointment as Administrators ceasing to have effect

### **Other resolutions to be considered by the meeting of creditors**

In the event that a creditors committee is not to be formed the Administrators will propose the following resolutions

- 1 That the joint administrators' fees be calculated by reference to their time costs already incurred up to 27 September 2010 and thereafter and that they have sanction to draw their remuneration on a time costs basis from the estate as and when funds permit. Their disbursements may also be drawn in accordance with Chantrey Vellacott DFK's standard procedures as appended to the report dated 28 September 2010
- 2 That Chantrey Vellacott DFK's pre-appointment fees in the sum of £9,686 be approved and paid as an expense of the Administration

Proxy (Administration)

LM Logistics Group Limited - In Administration

Name of Creditor

Address

Name of Proxy Holder

Please insert name of person (who must be 18 or over) or the Chairman of the Meeting. If you wish to provide for alternative proxy holders in the circumstances that your first choice is unable to attend please state the name(s) of the alternatives as well

1 \_\_\_\_\_  
2 \_\_\_\_\_  
3 \_\_\_\_\_

Please delete words in brackets if the proxy holder is only to vote as directed i.e. he has no discretion

I appoint the above person to be my/the creditor's proxy holder at the meeting of creditors to be held on 14 October 2010 or at any adjournment of that meeting. The proxy holder is to propose or vote as instructed below (and in respect of any resolution or proposal for which no specific instruction is given, may vote or abstain at his/her discretion)

Voting Instructions for proposals/resolutions attached

\*Please delete as appropriate

1 For the acceptance/rejection\* of the joint administrators' proposals as set out in their report dated 28 September 2010

2 For the acceptance/rejection\* of the joint administrators' fees calculated by reference to their time costs already incurred up to 27 September 2010 and thereafter and that they have sanction to draw their remuneration on a time costs basis from the estate as and when funds permit. Their disbursements may also be drawn in accordance with Chantrey Vellacott DFK's standard procedures as appended to the report dated 28 September 2010

3 For the acceptance/rejection\* of the resolution that "Chantrey Vellacott DFK's pre-appointment fees in the sum of £9,686 be approved and paid as an expense of the Administration"

4 For the appointment of

of

Representing

as a member of the CREDITORS' COMMITTEE

This form must be signed

Signature \_\_\_\_\_ Date \_\_\_\_\_

Name in CAPITAL LETTERS \_\_\_\_\_

Only to be completed if the creditor has not signed in person

Position with creditor or relationship to creditor or other authority for signature

KWT JM NP TD0020

Remember there may be resolutions on the other side of this form

**Rule 4.73 Proof of Debt - General Form**

**Form 4.25**

**In the matter of LM Logistics Group Limited - In Administration  
and in the matter of The Insolvency Act 1986**

Date of Administration 6 August 2010

1	Name of Creditor Reference Number	
2	Address of Creditor	
3	Total amount of claim, including any Value Added Tax and outstanding uncapitalised interest as at the date of the bankruptcy order	£
4	Details of any documents by reference to which the debt can be substantiated [Note the Administrator/Liquidator may call for any document or evidence to substantiate the claim at his discretion]	
5	If total amount above includes outstanding uncapitalised interest, please state amount	£
6	Give details of whether the whole or any part of the debt falls within any (and if so which) of the categories of preferential debts under section 386 of, and schedule 6 to, the Insolvency Act 1986 (as read with Schedule 4 to the Pensions Schemes Act 1993 (contributions to occupational pension schemes and state scheme premiums))	Category  Amount(s) claimed as preferential £
7	Particulars of how and when debt incurred	
8	Particulars of any security held, the value of the security, and the date it was given	
9	Signature of creditor or person authorised to act on his behalf	
	Name in BLOCK LETTERS	
	Position with or relation to creditor	