

The Insolvency Act 1986

Notice of court order ending administration

2.33B

Name of Company Contract Floors.com Limited
--

Company number 04858948

In the High Court of Justice Chancery Division Manchester District Registry (full name of court)
--

Court case number 1654 / 2006

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

We (a)
Christopher Ratten
Tenon Recovery
Arkwright House,
Parsonage Gardens,
Manchester,
M3 2LF

Simon Thomas
Tenon Recovery
Arkwright House,
Parsonage Gardens,
Manchester,
M3 2LF

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

having been appointed administrator(s) of (b) Contract Floors.com Limited
c/o Tenon recovery Arkwright House Parsonage Gardens Manchester M3 2LF

(c) Insert date of appointment

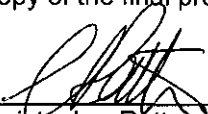
on (c) 26th July 2005
by (d) the Directors

(d) insert name of appointor/applicant

hereby give notice that the court has ordered that the administration shall end on (e) 22nd September 2006

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

Signed


Christopher Ratten - Joint Administrator

Dated

30/10/06

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

Christopher Ratten Tenon Recovery Arkwright House, Parsonage Gardens, Manchester, M3 2LF	+44 (0) 161 834 3313 DX Exchange
IX Number	

The will be published

WEDNESDAY



A17

COMPANIES HOUSE

16/11/2006

COMPANIES HOUSE

When you have completed and signed this form, please send it to the Registrar of Companies at:-
Companies House, Crown Way, Cardiff CF14 3UZ DX 33050 Cardiff

IN THE HIGH COURT OF JUSTICE
CHANCERY DIVISION
MANCHESTER DISTRICT REGISTRY

BEFORE MR RECORDER ELLERAY QC SITTING AS A HIGH COURT JUDGE AT
MANCHESTER ON FRIDAY 22ND SEPTEMBER 2006 AT 10.30AM

IN THE MATTER OF CONTRACT FLOORS.COM LIMITED
AND IN THE MATTER OF THE INSOLVENCY ACT 1986



ORDER

UPON the petition of Christopher Ratten and Simon Thomas the Joint Administrators ("the Administrators") of Contract Floors.com Limited ("the Company")

AND UPON reading the witness statement of Christopher Ratten in support of the application

AND UPON hearing Counsel for the Administrators

IT IS ORDERED THAT:

1. Provided that creditors be notified of this order and within 14 days of notification no creditor applies to this court for a review of the order (for which the creditors are at liberty to apply) the Administration Order be discharged pursuant paragraph 79(2)(a) of Schedule B1 to the Insolvency Act 1986 ("the Act").
2. The Administrators be discharged from liability as Administrators of the Company pursuant to paragraph 98(2)(c) of Schedule B1 to the Act.
3. The Company be wound up by the court under the provisions of the Act.

4. The costs of this petition be paid as an expense of the administration.

Dated this 22nd day of September 2006

IN THE HIGH COURT OF
JUSTICE
CHANCERY DIVISION
MANCHESTER DISTRICT
REGISTRY

IN THE MATTER OF
CONTRACT FLOORS.COM
LIMITED
AND IN THE MATTER OF THE
INSOLVENCY ACT 1986

ORDER

Taylor's Solicitors
Blackburn
C/B

21.09.06

Tenon recovery

To All Creditors

Our ref: 3016728/ADM.602k
Your ref:
Date: 18 September 2006
Email: john.radford@tenongroup.com
Tel: +44 (0) 161 834 3313

Dear Sirs

Contract Floors.com Limited ("The Company") – In Administration

In accordance with Rule 2.47, I would like to provide creditors with my final report following my appointment as Joint Administrator on 26 July 2005.

1. Statutory Information

Statutory information relating the Company and the appointment is attached to this report as *Appendix I*.

2. Administrators' Proposals

Creditors approved the Administrators' proposals in accordance with Rule 2.33(5) of the Insolvency (Amendment) Rules 2003.

In accordance with Rule 2.110(2)(a), attached to this report as *Appendix II* is a copy of these proposals. I can confirm that during the course of the Administration there were no material amendments to or deviations from these proposals.

3. Administration Strategy

The strategy of the Administration was outlined in detail in my initial and subsequent report to creditors. I would summarise as follows:

The objective of the Administration was to achieve 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).

Upon our appointment we caused the Company to cease to trade. The sale of the business as a going concern was completed shortly after appointment to an unconnected third party.

Arkwright House, Parsonage Gardens, Manchester, M3 2LF
Tel: +44 (0) 161 834 3313 Fax: +44 (0) 161 827 8402
Email: manchester@tenongroup.com
www.tenongroup.com

Tenon Recovery is a trading name of Tenon Limited.
Registered Office 68 Chiltern Street, London, W1U 4GB. Registered no: 04066924 England
A member of Tenon Group PLC

Directors and staff acting as Administrative Receivers and Administrators act as agents of the company over which they are appointed and contract without personal liability.

In the circumstances the Administrators achieved a better price for the assets than would have been achieved on a winding up. However the funds generated in the Administration are insufficient to enable a dividend payment to either preferential or ordinary unsecured creditors. The purpose of the Administration has not been achieved and on the basis that the Company is insolvent it is necessary and appropriate that the Company should be wound up.

4. Administrators' accounts

Attached as *Appendix III* is the Administrators' account for the period 26 July 2005 to 29 August 2006. The realisation of the Company's assets has been discussed in detail in my previous reports to creditors. I can advise that there have been no further realisations since my previous report.

The sole asset which has not been realised to date is the overdrawn director's loan account of £38,617. The Administrators have not been successful in recovering this debt. The director's loan will continue to be pursued by the Liquidator upon the court issuing a Winding Up Order.

5. Outcome to creditors

5.1. Secured Creditors

There will be no distribution to the secured creditor.

5.2. Preferential creditors

There are no preferential creditors of the Company

5.3. Unsecured creditors and the Prescribed Part

As the net property of the Company amounted to less than the prescribed minimum no prescribed part was set aside for the unsecured creditors.

As such there has been and will not be any distribution to unsecured creditors.

6. End of Administration

The Administrators' proposals, approved by creditors pursuant to paragraph 49 of Schedule B1 of the Act, included the provision to end the Administration through a move into Compulsory Liquidation.

It is the Administrators' intention to seek an end to the Administration through an application to court and to place the Company into Compulsory Liquidation. It is not the Administrators' intention to seek the appointment of Liquidator.

7. Remuneration

Pursuant to paragraph 49 of Schedule B1 of the Act it was resolved that the Administrators' proposals relating to their remuneration be approved. This provided for the Administrators to be remunerated with reference to time properly spent in dealing with this matter.

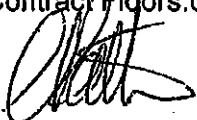
The Administrators' time costs to date amount to £21,940 plus disbursements of £242.15. In accordance with Statement of Insolvency Practice 9 I have attached at *Appendix IV* a breakdown of these time costs. Of these costs £15,000 remuneration and £242.15 disbursements have been drawn to date. It is expected that a final fee of approximately £4,300 will be drawn before the Company proceeds into Liquidation. The remaining time costs will be written off.

In addition, Tenon Tax have been instructed to prepare the Corporation Tax returns for the Company. Total fees of £413.59 have been paid representing 2.5 hours at an average hourly rate of £165.

8. Further Information

This is the final report you will receive concerning the Administration of this matter but should you have any queries please do not hesitate to contact John Radford on the above number.

Yours faithfully
For and on behalf of
Contract Floors.com Limited



Christopher Ratten
Joint Administrator

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

Enclosure:

Appendix I – Statutory Information

Company Information

Company Name Contract Floors.com Limited
Company Number 04858948
Registered Office c/o Tenon Recovery, Arkwright House, Parsonage Gardens, Manchester M3 2LF
Trading Address 1 Collingwood Place, Blackpool, Lancashire, FY3 8HU

Appointment details

Administrators Christopher Ratten and Simon Thomas of Tenon Recovery
Administrators' address Tenon Recovery, Arkwright House, Parsonage Gardens, Manchester, M3 2LF

Date of appointment 26 July 2005
Court High Court of Justice, Chancery Division, Manchester District Registry
Court Reference 1654 / 2005

Appointed by: Directors

Functions: Any act required or authorised under any enactment to be done by an administrator may be done by either or both of the Administrators acting jointly or alone.

EC Regulations: The Company's registered office is from where the Company carries on its business. Therefore in the absence of proof to the contrary, the Company's centre of main interests is in the United Kingdom and as such these proceedings will be the main proceedings as defined in article 3 of the EC regulation as.

Extensions: The Administrators have sought an extension of 2 months to the period defined by Paragraph 76(1) of Schedule B1 of the Act that provides for the automatic end of the Administration after 12 months from the date of appointment.

Contract Floors.com Limited – In Administration

Statement of Administrators' proposals Pursuant to Paragraph 49 of Schedule B1 of the Insolvency Act 1986

In accordance with Paragraph 49 of Schedule B1 of the Insolvency Act 1986 ("the Act") and The Insolvency Rules 1986 ("the Rules"), Christopher Ratten and Simon Thomas the Joint Administrators ("Administrators") of Contract Floors.com Limited ("the Company"), make the following proposals for achieving the purpose of the Administration.

These proposals and the attached report to creditors together set out the information required by and discharge the administrators' duty pursuant to Paragraph 49 of Schedule B1 of the Act and Rule 2.33 of the Rules.

Proposals

The Administrators propose that:

- (a) they continue to manage the business, affairs and property of the Company in order to achieve the purpose of the Administration such that:
 - (i) they dispose of the Company's ownership of such assets at such time(s) on such terms as they consider expedient;
 - (ii) they investigate and, if appropriate, pursue any claims that the Company may have against any person, firm or company whether in contract or otherwise, including any officer or former officer of the Company or any person, firm or company which supplies or has supplied goods or services to the Company; and
 - (iii) in addition, they do all such things and generally exercise all their powers as Administrators as they in their discretion consider desirable or expedient in order to achieve the purpose of the Administration or protect and preserve the assets of the Company or maximise the realisations of those assets, or of any purpose incidental to these proposals.
- (b) the Administration shall continue (subject to the statutory provisions relating to automatic termination) until the realisable assets of the Company have been realised and all liabilities incurred during the Administration have been discharged or until such a time as deemed appropriate by the Administrators. At this stage the Company shall be dissolved or placed into liquidation as outlined below. If necessary, the Joint Administrators propose to seek an extension of their appointment as administrators from the creditors and/or the Court pursuant to paragraph 76 of Schedule B1 to the Act.
- (c) If the Joint Administrators consider that there will be no distribution to unsecured creditors, and if they also consider that an exit from the Administration into compulsory liquidation is not appropriate, then the Joint Administrators be authorised to take the necessary procedural steps to bring about the end of the Administration and move the Company into dissolution pursuant to paragraph 84 of Schedule B1 to the Act.
- (d) In the event that the Joint Administrators are of the view that it is appropriate for the Company to move from Administration into Liquidation, whether compulsory or voluntary, the Joint Administrators be authorised to take steps to place the Company into whichever liquidation process they, at their discretion, deem appropriate. In either circumstance, it is proposed that the Joint Administrators would take the appointment as joint liquidators of the Company. In relation to moving into creditors' voluntary liquidation, and in accordance with paragraph 83(7) and Rule 2.117 (3), creditors may nominate a different person as the proposed liquidator, provided that the nomination is made after the receipt of the proposals and before those proposals are approved.
- (e) Upon the Company either proceeding into Creditors Voluntary Liquidation or dissolution as set out above, the Joint Administrators discharge from liability, pursuant to paragraph 98 of Schedule B1 shall take effect 14 days following either the Company entering into liquidation or filing the notice of moving from Administration to dissolution.

- (f) They be at liberty to incur and pay such costs and expenses, including professional fees, as considered to be incidental to the achievement of the purpose of the Administration or for the purposes set out herein or to the Administrators' statutory duties. The Administrators shall be remunerated by reference to time properly spent both for their services as Administrators and also for their staff in attending to the matters arising in the Administration of the Company, charged at the charge out rates prevailing at the time the work is undertaken. The Administrators' remuneration will be agreed by the Creditors' Committee or in the event that no Committee is formed the Administrators' remuneration will be agreed with the secured creditors and/or preferential creditors.
- (g) They consult with the Creditors' Committee, if formed, at appropriate intervals concerning the conduct of the Administration and the implementation and development of these proposals and where they consider it expedient obtain the sanction of that Committee on behalf of the creditors of the Company (and without further reference to them) to any proposed action on the part of the Joint Administrators.



Christopher Ratten
Joint Administrator

**Contract Floors.com Limited
In Administration
Joint Administrators' Abstract of Receipts & Payments**

From 26 July 2005 To 18 September 2006

ASSET REALISATIONS

Goodwill	9,500.00	
Plant & Machinery	5,000.00	
Stock	5,000.00	
Stock/WIP	4,000.00	
Book Debts	5,500.00	
Bank Interest Net of Tax	143.05	
Sundry receipts	87.41	
	<u> </u>	<u>29,230.46</u>

COST OF REALISATIONS

Office Holders Expenses	242.15	
Office Holders Remuneration	15,000.00	
Agents/Valuers Fees	4,596.00	
Legal Fees	3,000.00	
Professional Fees - Tenon Tax	413.59	
Statutory Advertising	108.93	
Land Registry Search	10.00	
Insurance of Assets	105.00	
Other costs	1,200.00	
	<u> </u>	<u>(24,675.67)</u>
		<u> </u>
		<u>4,554.79</u>

REPRESENTED BY

Vat Receivable	90.61	
Floating Deposit A/c	4,464.18	
	<u> </u>	<u>4,554.79</u>

The amount paid to unsecured creditors by virtue of section 176A (prescribed part) was Nil

Appendix IV

**Information relating to
Administrators'
Remuneration**

Office Holder Remuneration

Case Name	Contract Floors.com Limited	
Court	High Court of Justice, Chancery Division, Manchester District Registry	
Court reference	1654 / 2006	
Office Holders	Christopher Ratten and	IP Number: 009338
	Simon Thomas	IP Number: 008920
Firm	Tenon Recovery	
Address	Arkwright House, Parsonage Gardens, Manchester, M3 2LF	
Type of Appointment	Administration	
Date of Appointment	26 July 2005	

1. Overview of Case

1.1. Appointment

We were appointed Joint Administrators on 26 July 2005 following an application by the Directors.

1.2. Strategy

The strategy of the Administration has been detailed in my previous reports to creditors. The objective of the Administration was to achieve 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).

1.3. Staffing

Staff of various grades and experience were used depending on the nature of the work performed.

1.4. Existing fee arrangements

Pursuant to paragraph 49 of Schedule B1 of the Act it was resolved that the Administrators proposals relating to their remuneration be approved. This provided for the Administrators to be remunerated with reference to time properly spent in dealing with this matter.

1.5. Outcome to creditors

See main report.

2. Explanation of office-holders charging and disbursement recovery policies

2.1. Time recording

Time properly incurred on cases is charged to the assignment at the hourly rate prevailing at the time. The current hourly charge out rates are outlined below:

	£
Directors and Licensed Insolvency Practitioners	255 - 275
Managers	170 - 230
Assistant Managers	135
Case administrators	75
Cashiers	75

Secretarial and support staff are not charged to the cases concerned, being accounted for as an overhead of Tenon Recovery.

2.2. Disbursement recovery

Separate charges are made in respect of directly attributable expenses (Category 1 disbursements) such as travelling, postage, photocopying, statutory advertising and other expenses made on behalf of the assignment. Details of such disbursements are included attached.

No indirect charges (category 2 disbursements) are to be charged to this matter.

3. Description of work carried out

Section 4 of this appendix outlines the time costs to date in relation to activities undertaken during this matter. These matters can be summarised as follows:

3.1. Pre-appointment

Time spent in this category comprises the activities required to obtain an Administration Order.

3.2. Administration and planning

The following activities have been undertaken:

- > Statutory duties associated with the appointment including the filing of relevant notices;
- > Notification of the appointment to creditors, members, employees and other interested parties;
- > Setting up case files;
- > Reviewing available information to determine appropriate strategy;
- > Setting up and maintaining bank accounts;
- > 6 monthly progress review of the case.

Staff of different levels were involved in the above activities depending upon the experience required.

3.3. Investigations

The time spent comprises:

- > Corresponding with the former directors and management;
- > Review of questionnaires and comments provided by interested parties;
- > Review of company documentation;
- > Liaising with the creditors' committee on such matters; and
- > Completion of statutory returns to the Department of Trade and Industry.

Due to the complex nature and importance of the investigations, the staff utilised to conduct such work involved experienced members of staff.

3.4. Creditors

The time spent includes the following matters

- > Recording and maintaining the list of creditors;
- > Dealing with employee related matters;
- > Dealing with reservation of title claims;
- > Recording creditor claims
- > Reporting to creditors;
- > Meetings of creditors;
- > Dealing with creditor queries;
- > Reviewing and evaluating creditor claims;

4. Time and chargeout summary

To date a total of 177 hours have been spent at an average charge out rate of £124 bringing the total cost to date to £21,940.

A summary table is shown below:

Classification of work function	Insolvency Practitioner/ Director/ Associate Director	Manager	Hours Other senior professionals	Assistants and support staff	Total	Time cost £	Average Hourly rate £
Administration and Planning	15.7	0.8	1.0	80.9	98.4	10,251.50	104
Investigations	1.0	3.3		4.6	8.9	1,065.50	120
Realisation of assets	14.3	2.0		2.0	16.3	3,832.50	235
Creditors	14.8	2.0		38.6	53.4	6,790.00	127
Total	45.8	6.1	1.0	124.1	177.00	21,939.50	124

The above costs exclude VAT.

5. Disbursements

5.1. Category 1

Category 1 disbursements incurred are outlined below:

	Incurred £	Paid £
Mileage	104.15	104.15
Specific penalty bond	98.00	98.00
Court Fees	30.00	30.00
Company Search	10.00	10.00
Total	<u>242.15</u>	<u>242.15</u>

The above costs exclude VAT.

5.2. Category 2 disbursements

No Category 2 disbursements have been charged to this matter.

Supporting documentation

Up to date Receipts and Payments account
Resolutions to be passed
Creditors Guide to fees