

The Insolvency Act 1986
**Notice of move from administration to
dissolution**

2.35B

Name of Company

Blooming Marvellous Limited

Company number

03076846

In the High Court of Justice
Chancery Division
Manchester District Registry

For court use only
286 of 2009

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

We Philip Francis Duffy and David John Whitehouse of MCR, 11 St James Square, Manchester, M2 6DN.

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

having been appointed administrators of Blooming Marvellous Limited, 11 St James Square, Manchester, M2 6DN. ("the company")

(c) Insert date of appointment

On 28 January 2009 by Zamy Limited

(d) Insert name of appointor

hereby give notice that the provisions of paragraph 84(1) of Schedule B1 to the Insolvency Act 1986 apply.

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

Signed

Joint Administrator

Dated

20/1/10

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 searches of the public record

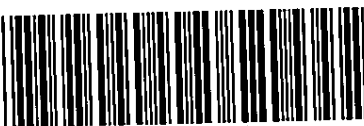
MCR Corporate Restructuring
11 St James Square
Manchester
M2 6DN

Tel: 0161 827 9000

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



A01

23/01/2010

301

COMPANIES HOUSE

SATURDAY

**Blooming Marvellous Limited
(In Administration)**

**Final Progress Report of the Joint Administrators
for the period from 28 July 2009 to 21 January 2010
pursuant to Rule 2.110 of the
Insolvency Rules 1986 as amended**

21 January 2010

Names of Joint Administrators: Philip Francis Duffy
David John Whitehouse

Date of appointment: 28 January 2009

Date of report: 21 January 2010

Appointed by: Zamyia Limited as Qualifying Floating Chargeholder
319 Ordsall Lane
Salford
Manchester
M5 3FT

Court reference: High Court of Justice
Manchester District Registry no. 286 of 2009

MCR Corporate Restructuring
11 St James Square
Manchester
M2 6DN

CONTENTS

- Definitions
- 1. Introduction
- 2. Background
- 3. Progress of the Administration to Date
- 4. Investigations
- 5. Joint Administrators' Remuneration
- 6. Dividend Prospects/ Prescribed Part
- 7. Creditors' Meeting
- 8. Joint Administrators' Proposals
- 9. End of Administration
- 10. Other Matters

APPENDICES

- 1. Statutory Information
- 2. Joint Administrators' Receipts and Payments Account
- 3. Schedule of Joint Administrators' Time Costs
- 4. Joint Administrators' Proposals
- 5. Form 2.35B – Notice of Move from Administration to Dissolution

DEFINITIONS

Blooming Marvellous Limited	the Company / BM
The Marvellous Group Limited	TMG
BM & TMG	the Group
Philip Francis Duffy & David John Whitehouse	the Joint Administrators
Zamya Limited	Zamya
Insolvency Act 1986	the Act
Insolvency Rules 1986 (as amended)	the Rules
HM Revenue & Customs	HMRC
The Department for Business, Enterprise & Regulatory Reform	DBERR
Statement of Affairs	SoA
EC Regulation on Insolvency Proceedings 2000	EC Regulation
Redundancy Payments Office	RPO
Statement of Insolvency Practice	SIP
Topfactor Limited	Topfactor / the Purchaser
Sale and Purchase Agreement	SPA
Report to Creditors together with the Joint Administrators' Statement of Proposals	the Proposals
Prescribed Part of the Company's net property	Prescribed Part
Notice to Move from Administration to Dissolution	the Notice
MCR Corporate Restructuring	MCR

1. INTRODUCTION

- 1.1 Philip Francis Duffy and David John Whitehouse of MCR were appointed Joint Administrators of the Company on 28 January 2009 by Zamy, the holder of a qualifying floating charge under Paragraph 14 of Schedule B1 to the Act.
- 1.2 The purpose of this report is to provide creditors with a final account of the progress of the administration, in accordance with Rule 2.110 of the Rules, as amended.
- 1.3 This report should be read in conjunction with the earlier reports to creditors dated 10 February 2009 and 19 August 2009.

2. BACKGROUND

- 2.1 The Joint Administrators issued the Proposals on 10 February 2009 which detailed the Company's background and the events leading up to the Administration.
- 2.2 The purpose of the Administration was to achieve one 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 or preferential creditors.
- 2.3 The Joint Administrators have been successful in achieving the third objective by making a distribution to the preferential creditors of the Company.

3 PROGRESS OF THE ADMINISTRATION TO DATE

Administration Trading Period

- 3.1 The Joint Administrators made the decision to trade the business in the short-term whilst a going concern sale of the business and assets of the Group was pursued.
- 3.2 All trading matters have now been settled.

Sale of Business

- 3.3 As stated in the Joint Administrators' previous progress report, a sale of the business and assets of the Group was completed to Topfactor on 12 February 2009. Sales consideration has been received in full.
- 3.4 As noted in the Joint Administrators' progress report of 19 August 2009, the Joint Administrators granted to the Purchaser a licence to occupy the Company's premises for the six months to 12 August 2009.
- 3.5 This licence to occupy was extended to 31 December 2009 in order to allow the Purchaser to ensure assignments could be completed.
- 3.6 The licence to occupy the Company's premises was terminated on 31 December 2009.

Receipts and payments account

- 3.7 A detailed receipts and payments account is shown at Appendix 2.

4. INVESTIGATIONS

- 4.1 The Joint Administrators have a statutory obligation to file a report with DBERR regarding the conduct of all directors of the Company that served in the three years prior to the appointment. The content of this report is confidential and was submitted to the Insolvency Practitioners' Compliance Unit on 2 July 2009.
- 4.2 The Joint Administrators' investigations into the Company's affairs are complete.

5. JOINT ADMINISTRATORS' REMUNERATION

- 5.1 In accordance with Rule 2.106(5A) of the Rules, the Joint Administrators' remuneration was approved by the secured creditor and the preferential creditors of the Company. The Joint Administrators remuneration is fixed by reference to the time properly given by them and their staff.
- 5.2 Cashiering and accounting time costs total £29,306 across the Group and this has been apportioned equally between BM and TMG.
- 5.3 The Joint Administrators' time costs for the period 28 January 2009 up to and including 15 January 2010 total £137,486. A schedule of these time costs is set out at Appendix 3.
- 5.4 Of this, a total of £42,606 has been drawn to date. No further remuneration will be drawn.
- 5.5 The Joint Administrators have drawn disbursements of £1,371.07.
- 5.6 At MCR we aim to reduce paper usage and postage costs and therefore the Joint Administrators have placed a copy of the Creditors' guide to Administrators' fees at www.mcr.uk.com in accordance with SIP 9. Should you still require a paper copy please contact this office.

6. DIVIDEND PROSPECTS / PRESCRIBED PART

Secured Creditors

- 6.1 At the date of the Joint Administrators appointment the Group's indebtedness to Zamyia was £845,000, subject to accruing interest and charges, in accordance with the fixed and floating charge over the Company. This was secured by cross-corporate guarantees and debentures from the Group.
- 6.2 There are insufficient realisations to enable a distribution to be made to Zamyia.

Preferential Creditors

- 6.3 The preferential claims are limited to employees' claims for unpaid wages (subject to statutory limits) and accrued holiday pay, which may be subrogated to the Secretary of State following payment by the RPO.
- 6.4 The Joint Administrators have received preferential claims to the value of £33,334.43.

- 6.5 A preferential dividend was distributed to the preferential creditors of the Company of 50p in the £ totalling £16,668.

Prescribed Part

- 6.6 Pursuant to Section 176A of the Act, where a floating charge is created after 15 September 2003 a Prescribed Part of the company's net property shall be made available to unsecured creditors.

- 6.7 The Prescribed Part is calculated as a percentage of net property, as follows:-

Net property less than £10,000:	50% unless you think costs of distribution > benefit
Net property greater than £10,000:	50% up to £10,000 plus 20% thereafter to a maximum of £600,000.

- 6.8 Although in this case the security was created post 15 September 2003, there are insufficient net realisations to enable a distribution from the Prescribed Part.

Non-Preferential Creditors

- 6.9 According to the directors' statement of affairs, non-preferential creditors total £1.47m.
- 6.10 Based upon the realisations achieved there are insufficient funds to enable a distribution to the non-preferential creditors of the Company.

7. CREDITORS' MEETING

- 7.1 In accordance with Paragraph 52(1)(b) of Schedule B1 to the Act, a creditors' meeting was not convened as there was insufficient property to enable a distribution to non-preferential creditors.

8. JOINT ADMINISTRATORS' PROPOSALS

- 8.1 The Proposals were approved by the general body of creditors in accordance with Rule 2.33(5) of the Rules. A copy of these proposals is attached at Appendix 4.

9. END OF ADMINISTRATION

- 9.1 The Proposals advised that the Administration automatically comes to an end after one year, unless an extension is granted by the Court or with the creditors' consent.
- 9.2 There are insufficient funds to make a distribution to the non-preferential creditors of the Company and as such, the Notice will be submitted to the Registrar of Companies pursuant to Paragraph 84 of Schedule B1 to the Act.
- 9.3 Following registration of the Notice by the Registrar of Companies, the Joint Administrators' appointment will cease to have effect, and they will be discharged from liability under Paragraph 98(3) of Schedule B1 to the Act.
- 9.4 At the end of three months, beginning with the date of the Notice being registered to the Registrar of Companies, the Company will be dissolved.

10. OTHER MATTERS

- 10.1 If you require further information or assistance, please do not hesitate to contact my colleague Stephen Prior.

Philip Duffy
Joint Administrator



APPENDIX 1

STATUTORY INFORMATION

STATUTORY INFORMATION

Date of incorporation	6 July 1995	
Registered number	03076846	
Company director(s)	Steven Bedford Rupinder Cheema Jonathon Eeles Stephen Pomfret Jonathon Shonn	
Company secretary	Jonathon Shonn	
Shareholders	The Marvellous Parent Limited – 100%	
Head office	2 Albion Court Albion Place London W6 0QT	
Registered Office	Current: c/o MCR Corporate Restructuring 11 St James Square Manchester M2 6DN	Formerly: 5 th Floor Free Trade Exchange 37 Peter Street Manchester M2 5GB

APPENDIX 2
JOINT ADMINISTRATORS'
RECEIPTS AND PAYMENTS ACCOUNT

**Blooming Marvellous Limited
(In Administration)**

**Receipts and Payments Account
28 January 2009 to 21 January 2010**

RECEIPTS	TOTAL (£)
Retail Sales	103,690.91
Goodwill	1.00
Intellectual Property	1.00
Supplier Claims	1.00
Records	1.00
Website	1.00
Plant & Machinery	6,000.00
Stock	53,744.00
Debtors	1.00
Cash at Bank	82,045.88
Rates Refunds	4,731.95
Bank Interest Gross	120.79
Sundry Refunds	625.99
	250,965.52
PAYMENTS	
Direct Labour	36,225.23
PAYE/NI	6,007.38
Head Office Wages	718.20
Rents	33,625.49
Rates	6,337.00
Heat & Light	1,228.16
IT & Computing	5,122.73
Insurance	1,033.23
Legal & Professional Fees	2,149.33
Bank Charges - Trading Account	780.50
BMS Charges	1,757.30
Parcel Net	52,841.76
Printing & Postage	8,748.96
Instant Services UK Limited	747.45
PR Expenses	3,000.00
Employees Expenses	68.80
Pension Payments	51.28
Fixed Bank Charges	2.79
SOA Fee	5,000.00
Stationery & Postage	412.04
The Marvellous Group VAT Payable	8,114.54
Joint Administrators' Remuneration	42,605.65
Joint Administrators' Disbursements	3,193.87
Barlow Robbins LLP	579.00
Legal Fees	8,703.35
Storage Costs	4,556.48
Statutory Advertising	210.82
Bank Charges	476.76
DE Arrears & Holiday Pay	2,323.68
Employee Arrears & Holiday Pay	37.74
Barclays Subrogated Wages Claim	14,306.00
	250,965.52
BALANCE	-

APPENDIX 3
SCHEDULE OF JOINT ADMINISTRATORS' TIME COSTS

BLOOMING MARVELLOUS LIMITED - BLO001
Analysis of Joint Administrators' time costs for the period 28 January 2009 to 15 January 2010

Classification of Work Function	Hours					Total Hours	Time Cost	Average Hourly Rate
	Partner	Manager	Senior	Assistants	Support			
							£	£
Cashiering & accounting	0.90	18.30	16.60	34.50		70.30	14,653.00	208.44
CDDA, reports & Communicaton				3.50		3.50	486.50	139.00
Closings		0.10		2.20		2.30	351.50	152.83
Employee matters		20.10	10.70	71.20		102.00	14,112.00	138.35
Financial review		1.50		3.80		5.30	964.00	181.89
General admin		2.60	3.20	130.40		136.20	16,094.00	118.16
General correspondence	9.20	11.90		44.20	0.90	66.20	12,570.50	189.89
IPS set up & maintenance		0.50		1.10		1.60	291.00	181.87
Meetings		0.50		0.30		0.80	152.00	190.00
Preferential creditors		1.80		2.00		3.80	644.00	169.47
Proposals		15.10	3.80	1.10		20.00	4,741.00	237.05
Retention of title		0.90		13.40		14.30	1,509.00	105.52
Sale of business		48.00		37.50		85.50	16,639.50	194.61
Secured Creditors				0.20		0.20	17.00	85.00
Statement of affairs		2.20		3.70		5.90	876.00	148.47
Statutory matters (Meetings, Reports and Notices)			0.50	5.60		6.10	566.00	92.79
Strategy planning & control	27.80	45.50		7.20		80.50	24,249.00	301.23
Trading - accounting	0.20	16.00		12.00		28.20	5,334.50	189.17
Trading - operations		38.70		81.90		120.60	17,227.50	142.85
Unsecured creditors		13.70		23.70		37.40	6,007.50	160.63
Total Hours	38.10	237.40	34.80	479.50	0.90	790.70	137,485.50	166.36
Total Fees Claimed (£)	15,159.50	62,707.70	8,783.20	50,812.60	22.50		137,485.50	

Analysis of category 2 disbursements

Classification of Work Function	Details of Payee	£
Total		0.00

APPENDIX 4
JOINT ADMINISTRATORS' PROPOSALS

JOINT ADMINISTRATORS' PROPOSALS

The Joint Administrators proposed the following:

- That the Joint Administrators continue the Administration to deal with such outstanding matters in relation to the Company as the Joint Administrators consider necessary until such time as the Administration ceases to have effect.
- That the Joint Administrators do all such other things and generally exercise all of their powers as contained in Schedule 1 of the Insolvency Act 1986, as they, in their sole and absolute discretion consider desirable or expedient in order to achieve the purpose of the Administration.
- That the Joint Administrators seek an extension to the Administration period if deemed necessary.
- That the Joint Administrators, once all outstanding matters have been satisfactorily completed, take the necessary steps to give notice under paragraph 84 of Schedule B1 of the Insolvency Act 1986 to the registrar of companies to the effect that the Company has no property which might permit a distribution to its creditors, at which stage the Administration will cease.
- That the Joint Administrators, in the event that they form the view that a distribution can be made to unsecured creditors, take the necessary steps to put the Company into Creditors' Voluntary Liquidation. It is proposed that the Joint Administrators, currently Philip Francis Duffy and David John Whitehouse of MCR would act as Joint Liquidators should the Company be placed into Creditors' Voluntary Liquidation. In accordance with Paragraph 83(7) of Schedule B1 to the Insolvency Act 1986 and Rule 2.117(3) of the Insolvency Rules 1986 (as amended) the creditors may nominate a different person as the proposed Liquidator, provided such nomination is made before these proposals are approved.
- That the Joint Administrators be discharged from all liability pursuant to paragraph 98 of Schedule B1 to the Insolvency Act 1986, upon filing the end of the Administration or their appointment otherwise ceasing.
- That the Joint Administrators' remuneration be fixed by reference to the time properly spent by them and their staff in attending to matters arising in the administration.
- That the Joint Administrators be authorised to draw their firm's internal costs and expenses in dealing with the administration ("Category 2 Disbursements"), if any.

APPENDIX 5

FORM 2.35B – NOTICE OF MOVE FROM ADMINISTRATION TO DISSOLUTION