

Administrator's progress report 2.24B**Name of Company**
Freelance Media Limited**Company Number**
04059604**In the**
High Court of Justice
[full name of court]*For court use only*
Court case number
20053 of 2009(a) Insert full name(s) and
address(es)We (a) William Antony Batty and Stephen John Evans of Antony Batty & Company LLP of 3 Field
Court, Gray's Inn, London, WC1R 5EF

administrator(s) of the above company attach a progress report for the period

(b) Insert date

from
(b) 2 May 2010to
(b) 28 May 2010

Signed

Dated

Joint Administrator(s)

Contact Details:

You do not have to give any contact information in the box opposite but if you do, it will help Companies House to contact you if there is a query on the form. The contact information that you give will be visible to searchers of the public record.

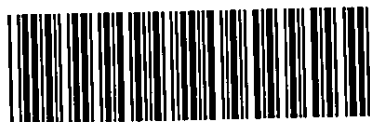
Antony Batty & Company LLP

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DX Number

DX Exchange



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When you have completed and signed this form please send it to the Registrar of Companies at

Companies House, Crown Way, Cardiff, CF14 3UZ

DX 33050 Cardiff

FREELANCE MEDIA LIMITED – IN ADMINISTRATION
ADMINISTRATORS' PROGRESS REPORT TO CREDITORS

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FREELANCE MEDIA LIMITED - IN ADMINISTRATION

1. STATUTORY INFORMATION

Company Number	04059604
Date of Incorporation	25/08/2000
Registered Office	3 Field Court, London, WC1R 5EF
Formerly	242B Blackfriars Road, London SE1 9UF
Principle business activity	Advertising

2. DETAILS OF APPOINTMENT OF THE ADMINISTRATOR

Names of Joint Administrators	William Antony Batty & Stephen John Evans
Charge holders	None
Date of Appointment.	2 November 2009
Court	High Court of Justice
Court reference.	20053 of 2009
Person(s) making appointment:	Gary Truman, Director – On behalf of the Boards
Acts of Administrator:	The Administrator acts as officer of the Court and agent for the Company without personal liability. All of the functions of the administrators of the company are to be exercised by any or all of the administrators
EC Regulation on Insolvency:	The EC Regulation on Insolvency Proceedings (Council Regulation (EC) No 1346/2000 applies to these proceedings which are “Main proceedings” within the meaning of the Regulation as the company was based in and traded in the United Kingdom
Extension to initial period of Appointment	None

3. THE ADMINISTRATORS' PROPOSALS

The following proposals to creditors were agreed by creditors at the meeting held on 3 March 2010

1. That the Joint Administrators remain in office, doing all such things and generally exercising the powers contained in schedule 1 of the Insolvency Act 1986 as the Joint Administrators, in our discretion consider desirable or expedient to achieve the purposes of the Administration and to protect and preserve the assets of the company or maximise the realisations from those assets

- 2 If it appears likely that there will be sufficient assets to distribute to preferential and/or unsecured creditors, the company should proceed into Creditor's Voluntary Liquidation in accordance with Paragraph 83 of Schedule B1 of the Insolvency Act 1986 and the Joint Administrators propose that they would be appointed Joint Liquidators. Creditors should note that they may nominate a different person as the proposed liquidator provided that any such nomination is received prior to the meeting of creditors.
- 3 If there are no assets for distribution to preferential or unsecured creditors, on conclusion of the Administration the Joint Administrators propose that they should file a notice with the Registrar of Companies in accordance with Paragraph 84(1) of Schedule B1 of the Insolvency Act 1986 ending the Administration, with the company being dissolved 3 months thereafter.
- 4 A creditors committee shall be formed if three or more creditors (up to a maximum of 5) require this and are willing to serve on it.
- 5 If no Creditors' Committee is formed, then the Joint Administrators propose that they be remunerated on the basis of their hourly costs at scale rates calculated on time properly spent in the course of the Administration and that the Joint Administrators shall draw their remuneration on account as and when funds permit.
6. If no Creditors' Committee is formed, then the Joint Administrators propose that their category 2 disbursements be approved in accordance with the policy disclosed in the enclosed Guide to fees, (rates may vary from time to time) and that the Joint Administrators be authorised to draw such disbursements as cash permits.

These proposals shall be subject to any modification or conditions as the Court may approve or impose.

4. PROGRESS OF THE ADMINISTRATION

Objective of the Administration

The objective of the Administration is set out in paragraph 3 of Schedule B1 to the Insolvency Act 1986 as follows:

The Joint Administrators' of a company must perform their functions with the objective of

- (a) rescuing the company as a going concern, or
- (b) 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
- (c) realising property in order to make a distribution to one or more secured or preferential creditors.

As previously advised, the Joint Administrators' believed that as there was likely to be significant interest in the Groups business and assets, such that if purpose 1 (a) of Administration could not be achieved, the Joint Administrators were confident that purpose 1 (b) would be achieved, i.e. achieving a better result for the company's creditors as a whole than would be likely if the company were wound up.

The purpose of administration has been achieved, whilst the expenses of the Administration have exceeded the realisations, the Joint Administrators have nevertheless achieved a better result for the

company's creditors as a whole than would have been likely if the company were wound up Accordingly the company will be moving to dissolution

The following progress report should be read in conjunction with the report and proposal circulated to all known creditors on 18 December 2009

Receipts and Payments Account

The Joint Administrators' attach a receipts and payments account for the period 2 November 2009 to 1 May 2010.

Assets

As previously advised the business and assets Freelance Media Limited were sold Trainfx Limited, a subsidiary of RAM Investment Group PLC ("RAM") for £26,250

The Joint Administrators have submitted a final VAT claim in order to recover the outstanding input VAT, which will be utilised to meet the balance of the invoiced fees

There were no further assets to realise

Liabilities

Secured Creditors

The Joint Administrators are not aware of any secured creditors in this matter

Prescribed Part

Section 176A of the Insolvency Act 1986 requires the Administrator to set aside a prescribed amount of the company's "net property" towards the satisfaction of unsecured debts. Net property is the amount that would otherwise be available for the satisfaction of holders of debentures secured by, or holders of, any floating charge created after 15 September 2003 Net property is calculated after accounting for preferential debts and the costs of realisation

As there are no qualifying floating charges, the prescribed part rules do not apply

Preferential Creditors

The Joint Administrators are not aware of any preferential creditors in this matter

Unsecured Creditors

Accordingly to the Director's statement of affairs, unsecured creditors are estimated to be £1,037,672. To date the Joint Administrators have received unsecured creditor claims totalling approximately £930,316, this includes £68,172 for HM Revenue & Customs in respect of VAT.

On the basis of the information currently available there is no prospect of a dividend being paid to unsecured creditors in this matter

5. OTHER MATTERS

Investigations

Conduct of Director

The Joint Administrators are required by statute to submit a report to the Department for Business, Innovation, and Skills concerning the conduct of every director of a company that is subject to Administration. Whilst the conduct of this report is confidential, the Joint Administrators confirm

that this report has been submitted This is a standard part of the Joint Administrators' duties and does not imply any criticism of the directors

Remuneration

The Joint Administrators' remuneration is based on a time cost basis, as approved at the creditors' meetings held on 3 March 2010. The Joint Administrators time costs for the period 2 November 2010 to 1 May 2010 amount to £21,740 The Joint Administrators have invoiced fees of £17,924 and will not be able to recover the balance

A total of seventy three hours of time has been spent on this matter. To date the time incurred in this matter has predominantly been spent on overseeing the sale of the business and assets, and on dealing with creditor queries and claims, which includes dealing with employee claims

Full details of the time incurred on these cases are enclosed in accordance with Statement of Insolvency Practice 9 issued by the Joint Insolvency Committee on behalf of the Joint Administrators Licensing body, together with a schedule of current charge out rates and details of disbursements

A Guide to Administrators' fees may be found at <http://www.antonybatty.com/links.html> The Joint Administrators would also be pleased to send you a copy by e-mail or post on request. Details of the Joint Administrators' firm's hourly rates are attached as Appendix IV

Standard Activities: -

Administration and planning: - Case planning, Administrative set-up, Appointment notification, Maintenance of records & statutory reporting

Investigations: - SIP2 review, CDDA reports & investigating antecedent transactions.

Realisation of assets: - Identifying, securing, insuring assets, Retention of Title, Debt collection, Property, business and asset sales

Trading: - Management of operations, Accounting for trading, On-going employee issues.

Creditors. - Communications with creditors, collating and agreeing creditors' claims (including employees' and other preferential creditors)

Disbursements

The Joint Administrators' have incurred category 1 disbursements of £24 plus VAT and category 2 expenses of £51 in accordance with the attached disbursements policy Below is a summary of these disbursements

	Category 1	Category 2
Photocopying		£47
Faxes		£4
Companies House search	£10	
Postage	£14	
	<hr/> £24	<hr/> £51

The Joint Administrators have drawn these disbursements in full.

Various costs in relation to the Administration have been paid directly out of the Administration bank account which include statutory advertising, professional and legal fees.

Professional fees were paid to Mercer & Hole Chartered Accountants of £722 plus VAT. An element of their fees was based on time costs (which bit?). Their fees in relation to their assistance with the sale of the business and asset were on a fixed fee basis.

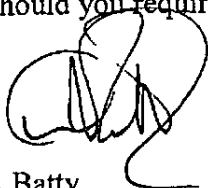
Legal fees of £3,601 plus VAT were paid to Barlow Lyde & Gilbert, who assisted in the sale of assets and preparing the appropriate sale agreements and their fees were based on time costs.

All third party agents are professionally insured

Conclusion of the Administration

The company will now be moving to dissolution

Should you require any further information please contact my colleague Claire Howell.



A Batty
Joint Administrator
Dated: 28 May 2010

**Freelance Media Limited
(In Administration)
Joint Administrators' Abstract of Receipts & Payments
To 28/05/2010**

S of A £		£	£
	SECURED ASSETS		
26,250 00	Goodwill	17,500 00	17,500 00
	ASSET REALISATIONS		
	Equipment	8,750 00	
	Cash at Bank	34 82	
	Bank Interest Gross	12 02	8,796 84
	COST OF REALISATIONS		
	Specific Bond	370.00	
	Office Holders Fees	17,614 11	
	Office Holders Expenses	75 23	
	Legal Fees (1)	3,601 07	
	Professional Fees	722 30	
	Statutory Advertising	67 50	(22,450 21)
26,250.00			3,846.63
	REPRESENTED BY		
	Vat Receivable		3,846 63
			3,846.63

William Antony Batty
Joint Administrator

SIP 9 - Time & Cost Summary

Period 02/11/09 01/05/10

Time Summary

Hours						Time Cost (£)	Average hourly rate (£)
Classification of work function	Partner	Manager	Other Senior Professionals	Assistants & Support Staff	Total Hours		
Administration & planning	21 20	0 30	10 80	6 60	38 90	10,092 00	259 43
Investigations	0 90	0 00	0 00	2 00	2 90	504 00	173 79
Realisations of assets	18 70	0 10	0 30	0 00	19 10	6,809 50	356 52
Trading	0 00	0 00	0 00	0 00	0 00	0 00	0 00
Creditors	11 70	0 00	0 20	1 00	12 90	4,335 00	336 05
Case specific matters	0 00	0 00	0 00	0 00	0 00	0 00	0 00
Pre Jan 2003 Time	0 00	0 00	0 00	0 00	0 00	0 00	0 00
Total Hours	52 50	0 40	11 30	9 60	73 80	21,740 50	294 59
Total Fees Claimed						15,850 54	

Antony Batty & Company LLP**Time Costs – Charge out rates per hour and disbursements policy.****1 April 2010 – 31 March 2011****2010\11**

Office Holder (e.g. Administrator)	£380
Senior Manager	£295
Case Manager	£260
Senior Administrator	£195
Administrator	£110

Please note that these rates may be increased from time to time. Creditors will be notified of changes in the annual report.

Disbursement Policy

Please note that the liquidator's disbursements are charged out at the following rates -

Category 1 - represent recovery of necessarily incurred disbursements at the cost incurred

Postage – the current postage rate applicable

Sundry disbursements, such as advertising, where incurred appropriately, are recharged at 100% of the cost incurred.

Insurance and bonding is recharged at 100% of the relevant charge to the office holder

Travel, where the staff of Antony Batty & Company LLP staff use their own vehicles in the course of their duties in this matter, the mileage is recharged at 40p per mile. All other travel costs are recharged at 100% of the cost incurred.

VAT is charged as appropriate.

Category 2

Photocopying	15p per sheet
Faxes UK	£1 per sheet
International	£2 per sheet
Internal meeting room hire -	£100 per hour, (minimum 1 hour)
Storage	£35 per box per annum

VAT is charged as appropriate.