

The Insolvency Act 1986

**Notice of move from  
administration to creditors'  
voluntary liquidation****2.34B**

Name of Company Matrad Limited	Company number 04394678
In the High Court of Justice - Chancery Division	Court case number 902 of 2007

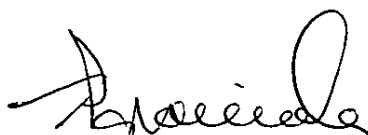
I T Papanicola FCA FCCA FABRP MCI Arb  
Bond Partners LLP  
The Grange  
100 High Street  
London  
N14 6TB

having been appointed administrator of Matrad Limited  
The Grange 100 High Street London N14 6TB

on 2 February 2007  
by High Court of Justice - Chancery Division  
hereby give notice that  
the provisions of paragraph 83(1) of Schedule B1 to the Insolvency Act 1986 apply, and it is  
proposed that T Papanicola FCA FCCA FABRP MCI Arb  
Bond Partners LLP, The Grange, 100 High Street, London, N14 6TB  
will be the liquidator of the company (IP No 005496 )

I attach a copy of the final progress report

Signed

  
Administrator

Dated

1 August 2008

**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

T Papanicola FCA FCCA FABRP MCI Arb  
Bond Partners LLP  
The Grange  
100 High Street  
London  
N14 6TB

DX Number

0870 8506007  
DX Exchange

Information that you give



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  
COMPANIES COURT**

**No. 902 OF 2007**

**IN THE MATTER OF  
MATRAD LIMITED  
AND  
IN THE MATTER OF THE ENTERPRISE ACT 2002**

**ADMINISTRATORS' FINAL REPORT PURSUANT TO  
RULE 2.110 OF THE  
INSOLVENCY RULES (AMENDMENT) 2003**

## **DISCLAIMER**

This Report has been prepared by Theodoulos Papanicola, the Administrator of Matrad Limited, solely to comply with his statutory duty under Rule 2.110 of the Insolvency Rules (As Amended) to provide final progress reports to the creditors. This Report should not be relied on by any person, used for any other purpose or used in any other context.

This Report has not been prepared for use in the making of any investment decision in relation to the debt of or any financial interest in Matrad Limited, nor should it be used as such.

Any estimated outcomes for creditors included in this Report are for illustration only and cannot be relied upon as guidance as to the actual outcomes for creditors.

Should any person choose to rely on this Report in any context other than that stated above in respect of the Insolvency Act, then that person does so at its own risk.

The Administrator does not accept any responsibility and will not accept any liability in respect of this Report.

The Administrator acts as an agent for Matrad Limited and contracts in all things without personal liability.

Bond Partners LLP does not accept any responsibility and will not accept any liability in respect of this Report.

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## **SCHEDULE OF APPENDICES**

- 1. Statutory Information**
- 2. Receipts and Payments Account as at 1 August 2008**
- 3. Schedule of Time spent**

## **1. INTRODUCTION**

On the 2<sup>nd</sup> February 2007, Ms Dennise Dawson and Mr David Lloyd, the Directors of Matrad Limited ("the Company"), duly appointed me, Theodoulos Papanicola of Bond Partners LLP, The Grange, 100 High Street, London N14 6TB as Administrator. I am an Insolvency Practitioner licensed by the Association of Chartered Certified Accountants.

Statutory information relating to the Company is set out in Appendix 1.

## **2. EC REGULATIONS ON INSOLVENCY PROCEEDINGS**

The EC Council Regulation on Insolvency proceedings applies to this Administration. These are the main proceedings. The Company's principal interest is situated in the United Kingdom.

## **3. PROGRESS OF THE ADMINISTRATION**

Creditors will note from my previous report that, the Company has joined a group action with The Federation of Technological Industries ("the FTI") which is being dealt with by DASS Solicitors ("DASS") in respect of the VAT repayment due back to the Company from HM Revenue and Customs. Creditors will further note that, at the time of my previous report, I had not received either an acceptance or rejection from HMRC in respect of the sum due to the Company. I would advise that, to date, I still await confirmation from HMRC in respect of their decision in this matter.

As confirmed to creditors previously, the Company has a shareholding in Fonix Limited ("Fonix"), which entered into Administration on the 19<sup>th</sup> January 2007, the Administrators being KPMG. I would advise that, due to the fact that Fonix is in a similar position to the Company, in so far as it is also owed a substantial sum of money from HMRC in respect of a VAT repayment, it is unlikely that a payment will be forthcoming in the near future.

I would advise creditors that, in view of the foregoing and in accordance with Paragraph 83(1)(b) of Schedule B1 of the Insolvency Act 1986 ("the Act") and the proposals approved by them on the 14<sup>th</sup> April 2007, it is my intention to move the Company from Administration to Creditors' Voluntary Liquidation, by submitting the relevant forms to the Registrar of Companies. I confirm that, as I did not receive a nomination for the appointment of another Liquidator within the period specified in my proposals, I will be appointed Liquidator.

## **4. RECEIPTS AND PAYMENTS**

I would refer you to Appendix 2, being a final Receipts and Payments account, the contents of which you will find self-explanatory.

## 5. ADMINISTRATORS REMUNERATION

The Statutory provisions relating to remuneration are contained in Rule 2.106 of Insolvency Rules 1986, as amended by the Insolvency (Amendment) Rules 2003. A guide to Administrators Fees is available to all creditors upon written request to Bond Partners LLP, The Grange, 100 High Street, London, N14 6TB

My Staff and I have incurred time charges to the date of the report of £17,998 plus VAT, representing a total of 103.70 hours having been spent on the administration of this case. Therefore, the average hourly rate equates to £173.56. I would advise that, my remuneration has been agreed on the basis of time spent, subject to a maximum of £20,000 plus VAT, in accordance with my approved proposals.

To the date of this report, I have not drawn any monies in respect of my remuneration.

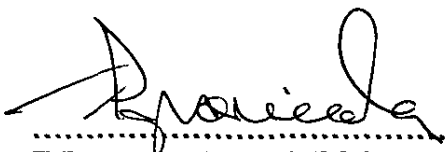
In order that Creditors may properly review the time spent on the administration of this case, I enclose herewith a schedule confirming the same, being compliant with Statement of Insolvency Practice 9, and would refer you to Appendix 3.

## 6. CONCLUSION

As stated above, I will issue the relevant forms moving the company from Administration to Creditors Voluntary Liquidation and I shall act as Liquidator in accord with the approved proposals and Paragraph 83 of Schedule B1 Insolvency Act 1986.

It was my intention to continue to pursue the outstanding VAT claim due from HMRC, with the assistance of the FTI and DASS Solicitors. Additionally, it is my intention to make direct contact with HMRC with a view to expediting a decision in respect of the above and continue liaising with KPMG in respect of the Company's shareholding in Fonix.

I would advise creditors that, my next report will be circularised to them on the anniversary of my appointment as Liquidator of the Company.



**T Papanicola FCA FCCA FABRP MCI.Arb**  
**Administrator**

Authorised to act as an Insolvency Practitioner by  
The Association of Chartered Certified Accountants

**1 August 2008**

## **Appendix 1**

### **STATUTORY INFORMATION**

Date of Incorporation	14 March 2002
Company Registration Number	04394678
Registered Office	The Grange 100 High Street London N14 6TB
Trading Address	122 Handsworth Road Handsworth Sheffield S9 4AE
Authorised Share Capital	1,000 Ordinary Shares of £1 each
Called up Share Capital	2 Ordinary Shares of £1 each
Shareholders	David Lloyd 2 Ordinary Shares of £1 each
Directors	David Alexander Lloyd 8 Parsley Hay Drive Sheffield South Yorkshire S13 8NH
Secretary	Dennise Ann Dawson 8 Parsley Hay Drive Sheffield South Yorkshire S13 8NH
Previous Names	None
Charges	None

## Appendix 2

**Matrad Limited**  
**(In Administration)**  
**Administrator's Abstract of Receipts & Payments**  
**To 01/08/2008**

S of A £		£	£
	<b>ASSET REALISATIONS</b>		
500 00	Office Equipment	500 00	
300,000 00	Shareholding Fonix Limited	NIL	
1,400,000 00	VAT Claim	NIL	
	Cash at Bank	7 41	
	Bank Interest Gross	1 46	
	Sundry Refunds	35 48	
			544 35
	<b>COST OF REALISATIONS</b>		
	Specific Bond	44 35	
	Legal Fees	500 00	
			(544 35)
	<b>UNSECURED CREDITORS</b>		
(524,275 00)	Fonix Limited	NIL	
(630,560 00)	Star Telecommunications Limited	NIL	
			NIL
	<b>DISTRIBUTIONS</b>		
(2 00)	Ordinary Shares	NIL	
			NIL
545,663 00			NIL
	<b>REPRESENTED BY</b>		
			NIL

## Appendix 3

**M0775**

**Matrad Limited**

1 August 2008

### SIP 9 - Time & Cost Summary

Period 02/02/07 01/08/08

#### Time Summary

Hours						Time Cost (£)	Average hourly rate (£)
Classification of work function	Partner	Manager	Other Senior Professionals	Assistants & Support Staff	Total Hours		
Statutory/Legal/Compliance	5 20	1 00	0 00	21 70	27 90	4,047 00	145 05
Bank Correspondence	0 00	0 00	0 00	3 20	3 20	271 50	84 84
S192	0 00	0 00	0 00	0 00	0 00	0 00	0 00
Complaints	0 00	0 00	0 00	0 00	0 00	0 00	0 00
Telephone Messages	0 50	0 00	0 00	5 80	6 30	831 00	131 90
Planning	0 00	0 00	0 00	0 00	0 00	0 00	0 00
Administration & planning	5 70	1 00	0 00	30 70	37 40	5,149 50	137 69
D1/D5/Investigations	6 20	0 00	0 00	25 50	31 70	4,723 00	148 99
Investigations	6 20	0 00	0 00	25 50	31 70	4,723 00	148 99
Insurance	0 00	0 00	0 00	0 20	0 20	24 00	120 00
VAT	5 00	0 00	2 70	5 90	13 60	3,038 50	223 42
Corporation Tax	0 00	0 80	0 00	0 00	0 80	200 00	250 00
Asset Realisation - Property	0 00	0 00	0 00	0 00	0 00	0 00	0 00
Asset Realisation - Fixed Assets	3 00	0 00	0 00	1 10	4 10	1 253 00	305 61
Asset Realisation - Debtors	0 00	0 00	0 00	0 90	0 90	94 50	105 00
Costs	0 00	0 00	0 00	0 90	0 90	74 00	82 22
Realisations of assets	8 00	0 80	2 70	9 00	20 50	4,684 00	228 49
Trading On	0 00	0 00	0 00	0 00	0 00	0 00	0 00
Trading	0 00	0 00	0 00	0 00	0 00	0 00	0 00
Creditor Correspondence	2 00	0 40	0 00	4 00	6 40	1,219 50	190 55
Proofs/Proxies	0 00	0 20	0 00	0 50	0 70	113 50	162 14
Preferential Claims/Crown Creditors	0 00	0 00	0 00	0 00	0 00	0 00	0 00
ERA	0 00	0 00	0 00	0 00	0 00	0 00	0 00
Report/Statement of Affairs	6 20	0 00	0 00	0 00	6 20	2,005 00	323 39
PAYE	0 00	0 00	0 30	0 00	0 30	51 00	170 00
Secured Creditors	0 00	0 00	0 00	0 00	0 00	0 00	0 00
Retention of Title	0 00	0 00	0 00	0 00	0 00	0 00	0 00
Committee	0 00	0 00	0 00	0 00	0 00	0 00	0 00
Dividends	0 00	0 00	0 00	0 00	0 00	0 00	0 00
Statement of Affairs/Cred Mtg	0 00	0 00	0 00	0 50	0 50	52 50	105 00
Creditors	8 20	0 60	0 30	5 00	14 10	3 441 50	244 08
Total Hours	28 10	2 40	3 00	70 20	103 70	17,998 00	173 56
Total Fees Claimed						0 00	