Rule 2.47 Form 2.24B

The Insolvency Act 1986

Administrator's progress report 2.24B

Name of Company	Company Number
New Jarrold Printing Limited in Administration	04976866

In the	Court case number
High Court of Justice, Chancery Division, Companies Court (full name of court)	5504 of 2006

(a) Insert full names and addresses of administrators

We Stephen Mark Oldfield, Colin Michael Trevethyn Haig and David Christian Chubb of PricewaterhouseCoopers LLP, The Atrium, St George's Street, Norwich, NR3 1AG, Administrators of the above company attach a progress report for the period

From	To
(b) 1 August 2008	(b) 31 January 2009

Signed ____________
Joint Administrator

(b) Insert dates

Dated 27 February 2009

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

Shirely Grose	
PricewaterhouseCoopers LLP, Hill House, Richmond Hill, Bournemouth, BH2 6HR	
	Tel 01202 296 012
DX Number DX151400	DX Exchange Bournemouth 17

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Companies House, Crown Way, Cardiff, CF14 3UZ **DX 33050 Cardiff**

PRICEWATERHOUSECOOPERS

New Jarrold Printing Limited – in Administration
High Court of Justice, Chancery Division, Companies Court
Case No. 5504 of 2006

Joint Administrators' progress report for the six months ended 31 January 2009

27 February 2009

S M Oldfield, C M T Haig and D C Chubb were appointed joint administrators of New Jarrold Printing Limited on 1 August 2006. The administrators act as agents of the company without personal liability. All administrators are licensed to act as insolvency practitioners by the Institute of Chartered Accountants in England and Wales.

1. Joint Administrators' progress report for the six months ended 31 January 2009

Introduction

In accordance with Rule 2.47 of the Insolvency Rules 1986 ("IR86"), the Joint Administrators ("the Administrators") write to provide creditors with details of the progress of the Administration of New Jarrold Printing Limited ("the Company") in the six months since the Administrators' previous report dated 28 August 2008.

Background information and initial actions taken by the Administrators

As at the date of the Administrators' appointment on 1 August 2006 the position as regards the Company was as follows: -

- The Company was a web offset printer of consumer magazines and directories.
- The Administrators' appointment arose as a consequence of the Company's balance sheet being likely to show a net liabilities position during August 2006 and the uncertainty concerning sufficient cash flow being available to fund the payroll costs for August.
- Key issues facing the Company were as follows:-
    - Significant cumulative losses totalling £2.4million
    - Trading losses due to the loss of the Company's major contract with EMAP in January 2006
    - Exceptional costs incurred in unsuccessful attempts to relocate the business to new premises

Following an initial review, the Administrators concluded that the most appropriate strategy was to trade the business as a going concern, whilst seeking a buyer for its business and assets. This was undertaken with the intention of maximising realisation of the Company's principal assets and preserving the jobs of the Company's employees. This corresponds with the purpose of the Administration as set out in the Administrators' proposals dated 22 September 2006. This being that the Administrators would continue to manage and finance the Company's business, affairs and property from trading revenue/asset realisations in such manner as they consider expedient with a view to 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).

Immediately following their appointment, the Administrators took steps to protect and preserve the Company's assets. Assets comprised:

- Plant and machinery
- Book debts
- Cash at bank
- Stock and work in progress

Trading and debtors

The Administrators report that in the trading period which concluded during November 2006, a loss was incurred amounting to approximately £260,000. Trading of the business was essential, not only in order to try and attempt a going concern sale and preserve jobs (mitigate employee claims) but also to avoid breach of customer contracts which would have severely impacted upon debtor realisations and work in progress. This enabled an increase in debtor realisations of approximately £700,000 compared with ceasing to trade on appointment.

Sale of business and assets

Despite discussions being held with many parties interested in acquiring the business as a going concern, it was not ultimately possible to achieve a sale of the business. The challenge for potential buyers of finding alternative premises was soon followed by the Company's largest customer, National Magazines, placing its magazine printing with a different supplier during September 2006. Consequently, interested parties withdrew, leaving the Administrators with no alternative but to wind down the business.

1. Joint Administrators' progress report for the six months ended 31 January 2009

Realisation of assets

The directors estimated in their statement of affairs that plant and machinery would realise £1,670,000. The Administrators appointed agents, Henry Butcher, to market and sell the Company's plant and machinery and have realised £2,250,994, £2,134,160 of which was subject to a fixed charge in favour of Venture Finance. This, however, excludes very significant costs of removal in total amounting to in excess of £500,000 (shown in section 3 of the attached receipts and payments account, as fixed charge payment) ie. approximating to the Director's Statement of Affairs estimate.

The Administrators have realised £3,002,878 in respect of factored and non-factored debts. This compares very favourably with the directors' estimate of £2,460,000 in their statement of affairs. The increase is largely due to the Administrators' decision to trade the Company as a going concern which enabled debtor realisations to be enhanced.

The Administrators have recovered cash at bank of £6,721 and received bank interest of £51,229.

The Administrators continued to trade the business and have achieved trading sales of £2,255,842 in respect of stock and work in progress. Physical trading ceased in September 2006.

The administrators have also realised £12,340 in respect of motor vehicles, refunds of £127,422 and £5,784 in respect of third party funds.

Other issues

The administrators have settled retention of title claims amounting to £26,648 and made duress payments of £15,710 in order to continue to trade and utilise stock held by the Company at the date of appointment.

Creditors' Committee

The Administrators have liaised with the Creditors' Committee to discuss issues and outline key decisions. The Administrators last reported to the Creditors' Committee on 24 January 2007 who agreed on this date that their involvement was no longer required given all major issues of the administration had been finalised and all that was left was to pay a preferential dividend with no surplus likely for unsecured creditors.

Extension of the Administration

The Administrators initially applied to Court to extend the administration for a period of six months to 1 February 2008. The Court sanctioned the extension for only a further 5 months which expired on 1 January 2008.

The Administrators sought a further extension of 6 months to 30 June 2008 to finalise preferential claims and to deal with outstanding tax matters.

Due to the unexpected delays in resolving the oustanding VAT matters mentioned above, the Administrators applied to Court to extend the Administration for a further period of 12 months to 30 June 2009. The Court sanctioned the extension.

Receipts and payments account

An account of the receipts and payments in the Administration for the thirty months to 31 January 2009 is set out in section 3 to this report.

Total receipts in the period comprise: -

- Sale of plant and machinery subject to a fixed charge £2,134,160;
- Debts £3,002,878;
- Sale of plant and machinery subject to a floating charge £116,834;
- Motor vehicles £12,340;
- Refunds £127,422;
- Cash at bank £6,721;

1. Joint Administrators' progress report for the six months ended 31 January 2009

- Third party funds £5,784;
- Interest earned on funds invested £51,229;
- Post appointment trading sales £2,255,841

The principal payments include: -

Plant and machinery removal costs

- Agents' fees £154,101
- Rent and service charge : Fixed £110,871;
- Insurance £10,178;
- Legal fees £105,777;
- Cleaning and site clearance £29,083;
- Employee related costs £59,978;
- Utilities £68,701;
- Repairs and maintenance £9,818;
- Administrators' site supervision fees £235,000:

Other costs

- Employee expenses and wages £1,213,575;
- Trading purchases £525,980;
- Heat, light and power £158,572;
- Transport and carriage £84,015;
- Rent and service charge £128,046;
- Agents' fees £45,613;
- Legal fees £80,712;
- Corporation tax £6,885;
- Leases £33,319;
- Administrators' remuneration and disbursements of £710,000 and £22,216 respectively for the period.

Outcome for creditors

The secured creditor, Venture Finance, has been repaid in full.

The Administrators advised in their proposals that the dividend prospects for preferential creditors would depend on the outcome of the sale of the plant and machinery.

Preferential creditors' claims were estimated to total £325,000 in the directors' statement of affairs. The Administrators estimated that preferential creditors' claims would not exceed £330,000. Claims of £321,919.92 have been admitted and two interim dividends totalling 70p in the £ have been paid in respect of the claims agreed at that time.

The Administrators reported previously that there were tax and VAT matters to be finalised with HM Revenue & Customs. The tax matter has been resolved, however, the VAT matter remains ongoing. The outcome may have a significant impact on the final dividend payable to preferential creditors.

The outcome of the VAT position, as explained above, will determine the timing and amount of any further dividends which will be paid to preferential creditors.

A summary of the financial information relating to the administration is enclosed. This is in the form of a receipts and payments account on page 6. We also attach an estimated financial outcome on page 7.

The Administrators regret to advise that, as indicated in their previous reports and at the creditors' meeting and also in the Creditor's Committee meeting, it is highly unlikely a distribution will be made to unsecured creditors.

Please note that the guidance on dividend prospects given in this report is indicative only. It should not be used as the sole or principal basis of any bad debt provision decision.

1. Joint Administrators' progress report for the six months ended 31 January 2009

Administrators' remuneration

The Administrators' remuneration has been approved by the Creditors' Committee on a time cost basis. To date, the Administrators have drawn remuneration of £945,000. This includes £235,000 pertaining to the supervision of the sale of the plant and machinery over a 6 month period.

To 31 January 2009, the Administrators have incurred costs of £997,212. An analysis of these costs since the last report is included in the attached Appendix A. The outstanding balance will be drawn in due course.

The Administrators have drawn £291 and £482 in respect of photocopying and mileage, respectively, which has been approved by the Creditors' Committee.

Details of subcontracted work

Payroll was sub-contracted during the Administration to Jarrold & Sons Limited in accordance with the existing practice of the Company prior to the Administrators' appointment.

Summary of legal and other professional firms instructed in the period 1 August 06 to 31 January 2009

Service provided	Name of firm / organisation	Reason selected	Basis of fees
Legal advice	Kennedys	Industry knowledge	Time costs
Legal advice	Eversheds	Industry knowledge	Time costs
Legal advice	Dickinson Dees	Industry Knowledge	Time costs
Chattel agents and valuers	Henry Butcher	Industry knowledge	5% of realisations plus valuation fee and agreed realisation costs incurred

Next report

The Adminstrators' next report to creditors will be at the earlier of the conclusion of the Administration or in approximately six months.

S Oldfield
Joint Administrator
New Jarrold Printing Limited

2. Statutory information

Court details for the Administration:	High Court of Justice Chancery Division, Companies Court 5504 of 2006
Full name:	New Jarrold Printing Limited
Trading name:	New Jarrold Printing Limited or NJP
Registered address:	St James' Mill, Whitefriars, Norwich, Norfolk, NR3 1SH
Registered number:	04976866
Company directors:	Peter Michael Strong, Christopher John Doggett, David Elliot Medler, Ian Graeme Thorpe, Robert George Pitts.
Company secretary:	Gregory John Kane (resigned 1 February 07) in order to take a new appointment
Shareholdings held by the directors and secretary:	Gregory Kane 40,000 ordinary shares, David Medler 40,000 ordinary shares, Robert Pitts 120,000 ordinary shares, Ian Thorpe 40,000 ordinary shares, Peter Strong 10,000 ordinary shares
Date of the Administration appointment:	1 August 2006
Administrators' names and addresses:	Stephen Mark Oldfield, Colin Michael Trevethyn Haig, David Christian Chubb of PricewaterhouseCoopers LLP, The Atrium, St George's Street, Norwich, NR3 1AG
Changes in office holder:	N/A
Appointer's / applicant's name and address:	Board of Directors, NJP Limited, c/o St James' Mill, Whitefriars, Norwich, Norfolk, NR3 1SH
Objective being pursued by the Administrators:	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)
Division of the Administrators' responsibilities:	In relation to paragraph 100(2) Sch.B1 IA86, during the period for which the Administration is in force, any function to be exercised by the persons appointed to act as Administrators may be done by any or all of the persons appointed or any of the persons for the time being holding that office.
Proposed end of the Administration:	Dissolution
Estimated dividend for unsecured creditors:	Nil
Estimated values of the prescribed part and the company's net property:	Nil
Whether and why the Administrators intend to apply to court under Section 176A(5) IA86:	N/A
The European Regulation on Insolvency Proceedings (Council Regulation(EC) No. 1346/2000 of 29 May 2000):	The European Regulation on Insolvency Proceedings applies to this Administration and the proceedings

3. Receipts and payments account for the period 1 August 2006 to 31 January 2009

	Account Name	Total £		Account Name	Total £
Fixed receipts	Plant and machinery	2,134,160.43	Trading payments	Employee expenses and wages	1,213,575.29
	Debts	3,002,877.75		Trading purchases	525,980.26
	Bank interest	80.22		Duress payments	15,710.49
		5,137,118.40		Postage, stationary and printing	779.86
				Retention of title payments	26,648.02
				Heat, light and power	158,572.24
Floating receipts	Plant and machinery	116,834.15		Transport and carriage	84,015.22
	Motor vehicles	12,340.43		Venture Finance - trading fee	8,170.57
	Refunds	127,422.86		Rent and service charge	128,046.00
	Cash at bank	6,721.14		Rent - Staple Inn Buildings	827.26
	Third party funds	5,784.19		Repairs and maintenance	1,048.02
	Interest	51,149.38		Leasehold property - settlement	739.76
		320,252.15		Leases	33,318.84
				Site cleaning	631.16
				Petty Cash	300.00
				Sub-contractors	1600.00
					2,199,962.99
Trading receipts	Post appointment trading sales	**2,255,841.74**			
			Other Floating payments	Bank charges	808.45
Fixed payments	Agents' fees	154,101.24		Interest	106.04
	Secured creditors	3,329,996.79		Agents' fees	45,613.31
		3,484,098.03		Insurance	11,433.80
				Legal fees	80,712.40
				Corporation tax	6,885.86
				Statutory advertising	4,973.36
Fixed plant and machinery payment	Rent and service charge	110,871.49		Room hire and meeting costs	86.17
	Insurance	10,178.00		Office holders' fees	710,000.00
	Legal fees	105,777.46		Office holders' disbursements	22,216.31
	Cleaning and site clearance	29,082.83		Storage costs	2,446.49
	Security costs	751.89		Irrecoverable VAT	2,728.69
	Employee related costs	59,977.63		VAT (recoverable)	36,583.32
	Utilities	68,701.04			**924,594.20**
	Repairs and maintenance	9,817.66			
	Office holders' fees	235,000.00		Funds available to preferential Creditors	474,399.07
		630,158.00			
				Dividend to preferential creditors	(225,324.00)
Total fixed payments		**4,114,256.03**		Funds in hand	**249,075.07**

4. Estimated Financial Outcome as at the 31 January 2009

	Account Name	Total £			Account Name	Total £
Fixed receipts	Plant and machinery	2,134,160		Trading payments	Employee expenses and wages	1,213,575
	Debts	3,002,878			*Trading purchases*	525,980
	Bank interest	80			Duress payments	15,710
		5,137,118			Postage, stationary and printing	780
					Retention of title payments	26,648
					Heat, light and power	158,572
Floating receipts	Plant and machinery	116,834			Transport & carriage	84,015
	Motor vehicles	12,340			Venture Finance - trading fee	8,171
	Refunds	127,423			Rent and service charge	128,046
	Cash at bank	6,721			Rent - Staple Inn Buildings	827
	Third party funds	5,784			Repairs and maintenance	1,048
	Interest	51,149			Leasehold property - settlement	740
		320,252			Leases	33,319
					Site cleaning	631
					Petty cash	300
					Sub-contractors	1,600
						2,199,963
Trading receipts	Post appointment trading sales	**2,255,842**				
				Other Floating payments	Bank charges	900
Fixed payments	Agents' fees	154,101			Interest	106
	Secured creditors	3,329,997			Agents' fees	45,613
		3,484,098			Insurance	11,434
					Corporation tax	6,886
					Legal fees	***Uncertain***
					Statutory costs	5,000
Fixed plant and	Rent and service charge	110,871			Room hire and meeting costs	86
machinery payment	Insurance	10,178			Office holders' fees	***Uncertain***
	Legal fees	105,777			Office holders' disbursements	***Uncertain***
	Cleaning and clearance	29,083			Storage costs	3,000
	Security costs	752			Irrecoverable VAT	2,729
	Employee related-costs	59,978				***Uncertain***
	Utilities	68,701				
	Repairs and maintenance	9,818			Funds available to preferential Creditors	***Uncertain***
	Office holders' fees	235,000				
		630,158			Dividend to preferential creditors	*Uncertain*
					Funds available to unsecured creditors	***Uncertain***
Total fixed payments		**4,114,256**				