

Rule 1.26A/1.54

The Insolvency Act 1986

R.1.26A(4)(a)/ R.1.54

Notice to Registrar of Companies of
Supervisor's Progress Report

Pursuant to Rule 1 26A(4)(a) or
Rule 1 54 of the
Insolvency Rules 1986

For Official Use

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To the Registrar of Companies

Company Number

02921398

Name of Company

A A Securities Limited

I / We

Jamie Taylor, The Old Exchange, 234 Southchurch Road, Southend on Sea, Essex, SS1 2EG

Louise Donna Baxter, The Old Exchange, 234 Southchurch Road, Southend on Sea, Essex, SS1 2EG

supervisor(s) of a voluntary arrangement taking effect on

26 July 2012

Attach my progress report for the period


26 July 2013

to

25 July 2014


Number of continuation sheets (if any) attached

1

Signed  Date 24/9/14.

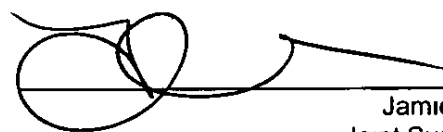
Begbies Traynor (Central) LLP
The Old Exchange
234 Southchurch Road
Southend on Sea
SS1 2EG

Ref AA009CVA/JT/LDB/DTC/ACT/DCF/T

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**Voluntary Arrangement of
A.A. Securities Limited**

Statement of Affairs	From 26/07/2013 To 25/07/2014	From 26/07/2012 To 25/07/2014
ASSET REALISATIONS		
Debtor Contributions	42,000 00	77,000 00
Bank Interest Gross	16 10	22 03
	<u>42,016 10</u>	<u>77,022 03</u>
COST OF REALISATIONS		
Office Holders Fees	19,956 00	19,956 00
Office Holders Expenses	282 70	282 70
	<u>(20,238 70)</u>	<u>(20,238 70)</u>
UNSECURED CREDITORS		
Trade Creditors	4,046 88	4,046 88
HMRC (non VAT)	15,270 79	15,270 79
HMRC (VAT)	1,325 95	1,325 95
	<u>(20,643 62)</u>	<u>(20,643 62)</u>
	<u>1,133.78</u>	<u>36,139.71</u>
REPRESENTED BY		
Bank 1 Current		36,139 71
		<u>36,139.71</u>


 Jamie Taylor
 Joint Supervisor

HIGH COURT OF JUSTICE
No 5972 of 2012

Jamie Taylor and Louise Donna Baxter appointed joint supervisors
on 26 July 2012

**AA. Securities Limited (Company Voluntary
Arrangement)**

Joint Supervisors' Progress Report pursuant to
Rule 1.26A of The Insolvency Rules 1986

Period: 26 July 2013 to 25 July 2014

Important Notice

This progress report has been produced by the supervisors solely to comply with their statutory duty to report to creditors on the progress of the Voluntary Arrangement. The report is private and confidential and may not be relied upon, referred to, reproduced or quoted from, in whole or in part, by creditors for any purpose other than this report to them or by any other person for any purpose whatsoever.

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1. INTERPRETATION

<u>Expression</u>	<u>Meaning</u>
"the Company"	A A Securties Limited (Under a Voluntary Arrangement)
"the Supervisors"	Jamie Taylor of Begbies Traynor (Central) LLP, The Old Exchange, 234 Southchurch Road, Southend on Sea, SS1 2EG and Louise Donna Baxter of Begbies Traynor (Central) LLP, The Old Exchange, 234 Southchurch Road, Southend on Sea, Essex, SS1 2EG
"the Arrangement"	The terms of the Proposal, Standard Conditions and any modifications (and/or variations) agreed by the Company's creditors
"the Act"	The Insolvency Act 1986 (as amended)
"the Rules"	The Insolvency Rules 1986 (as amended)
"secured creditor" and "unsecured creditor"	Secured creditor, in relation to a company, means a creditor of the company who holds in respect of his debt a security over property of the company, and "unsecured creditor" is to be read accordingly (Section 248(1)(a) of the Act)
"security"	(i) In relation to England and Wales, any mortgage, charge, lien or other security (Section 248(1)(b)(i) of the Act), and (ii) In relation to Scotland, any security (whether heritable or moveable), any floating charge and any right of lien or preference and any right of retention (other than a right of compensation or set off) (Section 248(1)(b)(ii) of the Act)

2. RELEVANT INFORMATION

Name of Company	A A Securties Limited
Trading name(s)	N/A
Date of Incorporation	21 April 1994
Company registered number	02921398
Company registered office	57 Green Lane, Ilford, Essex, IG1 1XG
Commencement date of the Arrangement	26 July 2012
Duration of the Arrangement	5 years
Main provisions of the Arrangement	Monthly contributions of £3,500 for a period of 60 months
Dividend(s) paid to creditors	A dividend of 5p in the £ was declared to the unsecured creditors on 8 January 2014. The total sum of £20,547.50 was distributed.

Anticipated further dividend(s)

It is anticipated that a dividend will be paid over the forthcoming period

3. INTRODUCTION

- 3.1 Pursuant to Rule 1.26A(6) of the Rules, the Supervisors are required to send the Company, its creditors (bound by the Arrangement) and its members an abstract of receipts and payments which shows all receipts and payments of money whilst the Supervisors have been acting as supervisors of the Arrangement
- 3.2 In addition to accounting for the receipts and payments, Rule 1.26A requires the Supervisors to report on the progress of the Arrangement and the prospects for its full implementation
- 3.3 This is the Supervisors' second annual report, which should be read in conjunction with the first annual report circulated on 25 September 2013

4. ABSTRACT OF RECEIPTS AND PAYMENTS

Please find at Appendix 1 an abstract which shows the receipts and payments during the period of this report

5. PROGRESS DURING THE PERIOD OF THIS REPORT

- 5.1 Set out below are details of the progress that has been made during the period of this report
- 5.2 You will recall that the terms of the Arrangement as modified provided for the following
- 5.3 The Company is to pay monthly contributions of not less than £3,500 for a period of 60 months. To date, the sum of £77,000 has been received. Two further contributions have been made after the date of this report, bringing the contributions up to date

6. PROSPECTS FOR FULL IMPLEMENTATION OF THE ARRANGEMENT

On current information, it appears that the Arrangement will be implemented in full. The Company is up to date with its contributions

7. ESTIMATED OUTCOME FOR CREDITORS

- 7.1 The total amount owed to creditors at the commencement of the Arrangement was £337,539

- 7.2 On the basis of sums received to date and estimated future receipts the Supervisors estimate, in line with the terms of the Arrangement an outcome for creditors in total of p in the £. They expect to be in a position to pay an interim dividend during the forthcoming period
- 7.3 A dividend of 5p in the £ was paid to the unsecured creditors on 8 January 2014. The total sum of £20,547.50 was distributed.

8. JOINT SUPERVISOR'S REMUNERATION & DISBURSEMENTS

The Supervisors' remuneration has been fixed by reference to the time properly given by them (as Supervisors) and the various grades of their staff calculated at the prevailing hourly charge out rates of Begbies Traynor (Central) LLP for attending to matters arising in the Arrangement and they are authorised to draw disbursements, including disbursements for services provided by their firm (defined as category 2 disbursements in Statement of Insolvency Practice 9) in accordance with their firm's policy, details of which are attached at Appendix 2 of this report.]

The Supervisors' time costs for the period from 26 July 2013 to 25 July 2014 amount to £13,679.50 which represents 49.1 hours at an average rate of £278.60 per hour. An analysis of time costs incurred in this period and prepared in accordance with Statement of Insolvency Practice 9 is attached at Appendix 2 showing the number of hours spent by each grade of staff on the different types of work involved in the case, and giving the average hourly rate charged for each work type. It is intended that the Time Costs Analysis and the information contained in this report will provide sufficient information to enable the body responsible for the approval of the Supervisors' fees to consider the level of those fees in the context of the case.

The following further information in relation to the Supervisors' time costs and disbursements is set out at Appendix 2:

- Begbies Traynor (Central) LLP's policy for re-charging disbursements
- Begbies Traynor (Central) LLP's charge-out rates
- Table of time spent and charge-out value for the period 26 July 2013 to 25 July 2014

For the period from 26 July 2013 to 25 July 2014 the Supervisors have drawn the sum of £19,956.00 by way of remuneration plus disbursements of £282.70.

The Supervisors confirm that to 25 July 2014, they have drawn the total sum of £19,956.00 by way of remuneration plus disbursements of £282.70.


A copy of 'Voluntary Arrangements – A Creditors' Guide to Insolvency Practitioners' Fees (E&W) 2011' which provides guidance on creditors' rights can be obtained online at www.begbies-traynor.com/creditorsguides. Alternatively, if you require a hard copy of the Guide, please contact my office and I will arrange to send you a copy.

9. OTHER RELEVANT INFORMATION

It is anticipated that a further dividend will be paid to the unsecured creditors over the forthcoming period. The Company continues to comply with the terms of the CVA.

10. CONCLUSION

The Supervisors will report again in approximately 1 year's time or at the conclusion of the Arrangement, whichever is the sooner



Pamie Taylor
Joint Supervisor

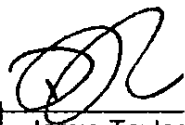
Dated 24 September 2014

JOINT SUPERVISORS' ACCOUNT OF RECEIPTS AND PAYMENTS

Period 26 July 2013 to 25 July 2014

**Voluntary Arrangement of
A.A. Securities Limited**

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REPRESENTED BY		
Bank 1 Current		36,139 71
		<u><u>36,139.71</u></u>



 Jamie Taylor
 Joint Supervisor

JOINT SUPERVISORS' TIME COSTS AND EXPENSES

- a Begbies Traynor (Central) LLP's policy for re-charging expenses/disbursements,
- b Begbies Traynor (Central) LLP's charge-out rates,
- c Table of time spent and charge-out value for the period from 26 July 2013 to 25 July 2014
- d Table of time spent and charge-out value for the period from 26 July 2012 to 25 July 2014

BEGBIES TRAYNOR CHARGING POLICY

INTRODUCTION

This note applies where a licensed insolvency practitioner in the firm is acting as an office holder of an insolvent estate and seeks creditor approval to draw remuneration on the basis of the time properly spent in dealing with the case. It also applies where further information is to be provided to creditors regarding the office holder's fees following the passing of a resolution for the office holder to be remunerated on a time cost basis. Best practice guidance¹ requires that such information should be disclosed to those who are responsible for approving remuneration.

In addition, this note applies where creditor approval is sought to make a separate charge by way of expenses or disbursements to recover the cost of facilities provided by the firm and also where payments are to be made to outside parties in which the office holder or his firm or any associate has an interest. Best practice guidance² requires that such charges should be disclosed to those who are responsible for approving the office holder's remuneration, together with an explanation of how those charges are calculated.

OFFICE HOLDER'S FEES IN RESPECT OF THE ADMINISTRATION OF INSOLVENT ESTATES

The office holder has overall responsibility for the administration of the estate. He/she will delegate tasks to members of staff. Such delegation assists the office holder as it allows him/her to deal with the more complex aspects of the case and ensures that work is being carried out at the appropriate level. There are various levels of staff that are employed by the office holder and these appear below.

The firm operates a time recording system which allows staff working on the case along with the office holder to allocate their time to the case. The time is recorded at the individual's hourly rate in force at that time which is detailed below.

OFFICE HOLDERS' EXPENSES IN RESPECT OF THE ADMINISTRATION OF INSOLVENT ESTATES

Best practice guidance classifies expenses into two broad categories:

- *Category 1 expenses (approval not required)* - specific expenditure that is directly related to the case usually referable to an independent external supplier's invoice. All such items are charged to the case as they are incurred.
 - *Category 2 expenses (approval required)* - items of incidental expenditure directly incurred on the case which include an element of shared or allocated cost and which are based on a reasonable method of calculation.
- (A) The following items of expenditure are charged to the case (subject to approval)
- Internal meeting room usage for the purpose of statutory meetings of creditors may be charged by some offices and is charged at the rate of £100 (London £150) per meeting. External meeting room usage is charged at cost.
 - Car mileage is charged at the rate of 45 pence per mile.
- *Expenses which should be treated as Category 2 disbursements (approval required)* – in addition to the 2 categories referred to above, best practice guidance indicates that where payments are made to outside parties in which the office holder or his firm or any associate has an interest these should be treated as Category 2 disbursements. The

following items of expenditure which relate to services provided by entities within the Begbies Traynor Group are to be charged to the case (subject to approval)

- Storage of books and records (when not rechargeable as a *Category 1 expense*) is charged by Archive Facilities (Southend) Limited, an associated company. The rates applying as at the date of this report are: Minimum charge of £40 per quarter for up to three boxes, Four to Two Hundred Boxes charged at £11 per quarter per box, over two hundred boxes are charged at half the aforementioned price, (£5.50 per box per quarter). Mileage for collection of books and records is charged at 55p per mile. Provision of cardboard box charged at £2.75 per box. Where Archive Facilities (Southend) Limited are required to physically pack the books and records, there is a minimum charge of 2 hours at £15 per hour per person required, and at £15 per hour for each hour thereafter. All figures stated are net.

- BTG Asset Consulting may be engaged to undertake valuations and/or disposal of assets. BTG Asset Consulting is a part of Begbies Traynor Group plc and is therefore an associated company. Their charges are based on 15% of realisations or time costs at a Partner rate of £125 per hour and Manager rate of £100 per hour. A separate charge will be levied for any valuations to be provided at a fixed fee of £500 + VAT. Disbursements are charged at cost and mileage is recovered at 40p per mile. All figures stated are net of VAT.

(B) The following items of expenditure will normally be treated as general office overheads and will not be charged to the case although a charge may be made where the precise cost to the case can be determined because the item satisfies the test of a *Category 1 expense*

- Telephone and facsimile
- Printing and photocopying
- Stationery

BEGBIES TRAYNOR CHARGE-OUT RATES

Begbies Traynor is a national firm. The rates charged by the various grades of staff that may work on a case are set nationally, but vary to suit local market conditions. The rates applying to the Southend-on-Sea office are as follows:

	Charge-out Rate (£ per hour)	
Grade of staff	From 01 May 2011	01 July 2008 to 01 May 2011
Partner	495	450
Partner 2	N/A	395
Director	395	375
Senior Manager	365	350
Manager	315	300
Assistant Manager	270	250
Senior Administrator	235	220
Administrator	185	180
Junior Administrator	160	150
Support	160	150

Time spent by support staff for carrying out shorter tasks, such as typing or dealing with post, is not charged to cases but is carried as an overhead. Only where a significant amount of time is spent at one time on a case is a charge made for support staff. Time is recorded in units of 0.10 of an hour (i.e. 6 minute units).

¹ Statement of Insolvency Practice 9 (SIP 9) – Remuneration of insolvency office holders in England & Wales (Effective 1 April 2007)
² Statement of Insolvency Practice 8 (SIP 8) – Remuneration of insolvency office holders in England & Wales (Effective 1 April 2007)

Staff Grade	Partner	Director	Snr Mngr	Mngr	Asst Mngr	Snr Admin	Admin	Jnr Admin	Support	Total Hours	Time cost £	Average hourly rate £
Administration and Planning		1.6		3.9			1.5			7.00	2,136.00	305.43
				4.2			10.3	0.6	1.0	19.70	5,104.50	259.11
							1.5			3.60	1,145.50	318.19
Investigations												
Realisation of assets												
			0.4							0.40	158.00	395.00
Trading												
Creditors												
									0.5	0.50	30.00	60.00
				9.4			0.5	4.0	0.5	14.40	3,723.50	258.58
Other matters									0.5	0.50	30.00	60.00
		3.0								3.00	1,350.00	450.00
Total hours by staff grade	7.3	3.4		17.5			13.8	4.6	2.5	49.1		
Total time cost by staff grade £	3,285.00	1,343.00		5,512.50			2,553.00	736.00	250.00		13,679.50	
Average hourly rate £	450.00	395.00		315.00			185.00	160.00	100.00			278.60
Total fees drawn to date £											19,956.00	

Staff Grade	Partner	Director	Snr Mngr	Mngr	Asst Mngr	Snr Admin	Admin	Jnr Admin	Support	Total Hours	Time cost £	Average hourly rate £	
Administration and Planning	1.4	1.6		3.9			1.5	5.9		14.30	3,712.00	259.58	
	6.9			4.2	3.0		17.8	2.4	1.0	35.30	9,075.00	257.08	
	0.7	3.4					1.5			5.60	1,935.50	345.63	
Investigations													
Realisation of assets													
		1.1								1.10	434.50	395.00	
Trading													
Creditors													
	0.4	0.3		9.4	5.5		5.5	5.1	1.0	27.20	6,638.00	244.04	
									0.5	0.50	30.00	60.00	
Other matters	3.0									3.00	1,350.00	450.00	
Total hours by staff grade											87.5		
Total time cost by staff grade £											23,205.00		
Average hourly rate £											265.20		
Total fees drawn to date £											19,956.00		