

Notice to Registrar of Companies of
Supervisor's Abstract of Receipts
And payments

**R.126 (2)(b)/
R.1.54**

**Pursuant to Rule 1.26(2)(b) or Rule
1.54 of The Insolvency Act 1986**

Voluntary Arrangement's Supervisor Abstract of Receipts and Payments

To the Registrar of Companies

Name of Company

Company Number

Alert Group Limited

02369110

I

Eric Walls
C12 Marquis Court
Marquis Way
Team Valley
Gateshead NE11 0RU

Supervisor of the voluntary arrangement approved on

29 April 2005

present overleaf my abstract of receipts and payments for the period

29 April 2007 to 28 April 2008

Number of Continuation sheets is (any) attached: 2


Dated 26 June 2008

Marlor Walls

Ref EW/N1512/B

For Official Use	
Insolvency Sect	Post Room

FRIDAY



A08 27/06/2008 136
COMPANIES HOUSE

RECEIPTS

	Amount £
Brought Forward	42,223 90
Arrangement Contribution	27,500 00
Bank Interest	553 93
Total Receipts	70,277 83

PAYMENTS

Brought Forward
Second Dividend for Unsecured Creditors
Specific Bond
Supervisors Remuneration
Tax on Interest Received

Amount £

(10,657 23)
(11,352 72)
(125 00)
(2,500 00)
(110 77)

Total Payments

(24,745 72)

**ALERT GROUP LIMITED ("THE COMPANY")
IN COMPANY VOLUNTARY ARRANGEMENT**

**REPORT TO CREDITORS IN ACCORDANCE WITH RULE 1.26
OF THE INSOLVENCY RULES 1986 (AS AMENDED)**

1. Introduction

- 1.1 You will recall that I was appointed supervisor of the above company voluntary arrangement ("CVA") at a meeting of creditors held on 29 April 2005. Accordingly I enclose a brief report on the conduct of the arrangement for the year ended 28 April 2008.

2. Income and Expenditure Account

- 2.1 Attached to this report is an income and expenditure account for the periods 29 April 2007 to 28 April 2008 and 29 April 2005 to 28 April 2008. The majority of the funds held by the supervisor are now held on an interest bearing account.
- 2.2 On 12 March 2008 I was contacted by H M Revenue & Customs who advised me that the company had failed to pay post VA tax liabilities. My understanding is that this matter has now been resolved.
- 2.3 As noted in the income and expenditure account the company continues to make the contributions due under the CVA on a regular basis. I am able to confirm that since the anniversary of my appointment the contributions have continued.

3. Trading

- 3.1 Although the company is continuing to meet its commitments under the CVA proposal. As in previous years trading conditions continue to be difficult. As a result of the losses being generated (see section 4) the directors continue to constantly monitor the company's performance.

4. Accounts

- 4.1 I have been forwarded management accounts and summarise below the annual accounts to 31 March 2007 and draft management accounts to 31 March 2008.

	Year to 31 March 2007 £000	Year to 31 March 2008 £000
Turnover	842	592
Profit/(Loss)	(32)	(92)

- 4.2 Both the finalised accounts to March 2007 and the draft account to March 2008 show losses and therefore no profit contributions fall due. It is anticipated that the March 2008 accounts will be finalised in the near future. As a result of the losses being generated no profit based contributions, as set in the CVA proposal, yet fall due.

5. Compliance with the CVA Proposal

- 5.1 As noted above the company continues to make the regular contributions detailed in the CVA proposal on a monthly basis.
- 5.2 Other than as noted at section 2.2, I have not been advised by any creditor of any situation where the company is failing to comply with the terms and conditions of the CVA. As far as I am aware, creditors are being paid within agreed terms and conditions of trade. **Should any creditor become aware of any circumstances which leads them to believe that the company is not complying with any of the terms and conditions of the CVA then I should be grateful if they would inform me as a matter of urgency.**

6. Claims of the Preferential Creditors

6 1 At this stage there are no known claims which would rank as preferential in this case

7. Unsecured Creditors

7 1 On 25 August 2006 a first dividend of 2 1p in the pound was paid to those unsecured creditors who had submitted a claim

7 2 On 26 November 2007 a second dividend of 3 7p in the pound was paid to those unsecured creditors who had submitted a claim

7.3 Following approval of the CVA all creditors were contacted and asked to submit their claims for amounts due. A number of creditors have yet to submit their claim in the CVA. A schedule of those creditors **yet to submit a claim** is attached to this report

7.4 **Failure to submit a proof of debt form may result in creditors being excluded from any dividend paid. A further proof of debt form is attached to allow creditors to submit their claim.**

8. Future Dividends

8 1 Assuming the company continues to comply with the terms of the CVA then future dividends will be payable to creditors as follows:

	Unsecured p in the £
Estimated Payment Date 31 August 2008	4 9
Estimated Payment Date 31 August 2009	6 2
Estimated Payment Date 31 August 2010	7 9

8 2 The dividends shown as being payable to unsecured creditors are based on the original level of claims noted in the CVA proposal **This situation is of course likely to change once the final claims from all classes of creditor have been agreed.**

8 3 The above schedule is simply based on the contributions to the CVA as set in the company's original proposal (as modified) No account is taken of any amounts which may become due as a result of the company generating profits or surplus cash over and above the levels forecast in the original proposal. Clearly this situation will be monitored and if any additional funds do become available then this will simply serve to increase the dividends payable

8 4 The level of dividend to unsecured creditors will of course be dependent on the final level of agreed creditor claims. When estimating the dividends payable, account has been taken of both the likely costs of the CVA and the monies which need to be retained by the supervisor to deal with the costs of winding up the company should the need arise.

8 5 On 11 April 2008 a notice of intention to pay a dividend was issued to the unsecured creditors, a copy of that notice is attached to this report The notice asked creditors to submit their claim by no later than 30 May 2008

9. Supervisor's Remuneration

9 1 You will recall that in the proposal the supervisor's remuneration was to be based on the time costs of him and his staff in dealing with this CVA The supervisor was also given authority to draw remuneration on account of those time costs as and when he felt it appropriate to do so You will note from the enclosed income and expenditure account that no remuneration has yet been drawn

9 2 In accordance with Statement of Insolvency Practice 9 as issued by the Association of Business Recovery Professionals an analysis of the time costs incurred to date in dealing with this CVA is attached to this report It is the policy of my firm that all members of staff dealing with the administration of this case charge the time they have spent directly to the case

- 9.3 The charge out rates currently levied by this firm in respect of staff likely to deal with this matter can be summarised as follows

	Hourly Charge Out Rate
	£
Partner	120 – 225
Manager	80 – 120
Administrators/Support Staff	35 – 80

- 9.4 As at the second anniversary of my appointment remuneration on account of time costs of £5,500 had been drawn. I now intend to draw further remuneration of £3,500. The final level of supervisor's remuneration will be agreed with the creditors in due course
- 9.5 In accordance with the CVA proposal, all disbursements incurred by the supervisor's firm are to be reimbursed at direct cost save in the case of postage, stationery and telephone for which a charge of £7.50 per creditor will be levied, and motor travel where a charge of 40p per mile is made
- 9.6 As at the second anniversary of my appointment the following disbursements had been drawn:
- | | |
|----------------------------|---|
| | £ |
| Specific Bond | 250.00 – Direct cost to the case |
| Postage & Stationery | 382.50 – Charged as set out at section 9.5 |
| Supervisor's Disbursements | 218.40 – Travelling expenses recharged at direct cost to case |

10. Conclusion

- 10.1 I will forward a further report to creditors following the fourth anniversary of my appointment



E Walls
Supervisor

26 June 2008

Alert Group Limited

In Company Voluntary Arrangement ("CVA")

Income and Expenditure Account

	From 29 April 2007 To 28 April 2008	From 29 April 2005 To 28 April 2008
INCOME		
Arrangement Contributions	27,500 00	69,500 00
Bank Interest	553 93	777 83
	<u>28,053 93</u>	<u>70,277 83</u>
EXPENDITURE		
Tax on Interest Received	110 77	155 52
Specific Bond	125 00	375 00
Supervisors Remuneration	2,500 00	5,500 00
Supervisors Disbursements		218.40
Stationery & Postage		382 50
Bank Charges		40 53
Dividend To Creditors		
Trade & Expense Creditors	11,352 72	17,443 61
	<u>14,088 49</u>	<u>24,115 56</u>
BALANCE		<u>46,162 27</u>
REPRESENTED BY		
VAT Reclaimable on Expenses		1,067 66
Cash at Bank - Current Account		72 30
Cash at Bank - Deposit Account		45,022 31
		<u>46,162 27</u>

ALERT GROUP LIMITED**TIME AND CHARGE OUT SUMMARY**

	Hours Spent	Charge Out Rate £	Total Time Costs £	Average Hourly Rate £
Administration, Planning and Statutory Matters				
Partner	9 21	120 - 225	2,073 44	225 13
Manager	0 00	80 - 125	0 00	0 00
Administration/Support	35 02	35 - 80	2,800 10	79 96
Investigations				
Partner	0 00	120 - 225	0 00	0 00
Manager	0 00	80 - 125	0 00	0 00
Administration/Support	0 00	35 - 80	0 00	0 00
Realisation of Assets				
Partner	0 00	120 - 225	0 00	0 00
Manager	0 00	80 - 125	0 00	0 00
Administration/Support	0 00	35 - 80	0 00	0 00
Trading				
Partner	2 72	120 - 225	612 13	224 62
Manager	0 00	80 - 125	0 00	0 00
Administration/Support	0 00	35 - 80	0.00	0 00
Creditors				
Partner	2 68	120 - 225	603 81	225 30
Manager	0 00	80 - 125	0 00	0 00
Administration/Support	30 19	35 - 80	2,333 61	77 30
Case Specific Matters				
Partner	0 00	120 - 225	0 00	0 00
Manager	0 00	80 - 125	0 00	0 00
Administration/Support	9 10	35 - 80	696 08	76 49
TOTAL	<u>88 92</u>		<u>9,119 17</u>	<u>102.55</u>

THE INSOLVENCY ACT 1986

AND

Alert Group Limited - Under Company Voluntary Arrangement

NOTICE TO CREDITORS OF INTENDED DIVIDEND

NOTICE IS HEREBY GIVEN pursuant to Rule 11.2 of the Insolvency Rules 1986 (as amended), that I, Eric Walls, the Supervisor of the above named, intend declaring a third dividend within four months of the last date of proving specified below. Creditors who have not already proved their debts are required, on or before 30 May 2008, to submit their proof of debt to me at C12 Marquis Court, Marquis Way, Team Valley, Gateshead, NE11 0RU and, if so requested by me, to provide such further details or produce such documentary or other evidence as may appear to be necessary. A creditor who has not proved his debt before the date specified above is not entitled to disturb, by reason that he has not participated in it, the dividend so declared.

Dated: 11 April 2008

Eric Walls
Supervisor

Outstanding Proof of Debt List

Alert Group Limited - Under Company Voluntary Arrangement

UNSECURED CREDITORS	SOA
Ambitions Staff Agency	961 16
Andrew Beauchamp Management	5,000 00
Babytech Nursery Management	2,579 13
Bermans	337 57
British Gas	1,076 00
Canon (UK) Ltd	534 98
Cool Water (Essex) Ltd	583 78
DIAL Investigations	2,189 06
DSG (UK) Plc	160 44
Findel Education Limited	6,739 49
First Choice Fabrications Ltd	646 25
Francopy Postalia Limited	176 25
Garrod Bros (London) Ltd	3,043 00
Independent Lift Services Ltd	9,400 00
Ing Lease	317 57
Interserve	16,007 44
Malcolm Electrical Ltd	12,457 98
Murray White & Co	5,833 08
NES Arnold Limited	24,950 83
Newsquest London	665 16
Nuswift	898 12
Onkar Constructions	22,000 00
Orange (DLC)	4,772 05
Rates REC	2,227 43
SBN Tools Ltd	2,739 50
TOTAL UNSECURED CREDITORS:	126,296 27

Note: This schedule details those creditors who have not submitted a proof of debt form in the CVA.