

The Insolvency Act, 1986  
Notice to Registrar of  
Companies of Completion or  
Termination of Voluntary  
Arrangement

**R.1.29/  
R1.54**

**Pursuant to Rule 1.29 or Rule  
1.54 of the Insolvency Rules 1986**

For official use

To the Registrar of Companies

Company Number

02904284

Name of Company

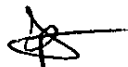
K M Furniture Limited

We

Paul James Bates and Francis Graham Newton  
BDO LLP  
1 Bridgewater Place  
Water lane  
Leeds  
LS11 5RU

the Joint Supervisors of a voluntary arrangement approved on 30 January 2015 enclose a copy of my notice to the creditors and members of the above-named company that the voluntary arrangement has been terminated, together with a report of my receipts and payments.

Signed



Date 11 June 2015

Presenter's name address and  
reference (if any)

BDO LLP  
1 Bridgewater Place  
Water lane  
Leeds  
LS11 5RU

**For official use**  
Liquidation Section

TH SATURDAY



A18 27/06/2015 #370  
COMPANIES HOUSE  
A27 18/06/2015 #128  
COMPANIES HOUSE

**K M Furniture Limited ("the Company")**  
**Comments on the progress and failure**  
**of the Voluntary Arrangement**

**1 Statutory Information**

We refer to the appointment of Paul Bates and Graham Newton as Joint Supervisors of the Company Voluntary Arrangement ("CVA") on 30 January 2015.

**2 Receipts and Payments Account**

We attach a receipts and payments account at Appendix 1 and comment as follows

**3 Default of the Director's proposals**

Under the terms of the proposal, the Company were to make contributions in the sum of £800,000 over a three year period, with a minimum of £10,000 being paid per month meaning annual contributions of the following:

Year	£
1	250,000
2	200,000
3	350,000

The Company breached the terms of the CVA in that it failed to make two contributions by the due dates. In accordance with the CVA, which was approved with modifications, such a breach is not capable of being remedied and a Certificate of Default was issued to creditors on 19 May 2015 advising them that the CVA has failed.

No contributions were received from the Company throughout the duration of the CVA

**4 Unsecured Creditors' Claims**

In accordance with Rule 1.29 of the Insolvency Rules 1986, we would advise that with regard to the Prescribed Part under section 176A of the Insolvency Act 1986, this provision does not apply to CVA's.

The Director's Statement of Affairs estimated total unsecured claims of c£2,511,000. As no contributions were received by the Company into the CVA, no distribution will be made to unsecured creditors.

**5 Future of the Company**

Pursuant to Rule 1.29 of the Insolvency Rules 1986, the Supervisors' hereby give notice that the CVA, approved on 30 January 2015, was failed on 19 May 2015.

The Company's obligations under the CVA have been terminated and the notice attached at Appendix 2 formalises the Supervisors' release as our duties under the CVA are now complete. This notice has been submitted to the court and the Registrar of Companies.

We have been informed that Howard Smith and Jonathan Charles Marston of KMPG LLP were appointed as Joint Administrators of the Company on 20 May 2015

Given that no contributions were made by the Company into the CVA, and therefore no distribution will be made to creditors, any further queries should be directed to the Joint Administrators. The Joint Administrators details are as follows:

Howard Smith and Jonathan Charles Marston  
KMPG LLP  
1 The Embankment  
Neville St  
Leeds  
LS1 4DW

Contact No. 0113 231 3000

## **6 Supervisors' Remuneration**

The creditors approved the Supervisors remuneration on a time costs basis at the meeting of creditors on 30 January 2015. No remuneration has been drawn in respect of the CVA and no remuneration will be drawn in this matter. We attach a schedule at Appendix 3 which summarises the time costs accrued and indicates the work undertaken in that respect.

## **Disbursements**

Where disbursements are recovered in respect of precise sums expended to third parties there is no necessity for these costs to be approved. There are known as category 1 disbursements. We report that £1,132 in category 1 disbursements have been incurred in the CVA, however, no category 1 disbursements have been drawn in the CVA.

Additionally my firm incurs costs in relation to postage, stationery, photocopying charges, telephone and fax costs which cannot economically be recorded in respect of a specific case. These disbursements are known as category 2 disbursements and were authorised in the approval of the CVA. No category 2 disbursements have been drawn in the CVA.

Should you have any queries in relation to the CVA, please do not hesitate to contact Philip Jordan on 0113 290 6127.

Dated: 11 June 2015



Paul J Bates  
Joint Supervisor

P J Bates and F G Newton are authorised by the Insolvency Practitioners Association in the UK

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**Appendix 1**  
**Receipts and payments account**

Voluntary Arrangement of  
K M Furniture Limited  
To 11/06/2015

S of A £	£	£
		NIL
REPRESENTED BY		NIL

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**Appendix 2**  
**Notice of Termination**

**K M Furniture Limited**  
**Time Costs Summary as at 19 May 2015**

Grade	Partner		Manager		Senior Administrator		Total
	Amount (£)	Hours	Amount (£)	Hours	Amount (£)	Hours	
<b>Average Hourly Rate (£)</b>		<b>461</b>		<b>280</b>		<b>183</b>	<b>293</b>
Planning & Strategy	4,840 50	10 50	-	-	-	-	10 50
General Administration	-	-	1,283 25	4 35	384 30	2 10	6 45
Employee Matters	-	-	101 50	0 50	73 20	0 40	0 90
Creditor Claims	-	-	304 50	1 50	2,433 90	13 30	14 80
Reporting	345 75	0 75	1,770 00	6 00	-	-	6 75
<b>Total</b>	<b>5,186 25</b>	<b>11 25</b>	<b>3,459.25</b>	<b>12 35</b>	<b>2,891 40</b>	<b>15 80</b>	<b>39 40</b>

It should be noted that the time charged is accounted for in increments of 6 minutes