

Rule 1.26A/1 54

The Insolvency Act 1986

Notice to Registrar of Companies of
Supervisor's Progress ReportPursuant to Rule 1 26A(4)(a) or
Rule 1 54 of the
Insolvency Rules 1986**R.1.26A(4)(a)/
R.1.54**

For Official Use

To the Registrar of Companies

Company Number

04401425

Name of Company

Simplicity Mouldings and Interiors Limited

I / We

Richard Jeffrey Rones, 311 High Road, Loughton, Essex, IG10 1AH

supervisor(s) of a voluntary arrangement taking effect on

14 May 2013

Attach my progress report for the period

14 May 2013

to

13 May 2014

Number of continuation sheets (if any) attached

Signed



Date

1/8/14

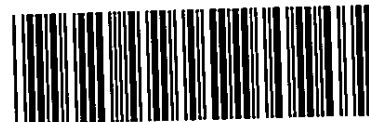
ThorntonRones Ltd
311 High Road
Loughton
Essex, IG10 1AH

Ref S202/MB/JMR

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Insolvency

WEDNESDAY



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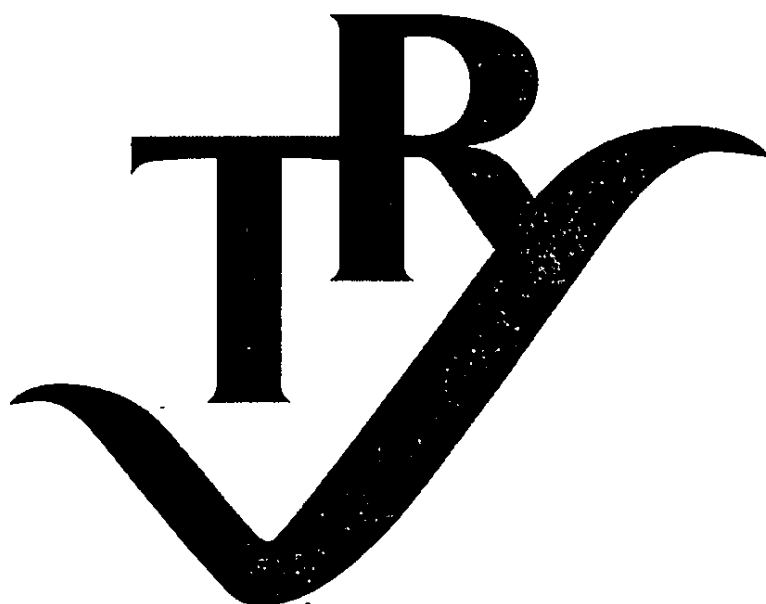
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COMPANIES HOUSE

**Simplicity Mouldings and Interiors Limited
("the Company")**

Under Company Voluntary Arrangement (CVA)



**Supervisor's
Annual Progress Report to Creditors**

01 July 2014

**SIMPLICITY MOULDINGS AND INTERIORS LIMITED
COMPANY VOLUNTARY ARRANGEMENT (CVA)**

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1 Introduction

- 1 1 You will recall that I was appointed Supervisor of Simplicity Mouldings and Interiors Limited (the Company)'s CVA, on 14 May 2013. By way of reminder, the CVA provided in the main for contributions of £5,000 per month for the period under review, thereby providing total year 1 contributions of £60,000.
- 1 2 This report now provides an update on the progress in the CVA in accordance with Rule 1.26 of the Insolvency Rules 1986. At Appendix A, I have provided an account of my Receipts and Payments for the year ended 13 May 2014 with a comparison to the Directors' Statement of Affairs values.

2 Realisation of Assets

Voluntary Contributions

- 2 1 As at the first anniversary I have received 11 contributions totalling £55,000. Whilst it may appear that the Company is one month in arrears, I am pleased to advise that this is not the case as payment of the 12th contribution was made shortly after the anniversary date, it is for this reason that this payment does not appear on the attached receipts and payments account. All contributions have therefore been received in full.
- 2 2 Throughout the year under review the Company's compliance with its obligations to make monthly payments has been generally good however, in the interest of full disclosure, I can confirm that the 6 payments were paid after the due date. Notwithstanding these lapses, I can confirm that the Company is currently fully complying with its obligations under this aspect of the CVA.

Annual Income Review

- 2 3 Under the terms of the CVA I am required to review the Company's trading results upon each anniversary of the CVA to determine if any additional payments or rise in contributions are possible.
- 2 4 In order to fulfil this obligation the Company is required to supply me with management accounts at each anniversary of the CVA and should the Company have a rise in its net income over and above that forecasted in the CVA Proposal, the Company must make a payment of no less than 50% of any rise in the net income after any provisions for tax.
- 2 5 The management accounts for the period 14 May 2013 to 13 May 2014 have been requested from the Company, however they have not yet been received.

3 Creditors

Preferential Creditors

- 3 1 There are no preferential creditors' claims in this arrangement

Unsecured Creditors

- 3 2 I am currently reviewing the claims of the unsecured creditors. To date I have received 19 claims totalling £1,406,818.59. Claims not yet received amount to £19,841.01 and consequently total claims will be in the region of £1,426,559.60. However, it should be noted that formal adjudication of the claims received to date has not yet taken place and the figure provided is therefore liable to change.

4 Supervisor's Remuneration

- 4 1 The CVA provides that my remuneration will be based upon the time costs of the Supervisor and his staff in executing the CVA.
- 4 2 The Supervisor's time costs as at 13 May 2014 total £5,124.05. This represents 23 hours at an average rate of £222.78 per hour. To date, £1,000 plus VAT has been drawn on account. Attached as Appendix B is a Time Analysis in accordance with the provisions of Statement of Insolvency Practice 9 (**SIP9**), which provides details of the activity costs incurred by staff grade to date 13 May 2014 since my appointment.
- 4 3 Attached, as Appendix C is additional information in relation to our policy on staffing, the use of sub-contractors and re-charging of disbursements.
- 4 4 The Supervisor's remuneration estimate included in the original Proposal was £10,000 for the duration of the Arrangement, which was approved by creditors. It is likely that this estimate will be exceeded due to the fact that the Company has been late in paying contributions on the due date. This has caused for additional costs to be incurred in liaising with the Company on a regular basis in an attempt to ensure full compliance with the approved terms of the CVA Proposal. Due to these changed circumstances, the revised estimate of the Supervisor's fees is now £15,000.

5 Distributions

- 5 1 It is my intention to pay a first interim dividend to unsecured creditors and enclose for your attention a Statement of Claim form for those who have still to register their claim in this arrangement.

SIMPLICITY MOULDINGS AND INTERIORS LIMITED
COMPANY VOLUNTARY ARRANGEMENT (CVA)

- 5.2 An up to date summary of creditor claims is attached as Appendix E. Creditors should note that, if the correct sum is shown in Column A of the attached claim summary, they need not do anything further as their claim is correctly lodged. However, if the sum in Column A is incorrect or, if you have a sum showing in Column B (this being the sum shown within the original proposals), then your claim needs to be submitted and/or revised.
- 5.3 In the event that following the making of a final distribution, funds remain in the hands of the Supervisor, either because a creditor cannot be traced, or because they have not cashed a cheque which has been forwarded to them, then the Supervisors shall be entitled to distribute these funds to the other creditors under the CVA without reference to the creditors who can no longer be traced or have not cashed cheques. If the cost of the distribution would (in the discretion of the Supervisor) be uneconomic in relation to the amount available, the Supervisor may pay this amount to the Company or, in the event that the Company has been dissolved, to the Treasury Solicitor.
- 5.4 Alternatively, I should be obliged if you would inform me if you have no claim in the voluntary arrangement.

Should you require further information at any time, please do not hesitate to contact Mark Boast of this office.

Yours faithfully



Richard Rones
Supervisor

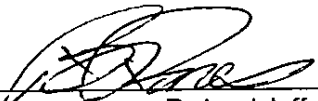
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Appendix A

**Simplicity Mouldings and Interiors Limited
(Under a Voluntary Arrangement)**

SUPERVISOR'S RECEIPTS AND PAYMENTS ACCOUNT

	Statement of affairs £	From 14/05/2013 To 13/05/2014 £	From 14/05/2013 To 13/05/2014 £
RECEIPTS			
CVA Contributions	420,000 00	55,000 00	55,000 00
		<u>55,000 00</u>	<u>55,000 00</u>
PAYMENTS			
Specific Bond		480 00	480 00
Nominees Fees		8,000 00	8,000 00
Office Holders Fees		1,000 00	1,000 00
Vat Irrecoverable		150 00	150 00
		<u>9,630 00</u>	<u>9,630 00</u>
BALANCE - 13 May 2014			<u><u>45,370 00</u></u>


Richard Jeffrey Rones
Supervisor

Time Entry - SIP9 Time & Cost Summary

S202 - Simply Mouldings and Interiors Limited
 Project Code POST
 From 14/05/2013 To 13/05/2014

Classification of Work Function	Partner	Manager	Other Senior Professionals	Assistants & Support Staff	Total Hours	Time Cost (£)	Average Hourly Rate (£)
Admin & Planning	0.85	1.50	4.20	4.60	11.15	1,780.05	159.65
Case Specific Matters	0.40	8.50	0.30	0.00	9.20	2,696.50	293.10
Creditors	1.20	0.00	0.25	1.00	2.45	572.50	233.67
Investigations	0.20	0.00	0.00	0.00	0.20	75.00	375.00
Realisation of Assets	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
Total Hours	2.65	10.00	4.75	5.60	23.00	5,124.05	222.78
Total Fees Claimed						1,000.00	
Total Disbursements Claimed						0.00	

Additional Information in Relation to Supervisor's Fees Pursuant to Statement of Insolvency Practice 9

1 Policy

Detailed below is ThorntonRones Limited's policy in relation to

- Staff allocation and the use of subcontractors
- Professional advisors
- Disbursements

1.1 Staff allocation and the use of subcontractors

Our general approach to resourcing our assignments is to allocate staff with the skills and experience to meet the specific requirements of the case

The constitution of the case team will usually consist of a Partner, Manager, Administrator and/or an Assistant. The exact constitution of the case team will depend on the anticipated size and complexity of the assignment and additional staff may be allocated to meet the demands of the case.

We have not utilised the services of any subcontractors in this case.

1.2 Disbursements

Category 1 disbursements do not require approval by creditors. The type of disbursements that may be charged as a Category 1 disbursement to a case generally comprise of external supplies of incidental services specifically identifiable to the case, such as postage, case advertising, invoiced travel and external printing, room hire and document storage. Also chargeable will be any properly reimbursed expenses incurred by personnel in connection with the case.

Category 2 disbursements do require approval from creditors. These disbursements can include costs incurred by ThorntonRones Limited for the provision of services which include an element of recharged overhead, for example, room hire or document storage.

On this case the following Category 2 disbursements have been incurred since appointment

Type and purpose	£
Photocopying	25.30

2 Charge-out rates

A schedule of ThorntonRones Limited charge-out rates effective 1 April 2014 is attached at Appendix F.

SIMPLICITY MOULDINGS AND INTERIORS LIMITED (SUBJECT TO A COMPANY VOLUNTARY ARRANGEMENT)

AND THE INSOLVENCY ACT 1986

Pursuant to Rule 11.2 of The Insolvency Rules 1986, NOTICE IS HEREBY GIVEN that the last date for proving debts against the company, is 1 August 2014, by which date claims must be sent to the undersigned, of ThorntonRories Limited, 311 High Road, Loughton, Essex, IG10 1AH, the Supervisor of the Company Voluntary Arrangement. Notice is further given that the Supervisor will declare an interim dividend within two months of the last date for proving.

DATED THIS 1ST DAY OF JULY 2014

A handwritten signature in black ink, appearing to read 'R. Rones', is positioned above the printed name and title.

Richard Rones
Supervisor

ThorntonRones Ltd
Simplicity Mouldings and Interiors Limited
Creditor Claims Summary Report

Appendix E

Key	Name	S of A £	A Claim £	B Outstanding £
CA00	Ask us Limited	69 96	0 00	69 96
CA02	Action Roadways Limited	1,021 68	0 00	1,021 68
CA03	Alsford Timber Limited	1,159 98	0 00	1,159 98
CC03	Cornish Lime Company	188 16	0 00	188 16
CD02	Direct Metal Services Limited	933 60	0 00	933 60
CF01	FCE Bank Plc	0 00	0 00	0 00
CH01	H E M S Limited	4,975 00	0 00	4,975 00
CH02	Hollywood Electrical	1,973 34	0 00	1,973 34
CJ01	Jewson Limited	194 61	0 00	194 61
CP01	Pinden Limited	3,390 81	0 00	3,390 81
CP04	PS Composites Limited	325 18	0 00	325 18
CR00	RBS	0 00	0 00	0 00
CT01	Trade UK Limited	14 49	0 00	14 49
CT02	Travis Perkins Trading	3,388 29	0 00	3,388 29
CU00	UK Platforms Limited	1,387 20	0 00	1,387 20
CV00	Viking Direct	525 88	0 00	525 88
CC01	Can-Do Hire Centres Limited	111 14	111 14	0 00
CC00	C Brewer & Sons Limited	551 04	737 08	0 00
CB01	British Gas Business	0 00	2,572 75	0 00
CT00	M & S Hire Limited	3,457 71	3,879 41	0 00
C600	Gazchim Composites UK	2,106 72	4,228 22	0 00
CA05	ABN AMRO Commercial	3,011 62	4,296 21	0 00
CN01	Nvelope	4,301 28	5,558 26	0 00
CD01	Christopher Dancaster	7,625 00	7,625 00	0 00
CS01	Speedy Asset Services Limited	4,535 22	8,032 58	0 00
CP03	Protosheet Engineering	9,283 20	9,283 20	0 00
CF00	Fenwick Elliott	9,166 08	10,462 08	0 00
CM02	Jesmonite Limited	0 00	12,683 40	0 00
CW00	WP Notcutt Limited	10,665 34	14,090 52	0 00
CC02	CEP Claddings Limited	1,835 16	14,505 39	0 00
CA01	AC Fixings Limited	18,509 00	18,509 77	0 00
CA04	Armourcoat Limited	23,110 25	21,733 20	0 00
CE00	E Poole & Co	75,535 69	75,535 69	0 00
CP00	Penlaw & Co Limited	56,102 43	78,497 60	0 00
CH05	H M Revenue & Customs	1,029,894 82	1,114,477 09	0 00
Total		1,279,349 88	1,406,818 59	19,548 18

ThorntonRones Limited**CHARGE OUT RATES & POLICY REGARDING THE RECHARGE OF DISBURSEMENT RECOVERY
PURSUANT TO STATEMENT OF INSOLVENCY PRACTICE 9****1 CHARGE-OUT RATES**

Work undertaken on cases is recorded in 6 minute units in an electronic time recording system. Time properly incurred on cases is charged at the hourly rate of the grade of staff undertaking the work that applies at the time the work is done. Details of charge-out rates effective from 1 April 2014 are as follows

Staff	(per hour)
Insolvency Practitioner	380
Director	300
Manager	295
Administrator 1	215
Administrator 2	185
Administrator 3	160
Administrator 4	140
Cashier	117
Support Staff	94

2 DISBURSEMENT RECOVERY

In accordance with Statement of Insolvency Practice 9 (SIP9) disbursements are categorised as either Category 1 or Category 2

2.1 Category 1 Disbursements

Category 1 disbursements will generally comprise external supplies of incidental services specifically identifiable to the case. Where these have initially been paid by ThorntonRones and then recharged to the case, approval from creditors is not required. The amount recharged is the exact amount incurred. Category 1 disbursements can be drawn without prior approval, although an office holder should be prepared to disclose information about them in the same way as any other expenses.

Examples of Category 1 disbursements include postage, case advertising, specific bond insurance, company search fees, case management software system, invoiced travel and properly reimbursed expenses incurred by personnel in connection with the case. Also included will be services specific to the case where these cannot practically be provided internally such as printing, room hire and document storage.

2.2 Category 2 Disbursements

Category 2 disbursements include elements of shared or allocated costs incurred by ThorntonRones and recharged to the case; they are not attributed to the case by a third party invoice and/or they may include a profit element. Category 2 disbursements may be drawn if they have been approved in the same manner as an office holder's remuneration. When seeking approval, an office holder should explain, for each category of expenses, the basis on which the charge is being made. Examples of Category 2 disbursements are photocopying, all business mileage, internal room hire and internal storage.

The firm's current policy is that it recharges Category 2 disbursements as follows

Expense	Recharge £
Meeting room hire – per meeting	75 00
Reports / Letters etc – per creditor	3 25
Correspondence – per debtor	2 00
Photocopying – per copy	0 10
Facsimile transmission – per sheet	1 00
Scanned documents for 3 rd party use – per sheet	0 20
Mileage at HMRC approved rate – per mile	0 45

All costs are subject to VAT, where applicable and reflect the actual cost of the materials or services used.

Simplicity Mouldings & Interiors Limited

Proposed Company Voluntary Arrangement

CREDITOR'S STATEMENT OF CLAIM

Name and address of creditor

Amount claimed in the VA
(Including VAT)

£

Signature of creditor

Name of creditor

Telephone

Fax

E-mail

Date

 /

 /

Please provide appropriate documentation in support of your claim

If you are registered for VAT the amount claimed should include VAT even if VAT bad debt relief has been claimed under the Value Added Tax Act 1994

Please return this form when you have completed it to ThorntonRones Limited, 311 High Road, Loughton, Essex, IG10 1AH

Creditors registered for VAT may be able to claim VAT bad debt relief in accordance with Section 36 Value Added Tax Act 1994. In broad terms relief is available when the debt is six months old and "written off" by the creditor entering it on his VAT refunds-for-bad-debts-account.

Claims lodged in the liquidation should be gross, including any VAT element. If/when dividends are paid, creditors who have claimed VAT bad debt relief must apportion the dividend between VAT and the net element of their claim and account to HM Revenue & Customs for the VAT element through their VAT return.

Insolvency practitioners have no role in administering VAT bad debt relief under the Value Added Tax Act 1994. Creditors who are uncertain how to claim should contact their VAT office or take professional advice.