Form 1.3

Rule 1.26/1.54

The Insolvency Act 1986

Notice to Registrar of Companies of Supervisor's Abstract of Receipts and Payments

Pursuant to Rule 1.26(2)(b) or Rule 1.54 of the Insolvency Rules 1986

R1.26(2)(b)/ R.1.54

To the Registrar of Companies

For Official Use

Company Number

01728962

Insert full name of company

Name of Company

LA Leisure Limited

Insert full name and address

We, Matthew David Smith
Deloitte LLP
PO Box 810
66 Shoe Lane
London
EC4A 3WA

Neville Barry Kahn
Deloitte LLP
PO Box 810
66 Shoe Lane
London
EC4A 3WA

Insert date

supervisor of a voluntary arrangement taking effect on

24 March 2014

present overleaf my abstract of receipts and payments for the period

From

24 March 2014

To

23 March 2015

Number of continuation sheets (if any) attached 14

Signed

Date 21/5/15

Presenter's name, address and reference (if any)

LALE00L
LA Leisure Limited

Matthew David Smith
Deloitte LLP
PO Box 810
66 Shoe Lane
London
EC4A 3WA

For Official Use

Liquidation Section | Post Room

FRIDAY

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A14 22/05/2015 #348

COMPANIES HOUSE

Software Supplied by Turnkey Computer Technology Limited, Glasgow

Deloitte.

LA Leisure Limited (subject to Company Voluntary Arrangement) ("the Company")

Court Case No 288 of 2014
High Court of Justice, Chancery Division, Leeds District Registry
Company Number 01728962

Registered Office: Sandall Stones Road, Kirk Sandall, Doncaster, South Yorkshire, DN3 1QR

Progress report to creditors and court for the period 24 March 2014 to 23 March 2015 pursuant to Rule 1.26A of the Insolvency Rules 1986 (as amended) ("the Rules").

Matthew David Smith and Neville Barry Kahn ("the Joint Supervisors") were appointed Joint Nominees of LA Leisure Limited on 5 March 2014 and were subsequently appointed Joint Supervisors following meetings of members and creditors held on 24 March 2014

All licensed Insolvency Practitioners of Deloitte LLP ("Deloitte") are licensed in the UK to act as Insolvency Practitioners by the Institute of Chartered Accountants in England and Wales

For the purposes of Rule 1 22 of the Insolvency Rules 1986, the Joint Supervisors confirm that they are authorised to carry out all functions, duties and powers by either of them jointly and severally

21 May 2015

Contacts

Joint Supervisors of the Company

Matthew David Smith

Neville Barry Kahn

Deloitte LLP

PO Box 810

66 Shoe Lane

London

EC4A 3WA

Contact details

Email lynx@deloitte co uk

Website http //www deloitte-insolvencies co uk/la-leisure-limited

Tel 020 7303 4814

Key messages

	Commentary
Progress of CVA	• The financial restructuring detailed in the directors' Proposal has been effected • The Company's financial performance will be reviewed following publication of the audited accounts for the period to 31 October 2015 and management accounts for the period to 31 October 2016
Prospect of full implementation	• The Joint Supervisors are not aware of any reason to doubt the prospects of full implementation of the arrangement
Costs	• The basis of the Joint Supervisors' remuneration has been fixed by reference to time costs • The Joint Supervisors' time costs incurred during the report period are £13,321 00 • No fees have been paid in the period of this report • Further detail on the Joint Supervisors' remuneration is on page 9 onwards • The Joint Nominees' fee of £25,000 was approved as part of the directors' Proposal and ratified at the meetings of creditors and members held on 24 March 2014 This sum has been paid in full
Outstanding matters	• Following publication of the Company's financial performance as detailed above, a dividend will be paid to landlords in January 2017 from the Compromised Lease Fund
Future prospects	• Following the financial restructuring, the secured debt has been compromised and reduced to £40,000,000 • Employees will continue to be paid in full • Unsecured creditors, excluding landlords, will continue to be paid in full • Landlords are expected to received a minimum dividend of 29 6p in the pound

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Progress of the CVA

Progress of the CVA
Summary

Progress of the CVA

The financial restructuring detailed in the directors' Proposal has been effected MOP Acquisitions (LAF) Limited, the former parent company, has transferred all of its shares in the Company to a new parent company ("Newco") majority owned by the Group's senior lenders or their affiliates In return, Newco has assumed liability for the senior debt of approximately £75,000,000 held by MOP Acquisitions (LAF) Limited and its subsidiaries ("the Group") Immediately following the transfer of shares, the debt was compromised and reduced to £40,000,000

As detailed in the directors' Proposal, the Company will make a payment into the Compromised Lease Fund on or before 23 January 2017 This shall comprise £100,000 plus additional amounts dependent on the financial performance of Newco and its subsidiaries, including the Company (the "New Group") The amounts will be based on the New Group's audited accounts for the year ending 31 October 2015 and management accounts for the year ending 31 October 2016 Specific calculations are detailed in the directors' Proposal (page 31) which is available on the website www deloitte co uk/la-leisure-limited

To date, no funds have been received into the Joint Supervisors' account, which is in accordance with the above

Progress of the CVA
Receipts and payments

Joint Supervisors' receipts and payments account 24 March 2014 to 23 March 2015

£	SoA values	Period	To date
Receipts			
		-	-
Total receipts	-	-	-
Payments			
		-	-
Total payments		-	-
Balance			-

A receipts and payments account is provided opposite, detailing the transactions made over the last twelve months together with the transactions made since the date of the Joint Supervisors' appointment

There have been no realisations during the period under review We have summarised estimated assets/recoveries yet to be made in the paragraphs below

Asset realisations

There have been no asset realisations during the period of this report

Estimated future realisations

A minimum amount of £100,000 is expected to be received into the Compromised Lease Fund on or before 23 January 2017 as detailed on page 4

Information for creditors

Information for creditors

Outcome and information to assist creditors

Secured creditors

Per the directors' Statement of Affairs, the Group's total secured debt as at 31 January 2014 was £128,800,000 comprising £75,000,000 of senior debt and £53,800,000 of mezzanine debt

Following the debt restructuring detailed in the directors' Proposal, the total secured debt is now £40,000,000

Preferential creditors

There are no preferential creditors as all employees continue to be paid in full

Unsecured creditors

Per the directors' Statement of Affairs, the total unsecured debt as at 31 January 2014 was £51,148,000

Unsecured creditors, save for landlords, continue to be paid in the normal course of business in accordance with the directors' Proposal

Claims process

In accordance with the directors' Proposal, a dividend will be payable to the unsecured creditors in due course if the terms of the CVA are adhered to by the Company during its continued trading activities

If you have not already done so, please submit a Proof of Debt form to the address on the front of this report, marked for the attention of Matt Hoy If you require a copy of this form, please contact Carly Scholes on 020 7303 4814

Exit

The Joint Supervisors will file the necessary notices with the Registrar of Companies and the Court on determination of the completion of the CVA

However, should the CVA fail, all statutory notices will be filed and, in accordance with the directors' Proposal, the Joint Supervisors will terminate the CVA

Prospects for full implementation of the Proposal

The Company is continuing to trade under the control of the directors, operating as a going concern

As detailed in the directors' Proposal, the Company will make a payment into the Compromised Lease Fund on or before 23 January 2017 The amount shall depend on the Company's financial performance during the years ending 31 October 2015 and 31 October 2016 The Joint Supervisors will review this information once available

Creditors' committee

There is no creditors' committee

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Remuneration and expenses

Joint Supervisors' remuneration

Joint Supervisors' remuneration

The Joint Nominees' fee of £25,000 was approved as part of the directors' Proposal and ratified at the meetings of creditors and members held on 24 March 2014 This sum has been paid in full

The basis of the Joint Supervisors' remuneration was approved on a time costs basis as part of the directors' Proposal and ratified at the meetings of creditors and members held on 24 March 2014 As previously advised time is charged in six minute units

At the date of the directors' Proposal it was estimated that the time costs would amount to £75,000 for the duration of the CVA

Joint Supervisors' time costs – work undertaken

A detailed breakdown of the time costs incurred by the Joint Supervisors and their staff during the period from 24 March 2014 to 23 March 2015 is shown on the following page

The Joint Supervisors' time costs for the period are £13,321 made up of 27 7 hours at an average charge-out rate of £481 per hour, across all grades of staff

The work undertaken has been categorised into the following task headings

Administration and planning

- Includes preparation and attendance at the CVA meeting, preparing the Chairman's report, case set-up and management, statutory compliance, appointment notifications and correspondence

No fees have been paid during the period covered by this report

Remuneration and expenses

Joint Supervisors' time costs for the period 24 March 2014 to 23 March 2015

	Partners & Directors		Assistant Directors		Managers		Assistant Managers		Assistants & Support		TOTAL		Average rate/h
	Hours	Cost (£)	Hours	Cost (£)	Hours	Cost (£)	Hours	Cost (£)	Hours	Cost (£)	Hours	Cost (£)	Cost (£)
Administration and Planning													
Cashiering and Statutory Filing	-	-	0 10	63 50	0 20	100 00	0 60	243 00	0 90	268 00	1 80	674 50	374 72
Case Management and Closure	-	-	0 20	127 00	0 20	99 00	-	-	1 50	395 50	1 90	621 50	327 11
Initial Actions	4 00	3 400 00	-	-	15 00	7 425 00	-	-	5 00	1 200 00	24 00	12 025 00	501 04
	4 00	3,400 00	0 30	190 50	15 40	7,624 00	0 60	243 00	7 40	1,863 50	27 70	13,321 00	480 90
TOTAL HOURS & COST	4 00	3,400 00	0 30	190 50	15 40	7,624 00	0 60	243.00	7 40	1,863 50	27 70	13,321 00	480 90
AVERAGE RATE/HOUR PER GRADE		£ 850 00		£ 635 00		£ 495 06		£ 405 00		£ 251 82			
FEES DRAWN												-	

Remuneration and expenses
Detailed information

Restructuring Services charge out rates (£/hour)

Grade	From 24 Mar 2014 to 31 Aug 2014	From 1 Sept 2014
Partners & Directors	605 - 950	615 - 970
Assistant Directors		475 - 735
Managers	305 - 720	410 - 660
Assistant Managers		310 - 525
Assistants & Support	155 - 305	50 - 310

Charge out rates

The average charge out rates applicable to this case are provided on page 10

The above bands are specific to the Restructuring Services department partners and staff In certain circumstances the use of specialists from other Deloitte departments such as Tax/VAT, Corporate Finance or Deloitte Real Estate may be required on the case These departments may charge rates that fall outside the Restructuring Services department bands quoted above so, where such specialists have performed work on the case, average rates may also fall outside the Restructuring Services department bands

All partners and technical staff (including cashiers) assigned to the case recorded their time spent working on the case on a computerised time recording system Time spent by secretarial staff working on the assignment has not been recorded or recovered The appropriate staff have been assigned to work on each aspect of the case based upon their seniority and experience, having regard to the complexity of the relevant work, the financial value of the assets being realised and/or claims agreed

Charge out rates increased on 1 September 2014

Remuneration and expenses

Detailed information

Category 1 expenses incurred

£ (net)	Value	Paid	Unpaid
Security costs	1,468	-	1,468
Printing & postage	9,191	-	9,191
Bordereau	20	-	20
Total expenses	**10,680**	-	**10,680**

Category 2 expenses incurred

£ (net)	Value	Paid	Unpaid
Website set up	250	-	250
Total expenses	**250**	-	**250**

Expenses

Category 1 and 2 expenses

In accordance with the Proposal, these will be approved and paid by the Company

Deloitte.