

Rule 1.29

The Insolvency Act 1986
Notice of Completion of
Voluntary Arrangement
Pursuant to Rule 1.29 of the
Insolvency Act 1986

R.1.29

To the Registrar of Companies

For Official Use

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Company Number

02850499

Insert full name of
company

Name of Company

European Aviation Air Charter
Limited

Insert full name and
address

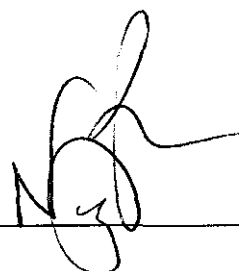
I /We Nigel Price
Beaufort House
94-96 Newhall Street
Birmingham
B3 1PB

Colin Prescott
1-2 Little King Street
Bristol
BS1 4HW

Insert date

the supervisor of a voluntary arrangement approved on 7th April 2004 enclose a copy of my notice to the creditors and members of the above-named company that the voluntary arrangement has been completed, together with a report of my receipts and payments.

Signed



Date

30 September 2004

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

43746
European Aviation Air Charter
Limited
Nigel Price
Moore Stephens LLP
Beaufort House
94-96 Newhall Street
Birmingham
B3 1PB



Beaufort H
94-96 Newhall S
Birming
B3

Tel: +44 (0)121 233
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www.moorestephens.c

Your Reference:

Our Reference: NP/NJA/REF/EM/MW

30 September 2005

TO ALL CREDITORS

Dear Sirs

**EUROPEAN AVIATION AIR CHARTER LIMITED (UNDER A VOLUNTARY ARRANGEMENT)
("EUROPEAN AVIATION")**

I refer to my appointment as Joint Supervisor of the above Arrangement, which was approved by creditors at the meeting held on 7 April 2004.

The above Arrangement has now been completed and I am obliged under Rule 1.29 of the Insolvency Rules 1986 to provide a final report to creditors. I also attach a summary of my final receipts and payments account, together with a certificate of completion of the arrangement.

Creditors will recall that the original Arrangement was extended for two months to allow the views of creditors to be obtained in relation to their protective award claims.

The claims of preferential creditors have been paid in full.

I am now paying a first and final dividend of approximately 2.8p in the £ to unsecured creditors who have proved in the arrangement. Your cheque is attached.

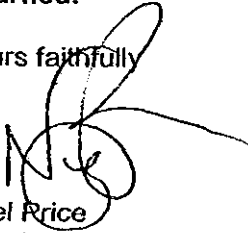
Attached at Appendix A is a breakdown of Supervisor's time costs incurred to date. This shows costs of £ 79,699.35 which is represented by 681.80 hours at an average of £116.90 per hour. Nominee's fees of £30,000 plus VAT (not £50,000 as stated in my previous report), together with Supervisor's fees of £56,000 plus VAT.

In the original proposal it was stated that time costs would be paid to the Supervisor and it was anticipated that this would be £50,000. However, owing to the extension of the Arrangement, and due to dealing with employee matters, this estimate has been exceeded. I have capped the amount at a further £6,000 plus VAT as I consider this to be a reasonable figure for dealing with the issues not foreseen at the inception of the Arrangement.

30 September 2005

Where creditors have any queries in respect of their dividends, please note that these must be submitted in writing as due to the volume of calls on the case, these cannot be taken or returned.

Yours faithfully

A handwritten signature in black ink, appearing to be 'Nigel Price', written over the closing 'Yours faithfully'.

Nigel Price
Joint Supervisor

Nigel Price and Colin Andrew Prescott are authorised to act as an Insolvency Practitioner by the Insolvency Practitioners' Association.

European Aviation Air Charter Limited
(Under a Voluntary Arrangement)

Joint Supervisor's Abstract Of Receipts And Payments
To 30 September 2005

	Fixed Charge £	Floating Charge £	To
RECEIPTS			
Third Party Contribution		1,984,584.65	1,984,584.
Interest Gross of Tax		7,475.76	7,475.
Interest Net of Tax		12,237.21	12,237.
Pilots Floats		15,415.40	15,415.
Unclaimed pref dividends		7,683.97	7,683.
	0.00	2,027,396.99	2,027,396.
PAYMENTS			
Bank Interest & Charges		10.00	10.0
ERA Solutions		28,000.00	28,000.0
Agents Fees & Expenses(2)		7,738.67	7,738.0
Nominees Fees		30,000.00	30,000.0
Nominees Disbursements		1,040.64	1,040.0
Irrecoverable VAT		24,251.18	24,251.
Bank Charges		78.00	78.0
Legal Fees		18,063.88	18,063.0
Security		185.00	185.0
Corporation Tax		3,772.38	3,772.0
Stationery & Postage		4,388.00	4,388.0
Room Hire		425.00	425.0
Supervisor's fees		55,710.96	55,710.0
Inland Revenue		91,885.55	91,885.0
Department of Employment		580,864.34	580,864.0
Employees Wage Arrears/ Holiday Pay		252,076.12	252,076.0
Pension Schemes		42,260.63	42,260.0
Trade & Expense Creditors		742,402.76	742,402.0
Employees		107,495.96	107,495.0
Department of Employment		32,463.24	32,463.0
Inland Revenue		4,284.68	4,284.0
	0.00	2,027,396.99	2,027,396.0
Balances in Hand	0.00	0.00	0.0
	0.00	2,027,396.99	2,027,396.0

CERTIFICATE OF COMPLETION OF A COMPANY VOLUNTARY ARRANGEMENT

RE: EUROPEAN AVIATION AIR CHARTER LIMITED NO: 02850491

As required by Rule 1.29 of the Insolvency Rules, 1986, I hereby give notice that the above Voluntary Arrangement has been completed.

Notice to this effect has been sent to: The Court
The Registrar of Companies
The Creditors of the Arrangement
The Company

Dated this 30th day of September 2005

A handwritten signature in black ink, appearing to be 'Nigel Price', with a stylized, cursive script.

NIGEL PRICE
Joint Supervisor

Summary of time spent for period 07/04/2004 to 30/09/2005

Classification of work	Partner	Manager	Administrator	Support	Total Hours	Time Cost £	Average Rate £/h
Administration and planning	63.05	9.25	34.30	231.65	338.25	38,531.90	113.92
Investigations	-	-	-	-	-	-	-
Realisation of assets	0.15	1.35	-	-	1.50	359.25	239.50
Trading	-	-	-	-	-	-	-
Creditors	6.50	20.00	271.00	12.65	310.15	33,196.70	107.03
Case specific matters	12.00	19.90	-	-	31.90	7,611.50	238.61
Total hours	81.70	50.50	305.30	244.30	681.80	-	-
Total fees claimed	81.70	50.50	305.30	244.30	681.80	79,699.35	116.90

Chargeout rates:-

Partner	£280 - £410
Manager	£155 - £235
Administrator	£50 - £128
Support	£47 - £83

Standard activity

Examples of work

Administration and planning

Case planning
 Administrative set up
 Appointment notification
 Maintenance of records
 Statutory reporting

Investigations

SIP 2 review
 CDDA reports
 Investigating antecedent transactions

Realisation of assets

Identifying, securing, insuring assets
 Retention of title
 Debt collection
 Property, business and asset sales

Trading

Management of operations
 Accounting for trading
 On-going employee issues

Creditors

Communication with creditors
 Creditors' claims (including employees and other preferential creditors)