

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

BPO Staffing Solutions Limited

03977291

I

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

Supervisor of the voluntary arrangement approved on

18 October 2006

present overleaf my abstract of receipts and payments for the period

18 October 2006 to 17 October 2007

Number of Continuation sheets is (any) attached 2



Dated 12 December 2007

Marlor Walls

Ref

For Official Use	
Insolvency Sect	Post Room

MONDAY



AARMAVKM

A95

17/12/2007

28

COMPANIES HOUSE

RECEIPTS

Arrangement Contribution
Bank Interest

Total £

10,000 00
47 89

Total Receipts

10,047 89

PAYMENTS

Tax on Interest Received

Total £

(9 56)

Total Payments

(9 56)

**BPO STAFFING SOLUTIONS 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 BPO Staffing Solutions Limited company voluntary arrangement ("CVA") at a meeting of creditors held on 18 October 2006. Accordingly I enclose a brief report on the conduct of the arrangement.

2. Income and Expenditure Account

- 2 1 Attached to this report is an income and expenditure account for the year ended 5 December 2007. The majority of the funds held by the supervisor are now held on an interest bearing account.
- 2 2 As noted in the income and expenditure account the company continues to make the contributions due under the CVA on a regular basis.

3. Conduct of the Voluntary Arrangement

- 3 1 The company is, broadly speaking, trading in line with the forecasts detailed in the original CVA proposal. Although subject to some monthly variation in sales, the company continues to monitor overheads carefully and profit margins are subject to constant review.

4. Accounts

- 4 1 I have been forwarding accounts regularly and have summarised below the accounts to 30 September 2007 and year to 31 December 2006.

	30 September 2007	31 December 2006
	£000	£000
Turnover	521.6	659.0
Gross Profit	109.1	125.0
(Loss)	(28.0)	(184.1)

- 4 2 The accounts to 30 September 2007 are only draft but do show an encouraging position. Although the accounts record a loss for the year to date, recent months have shown a trend of profits. It should be remembered that the annual accounts to 31 December 2006 deal mostly with the period leading to the proposal of the CVA.

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 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 circumstance 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 There are no known claims which would rank as preferential in this CVA.

7. Unsecured Creditors

7.1 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 a claim, and a schedule of those creditors is attached to this report.

7.2 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. A notice of intention to pay a dividend is attached to this report. The notice states that claims must be submitted by 31 January 2008.

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 28 February 2008	0.9
Estimated Payment Date 28 February 2009	4.2
Estimated Payment Date 28 February 2010	7.1
Estimated Payment Date 28 February 2011	12.9
Estimated Payment Date 28 February 2012	20.0

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 creditors 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 Attached to this report is a notice of intention to pay a dividend. The notice asks creditors to submit their claim by no later than 31 January 2008 if they have not already done so. Failure to submit a claim may result in creditors being excluded from any dividend paid.

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 Accordingly therefore I now intend to draw remuneration on account of those time costs of £2,000. 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 can be seen from the attached income and expenditure account, no disbursements have yet been drawn

10. Conclusion

- 10 1 I will forward a further report to creditors following the second anniversary of my appointment



E Walls

12 December 2007

BPO Staffing Solutions Limited

In Company Voluntary Arrangement - ("CVA")

Receipts and Payments Account

**From 18 Oct 2006
To 17 Oct 2007**

INCOME	£
Arrangement Contributions	10,000 00
Bank Interest	47 89
	<u>10,047 89</u>
EXPENDITURE	
Tax on Interest Received	9 56
Specific Bond	
	<u>9 56</u>
BALANCE	<u>10,038 33</u>
REPRESENTED BY	
Cash at Bank - Current Account	1,800 00
Cash at Bank - Deposit Account	8,238 33
	<u>10,038 33</u>

BPO STAFFING SOLUTIONS LIMITED**TIME AND CHARGE OUT SUMMARY**

	Hours Spent	Charge Out Rate £	Total Time Costs £	Average Hourly Rate £
Administration, Planning and Statutory Matters				
Partner	4 79	120 - 225	1,076 38	224 71
Manager	0 00	80 - 125	0 00	0 00
Administration/Support	11 74	35 - 80	940 36	80 10
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	1 54	120 - 225	347.19	225 45
Manager	0 00	80 - 125	0 00	0 00
Administration/Support	0 00	35 - 80	0 00	0 00
Creditors				
Partner	0 00	120 - 225	0 00	0 00
Manager	0 00	80 - 125	0 00	0 00
Administration/Support	7 82	35 - 80	565 65	72 33
Case Specific Matters				
Partner	0 22	120 - 225	49 25	223 86
Manager	0 00	80 - 125	0 00	0 00
Administration/Support	1 19	35 - 80	77 44	65 08
TOTAL	<u>27 30</u>		<u>3,056 27</u>	<u>111 95</u>

Schedule of Outstanding Proofs
BPO Staffing Solutions Ltd
(Company Voluntary Arrangement)

UNSECURED CREDITORS	SOA
Apple Financial Services	4,404.51
Barclays Sales Finance	79,581.84
CF Asset Finance Ltd	1,598.00
Charlie Hoile Solicitors	241.73
Clarson Goff Management	25,881.25
Credit Safe.Com	1,034.00
Du Pre Plc	188.70
Egglestons Solicitors	1,204.38
HM Revenue & Customs	204,008.61
Lyreco UK Ltd	545.48
Miles Ashley	14,300.00
Neil Ashley	105,000.00
Richard Ashley	35,700.00
Shell Pension Trust Ltd	29,402.50
Swift Process Cleaners Ltd	23,670.88
TOTAL UNSECURED CREDITORS:	<u>594,036.61</u>