

2.24B

The Insolvency Act 1986

Administrator's progress report

Name of Company

Equity for Growth (Securities) Limited

Company number

05410446

In the

High Courts of Justice – Companies Court

(full name of court)

Court case number

14110 of 2009

(a) Insert full
name(s) and
address(es) of
administrator(s)

We (a)
Christopher Laughton
Mercer & Hole
76 Shoe Lane
London
EC4A 3JB

Steven Leslie Smith
Mercer & Hole
76 Shoe Lane
London
EC4A 3JB

Joint Administrators of the above company attach a progress report for the period

From

To

(b) Insert date

(b) 24 March 2009

(b) 23 September 2009

Signed

C. Laughton
Christopher Laughton
Joint Administrator

Dated

14/10/09

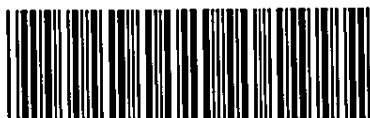
Contact Details:

You do not have to give any contact information in the box opposite but if you do, it will help Companies House to contact you if there is a query on the form.

Henry Page

Tel: 020 7353 1597

The contact information that you give will be visible to searchers of the

DX Number
469DX Exchange
Chancery Lane

ANKDWE48

A14

15/10/2009

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COMPANIES HOUSE

When you have completed and signed this form, please send it to the Registrar of Companies at:-
Companies House, Crown Way, Cardiff CF14 3UZ DX 33050 Cardiff

EQUITY FOR GROWTH (SECURITIES) LIMITED IN ADMINISTRATION

JOINT ADMINISTRATORS' PROGRESS REPORT

24 MARCH 2009 TO 23 SEPTEMBER 2009

HIGH COURT OF JUSTICE

No: 14110 of 2009

1. PURPOSE OF REPORT

This report is prepared pursuant to Rule 2.47 of the Insolvency Rules 1986 (as amended). The purpose of the report is to provide creditors with information relating to the progress of the administration from 24 March 2009 to 23 September 2009.

2. JOINT ADMINISTRATORS' APPOINTMENT

On 24 March 2009 under the provisions of Paragraph 14 of Schedule B1 of the Insolvency Act 1986, documents appointing Christopher Laughton and Steven Leslie Smith, of Mercer & Hole, 76 Shoe Lane, London, EC4A 3JB, as joint administrators were filed at the High Court.

The joint administrators then discovered that the charge in favour of Oakland Global Invest Limited under which they were appointed was potentially invalid, by virtue of s245 Insolvency Act 1986, as a result of the charge being created later than the debt it sought to secure. They sought directions from the High Court and the original appointment was declared invalid.

The directors of the company remained in office and on 13 May 2009 applied to the High Court, under the provisions of Paragraph 12 of Schedule B1 of the Insolvency Act 1986, for an order to place the company into administration and appoint Christopher Laughton and Steven Leslie Smith as joint administrators.

The Order was made on 19 May 2009 and back-dated the commencement of administration to 24 March 2009. Consequently, the joint administrators were allowed until 14 July 2009 to provide creditors with their proposals and, if applicable, until 28 July 2009 to hold a meeting of creditors.

The joint administrators are authorised to act jointly and severally in accordance with Paragraph 100 (2) of Schedule B1.

3. COMPANY DETAILS

The registered number of the company is 05410446.

The Registered Office of the company is 3rd Floor, 76 Shoe Lane, London, EC4A 3JB.

4. RECEIPTS AND PAYMENTS SUMMARY

There have been no receipts or payments since the date of the joint administrators' appointment.

Prescribed Part

The prescribed part is not relevant to this administration.

5. DIVIDEND PROSPECTS FOR CREDITORS

It is currently uncertain as to the level of dividend that will be available to creditors in the administration.

6. CONDUCT OF THE ADMINISTRATION

Appointment

As discussed at point 2, the initial appointment of the joint administrators by the floating chargeholder was found to be invalid by virtue of section 245 of the Insolvency Act 1986. As a result of this the directors subsequently placed the company into administration through an application to court under paragraph 12 of Schedule B1 of the Insolvency Act 1986.

The administration order was made on 19 May 2009 and back dated to 24 March 2009.

FSA Registration

The joint administrators have been in regular contact with the FSA regarding the status of the company's FSA registration. The FSA have confirmed that the registration will not be revoked during the course of the administration however any new investor would have to be approved by the FSA prior to the transfer of the registration.

A substantial amount of time has been incurred in discussions with the FSA regarding the online filing system GABRIEL. The joint administrators have completed the required outstanding returns.

Pursuit of Company Voluntary Arrangement

At the meeting of creditors on 28 July 2009 it was explained to creditors that the process by which it was proposed to rescue the company was through a Company Voluntary Arrangement.

There were several initial expressions of interest and the joint administrators retained a financial advisor to seek any further expressions of interest and assess the offers received.

Despite several initial offers only one firm proposal has been received by the joint administrators for a Company Voluntary Arrangement, this has been put to the creditors' committee who have rejected it.

7. ASSETS REMAINING TO BE REALISED

Shares and Investments

The statement of affairs listed shares and investments with an estimated to realise value of £150,000. The investments have not yet been realised however it is expected that their value will be below the estimated to realise figure.

FSA Registration

The FSA registration was attributed a value of £100,000 in the indicative outcome statement circulated with the joint administrators proposals. Substantial time has been invested in completing outstanding FSA returns and preserving the FSA registration. The reason for incurring these time costs was to allow for the rescue of the company as a going concern in accordance with the joint administrators' proposals. It is still possible that the purpose of the administration can be achieved.

If the company cannot be rescued as a going concern then the FSA registration will have no realisable value.

Tax Losses

The indicative estimated outcome statement did not attribute any value to the potential use of tax losses of the company should it continue to trade. The joint administrators believed the losses may have significant value and sought advice in respect of the company's losses. The tax advisors confirmed that, should the company be rescued as a going concern, the tax losses would have value to the company.

Again the value in the tax losses is dependent upon the company continuing to trade, if the company is not rescued the tax losses will not have any value.

Goodwill

Goodwill was listed with an unknown value, this will remain the case until the company is either rescued or the joint administrators conclude that it cannot be rescued, in which case the goodwill will have no value.

8. ADMINISTRATORS' PROPOSALS

The joint administrators' proposals were approved by creditors at a meeting held on 28 July 2009.

The joint administrators have progressed the administration in accordance with the proposals through the pursuit of the rescue of the company.

There has been no material variations or deviations from the proposals.

9. EXTENSION OF THE ADMINISTRATION

There have been no extensions of the administration.

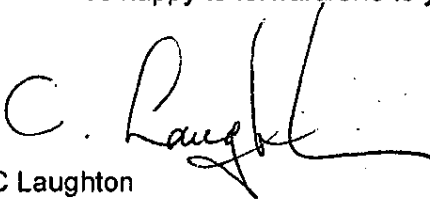
10. JOINT ADMINISTRATORS' REMUNERATION AND DISBURSEMENTS

The creditors authorised the joint administrators to draw their remuneration based upon 50% of the time properly given by them and their staff in attending to matters arising in the administration up to the date of the creditors committee meeting, with further time costs to be resolved upon as the administration progresses. Time costs are to be charged at Mercer & Hole's standard rates for this type of work, and to be drawn as and when funds are available.

To date we have not drawn any remuneration in the administration. Since my appoint total costs of £51,826 have been incurred on the administration of this case by my staff and myself. This represents 265.45 hours at an average cost of 195.24 per hour.

Attached to this report is a summary of the time and costs incurred by the joint administrators to the date of this report and a summary of the current charge out rates for Insolvency appointments.

A copy of the Creditors' Guide to Administrator's fees may be downloaded from the insolvency section on our website at www.mercerhole.co.uk, alternatively, should you require a hard copy please contact us and we shall be happy to forward one to you.



C Laughton
Joint Administrator

Equity for Growth (Securities) Limited - In Administration**Summary of Fees & Expenses**

From **24-Mar-09**
To **23-Sep-09**

Time Costs

The following is a summary of the time costs incurred by the Office Holder and his staff in the administration of this matter. It should be read in conjunction with the Office Holder's Report for the period referred to above.

Work undertaken	Partner	Manager	Other Senior Professional	Assistant and Support Staff	Total Time	Time Costs	Average Hourly Rate
	Hrs	Hrs	Hrs	Hrs	Hrs	£	£
Administration & Management	14.90	15.90	27.60	5.40	63.80	12,341.50	193.44
Investigations	2.00	5.20	11.20	0.40	18.80	3,254.00	173.09
Pursuit & Realisation of Assets	18.85	37.00	35.10	-	90.95	18,351.50	201.78
Business Monitoring/Trading	3.40	7.00	-	-	10.40	2,062.00	198.27
Creditors	13.80	25.30	42.20	0.20	81.50	15,817.00	194.07
Case Specific Matters (specify)	-	-	-	-	-	-	-
Totals	52.95	90.40	116.10	6.00	265.45	£ 51,826.00	£ 195.24

Note

- 1 All costs are shown excluding VAT and include an element of undrawn work in progress. It should also be noted that the Office Holder's Fees and other expenses included in his Abstract of Receipts & Payments, will include irrecoverable VAT, where the Insolvent was not formerly registered for VAT.

Over the administration, since appointment, time costs have been charged in the following ranges

	£		£
Partner	280	to	310
Manager	210	to	230
Other Senior Professional	120	to	150
Assistant and Support Staff	50	to	70