

Rule 1.26A/1.54

The Insolvency Act 1986

Notice to Registrar of Companies of
Supervisor's Progress Report

Pursuant 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

02025957

Name of Company

The Island Trading Company Limited ✓

I / We

Frederick Charles Satow, New Bridge Street House, 30 - 34 New Bridge Street, London,
EC4V 6BJ

Paul Michael Davis, New Bridge Street House, 30 - 34 New Bridge Street, London, EC4V 6BJ

supervisor(s) of a voluntary arrangement taking effect on

26 August 2015

Attach my progress report for the period

26 August 2015

to

✓ 25 August 2016 ✓

Number of continuation sheets (if any) attached

☐

Signed



Date

19 October 2016

MacIntyre Hudson LLP
New Bridge Street House
30 - 34 New Bridge Street
London
EC4V 6BJ

Ref CR300205/FS/PMD/RB

For Official Use

Insolvency Section 1 Companies House



A512551S

A13

21/10/2016

#227

COMPANIES HOUSE

**Voluntary Arrangement of
The Island Trading Company Limited**

Statement of Affairs		From 26/08/2015 To 25/08/2016	
	ASSET REALISATIONS		
NIL	Furniture & Equipment		NIL
Uncertain	Book Debts		NIL
Uncertain	Prepayments		NIL
8,679 00	Cash at Bank		NIL
	3rd Party Contributions	154,166 70	
	Bank Interest Gross	173 40	
	Petition Costs on Trust	2,500 00	
		<u>156,840 10</u>	
	COST OF REALISATIONS		
	Petitioners Costs	920 00	
	Supervisors Expenses	259 29	
	Bond	210 00	
		<u>(1,389 29)</u>	
	PREFERENTIAL CREDITORS		
NIL	Employee Arrears/Hol Pay		NIL
			<u>NIL</u>
	UNSECURED CREDITORS		
(2,825,834 00)	Trade & Expense Creditors		NIL
NIL	Employees		NIL
(1,022,000 00)	Director's Loan		NIL
(510,825 02)	HMRC (PAYE/NI/VAT)		NIL
(400,000 00)	HMRC (Corporation Tax)		NIL
			<u>NIL</u>
<u>(4,749,980 02)</u>			<u><u>155,450.81</u></u>
	REPRESENTED BY		
	Vat Irrecoverable	51 86	
	Bank 2 Current	155,398 95	
		<u>155,450 81</u>	

Note



Frederick Charles Satow
Supervisor

New Bridge Street House
30-34 New Bridge Street
London
EC4V 6BJ

T (020) 7429 4100
F (020) 7248 8939
W macintyreHUDSON.co.uk



MHA MacIntyre Hudson

GLOBAL EXPERTISE NATIONAL EXPERIENCE LOCAL EXCELLENCE[®]

TO ALL KNOWN CREDITORS AND MEMBERS

19 October 2016

Dear Sirs

**The Island Trading Company Limited ("the Company")
(Company Voluntary Arrangement) ("CVA")
High Court No. 5318 of 2015**

I write with reference to my appointment as Joint Supervisor of the above named Company on 26 August 2016

I would advise that I have now prepared a report on the progress of the Company's Arrangement following the end of the first year of the Arrangement

The following documents are enclosed with the report

- Statement of claim form
- Receipts and Payments account for the year 26 August 2015 to 25 August 2016

A copy of 'A Creditors Guide to Supervisors' Fees' published by the Association of Business Recovery Professionals (R3) at <http://www.creditorinsolvencyguide.co.uk/> A copy of 'A Creditors Guide to Liquidators' Fees' also published by R3, together with an explanatory note which shows MHA MacIntyre Hudson's fee policy are available at the link <http://www.macintyreHUDSON.co.uk-guide-to-fees> Please note that there are different versions of the Guidance Notes and in this case you should refer to the October 2015 version A hard copy of both documents can be obtained on request from the address above

If members or creditors have any queries regarding this report or the conduct of the Arrangement in general, they should contact Rona Bharania on 0207 429 3494

Yours faithfully

F C Satow
JOINT SUPERVISOR
Authorised to act in the UK by the
Institute of Chartered Accountants in England & Wales



MHA MacIntyre Hudson is the trading name of MacIntyre Hudson LLP, a limited liability partnership, registered in England with registered number OC312313. A list of partners names is open for inspection at its registered office, 201 Silbury Boulevard, Milton Keynes MK9 1LZ. Registered to carry on audit work in the United Kingdom and regulated for a range of investment business activities by the Institute of Chartered Accountants in England and Wales. An independent member of MHA, a national association of UK accountancy firms. The term 'partner' or 'partners' indicates that the person (or persons) in question is (or are) a member(s) of MacIntyre Hudson LLP or an employee or consultant of its affiliated businesses with equivalent standing and qualifications. Partners and directors acting as administrators or administrative receivers contract as agents and without personal liability. Further information and links to the respective regulators and appointed individuals' qualifications can be found via our website www.macintyreHUDSON.co.uk/information.html. MHA MacIntyre Hudson is an independent member of Baker Tilly International. Baker Tilly International Limited is an English company. Baker Tilly International provides no professional services to clients. Each member firm is a separate and independent legal entity and each describes itself as such. Baker Tilly UK Group LLP is the owner of the Baker Tilly trademark. MHA MacIntyre Hudson is not Baker Tilly International's agent and does not have the authority to bind Baker Tilly International or act on Baker Tilly International's behalf. None of Baker Tilly International, MHA MacIntyre Hudson, nor any of the other member firms of Baker Tilly International has any liability for each other's acts or omissions.

**Island Trading Company Limited
Company Voluntary Arrangement
High Court No 5318 of 2015**

**Joint Supervisors' report to creditors on the progress of the arrangement.
Reporting Period 26 August 2015 to 25 August 2016**

1 Introduction

The voluntary arrangement was approved on 26 August 2015 and I was appointed Joint Supervisor

Attached as Appendix 1, is my receipts and payments account for the 12 months ending 25 August 2016

2 Receipts and Payments

Receipts

Voluntary Contributions

Under the terms of the arrangement, Blue Mountain Music Limited ('Blue Mountain'), a third party is scheduled to make 60 consecutive monthly contributions of £15,416 67. During this reporting period, I have received contributions totaling £154,166 70

Eleven payments are due in the reporting period, and the first contribution was made on 26 September 2015. Ten contributions have been made by the third party, due to a reduced cash flow. Blue Mountain has stated that they anticipate to pay the outstanding contribution, however, a date for repayment has not been given. I will continue to press Blue Mountain regarding the payment of the unpaid contribution. To date twelve contributions have been received from Blue Mountain.

The balance of funds are held in an interest bearing estate bank account and amount to £155,398 95

The Company has confirmed that they have not received any windfalls since the approval of the arrangement.

Petitioners Cost

As detailed in the HM Revenue and Customs ('HMRC') modifications, the Company has paid £2,500 in respect of petition costs.

Bank Interest Gross

£173 40 of gross interest has been received

Payments

Petitioners Costs

£920 was paid to HMRC in respect of their petitioning costs

Supervisors' Expenses

£259 29 has been paid during this reporting period in respect of the Supervisor's expenses. Further details can be found below.

Bond

£210 was paid to Marsh in respect of statutory bonding required by law of all insolvency practitioners.

3 **Creditor Claims**

HMRC are the sole creditors in the arrangement and have submitted a claim of £939,366 00

4 **Joint Supervisors' Remuneration**

Under the terms of the proposal my remuneration as supervisors is to be calculated on a time cost basis. It is estimated that my time costs will amount to £22,500 for the duration of the arrangement.

My total time costs to 25 August 2016 amount to £ 11,304 75 representing 45 75 hours which have been charged at an average charge out rate of £247 10. A schedule of my time costs incurred to date is attached as Appendix 2.

No fees have been drawn in the reporting period.

Fees of £7,500 were drawn on 2 September 2016 in respect of the above time costs.

A description of the routine work undertaken since my appointment as Joint Supervisor is as follows:

1 Administration and Planning

- Statutory notifications
- Preparing documentation required
- Dealing with all routine correspondence
- Maintaining physical case files and electronic case details on the case management system
- Review and storage
- Case bordereau
- Case planning and administration
- Preparing reports to members and creditors
- Convening and holding meetings of members and creditors

2 Cashiering

- Maintaining and managing the Supervisor's cashbook and bank account
- Ensuring statutory lodgements and tax lodgement obligations are met

3 Creditors

- Dealing with creditor correspondence and telephone conversations
- Maintaining creditor information on the case management system
- Reviewing and adjudicating on proofs of debt received from creditors

4 Realisation of Assets

- Corresponding with directors and collecting payments

A copy of 'A Creditors Guide to Supervisors' Fees' published by the Association of Business Recovery Professionals (R3) at <http://www.creditorinsolvencyguide.co.uk/>. A copy of 'A Creditors Guide to Liquidators' Fees' also published by R3, together with an explanatory note which shows MHA MacIntyre Hudson's fee policy are available at the link <http://www.macintyreHUDSON.co.uk-guide-to-fees>. Please note that there are different versions of the Guidance Notes and in this case you should refer to the October 2015 version. A hard copy of both documents can be obtained on request from the address below.

5 Office holder's expenses

I have incurred expenses to 25 August 2016 of £309 29 of which I have drawn £259 29 to date

Type of expense	Amount incurred/ accrued in the reporting period
Companies House searches	£3 00
CT Conference calls	£46 26
Marsh Limited	£210 00
Court Fee	£50 00

6 Matters outstanding

- a) Monitor the contributions that are due in the arrangement and the outstanding contribution that was due in this reporting period
- b) A dividend will be paid to unsecured creditors. In Appendix 3, please find attached the Notice of Indented Dividend and a statement of claim

At MHA MacIntyre Hudson we always strive to provide a professional and efficient service. However, we recognise that it is in the nature of insolvency proceedings for disputes to arise from time to time. As such, should you have any comments or complaints regarding the administration of this case, then in the first instance you should contact me at the address given in this letter.

If you consider that I have not dealt with your comments or complaint appropriately you, then put details of your concerns in writing to our complaints officer Michael Sanders, New Bridge Street House, 30-34 New Bridge Street, London, EC4V 6BJ. This will formally invoke our complaints procedure and we will endeavour to deal with your complaint under the supervision of a senior partner unconnected with the appointment.

Most disputes can be resolved amicably either through the provision of further information or following negotiations. However, in the event that you have exhausted our complaints procedure and you are not satisfied that your complaint has been resolved or dealt with appropriately, you may complain to the regulatory body that licences the insolvency practitioner concerned. Any such complaints should be addressed to The Insolvency Service, IP Complaints, 3rd Floor, 1 City Walk, Leeds, LS11 9DA, and you can make a submission using an on-line form available at www.gov.uk/complain-about-insolvency-practitioner, or you can email insolvency.enquiryline@insolvency.gov.uk, or you may phone 0300 678 0015 - calls are charged at up to 9p per minute from a land line, or for mobiles, between 8p and 40p per minute if you're calling from the UK.



F C Satow
Joint Supervisor
Authorised to act in the UK by the
Institute of Chartered Accountants in England & Wales

**The Island Trading Company Limited
(Under a Voluntary Arrangement)**

**Summary of Receipts & Payments
26 August 2015 to 25 August 2016**

RECEIPTS	Total (£)
3rd Party Contributions	154,166 70
Bank Interest Gross	173 40
Petition Costs on Trust	2,500 00
	<hr/>
	156,840 10
 PAYMENTS	
Petitioners Costs	920 00
Supervisors Expenses	259 29
Bond	210 00
Vat Irrecoverable	51 86
	<hr/>
	1,441 15
Balance In Hand	155,398 95
	<hr/>
	156,840 10
	<hr/>

Note - VAT is not recoverable

Appendix 2

Analysis of the costs to the period 26 August 2015 to 25 August 2016

Island Trading Company Limited

(In Compulsory Liquidation)

Analysis of time costs for the period 26 August 2015 to 25 August 2016

Classification of Work	Partner		Director		Manager		Administrator		Assistant		Cashiering		Total Hours	Time Cost	Average Hourly Rate
	Hours	Cost (£)	Hours	Cost (£)	Hours	Cost (£)	Hours	Cost (£)	Hours	Cost (£)	Hours	Cost (£)			
Administration and Planning	0 00	0 00	3 95	1,441 75	0 00	0 00	14 10	3,102 00	1 50	218 50	0 00	0 00	19 55	4,762 25	243 59
Case Review and Case Diary	0 00	0 00	0 15	54 75	0 00	0 00	0 30	66 00	0 00	0 00	0 00	0 00	0 45	120 75	268 33
Trading	0 00	0 00	0 00	0 00	0 00	0 00	0 00	0 00	0 00	0 00	0 00	0 00	0 00	0 00	0 00
Corresponding with employees	0 00	0 00	0 00	0 00	0 00	0 00	0 60	132 00	0 00	0 00	0 00	0 00	0 60	132 00	220 00
Realisation of Assets	0 00	0 00	0 00	0 00	0 00	0 00	7 30	1,606 00	0 00	0 00	0 00	0 00	7 30	1,606 00	220 00
Creditors	0 00	0 00	2 65	967 25	0 00	0 00	0 50	110 00	0 00	0 00	0 00	0 00	3 15	1,077 25	341 98
Fixed Charge Creditors	0 00	0 00	0 00	0 00	0 00	0 00	0 00	0 00	0 00	0 00	0 00	0 00	0 00	0 00	0 00
Fixed Charge Realisations	0 00	0 00	0 00	0 00	0 00	0 00	0 00	0 00	0 00	0 00	0 00	0 00	0 00	0 00	0 00
Investigations	0 00	0 00	4 40	1,606 00	0 00	0 00	0 00	0 00	0 00	0 00	0 00	0 00	4 40	1,606 00	365 00
Setup and Maintenance	0 00	0 00	0 10	36 50	0 00	0 00	0 00	0 00	0 00	0 00	0 00	0 00	0 10	36 50	365 00
Statutory Reporting Matters	0 00	0 00	0 00	0 00	0 00	0 00	3 00	660 00	0 00	0 00	0 00	0 00	3 00	660 00	220 00
Cashiering	0 00	0 00	0 00	0 00	0 80	260 00	0 00	0 00	0 20	28 00	6 20	1,016 00	7 20	1,304 00	181 11
Floating Charge Realisations	0 00	0 00	0 00	0 00	0 00	0 00	0 00	0 00	0 00	0 00	0 00	0 00	0 00	0 00	0 00
Total	0 00	0 00	11 25	4,106 25	0 80	260 00	25 80	5,676 00	1 70	246 50	6 20	1,016 00	45 75	11,304 75	247 10
Average Hourly Rate, £		#DIV/0!		365 00		325 00		220 00		145 00		163 87			

THE INSOLVENCY ACT 1986

NOTICE TO CREDITORS OF INTENTION TO DECLARE A DIVIDEND

Island Trading Company Limited - in a Company Voluntary Arrangement

In the High Court No: 5318 of 2015

Company Number 02025957

Registered Office: Suite G06, 85-87 Bayham Street, London, NW1 0AG

NOTICE IS HEREBY GIVEN, that I, Frederick Charles Satow the Joint Supervisor of the above-named Company, intend making a first interim dividend to the unsecured creditors by 18 January 2017. Creditors who have not already proved are required, on or before 18 November 2016, the last date for proving, to submit their proof of debt to me at MHA MacIntyre Hudson, New Bridge Street House, 30-34 New Bridge Street, London, EC4V 6BJ and, if so requested by me, to provide such further details or produce such documentary or other evidence as may appear to be necessary. A creditor who has not proved his debt before the date specified above is not entitled to disturb the dividend because he has not participated in it.

Please Note: The last date for submitting a proof of debt is 18 November 2016

Dated 18 October 2016


F C Satow
Joint Supervisor
Authorised to act in the UK by the
Institute of Chartered Accountants in England & Wales

THE ISLAND TRADING COMPANY LIMITED

(Company Voluntary Arrangement)

Statement of Creditor's Claim

Name of Creditor

--

Address of Creditor

Post Code	

Gross Value of Claim

	Net £	VAT £	Total £
Claim at 5 August 2015			

Any anticipated increase/decrease
in claim to 26 August 2015

--	--	--

Estimated Value of Assets Subject to -

	Nature of Asset	Value £
Mortgages and Charges		
Finance and Hire Purchase		
Liens		
Retention of Title		
Other Security (Please Specify)		

Value of Claim for which the Creditor Wishes to be Admitted for Dividend

--

- Note** 1) The above Statement of Claim should be accompanied by supporting documentation to assist the Supervisor in the adjudication of claims for dividend purposes
- 2) Where a creditor is unable to quantify a claim it would be helpful if he would provide an estimate of his claim

Signed by or on Behalf of the Creditor

Name in Block Capitals

Dated