In accordance with Rule 2.44 of the Insolvency (England & Wales) Rules 2016

CVA4

Notice of termination or full implementation of voluntary arrangement

Companies House

MONDAY

A6DAUW1C

A13 21/08/2017 #7

COMPANIES HOUSE

1 Company details

→ Filling in this form
Please complete in typescript or in bold black capitals.

Company number	0 8 6 4 7 8 3 3
Company name in full	Sovereign Solutions Care Services Limited

2 Supervisor's name

Full forename(s)	Eric
Surname	Walls

3 Supervisor's address

Building name/number	C12 Marquis Court
Street	Marquisway, Team Valley
Post town	Gateshead
County/Region	
Postcode	N E 1 1 0 R U
Country	

4 Supervisor's name ❶

Full forename(s)	
Surname	

❶ Other supervisor
Use this section to tell us about another supervisor.

5 Supervisor's address ❷

Building name/number	
Street	
Post town	
County/Region	
Postcode	
Country	

❷ Other supervisor
Use this section to tell us about another supervisor.

CVA4
Notice of termination or full implementation of voluntary arrangement

6 Date voluntary arrangement fully implemented or terminated

Date: 1 8 / 0 8 / 2 0 1 7

7 Attachments

☐ I have attached a copy of the notice to creditors

☑ I have attached the supervisor's report

8 Sign and date

Supervisor's signature: Supervisor's signature X [signature] X

Signature date: 1 8 / 0 8 / 2 0 1 7

CVA4

Notice of termination or full implementation of voluntary arrangement

Presenter information

You do not have to give any contact information, but if you do it will help Companies House if there is a query on the form. The contact information you give will be visible to searchers of the public record.

Contact name	Eric Walls
Company name	KSA Group Ltd
Address	C12 Marquis Court
	Marquisway, Team Valley
Post town	Gateshead
County/Region	
Postcode	N E 1 1 0 R U
Country	
DX	
Telephone	0191 482 3343

Checklist

We may return forms completed incorrectly or with information missing.

Please make sure you have remembered the following:

- ☐ The company name and number match the information held on the public Register.
- ☐ You have attached the required documents.
- ☐ You have signed and dated the form.

Important information

All information on this form will appear on the public record.

Where to send

You may return this form to any Companies House address, however for expediency we advise you to return it to the address below:

The Registrar of Companies, Companies House, Crown Way, Cardiff, Wales, CF14 3UZ. DX 33050 Cardiff.

Further information

For further information please see the guidance notes on the website at www.gov.uk/companieshouse or email enquiries@companieshouse.gov.uk

This form is available in an alternative format. Please visit the forms page on the website at www.gov.uk/companieshouse

SOVEREIGN SOLUTIONS CARE SERVICES LIMITED ("The Company")

REPORT TO CREDITORS IN RESPECT OF THE COMPANY VOLUNTARY ARRANGEMENT IN ACCORDANCE WITH RULE 2.44 OF THE INSOLVENCY (ENGLAND AND WALES) RULES 2016

1. Introduction

1.1 As you are aware, I was appointed Supervisor of the company voluntary arrangement ("CVA") of Sovereign Solution Care Services Limited at a meeting of creditors held on 22 October 2015.

2. Events leading up to the failure of the CVA

2.1 The Company has failed to make the monthly contributions referred to in the CVA proposal at section 7.2.1. I have contacted the Company to bring these payments up to date. Regrettably, I have been contacted by the director who has informed me that the Company is no longer able to fulfil its obligations due under the CVA proposal and no further payments will be made.

2.2 The director confirmed that the financial position of the business was in decline and there was limited possibility of improving the financial position.

2.3 In order to protect the position of the residents within the care homes, it was agreed that the Company should be placed into a Creditors Voluntary Liquidation. Accordingly, on 10 August 2017 notices were signed summoning a Section 100 meeting for 31 August 2017, to place the Company into Creditors' Voluntary Liquidation. Creditors should note that it proposed that I be appointed Liquidator of the Company.

2.4 Accordingly, I have no alternative but to bring the CVA to an end.

3. Failure of the Voluntary Arrangement

3.1 Attached to this report is a Certificate of Termination in respect of the CVA dated 18 August 2017. The CVA is deemed to have failed for the reasons set out above.

3.2 Creditors should note, that KSA has recently accepted instructions to put the company into Creditors Voluntary, that is to say, Insolvent Liquidation. The notices summoning the appropriate meetings of shareholders and creditors have now been issued.

4. Receipts and Payments Account

4.1 Attached to this report is a receipts and payments account for the following periods:

- 22 October 2016 to 18 August 2017
- 22 October 2015 to 18 August 2017

5. Preferential Creditors

5.1 There are no known preferential creditors in this case.

6. Unsecured Creditors

6.1 As all unsecured creditors have claimed in the CVA, it has not been necessary to issue a notice of dividend.

6.2 Dividends have been paid to the unsecured creditors as follows:

	P in the £	Payment Date	Total Amount Paid
1st Dividend	7.9	21 December 2016	£16,879.47
2nd and Final Dividend	4.59	18 August 2017	£10,061.03

6.3 Pursuant to section 176A(4) of the Insolvency Act 1986, the prescribed part does not apply as the Company is in a voluntary arrangement.

6.4 It will now be for the Liquidator, once appointed, to deal with the claims of the unsecured creditors.

7. Supervisor's Remuneration

7.1 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.

7.2 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.

7.3 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 £
Partners	200 – 350
Managers/Senior Administrators	120 – 200
Administrators/Support Staff	50 – 120

7.4 You will note from the enclosed receipts and payments account that Supervisors remuneration of £7,000 has been drawn in respect of these time costs. No further remuneration will be drawn.

7.5 My firm has incurred disbursements in dealing with this CVA. The CVA proposal sets out that these disbursements would be recharged to the case at cost save in respect of postage, stationery and telephone where a charge of £7.50 per creditor would be levied and motor expenses where a charge of 45p per mile would be made. £14.00 has been drawn in respect to postage and stationery costs and an amount of £92.25 has been drawn in respect to the travel costs of the Supervisor and his staff.

7.6 The only other disbursements drawn relate to the Supervisor's specific bond of £460.00 and room hire of £100.00, both of which has been paid directly from case funds held.

8. Conclusion

8.1 It will now be for the Liquidator, once appointed, to deal with the affairs of the Company.

E Walls
Supervisor

18 August 2017

CERTIFICATE OF TERMINATION OF A COMPANY VOLUNTARY ARRANGEMENT IN ACCORDANCE WITH RULE 2.44 OF THE INSOLVENCY (ENGLAND AND WALES) RULES 2016

SOVEREIGN SOLUTIONS CARE SERVICES LIMITED

I, Eric Walls, Supervisor of the company voluntary arrangement of the above Company hereby give notice that, the voluntary arrangement as approved by creditors on 22 October 2015, has been terminated for the reasons set out in the attached report.

E Walls – Supervisor

18 August 2017

KSA Group Ltd
C12 Marquis Court
Marquis Way
Team Valley
Gateshead
NE11 0RU

Sovereign Solutions Care Services Ltd

In Company Voluntary Arrangement

Receipts and Payments Account

	From 22 October 2016 To 18 August 2017	From 22 October 15 To 18 August 2017 £
RECEIPTS		
Arrangement Contributions	10,000.00	34,600.00
Bank Interest		6.75
	10,000.00	34,606.75
PAYMENTS		
Specific Bond		460.00
Supervisors Remuneration	7,000 00	7,000.00
Supervisors Disbursements	92.25	92.25
Stationery & Postage	14.00	14.00
Room Hire	100.00	100.00
UNSECURED CREDITORS		
1st Dividend of 7.9p in the £ paid on 21/12/2016	16,879.47	16,879.47
2nd and Final Dividend of 4.59p in the £ paid on 18/08/201	10,061.03	10,061 03
	34,146.75	34,606.75
BALANCE		0.00
REPRESENTED BY		
Deposit Account		0.00
		0.00

SOVEREIGN SOLUTIONS CARE SERVICES LIMITED

IN COMPANY VOLUNTARY ARRANGEMENT

TIME AND CHARGE OUT SUMMARY

	Hours Spent	Charge Out Rate £	Total Time Costs £	Average Hourly Rate £
Administration, Planning and Statutory Matters				
Partners	2.76	200 - 350	964 25	349.37
Managers/Senior Administrators	10.61	120 - 200	2,116.55	199.49
Administrators/Support Staff	0.00	50 - 120	0.00	0.00
Investigations				
Partners	0.00	200 - 350	0 00	0.00
Managers/Senior Administrators	0.00	120 - 200	0.00	0.00
Administrators/Support Staff	0.00	50 - 120	0.00	0.00
Realisation of Assets				
Partners	0.92	200 - 350	322.58	350.63
Managers/Senior Administrators	0.70	120 - 200	140.94	201.34
Administrators/Support Staff	0.00	50 - 120	0.00	0.00
Trading Review				
Partners	1.12	200 - 350	392.49	350.44
Managers/Senior Administrators	2.36	120 - 200	353.91	149.96
Administrators/Support Staff	0.00	50 - 120	0.00	0.00
Creditors				
Partners	1.83	200 - 350	639.33	349.36
Managers/Senior Administrators	8.55	120 - 200	1,631.50	190.82
Administrators/Support Staff	0.00	50 - 120	0.00	0.00
Case Specific Matters				
Partners	0.87	200 - 350	304.31	349 78
Managers/Senior Administrators	1.21	120 - 200	241.22	199.36
Administrators/Support Staff	0.00	50 - 120	0.00	0.00
TOTAL	30.93		7,107.08	229.78