



It's never too late to start your new beginning.

At Leading Corporate Recovery, we know that many business owners have struggled to stay afloat during the tough economic climate of recent years. In many cases, you will have already struggled to manage cash flow, retain employees or keep your creditors at bay, no doubt leaving you stressed and overwhelmed.

We specialise in helping you to overcome these obstacles, allowing your business to stabilise and grow without the weight of the world on your shoulders.

Our team of Licensed Insolvency Practitioners will help to:

- Ensure your business can continue to trade
- Improve your cash flow
- Stop pressure from creditors and prevent CCJ's or Winding up orders from being initiated
- Ensure your debts are consolidated into one affordable monthly payment which we manage on your behalf
- At the end of the term, ensure any remaining debts are wiped clean
- Ensure there are no upfront fees

For your free, confidential, no obligation consultation please contact our team today.

What is the process of a CVA?

In the first instance, get in touch with one of our Licensed Insolvency Practitioners for your free, no obligation consultation. During this consultation, the Insolvency Practitioner will find out more about your business and your objectives in order to determine if a CVA is a suitable option.

Should it be decided that a CVA is an appropriate rescue solution and you choose to go ahead, Leading Corporate Recovery will need to be formally instructed to manage the procedure on your behalf. Once instructed, our team will work with you to gather the appropriate information required in order to begin the procedure. Our first job once we are formally appointed is to liaise with your Creditors on your behalf. This means that we will contact your Creditors to advise that the company is experiencing some financial difficulty and will be entering a CVA in due course. We will try to negotiate some breathing room for you in order that you can continue to receive goods / services whilst we begin your CVA procedure. Next, we will work with you to gather the information required to draft a formal proposal to your Creditors.

This proposal will identify:

- How the company has arrived at its current financial position
- How the company plans to avoid financial difficulty in the future
- The amount that the company can afford to pay each month along with the amount that will be paid to Creditors.
- The proposed duration of the CVA

**Contact our team today for your free, no obligation consultation:
0800 246 1841 / mail@leading.uk.com**

Your guide to a Company Voluntary Arrangement (CVA)

Once the proposal has been drafted, you will be given the opportunity to review, comment and make any amendments to the contents before authorising the finalised version. A copy is then sent to your Creditors and the Shareholders of the company for consideration.

The Insolvency Practitioner will then call a Creditors Meeting which a director should ideally attend. During this meeting, the Creditors and Shareholders will be given the opportunity to ask any questions before they formally vote in favour of or against the proposal.

From a legal point of view, Creditors and Shareholders must be given a minimum of 14 days' notice before the meeting can be held. If any Creditors or Shareholders are unable to attend the meeting they are allowed to vote by proxy meaning they can submit their vote via a third party or by post or email.

In order for the CVA to be approved, at least 75% of voting Creditors (some choose not to vote) need to vote in favour of your CVA proposal.

Assuming the CVA proposal is approved, you now need to adhere to the terms outlined in the proposal. This means that the agreed monthly payments can then begin. The monthly amounts will be paid to the Insolvency Practitioner who will then make a distribution to your Creditors on a pro-rata basis, often annually.

It is important to note that a CVA is a legally binding agreement which means you must continue to make the repayments each month. If for any reason you are struggling to meet these payments, it is essential that you speak with the Insolvency Practitioner in the first instance who may be able to assist.

If you do not keep up your repayments, it is likely that the company will be liquidated.

A CVA is also legally binding for your Creditors. This means that they will be unable to pursue you for any historical debts that are owed to them once the CVA has been approved.

The CVA will finish at the end of the agreed term once you have made the final payment.

The majority of CVAs last for five years which means they are concluded after your 60th payment. At this stage, any unsecured debt that is outstanding will be written off and the company will be debt free.



At Leading Corporate Recovery, we are highly experienced in helping business owners through the process of a Company Voluntary Arrangement. In the majority of cases, this is a solid rescue solution that provides an excellent alternative for business owners who wish to avoid closing the company through a liquidation procedure.

Our team of Licensed Insolvency Practitioners are knowledgeable, empathetic and excel in providing innovative solutions to complex problems.

If you need assistance with any business critical issues, please get in touch with Leading Corporate Recovery today.

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