

Liquidator's Progress Report

S.192

Pursuant to Sections 92A and 104A and 192
of the Insolvency Act 1986

To the Registrar of Companies

Company Number

03244293

Name of Company

Passion For Life Healthcare Limited

I / We

Stephen Hunt
Tavistock House South
Tavistock Square
London
WC1H 9LG

Timothy Bramston
Tavistock House South
Tavistock Square
London
WC1H 9LG

the liquidator(s) of the company attach a copy of my/our Progress Report
under section 192 of the Insolvency Act 1986

The Progress Report covers the period from 15/08/2012 to 14/08/2013

Signed



Date

Griffins
Tavistock House South
Tavistock Square
London
WC1H 9LG

Ref PASSI02/SJH/TJB/IPU/VP

FRIDAY



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25/10/2013

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COMPANIES HOUSE

**Passion For Life Healthcare Limited
In Creditors' Voluntary Liquidation**

**Joint Liquidators' annual progress report to members and creditors
for the year ending 14 August 2013**



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1 Introduction

This report provides an update on the progress of the liquidation during the period and should be read in conjunction with my previous reports

The company was placed into liquidation on 26 May 2010 and James Bradney ("Mr Bradney") and Andrew Duncan ("Mr Duncan") of Bridge Business Recovery were appointed Joint Liquidators of the Company

Following a High Court Order dated 15 August 2011, Mr Bradney and Mr Duncan was removed as Liquidator and Timothy Bramston and I were appointed Joint Liquidators.

Additional information as required pursuant to Rule 4 49B of the Insolvency Rules 1986 is attached at Appendix A

2 Receipts and payments accounts

An account of my receipts and payments for the period 15 August 2012 to 14 August 2013 is at Appendix B, together with a cumulative account for the entire period of the liquidation and a comparison with the director's Statement of Affairs.

The receipts and payments accounts contain information from prior to my appointment and as such I am unable to verify these figures

3 Realisation of assets

Stock

As you will be aware, the sale and purchase agreement entered into with Aria Healthcare Limited ("Aria") stated that the consideration payable in respect of the stock only becomes due when this is utilised or sold.

Aria advised that a final sum of £3,947 25 is payable to the company in this respect and that no further stock will be used as the remaining items are obsolete

Book debts

Further to my last report, you will note that Aria were collecting non-factoring book debts on behalf of the company and it has since come to light that Aria may have over charged fees for collecting one of the debts

We are still in negotiations with Aria to settle the outstanding balance due in respect of the stock and book debt collection fee issue. An offer has been made by Aria and I will report my progress in the next annual report, or sooner, should my administration of the liquidation be concluded



4 Investigations

A claim has been submitted against the insurance bond of Mr Bradney. I have been advised by the insurers that they have now reviewed all the bond claims submitted in respect of Mr Bradney's appointments and we are now in negotiations with the insurers to agree these claims. It is anticipated that the negotiations will take some months and I expect a settlement to be received prior to the next anniversary of the liquidation.

This matter is ongoing and further funds may be recovered, together with a contribution towards my fees.

5 Creditors

Secured creditors

Eurofactor (UK) Limited holds a fixed and floating charge over the company's assets.

At the date of liquidation, the indebtedness was estimated at £367,370 and the former Liquidators' records indicate that Eurofactor (UK) Limited has now been repaid in full.

Preferential creditors

No preferential claims have been received in the liquidation to date and none are expected.

Unsecured creditors

The unsecured claims received to date amount to £1,952,678.14.

If you have not already submitted your claim in the liquidation then please do so now. I would, however, currently it is unlikely that unsecured creditors will receive a dividend.

6 Joint Liquidators' remuneration

The time recorded by the Joint Liquidators and our staff for the period 15 August 2012 to 14 August 2013 totals £12,359.64, which represents 43.58 hours at an average charge out rate of £283.59 per hour.

The time recorded by the Joint Liquidators and our staff for the entire period of our appointment totals £36,811.76 which represents 130.67 hours at an average charge out rate of £281.72 per hour.

The time spent on this case relates to the following matters:

- Attending to correspondences and telephone calls with creditors
- Recording and acknowledging creditors' claims
- Investigating into the affairs of the company and the conduct of the former Liquidator
- Preparation and submission of statutory reports



- Obtaining bonding and completing bond reviews to enable the Joint Liquidators to continue to act
- Updating the Insolvency Practitioners System
- Review and statutory compliance which includes submissions to Companies House
- Liaising with valuation agents and solicitors

Attached at Appendix C are the Joint Liquidators' time analysis reports, which provide details of the activity costs incurred by staff grade to date, together with details of charge out rates

As previously reported, I intend to rely on the resolution passed by Mr Bradney at the meeting of creditors held on 26 May 2010 approving that the Joint Liquidators' remuneration be fixed by reference to the time properly spent by the Joint Liquidators and their staff in attending to matters arising during the liquidation, payable at the Joint Liquidators' discretion as and when realisations allow To date I have drawn the sum of £28,719 35 in respect of my fees for acting as Joint Liquidator and disbursements totalling £328 17

Further information regarding remuneration can be found in "A Creditors' Guide to Liquidators' Remuneration", which is available for download at <http://www.griffins.net/technical/> A hard copy can be provided upon request

7 Joint Liquidators' expenses

Joint Liquidators' expenses

Disbursements have been incurred in accordance with the Statement of Insolvency Practice 9, these disbursements are defined by two categories Category 1 disbursements relate to direct expenses and Category 2 disbursements relate to indirect expenses Please note that it is Griffins' policy not to charge Category 2 disbursements

The table below sets out the disbursements incurred and paid in the period of this report:

	Expenses incurred £	Expenses paid £	Expenses outstanding £
Category 1 Disbursements			
Statutory advertising	23 25	23 25	Nil
Specific bond	29 40	29 40	Nil
Records storage	304 92	304 92	Nil



Agents/Solicitors

	Nature of expense incurred	Amount incurred to date £	Paid to date £	Amount outstanding £
Supplier/service provider				
Gateley LLP	Legal fees	2,645 50	Nil	2,645 50
				<hr/> 2,645.50 <hr/>

We are in negotiations with Aria to settle the outstanding amount due to Gateley LLP in respect of their fees. I will report my progress in the next annual report.

8 Creditors' rights

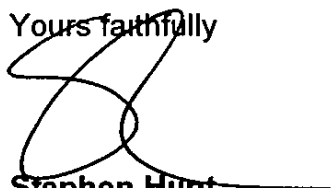
Within 21 days of the receipt of this report, a secured creditor, or an unsecured creditor (with the concurrence of at least 5% in value of the unsecured creditors) may request in writing that the Liquidator provide further information about his remuneration or expenses which have been itemised in this progress report.

Any secured creditor, or an unsecured creditor (with the concurrence of at least 10% in value of the unsecured creditors) may within 8 weeks of receipt of this progress report make an application to Court on the grounds that, in all circumstances, the basis fixed for the Joint Liquidators' remuneration, the remuneration charged or the expenses incurred by the Joint Liquidators as set out in this progress report are excessive.

9 Next report

I will report again following the next anniversary of the liquidation, or sooner if the administration of the liquidation is complete.

Yours faithfully


Stephen Hunt
Joint Liquidator

25 October 2013



**Passion For Life Healthcare Limited
In Creditors' Voluntary Liquidation**

Statutory information



Company information

Company name	Passion For Life Healthcare Limited
Trading name	n/a
Company registration number:	03244293
Nature of business	
Registered office	Tavistock House South, Tavistock Square, London WC1H 9LG
Previous registered office:	3rd Floor 39-45 Shaftesbury Avenue London W1D 6LA United Kingdom
Trading address	1 Bell Court Leapale Lane Guildford GU1 4LY

Joint Liquidators' details

Lead

Name	Stephen Hunt
IP number	9183
Name of firm	Griffins
Firm's address	Tavistock House South, Tavistock Square, London WC1H 9LG
Date of appointment	15 August 2011

Second

Name	Timothy Bramston
IP number	8278
Name of firm	Griffins
Firm's address	Tavistock House South, Tavistock Square, London WC1H 9LG
Date of appointment	15 August 2011



Former Liquidators' details

Name	James Bradney and Andrew Duncan
IP number	9259 and 9319
Name of firm	Both of Bridge Business Recovery
Firm's address	3rd Floor 39-45 Shaftesbury Avenue London W1D 6LA United Kingdom
Date of appointment	26 May 2010



**Passion For Life Healthcare Limited
In Creditors' Voluntary Liquidation**

Joint Liquidators' receipts and payments account for the period 15 August 2012 to 14 August 2013, together with a cumulative account for the period of the liquidation.



Passion For Life Healthcare Limited
(In Liquidation)
Joint Liquidators' Abstract of Receipts & Payments

Statement of Affairs		From 15/08/2012 To 14/08/2013	From 26/05/2010 To 14/08/2013
36,588 00	SECURED ASSETS		
	Intellectual Property	NIL	NIL
		NIL	NIL
	ASSET REALISATIONS		
	Transfer from Adminsitration	NIL	86,269 81
	VAT Transfer From Adminsitration	NIL	18,185 31
13,412 00	Equipment	NIL	NIL
91,792 00	Stock/Inventory on Hand	NIL	17,879 89
18,473 00	Surplus on Book Debts	NIL	NIL
	Cash at Bank	NIL	1,743 38
25,300 00	Rent Deposit	NIL	NIL
	Bank Interest Gross	NIL	37 68
	Bank Interest Net of Tax	2 37	30 69
		2 37	124,146 76
	COST OF REALISATIONS		
	Specific Bond	29 40	149 40
	Joint Liquidators' Fees	7,416 00	46,222 51
	Joint Liquidators' Disbursements	NIL	924 61
	Corporation Tax	2 15	6 35
	Storage Costs	NIL	385 00
	Storage Costs	304 92	609 84
	Advertising costs	23 25	280 69
	Bank Charges	NIL	15 00
	Funds withdrawn by Bradney	NIL	75,000 00
		(7,775 72)	(123,593 40)
(860,798 84)	UNSECURED CREDITORS		
	Trade and Expense Creditors	NIL	NIL
		NIL	NIL
(413 00)	DISTRIBUTIONS		
	Opening Balance	NIL	NIL
		NIL	NIL
(675,646.84)		(7,773.35)	553.36
	REPRESENTED BY		
	VAT Receivable		60 98
	Bank of Scotland		492 38
			553.36



**Passion For Life Healthcare Limited
In Creditors' Voluntary Liquidation**

Joint Liquidators' time analysis for the period 15 August 2012 to 14 August 2013 and for the entire period of our appointment, together with details of charge out rates, provided in accordance with the Statement of Insolvency Practice 9



Time Entry - SIP9 Time & Cost Summary

PASSI02 - Passion For Life Healthcare Limited
Project Code POST
From 15/08/2012 To 14/08/2013

Classification of Work Function	Partner	Manager	Other Senior Professionals	Assistants & Support Staff	Total Hours	Time Cost (£)	Average Hourly Rate (£)
Administration & Planning	0.58	1.33	1.92	23.92	27.75	7,681.33	276.80
Creditors	0.25	0.00	0.17	6.67	7.08	2,072.49	292.59
Investigations	0.00	0.00	1.17	0.50	1.67	525.83	315.50
Legal & Litigation	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Realisations of Assets	0.00	0.17	1.92	5.00	7.08	2,079.99	293.65
Trading	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Total Hours	0.83	1.50	5.17	36.08	43.58	12,359.64	283.59
Total Fees Claimed						28,303.35	
Total Disbursements Claimed						149.40	



Time Entry - SIP9 Time & Cost Summary

PASSI02 - Passion For Life Healthcare Limited
Project Code POST
From 15/08/2011 To 14/08/2013

Classification of Work Function	Partner	Manager	Other Senior Professionals	Assistants & Support Staff	Total Hours	Time Cost (£)	Average Hourly Rate (£)
Administration & Planning	1.00	3.50	2.42	50.50	57.42	15,809.26	275.34
Creditors	0.25	0.08	0.17	9.00	9.50	2,742.92	288.73
Investigations	0.00	0.17	13.42	4.67	18.25	5,438.34	297.99
Legal & Litigation	0.00	0.00	0.00	0.50	0.50	137.50	275.00
Realisations of Assets	0.00	0.42	5.83	38.75	45.00	12,683.74	281.86
Trading	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Total Hours	1.25	4.17	21.83	103.42	130.67	35,814.78	281.72
Total Fees Claimed						28,303.35	
Total Disbursements Claimed						149.40	



GRIFFINS POLICY ON CHARGEOUT RATES AND DISBURSEMENTS

SCHEDULE OF STANDARD CHARGEOUT RATES IN RESPECT OF GRIFFINS PARTNERS AND STAFF AS AT 1 OCTOBER 2011.

In accordance with Statement of Insolvency Practice 9 "Remuneration of Insolvency Office Holders" the following hourly charge-out rates will be applied when fixing the Officeholders Remuneration

Grade of staff	Hourly Rate
Partners	£495 - £545
Managers	£300 - £395
Senior Investigators	£325 - £380
Administrators/Investigators	£200 - £300
Junior Administrators/Junior Investigators	£145 - £190
Support Staff	£70 - £180

The above rates are reviewed annually on 1 October.

It is not our policy to charge for support staff (secretarial, filing, reception) unless such staff are working on an individual matter for more than 7 hours in which case the rate for an Administrator may be applied

Time is charged in minimum units of 5 minutes for all staff

DISBURSEMENTS

This note applies where a licensed insolvency practitioner in the firm is acting as an office holder of an insolvent estate and seeks creditor approval to make a separate charge by way of expenses or disbursements to recover the cost of facilities provided by the firm. Best practice guidance¹ requires that such charges should be disclosed to those who are responsible for approving his remuneration, together with an explanation of how those charges are made up and the basis on which they are arrived at

DEFINITIONS

Practice guidance¹ classifies expenses into two broad categories

- *Category 1 expenses (approval not required)* – specific expenditure that is directly related to a particular insolvency case, where the cost of the expense incurred is referable against an independent external suppliers' invoice or published tariff of charges,
- *Category 2 expenses* – Griffins' policy is not to charge for Category 2 disbursements

CHARGING POLICY

- *Category 1 expenses (approval not required)* – all such items are re-charged to the case as they are incurred



1 - Statement of Insolvency Practice 9 (England and Wales)

GRIFFINS POLICY ON CHARGEOUT RATES AND DISBURSEMENTS

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- *Category 2 expenses:* Griffins' policy is not to charge for Category 2 disbursements

CHARGING POLICY

- *Category 1 expenses (approval not required)* – all such items are re-charged to the case as they are incurred

1 - Statement of Insolvency Practice 9 (England and Wales)

