

## Section 106

**Return of Final Meeting in a  
Creditors' Voluntary Winding Up****Pursuant to Section 106 of the  
Insolvency Act 1986**

To the Registrar of Companies

**S.106**

Company Number

05089373

Name of Company

Alzeim Limited

**We** James Richard Tickell  
1640 Parkway  
Solent Business Park  
Whiteley  
Fareham  
Hampshire  
PO15 7AH

Carl Derek Faulds  
1640 Parkway  
Solent Business Park  
Whiteley, Fareham  
Hampshire  
PO15 7AH

**Note** The copy account must be  
authenticated by the written  
signature(s) of the Liquidator(s)

1 give notice that a general meeting of the company was duly held on/summoned for 08 February 2013 pursuant to section 106 of the Insolvency Act 1986, for the purpose of having an account (of which a copy is attached) laid before it showing how the winding up of the company has been disposed of, and that the same was done accordingly / no quorum was present at the meeting.

2 give notice that a meeting of the creditors of the company was duly held on/summoned for 08 February 2013 pursuant to Section 106 of the Insolvency Act 1986, for the purpose of having the said account laid before it showing how the winding up the company has been conducted and the property of the company has been disposed of and that the same was done accordingly/no quorum was present at the meeting

The meeting was held at 1640 Parkway, Solent Business Park, Whiteley, Fareham, Hampshire, PO15 7AH

The winding up covers the period from 9 March 2012 (opening of winding up) to the final meeting (close of winding up)

The outcome of any meeting (including any resolutions passed) was as follows

No objections were raised to the draft report circulated to the creditors and this report was deemed to be adopted

No objection was raised to the liquidators obtaining their release and it was deemed that they be released on the date on which they vacate office

Signed

08 February 2013

Portland Business & Financial Solutions  
1640 Parkway  
Solent Business Park  
Whiteley  
Fareham  
Hampshire  
PO15 7AH  
Ref A7349/JT/CF/SIG/DT/AJ

THURSDAY



A28

14/02/2013

#119

COMPANIES HOUSE

**Alzeim Limited**  
**(In Liquidation)**  
**Joint Liquidators' Abstract of Receipts & Payments**  
**From 9 March 2012 To 8 February 2013**

S of A £	£	£
<b>ASSET REALISATIONS</b>		
Plant & equipment	10,000 00	
Stock	500 00	
Transfer from administration	74,600 23	
Bank interest gross	212 02	
		85,312 25
<b>COST OF REALISATIONS</b>		
Administrators' fees	9,110 76	
Liquidators' fees	10,000 00	
Liquidators' expenses	1,217 90	
Travel expenses	5 70	
Agents/valuers fees	500 00	
Corporation tax	42 40	
Statutory advertising	190 50	
Bank charges	1 80	
		(21,069 06)
<b>EMPLOYEES WAGE ARREARS</b>		
Preferential	9,717 63	
		(9,717 63)
<b>FLOATING CHARGE CREDITORS</b>		
Floating charge creditor	49,206 27	
		(49,206 27)
<b>TRADE &amp; EXPENSE CREDITORS</b>		
Trade and expense accounts	3,467 65	
		(3,467 65)
<b>EMPLOYEES</b>		
Employees' unsecured claims	874 42	
		(874 42)
<b>DIRECTORS</b>		
Landlord's claim	34 72	
		(34 72)
<b>INLAND REVENUE</b>		
PAYE and NI deductions	129 69	
		(129 69)
<b>HP UNSECURED CLAIMS</b>		
Shortfall to HSBC Equipment Finance	812 81	
		(812 81)
		<b>0.00</b>
<b>REPRESENTED BY</b>		<b>NIL</b>

1640 Parkway  
Solent Business Park  
Whiteley  
Fareham  
Hampshire  
PO15 7AH  
Telephone 01489 550440  
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E-mail [post@portbfs.co.uk](mailto:post@portbfs.co.uk)  
JT/CF/SIG/DT/AJ/A7349  
8<sup>th</sup> February 2013

## **TO THE MEMBERS AND CREDITORS**

### **Final progress report to members and creditors**

#### **Alzeim Limited in liquidation**

We are now able to complete the winding-up of the affairs of this company, in respect of which we were appointed joint liquidators on 9th March 2012, following our appointment as joint administrators on 7<sup>th</sup> October 2011

We enclose a schedule giving statutory details of our appointment

#### **Final outcome in realising assets**


We enclose a summary of our receipts and payments for the entire liquidation


In our final progress report for the administration, we advised that a sale of the intellectual property rights and chattel assets had been agreed with Agroceutical Products Limited, a connected company by way of a common director, Kevin Stephens, for £10k plus VAT. These funds were received in full on 3<sup>rd</sup> April 2012. The sale agreement included a clause allowing for further consideration to be payable if there is a significant sale or earnings achieved from the intellectual property during the next five years. As the proceeds from the sale of the intellectual property or earnings would be subject to the fixed charge held by Finance Wales and payable to them without deduction, we have assigned these benefits under the sale agreement to Finance Wales.

During the administration, no interest had been shown in the stock of 'crude' Galanthamine. We instructed chattel agents, Marriott & Co, to approach a number of pharmaceutical companies, universities and other organisations worldwide involved in pharmaceutical research and development to offer the stock for sale. This deadline passed with no interest or offers being received. We subsequently received an offer of £500 from Agroceutical Products Limited and in light of the lack of any other interest this offer was accepted. Payment was received in full on 23<sup>rd</sup> May 2012.

In addition, the surplus funds from the administration were transferred into the liquidation and have been supplemented by interest on the balances held.

 **Corporate Finance**  
Business sales &  
Acquisitions  
Refinancing

 **Business Recovery**  
Viability reviews  
Administrations  
Voluntary arrangements

 **Insolvency**  
Investigations  
Liquidations  
Bankruptcy

**Portland Business & Financial Solutions Ltd**  
Registered No. 3830668  
Carl D Faulds, Mike Fortune, James Tickell  
All Licensed Insolvency Practitioners are authorised  
by the Insolvency Practitioners Association

## Investigation

In our first report, we invited creditors to bring to our attention any matters that they believe require further investigation. We have also conducted an investigation into the affairs of the company in order to identify matters that would lead to a cost-effective recovery for creditors. We have concluded that there are no matters of concern that merit pursuing.

In addition, a report has been submitted to the Insolvency Service as required under the provisions of the Company Directors Disqualification Act 1986.

## Creditors' claims and outcome for creditors

A summary of the creditors' claims and the dividends paid is set out below -

	Creditor totals			Dividend totals	
	Statement of affairs £	Claims received £	Claims admitted £	Total £	%
Secured claims	535,653	535,653	535,652	49,206	9
Preferential claims	8,953	9,718	9,718	9,718	100
Unsecured creditors	230,000	223,146	223,146	5,319	2

We comment further as follows -

- We confirmed that the charge held by Finance Wales was valid and confirmed the amount of the secured claim. Finance Wales has received £49,206 under its floating charge and will have to rely on the potential future payments due under the assigned sale agreement for any further recoveries.
- We assisted the seven employees that were dismissed as part of the liquidation process to submit claims to the Redundancy Payments Office in order to receive their guaranteed entitlements. Some employees had residual claims that exceeded the RPO limits. We liaised with the RPO and various employees to calculate the consequent preferential and unsecured claims in the liquidation.
- The claims of the preferential creditors were agreed and settled in full for £9,718.
- There was one finance company, HSBC Equipment Finance (UK) Limited, whose claim is subject to a deduction for the proceeds of sale of the goods involved. We have liaised with the creditor concerned and established the appropriate claim in the liquidation.
- The company held leasehold premises. We established that there was no realisable premium which could be achieved from an assignment of the lease and the company's interest was disclaimed. We subsequently liaised with the landlord to assess the resulting claim in the liquidation.

- We verified the claims of the directors/those connected with the company to ensure that they were valid and accurately stated
- The prescribed part is the concept of setting aside for the benefit of unsecured creditors a proportion of the funds that would otherwise have been paid to a floating charge holder, Finance Wales. It applies to this case as the debenture held by Finance Wales was granted after September 2003. The prescribed part is calculated at 50% of the first £10k and 20% of the remainder of the funds that would otherwise be distributed to the floating charge holder. The prescribed part fund in this case has been calculated at £16,051.57
- The fees and disbursements incurred by the liquidators in advertising and agreeing the unsecured creditors' claims, paying the dividend and bringing the liquidation to a close are allowable deductions from the prescribed part fund. The liquidators' remuneration has been approved by a resolution of creditors and this is explained further below. After defraying the liquidators' remuneration and closing disbursements of £732.28 there remains £5,319.29 to be distributed to the unsecured creditors
- The claims of the unsecured creditors were estimated by the director to amount to £230k, and these have now been agreed at £223,146. We are now able to pay a first and final distribution to the unsecured creditors of 2.38p in the £ and a cheque is enclosed in that regard

#### **Liquidators' fees, disbursements and expenses**

We recently wrote to all unsecured creditors seeking approval to draw our remuneration in respect of dealing with the prescribed part, based on our time costs. This approval was granted. We are now required to provide creditors with details relating to those time costs and the disbursements that we have incurred since our last report and during the entire liquidation. This is analysed on the attached schedule, along with a schedule of our current charge-out rates and disbursements policy, and the totals are summarised below

	<b>Liquidation total</b>
	<b>£</b>
Time costs	15,752
Average hourly rate	149
Fees drawn	10,000

To ensure that a meaningful, if modest, dividend was paid from the prescribed part fund we have limited our remuneration to £10,000. The balance of our outstanding fees and the fees incurred in bringing the liquidation to a conclusion will be written off

In the attached analysis, we have recorded time in the following categories of work that we have handled -

- **Asset realisations** – Taking appropriate measures to realise the assets of the company, as more fully explained under the heading 'Final outcome in realising assets'
- **Administration and planning** - Internal management of the case to ensure it is completed in an efficient manner and in accordance with good practice Maintaining the estate accounts and ensuring compliance and statutory filing requirements
- **Reporting** – Communicating with creditors about initial appointment, reporting to Finance Wales, and preparing and distributing reports
- **Investigation** - Carrying out a review of the events leading up to failure and completing the CDDA reports, which is explained in more detail under the heading of 'Investigation' above
- **Creditors' claims** – Corresponding with creditors about their claims, as more fully described under the 'Creditor claims and outcome for creditors' above

We have also instructed agents to handle certain aspects of the liquidation on our behalf where it was either more cost-effective for them to do so or where they have a particular expertise that was required A summary of the name of agents, the work handled, the basis of the fees paid and the amounts paid is given below

Name and profession	Nature of work handled	Basis of fees paid	Paid £
Marriott & Co Chattel agents	Valuation of assets Disposal of assets	Fixed fee based on realisations	500

We drew a final fee of £9,110 24 for our services during the administration that preceded the liquidation The basis of this fee was approved by the secured and preferential creditors during the administration and the work done with respect to it was explained in our final administration report We enclose with this report a schedule of the total time spent on the administration which explains the fees eventually drawn

### **Final meeting**

We are required by section 106 of the Insolvency Act 1986 to convene final meetings of the members and creditors and to send a draft of the report that we intend to lay before the meeting, showing how it has been conducted and how the company's property has been addressed For the avoidance of doubt, this is the draft report that will be made available Such meetings will take place at our offices at 1640 Parkway, Solent Business Park, Whiteley, Fareham, Hampshire, PO15 7AH on Friday 8<sup>th</sup> February 2013, at 10 30 am A form of proxy is enclosed

We hope the contents of this report have provided you with a clear and detailed explanation of the conduct of the winding up. If you have any queries or require further explanations, please do not hesitate to contact us.



James Tickell

**Joint Liquidator**

Within twenty-one days of receipt of the progress report, a creditor may make a written request for further information in relation to the report, including information about the liquidators' remuneration or expenses. If a creditor believes that this remuneration is excessive, the basis is inappropriate, or the expenses incurred by the liquidators are excessive, the creditor may, provided certain conditions are met, apply to court within eight weeks of receiving the progress report to challenge these.

Further information regarding liquidators' fees can be found by visiting the following website link:

<http://www.insolvency-practitioners.org.uk/uploads/Liq.pdf>

## **Attachments**

- Statutory information
- Summary of receipts and payments
- SIP 9 time analysis (liquidation)
- SIP 9 time analysis (administration)
- Schedule of charge out rates
- Proxy form

## Alzeim Limited in liquidation

### Statutory details relating to the liquidation

This section provides background information about the company and the liquidation appointment

#### Details of the company

<b>Full registered name</b>	Alzeim Limited	<b>Former registered office (before being changed to the liquidators' office)</b>	Unit 10 Brecon Enterprise Park Brecon Powys LD3 8BT
<b>Registered number</b>	05089373	<b>Trading address</b>	Unit 10 Brecon Enterprise Park Brecon Powys LD3 8BT
<b>Other trading names</b>	None		

#### Details about the liquidation appointment

Name of liquidators and their licensing bodies	James Richard Tickell	Insolvency Practitioners Association	
	Carl Derek Faulds	Insolvency Practitioners Association	
Liquidators' address	1640 Parkway, Solent Business Park, Whiteley, Fareham, Hampshire, PO15 7AH		
Date of appointment	9th March 2012	Appointed by	Pursuant to paragraph 83 of Schedule B1 of the Insolvency Act 1986 (Conversion from administration)
Type of appointment	Creditors' voluntary liquidation		



**Alzeim Limited  
(In Liquidation)**

**Joint Liquidators' receipts and payments account**

**From 09/03/2012  
To 08/02/2013**

**RECEIPTS**

Plant and equipment	10,000 00
Stock	500 00
Transfer from administration	74,600 23
Bank interest	212 02
	<hr/> 85,312 25 <hr/>

**PAYMENTS**

Statutory advertising	190 50
Direct travel costs	5 70
Chattel agents' fees	500 00
Bank charges	1 80
Corporation tax	42 40
Joint administrators' remuneration	9,110 76
Joint liquidators' remuneration	10,000 00
Joint liquidators' disbursements	1,217 90
Payments to creditors -	
Secured creditor - Finance Wales Plc under it's floating charge	49,206 27
Preferential creditors - 100p in the £	9,717 63
Unsecured creditors - 2 38p in the £	5,319 29
	<hr/> 85,312 25 <hr/>
<b>Balance</b>	<hr/> 0 00 <hr/>

**Alzeim Limited in liquidation****SIP9 Time and cost summary for the administration**

From 7th October 2011, To the conclusion of the administration

<b>Classification of work function</b>	<b>Partner</b>	<b>Manager</b>	<b>Other senior professionals</b>	<b>Assistants and support staff</b>	<b>Total hours</b>	<b>Time cost (£)</b>	<b>Average hourly rate (£)</b>
Realisation of assets	4 10	35 50	10 50	0 30	50 40	9,453 00	187 56
Administration and planning	2 70	0 00	5 00	0 00	7 70	1,249 50	162 27
Creditors	6 80	11 10	43 20	2 30	63 40	8,574 00	135 24
Investigations	0 10	0 70	7 60	0 30	8 70	956 00	109 89
Reporting	5 00	17 50	7 40	0 00	29 90	5,623 00	188 06
<b>Total Hours</b>	<b>18.70</b>	<b>64.80</b>	<b>73.70</b>	<b>2.90</b>	<b>160.10</b>	<b>25,855.50</b>	<b>161 50</b>
<b>Total Fees Claimed</b>						<b>9,110.76</b>	

# Alzeim Limited in liquidation

## SIP9 Time and cost summary

From 9th March 2012, To the conclusion of the liquidation

Classification of work function	Partner	Manager	Other senior professionals	Assistants and support staff	Total hours	Time cost (£)	Average hourly rate (£)
Realisation of assets	0 00	11 30	5 20	0 50	17 00	2,930 50	172 38
Administration and planning	0 10	0 30	2 10	0 20	2 70	319 00	118 15
Creditors	2 20	21 10	45 20	1 50	70 00	9,816 50	140 24
Investigations	0 30	0 80	0 70	0 00	1 80	331 00	183 89
Reporting	0 00	8 50	5 70	0 00	14 20	2,355 00	165 85
<b>Total Hours</b>	<b>2.60</b>	<b>42.00</b>	<b>58.90</b>	<b>2.20</b>	<b>105.70</b>	<b>15,752.00</b>	<b>149.03</b>
<b>Total Fees Claimed</b>						<b>10,000 00</b>	

## Category 2 Disbursements

	Total accrued £	Total paid £
Postage and stationery	853 80	853 80
Photocopying	64 50	64 50
Mileage	165 60	165 60
Room hire	0 00	0 00
Storage (Portland archive)	100 00	100 00
Facsimile	22 00	22 00
Company searches	12 00	12 00
	<b>1,217 90</b>	<b>1,217 90</b>

## **Portland Business & Financial Solutions**

### **Fees and disbursements policies**

#### **Fee policy**

In line with most practices, we normally calculate our fees on the basis of the time spent by each member of staff. We are prepared to calculate fees as a percentage of realisations or as a fixed fee by special arrangement only where the circumstances warrant it. Where the assignment relates to an insolvency appointment, we are normally required to obtain a resolution from creditors approving the basis of calculation.

Staff of the appropriate grades are allocated to each task on each assignment, according to the size and complexity of the matter, and they record their time in six minute units. Where the fee is to be calculated on the basis of time spent, cost rates for each grade are then used to evaluate the fee. The effectively hourly rates are currently as follows -

	<b>Cost per hour £</b>
Director	310
London Principal	310
Associate	310
Senior manager	250
Case manager	210
Case administrator	175
Administrator	100
Cashiers	100
Support staff	75

These rates apply with effect from 1<sup>st</sup> December 2011. They are reviewed periodically, typically every 1-2 years, and could therefore increase during any particular assignment.

#### **Disbursement policy**

Where expenses are incurred through third parties specifically in respect of the assignment, they are recharged to the case as incurred, for example statutory advertising, external room hire, fidelity bond, rail travel and external storage. These are defined as category 1 disbursements in SIP9 and approval is not required.

Other expenses can be recharged to the assignment based on a share or allocation of a cost that Portland incurs centrally. These are defined as category 2 disbursements in SIP 9 and approval is required. Typically such expenses and the method of allocation are as follows -

Postage and stationery	-	Three times postage cost
Photocopying	-	10p per copy
Facsimile	-	£1 per page
Mileage	-	HM Revenue and Customs agreed rate
Room hire	-	£120 per meeting
Storage (Portland archive)	-	£50 per box per year
Company searches	-	Two times cost