

The Insolvency Act 1986

Notice of result of meeting of creditors

Name of Company
Elision Health Limited

Company number
05505293

In the
**High Court of Justice, Chancery Division, Companies
Court**

Court case number
6684 of 2008

(a) Insert full
name(s) and
address(es) of the
administrator(s)

We (a) Robert William Leslie Horton and James Douglas Ernle Money
of Smith & Williamson Limited, No 1 Bishops Wharf, Walnut Tree Close, Guildford, GU1 4RA

hereby report that a meeting of the creditors of the above company was held at

Delete as applicable

(b) Insert place of
meeting
(c) Insert date of
meeting

(b) Smith & Williamson Limited, 25 Moorgate, London, EC2R 6AY

on (c) 23 October 2008 at which

(d) Give details of
the modifications (if
any)

*1 Proposals were approved

(e) Insert time and
date of adjourned
meeting

*2 Other resolutions (f)

(f) Details of other
resolutions passed

- 1 THAT the Administrators continue to do all such things reasonably expedient and generally exercise all their powers as Joint Administrators as they, in their discretion, consider desirable in order to maximise realisations from the assets of the Company. It is envisaged that this exercise will be completed within a period of one year from the date of our appointment, following which, the administration will automatically come to an end.
- 2 THAT, in the unlikely event that further time is required to realise Elision's assets, to make the appropriate application to the Court (or to any secured and the preferential creditors) for an extension to the administration period if deemed necessary by the Joint Administrators.
- 3 THAT, when it is anticipated that no better realisations will be made in the administration than would be available in a winding up, to take the necessary steps to move the Company from administration to dissolution or to move the Company into either compulsory or creditors' voluntary liquidation as deemed appropriate by the Joint Administrators.
- 4 THAT if creditors' voluntary liquidation is deemed appropriate, the Joint Administrators be permitted to seek the appointment of Robert William Leslie Horton and James Douglas Ernle Money of Smith & Williamson Limited as Joint Liquidators of Elision, without any further recourse to creditors. In accordance with paragraph 83(7) of Schedule B1 of the Act and Rule 2.117(3) of the Rules, creditors may nominate a different person as the proposed liquidator, provided that the nomination is made after the receipt of these proposals and before the proposals are approved.

FRIDAY



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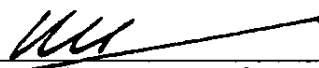
31/10/2008

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COMPANIES HOUSE

- 5 THAT prior to the closure, the Joint Administrators will seek to be discharged from liability in respect of any action of theirs as Joint Administrators pursuant to paragraph 98(1) of Schedule B1 of the Act
- 6 THAT the Administrators are remunerated on the basis of the time costs properly applied by the Administrators and their staff in pursuing the objectives of the Administration, to be paid from time to time out of realisations at the Joint Administrators discretion
- 7 THAT the costs and expenses of Smith & Williamson Employee Benefit Consultants ["S&WEBC"], in respect of pensions advice provided to the Joint Administrators, be paid on the basis of the time properly applied by S&WEBC directors and employees out of the assets of the administration, at the Joint Administrators' discretion

A creditors' committee was not formed

Signed 
Joint Administrator R. W. L. HACKETT

Dated 29 October 2008

*Delete as applicable

A copy of the original proposals is attached for those who did not receive such documents prior to the meeting

Contact Details:

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

Smith & Williamson Limited, No 1 Bishops Wharf, Walnut Tree Close, Guildford	
GU1 4RA	Tel 01483 407 100
DX Number	DX Exchange

Companies House receipt date barcode

When you have completed and signed this form please send it to the Registrar of Companies at

Companies House, Crown Way, Cardiff, CF14 3UZ

DX 33050 Cardiff

Smith & Williamson

No 1 Bishops Wharf • Walnut Tree Close • Guildford • Surrey • GU1 4RA
Telephone 01483 407100 • Fax 01483 301232 • DX 2476 Guildford
Email firstname.surname@smithwilliamson.co.uk • www.smithwilliamson.co.uk

27 October 2008

Our Ref EL278/RWLH/DF/SR

TO ALL KNOWN CREDITORS

Fax (01483) 407 187

Dear Sir/Madam

Elision Health Limited (in Administration) – “Elision / the Company”

In accordance with rule 2 46 of the Insolvency Rules 1986, an initial meeting of creditors was held on 8 October 2008 to consider the Joint Administrators' proposals in respect of the administration

The Joint Administrators' proposals, in the form circulated to all known creditors, were put to the meeting. Creditors, both present and represented, approved those proposals. No creditors' committee was formed. In order to comply with statutory requirements, I enclose a copy of the proposals together with form 2.23B – Notice of result of meeting of creditors

It has been brought to the Administrators' attention that Nigel Grinstead, a former director of the Company, resigned on 4 August 2008, prior to the Company entering Administration

The Joint Administrators of the Company have a duty to consider the conduct of those who have been directors or shadow directors of the company during the three years before 14 August 2008, the date of the Administrators' appointment. The Administrators must also consider whether any civil proceedings should be taken

If there is any matter of which you believe the Administrators should be aware when considering the directors' conduct, please provide details in writing to this office, marked for the Administrators' attention. You have already been provided with an Investigation Questionnaire for Creditors to assist you in this process

If the questionnaire has not already been returned to the Administrators, I should be grateful if you would complete and return the same. This will assist the Administrators in the consideration of the directors' conduct. This request for information forms part of the usual investigation procedures, and is not intended to imply any criticism of the directors or their conduct

Directors acting as insolvency practitioners contract without personal liability
Robert William Leslie Horton is licensed to act as an insolvency practitioner by the Insolvency Practitioners Association
James Douglas Ernie Money is licensed to act as an insolvency practitioner by the Institute of Chartered Accountants in England & Wales
The business affairs and property of the above Company are being managed by the Administrators who contract as agent of the company and without personal liability

Smith & Williamson Limited

Registered in England at 25 Moorgate, London EC2R 6AY No 4534022
Regulated by the Institute of Chartered Accountants in England and Wales for a range of investment business activities
Smith & Williamson Limited is a member of Nexia International a worldwide network of independent accounting firms



Smith & Williamson

Continued – Page 2 of 2

Should you have any queries, please contact me

Yours faithfully

For and on behalf of

Elision Health Limited



Silvia Rodriguez

For Robert Horton

Joint Administrator

Smith & Williamson

No 1 Bishops Wharf • Walnut Tree Close • Guildford • Surrey • GU1 4RA
Telephone 01483 407100 • Fax 01483 301232 • DX 2476 Guildford
Email firstname.surname@smithwilliamson.co.uk • www.smithwilliamson.co.uk

8 October 2008

Our Ref EL276/RWLH/DR/SR

TO ALL KNOWN CREDITORS

Dear Sir/Madam

Elision Health Limited (in Administration) – “Elision / the Company”

I enclose a statement of the Joint Administrators’ proposals in accordance with paragraph 49 of Schedule B1 to the Insolvency Act 1986 and rule 2.33 of the Insolvency Rules 1986

As Joint Administrator of the Company, I have a duty to consider the conduct of those who have acted as directors or shadow directors of the Company during the three years before 14 August 2008, the date of my appointment. I must also consider whether any civil proceedings should be taken.

If there is any matter of which you believe I should be aware when considering the directors’ conduct, I should be pleased to hear from you. In this regard, please complete and return the enclosed questionnaire, which will assist me in the consideration of the directors’ conduct. This request for information forms part of my usual investigation procedures and is not intended to imply any criticism of the directors or their conduct.

I look forward to hearing from you

Yours faithfully
For and on behalf of
Elision Health Limited



Robert Horton
Joint Administrator

Directors acting as insolvency practitioners contract without personal liability.
Robert William Leslie Horton is licensed to act as an insolvency practitioner by the Insolvency Practitioners Association.
James Douglas Ernie Money is licensed to act as an insolvency practitioner by the Institute of Chartered Accountants in England & Wales.
The business, affairs and property of the above Company are being managed by the Administrators who contract as agent of the company and without personal liability.

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Notice of a meeting of creditors

Name of Company Elision Health Limited	Company number 5505293
In the High Court of Justice [full name of court]	Court case number 6684 of 2008

(a) Insert full name(s) and address(es) of the administrator(s)

Notice is hereby given by (a) Robert William Leslie Horton and James Douglas Ernle Money of Smith & Williamson Limited, No 1 Bishops Wharf, Walnut Tree Close, Guildford, Surrey, GU1 4RA

(b) Insert full name and address of registered office of the company

that a meeting of the creditors of (b) Elision Health Limited c/o Smith & Williamson Limited, No 1 Bishops Wharf, Walnut Tree Close, Guildford GU1 4RA

(c) Insert details of place of meeting

is to be held at (c) Smith & Williamson Limited, 25 Moorgate, London, EC2R 6AY

(d) Insert date and time of meeting

on (d) 23 October 2008 at 11 00hrs

*Delete as applicable

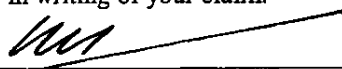
The meeting is

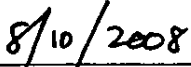
an initial creditors' meeting under paragraph 51 of Schedule B1 to the Insolvency Act 1986 ("the Schedule"),

I invite you to attend the above meeting

A proxy form is enclosed which should be completed and returned to me by the date of the meeting if you cannot attend and wish to be represented

Under Rule 2 38 of the Insolvency Rules 1986, in order to be entitled to vote at the meeting you must give to me, not later than 12 00 hours on the business day before the day fixed for the meeting, details in writing of your claim.

Signed 
Robert William Leslie Horton
Joint Administrator

Dated 
A copy of the proposals is attached

Smith & Williamson

Elision Health Limited (in Administration)

Statement of the Joint Administrators' proposals to all known
creditors pursuant to paragraph 49 of schedule B1 to the
Insolvency Act 1986 and Rule 2.33 of the Insolvency Rules 1986

Robert William Leslie Horton and
James Douglas Ernle Money
Appointed 14 August 2008

Smith & Williamson Limited
No 1 Bishops Wharf
Walnut Tree Close
Guildford
GU1 4RA

Ref: EL276/RWLH/DF/SR

8 October 2008

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Elision Health Limited
(in Administration)

“Elision / the Company”

**Statement of the Joint Administrators’ proposals to all known creditors
pursuant to paragraph 49 of schedule B1 to the Insolvency Act 1986 and Rule
2.33 of the Insolvency Rules 1986**

8 October 2008

1. Introduction

1 1 Further to our appointment as Joint Administrators of the Company, on 14 August 2008, we detail below our statement of proposals in accordance with paragraph 49 of Schedule B1 to the Insolvency Act 1986 and rule 2.33 of the Insolvency Rules 1986

1 2 We attach, at Appendix I, further relevant information as required by rule 2.33 of the Insolvency Rules 1986

2. Circumstances giving rise to the appointment of Administrators

2 1 Elision was incorporated in July 2005. The Company’s principal activity was to provide leadership, training and consultancy services to the Healthcare sector

2 2 Elision is a wholly owned subsidiary of Arkaga Healthcare & Technology Holdings Limited (“Arkaga”), which in turn is a wholly owned subsidiary of the Arkaga Group of Companies (“the Arkaga Group”)

2 3 In 2007, Elision acquired Healthskills Limited, a company specialising in leadership training. The business of Healthskills Limited was subsumed into Elision’s operations and became a trading division of the Company known as Elision Healthskills

2 4 Since incorporation, Elision has made a loss on operating activities. The accumulated deficit on trading is some £5.4 Million. A summary of the Company’s financial results is attached at Appendix II

2 5 These losses were principally supported by Arkaga. At the date of appointment, the Company was indebted to Arkaga in the sum of approximately £8 Million

- 2 6 Arkaga was funded by the Arkaga Group and, ultimately, by an offshore investment vehicle located in the Isle of Man
- 2 7 The Company and the entire Arkaga Group banked with Halifax Bank of Scotland Plc ("HBoS") It should be noted that at the date of our appointment, no monies were owed to HBoS by Elision and there were funds in hand of some £67,000
- 2 8 The Administrators understand that HBoS was undertaking a complete review of its facilities across the Arkaga Group during July 2008
- 2 9 Arkaga became unable to provide additional financial support to the Company
- 2 10 Due to a dispute between the principal investors, in the Arkaga Group which resulted in a High Court claim being issued in May 2008, a Freezing Order was granted over the entire Arkaga Group, including Elision
- 2 11 The Board of Directors sought advice from its solicitors, Edwin Coe, who referred the Company to Smith & Williamson Limited to discuss the various options available to the business
- 2 12 Upon a review of recent trading activity and performance, it was clear that the business could not continue to trade Arkaga was not in a position to provide additional funding
- 2 13 In all the circumstances, decision was made to urgently seek a going concern sale of the business and assets of the Company, either in part or whole, with a view to the Company ultimately entering administration

3. Statement of Affairs

- 3 1 The directors have not yet provided the Administrators with a statement of the Company's affairs in the prescribed form
- 3 2 Attached, at Appendix III, is a summary of the financial position of the Company as at 14 August 2008, prepared by the Administrators, in accordance with rule 2 33(j) of The Insolvency Rules 1986

4. Remuneration of the Joint Administrators

- 4 1 Pursuant to Rule 2 106 of the Rules, the Joint Administrators are entitled to receive remuneration for their services for acting as such
- 4 2 The Joint Administrators are seeking approval to have their remuneration fixed by reference to the time properly spent by the Administrators and their

staff in attending to matters arising in the administration. This is the usual method in such matters.

4.3 Attached at Appendix IV, is a breakdown of the time costs incurred to 30 September 2008 by the Joint Administrators and their staff. This breakdown is presented in accordance with Statement of Insolvency Practice 9. Details of the charge out rates for the grades of staff involved with this assignment are also attached.

4.4 A "Creditors Guide to Administrators' Fees", provided by the Association of Business Recovery Professionals, is included at Appendix V.

5. The Prescribed Part and the Company's Net Property

5.1 The Prescribed Part provisions apply where a floating charge relates to property of a company.

5.2 In accordance with section 176A(2) of the Act, the Administrators are required to make a prescribed part of the Company's net property (in relation to floating charge realisations only) available for the satisfaction of unsecured debts. Net property is the amount available under the floating charge after preferential creditors have been paid in full, and the costs of realisation.

5.3 After costs, should realisations allow, 50% of the first £10,000 and 20% of the balance (up to £600,000) of the net property available, after any preferential claims, will be ring-fenced as a separate fund available for the general body of unsecured creditors. Please note that if the prescribed minimum realisations of £10,000 are not achieved then the retention of a prescribed part is not required.

5.4 The Administrators are aware that HBoS registered fixed and floating charges over the property of the Company on 28 July 2008. On appointment, the Company had no indebtedness to HBoS, and the Company's account was in credit with a balance of some £67,000. At the same time a Composite Guarantee was granted to HBoS in respect of lending across the Aikaga Group.

5.5 It is unclear whether the HBoS security is effective as it may have been registered at a time when the Company was insolvent. Additionally, it is unclear to the Administrators what consideration, if any, was given for the security.

5.6 It is also apparent that the position of HBoS may have been further enhanced by the provision of Composite Guarantees in respect of all the Group Companies.

- 5 7 The Administrators are seeking legal advice in relation to the HBoS security and the provision of the Composite Guarantees. The position remains uncertain.

6. Achieving the Purpose of the Administration

Objectives

- 6 1 Under paragraph 3(1) of Schedule B1 to the Insolvency Act 1986, the Joint Administrators must perform their functions with the objective of -
- Rescuing the Company as a going concern, or
 - Achieving a better result for the Company's creditors as a whole than would be likely if the Company were wound up (without first being in administration), or
 - Realising property in order to make a distribution to one or more secured or preferential creditors
- 6 2 We are of the view that the second of the aforementioned objectives has been achieved, since the Company's assets were unlikely to retain any significant value within the context of a liquidation (see below for further commentary)
- 6 3 In addition, the third objective is likely to be achieved as a result of the achievement of the second objective

Administrators' Proposals

- 6 4 The Administrators' proposals for Elision are as follows
- 6 4 1 to continue to do all such things reasonably expedient and generally exercise all their powers as Joint Administrators as they, in their discretion, consider desirable in order to maximise realisations from the assets of the Company. It is envisaged that this exercise will be completed within a period of one year from the date of our appointment, following which, the administration will automatically come to an end,
- 6 4 2 in the event that further time is required to realise Elision's assets, to make the appropriate application to Court (or to any secured and preferential creditors) for an extension to the administration period, if deemed necessary by the Joint Administrators,
- 6 4.3 when it is anticipated that no better realisations will be made in the administration than would be available in a winding up, to take the necessary steps to move the Company from administration to dissolution, or to move the Company into either compulsory or

creditors' voluntary liquidation, as deemed appropriate by the Joint Administrators,

6 4 4 if creditors' voluntary liquidation is deemed appropriate, the Joint Administrators be permitted to seek the appointment of Robert William Leslie Horton and James Douglas Ernle Money of Smith & Williamson Limited as Joint Liquidators of Elision, without any further recourse to creditors. In accordance with paragraph 83(7) of Schedule B1 of the Act and Rule 2 117(3) of the Rules, creditors may nominate a different person as the proposed liquidator, provided that the nomination is made after the receipt of these proposals and before the proposals are approved,

6 4 5 prior to the closure, the Joint Administrators will seek to be discharged from liability in respect of any action of theirs as Joint Administrators pursuant to paragraph 98(1) of Schedule B1 of the Act

Conclusion of the Administration

6 5 In the event that the Company has sufficient property with which to permit a distribution to its unsecured creditors, the administration will move from administration to creditors' voluntary liquidation as laid out in Rule 2 117 of the Rules. Notice of the transition to creditors' voluntary liquidation would be given to creditors.

6 6 In the event that it is deemed appropriate to place the Company into compulsory liquidation, the conclusion of the administration may follow the steps laid out under section 140 the Act.

6 7 Where it appears that there will be insufficient funds to permit a distribution to the unsecured creditors, the conclusion of the administration will follow the steps laid out under Paragraph 84 Schedule B1 of the Act, by moving from administration to dissolution. The Administrators will give notice to the Registrar of Companies that there will be no distribution to creditors, and also file a copy of the final report.

6 8 Once the procedures as set out above have taken place, the appointment of the Administrators of the Company shall cease to have effect.

6 9 The Administrators, after sending either of the above notices to the Registrar, will as soon as is reasonably practicable, file a copy of the relevant notice and accompanying report with the Court and send a copy to all known creditors the names and addresses of which the Administrators are aware.

6 10 At the end of the period of three months beginning with the date of registration of the notice under paragraph 6 9, the Company is deemed to be dissolved.

7. Meeting of Creditors

7 1 In accordance with Paragraph 51(1) of Schedule B1 of the Act, it is proposed that a creditors' meeting be convened

7 2 Accordingly, please find enclosed the following forms

- Form 2 20B – Notice of Meeting of Creditors; and
- Form 8 2 – Proxy form and a list of the proposals for voting

We should be grateful if you would complete these forms and return them to the Administrators at these offices

8. Details of the Conduct of the Administration

8 1 The business of Elision effectively held three core assets;

8 1 1 The Elision Healthskills Division ("Healthskills"),

8 1 2 Copeland's Risk Adjusted Barometer ("CRAB"), and

8 1 3 Leasehold premises in Colton Street, Leicester

Healthskills

8 2 Prior to our appointment, the Board of Directors identified that it may be possible to dispose of the Healthskills division as a discreet unit, on a going concern basis

8 3 Smith & Williamson Limited were instructed by the Board to assist Elision with its marketing activities with a view to a prompt disposal of Healthskills

8 4 In the two weeks leading up to administration, in excess of 40 potential interested parties were canvassed and provided with details of the Healthskills business for sale.

8 5 Despite generating a good level of initial interest, only one formal offer was communicated to the Board for the acquisition of Healthskills

8 6 An offer for £20,000 was received from Healthskills Consulting Limited ("Consulting"), a newly formed company incorporated and owned by Anne Tofts, a director of Elision

8 7 Having due regard to the basis of the offer made, and after taking further independent advice, the Board accepted the offer put forward by Consulting

- 8 8 On 7 August 2008, Healthskills Consulting Limited purchased Healthskills for total consideration of £20,000 apportioned as set out below -

Description	£
Goodwill	19,996
Certain Office Equipment Hardware & Software Stock & WIP	2
Intellectual Property Rights	1
Contracts	<u>1</u>
	<u>20,000</u>

- 8 9 The Board sought prior approval of the disposal of the Company's assets from the claimant benefiting from the Freezing Order. Partial relief from the Freezing Order was obtained in order for the Board to proceed with this disposal
- 8 10 The sale was subsequently ratified by the Administrators

Copeland's Risk Adjusted Barometer ("CRAB")

- 8 11 CRAB is a tool for clinical audit to measure performance using outcomes that have been adjusted to factor in risk, and allow direct comparisons of morbidity and mortality to be drawn against a risk adjustment that is tailored to reflect the type of patients treated
- 8 12 Some time prior to appointment, the activities of CRAB had ceased
- 8 13 The Company had incurred liabilities directly attributable to the ongoing operation of CRAB, and in particular was experiencing increasing pressure from a software provider who had threatened winding up action against Elision for the recovery of some £17,000.
- 8 14 The Company owned certain development rights to the CRAB software, but did not own the actual intellectual property rights, which belong to the writer of the programme, Graham Copeland
- 8 15 As such, CRAB had no value to Elision and negotiations were entered into by the directors with an ex employee with a view to transferring the associated assets and liabilities of CRAB to a newly formed entity
- 8 16 With full Board consent and knowledge, the assets and goodwill, together with the associated liabilities, of CRAB were transferred to CRAB Informatics Limited ("Informatics") on 25 July 2008 for nominal consideration, with Informatics taking on liabilities of some £17,000 (and associated legal costs) as part of the transaction

- 8 17 The Administrators have subsequently ratified this transaction

Leasehold premises in Colton Street, Leicester

- 8 18 Healthskills occupied leasehold premises in Leicester under a lease entered into by Elision
- 8 19 The Company is no longer trading from the premises which have been vacated and secured by the Administrators. The Administrators have instructed Edward & Symmons & Partners (“ES&P”) to advise on a disposal strategy for the premise. Given the specialised nature of the premises, as a medical training centre, the prospects for finding an assignee for the premises are limited. A “special buyer” will have to be identified if the lease is to be successfully assigned.
- 8 20 The term of the lease is 12 years from 2007, with rent passing of £182,750 per annum. On appointment, the Company confirmed that the rent had been paid up until 29 September 2008.
- 8 21 The Company’s obligations under the lease have been guaranteed by Arkaga, and any subsequent claims arising may have to be met by Arkaga under its guarantee.
- 8 22 The Administrators are being assisted by the ex director of Healthskills, Anne Tofts, in seeking a “special buyer” for the premises in the healthcare or medical education sector.
- 8 23 Any potential realisable value for this asset is wholly uncertain.

Pre-Appointment Debtors

- 8 24 On appointment, the Company was owed some £65,000 by customers.
- 8 25 To date, the Administrators have received some £23,160 from debtors.
- 8 26 Ms Tofts is assisting the Administrators with the debt collection (for no consideration), given her expert knowledge of the healthcare training sector and of the debts.
- 8 27 Subject to dealing with some outstanding queries, Ms Tofts is confident that the majority of outstanding debts from customers should be recovered in full.
- 8 28 The final level of debt recoveries remains uncertain.

Other Assets

- 8 29 The remaining office equipment and furniture is being sold by ES&P and an offer has been received from Healthskills for the sum of £3,025 for certain items.

- 8 30 If the Administrators' proposals are accepted, then the Administrators will continue to do all such things reasonably expedient and generally exercise all their powers as Joint Administrators as they, in their discretion, consider desirable in order to maximise realisations from the assets of the Company
- 8 31 As at the date of this report, the Administrators have not become aware of my civil claims, pursuit of which may result in further realisations for the estate
- 8 32 We would refer creditors to the notes attached to the Summary Financial Position of the Company, attached as Appendix III, for general commentary on estimated realisations. Please also find attached, at Appendix VI, an account of the receipts and payments for the administration to 7 October 2008, together with at Appendix VII, a schedule detailing the Company's creditors

9. EC Regulations

- 9 1 Since the Company's centre of main interests is in the UK, we are of the opinion that the EC Regulations will not apply
- 9 2 If the EC Regulations do apply, these proceedings will be main proceedings as defined in Article 3 of the EC Regulations

10. Approval of Proposals

- 10 1 Included with these proposals is a notice of a meeting of creditors. Creditors are entitled to attend and vote at this meeting. If they wish to do so, they should complete the enclosed proxy form and proof of debt forms and return them to the Administrators within the timescale stipulated in the notice
- 10 2 At the meeting, the proposals will be presented to creditors and the Administrators will attempt to respond to any questions arising. The formal business of the meeting will be the approval or modification of the proposals by the simple majority of creditors by value, whether attending in person or voting by proxy, and the formation of a creditors' committee, if required by creditors

If you have any queries concerning these proposals, please contact Darren Fanthorpe or Silvia Rodriguez in the first instance

For and on behalf of
Elision Health Limited


Robert Horton
Joint Administrator

**Elision Health Limited (in Administration)
“Elision / the Company”**

**Appendix to the Statement of the Joint Administrators’ Proposals to Creditors
Detailing Additional Information Required by
Rule 2.33 of the Insolvency Rules 1986**

Relevant Court	High Court of Justice
Court Reference	6684 of 2008
Trading Name	Elision Health Limited
Former Name	Health EInfo Limited (until 24 April 2006) Health E Info Limited (until 8 February 2006) Health Information JV Limited (until 25 January 2006)
Registered Office	Smith & Williamson Limited No 1 Bishops Wharf Walnut Tree Close Guildford Surrey GU1 4RA
Registered number	05505293
Joint Administrators	Robert William Leslie Horton & James Douglas Ernle Money Smith & Williamson Limited No 1 Bishops Wharf Walnut Tree Close Guildford Surrey GU1 4RA
	All functions are to be exercised by the administrators jointly and severally
Date of Appointment.	14 August 2008
Appointor:	Directors

Company Directors:

Simon Charles Chipperfield
Nigel Stuart Grinstead
Anne Rosalind Tofts
Sir Denis John Pereira Gray
Mark Nigel Stuart Smith
Frank Gordon Burns
Mansel Aylward

Company Secretary

Paul Andrew King

Elsion Health Limited (in Administration)
"Elsion / the Company"

Summary Financial Results

	Management Accounts for the 11 months to 31 May 2008 £000	Draft financial statements for the year ended 30 June 2007 £000	Audited financial statements for the year ended 30 June 2006 £000
TURNOVER	1,142	172	0
Cost of Sales	<u>(2,822)</u>	<u>(2,554)</u>	<u>(305)</u>
GROSS (LOSS)	(1,680)	(2,382)	(305)
Operating costs	<u>(819)</u>	<u>(272)</u>	<u>0</u>
OPERATING (LOSS)	(2,499)	(2,654)	(305)
TOTAL (LOSS) ON ORDINARY ACTIVITIES BEFORE TAXATION	<u>(2,499)</u>	<u>(2,654)</u>	<u>(305)</u>

NB The accounts for the year ended 30 June 2006 are from 11 July 2005

Elision Health Limited
(in Administration) - "Elision / the Company"

Estimated Summary Financial Position of the Company as at 14 August 2008

	Notes	Book value	Estimated to realise
		£	£
Assets			
<i>Fixed Assets</i>	1		
Goodwill		2,358,230	19,996
Leasehold Premises		Nil	Uncertain
Office Equipment, Fixtures & Fittings		7,161	3,027
Intellectual Property Rights		Nil	1
Contracts		Nil	1
		<u>2,365,391</u>	<u>23,025</u>
<i>Current Assets</i>	2		
Book debts		79,642	68,345
Other Debtors and Prepayments		167,626	Nil
Cash at Bank		67,643	67,643
VAT		51,982	Nil
Total Assets		<u><u>2,732,284</u></u>	<u><u>135,988</u></u>
Preferential Creditors			
Preferential Employee Claims	3	Nil	Nil
Assets available for Floating charge holder			
Less due to HBOS	4		Uncertain
Total assets available to unsecured creditors	5		<u><u>135,988</u></u>
Unsecured Creditors			
Unsecured non-preferential claims	6		(472,843)
Intercompany Accounts	7		(8,052,831)
Loan stock			(1,000,000)
Corporation Tax	8		(27,125)
Taxation & Social Security	9		(103,517)
Landlord	10		(23,787)
Deficit to Unsecured Creditors			<u><u>(9,544,115)</u></u>
Shareholding			
Issued and called up capital			(2)
Total deficiency			<u><u>(9,544,117)</u></u>

NB This statement does NOT include the costs of the administration.

**Elision Health Limited
(in Administration)
("Elision / the Company")**

**Administrators' Estimated Summary Financial Position of the Company as at
14 August 2008**

1. Assets

1.1 Fixed Assets

- 1 1 Healthskills Consulting Limited ("Consulting") purchased the following assets of the Company

Assets	Value £
Goodwill	19,996
Office Equipment, Fixtures & Fittings, Hardware & Software, Stock & WIP	2
Intellectual Property Rights	1
Contracts	1

- 1 2 The above assets were sold based on the valuation and recommendations of independent valuation agents Edward Symmons LLP ("ES&P"). The funds are currently being held by the Administrators' solicitors
- 1 3 The remaining office equipment and furniture is being sold by ES&P and an offer has been received from Consulting of £3,025 for certain items
- 1 4 The remaining assets have been formally valued by ES&P at £33,500 in situ, assuming a six week disposal period, and £9,300 ex situ.

Leasehold Premises

- 1 5 The Company occupied leasehold premises at Colton Street, Leicester, the trading premises of Healthskills
- 1.6 The Administrators are investigating the possibility of assigning the lease to one of two parties involved in the healthcare or health education sectors, who may have an interest in acquiring the lease. The Administrators are seeking confirmation from the landlord that they are content with the Administrators' proposal for disposal of the lease

- 1 7 It is the Administrators' view that should significant progress not be made in disposing of the lease to a third party by the December quarter day, then it is most likely that a special buyer will not be found and arrangements will be made to return the lease to the landlord
- 1 8 The lease is guaranteed by Elision Group Limited, now Arkaga Healthcare and Technologies Holdings Limited ("Arkaga") The landlord may seek to rely on this guarantee

2. Current Assets

Book Debts

- 2.1 The book value of debtors at the date of appointment was approximately £80,000 Since appointment, some £23,160 has been received in respect of debtor receipts, of which £552 has been paid directly to the Administrators and the remainder has been paid into the Company's pre-appointment bank account
- 2 2 The gross debtor ledger includes significant balances due from University College London Hospital ("UCLH"), the largest debtor totalling some £44,830 Several invoices are subject to dispute and the final level of recovery in relation to these debts is wholly uncertain
- 2 3 For the purpose of this report, the Administrators have applied a general provision of 20% on the remaining balance

Other Debtors and Prepayments

- 2 4 Typically, other debtors and prepayments would include payments made by the Company for rates, insurance premiums, and utilities.
- 2 5 The Administrators have instructed ratings agents to review the Company's rates position and report on any possible recovery of a refund In addition, similar inquiries are underway in respect of insurance premiums paid by Elision prior to appointment to ascertain whether return of premiums can be obtained
- 2 6 For the purpose of this report, we do not anticipate that any recoveries will be made from this source

Cash at Bank

- 2 7 Upon appointment, the balance in hand in the Company's pre-appointment bank accounts totalled to some £67,643

VAT

- 2 8 Input tax owed to the Company is shown to be some £52,000. Any VAT due to the Company will be subject to Crown off-set. For the purpose of this report, we do not anticipate any further recovery.

3. Preferential Employee Claims

- 3 1 The employees of Healthskills transferred to Consulting under the provisions of Transfer of Undertakings (Protection of Employees) Regulations 2006 ("TUPE"). As these employees transferred under TUPE, there are no preferential claims in respect of their employment.
- 3 2 The Administrators are not aware of any other claims which may be afforded preferential status.

4. Floating Chargeholder – Halifax Bank of Scotland ("HBOS")

- 4 1 The position of HBOS is uncertain.
- 4 2 On 28 July 2008, HBOS registered a debenture, incorporating fixed and floating charges over the Company's assets at Companies House. The charge was created on 21 July 2008.
- 4 3 The charge was apparently created as part of a wider financial restructuring of the HBOS £89 million facility with the Arkaga Group.
- 4 4 It is also apparent that the position of HBOS may have been further enhanced by the provision of Composite Guarantees of the indebtedness of the Arkaga Group of companies.
- 4 5 It is apparent to the Administrators that the Company may have been insolvent when the charge and Composite Guarantees were granted.
- 4.6 It is unclear to the Administrators what (if any) consideration was given to the Company by HBOS for the benefit of the charge and Composite Guarantees. Although the Company was ultimately liable to Arkaga Group for its funding, the Company had no indebtedness to HBOS. On the appointment of the Administrators, the Company had a balance in hand of £67,643 in its account with HBOS.
- 4 7 The Administrators are seeking legal advice concerning the validity of the HBOS charge and the Composite Guarantees.

5. Total Assets Available to Unsecured Creditors

5 1 Given the uncertainty of the HBoS position, and the uncertainty surrounding the debt collection, the outcome for unsecured creditors is wholly uncertain

6. Unsecured non-preferential claims

6 1 The book value of unsecured trade creditor claims amounts to some £442,300. To date unsecured creditor claims of £473,000 have been received Please refer to the list of creditors attached to the Estimated Summary Financial Position of the Company for more details.

7. Intercompany Accounts

7 1 Elision has an intercompany indebtedness of some £8,053,000 to Arkaga

8. Corporation Tax

8 1 The Administrators have not formally verified the claims of the various Crown departments. The Administrators are making the appropriate enquiries into any relevant reliefs available to the Company

9. Taxation & Social Security

9 1 The Administrators understand that the PAYE scheme is registered under the name of Arkaga and is recharged to Elision.

9 2 The associated liabilities that accrued to Arkaga in respect of the employees of Elision were historically re-charged to the Company

10. Landlord

10 1 The landlord's claim at the date of these proposals amounts to some £23,787 made up as follows

	(month). £
Rent for September quarter	15,229
Insurance	8,558
Total	<u>23,787</u>

45,000 plus insurance.
53,000 inc VAT
December quarter rent
claim at £62,237.
probably more accurate

Elision Health Limited
(in Administration)

Analysis of Administrators' time costs
14 August 2008 to 30 September 2008

Classification of work function	Hours					Time Cost £	Average hourly rate £
	Director	Manager	Administrator	Support Staff	Cashiers and Compliance	Total hours	
Administration and Planning	13 55	9.30	58 05	0 00	12.75	93 65	174.34
Realisation of Assets	5.30	8 50	8.75	0 00	0 00	22 55	228.88
Creditors	3 40	9 40	43.80	0 00	0.00	56 60	165.60
Total Hours	22 25	27.20	110.60	0 00	12 75	<u>172.80</u>	
Total Costs						<u>30,861</u>	
Fees Taken						0	
Outstanding						<u><u>30,861</u></u>	

Smith & Williamson Limited
Restructuring & Recovery Services

No 1 Bishops Wharf
Walnut Tree Close
Guildford
GU1 4RA

Charge out rates listed by staff classification

Staff Grade	Charge out rate
Director	£350 - £500
Associate Director	£275 - £350
Manager	£250 – £295
Administrator	£105 – £175
Support staff	£50 – £65

**Smith & Williamson Employee Benefit Consultants (S&WEBC) a
division of Smith & Williamson Financial Services Limited**

S&WEBC is a pensions consultancy firm which specialises in providing advice to Insolvency Practitioners (IPs) on their appointment in relation to all aspects of pensions. The service S&WEBC provides is extremely specialised and there are few others in this 'niche' market. Having provided services to IPs for more than 10 years S&WEBC's experience and expertise ensures that an efficient and concise approach is taken to investigating each case and, as a result, appropriate advice is given.

S&WEBC's fees are considered to compare favourably with others in this specialist sector but it has not yet been possible to obtain comparable quotes. In providing our services our fees will be accrued on a time costed basis. A summary of S&WEBC charge out rates from May 2007 are detailed below. It should be noted that S&WEBC will always seek to recover its fees from third party funds, wherever possible.

Charge out rates from May 2008	Per hour
Director	£280 - £420
Associate Director	£210 - £330
Senior Administrator	£140 - £210
Administrator	£110 - £165

S&WEBC will endeavour to estimate the fee to be accrued on each case on its initial instruction from the IP appointed.

**A CREDITORS' GUIDE TO ADMINISTRATORS' FEES
ENGLAND AND WALES**

1 Introduction

- 1.1 When a company goes into administration the costs of the proceedings are paid out of its assets. The creditors, who hope eventually to recover some of their debts out of the assets, therefore have a direct interest in the level of costs, and in particular the remuneration of the insolvency practitioner appointed to act as administrator. The insolvency legislation recognises this interest by providing mechanisms for creditors to determine the basis of the administrator's fees. This guide is intended to help creditors be aware of their rights under the legislation to approve and monitor fees and explains the basis on which fees are fixed.

2 The nature of administration

- 2.1 Administration is a procedure which places a company under the control of an insolvency practitioner and the protection of the court with the following objective
- rescuing the company as a going concern, or
 - achieving a better result for the creditors as a whole than would be likely if the company were wound up without first being in administration, or, if the administrator thinks neither of these objectives is reasonably practicable
 - realising property in order to make a distribution to secured or preferential creditors

3 The creditors' committee

- 3.1 The creditors have the right to appoint a committee with a minimum of 3 and a maximum of 5 members. One of the functions of the committee is to determine the basis of the administrator's remuneration. The committee is normally established at the meeting of creditors which the administrator is required to hold within a maximum of 10 weeks from the beginning of the administration to consider his proposals. The administrator must call the first meeting of the committee within 6 weeks of its establishment, and subsequent meetings must be held either at specified dates agreed by the committee, or when a member of the committee asks for one, or when the administrator decides he needs to hold one. The committee has power to summon the administrator to attend before it and provide information about the exercise of his functions.

4 Fixing the administrator's fees

- 4.1 The basis for fixing the administrator's remuneration is set out in Rule 2.106 of the Insolvency Rules 1986, which states that it shall be fixed either
- as a percentage of the value of the property which the administrator has to deal with, or
 - by reference to the time properly given by the administrator and his staff in attending to matters arising in the administration

It is for the creditors' committee (if there is one) to determine on which of these bases the remuneration is to be fixed and, if it is fixed as a percentage fix the percentage to be applied. Rule 2.106 says that in arriving at its decision the committee shall have regard to the following matters

- the complexity (or otherwise) of the case,
- any responsibility of an exceptional kind or degree which falls on the administrator,
- the effectiveness with which the administrator appears to be carrying out, or to have carried out, his duties,
- the value and nature of the property which the administrator has to deal with

4.2 If there is no creditors' committee, or the committee does not make the requisite determination, the administrator's remuneration may be fixed by a resolution of a meeting of creditors having regard to the same matters as the committee would. If the remuneration is not fixed in any of these ways, it will be fixed by the court on application by the administrator.

4.3 There are special rules about creditors' resolutions in cases where the administrator has stated in his proposals that the company has insufficient property to enable a distribution to be made to unsecured creditors except out of the reserved fund which may have to be set aside out of floating charge assets. In this case a resolution of the creditors shall be taken as passed if, and only if, passed with the approval of –

- each secured creditor of the company; or
- if the administrator has made or intends to make a distribution to preferential creditors –
- each secured creditor of the company, and
- preferential creditors whose debts amount to more than 50% of the preferential debts of the company, disregarding debts of any creditor who does not respond to an invitation to give or withhold approval.

Note that there is no requirement to hold a creditors' meeting in such cases unless a meeting is requisitioned by creditors whose debts amount to at least 10 per cent of the total debts of the company.

4.4 A resolution of creditors may be obtained by correspondence.

5 What information should be provided by the administrator?

5.1 When seeking fee approval

5.1.1 When seeking agreement to his fees the administrator should provide sufficient supporting information to enable the committee or the creditors to form a judgement as to whether the proposed fee is reasonable having regard to all the circumstances of the case. The nature and extent of the supporting information which should be provided will depend on

- the nature of the approval being sought;
- the stage during the administration of the case at which it is being sought, and the size and complexity of the case.

5.1.2 Where, at any creditors' or committee meeting, the administrator seeks agreement to the terms on which he is to be remunerated, he should provide the meeting with details of the charge-out rates of all grades of staff, including principals, which are likely to be involved on the case.

5.1.3 Where the administrator seeks agreement to his fees during the course of the administration, he should always provide an up to date receipts and payments account. Where the proposed fee is based on time costs the administrator should disclose to the committee or the creditors the time spent and the charge-out value in the particular case, together with, where appropriate, such additional information as may reasonably be required having regard to the size and complexity of the case. The additional information should comprise a sufficient explanation of what the administrator has achieved and how it was achieved to enable the value of the exercise to be assessed (whilst recognising that the administrator must fulfil certain statutory obligations that might be seen to bring no added value for creditors) and to establish that the time has been properly spent on the case. That assessment will need to be made having regard to the time spent and the rates at which that time was charged, bearing in mind the factors set out in paragraph 4.1 above. To enable this assessment to be carried out it may be necessary for the administrator to provide an analysis of the time spent on the case by type of activity and grade of staff. The degree of detail will depend on the circumstances of the case, but it will be helpful to be aware of the professional guidance which has been given to

insolvency practitioners on this subject. The guidance suggests the following areas of activity as a basis for the analysis of time spent:

- Administration and planning
- Investigations
- Realisation of assets
- Trading
- Creditors
- Any other case-specific matters

The following categories are suggested as a basis for analysis by grade of staff:

- Partner
- Manager
- Other senior professionals
- Assistants and support staff

The explanation of what has been done can be expected to include an outline of the nature of the assignment and the administrator's own initial assessment, including the anticipated return to creditors. To the extent applicable it should also explain:

- Any significant aspects of the case, particularly those that affect the amount of time spent
- The reasons for subsequent changes in strategy
- Any comments on any figures in the summary of time spent accompanying the request the administrator wishes to make
- The steps taken to establish the views of creditors, particularly in relation to agreeing the strategy for the assignment, budgeting, time recording, fee drawing or fee agreement
- Any existing agreement about fees
- Details of how other professionals, including sub-contractors, were chosen, how they were contracted to be paid, and what steps have been taken to review their fees

It should be borne in mind that the degree of analysis and form of presentation should be proportionate to the size and complexity of the case. In smaller cases not all categories of activity will always be relevant, whilst further analysis may be necessary in larger cases.

- 5.1.4 Where the fee is charged on a percentage basis the administrator should provide details of any work which has been or is intended to be sub-contracted out which would normally be undertaken directly by an administrator or his staff.

5.2 After fee approval

Where a resolution fixing the basis of fees is passed at any creditors' meeting held before he has substantially completed his functions, the administrator should notify the creditors of the details of the resolution in his next report or circular to them. In all subsequent reports to creditors the administrator should specify the amount of remuneration he has drawn in accordance with the resolution. Where the fee is based on time costs he should also provide details of the time spent and charge-out value to date and any material changes in the rates charged for the various grades since the resolution was first passed. He should also provide such additional information as may be required in accordance with the principles set out in paragraph 5.1.3. Where the fee is charged on a percentage basis the administrator should provide the details set out in paragraph 5.1.4 above regarding work which has been sub-contracted out.

5.3 Expenses and disbursements

There is no statutory requirement for the committee or the creditors to approve the drawing of expenses or disbursements. However, professional guidance issued to insolvency practitioners requires that, where the administrator proposes to recover costs which, whilst being in the nature of expenses or disbursements, may include an element of shared or allocated costs (such as room hire, document storage or communication facilities provided by the administrator's own firm), they must be disclosed and be authorised by those responsible for approving his remuneration. Such expenses must be directly incurred on the case and subject to a reasonable method of calculation and allocation.

6 What if a creditor is dissatisfied?

- 6.1 If a creditor believes that the administrator's remuneration is too high he may, if at least 25 per cent in value of the creditors (including himself) agree, apply to the court for an order that it be reduced. If the court does not dismiss the application (which it may if it considers that insufficient cause is shown) the applicant must give the administrator a copy of the application and supporting evidence at least 14 days before the hearing. Unless the court orders otherwise, the costs must be paid by the applicant and not as an expense of the administration.

7 What if the administrator is dissatisfied?

- 7.1 If the administrator considers that the remuneration fixed by the creditors' committee is insufficient he may request that it be increased by resolution of the creditors. If he considers that the remuneration fixed by the committee or the creditors is insufficient, he may apply to the court for it to be increased. If he decides to apply to the court he must give at least 14 days' notice to the members of the creditors' committee and the committee may nominate one or more of its members to appear or be represented on the application. If there is no committee, the administrator's notice of his application must be sent to such of the company's creditors as the court may direct, and they may nominate one or more of their number to appear or be represented. The court may order the costs to be paid as an expense of the administration.

8 Other matters relating to fees

- 8.1 Where there are joint administrators it is for them to agree between themselves how the remuneration payable should be apportioned. Any dispute arising between them may be referred to the court, the creditors' committee or a meeting of creditors.
- 8.2 If the administrator is a solicitor and employs his own firm to act on behalf of the company, profit costs may not be paid unless authorised by the creditors' committee, the creditors or the court.

9. Provision of information – additional requirements

In any case where the administrator is appointed on or after 1 April 2005, he must provide certain information about time spent on a case, free of charge, upon request by any creditor, director or shareholder of the company.

The information which must be provided is –

- the total number of hours spent on the case by the administrator or staff assigned to the case;
- for each grade of staff, the average hourly rate at which they are charged out,
- the number of hours spent by each grade of staff in the relevant period.

Appendix V

POST 21

The period for which the information must be provided is the period from appointment to the end of the most recent period of six months reckoned from the date of the administrator's appointment, or where he has vacated office, the date that he vacated office.

The information must be provided within 28 days of receipt of the request by the administrator, and requests must be made within two years from vacation of office

**Elision Health Limited
(In Administration)
Joint Administrators' Abstract of Receipts & Payments**


Appendix VI

Statement of Affairs	From 14/08/2008 To 07/10/2008	From 14/08/2008 To 07/10/2008
ASSET REALISATIONS		
Book Debts	552.25	552.25
	552.25	552.25
	552.25	552.25

REPRESENTED BY

Interest Bearing Current Account FLT

552.25
552.25


Robert William Horton
Joint Administrator

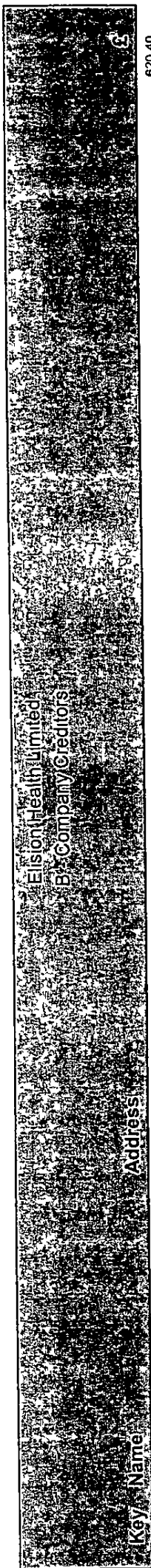
08/10/2008

Appendix VII

Key	Name	Address	
CA00	Dr Alison Baker	48 Linden Gardens, Chiswick, London, W4 2EH	2,000 00
CA01	Abel Alarm Company Ltd	4 Vaughan Way, Leicester, LE1 4ST	1 524 88
CB00	British Telecom	Durham, DH98 1BT	(85 25)
CB01	BUPA	3 Anchorage Quay, Salford, M50 3XL	(1,431 35)
CB02	Best Western Belmont House Hotel	De Montfort Street, Leicester, LE1 7GR	90 00
CB03	Biffa Waste Services Ltd	PO Box 645, High Wycombe, HP12 3WF	171 53
CB04	Bryan Leaker	18 Queens Road, Minehead, Somerset, TA24 5DZ	7,800 00
CC00	Classic Office Supplies Ltd	2 Stag Business Park, Christchurch Road, Ringwood, Hampshire BH24 3AS	953 88
CC01	Campilor Ltd	St Catherine's Church Centre, Doncaster Road, Belle Vue, Wakefield, West Yorkshire, WF1 5HL	775 50
CC02	Copyright Licensing Agency Ltd	Saffron House, 6-10 Kirby Street, London, EC1N 8TS	126 31
CC03	Collective Minds Ltd	PO Box 8283, Leicester LE8 0WU	138 42
CC04	Copperblue Electrical Ltd	14 Chapel Lane, Cosby, Leicester, LE8 1RG	3,478 00
CC05	PCS c/o Career World Limited	1 Church Court, Church Way, Leeds, LS27 9TN	0 00
CD01	Demon	Gateway House, 322 Regents Park Road, Finchley, London, N3 2QQ	45 82
CD02	David Bailey	7 Devon Square Newton Abbott, Devon, TQ12 2HN	846 25
CD03	Dayclean office Cleaning Services	5 Bowmans Way, Glenfield, Leicester, LE3 8QZ	105 75
CD04	David Stoker Limited	Garden House, Burn Hall, Durham, DH1 3SS	18,377 68
CD05			0 00
CF00	Future Healthcare Ltd	557 King Lane, Alwoodley, Leeds, LS17 5EH	23,285 16
CF02	Fiona Humphreys	Ruthwell, Lingfield Road, East Grinstead, West Sussex, RH19 2EB	360 00
CG00	Sir Denis Pereira Gray	Alford House, 9 Marlborough Road, Exeter, Devon, EX2 4TJ	3,327 54
CH00	Hepworth Consulting	14 Dorset Road Harrow Middlesex HA1 4JG	22,717 41
CH01	Harper Office	Unit 6 Ashton Gate, Harold Hill, Romford, Essex RM3 8UF	802 23
CH02	Harvey Ingram LLP	20 New Walk, Leicester, LE1 6TX	12,344 00
CH03	Hem Consulting	12 Wooster Road, Beaconsfield, Buckinghamshire, HP9 1SR	2,815 85
CH04	Howes Percival Solicitors	Oxford House, Cliftonville, Northampton NN1 5PN	3,525 00
CH05	The Human Dimension	Apex House, Well Street, East Malling Kent, ME19 6JP	3 202 29
CH06	Halifax Bank of Scotland plc	P O Box 39900, Level 7 155 Bishopsgate, London, EC2M 3YB	0 00
CH07	HM Revenue & Customs	National Insolvency Unit, Queens Dock, Liverpool, L74 4AA	0 00
CH08	HM Revenue & Customs	ICHU, RM BP 2302, Benton Park View, Newcastle Upon Tyne NE98 1ZZ	0 00
CH09	HM Revenue & Customs	Durington Bridge House, Barrington Road, Worthing, West Sussex, BN12 4SE	0 00
CH0A	HM Revenue & Customs	Cherry Court, 36 Ferensway, Hull, Humberside, HU2 8LP	0 00
CI00	Imperial College London	3rd floor, Sherfield Building, Accounts Receivable Office, South Kensington Campus SW7 2AZ	146,875 00
CI01	Intercall Conferencing Services Ltd	Building C, Imperial Gate Business, Cornium Avenue, Barnwood, Gloucester, GL4 3HX	76 57
CI02	IT Energy Systems & Consulting	St Care House, 30-33 Minorities London, EC3N 1DD	0 00
CJ01	John Wiley & Sons Ltd	The Alnum, Southern Gate, Chichester, West Sussex, PO19 8SQ	1,970 59
CK00	Kibo Consultants Ltd	245 High Street Rickmansworth, Herts, WD3 1BQ	3,172 50
CK01	Kinloch Consulting	5 Silbury Court, Beckampton, Marlborough, Wiltshire, SN8 1QJ	924 60

Elision Health Limited
B-Company Creditors

08/10/2008



Key	Name	Address	
CK02	Kone Plc	Worth Bridge Road, Keighley, West Yorkshire, BD21 4YA	620 40
CL01	Leicestershire County & Rutland PCT	Lakeside House, 4 Smith Way, Grove Park, Enderby, Leicester, LE19 1SS	6,005 00
CL02	Leicester Colton Ltd	28 Henrys Avenue, Woodford Green, Essex, IG8 9RA	8,557 65
CL03	Leicester City Council	Wellington House 22-32 Wellington Street, Leicester, LE1 6HL	2,844 00
CL04	Lewis Silken LLP	5 Chancery Lane, Clifford's Inn, London, EC4A 1BL	1,055 15
CL05	Link Mechanical & Electrical Services Ltd	C/O Lloyds TSB Commercial Finance, Riding House, Centre 27 Business P, Bankwood Way, Birstall, Bailey, West Yorkshire WF17 9TB	1,233 75
CL06	Lee Scott Partnership	The Pennings, Bratham Hill, Manningtree, Essex, CO11 1SD	2,634 05
CL07			0 00
CL08	Leicester Colton Ltd c/o Clarke & Son LLP	Manor House, 8 Winchester Road, Basingstoke, RG21 8UG	0 00
CN00	NHS Confederation Group Company Ltd	29 Bressenden Place, SW1E 5DD	1,545 00
CN01	North Cheshire Hospital NHS Trust	RWW Receivables B209, Shared Business Services, Phoenix House, Topcliffe Lane, Wakefield, WF3 1WE	9,212 77
CN02	NTL Business	PO Box 4459, Worthing, BN13 1XP	498 70
CN03	The NHS Confederation	3rd Floor, 28, Bressenden Place London, SW1E 5DD	117 50
CO00	Orange PCS Limited	Payment Processing, Southend on Sea SS99 6LU	1,228 54
CO01	Open IP Ltd	CPA House, 49 Bolton Road, Farmworth, Bolton, BL4 7JN	123 34
CO02	OPP Ltd	Elsfield Hall, 15-17 Elsfield Way, Oxford, OX2 8EP	1,110 38
CP00	The Parallax Partnership (T/A Ikon Coaching Ltd)	Oakdene, 17 Woodford Mill, Mill Street, Witney, Oxon, OX28 6DE	8,277 70
CP01	Parkhill Audit Agency	Finance Dept North Administration, 150 Ducane Road, London, W12 OHS	13,748 64
CP02	PB Coaching	3 Albion Place, Leeds, LS1 6JL	2,244 96
CP03	Personal Career Solutions	ATOS Origin IT Services (UK) Ltd, Warsaw Road, Bridg Town, Cannock, Staffordshire, WS11 0JA	7,050 00
CP05	Premier Travel Inn Business Account	1st Floor, Castle House Cardiff Road, Taffs Well, CF15 7RD	77 50
CP06	Probiz Contracts Ltd	Hawes Lane, Rowley Regis West Midlands, B65 9AP	11,965 00
CR00	Rowley Healthcare	Dale House, Smeeton Road, Saddington, Leicestershire, LE8 0QT	12,821 50
CS00	Service Master (CS) Leicester	Sherbourne House, St Martins Road, Coventry, CV3 6SD	3,841 73
CS01	Severn Trent Water	Swthland, Charnwood Leicester, LE12 8TQ	1,411 63
CS02	Swthland Spring Water Ltd	PO Box 4, Ramsbottom Bury Lancashire BL8 9AR	197 40
CT00	TNT UK Ltd	University Offices, Wellington Square, Oxford, OX1 2JD	153 77
CU00	University of Oxford	2nd Floor, Finance Office, Foundation Building, Browlow Hill, Liverpool, L69 7ZX	73 533 00
CU01	University of Liverpool	c/o Shulmans Solicitors, 120 Wellington Street, Leeds, LS1 4LT	15,862 50
CU02	UK Apollo Group Limited T/A PCS	Great Woodlands Farm, Woodlands Road, Lyminge, Kent, CT18 8DW	7,757 90
CV00	Vertex Consultancy LLP	Unit 3 Crayford Industrial Estate, Swaisland Drwa, Crayford, Kent, DA1 4HS	13,835 64
CW01	WG Office Supplies Ltd	117 Waterloo Road, London SE1 8UL	793 41
CZ00	Zenon Consulting	34 Half Moon Crest, Oadby, Leicester, LE2 4HD	2,546 93
EC00	Christopher Belts	27 Franklin Way, Wheelstone, LE8 6QY	0 00
EC01	Ron Cullen	Oakdene, Hungerford Lane Shurlock Row, Berkshire, RG10 0NY	0 00
EG00	Mark Greenfield	20 Manor Gardens, Desford LE9 9QB	0 00
EG01	Dave Grewcock	14 Highfield Street, Market Harborough, Leicestershire, LE16 9AN	0 00
EG02	Lucie Gilbert		0 00

Key	Name	Address	
EH00	Fiona Humphreys	Ruthwell, Lingfield Road, East Gmstead, West Sussex, RH19 2EB	0 00
EH01	Aidan Halligan	Squirrel's Oak, 1 Paddock Court, Stanford on Soar, LE12 5PX	0 00
EJ00	Adrian Jeffreys	23 Eastcourt Road, Leicester, Leicestershire, LE2 3YA	0 00
EK00	Paul King	3 Bank Chambers, 9 Market Place, Oundle, Northants, PE8 4BA	0 00
EK01	Teresa Knight	5 Astile Close, Ratby, Leicestershire, LE8 0SA	0 00
EM00	Charles Marshall	Wall Cottage, 38 Shipton Road, Ascott Under Wychwood, Oxfordshire, OX7 6AG	0 00
EM01	Steven MacKenney	32 Kings Road, St Albans, Hertfordshire, AL3 4TQ	0 00
EP00	Deborah Pearson	35 Paddock Gardens, Lymington, Hampshire, SO41 9ES	0 00
ET00	Anne Tofts	Pine Lodge, Green Acres Close, Ringwood, Hampshire, BH24 2AP	0 00
85 Entries Totalling			472,842 60

Elision Health Limited (in administration)

Investigation Questionnaire for Creditors

Creditor's name and address:

Estimated claim

If the estimated claim exceeds your agreed credit limit with the company, on what basis or terms was the additional credit allowed?

Please provide details of any comfort, security or assurance given to you to allow continuance of credit.

When were you first aware that there were difficulties in getting payment and what was the evidence of this (e g extended credit, lump sum payments, dishonoured cheques)?

Please provide details, including dates, of any writs, summons, decrees or other legal action you took to recover your debt

Please provide details of any cheques that were dishonoured, including dates and amounts.

Are there any particular matters that you feel should be reviewed? If so, please provide brief details.

Date _____

Signature _____

Name _____
(Block capitals please)

Position _____

Elision Health Limited (Administration)

Name of Creditor _____

Address _____

Name of Proxy Holder

Please insert name of person (who must be 18 or over) or the Chairman of the Meeting. If you wish to provide for alternative proxy holders in the circumstances that your first choice is unable to attend please state the name(s) of the alternatives as well

1 _____

2 _____

3 _____

Please delete words in brackets if the proxy holder is only to vote as directed i.e. he has no discretion

I appoint the above person to be my/the creditor's proxy holder at the meeting of creditors to be held on **23 October 2008**, or at any adjournment of that meeting. The proxy holder is to propose or vote as instructed below (and in respect of any resolution for which no specific instruction is given, may vote or abstain at his/her discretion)

Voting Instructions for resolutions

*Please delete as appropriate

1 For the acceptance/rejection* of the administrator's proposals/revised proposals* as circulated

2 For the appointment of

 of

representing _____

as a member of the creditors' committee

This form must be signed

Signature _____ Date _____

Name in CAPITAL LETTERS _____

Only to be completed if the creditor has not signed in person

Position with creditor or relationship to creditor or other authority for signature

Remember there may be resolutions on the other side of this form

In the matter of Elision Health Limited (in Administration)

And

In the matter of the Insolvency Act 1986

Administrators' proposals

Please indicate your acceptance or rejection to the Joint Administrators' proposals by ticking the appropriate boxes below.

The Joint Administrators propose the following resolutions

- to continue to do all such things reasonably expedient and generally exercise all their powers as Joint Administrators as they, in their discretion, consider desirable in order to maximise realisations from the assets of the Company It is envisaged that this exercise will be completed within a period of one year from the date of our appointment, following which, the administration will automatically come to an end

Yes ☐

No ☐

- in the unlikely event that further time is required to realise Elision's assets, to make the appropriate application to the Court (or to any secured and the preferential creditors) for an extension to the administration period if deemed necessary by the Joint Administrators.

Yes ☐

No ☐

- when it is anticipated that no better realisations will be made in the administration than would be available in a winding up, to take the necessary steps to move the Company from administration to dissolution or to move the Company into either compulsory or creditors' voluntary liquidation as deemed appropriate by the Joint Administrators

Yes ☐

No ☐

- if creditors' voluntary liquidation is deemed appropriate, the Joint Administrators be permitted to seek the appointment of Robert William Leslie Horton and James Douglas Ernle Money of Smith & Williamson Limited as Joint Liquidators of Elision, without any further recourse to creditors In accordance with paragraph 83(7) of Schedule B1 of the Act and Rule 2.117(3) of the Rules, creditors may nominate a different person as the proposed liquidator, provided that the

nomination is made after the receipt of these proposals and before the proposals are approved

Yes ☐

No ☐

- prior to the closure, the Joint Administrators will seek to be discharged from liability in respect of any action of theirs as Joint Administrators pursuant to paragraph 98(1) of Schedule B1 of the Act.

Yes ☐

No ☐

In relation to fees, the Joint Administrators propose the following resolutions -

- that the Administrators are remunerated on the basis of the time costs properly applied by the Administrators and their staff in pursuing the objectives of the Administration, to be paid from time to time out of realisations at the Joint Administrators discretion

Yes ☐

No ☐

- that the costs and expenses of Smith & Williamson Employee Benefit Consultants ["S&WEBC"], in respect of pensions advice provided to the Joint Administrators, be paid on the basis of the time properly applied by S&WEBC directors and employees out of the assets of the administration, at the Joint Administrators' discretion

Yes ☐

No ☐

Name of Creditor

Address

Position in Company

Signature

Print Name

Date.

PROOF OF DEBT - GENERAL FORM

In the matter of Elision Health Limited (in administration)

and in the matter of The Insolvency Act 1986

Date of Administration 14 August 2008

1	Name of Creditor	
2	Address of Creditor	
3	Total amount of claim, including any Value Added Tax and outstanding uncapitalised interest as at the date the company went into administration (see note)	£
4	Details of any document by reference to which the debt can be substantiated [Note an administrator may call for any document or evidence to substantiate the claim at his discretion]	
5	If the total amount shown above includes Value Added Tax, please show - (a) amount of Value Added Tax (b) amount of claim NET of Value Added Tax	£ £
6	If total amount above includes outstanding uncapitalised interest please state amount	£
7	If you have filled in both box 3 and box 5, please state whether you are claiming the amount shown in box 3 or the amount shown in box 5(b)	
8	Give details of whether the whole or any part of the debt falls within any (and if so which) of the categories of preferential debts under section 386 of, and schedule 6 to, the Insolvency Act 1986 (as read with schedule 3 to the Social Security Pensions Act 1975)	Category Amount(s) claimed as preferential £
9	Particulars of how and when debt incurred	
10	Particulars of any security held, the value of the security, and the date it was given	£
11	Signature of creditor or person authorised to act on his behalf	
	Name in BLOCK LETTERS	
	Position with or relation to creditor	