

Liquidator's Progress Report
Pursuant to Sections 92A, 104A and 192 of the
Insolvency Act 1986

S.192

To the Registrar of Companies

Company Number

05723386

Name of Company

(a) Insert full name
of company

Principle Insurance Holdings Limited

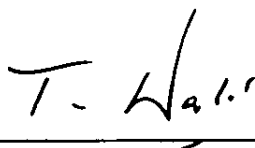
(b) Insert full
name(s) and
address(es)

We Tim Walsh and Peter Greaves
Of PricewaterhouseCoopers LLP
7 More London Riverside, London SE1 2RT

the liquidators of the company attach a copy of our Progress Report under
Section 192 of the Insolvency Act 1986

The Progress Report covers the period from 7 March 2013 to 6 March 2014

Signed



Date

30 April 2014

Presenter's name, Tanvi Patel
address and PricewaterhouseCoopers LLP
reference
(if any) 7 More London Riverside
London
SE1 2RT





TO ALL SHAREHOLDERS

2 May 2014

Dear Sirs

Principle Insurance Holdings Limited – in members' voluntary liquidation (the Company)

The Company was placed into members' voluntary liquidation on 7 March 2012 and Peter Greaves and I were appointed joint liquidators (the Liquidators)

In accordance with section 92A Insolvency Act 1986, the Liquidators are required to provide you with a report on the conduct and progress of the liquidation for the period 7 March 2013 to 6 March 2014 (the period). We are also required to provide certain information concerning the Company and the Liquidators, this information is attached as appendix A.

We attach our receipts and payments for the Period as appendix B

PROGRESS REPORT ON THE LIQUIDATION

Realisation of assets:

The directors' declaration of solvency disclosed that the Company's assets as at 6 February 2012 comprised the following

	£
Cash at bank	2,246,446
Funds in escrow	3,000,000
Investment in subsidiary	1,318,025
Total	<u>6,564,471</u>

Our previous report covering period 7 March 2012 to 6 March 2013 noted that, following our appointment, the Company's cash at bank and in escrow, totalling £4,936,554 03 was taken under control pending realisation and distribution. As previously reported, this figure was less than the amount recorded at 6 February 2012 as the Company's management continued to make payments right up to the date of liquidation.

The investment in subsidiary was realised in full on the conclusion of the liquidation of that company. See the next section of this report for further explanation.

The total amount realised from other sources (VAT refunds) during this period amounted to £12,733 43.

There are no assets still to be realised.

*PricewaterhouseCoopers LLP, 7 More London Riverside, London SE1 2RT
T +44 (0) 20 7213 8983, F +44 (0) 20 7212 4652, www.pwc.co.uk*

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Settlement of liabilities:

This section covers all liabilities except any claims of Her Majesty's Revenue & Customs ("HMRC") which are dealt with separately below under HMRC

The directors' declaration of solvency and the Company's records disclosed that the Company had one outstanding liability totalling £1,318,025. As previously reported, this liability was in relation to the inter-company debt due to its subsidiary, Principle Marketing Services Limited, which was placed into liquidation on 13 December 2011. On 6 February 2012, the liquidators of Principle Marketing Services Limited declared and paid a first and final in specie distribution of £1,318,025 to the Company which, by way of set-off, extinguished the existing balance on the inter-company account between the companies.

No claims were received during the period. There are no residual claims to be agreed and settled.

HMRC:

During the period, all matters outstanding with HMRC were finalised (including the preparation and submission of pre liquidation tax returns, VAT returns, payroll taxes and so on) and HMRC have confirmed their agreement to us finalising the liquidation.

Distributions to shareholders:

At the time of the Liquidators' appointment, the issued share capital of the Company comprised 592,262,418 ordinary shares of £0.01 each.

We have made no further distributions to shareholders during the period.

Following this report, any remaining unclaimed distribution amounts (in the form of cheques) which were not cashed in connection with first and final distribution made to shareholders on 14 December 2012 will be passed to the Insolvency Services Account to allow us to conclude the liquidation.

LIQUIDATORS' REMUNERATION AND EXPENSES

Basis of remuneration:

At the time of the Liquidators' appointment by the members of the Company, a resolution was passed making provision for the Liquidators to be remunerated by reference to the time properly given by them and their staff in attending to the matters arising in the winding up.



Our current hourly rates for 2013/14 are set out below

Grade	Hourly rate
Partner	£555 - £775
Director	£525 - £680
Manager grades	£370 - £525
Other technical staff	£152 - £370
Support	£82 - £115

Remuneration charged:

During the period, we have incurred time costs of £35,840 25, as analysed in appendix C. This represents 104 03 hours at an average hourly rate of £344 52.

During the period, we have raised an invoice totalling £19,486 41 (£23,383 69 inclusive of VAT).

During the period we have incurred and invoiced travel expenses of £13 20 (inclusive of VAT).

Members' rights re Liquidators' remuneration and expenses:

Members are entitled to request further information about the Liquidators' remuneration and expenses. Such requests need to be made within 21 days of receipt of this report. See Rule 4 49E of the Insolvency Rules 1986 for further detail.

In certain circumstances, members are entitled to claim by way of court application that the Liquidators' remuneration and expenses are excessive. Such applications need to be made within 8 weeks of receipt of this report. See Rule 4 148C of the Insolvency Rules 1986 (as amended) for further detail.

PROCEDURE FOR CONCLUDING THE LIQUIDATION

During the period, we liaised with shareholders who had not cashed their distribution cheque to arrange for payment. We have made payment to six of these shareholders. The remaining unclaimed dividends are to be paid to the Insolvency Services Account, for the UK Government to hold on Trust. Once the amount has been paid, we will take steps to convene the final meeting and conclude the liquidation.

The liquidation will be concluded at a final meeting of members and a final report will be issued prior to the meeting. The final meeting is a formality required by the Insolvency Act 1986 and there is no requirement for anyone to attend in person.

Once the meeting has been held, the Liquidators will file the final report with the Registrar of Companies within seven days and, unless any objections are raised, the Company will be dissolved approximately three months later.

We anticipate that the liquidation will be concluded and the Company dissolved in the latter part of 2014.



Should you have any queries, please do not hesitate to contact Tanvi Patel on +44 207 213 8983

Yours faithfully

A handwritten signature in black ink, appearing to read 'T. Walsh'.

Tim Walsh
Joint Liquidator

Tim Walsh and Peter Greaves have been appointed as joint liquidators. Both are licensed in the United Kingdom to act as insolvency practitioners by the Institute of Chartered Accountants in England and Wales.

The joint liquidators are Data Controllers of personal data as defined by the Data Protection Act 1998. PricewaterhouseCoopers LLP will act as Data Processor on their instructions. Personal data will be kept secure and processed only for matters relating to the liquidation.



Appendix A

INFORMATION ON THE COMPANY AND THE LIQUIDATORS

<i>Company details:</i>	
Company name:	Principle Insurance Holdings Limited
Former names:	British Islamic Insurance Holdings Limited
Trading name(s)	n/a
Company number:	05723386
Registered office:	Golden Cross House, 8 Duncannon Street, London WC2N 4JF
<i>Liquidators' details:</i>	
Liquidators' names:	Tim Walsh and Peter Greaves ("The Liquidators")
Liquidators' address:	c/o PricewaterhouseCoopers, 7 More London Riverside, London SE1 2RT
Date of appointment:	7 March 2012
Nature of appointment:	Members' voluntary liquidation

Principle Insurance Holdings Limited - in members' voluntary liquidation
Joint Liquidators' Summary Receipts and Payments Account (note 1)

	7 March 2013 to 6 March 2014	Cumulative 7 March 2012 to 6 March 2014
Receipts		£
Opening balance at Lloyds Bank (note 2)		(74,578 38)
Warranty expiry of funds held in escrow for the sale of Principle Insurance Company Limited		3,000,000 00
Murabaha investment		2,000,000 00
Balance transferred from Islamic Bank of Britain account		11,132 41
		<hr/> 4,936,554 03
		0 00
Post liquidation VAT reclaims	12,733 43	38,123 33
Income from murabaha investment		2,547 95
Employee benefits refund		2,154 12
Insurance refund		832 22
Storage deposit refund		153 01
Bank charges refund		33 00
Total	<hr/> 12,733 43	<hr/> 4,980,397 66
Payments		
Office holders' fees (note 3)	23,383 69	188,987 87
Payroll & employee costs		104,413 02
PAYE/NIC		102,879 31
Unsecured creditors		15,723 70
IT costs - Art Computing Limited		10,305 75
KPMG LLP taxation advice fees		7,266 00
Liquidators' remuneration relating to Principle Marketing Services Limited (note 4)		2,717 36
Office holders' disbursements		2,122 93
Bank charges	220 49	2,285 55
Mail redirection		1,464 23
Employee expenses		1,034 23
Storage costs	432 92	1,406 66
Vacation of premises costs		481 20
Insurance		275 00
Office holders' travel disbursements	13 20	26 15
Statutory interest		10 26
		-
First and final cash distribution @ 0 81775 pence per ordinary share paid to shareholder on 14 December 2012		4,516,125 92
Total	<hr/> 24,050 30	<hr/> 4,957,525 14
Balance held non interest bearing at Lloyds TSB Bank Plc as at 6 March 2014		<hr/> <hr/> 22,872 52

Note 1 All payments are shown gross of VAT where they relate to taxable services/supplies

Note 2 The Company bank account was overdrawn by £74,578 38 on appointment, this was subsequently cleared

Note 3 Office holders' fees are based on time costs of the Liquidators and their staff as approved by the members on 7 March 2012 This appendix B contains invoiced time costs and appendix C details time costs incurred, some of which have not yet been invoiced

Note 4 A final invoice of £2,717 36 was paid to PricewaterhouseCoopers LLP in respect of Liquidators' remuneration relating to the Company's subsidiary, Principle Marketing Services Limited, which was dissolved on 2 July 2012

Principle Insurance Holdings Limited - in members' voluntary liquidation

Liquidators' remuneration 7 March 2013 to 6 March 2014

Appendix C

	Hours							Total
	Partner	Director	Senior Manager	Manager	Senior Associate	Associate	Support	
Type of work	H	H	H	H	H	H	H	H
Accounting and treasury	0 20	0 40		8 15	21 99	13 10		43 84
Administration & filing					1 80			1 80
Closure procedures				9 50	2 37			11 87
Distributions	0 20			3 20	1 30	0 75		5 45
Job plan				0 20	0 45	0 30		0 95
Liquidation documents & Appointment	0 30							0 30
Other assets				0 55	0 25			0 80
Periodic reviews		0 70		1 05	2 40			4 75
Registrar / investor liaison				2 90				2 90
Reporting/liaison with client				6 15	0 40			6 55
Shaping & strategy		0 60						0 60
Statutory & compliance		2 35		10 75	7 60			20 70
Tax & tax dept liaison				1 10	2 22		0 20	3 52
Total time costs for the year ended 6 March 2014	0.70	4.05	-	44 15	40.78	14.15	0.20	104.03
Time costs brought forward								438.73
Total time costs for the liquidation								542.76

	Total
Time costs incurred	
GBP	
286 47	12,558 80
236 33	425 40
410 26	4,869 75
385 06	2,098 60
291 53	276 95
775 00	332 50
381 56	305 25
364 36	1,730 70
442 07	1,282 00
430 14	2,817 40
510 00	306 00
378 87	7,842 60
310 88	1,094 30
344.52	35,840 25
312.74	137,210.44
318 83	173,050.69

Total	Time costs incurred
GBP	GBP
12,558 80	286 47
425 40	236 33
4,869 75	410 26
2,098 60	385 06
276 95	291 53
232 50	775 00
305 25	381 56
1,730 70	364 36
1,282 00	442 07
2,817 40	430 14
306 00	510 00
7,842 60	378 87
1,094 30	310 88
35,840 25	344.52
137,210.44	312.74
173,050.69	318 83