

## Liquidator's Progress Report

# S.192

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

To the Registrar of Companies

Company Number

06447912

Name of Company

International Health Technology Limited

➔ We

Paul James Pittman, 7th Floor Dashwood House, 69 Old Broad Street, London, EC2M 1QS

Paul Anthony Higley, 7th Floor Dashwood House, 69 Old Broad Street, London, EC2M 1QS

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

The Progress Report covers the period from 20/12/2013 to 19/12/2014

Signed



Date

5/2/15

Price Bailey Insolvency and Recovery LLP  
7th Floor Dashwood House  
69 Old Broad Street  
London  
EC2M 1QS

Ref I10101/PP/PAH/GP

WEDNESDAY



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25/02/2015

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COMPANIES HOUSE

**International Health Technology Limited  
(In Liquidation)  
Joint Liquidators' Abstract of Receipts & Payments**

Statement of Affairs	From 20/12/2013 To 19/12/2014
REPRESENTED BY	NIL
	NIL



Paul James Pittman  
Joint Liquidator

13 January 2015  
To all Members and Creditors



**INTERNATIONAL HEALTH TECHNOLOGY LIMITED**  
**In Creditors' Voluntary Liquidation**  
**Liquidator's Progress Report to Creditors and Members**  
**For the 20 December 2013 ending 19 December 2014**

**STATUTORY INFORMATION**

Company Name	International Health Technology Limited
Registered Office.	7 <sup>th</sup> Floor, Dashwood House, 69 Old Broad Street, London EC2M 1QS
Previous Registered Office:	1 The Mill, Copley Hill Business Park, Cambridge, Cambridgeshire CB22 3GN
Principle Trading Address	Unit 1, 2 Copley Hill Farm Business Park, Babraham, Cambridge, Cambridgeshire CB22 3GN
Registered Number	06447912
Liquidators' Name(s)	Paul James Pittman (IP Number. 13710) Paul Anthony Higley (IP Number: 11910)
Liquidators' Address.	7 <sup>th</sup> Floor, Dashwood House, 69 Old Broad Street, London EC2M 1QS
Liquidators' Date of Appointment	20 December 2013

**LIQUIDATOR'S ACTIONS SINCE APPOINTMENT/LIQUIDATOR'S ACTIONS SINCE LAST REPORT**

In my last SIP 13 report I covered the Sale of the business to a connected party. That report included the price achieved for the assets of the business and basis of the sale agreement. Since that report I have been monitoring the progress of the new business in order to ascertain when we can expect funds to be received into the Liquidation estate.

Other actions have included completing all of the statutory paperwork associated with the administration of a Creditors' Voluntary Liquidation. I have undertaken a full investigation into the affairs of the business and the actions of the Directors prior to the Company being placed into Liquidation. The work has included the filing of statutory returns and dealing with the tax issues associated with the Company.

**RECEIPTS AND PAYMENTS ACCOUNT**

My summarised receipts and payments account for the period from 20 December 2013 to 19 December 2014 is attached at Appendix 1.

Rent Deposit

The Company had paid a rent deposit for the trading premises. The amount paid was £9,325 and this was

13 January 2015  
To all Members and Creditors



subject to fixed charge security The landlord agreed to the new Company continuing to trade from the premises and novated the rent deposit to the new business following the sale of the business.

#### Intellectual Property

Steps were taken to value the Intellectual Property of the business and the Sale Agreement stated the £125,695 would be paid for the Goodwill of the Business and £105,125 would be paid for the Intellectual Property A further nominal sum of £1 was paid for the benefit of the ongoing Contracts These contracts could not be completed unless the new Company took steps to continue them. These funds have not been received to date.

#### Equipment, Furniture and Stock in Hand

The tangible assets of the business were valued at £65,336 and a sum of £64,876 was agreed.

#### Trade Debtors

At the date of Liquidation the sum of £31,211 was due to the Company and the same sum was agreed to be paid to the Liquidation by the new business.

#### Shares in Related Business

The Company held shares in a related business These shares held no value as the related business could only function with the successor business in place. A nominal sum of £2 was agreed in relation to these shares.

#### Research and Development Refund

Steps are being taken to investigate a potential Research and Development Refund owed to the business of £20,000 These funds have not been received to date.

### **LIABILITIES**

#### Secured Creditors

An examination of the Company's mortgage register held by the Registrar of Companies, showed that the Company has granted the following charges:-

Name of Chargeholder	Date of Creation	Date of Registration	Type of Charge
FE Loan Management Limited	29 October 2012	7 November 2012	Fixed and Floating
Copley Estate Limited	25 November 2011	30 November 2011	Rent Deposit Charge
Copley Estate Limited	26 August 2011	3 September 2011	Rent Deposit Charge

All of the chargeholders agreed to waive their security as the charges were transferred to the successor business

13 January 2015  
To all Members and Creditors



### **Preferential Creditors**

The statement of affairs did not anticipate any Preferential Claims and I confirm that no claims have been received. As the employees were transferred to the new business no claims are expected to be received in relation to Preferential Debts.

### **Crown Creditors**

The statement of affairs did not include any potential claims owed to HMRC. Since the Company has entered into Liquidation a claim of £30,732.80 has been received and admitted in full for dividend purposes.

### **Non-preferential unsecured Creditors**

The statement of affairs included 65 unsecured creditors with an estimated total liability of £326,910. I have received claims from 22 creditors at a total of £307,077.63. I have not received claims from 43 creditors with original estimated claims in the statement of affairs of £95,103.77.

A number of claims have been received that were higher than originally anticipated but they have been admitted on the basis that they have provided all of the necessary paperwork to substantiate the claim.

## **DIVIDEND PROSPECTS**

### **Secured creditors**

The secured creditors have moved the fixed charges they held over the Company to the new business and no longer have a debt in the business.

### **Preferential creditors**

There are no Preferential Creditors to date and as outlined above no claims are expected.

### **Ordinary unsecured creditors**

Any dividend prospects will be dependent on the new Company's ongoing trading results. As per the Sale Agreement these are provided to me on a continual basis for me to monitor. The timing of dividends is dependent upon when funds are paid into the estate. It is still anticipated that all of the Creditors will be paid in full.

As previously advised, the Company gave a floating charge to FE Loan Management Limited on 7 November 2012 and the prescribed part provisions should apply. The Fixed and Floating Charge has been novated to the new Business and no longer applies in this matter.

## **INVESTIGATION INTO THE AFFAIRS OF THE COMPANY**

I undertook an initial investigation into the Company's affairs to establish whether there were any potential asset recoveries or conduct matters that justified further investigation, taking account of the

13 January 2015  
To all Members and Creditors



public interest, potential recoveries, the funds likely to be available to fund an investigation, and the costs involved

There were no matters that justified further investigation in the circumstances of this appointment

Within six months of my appointment as Liquidator, I am required to submit a confidential report to the Secretary of State to include any matters which have come to my attention during the course of my work which may indicate that the conduct of any past or present Director would make him unfit to be concerned with the management of the Company. I would confirm that my report has been submitted

## **REMUNERATION & DISBURSEMENTS**

### Preparation of the Statement of Affairs

At a meeting of creditors held on 20 December 2013, the creditors authorised the payment of a fee of £12,500 plus VAT for assisting with the preparation of the Statement of Affairs and convening and holding the statutory meetings of members and creditors. To date, none of the agreed fee has been drawn; the remainder of the agreed fee will be drawn should sufficient realisations be obtained in the estate

## **JOINT LIQUIDATORS REMUNERATION**

The Joint Liquidators remuneration was authorised by creditor at a meeting held on 20 December 2013 to be drawn on a time costs basis. The following resolution was passed:-

*"That the Joint Liquidators be remunerated on a time costs basis according to the time properly spent by him and his staff in their duties in relation to the Liquidation, this remuneration being drawn from time to time at the Joint Liquidators' discretion "*

My total time costs to 19 December 2014 amount to £15,789.50, representing 69.40 hours of work at an average charge out rate of £227.51 per hour.

I have not been able to draw any remuneration in this matter

A schedule of my time costs incurred to date is attached as Appendix 2.

A description of the routine work undertaken in the Liquidation to date is as follows

### 1. Administration and Planning

- Preparing the documentation and dealing with the formalities of appointment.
- Statutory notifications and advertising
- Preparing documentation required
- Dealing with all routine correspondence
- Maintaining physical case files and electronic case details on IPS.
- Review and storage
- Case bordereau.

13 January 2015  
To all Members and Creditors

- Case planning and administration
  - Preparing reports to members and creditors.
  - Convening and holding meetings of members and creditors.
2. Cashiering
- Maintaining and managing the Liquidator's cashbook and bank account.
  - Ensuring statutory lodgements and tax lodgement obligations are met.
  - Dealing with updating IPS.
3. Creditors
- Dealing with creditor correspondence and telephone conversations
  - Preparing reports to creditors.
  - Maintaining creditor information on IPS
  - Reviewing and adjudicating on proofs of debt received from creditors.
4. Investigations
- Review and storage of books and records.
  - Preparing a return pursuant to the Company Directors Disqualification Act
  - Conducting investigations into suspicious transactions
  - Review books and records to identify any transactions or actions a Liquidator may take against a third party in order to recover funds for the benefit of creditors
5. Realisation of Assets
- Corresponding with debtors and attempting to collect outstanding book debts
  - Liaising with the Company's bank regarding the closure of the account.
  - Dealing with the Sale of the Business.
  - Ensuring that the terms of the Sale Agreement are met

A copy of 'A Creditors Guide to Liquidators' Fees' published by the Association of Business Recovery Professionals, together with this firm's remuneration and disbursements policy and charge-out rates are available at the following website [www.pricebailey.co.uk/creditors](http://www.pricebailey.co.uk/creditors) Please note that there are different versions of the Guidance Notes and in this case you should refer to the November 2011 version. A hard copy of these documents can be obtained on request.

## **LIQUIDATOR'S EXPENSES**

My expenses to 19 December 2014 amount to £1,116 08.

I have not been able to draw any expenses in this matter

The drawing of the Liquidators' Category 2 disbursements was approved at the meeting of creditors held on 20 December 2013 where the following resolution was passed.-

*"That the Joint Liquidators' disbursements (including all category 2 disbursements as detailed in the information provided to creditors regarding Price Bailey Insolvency and Recovery LLP's charge-out rates) be re-imbursed in full from the funds available in the Liquidation "*

13 January 2015  
To all Members and Creditors

## PROFESSIONAL ADVISORS

The following agents or professional advisors have been utilised in this matter:

Professional Advisor	Nature of Work	Fee Arrangement
Mills & Reeve Solicitors	Legal Advice	Fee to be agreed dependent on time costs accrued
Edward Wells Chartered Surveyors	Asset Valuation	Time costs

The choice of professionals was based on my perception of their experience and ability to perform this type of work, the complexity and nature of the assignment and the basis of my fee arrangement with them. The fees charged have been reviewed and I am satisfied that they are reasonable in the circumstances of this case.

## CREDITORS' RIGHTS

An unsecured creditor may, with the permission of the court or with the concurrence of 5% in value of the unsecured creditors (including the creditor in question) request further details of the Liquidator's remuneration and expenses, within 21 days of receipt of this report. Any secured creditor may request the same details in the same time limit.

An unsecured creditor may, with the permission of the court or with the concurrence of 10% in value of the creditors (including the creditor in question), apply to court to challenge the amount and/or basis of the Liquidator's fees and the amount of any proposed expenses or expenses already incurred, within 8 weeks of receipt of this report. Any secured creditor may make a similar application to court within the same time limit.

## SUMMARY

The Liquidation will remain open until all of the funds due from the sale of the business are received. Due to the nature of the Sale Agreement I am not able to put an estimate on the amount of time that this will take.

At Price Bailey Insolvency and Recovery we always strive to provide a professional and efficient service, however we recognise that it is in the nature of insolvency proceedings for disputes to arise from time to time. We undertake to look into any complaint carefully and promptly, and to do all we can to explain the position to you. If we have given you less than satisfactory service, we undertake to do everything reasonable to put it right. Any complaint should be referred initially to the Insolvency Practitioner responsible for our services to you. If you do not receive an acceptable response you should contact the Head of Compliance at Price Bailey LLP, Causeway House, 1 Dane Street, Bishops Stortford, CM23 3BT.

Most disputes can be resolved amicably either through the provision of further information or following negotiations. However, in the event that you have exhausted our complaints procedure and you are not



13 January 2015  
To all Members and Creditors



satisfied that your complaint has been resolved or dealt with appropriately, you may complain to the regulatory body that licences the insolvency practitioner concerned. Any such complaints should be addressed to The Insolvency Service, IP Complaints, 3<sup>rd</sup> Floor, 1 City Walk, Leeds, LS11 9DA, and you can make a submission using an on-line form available at [www.gov.uk/complain-about-insolvency-practitioner](http://www.gov.uk/complain-about-insolvency-practitioner). Alternatively you can send an email to [ip.complaints@insolvency.gsi.gov.uk](mailto:ip.complaints@insolvency.gsi.gov.uk); or you may phone 0845 602 9848 - calls are charged at between 1p and 10.5p per minute from a land line, or for mobiles, between 12p and 41p per minute if you're calling from the UK.

If you have any questions or require any further information please do not hesitate to contact me or the case manager, George Pitcher.

Yours faithfully

A handwritten signature in black ink, appearing to read 'P J Pittman'.

**P J Pittman MIPA**  
**JOINT LIQUIDATOR**  
Authorised to Act in the UK by the Insolvency Practitioners Association

Enc

# INTERNATIONAL HEALTH TECHNOLOGY LIMITED

(In Creditors' Voluntary Liquidation)

## Liquidator's Receipts and Payments Account

For the Period 20 December 2013 to 19 December 2014

	Notes	Statement of Affairs £	Fixed Charge Realised 20/12/2013 to 19/12/14 £	Floating Charge Realised 20/12/2013 to 19/12/14 £	Cumulative Total £
<b>Receipts</b>					
<b>Fixed Charge Assets</b>					
Rent Deposit		9,625	-	-	-
Intellectual Property		Nil	-	-	-
<b>Floating Charge Assets</b>					
Equipment and Furniture		51,668	-	-	-
Stock in Hand		13,208	-	-	-
Debtors		31,211	-	-	-
Research and Development Refund		20,000	-	-	-
		<u>116,087 00</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>Payments</b>					
			-	-	-
			-	-	-
<b>Balance in Hand</b>			-	-	-
			<u>-</u>	<u>-</u>	<u>-</u>

### Notes:

- The Statement of Affairs was agreed at £12,500 at a meeting of members held on 20 December 2013
- The Following resolution was passed at a meeting of creditors held on 20 December 2013  
"That the Joint Liquidators be remunerated on a time costs basis according to the time properly spent by the Liquidators and staff in their duties in relation to the Liquidation, this remuneration being drawn from time to time at the Liquidators'

### 2 Breakdown of Disbursements

#### Category 1 Disbursements

	20/12/13 to 19/12/14		Cumulative Total	
	Incurred, £	Paid, £	Incurred, £	Paid, £
Postage	208 53	-	208 53	-
Specific Bond	40 00	-	40 00	-
Statutory Advertising	360 00	-	360.00	-
<b>Category 2 Disbursements</b>				
Photocopying	507 55	-	507 55	-
	<u>1,116 08</u>	<u>-</u>	<u>1,116 08</u>	<u>-</u>

**INTERNATIONAL HEALTH TECHNOLOGY LIMITED**  
(In Creditors' Voluntary Liquidation)

Analysis of Time Costs for the period 20 December 2013 to 19 December 2014

Classification of Work	Insolvency Practitioners		Managers		Administrators		Assistants and Support Staff		Total Hours	Time Cost	Average Hourly Rate
	Hours	Cost (£)	Hours	Cost (£)	Hours	Cost (£)	Hours	Cost (£)		£	£
Administration and Planning	5 60	1,860 00	30 20	6,019 00	0 00	0 00	0 60	36 00	36 40	7,915 00	217 45
Creditors	2 40	730 00	9 40	1,856 00	0 10	14 00	0 00	0 00	11 90	2,600 00	218 49
Investigations	0 70	245 00	0 00	0 00	0 00	0 00	0 00	0 00	0 70	245 00	350 00
Realisation of Assets	9 50	2,885 00	10 90	2,144 50	0 00	0 00	0 00	0 00	20 40	5,029 50	246 54
Trading	0 00	0 00	0 00	0 00	0 00	0 00	0 00	0 00	0 00	0 00	0 00
Cashiering	0 00	0 00	0 00	0 00	0 00	0 00	0 00	0 00	0 00	0 00	0 00
Other Matters	0 00	0 00	0 00	0 00	0 00	0 00	0 00	0 00	0 00	0 00	0 00
<b>Total</b>	<b>18 20</b>	<b>5,720 00</b>	<b>50 50</b>	<b>10,019 50</b>	<b>0 10</b>	<b>14 00</b>	<b>0 60</b>	<b>36 00</b>	<b>69 40</b>	<b>15,789 50</b>	<b>227 51</b>
<b>Average Hourly Rate, £</b>		<b>314 29</b>		<b>198 41</b>		<b>140 00</b>		<b>60 00</b>			

**INFORMATION TO ASSIST CREDITORS IN MAKING AN INFORMED DECISION ON ANY  
RESOLUTION SEEKING APPROVAL OF THE OFFICE HOLDERS REMUNERATION**

**PRICE BAILEY INSOLVENCY AND RECOVERY LLP CHARGE OUT RATES**

Our current charge-out rates which may be amended from time to time are as follows

POSITION	HOURLY CHARGE OUT RATE (£)
<u>Insolvency Practitioners</u>	
- Partner	350 - 440
- Non-Partner	310 - 390
<u>Managers</u>	
- Qualified Senior Manager	260 - 325
- Senior Manager	235 - 295
- Manager	205 - 260
<u>Administrators</u>	
- Senior Administrator	170 - 215
- Administrator	140 - 190
<u>Assistants &amp; Support Staff</u>	
- Assistant	75 - 125
- Cashiering	25 - 75
- Secretarial	25 - 35

Our remuneration and disbursements policy and details of our historic charge out rates can be viewed at:  
[www.pricebailey.co.uk/creditors](http://www.pricebailey.co.uk/creditors)

The Creditors' Guides to Fees can also be viewed at this web address. Hard copies can be made available upon request.

Should you require clarification on any of the above, do not hesitate to contact Price Bailey Insolvency and Recovery on 020 7065 2660

## Proof of Debt – General Form

<b>INTERNATIONAL HEALTH TECHNOLOGY LIMITED</b> <b>(In Creditors' Voluntary Liquidation)</b>		
<b>Date of resolution for voluntary winding-up: 20 December 2013</b>		
1	Name of creditor (If a company please also give company registration number)	
2	Address of creditor for correspondence	
3	Total amount of claim, including any Value Added Tax and outstanding uncapitalised interest as at the date the company went into liquidation	
4	Details of any documents by reference to which the debt can be substantiated (Note There is no need to attach them now but the liquidator may call for any document or evidence to substantiate the claim at his discretion as may the chairman or convenor of any meeting)	
5	If amount in 3 above includes outstanding uncapitalised interest please state amount	£
6	Particulars of how and when debt incurred (If you need more space append a continuation sheet to this form)	
7	Particulars of any security held, the value of the security, and the date it was given	
8	Particulars of any reservation of title claimed in respect of goods supplied to which the claim relates	
9	Signature of creditor or person authorised to act on his behalf  _____	
	Name in BLOCK LETTERS  _____	
	Position with or in relation to creditor  _____	
	Address of person signing (if different from 2 above)  _____	
Admitted to vote for		Admitted for dividend for
£		£
Date		Date
Liquidator		Liquidator