

The Insolvency Act 1986

Statement of administrator's proposals**2.17B**

Name of Company ALTAIR FINANCIAL SERVICES INTERNATIONAL PLC	Company number 05528312
In the High Court of Justice [full name of court]	Court case number 11468 of 2009

- (a) Insert full name(s) and address(es) of administrator(s) I/We (a) M C Healy & N A Bennett of Leonard Curtis, One Great Cumberland Place,
Marble Arch, London W1H 7LW

attach a copy of *my / our proposals in respect of the administration of the above company.

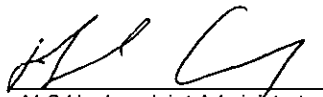
A copy of these proposals was sent to all known creditors on

* Delete as applicable

(b) Insert date

(b) 22 April 2009

Signed


M C Healy - Joint Administrator

Dated

22 April 2009

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

Leonard Curtis	
One Great Cumberland Place, Marble Arch, London,	
W1H 7LW	Tel 020 7535 7000
DX Number	DX Exchange

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

panies House, Crown Way, Cardiff, CF14 3UZ

DX 33050 Cardiff

TUESDAY



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28/04/2009

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COMPANIES HOUSE

Please ask for : Ronnie Walters
Our ref : L/25/RAW/SALT05/1010
Your ref :



LEONARD CURTIS
BUSINESS RESCUE & RECOVERY

22 April 2009

**TO ALL CREDITORS
PRIVATE AND CONFIDENTIAL**

Dear Sirs

**ALTAIR FINANCIAL SERVICES INTERNATIONAL PLC
ALTAIR FINANCIAL SERVICES LIMITED
(BOTH IN ADMINISTRATION) ("THE COMPANIES")**

I wrote to all creditors on 26 March 2009 to advise that N A Bennett and I had been appointed Joint Administrators of the Companies on 2 March 2009.

We are required to call initial meetings of creditors at which our Statement of Proposals will be presented, setting out the way in which we propose to achieve the purpose of the Administrations. These meetings have now been scheduled to take place at 11.30am on 8 May 2009 at One Great Cumberland Place Marble Arch London W1H 7LW.

At each meeting creditors will be asked to consider:

- The Joint Administrators' Proposals
- Whether or not to establish a Creditors' Committee
- The approval of the basis of the Joint Administrators' remuneration and recharge of disbursements.
- Approving the automatic discharge from liability of the Joint Administrators following completion of the Administration

Enclosed with this letter are the following documents:

- Formal notices of the meeting of creditors (Form 2.20B)
- Report and Statement of Proposals of the Joint Administrators
- Proxy forms which must be completed and returned to me as soon as possible and in any event, no later than 12.00 noon on 7 May 2009 to enable you or your representative to vote at the meeting of creditors

In order to vote at the meetings you must supply written details of your debt as at the date of the Joint Administrators' appointment. Should you have any queries or require any further clarification please contact my office, in writing. Electronic communications should also include a full postal address.

Yours faithfully

for and on behalf of

**ALTAIR FINANCIAL SERVICES INTERNATIONAL PLC
ALTAIR FINANCIAL SERVICES LIMITED**

M C HEALY
Joint Administrator

Licensed by the Insolvency Practitioners Association

The affairs, business and property of the Company are being managed by the Joint Administrators, who act as agents of the Company without personal liability.
BIRMINGHAM ■ BLACKBURN ■ BURY ■ LONDON ■ MANCHESTER ■ WOLVERHAMPTON

One Great Cumberland Place
London W1H 7LW

DTE Leonard Curtis Ltd

Company Number 5639292 (England) Reg Office: DTE House, Hollins Lane, Bury, Lancs BL9 8AT

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Fax: 020 7723 6059



LEONARD CURTIS
business rescue & recovery

Altair Financial Services International Plc

Registered Number: 05528312

Altair Financial Services Limited

Registered Number: 05331608

(Both in Administration)

**Joint Administrators' Report to Creditors
and Statement of Proposals**

22 April 2009

Leonard Curtis

One Great Cumberland Place Marble Arch London W1H 7LW

Tel : 020 7535 7000 Fax: 020 7723 6059

solutions@leonardcurtis.co.uk

Ref: 25/RAW/ALT04 ALT05/1010



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- H Notice of Meetings of Creditors
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TO: ALL CREDITORS, ALL MEMBERS AND THE REGISTRAR OF COMPANIES

1 INTRODUCTION

- 1.1 I refer to my appointment with N A Bennett as Joint Administrators ("Administrators") of Altair Financial Services International Plc ("Plc") and Altair Financial Services Limited ("Limited") (together "the Companies") on 2 March 2009 and now write to present our proposals ("the Proposals") (Appendices A(i) and (ii)) for the Companies pursuant to Paragraph 49 Schedule B1 of the Insolvency Act 1986 ("the Act"). Both Mr Bennett and I are licensed by the Insolvency Practitioners Association.
- 1.2 Creditors may approve the Proposals, with or without modifications, subject to the Administrators accepting any modifications. If creditors reject the Proposals, a report will be sent to the Court which may provide for the appointment of the Administrators to cease to have effect, or make any other Order it thinks appropriate.
- 1.3 Meetings of creditors ("the initial creditors' meetings") will be held on 8 May 2009 to consider the Proposals and to consider establishing a Committee to assist the Administrators in discharging their duties. A copy of the Notice of Meeting of Creditors is attached at Appendix H.

2 STATUTORY INFORMATION

- 2.1 The Administration proceedings for the Companies are under the jurisdiction of the High Court of Justice under Court reference number 11468 of 2009 (Plc) and 11514 of 2009 (Limited).
- 2.2 The Companies' registered offices were changed from Thames House, Portsmouth Road, Esher, Surrey KT10 9AD to One Great Cumberland Place, Marble Arch, London W1H 7LW on 3 March 2009. The registered numbers are 05528312 (Plc) and 05331608 (Limited).
- 2.3 Plc's officers are are:

Name	Role	Date Appointed	Shareholding
Lee Britton	Director	04/08/2005	None
Edward Evans	Director	04/08/2005	None
Jonathan Freeman	Director	04/08/2005	None
Kenneth West	Director	04/08/2005	None
SLC Registrars Ltd	Secretary	04/08/2005	None

Limited's officers are:

Name	Role	Date Appointed	Shareholding
Lee Britton	Director	13/01/2005	None
Edward Evans	Director	13/01/2005	None
SLC Registrars Ltd	Secretary	13/01/2005	None

- 2.4 Plc's issued and fully paid up share capital is £17,033,838 comprising 17,033,838 ordinary shares of £1 each. None of these shares are held directly held by the officers of Plc.



Limited's issued and paid up share capital is £1 comprising 10,000,000 ordinary shares of £0.0000001p each. All of these shares are held by Plc.

- 2.5 The Companies' main centres of operations are based in the UK. The EC Regulation on Insolvency Proceedings applies and the proceedings are main proceedings under the Regulation.

3 HISTORICAL BACKGROUND AND EVENTS LEADING UP TO ADMINISTRATION

- 3.1 Plc was incorporated in August 2005 and Limited in January 2005. Plc was a holding Company whilst Limited was the trading vehicle.
- 3.2 The Companies operated from leasehold premises at 37 Maddox Street, London W1 with banking and processing relationships in the UK, USA, Asia Pacific and throughout the Latin American and Caribbean regions. The principal activity of Limited was the provision of pre-paid debit card programmes and transaction processing for credit and debit cards in association with either MasterCard or Visa and issuing banks globally. Prepaid cards are pre-loaded with funds and can be used to make purchases and to access cash from ATMs at over 24 million locations wherever MasterCard or Visa are accepted.
- 3.3 In March 2007 Plc acquired US based Symmetrex Inc ("Symmetrex"), which holds the IT hardware to process client card transactions relating to the business of Limited. The processing facilities included a data centre at Salt Lake City, Utah which was staffed 24 hours a day, 365 days a year.
- 3.4 Card transaction revenue had been on the increase and certain costs reductions had been made to achieve economies of scale. The directors advised that regardless of the number of active cards in the market, there are certain fixed costs (predominantly staff costs) that needed to be retained to manage a particular card programme. Once the required amount of transaction revenue has been achieved, costs do not rise at the same rate as revenues resulting in increased profitability.
- 3.5 In order to increase card transaction activity and achieve the expected levels of revenue the business expanded into the African and Middle Eastern markets where there was potential for further growth in card orders.
- 3.6 The Companies' activities have predominantly been funded by issuing equity, and there were no agreed overdraft facilities available to the Companies. Plc had been funding the trading of Symmetrex and at the time of appointment was owed approximately US\$2.6 million. The continuation of Symmetrex was crucial to the business of Limited and Plc. If Symmetrex ceased trading, all value in Limited and Plc would be all but lost. We understand the financial position of Symmetrex is somewhat precarious and it may soon be the subject of Chapter XI proceedings.
- 3.7 At 31 December 2007 the consolidated management accounts of the Companies showed a net asset balance of £19.8m, comprising total assets of £21.8m and total liabilities of some £2m.
- 3.8 Management accounts for the 11 months to 30 November 2008 show a net loss of £790k for Plc and a net loss of £5.96m for Limited (£6.75m consolidated). The balance sheets show a net asset balance of £17.1m for Plc, and a net liability balance of £10.8m for Limited (net assets £6.3m consolidated).
- 3.9 Although the balance sheet of Plc showed a substantial net asset position, this was largely due to the investment in Symmetrex. Limited was in a net liability position and owing to the continued trading losses of both Companies there was a shortage of working capital and further funding would have been required to facilitate ongoing trading.



- 3.10 Without an injection of capital from an outside source, the Companies would not have sufficient funds to discharge their liabilities. The Companies were unable to raise additional funding from the banking sector due to the economic downturn. Another potential source of additional capital would have been from the shareholders and although some funds were received, a number of shareholders advised that they did not wish to provide additional funding.
- 3.11 Given the significant continued trading losses and being without sufficient working capital as well as experiencing cash flow difficulties, it was evident that the Companies were insolvent to the extent that:
- They were unable to make payments of its liabilities as they fell due
 - Liabilities exceeded the value of their assets
- 3.12 The floating charge holder of Plc, Dexapoint United Corporation ("Dexapoint"), first contacted Leonard Curtis on 9 February 2009 with concerns that Plc would be unable to repay the £50,000 loan it had granted to that Company, particularly in the light of it having been issued with a winding-up petition by a creditor on 23 January 2009.
- 3.13 A number of options were discussed, including the appointment of Joint Administrators over Plc by Dexapoint as qualifying floating charge holder.
- 3.14 In particular, in addition to placing Plc into Administration, the following alternative courses of action were considered:
- Administrative Receivership
 - Company Voluntary Arrangement
 - Liquidation or
 - A return of the Company back to the control of the directors
- 3.15 Following those discussions, it was considered that the optimum course of action to protect the position of Dexapoint and preserve any value in the business of Plc, was that a Notice of Intention to appoint Administrators ("NIA") should immediately be filed by them to prevent any further creditor action whilst the Company's overall financial position could be investigated. An initial NIA in respect of Plc was filed at the High Court of Justice on 13 February 2009, expiring on 26 February 2009.
- 3.16 Subsequent to the filing of the NIA, the directors of Plc advised that they were expecting further funds from investors which would enable repayment of the debt owing to Dexapoint. Discussions continued with the directors with respect to the receipt of additional investor funding and with this in mind Dexapoint filed a second NIA in respect of Plc on 25 February 2009 to continue the protection under the moratorium.
- 3.17 On 26 February 2009, I met with Mr Edward Evans and Mr Lee Britton who are directors of both Companies and the financial position of Limited was discussed. Following those discussions, it was decided that a NIA should immediately be filed to prevent any creditor action against Limited whilst its overall financial position could also be assessed. Accordingly, a NIA in respect of Limited was filed at the High Court of Justice on 27 February 2009.
- 3.18 Further discussions were held with the directors of Plc and representatives of Dexapoint. When it transpired that Plc was unable to discharge the debt to Dexapoint, a Notice of Appointment of Administrators ("NA") was given by Dexapoint, as holders of a qualifying floating charge on 2 March



2009 and filed at the High Court of Justice on the same day appointing Neil Bennett and I as Joint Administrators of Plc.

3.19 At the same time, the board of directors of Limited concluded that it should also be placed into Administration and accordingly NA was given by Mr Evans on 2 March 2009 and filed at the High Court of Justice on the same day appointing Mr Bennett and I as Joint Administrators of Limited.

3.20 In accordance with paragraph 100(2) of Schedule B1 to the Act, the functions of the Joint Administrators may be exercised by either or any, acting jointly or alone.

4 PRESENT FINANCIAL POSITION

4.1 The directors of the Companies are required to submit statements of affairs as at the date of my appointment. The statements have not yet been received as I understand they are still in the course of preparation. In the interim I enclose at Appendices B (i) and (ii) summaries of the estimated financial position of each Company, together with lists of creditors including their names, addresses and details of their debts, including any security held.

4.2 Please note that no provision has been made for the costs and expenses of realisation, costs of the Administrations and any corporation tax which may be payable. The following comments are considered to be relevant and should be borne in mind when reading the figures:

4.3 Assets

4.3.1 Independent professional agents, Hilco Appraisal Limited ("Hilco"), provided valuations of the Companies' assets and are summarised as follows:

4.3.2 The assets of Plc are represented by a rent deposit relating to the lease at the Maddox Street premises. It is shown as having a book value of £89,877 but it is not yet certain how much will be returned to the Company as there were rent arrears outstanding at the date of appointment. There is also an inter company debt due from Symmetrex of some US\$2.6m. In the light of the current position with Symmetrex, it is uncertain how much, if any, of this debt will be recoverable. The estimated financial statement of Plc show estimated realisable figures of £20,000 each for goodwill and intellectual property and although there is no book value attributable to these assets, these amounts have already been realised in the Administration and are reflected on the receipts and payments account at Appendix C.

4.3.3 The assets of Limited are summarised as follows:

4.3.4 Goodwill and Intellectual Property

Although these had no book value in the accounts, as you will see from paragraph 5.1.8 below we were able to realise a total of £79,999.

4.3.5 VAT Refund

The amount shown as recoverable of £27,850 is in respect of the return already submitted to December 2008 and an estimate of the refund payable up to the date of appointment. However, the Company is group registered and it is likely that HM Revenue & Customs will offset the amount against PAYE/NI liabilities in Plc.



4.3.6 Trade Debtors

These have a book value of £219,791 and are only estimated to realise approximately £50,000. Debt collection agents have been instructed. There are a large number of known disputed debts and it is not yet clear how much will eventually be realised.

4.3.7 Other Debtors

These comprise a sum of £50,000 to purchase an option to buy 10% of a bank, European American Capital, which was then going to become a member of MasterCard and be the Company's issuing bank. I am given to understand that the Company did not exercise the option which has now expired.

The balance of £37,500 was the Company's contribution to build an FX trading platform to allow its card programmes to obtain good FX rates when loading cards in USD or Euros. The amount was to be recovered from FX revenue on the spread, after which the Company would have benefit from a revenue share going forward. However as more participants in FX joined with prepaid cards programmes who did not want to use a competitor for FX the project never progressed beyond use on one client. In the opinion of the directors, neither of these amounts are realisable.

4.3.8 Office Equipment, Furniture and Fittings

These assets comprise general office and computer equipment valued by Hilco at £34,680 "in-situ" and £12,420 "ex-situ".

4.3.9 Leasehold Improvements

These relate to general decorating and improvements to the Maddox Street premises, which would form part of landlords' fixtures and fittings and therefore have no realisable value.

4.4 Secured Creditor

Dexapoint hold a debenture dated 6 February 2009 incorporating both fixed and floating charges over the assets of Plc. At the time of appointment they were owed £50,000.

4.5 Prescribed Part

Although the floating charge in favour of Dexapoint post dates the Introduction of the Enterprise Act 2002 there are no floating charge assets in Plc and consequently, there will not be a requirement to set aside a prescribed part of assets for unsecured creditors pursuant to the provisions of Section 176A of the Act and the Insolvency Act 1986 (Prescribed Part) Order 2003.

4.6 Preferential Claims

The only claims which are preferential are those of employees in respect of wages and holiday pay. The purchaser took over all employees under TUPE regulations when purchasing the business (see below).

4.7 Unsecured Claims

Unsecured creditor claims of Limited will be subject to agreement by a liquidator, should funds be available to distribute to unsecured creditors.

4.8 Receipts and Payments Account

Summaries of our receipts and payments accounts for the period of Administration are enclosed as Appendix C.

5 EVENTS FOLLOWING THE ADMINISTRATORS' APPOINTMENT

5.1 Sale of Business/Disposal of Assets

5.1.1 This section should be read in conjunction with my initial report to creditors dated 26 March 2009.

5.1.2 Immediately following my appointment, Hilco were instructed to provide a report and valuation of the Companies' chattel assets and advise on any value for goodwill.

5.1.3 It was necessary to effect an immediate sale as several issues arose on my appointment. Certain creditors demanded payment totalling over £100,000 threatening disconnection of services and ceasing the supply of necessary goods to enable the Companies to continue to trade. The withdrawal of support by banking partners and the freezing of the Companies' bank accounts meant that trading the business would have been impossible due to a lack of funds and non co-operation of suppliers.

5.1.4 It was also necessary to seek legal advice in respect of Symmetrex as this was an integral part of the Companies' continuing to trade, should a purchaser be found. US and UK solicitors were consulted and concluded that it was possible to protect Symmetrex from further action from creditors, although this would cost a purchaser between US\$200,000 and US\$1 million.

5.1.5 Between 2 and 4 March 2009, 19 potentially interested parties, including shareholders and creditors of the Companies were contacted by my office in an attempt to gain either funding or effect a sale. Those interested parties were sent financial information packs and/or confidentiality letters and advised that the deadline for offers was close of business on Wednesday 4 March 2009.

5.1.6 At the deadline only 3 offers had been received.

5.1.7 The best offer was received from Dexapoint. It differentiated from other cash offers in that it would also:

- Preserve the debtor book of Limited by giving an undertaking to pay certain creditors threatening to disrupt the business and associated goodwill of the Companies
- Take on existing Company employee liabilities
- Offer to fund a Chapter XI proceeding in the United States for Symmetrex which owes in the order of US\$2.6m; and

It was concluded that the purchaser's offer was successful because it:

- Provided the best possible return to creditors
- Mitigated employees' claims



- Included a potential upside should they sell the business within 12 months of the purchase
- Excluded the debtors ledger as part of the purchase, although assisting in its collection;
- May preserve Plc's significant investment in Symmetrex;

5.1.8 The assets sold and the consideration agreed to be paid is as follows:

Class of Assets	PLC Consideration £	Limited Consideration £
• The Chattel Assets (all office furniture and equipment and fittings owned by the Companies and used solely in connection with the business of the Companies on the completion date and situated at the Companies' premises)	N/A	30,000
• The Goodwill (including exclusive right to the Trading Name, the Telephone and Fax Numbers and Email Addresses and any websites, domain names, logos, customer lists together with the exclusive right to represent itself as carry on the business of the Companies)	20,000	39,999
• The Intellectual property rights ('IPR')(subject to any licences already granted in respect of the same)	20,000	40,000
• The Shares (the stock in Symmetrex, a US corporation)	1	N/A
TOTAL	40,001	109,999

5.1.9 The sale agreement ("SPA") provides that the purchaser is to pay the total consideration of £150,000 on the following deferred basis:

Payment No	Amount £	Date Due
1	5,000	On or before Completion Date
2	45,000	On or before 23 March 2009
3	50,000	On or before 5 May 2009
4	50,000	On or before 5 June 2009
Total	150,000	

5.1.10 I confirm that payments 1 and 2 above have been received.

5.1.11 The SPA provides that the assets of the Companies shall remain the Companies' property until the purchaser has paid the purchase consideration in full.

5.1.12 The purchaser was Dexapoint who has a direct shareholding of 200,000 shares in Plc recorded on the share register. I am advised that the purchaser holds a further 1,000,000 shares in Plc through nominees. However, the purchaser is not considered to be a connected party as defined by Section 435 of the Act.

5.1.13 Debtors were excluded from the sale and, as mentioned earlier, agents have been instructed to manage collection.

5.2 Investigations

5.3.1 My investigations into the affairs of the Companies and the events leading up to my appointment are still ongoing and I will report my conclusions to the appropriate authorities in due course. In the



meantime, if creditors have any specific matters regarding the running of the Companies and/or the conduct of their directors that they feel warrant investigation, please provide full details in writing.

5.4 Professional Advisors Used

5.4.1 On this assignment we have used the following advisors:

Name of Professional Advisor	Service Provided	Basis of charge
Francis Wilkes & Jones	Legal Advice	Time costs
Sovereign Credit Management	Debtor Collection	Percentage of collections
Hilco Appraisal Ltd	Valuation Advice	Time costs

5.4.2 Details of my company's policy regarding the choice of advisors and the basis for their fees are given in "A Creditors' Guide to Administrators' Fees". This is available from my office free of charge on request or may be downloaded from www.leonardcurtis.co.uk/downloads.

6 ACHIEVING THE PURPOSE OF ADMINISTRATION

6.1 In each case the Administrators must perform their functions with the objective of:

- (a) rescuing the Company as a going concern, or (if this cannot be achieved)
- (b) achieving a better result for the Company's creditors as a whole than would be likely if the Company was wound up (without first being in administration), or (if (a) and (b) cannot be achieved)
- (c) realising property in order to make a distribution to one or more secured or preferential creditors.

6.2 In my opinion, it was not possible to achieve the first objective as the Companies' indebtedness effectively precluded any fresh third party investment. Investors had already been approached by the Companies prior to my appointment and did not wish to invest. Furthermore, it was necessary to dispose of the business speedily in view of the threat to disrupt the business by certain creditors.

6.3 In my opinion it is likely that the second objective will be achieved in respect of Limited as I believe the Administration of that Company has allowed for enhanced realisations of the assets in general leading to a better result for that Company's creditors as a whole than would have been the case in a winding up (without first being in Administration).

6.4 Given that the second objective is likely to be achieved in respect of Limited, it will not be necessary to consider the third objective, namely realising property to make a distribution to one or more secured or preferential creditors. With regard to Plc, in my opinion the third objective is likely to be received as assets have been realised to enable a distribution to be made to the secured creditor.

6.5 The Administrations have been and will continue to be financed by monies received from asset realisations.



7 JOINT ADMINISTRATORS' PROPOSALS AND EXIT ROUTE

- 7.1 The Proposals in Appendix A will be considered as a single resolution for each Company at the initial creditors' meetings to be held on 8 May 2009.
- 7.2 On completion of the Administration, the Proposals allow the Joint Administrators to place Limited into Creditors Voluntary Liquidation ("CVL") and appoint myself as Liquidator. Creditors may nominate a different person to be Liquidator provided that the nomination is made after receipt of the Proposals and before they are approved. On the basis of information currently available to me, there is unlikely to be insufficient property after costs to enable a distribution to be made to unsecured creditors of Plc, the Proposals provide that the Administrators file the appropriate notice at Companies House to dissolve the Company.
- 7.3 In the event that there are insufficient funds to make a distribution to unsecured creditors of Limited, the Proposals provide that the Administrators file the appropriate notice at Companies House to dissolve the Company.
- 7.4 Once approved, the affairs of the Companies will be managed in accordance with the Proposals and financed out of asset realisations.

8 EXTENSION OF ADMINISTRATION

- 8.1 It may be desirable to extend one or both of the periods of the Administration term of office for a specified period not exceeding six months. If this is appropriate the Joint Administrators will seek consent of the creditors or the court.

9 JOINT ADMINISTRATORS' REMUNERATION AND DISBURSEMENTS

- 9.1 In each case, the remuneration of the Joint Administrators may be fixed by the Creditors' Committee or failing that by the creditors generally or failing that by the Court. If a Creditors Committee is not appointed at the initial creditors' meeting, creditors will also be asked to fix the basis of this remuneration for both Companies.
- 9.2 In accordance with the provisions of Rule 2.106(2) of the Insolvency Rules 1986 the remuneration of the Joint Administrators may be fixed either as a percentage of the assets realised and distributed in the Administration or, alternatively, by reference to the time spent. In each case I am requesting creditors to agree to the latter.
- 9.3 The Joint Administrators' time costs as at 16 April 2009 are attached at Appendices D(i) and (ii). Time for Plc is £22,597.50 representing 86.7 hours at an average rate of £260.64 per hour. Time for Limited is £42,607.50 representing 173.6 hours at an average rate of £245.43 per hour.
- 9.4 Further details of my company's charge out rates and policy regarding recharge of disbursements, staff allocation, support staff and the use of subcontractors are attached at Appendix F.
- 9.5 In addition to the above, my company also incurred costs in connection with the costs and expenses of giving advice prior to the making the Administrators' appointment. These costs are detailed at Appendices E(i) and (ii) and total £4,070 for Plc, representing 18.5 hours at an average hourly rate of

£220. For Limited these costs total £3,512.50, representing 15.5 hours at an average hourly rate of £226.61. The costs for Limited have been paid as an expense of that Administration pursuant to the provisions of Rule 2.67 of the Insolvency Rules 1986. The costs for Plc have not yet been paid.

9.6 The Joint Administrators also require approval in respect of the basis upon which they recharge internal disbursements that include an element of allocated costs. These are known as Category 2 disbursements and the basis of the calculation of their recharge is also attached at Appendix F. I will also be asking the creditors to agree the basis for recharging these costs. Specific expenditure relating to the administration of a particular case is recoverable without approval and is referred to as a "category 1 disbursement". Category 1 disbursements will generally comprise items such as identifiable telephone calls, postage, case advertising, invoiced travel and properly reimbursed expenses, including car mileage at 40p a mile, incurred by personnel in connection with the case. Also included will be services specific to the case where these cannot practically be provided internally such as printing, room hire and document storage.

9.7 Appendix I contains resolutions dealing with the agreement of both these matters.

10 ESTIMATED OUTCOME AND RELEASE OF ADMINISTRATORS FROM LIABILITY

10.1 I currently anticipate that there are likely to be surplus funds available to unsecured creditors of Limited, which will be distributed once the Company is placed into CVL. It is not anticipated there will be any surplus funds available for any unsecured creditors of Plc.

10.2 The eventual distribution to unsecured creditors will be very much dependent on the eventual debtor realisations and the total costs of the Administrations.

10.3 As soon as all outstanding matters in the Administration have been attended to, it is proposed to move Limited into CVL to enable surplus funds to be distributed.

10.4 Once Limited has been moved into CVL, the Administration and the appointment of the Administrators will automatically cease. It will however also be necessary for the creditors to fix the date upon which the Administrators are discharged from liability in respect of any action during the Administration. Appendix I includes a resolution that the Administrators be discharged from liability in respect of any action of theirs immediately upon their appointment ceasing to have effect.

10.5 In the event that there are no monies to be distributed to creditors, as is likely in the case of Plc, the proposals provide that the Company be dissolved as soon as all matters relating to the Administration have been completed and that the Joint Administrators be discharged from liability immediately upon their appointment ceasing to have effect.


11 VOTING PROCEDURE AND CONCLUSION

11.1 If you wish to vote on our proposals, it is important that you give careful attention to the proxy forms and other enclosures attached to this report.

11.2 Please ensure that you complete the appropriate proxy forms and lodge them at my office, together with a statement of your claim, less any payments that have been made to you following my appointment in respect of that claim and any adjustments that may have been made by way of set-off, in good time for the meeting but no later than 12.00 noon on 7 May 2009.

11.3 Should you have any queries or require any further clarification please contact my office, **in writing**.
Electronic communications should also include a full postal address.

for and on behalf of
ALTAIR FINANCIAL SERVICES INTERNATIONAL PLC
ALTAIR FINANCIAL SERVICES LIMITED



M C HEALY
Joint Administrator

Licensed by the Insolvency Practitioners Association

The affairs, business and property of the Company are being managed by the Joint Administrators, who act as agents of the Company without personal liability.



APPENDIX A (i)

ALTAIR FINANCIAL SERVICES INTERNATIONAL PLC
JOINT ADMINISTRATORS' STATEMENT OF PROPOSALS

It is proposed that:

1. The Joint Administrators continue to manage the business, affairs and property of the Company in such a manner as they consider expedient with a view to achieving the statutory purposes of the Administration.
2. The Company be dissolved as soon as all matters relating to the Administration have been completed.
3. In the event that there are monies remaining to be distributed to creditors the Joint Administrators file a notice with the Registrar of Companies in order that the Administration will cease and the Company will move automatically into Creditors Voluntary Liquidation. It is further proposed that M C Healy be appointed Liquidator of the Company
4. The Joint Administrators investigate and, if appropriate, pursue any claims that they or the Company may have against any directors or former directors, other third parties, officers or former officers, advisers or former advisers of the Company.



APPENDIX A (ii)

ALTAIR FINANCIAL SERVICES LIMITED
JOINT ADMINISTRATORS' STATEMENT OF PROPOSALS

It is proposed that:

1. The Joint Administrators continue to manage the business, affairs and property of the Company in such a manner as they consider expedient with a view to achieving the statutory purposes of the Administration.
2. If appropriate, the Joint Administrators file a notice with the Registrar of Companies in order that the Administration will cease and the Company will move automatically into Creditors' Voluntary Liquidation. It is further proposed that M C Healy be appointed Liquidator of the Company.
3. In the event that there are no monies remaining to be distributed to creditors the Company be dissolved as soon as all matters relating to the Administration have been completed.
4. The Joint Administrators investigate and, if appropriate, pursue any claims that they or the Company may have against any directors or former directors, other third parties, officers or former officers, advisers or former advisers of the Company.



APPENDIX B (i)

ALTAIR FINANCIAL SERVICES INTERNATIONAL PLC
ESTIMATED FINANCIAL POSITION AS AT 2 MARCH 2009

A – Summary of Assets

Assets	Book Value £	Estimated to Realise £
Assets subject to fixed charge:		
		-
Goodwill	-	20,000
Intellectual Property	-	20,000
Debt due from Subsidiary-Symmetrix Inc.	1,857,145	Uncertain
	-	-
	1,857,145	40,000
Less: Dexapoint United Corporation	50,000	50,000
Estimated surplus/(shortfall) from Fixed charge assets	1,807,145	(10,000)
Assets subject to floating charge:		
Uncharged Assets		
Rent Deposit	89,877	Uncertain
Estimated total assets available for preferential creditors	1,897,022	-

Estimated Statement of Affairs as at 2 March 2009 (cont/d)

A1 – Summary of Liabilities

	£	£
Estimated total assets available for preferential creditors (carried from page A)	£	0
Liabilities	£	
Preferential creditors:- Employee Wages and Holiday Pay	£ 0	0
Estimated deficiency as regards preferential creditors	£ 0	0
Estimated prescribed part of net property where applicable (to carry forward)	£ 0	
Estimated total assets available for floating charge holders	£ 0	0
Debts secured by floating charges	£ 0	
Dexapoint United Corporation	£ 10,000	
Estimated surplus/(shortfall) of assets after floating charges	£ 0	(10,000)
Estimated prescribed part of net property where applicable (b/down)	£ 0	0
Total assets available to unsecured creditors	£ 0	0
Unsecured non-preferential claims (excluding any shortfall to floating charge holders)	£	
HM Revenue & Customs - PAYE	£ 327,530	
		327,530
Estimated deficiency as regards non-preferential creditors	£	(327,530)
(Floating Charge Shortfall)	£	10,000
Estimated total deficiency as regards creditors	£	(337,530)
Issued and called up capital	£ 17,699,091	
Share Premium Account	£ 18,603,025	(36,302,116)
Estimated total deficiency as regards members	£	(36,639,645)

Altair Financial Services International Plc

Note: You must include all creditors under hire-purchase, chattel leasing or conditional sale agreements services and creditors claiming retention of title over property in the company's possession

Name of Creditor or Claimant	Amount of Debt (£)	Details of Security held by Creditor	Date security given	Value of Security
Trade and Expense				
None				
Secured Creditors				
Dexapoint United Corporation	50,000.00	Debenture	06/02/2009	£50,000
Stauffacherquai 44		Switzerland		
		Zurich		



APPENDIX B (ii)

ALTAIR FINANCIAL SERVICES LIMITED
ESTIMATED FINANCIAL POSITION AS AT 2 MARCH 2009

A – Summary of Assets

Assets	Book Value £	Estimated to Realise £
Assets subject to fixed charge:		
Assets subject to floating charge:		
Uncharged Assets		
Goodwill	-	39,999
Intellectual Property	-	40,000
VAT Refund	27,850	-
Trade Debtors	219,791	50,000
Other Debtors	87,500	-
Office Equipment	39,627	20,000
Furniture and Fittings	21,008	10,000
Leasehold Improvements	13,178	-
Estimated total assets available for preferential creditors	408,954	159,999

Estimated Statement of Affairs as at 2 March 2009 (cont'd)

A1 – Summary of Liabilities

		Estimated to Realise £
Estimated total assets available for preferential creditors (carried from	£	159,999
Liabilities	£	
Preferential creditors:- Employee Wages and Holiday Pay	£ 0	0
Estimated deficiency as regards preferential creditors	£ 0	159,999
Estimated prescribed part of net property where applicable (to carry forward)	0	0
Estimated total assets available for floating charge holders	£ 0	159,999
Debts secured by floating charges	0	
Estimated surplus/(shortfall) of assets after floating charges	£ 0	159,999
Estimated prescribed part of net property where applicable (b/down)	0	0
Total assets available to unsecured creditors	£ 0	159,999
Unsecured non-preferential claims (excluding any shortfall to floating charge holders)	£	
Trade Creditors (per attached schedule)	985,507	
Barclays Bank Plc	1,389	
		986,896
Estimated deficiency as regards non-preferential creditors	£	(826,897)
(Floating Charge Shortfall)	£	0
Estimated total deficiency as regards creditors	£	(826,897)
Issued and called up capital	£ 1	
Share Premium Account	0	1
Estimated total deficiency as regards members	£	(826,898)

Altair Financial Services Limited

Note: You must include all creditors under hire-purchase, chattel leasing or conditional sale agreements services and creditors claiming retention of title over property in the company's possession

Name of Creditor or Claimant	Address	SI John Of The Cross Street	Ta' Xhax XBX 1412	Malta		Amount of Debt (£)	Details of Security held by Creditor	Data security given	Value of Security
Areana Limited	Princess Court 1	SI John Of The Cross Street	Ta' Xhax XBX 1412	Malta		94,653.24	None		
Aperture Limited	86 Oxford Road	Houghton Estates	Johannesburg				None		
Baroque Ink	2-4 Avenue Marie-Therese	P.O. Box 285,	L 2012	Luxembourg		13,751.16	None		
Belle Recruitment	Staple Inn Recruitment Ltd	Wellington House	Church Road	Ashford, Kent		2,303.00	None		
Lee J Britton	Kencot Lodge	Kencot,	Gloucestershire			5,500.00	None		
Broad & Cassel	100 North Tampa Street	Suite 3500	Tampa	Florida 33602		187.50	None		
Stephen Cannon	2564 Stony Brook Ln	Clearwater,	FL 33761			330.21	None		
Card USA Inc	201 N. Ocean Drive	Hollywood	Florida	33019		192.62	None		
Cecile Park Publishing LTD	17 The Timber Yard	Drysdale Street	London			520.00	None		
CFH Total Document	St Peter's Park	Wells Road	Radstock	Bath		18,873.17	None		
Clarion Amusement Trades	Earls Court Exhibition Centre	London				13,892.19	None		
Clear 2 Pay- Clarity in Payments	Av. E. Plaskylaan 157	1030 Brussels	Belgium			7,976.33	None		
Combined Management Services	Tregout	Crossways	Newcastle	Monmouthshire		25,668.39	None		
Conosco Effortless Computing	The Plaza	535 Kings Road	London			20,668.25	None		
Contactless Intelligence	CJO Krowne Communications (UK) Ltd	Windsor House	Corwall Road	Harrogate		6,934.86	None		
Combridge Trading Ltd	PO Box 64391	8035 Paphos	Cyprus			12,033.07	None		
CrewCard	CrewCard Network Limited	The Space, 5th Floor	57-61 Maritime Street	London		387.50	None		
Devalpoint United Corporation	Staufferquai 44	Zurich	Switzerland			10,000.00	None		
DMH Stallard	100 Queens Road	Brighton	East Sussex			422.50	None		
Damian Mistud	Thi Lavin	Zebbug Road	Malta			5,232.00	None		
Conor Doyle	502 Nebraska Building Deals Gateway	London				363.18	None		
David Venus & Company LLP	Thames House	Portsmouth Road	Esher	Surrey		6,719.90	None		
Echo Communications	Chalfield Court	55 Chalfield Road	London			98.60	None		
Eden						98.70	None		
European American Capital	10-136 Lovst Lane	London				0.00	None		
Eircom	1 Heuston South Quarter	St. John's Road	Dublin 8			74.48	None		
Eurocom C.I. Ltd	Kent House	Upper Mulgrave Road	Cheam	Surrey		523.26	None		
Factiva Limited	6th Floor	Commodity Quay	East Smithfield	London		12,920.38	None		
Fernshaw Limited	PO Box 119	Martello Court, Admiral Park	St. Peter Port	Guernsey		7,000.00	None		
Fady Fiani	Rabieh Beyada Main Road	Beirut	Lebanon			4,466.54	None		
First Mile Rubish Recycling	Unit 3P	Leroy House	436 Essex Road			12.34	None		
GB Group PLC	GB House	Kingsfield Court	Chester Business Par	Chester		6,574.79	None		
Global Financial Centre						10,891.00	None		
Goldstar International Express	Unit 1	Viscount Incht Centre	Horton Road	Poyle		687.82	None		
Hasstock Holdings	Suite 701	Leaside Place	50 Town Range	Gibraltar		3,400.00	None		
Roland Ham-Riche	6 Savons	Shoreham by Sea	West Sussex			67.00	None		
HMC	116 Sussex Gardens	Hyde Park	London			15,225.00	None		
HM Revenue & Customs						695.00	None		
i-CD Publishing Trading as 192.com						5,875.00	None		
Icon Insurance						2,320.00	None		
ID Data	The New Mini House	Bedford Road	Petersfield	Hampshire		93,501.77	None		

I Gaming Business	3rd Floor	33-41 Dallington Street	London	EC1V 0BB			1,527.50	None
INNOVA	85 Midsummer Avenue	Hounslow	Middlesex	TW4 5AY			4,036.50	None
Iron Mountain (UK) Ltd	Whitelaw House	Macmillan Road	Livingston	EH54 7DF	Scotland		677.50	None
Kallick	61 Pall Mall	London		SW1Y 9HZ			857.16	None
Lambert Smith Hampton	United Kingdom House	180 Oxford Street	London	W1D 1NN			52,170.01	None
Chris Lachford - Expenses	45 York Road	Reading		RG1 8DX			105.90	None
London Notaries							431.25	None
Marc Mathys - Avocat	Boulevard Lambertmont 252	1030	Bruxelles	EC1Y 1HQ			947.55	None
Wbox	1 Oliver's Yard	55-71 City Road	London	IP4 2BS			4,460.04	None
Megacall Ltd	The Old Manor house	10 St Margarets Green	Ipswich	WC2A 1AP	Suffolk		918.25	None
Memory Crystal	44 Southampton Buildings	London		WC2H 0DB			21,506.03	None
Millards Cleaning Services LTD	3rd Floor	Charing Cross Road	London	SO18 4FQ			2,891.10	None
Steven Miller - Expenses	16 Avon Road	Southampton	Hants	TS26 0GA			207.90	None
Noel Moran	pl. 42 Kingfisher Close	Bishop Culbert	Harlepool	EC1V 9BH			5,356.96	None
Nassiar (UK) Limited	14-18 Old Street	London	Newcastle upon Tyne	NE1 8AL			31,521.42	None
Newcastle Building Society	Portland House	New Bridge Street	Redhill	SL6 1HN			114,014.46	None
Net Stallions	Abbey House	Clarendon Road	Berkshire	TN2 4ND			1,213.51	None
NetSuite Inc	1 Grenfell Road	Maidenhead	Berkshire	EC2R 6AY	Kent		0.00	None
New Europe Services Ltd	Grange Farm	Pembury Road	Tunbridge Wells	SL9 8TU			1,600.00	None
Nexus Smith & Williamson	25 Moorgate	London		BS1 6EG			31,599.88	None
Optim IP Limited	Thatches	Welders Lane	Bucks	Mauritius			13,066.20	None
Osbourne Clarke	2 Temple Back East	Temple Quay	Bristol	W1B 4JD			1,086.88	None
PayAutoMaid International	Suite 330	Barkly Wharf	Le Caudan Waterfront	SW1P 1SB			19,533.69	None
Payzone UK Limited	Davidson House	Gadbrock Park	Northwich	C GW9 7TW			3,233.21	None
The Pepper Corporation Ltd	Heddon House	149-151 Regent Street	London	W1B 4JD			1,175.00	None
The Pie Paid Awards Ltd	10 Greycoat Place	London		SW1P 1SB			2,347.65	None
Pixib	Holborn Hall	100 Gray's Inn Road	London	WC1X 8AL			168.83	None
Pure Recruitment Group Limited	160 Queen Victoria Street	London		EC4V 4BF			17,625.00	None
RDF Resources Ltd	2 Bartholomews	Brighton		BN1 1HG			16,450.00	None
Redlake Projects	2 Sheraton Street	London		W1F 8BH			881.25	None
Redmalt Limited	208 Durrant Court	Brook Street	Essex	CM1 1UE			481.75	None
Regus	Palazzo Towers West	Monterotondo	FourWay Joberg	STH AFRI			6,989.13	None
Rich UK Limited	Rich House	1 Plane Tree Crescent	Feltham	TW13 7HG			1,397.46	None
Royal Mail	Finance Service Centre	Royal Mail House	Stone Hill Road	BL4 9XX			1,072.84	None
R Raphael & Sons	Walton Lodge	Walton Street	Aylesbury	HP21 7DY			99,449.28	None
RR Donnelley	Global Document Solutions	Tower Close	Huntingdon	PE29 7YD			4,780.23	None
R & Banquiers	11a Strasse 15	Postfach	8022 Zurich		Schweiz		0	None
Smith & Williamson	25 Moorgate	London		EC2R 6AY			16,802.50	None
SBC Worldwide	80 Broad Street	5th Floor	New York	NY 10004			711.98	None
Andrew Schultz	The Brewery	Sheldon Barns	Mansel Lacy	HR4 7HP	Hereford		0.01	None
SEANOR							1,500.00	None
Senitor Associates Limited	Courthill House	Water Lane	Wimslow	SK9 5AP	Cheshire		27,318.75	None
Ami Sharma	10 Magdalene Gardens	Russell Lane	Whetstone	N20 0AF	London		239.12	None
Sinetric International	P.O. Box 16-5413	Beirut	Lebanon				9,020.32	None
SLC Registrars	Thames House	Portsmouth Road	Essex	KT10 9AD	Surrey		1,118.34	None
Southern Electric	Scottish and Southern Energy	200 Bunkeld Road	Preth	PH1 3GH			493.32	None
Symmetrix Inc	110-850 Trafalgar Court	Malland	FL 32751				0.00	None
Shreechar Sena	Flat 17	Gainsborough House	Cassilis Road	E14 9LQ			0.00	None
Tamar (Kahnel 4U)							20,000.00	None
TD Michell							1,893.99	None
Telsra Limited	Registered Office	Telstra House	21 Tabernacle Street	EC2A 4DE	London			None
Thames Card Technology	Thames House	Arterial Road	Rayleigh	SS8 7UQ	Essex		2,160.28	None

Universal Business Travel	Westcombe House	56/58 Whitcomb Street	London		WC2H 7DN	5,700.00	None
Michael Van Klink	16 Wansford Close	Brenwood	Essex		CM14 4PU	0.00	None
Vyborg Computing LTD	42 Kingfisher Close	Bishop Cuthbert	Hartlepool		TS26 0GA	11,834.70	None
Welbeck Associates	31 Harley Street	London			W1G 9QS	15,466.94	None
Wekmans Attorneys	Private Bag 10015	Sandton	2146	Johannesburg	SA	5,331.21	None
KWA - Kenneth West Associates						1,000.00	None
City of Westminster	Westminster Council, Business Rate	Business Rates	P.O. Box 4010	London	SW1E 6QY		None
Richard Wray - Expenses	56 Hawksey Drive	Nantwich	Cheshire		CWS 7GF	774.82	None
Yes Telecom	Towers Business Park	Didbury	Wilmslow Road	Manchester	M20 2RY	-17.63	None
Staple Inn Recruitment Limited	Wellington House	Ashford	Kent		TN23 1RE		None
Universal Business Travel Limited	1st Medlicott & Benson	23 Haymarket	London		SW1Y 4DG		None

Total 985,506.69

Other Unsecured Creditors

Bardays Bank Plc 7th Floor 180 Oxford Street London W1D 1EA 1,389.00



APPENDIX C (i)

**Summary of Joint Administrators' Receipts and Payments
for the period from 2 March 2009 to 22 April 2009**

	Estimated Statement of Affairs £	Fixed Charge £	Floating Charge £	Total £
RECEIPTS				
Intellectual Property	-	20,000.00	-	20,000.00
Goodwill	-	20,000.00	-	20,000.00
	-	40,000.00	-	40,000.00
Sundry Receipt		5,000.00	-	5,000.00
		45,000	-	45,000.00
PAYMENTS				
Statutory Advertising		312.75	-	312.75
Bordereau Fee		25.00	-	25.00
IT Licence Fee		75.00	-	75.00
IT Services		7,500.00	-	7,500.00
Sundry Expenses/Disbursements		28.00	-	28.00
VAT		64.32	-	64.32
		8,005.07	-	8,005.07
BALANCE IN HAND		36,994.93	-	36,994.93

Leonard Curtis
One Great Cumberland Place
London W1H 7LW

M C Healy
N A Bennett
Joint Administrators



APPENDIX C (ii)

**Summary of Joint Administrators' Receipts and Payments
for the period from 2 March 2009 to 22 April 2009**

	Estimated Statement of Affairs	
	£	£
RECEIPTS		
Goodwill	39,999	5,000.00
Intellectual Property	40,000	-
Trade Debtors	50,000	-
Office Equipment	20,000	-
Furniture & Fittings	10,000	-
	<hr/>	<hr/>
	159,999	5,000.00
	<hr/>	
PAYMENTS		
Statutory Advertising	75.60	
Bordereau Fee	260.00	
IT Licence Fee	75.00	
Sundry Expenses/Disbursements	163.07	
Pre-Appointment Costs	3,512.50	
VAT	590.32	4,676.49
	<hr/>	<hr/>
BALANCE IN HAND		323.51
		<hr/>

Leonard Curtis
One Great Cumberland Place
London W1H 7LW

M C Healy
N A Bennett
Joint Administrators



APPENDIX D (i)

Summary of Joint Administrators' Time Costs from 2 March 2009 to 16 April 2009

	Director		Senior Manager		Manager 2		Assistant		Support		Total		Average
	Units	Cost £	Units	Cost £	Units	Cost £	Units	Cost £	Units	Cost £	Units	Cost £	Hourly Rate £
Statutory & Review	-	-	-	-	195	3,900.00	-	-	-	-	195	3,900.00	200.00
Assets	80	3,600.00	95	3,087.50	198	3,960.00	-	-	-	-	373	10,647.50	285.46
Liabilities	30	1,350.00	58	1,885.00	55	1,100.00	-	-	2	15.00	145	4,350.00	300.00
Trading	-	-	-	-	21	420.00	-	-	-	-	21	420.00	200.00
Debenture Holder	10	450.00	20	650.00	40	800.00	-	-	-	-	70	1,900.00	271.43
General Administration	-	-	20	650.00	30	600.00	-	-	-	-	50	1,250.00	250.00
Appointment	-	-	-	-	-	-	13	130.00	-	-	13	130.00	100.00
Total	120	5,400.00	193	6,272.50	539	10,780.00	13	130.00	2	15.00	867	22,597.50	
Average Hourly Rate (£)		<u>450.00</u>		<u>325.00</u>		<u>200.00</u>		<u>100.00</u>		<u>75.00</u>		<u>260.64</u>	

All Units are 6 minutes



APPENDIX D (ii)

Summary of Joint Administrators' Time Costs from 2 March 2009 to 16 April 2009

	Director		Senior Manager		Manager 2		Total		Average
	Units	Cost £	Units	Cost £	Units	Cost £	Units	Cost £	Hourly Rate £
Statutory & Review	-	-	1	32.50	120	2,400.00	121	2,432.50	201.03
Assets	70	3,150.00	115	3,737.50	518	10,360.00	703	17,247.50	245.34
Liabilities	-	-	145	4,712.50	311	6,220.00	456	10,932.50	239.75
Trading	70	3,150.00	-	-	16	320.00	86	3,470.00	403.49
General Administration	20	900.00	10	325.00	180	3,600.00	210	4,825.00	229.76
Post Appointment Creditor Reporting	-	-	-	-	140	2,800.00	140	2,800.00	200.00
Investigations	20	900.00	-	-	-	-	20	900.00	450.00
Total	180	8,100.00	271	8,807.50	1,285	25,700.00	1,736	42,607.50	
Average Hourly Rate (£)		<u>450.00</u>		<u>325.00</u>		<u>200.00</u>		<u>245.43</u>	

All Units are 6 minutes

All Units are 6 minutes



APPENDIX E (i)

Summary of Joint Leonard Curtis' Time Costs from 13 February 2009 to 2 March 2009

	Director		Senior Manager		Manager 2		Assistant		Total		Average Hourly Rate £
	Units	Cost £	Units	Cost £	Units	Cost £	Units	Cost £	Units	Cost £	
Financial assessment	-	-	10	325.00	40	800.00	-	-	50	1,125.00	225.00
Strategy & purpose evaluation	-	-	10	325.00	67	1,340.00	-	-	77	1,665.00	216.23
Preparation of documents	-	-	-	-	35	700.00	-	-	35	700.00	200.00
Chargeholder	10	450.00	-	-	-	-	-	-	10	450.00	450.00
Court related issues	-	-	-	-	-	-	13	130.00	13	130.00	100.00
<hr/>											
Total	10	450.00	20	650.00	142	2,840.00	13	130.00	185	4,070.00	
<hr/>											
Average Hourly Rate (£)		<u>450.00</u>		<u>325.00</u>		<u>200.00</u>		<u>100.00</u>		<u>220.00</u>	

All Units are 6 minutes



APPENDIX E (ii)

Summary of Leonard Curtis' Time Costs from 27 February 2009 to 2 March 2009

	Director		Senior Manager		Manager 2		Assistant		Total		Average
	Units	Cost £	Units	Cost £	Units	Cost £	Units	Cost £	Units	Cost £	Hourly Rate £
Financial assessment	-	-	10	325.00	60	1,200.00	-	-	70	1,525.00	217.86
Preparation of documents	10	450.00	15	487.50	45	900.00	-	-	70	1,837.50	262.50
Court related issues	-	-	-	-	-	-	15	150.00	15	150.00	100.00
<hr/>											
Total	10	450.00	25	812.50	105	2,100.00	15	150.00	155	3,512.50	
<hr/>											
Average Hourly Rate (£)		<u>450.00</u>		<u>325.00</u>		<u>200.00</u>		<u>100.00</u>		<u>226.61</u>	

All Units are 6 minutes



APPENDIX F

CHARGE OUT RATES AND POLICY REGARDING STAFF ALLOCATION, SUPPORT STAFF, THE USE OF SUBCONTRACTORS AND THE RECHARGE OF DISBURSEMENTS

The following information relating to the policy of Leonard Curtis is considered to be relevant:

Charge out Rates

With effect from 1 January 2005 the following hourly charge out rates apply to all assignments undertaken by Leonard Curtis:

Director	£450
Senior Manager	£325
Manager 1	£250
Manager 2	£200
Manager 3	£175
Administrator	£150
Assistant	£100
Support	£75

Staff Allocation, Support Staff and the Use of Subcontractors

We take an objective and practical approach to each assignment which includes active director involvement from the outset. Other directors of staff will be assigned on the basis of experience and specific skills to match the needs of the case. Time spent by secretarial and other support staff on specific case related matters, e.g. report despatching, is charged. Details of any subcontractor(s) used are given in the attached report.

Professional Advisors

Details of any professional advisor(s) used are given in the attached report. Unless otherwise indicated the fee arrangement for each will be based on hourly charge out rates, which are reviewed on a regular basis, together with the recovery of relevant disbursements.

The choice of professional advisors will be based around a number of factors including, but not restricted to, their expertise in a particular field, the complexity or otherwise of the assignment and their geographic location.

Disbursements

Specific expenditure relating to the administration of a particular case is recoverable without approval and is referred to as a "category 1 disbursement". Category 1 disbursements will generally comprise supplies of incidental services specifically identifiable to the case, typically for items such as identifiable telephone calls, postage, case advertising, invoiced travel and properly reimbursed expenses, including car mileage at 40p a mile, incurred by personnel in connection with the case. Also included will be services specific to the case where these cannot practically be provided internally such as printing, room hire and document storage.

Where we propose 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, documents storage or communication facilities provided by us) they must be disclosed and be authorised by those responsible for approving the administrators' remuneration. Such expenditure is referred to as a "category 2 disbursement". The following items of expenditure are recharged on this basis and are believed to be in line with the cost of external provision:

Internal photocopying	10p per copy
General stationery, postage, telephone etc	£100 per 100 creditors/ directors or part thereof
Room Hire	£100
Storage of office files (6 years)	£85.40 per box



APPENDIX G

EXTRACTS FROM INSOLVENCY RULES 1986

RULE 2.38(1)

- (1) Subject as follows, at a meeting of creditors in administration proceedings a person is entitled to vote only if:-
- (a) he has given to the administrator, not later than 12.00 hours on the business day before the day fixed for the meeting, details in writing of the debt which
 - (i) he claims to be due to him from the company; or
 - (ii) in relation to a member State liquidator, is claimed to be due to creditors in proceedings in relation to which he holds office;
 - (b) the claim has been duly admitted under the following provisions of this Rule; and
 - (c) there has been lodged with the administrator any proxy which he intends to be used on his behalf.

Details of the debt must include any calculation for the purposes of rules 2.40 to 2.42 (secured creditors, holders of negotiable instruments, retention of title creditors and hire-purchase, conditional sale and chattel leasing agreements).

RULE 2.43 (1) & (2)

- (1) Subject to paragraph (2), at a creditors' meeting in administration proceedings, a resolution is passed when a majority (in value) of those present and voting, in person or by proxy, have voted in favour of it.
- (2) Any resolution is invalid if those voting against it include more than half in value of the creditors to whom notice of the meeting was sent and who are not, to the best of the chairman's belief, persons connected with the company.

Notice of a meeting of creditors

Name of Company ALTAIR FINANCIAL SERVICES INTERNATIONAL PLC	Company number 05528312
In the High Court of Justice [full name of court]	Court case number 11468 of 2009

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

Notice is hereby given by (a) M C Healy & N A Bennett of Leonard Curtis

One Great Cumberland Place, Marble Arch, London, W1H 7LW

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

that a meeting of the creditors of (b) ALTAIR FINANCIAL SERVICES INTERNATIONAL PLC,

One Great Cumberland Place, Marble Arch, London, W1H 7LW

(c) Insert details of place of meeting

is to be held at (c) One Great Cumberland Place, Marble Arch, London, W1H 7LW

(d) Insert date and time of meeting

on (d) 8 May 2009 at 11.30 am

The meeting is:

* Delete as applicable

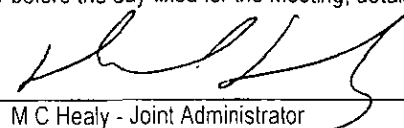
- *(1) an initial creditors' meeting under paragraph 51 of Schedule B1 to the Insolvency Act 1986 ("the Schedule");
~~*(2) an initial creditors' meeting requested under paragraph 52(2) of the Schedule;~~
~~*(3) to consider revisions to my proposals under paragraph 54(2) of the Schedule;~~
~~*(4) a further creditors' meeting under paragraph 56 of the Schedule;~~
~~*(5) a creditors' meeting under paragraph 62 of 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.

In order to be entitled to vote under Rule 2.38 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


M C Healy - Joint Administrator

Dated

22 April 2009

* Delete as applicable

A copy of the *proposals ~~/revised proposals~~ is attached

Notice of a meeting of creditors

Name of Company ALTAIR FINANCIAL SERVICES LIMITED	Company number 05331608
In the High Court of Justice [full name of court]	Court case number 11514 of 2009

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

Notice is hereby given by (a) M C Healy & N A Bennett of Leonard Curtis

One Great Cumberland Place, Marble Arch, London, W1H 7LW

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

that a meeting of the creditors of (b) ALTAIR FINANCIAL SERVICES LTD,

One Great Cumberland Place, Marble Arch, London, W1H 7LW

(c) Insert details of place of meeting

is to be held at (c) One Great Cumberland Place, Marble Arch, London, W1H 7LW

(d) Insert date and time of meeting

on (d) 8 May 2009 at 11.30 am

The meeting is:

* Delete as applicable

*(1) an initial creditors' meeting under paragraph 51 of Schedule B1 to the Insolvency Act 1986 ("the Schedule");
~~*(2) an initial creditors' meeting requested under paragraph 52(2) of the Schedule;~~
~~*(3) to consider revisions to my proposals under paragraph 54(2) of the Schedule;~~
~~*(4) a further creditors' meeting under paragraph 56 of the Schedule;~~
~~*(5) a creditors' meeting under paragraph 62 of 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.

In order to be entitled to vote under Rule 2.38 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


M C Healy - Joint Administrator

Dated

22 April 2009

* Delete as applicable

A copy of the *proposals ~~revised proposals~~ is attached

Rule 8.1 Insolvency Act 1986
PROXY (ADMINISTRATION)

IN THE MATTER OF ALTAIR FINANCIAL SERVICES INTERNATIONAL PLC

and

IN THE MATTER OF THE INSOLVENCY ACT 1986

Insert the name of the company

Notes to help the completion of
the form

Name of creditor

Please give full name and address
for communication

Address

Please insert name of person (who
must be 18 or over) or the
"chairman of the meeting" (see note
below). 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.

Name of Proxy-holder

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 8 May 2009 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 Administrators' proposals/revised proposals* as circulated

2 For the appointment of _____ of

as a member of the creditors' committee

(If no creditors committee is appointed)

3 That the basis of the Administrators' remuneration be fixed by reference to the time properly given by the Administrators and their staff in attending to matters arising in the Administration and that they be authorised to draw fees on account of time costs incurred, as and when funds permit.

For / Against

4 That the basis of the recharge of the Administrators' category 2 disbursements be fixed by reference to the rates set out in paragraph 9.6 and Appendix F of their report dated 22 April 2009 and that they be authorised to be reimbursed such disbursements as and when funds permit.

For / Against

5 That the Administrators be discharged from liability in respect of any action(s) of theirs as Administrators pursuant to the provisions of paragraph 98(1) of Schedule B1 to the Insolvency Act 1986, immediately upon their appointment ceasing to have effect.

For / Against

Signature _____ Date

Name in CAPITAL LETTERS

This form must be signed

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

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

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

Rule 8.1 Insolvency Act 1986
PROXY (ADMINISTRATION)

IN THE MATTER OF ALTAIR FINANCIAL SERVICES LIMITED
 and
 IN THE MATTER OF THE INSOLVENCY ACT 1986

Insert the name of the company

Notes to help the completion of
 the form

Name of creditor

Please give full name and address
 for communication

Address

Please insert name of person (who
 must be 18 or over) or the
 "chairman of the meeting" (see note
 below). 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.

Name of Proxy-holder

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 8 May 2009 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 Administrators' proposals/revised proposals* as circulated

2 For the appointment of _____ of

as a member of the creditors' committee

(If no creditors committee is appointed)

3 That the basis of the Administrators' remuneration be fixed by reference to the time properly given by the Administrators and their staff in attending to matters arising in the Administration and that they be authorised to draw fees on account of time costs incurred, as and when funds permit.

For / Against

4 That the basis of the recharge of the Administrators' category 2 disbursements be fixed by reference to the rates set out in paragraph 9.6 and Appendix F of their report dated 22 April 2009 and that they be authorised to be reimbursed such disbursements as and when funds permit.

For / Against

5 That the Administrators be discharged from liability in respect of any action(s) of theirs as Administrators pursuant to the provisions of paragraph 98(1) of Schedule B1 to the Insolvency Act 1986, immediately upon their appointment ceasing to have effect.

For / Against

Signature _____ Date

Name in CAPITAL LETTERS

This form must be signed

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

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

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