

The Insolvency Act 1986

Administrator's progress report**2.24B**

Name of Company IC Realisations 2008 Limited (formerly Intecare Limited)	Company number 03888248
In the High Court Court of Justice, Chancery Division, Companies Court (full name of court)	For court use only 10799 of 2008

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

We (a) Jason James Godefroy and Geoffrey Wayne Bouchier of MCR, 43-45 Portman Square, London, W1H 6LY.

Administrator(s) of the above company attach a progress report for the period

From

To

(b) Insert date

(b) 4 December 2008	(b) 3 June 2009
---------------------	-----------------

Signed

Joint Administrator

Dated

29/06/09

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 searches of the public record

MCR
43-45 Portman Square
London
W1H 6LY

Tel: 020 7487 7240

WEDNESDAY



A08 *A02UYB6L* 188
01/07/2009
COMPANIES HOUSE

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

Companies House, Crown Way, Cardiff CF14 3UZ

DX 33050 Cardiff

**IC Realisations 2008 Limited (formerly Intecare Limited)
(In Administration)**

**Joint Administrators' Progress Report to Creditors
for the period from 4 December 2008 to 3 June 2009
pursuant to Rule 2.47(1) of the
Insolvency Rules 1986 as amended**

29 June 2009



A08

A02VHB65
01/07/2009
COMPANIES HOUSE

169



CORPORATE
RESTRUCTURING

Names of Joint Administrators: Jason James Godefroy
Geoffrey Wayne Bouchier

Date of appointment: 4 December 2008

Date of report: 29 June 2009

Appointed by: Directors of the company

Court reference: High Court of Justice, Chancery Division, Companies Court, The Strand, London. No. 10799 of 2008

MCR
43-45 Portman Square
London
W1H 6LY



**CORPORATE
RESTRUCTURING**

CONTENTS

1. Introduction
2. Joint Administrators' Report and Statement of Proposals
3. Progress of the Administration
4. Investigation
5. Dividend prospects / Prescribed Part
6. Joint Administrators' receipts and payments account
7. Costs and expenses
8. EC Regulations
9. Conclusion and ending the Administration
10. Next report

APPENDICES

1. Statutory information
2. Joint Administrators' receipts and payments account
3. Analysis of time costs



1. INTRODUCTION

- 1.1 Geoffrey Bouchier and I, both of MCR, were appointed Joint Administrators of IC Realisations 2008 Limited (formerly Intecare Limited) ("the Company") on 4 December 2008 by the directors of the Company pursuant to Paragraph 22 of Schedule B1 to the Insolvency Act 1986 ("the Act").
- 1.2 In accordance with Paragraph 100(2) of Schedule B1 to the Act, the functions of the Joint Administrators are being exercised by either of the Administrators.
- 1.3 The purpose of this report is to provide creditors with details of the progress of the Administration, in accordance with Rule 2.47(1) of the Rules for the six month period to 3 June 2009.

2. JOINT ADMINISTRATORS' REPORT AND STATEMENT OF PROPOSALS

- 2.1 I issued my Report to Creditors together with the Statement of Proposals ("the Proposals") on 23 January 2009.
- 2.2 In accordance with Paragraph 52(1) of Schedule B1 to the Act, a creditors' meeting was not required to be held as there will be insufficient realisations to enable a distribution to non-preferential creditors. No meeting was convened and in accordance with Rule 2.33(5) of the Insolvency Rules 1986, the Administrators' proposals were approved by the secured creditor, Bank of Scotland plc ("the Bank") on 12 February 2009.
- 2.3 As advised in the Proposals, the purpose of the Administration is to achieve one of the following objectives:
- Rescuing the Company as a going concern; or
 - Achieving a better result for the Company's creditors as a whole than would be likely if the Company were wound up (without first being in Administration); or
 - Realising property in order to make a distribution to one or more secured or preferential creditors.
- 2.4 Given the Company's position at the date of Administration, I have focussed on achieving the second and third objectives.

3. PROGRESS OF THE ADMINISTRATION

Sale of Business

- 3.1 As set out in my earlier reports, the business and assets of the Company were sold to Blackbay Ventures Limited ("Blackbay"), as part of an agreement incorporating the sale of the business and assets of IH Realisations 2008 Limited and IPS Realisations 2008 Limited (Both In Administration), associated companies of the Company and collectively referred to as "the Group" hereafter. Blackbay is owned and managed by Sanjay Budhdeo, brother of Samir Budhdeo who is one of the directors of the Company.

- 3.2 The sales consideration for the business and assets of the Group was £800,000 in total, which included £370,000 for the business and assets of the Company. The sales consideration has been deferred and is payable in instalments, the last of which is due on 31 October 2009. The deferred consideration has been personally guaranteed by Sanjay Budhdeo together with a corporate guarantee provided by Zanrex Limited, a company over which Sanjay Budhdeo has control.

- 3.3 Set out below is a schedule of payments due and received to date:

Date due	Amount due (£)	Amount received (£)
31 January 2009	148,000	148,000
30 April 2009	74,000	42,241
30 June 2009	29,600	-
31 July 2009	29,600	-
31 August 2009	29,600	-
30 September 2009	29,600	-
31 October 2009	29,600	-
Total	<u>370,000</u>	<u>190,241</u>

- 3.4 As can be seen from the above table, the instalments have not been received in line with the sale agreement. The current shortfall in payments is currently being reviewed together with assurances as to the timing and quantum of the remaining amounts.

Asset Realisations

Cash at bank

- 3.5 The Company operated current accounts with National Westminster Bank plc. On 6 February 2009, the balance on the Company's account of £24,399 was received from the bank. Some of the monies received relate to post appointment debtors and may be due to Blackbay. An amount of £20,956 has been offset against the deferred consideration.

Sundry refunds

- 3.6 A refund of £2,629 has been received from the rating authority in respect of prepaid rates on the Company's previous trading premises.

Solicitor Surplus

- 3.7 A payment of £402 was received from Matthew Arnold & Baldwin LLP on 14 April 2009.

Other matters

- 3.8 The lease of the Company's former trading premises has been assigned to Blackbay. No value was attributed to the lease and no liability in respect of this property has been incurred by the Administrators.



4. INVESTIGATION

- 4.1 I have a statutory obligation to file a report with the Department for Business, Enterprise & Regulatory Reform regarding the conduct of all directors of the Company that served in the three years prior to the appointment. The content of this report is confidential and was submitted to the Insolvency Practitioners Compliance Unit on 3 June 2009.
- 4.2 However, my investigations into the Company's affairs are currently ongoing. I Joint Administrators cannot, detail the nature of these investigations. Should any of the Company's creditors have information concerning the Company's affairs that they would like to bring to the Joint Administrators' attention, please contact this office.

5. DIVIDEND PROSPECTS / PRESCRIBED PART

Secured Creditors

- 5.1 The Company was provided with an overdraft facility by the Bank which stood at £1,110,512 at the date of my appointment. The overdraft was secured by way of fixed and floating charges over the assets of the Company.
- 5.2 To date, no distribution has been made to the Bank and there will not be sufficient funds to repay its lending in full.

Preferential Creditors

- 5.3 No preferential creditor claims have been received. The employees of the Group were transferred to Blackbay following the sale of the business and assets and the Transfer of Undertakings (Protection of Employment) Regulations 2006 may therefore apply.

Prescribed Part

- 5.4 Pursuant to Section 176A of the Act, where a floating charge is created after 15 September 2003 a Prescribed Part of the Company's net property shall be made available to non-preferential creditors.
- 5.5 The Prescribed Part is calculated as a percentage of net property, as follows:
- | | |
|------------------------------------|---|
| Net property less than £10,000: | 50% unless the costs of distribution are greater than the benefit to creditors. |
| Net property greater than £10,000: | 50% up to £10,000 plus 20% thereafter to a maximum of £600,000. |
- 5.6 The maximum value of the ring-fenced proportion of the funds, known as the "Prescribed Part", is £600,000.
- 5.7 Based on current information, I estimate that, after allowing for costs, the value of the Company's net property will be minimal. The Prescribed Part will apply, depending on the deferred consideration being received.



Non Preferential Creditors

- 5.8 According to the directors' statement of affairs, there are no non-preferential creditors as the Company did not trade.
- 5.9 Claims have however been received totalling £67,394, primarily as a result of finance agreements entered into by the Company and claims from HM Revenue and Customs in respect of unpaid VAT.
- 5.10 Although the Company did not trade, it operated the Group's main bank account and consequently some of the supply contracts were in the Company's name.
- 5.11 Based upon the current information available there will not be a distribution to the non-preferential creditors of the Company, other than from the Prescribed Part.

6. JOINT ADMINISTRATORS RECEIPTS AND PAYMENTS ACCOUNT

- 6.1 A detailed receipts and payments account for the period 4 December 2009 to 3 June 2009 is shown at Appendix 2, together with the accumulative period.
- 6.2 As at 29 June 2009 there was a cash balance of £179,293.

7. COSTS AND EXPENSES

- 7.1 The time costs of my staff and I are analysed at Appendix 3 in accordance with the Statement of Insolvency Practice 9.
- 7.2 To date, my time costs total £27,407.
- 7.3 I have drawn £15,000 plus disbursements and VAT as remuneration.
- 7.4 The Proposals were approved by the secured creditor who permitted remuneration to be drawn on a time cost basis.

8. EC REGULATIONS

- 8.1 It is the my opinion that the EC Regulation on Insolvency Proceedings 2000 ("EC Regulation") apply and these proceedings are main proceedings as defined in Article 3 of the EC Regulation. The centre of main interest of the Company is in England.

9. CONCLUSION AND ENDING THE ADMINISTRATION

- 9.1 The Proposals advised that the Administration automatically comes to an end after one year, unless an extension is granted by the Court or with the creditors' consent.
- 9.2 It is my belief that the Company has insufficient funds to enable a distribution to non-preferential creditors, other than from the Prescribed Part. Therefore, once I have concluded my investigations and paid a final distribution to the Bank and the Prescribed Part to creditors, if appropriate, I will proceed to dissolve the Company.



- 9.3 A Notice to move from Administration to Dissolution – Form 2.35B ("the Notice") will be submitted to the Registrar of Companies, pursuant to Paragraph 84 of Schedule B1 to the Act.
- 9.4 Following registration of the Notice by the Registrar of Companies, the Joint Administrators appointment will cease to have effect, and they will be discharged from liability under Paragraph 98(3) of Schedule B1 to the Act.
- 9.5 After a period of three months beginning with the date of the Notice being registered by the Registrar of Companies the Company will be dissolved.

10. NEXT REPORT

- 10.1 I am required to provide a Progress Report within one month of the end of the next six months of the Administration. This report will be provided no later than 3 January 2010 or earlier if the Administration has been finalised.
- 10.2 If you have any queries or require any further assistance, please do not hesitate to contact my colleague Neil Dyer of this office.



Jason Godefroy
Joint Administrator

Enc

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

APPENDIX 1

Statutory information



CORPORATE
RESTRUCTURING

STATUTORY INFORMATION

Date of incorporation 3 December 1999

Registered number 03888248

Company directors Samir Budhdeo
Amarjit Hundal
Mathew Joshy
Sunil Thakker

Company secretary Samir Budhdeo

Shareholders	No of ordinary shares
Amar Budhdeo	10
Kalpna Budhdeo	10
Samir Budhdeo	10
Urmila Budhdeo	10
Amarjit Hundal	50
Pravin Budhdeo	<u>10</u>
	<u>100</u>

Trading address 7 Curo Park
Park Street
Frogmore
St Albans
Hertfordshire
AL2 2DD

Registered office	Current:	Formerly:
	43-45 Portman Square London W1H 6LY	Westbury House 23-25 Bridge Street Pinner Middlesex HA5 3HR

Any other trading names Medicare Express Limited

Financial information	Period Ended 31 December 2007 (Draft) £	Period Ended 31 December 2006 (Draft) £
Turnover	Nil	Nil
Operating Profit	8,565	79,381
Retained profit for the year	78,926	254,587



CORPORATE
RESTRUCTURING

APPENDIX 2

Joint Administrators' receipts and payments account



CORPORATE
RESTRUCTURING

IC Realisations 2008 Limited (formerly Intecare Limited)
(In Administration)
Joint Administrators' Abstract of Receipts & Payments

Statement of Affairs	From 04/12/2008 To 03/06/2009	From 04/12/2008 To 29/06/2009
	ASSET REALISATIONS	
	Cash at Bank	3,443.06
	Rates Refund	2,628.78
	Solicitor Surplus	402.49
370,000.00	Intercompany Debt	190,241.44
	<u>95,706.81</u>	<u>190,241.44</u>
	102,181.14	196,715.77
	COST OF REALISATIONS	
	Joint Administrators' Remuneration	(15,000.00)
	Joint Administrators' Disbursements	(148.54)
	Bank Charges	(2.10)
	<u>(2.10)</u>	<u>(2.10)</u>
	(15,150.64)	(15,150.64)
	FLOATING CHARGE CREDITORS	
(1,110,512.00)	Bank of Scotland	NIL
	<u>NIL</u>	<u>NIL</u>
	NIL	NIL
	DISTRIBUTIONS	
(100,600.00)	Ordinary Shareholders	NIL
	<u>NIL</u>	<u>NIL</u>
	NIL	NIL
<u>(841,112.00)</u>	<u>87,030.50</u>	<u>181,565.13</u>
	REPRESENTED BY	
	VAT Receivable	2,272.28
	Floating / Main Current Account	179,292.85
		<u>181,565.13</u>

APPENDIX 3

Analysis of time costs



CORPORATE
RESTRUCTURING

IC Realisations 2008 Limited (In Administration)

Analysis of Joint Administrators' time costs for the period 4 December 2008 to 19 June 2009

Classification of Work Function	Hours					Total Hours	Time Cost	Average Hourly Rate
	Partner	Manager	Senior	Assistants	Support			
							£	£
Book debts	1.40	14.70	3.00	22.10		41.20	7,011.00	170.17
Cashiering & accounting		6.30	7.40	5.90		19.60	3,844.00	196.12
Investigations (inc. antecedant transactions)	0.50	5.90	1.20	12.10		19.70	3,308.00	167.92
CDDA reports	1.90	3.10	4.20	3.60		12.80	3,109.50	242.93
Financial review			4.40	6.70		11.10	1,503.00	135.41
Fixed charge assets	0.10	0.90		13.10		14.10	1,436.00	101.84
Floating charge assets	0.20		2.40	8.50		11.10	1,303.50	117.43
Forensic Sales Ledger Investigation	0.90	1.40	0.50	3.20		6.00	1,192.00	198.67
General admin		4.10				4.10	1,152.50	281.10
General correspondence		2.00	1.80	1.70		5.50	1,115.00	202.73
IPS set up & maintenance	1.70			1.00		2.70	825.00	305.56
Meetings		1.20		0.20		1.40	408.00	291.43
Proposals		1.40		0.10		1.50	380.00	253.33
Retention of title		0.60		1.00		1.60	257.00	160.62
Sale of business	0.20		0.50	0.40		1.10	211.00	191.82
Secured Creditors		0.60				0.60	171.00	285.00
Statement of affairs				1.00		1.00	90.00	90.00
Statutory meetings & reports				0.50		0.50	45.00	90.00
Strategy planning & control				0.30		0.30	27.00	90.00
Unsecured creditors				0.20		0.20	18.00	90.00
Total Hours	6.90	42.20	25.40	81.60		156.10	27,406.50	175.57
Total Fees Claimed (£)	2,961.00	12,093.00	5,136.00	7,216.50			27,406.50	

Category 1 Disbursements

Disbursement	£
Courts Advertising	93.64
Company Searches	37.00
Courier Costs	9.90
Travel & Subsistence	9.00
Total	149.54