

AM03

Notice of administrator's proposals



Companies House

For further information, please
refer to our guidance at
www.gov.uk/companieshouse

1 Company details

Company number 1 0 8 1 9 9 9 7

Company name in full Insect Technology Group Holdings UK Limited

→ Filling in this form

Please complete in typescript or in
bold black capitals.

2 Administrator's name

Full forename(s) Brian

Surname Johnson

3 Administrator's address

Building name/number Quadrant House

Street 4 Thomas More Square

Post town London

County/Region

Postcode E 1 W 1 Y W

Country

4 Administrator's name ①

Full forename(s) Peter

Surname Kubik

① Other administrator

Use this section to tell us about
another administrator.

5 Administrator's address ②

Building name/number Quadrant House

Street 4 Thomas More Square

Post town London

County/Region

Postcode E 1 W 1 Y W

Country

② Other administrator

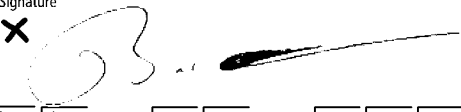
Use this section to tell us about
another administrator.

AM03
Notice of Administrator's Proposals

6 Statement of proposals

<input checked="" type="checkbox"/>	I attach a copy of the statement of proposals	
-------------------------------------	---	--

7 Sign and date

Administrator's Signature	<div>Signature</div> <div></div> <div>✗</div>	✗
Signature date	<div><div><div>d</div><div>1</div><div>d</div><div>4</div></div><div><div>m</div><div>0</div><div>m</div><div>4</div></div><div><div>y</div><div>2</div><div>y</div><div>0</div><div>y</div><div>2</div><div>y</div><div>1</div></div></div>	

AM03

Notice of Administrator's Proposals



Presenter information

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

Contact name Brian Johnson

Company name UHY Hacker Young LLP

Address Quadrant House

4 Thomas More Square

Post town London

County/Region

Postcode E 1 W 1 Y W

Country

DX

Telephone 020 7216 4600



Checklist

We may return forms completed incorrectly or with information missing.

Please make sure you have remembered the following:

- ☐ The company name and number match the information held on the public Register.
- ☐ You have attached the required documents.
- ☐ You have signed and dated the form.



Important information

All information on this form will appear on the public record.



Where to send

You may return this form to any Companies House address, however for expediency we advise you to return it to the address below:

The Registrar of Companies, Companies House,
Crown Way, Cardiff, Wales, CF14 3UZ.
DX 33050 Cardiff.



Further information

For further information please see the guidance notes on the website at www.gov.uk/companieshouse or email enquiries@companieshouse.gov.uk

This form is available in an alternative format. Please visit the forms page on the website at www.gov.uk/companieshouse

High Court of Justice, Business and Property Courts of England and Wales, Insolvency and Companies List No's: CR-2021-000257, CR-2021-000306, CR-2021-000307 and CR-2021-000308

**INSECT TECHNOLOGY GROUP HOLDINGS UK LIMITED ("HOLDINGS")
INSECT TECHNOLOGY GROUP LIMITED ("GROUP")
INSECT TECHNOLOGY GROUP RESEARCH UK LIMITED ("RESEARCH")
INSECT TECHNOLOGY GROUP SERVICES UK LIMITED ("SERVICES")
ALL IN ADMINISTRATION ("THE COMPANIES")**

THE JOINT ADMINISTRATORS' STATEMENT OF PROPOSALS

**Peter Kubik and Brian Johnson
The Joint Administrators**

**UHY Hacker Young LLP
Quadrant House, 4 Thomas More Square
London E1W 1YW
+44 207 216 4600
Email: d.dantis@uhy-uk.com**

Disclaimer

- This Statement of Proposals has been prepared by Brian Johnson and Peter Kubik, the Joint Administrators of The Companies, solely to comply with their statutory duty under Paragraph 49 of Schedule B1 of the Insolvency Act 1986 and for no other purpose. It is not suitable to be relied upon by any other person, or for any other purpose, or in any other context.
- Any estimated outcomes for creditors included in this Statement of Proposals are illustrative only and cannot be relied upon as guidance as to the actual outcomes for creditors.
- Any person that chooses to rely on this document for any purpose or in any context other than under paragraph 49 of Schedule B1 of the Insolvency Act 1986 does so at their own risk. To the fullest extent permitted by law, the Joint Administrators do not assume any responsibility and will not accept any liability in respect of this Statement of Proposals.
- The Joint Administrators act as agent for The Companies and contract without personal liability. The appointment of the Joint Administrators is personal to them and, to the fullest extent permitted by law; UHY Hacker Young LLP does not assume any responsibility and will not accept any liability to any person in respect of this Statement of Proposals or the conduct of the Administration.

Contents

1. Executive summary
2. Background to the Companies and company structure
3. Events leading to the Administration
4. The statutory purpose and objectives of the Administration
5. Events since the Joint Administrators' appointment
6. The Statement of Affairs and the outcomes for creditors
7. The Joint Administrators' fees
8. The Joint Administrators' expenses
9. The Joint Administrators' discharge
10. Approval process

Appendices

1. Definitions
2. Statutory information
3. Company structure
4. Executive summary of position
5. Financial information
6. Statement of pre-administration costs
7. Pre appointment time costs
8. Directors' estimated Statement of Affairs
9. Receipts and payments accounts and trading accounts
10. Estimated outcome statements
11. Narrative detail of the work to be undertaken
12. The Joint Administrators' expenses estimates
13. The Joint Administrators' statement of proposals
14. Decision procedure documents

1. Executive summary

- 1.1 This Statement of Proposals is being delivered to creditors on 15 April 2021.
- 1.2 The principal activity of the Companies was commercialising industrial scale insect based technologies to up cycle organic feed stocks. The Companies' registered office was 1 Farnham Road, Guildford, Surrey GU2 4RG. The Companies have subsidiaries, which traded from various locations including America, India, Singapore, South Africa, the Netherlands and Belgium.
- 1.3 Brian Johnson and Peter Kubik of UHY Hacker Young LLP were appointed as Joint Administrators of the Companies on 22 February 2021 by the directors of the Companies.
- 1.4 An executive position for each of the Companies is attached, at Appendix 4.
- 1.5 Definitions of the terms used in this Proposal are provided, in Appendix 1.

2. Background to the Companies

- 2.1 The Companies principal activity focuses on commercialising industrial scale insect-based technologies to up cycle organic feed stocks.
- 2.2 The Companies have been working with several species of insect, in particular the black soldier fly, to develop the technology to provide a range of insect-derived products, including protein, oil and soils.
- 2.3 The group structure is attached, at Appendix 2, together with statutory information for each entity.

Holdings

- 2.4 As you will note from the group structure, Holdings has 100% of the shares of Research, Services and Group. Further information on each of these subsidiaries is below. In addition, it is also a 100% shareholder of Multicycle Technologies UK Limited and AgriProtein (Gibraltar) Limited, however neither of these companies are in an insolvency process.
- 2.5 Holdings employed four members of staff, one of which, the Chief Financial Officer "CFO", was retained to assist with the administration. All other staff were made redundant prior to the administration.
- 2.6 Funding was obtained by way of a secured loan, loan notes and shareholder funds. It holds the only bank account for the group and funds all subsidiaries by way of intercompany loans.

Research

- 2.7 There are no employees within this entity. This company's sole purpose was to hold the intellectual property, including, without limitation, the brand, trademarks and website.

Services

- 2.8 This entity employs six of the UK employees and two non-UK employees. Three key UK employees have been retained to assist with the on-going management of the businesses, which includes the financial controller and members of the accounts team, one of which was made redundant on 17 March 2021. The two non-UK employees have been retained, one of whom is the global IT manager and the other is the biology research manager. All UK employees were historically paid directly by Holdings but accounted for by intercompany loans.
- 2.9 The Company's sole asset is the subsidiary in India, ITGPro Support Services India Private Limited, in which it owns 100% of the shares. This company continues to trade albeit in a limited manner.

Group

- 2.10 Group's assets consist of the following wholly owned subsidiaries – Insect Technology Group USA Inc., AgriProtein Singapore PTE Limited, The Insectory B.V. and Circular Organics N.V.
- 2.11 Insect Technology Group USA Inc., via AgriProtein California LLC, owns shares in Bioko LP and Bioko GP Inc.; the American joint venture trading entities. The joint venture is with PreZero US Inc.
- 2.12 AgriProtein Singapore PTE Limited is currently undertaking a wind down of the business.
- 2.13 The Insectory B.V. is a Dutch entity which currently has limited activity.
- 2.14 Circular Organics N.V. is a Belgian entity which currently has limited activity.
- 2.15 Statutory information on the Companies and extracts from the most recent accounts are provided at Appendix 2. Please note that this information has not been verified by the Joint Administrators or by UHY Hacker Young LLP.

3. Events leading to the Administration

- 3.1 Brian Johnson was first approached by Richard Ash, representing Twynam Investments Pty Limited ("Twynam"), the secured creditor of IGTH, on 22 September 2020, to discuss the financial position of the Companies and the possibility of obtaining additional financing. No formal advice was provided and no instruction took place at that stage.

- 3.2 Twynam provided an additional update of the position in early February 2021. Due to the changing financial position of the Companies and the withdrawal of future potential funding, Brian Johnson was put in contact with Mark Williams, the CFO, on 9 February 2021.
- 3.3 Brian Johnson and Peter Kubik of UHY Hacker Young LLP were appointed Joint Administrators of the Companies on 22 February 2021, following the filing of a notice of appointment of administrators by each company's respective directors.
- 3.4 Attached, at Appendix 7, is an account of the work undertaken prior to the Joint Administrators' appointment and the costs associated with that work.
- 3.5 These proceedings are proceedings to which the EU Regulation as it has effect in the law of the United Kingdom does not apply.

Ethical considerations

- 3.6 Prior to the Joint Administrators' appointment, a review of ethical issues was undertaken and whilst there was a concurrent appointment of the Companies, no ethical threats were identified. A further review has been carried out and no threats have been identified in respect of the management of the insolvency appointment to date.

4. The statutory purpose and the objectives of the Administrations

- 4.1 Administrators must perform their functions with the objective of achieving the purpose of administration set out in paragraph 3(1) of Schedule B1 of the Insolvency Act 1986 ("Purpose") as amended which is:
- rescuing the company as a going concern;
 - or if that is not possible, then achieving a better result for the creditors as a whole than would be likely to be achieved if the Companies were wound up (without first being in administration);
 - or if that is not possible, realising property in order to make a distribution to one or more secured or preferential creditors.
- 4.2 The first part of the Purpose may be achievable if offers are received from interested parties for the refinancing or restructure of the Companies rather than the business and assets. Whilst there has been interest, it is uncertain at this stage as to whether such a sale or restructuring will be achievable. If this is a possibility, a restructure of the existing business may be required or a company voluntary arrangement or compromise or arrangement under Part 26A Companies Act 2006 ("Restructuring Plan") proposed. However, in the event that this is not achievable, the second part of the Purpose shall be pursued.

- 4.3 The second part of the Purpose is normally achieved by means of a sale of the business and assets as a going concern or a more orderly sales process than in liquidation. A sale of the business and assets of all Companies is being sought and the marketing exercise is on-going. Further information in this respect is in section 5. The Joint Administrators believe that, in the event that the first part of the Purpose cannot be achieved, the outcome of this strategy will provide a better return for the creditors of all Companies, than if the Companies had been placed into liquidation.
- 4.4 A detailed account of how the Joint Administrators have sought to achieve the Purpose of the administration since their appointment is set out below.

5. Events since the Joint Administrators' appointment

- 5.1 Prior to the Joint Administrators' appointment, a review of the Companies' affairs was undertaken with particular regard to its financial and resource requirements and a cash flow forecast for the on-going trading of the four Companies to the end of April 2021 was prepared. This assessment was carried out in liaison with the remaining management of the Companies to ascertain whether the Companies could fund their on-going business whilst a marketing process was undertaken.

The Companies' business and assets

- 5.2 The Joint Administrators have instructed Gordon Brothers, who are professional independent agents with adequate professional indemnity insurance, to assist with the sale of the Companies using a global marketing campaign. Gordon Brothers have offices internationally and as such their global reach and knowledge of the administration and insolvency processes was considered to be beneficial to the process.
- 5.3 Interested party enquiries are being handled by Gordon Brothers, who require a non-disclosure agreement ("NDA") to be signed prior to granting access to the data room. Due to the sensitive information available in the data room, no interested party has been granted access prior to signing an NDA. Whilst a few parties have refused to sign the NDA, they are still able to take part in the sale process if they wish, albeit without access to the data room, or to management or employees.
- 5.4 Interested parties were provided with an information pack with an overview of the Companies and details of the business and assets of each of the Companies that are available for sale.
- 5.5 All parties were invited by Gordon Brothers to express any interest by 9 March 2021 and offers were requested to be submitted by 16 March 2021, with proof of funding. Due to the sensitive nature of the sale process, the offers received cannot be disclosed at this time.

- 5.6 Various parties advised that they were unable to submit an offer due to the short timescale provided and sought more time. Additional parties also expressed an interest in the business after the deadline for offers. After some consideration and in the interests of achieving the best result for creditors and other stakeholders, the Joint Administrators decided that the deadline be extended 23 April 2021 to enable all parties to make an offer.

Other steps taken as regards assets

Holdings - investments

- 5.7 As detailed above, Holdings is the 100% shareholder of five companies; being Services, Research, Group, Multicycle Technologies UK Limited and Agriprotein (Gibraltar) Limited.
- 5.8 In the event that a rescue via a refinancing or restructuring of the Companies as a going concern is achieved, Holdings is likely to retain the shares in these subsidiaries. In the event that a business and asset sale is achieved, it is uncertain whether a sale of these shares would be completed or at what value. The investments therefore have an uncertain estimated to realise value.

Holdings - dividends from Research, Services and Group

- 5.9 You will note from the estimated outcome statements, at Appendix 10, that dividends may be available from Research, Services and Group in respect of the intercompany loans. The potential dividends will be dependent on the sale and are therefore uncertain.

Holdings - AgriProtein (Gibraltar) Limited

- 5.10 The sum of US\$4,005,912 is due from AgriProtein (Gibraltar) Limited, however, the estimated to realise value is uncertain.

Holdings - AgriProtein Technologies (Pty) Limited

- 5.11 The sum of US\$19,513,415 is due from AgriProtein Technologies (Pty) Limited, however, the estimated to realise value is uncertain.

Holdings - Multicycle Technologies UK Limited

- 5.12 The sum of \$302,359 is due from Multicycle Technologies UK Limited, however, the estimated to realise value is uncertain.

Holdings – loans due from third parties

- 5.13 On 14 October 2019, Holdings entered into a short term loan agreement with AgriProtein KSA, a limited liability company in Saudi Arabia, for the sum of US\$100,000. The loan was for a period of 14 months, to be repaid in full by December 2020. The loan remains unpaid and has an uncertain estimated to realise value.

Holdings - cash at bank

- 5.14 On appointment, cash at bank totalling US\$1,221,963.20, £131,241.98 and €26,950.00 was received from Holdings' pre appointment bank accounts. The funds have been retained in the currencies received and you will note that the receipts and payments account for Holdings includes all three currencies.

Holdings - funding of subsidiaries

- 5.15 To enable the Companies to continue to trade, payments were made from the funds held in Holdings to the subsidiaries to meet both the trading expenses and general costs incurred in the administrations. The trading receipts and payments accounts, attached at Appendix 9, detail the intercompany transactions and expenses paid. The receipts and payments accounts are, in the main, self-explanatory.

Research - intellectual property

- 5.16 The intellectual property utilised by the group is owned by Research. In the event that a refinancing or restructuring is achieved, there will be no separate realisation for the intellectual property. In the event of a sale of the business and assets, a realisation is likely to be achieved. Due to the difficulties in obtaining a valuation of the intellectual property, it has an uncertain estimated to realise value in the attached estimated outcome statement.

Research – AgriProtein Technologies (Pty) Limited

- 5.17 The sum of US\$25,265 is due from AgriProtein Technologies (Pty) Limited, however, the estimated to realise value is uncertain.

Services – investment in subsidiary

- 5.18 Services is the 100% shareholder of ITGPRO Support Services India Private Limited. If a sale as a going concern is achieved, Services is likely to retain the shares in this subsidiary. In the event that a business and asset sale is achieved, it is uncertain whether a sale of these shares would be completed or at what value. The investment therefore has an uncertain to realise value.

Services – engineering designs

- 5.19 Services has a book value of US\$717,824, although we have been advised that this relates to funds provided to the joint venture partner in the Netherlands company, The Insectory B.V., to support their efforts in obtaining a specialist licence to allow business to be conducted from the leasehold premises in the Netherlands. It remains unclear as to why this amount has been capitalised in Services and this continues to be shown with an uncertain estimated to realise value.

Services – ITGPRO Support Services India Private Limited

- 5.20 The sum of US\$49,508 is due from ITGPRO Support Services India Private Limited, however the estimated to realise value is uncertain.

Services – Trade and other receivables

- 5.21 Services has various receivables and prepayments with a book value of US\$271,707. Upon review these all appear to be creditors of the group and subject to set off and therefore have a nil estimated to realise value.
- 5.22 In addition, Services has provided a rent deposit, equivalent to two months' rent, to the landlord of the UK premises and former registered office of £14,586 (US\$19,929). The Joint Administrators will investigate whether any amounts are to be set off against this and therefore the estimated to realise value is uncertain.
- 5.23 Services is required to give three months' notice to terminate the lease, which was given on 29 March 2021. The landlord subsequently advised that the lease will not end until 31 December 2021, the three months' notice is required to prevent automatic renewal and therefore Services cannot be released early. Whilst the Joint Administrators shall pay the rent for any period which they use the premises for the Purpose of administration, any amounts due after this period will be an unsecured claim in the administration.

Group – investments

- 5.24 Group is the sole shareholder of The Insectory B.V. Limited, Insect Technology Group USA Inc., AgriProtein Singapore PTE Limited and Circular Organics N.V.
- 5.25 In the event that there is a rescue as a going concern via a refinancing or restructuring, Group is likely to retain the shares in these subsidiaries. If a business and asset sale is achieved, it is uncertain whether a sale of these shares would be completed or at what value. The investments therefore have an uncertain to realise value.

Group – loans

- 5.26 The following table shows the intercompany loans due to Group. The estimated to realise values of these debts are uncertain.

Company	Amount (US\$)
AgriProtein California LLC	5,734,609
Circular Organics N.V.	1,032,276
AgriProtein Singapore PTE Ltd	5,360,033
Circular Organics Netherlands B.V.	738,097
The Insectory B.V.	2,083,106

Steps taken as regards creditors

- 5.27 Prior to the administration, the Joint Administrators had been provided with a schedule of the key employees required to enable the on-going running of the business for a short term period. Immediately following the Joint Administrators appointment, those employees who were not essential were made redundant. The remaining employees were notified of their on-going employment. One employee was retained in Holdings and five employees were retained in Services, one of

which was made redundant on 16 March 2021 as she was no longer required during the administration process. Group and Research do not have any employees.

- 5.28 The Joint Administrators have been assisting the employees of Holdings and Services who were not retained to submit claims to the Redundancy Payments Service. The Joint Administrators also instructed Nunn Hayward, the Company's former payroll provider, to prepare P45s for those employees who were made redundant and these have been issued to the relevant employees.
- 5.29 The Joint Administrators have dealt with creditors' queries as they have arisen, which has included telephone calls, correspondence and the lodging of claims on their database.
- 5.30 Regular updates have been provided to the secured creditor of Holdings and Research. This has included providing them with reports detailing on-going operational issues, marketing activities, details of interested parties and cash flow projections. The secured creditor has confirmed their support of the Joint Administrators proposed strategy and the associated expenditure and the Joint Administrators will continue to liaise with the secured creditor in this regard.

Instruction of specialists

- 5.31 When instructing third parties to provide specialist advice and services or having the specialist services provided by the firm, the Joint Administrators are obligated to ensure that such advice or work is warranted and that the advice or work contracted reflects the best value and service for the work undertaken. The firm reviews the specialists available to provide services within each specialist area and the cost of those services to ensure best value. The specialists chosen usually have knowledge specific to the insolvency industry and, where relevant, to matters specific to this insolvency appointment. Details of the specialists specifically chosen in this matter are detailed below.

Norton Rose Fulbright LLP

- 5.32 Norton Rose Fulbright LLP ("NRF") were instructed by the Joint Administrators to advise in respect of all legal matters, including but not limited to the sale of business and assets for all Companies, the review of the intellectual property owned by Research and the review of other agreements entered into by the Companies.
- 5.33 NRF were instructed as they are considered to have the appropriate expertise and experience in dealing with these types of administrations and have offices internationally, which has been beneficial when dealing with the review of agreements subject to the laws of other jurisdictions.
- 5.34 NRF have been instructed on a time costs basis. NRF agreed with the Companies pre-appointment that they would offer a 15 per cent discount on their hourly rates.

5.35 NRF's time costs to 19 March 2021 are detailed below, all of which remains unpaid:

Company	Amount (£)
Holdings	75,251.00
Holdings – disbursements	150.00
Research	38,588.00
Services	3,350.00
Group	47,679.00

Gordon Brothers

5.36 Gordon Brothers, a firm of agents, was instructed by the Joint Administrators to assist with the marketing of the business, have managed all interested parties and have advised regarding the strategy for the sale process. As with NRF, Gordon Brothers have offices internationally and this has assisted in the marketing of the business due to their wide reach. Due to the specific nature of the intellectual property and its rarity, Gordon Brothers have not been able to provide a valuation.

5.37 Gordon Brothers have been instructed on a time costs basis and as at 19 March 2021, their time costs amounted to £45,670.00 plus expenses of £550.00. Their time costs relate to all assets within the group and shall be apportioned between the assets once a sale has been agreed.

Evolve IS

5.38 Evolve IS has been instructed to assist in respect of the pension schemes held by Holdings and Services, which includes filing the statutory notices to the various relevant parties and investigating whether there are any outstanding amounts due. Their fee in this respect has been agreed as a fixed fee of £350.00 plus VAT per Company and remains outstanding.

5.39 Evolve IS has also been instructed to submit the relevant RP14 and RP14A to the Redundancy Payments Service in respect of Holdings and Services. Their fee in this regard has been agreed as a fixed fee of £295.00 plus VAT per Company and remains outstanding.

5.40 In the event that a dividend will be available to creditors, Evolve IS will also be instructed to assist with the calculation of the employees' claims and making the necessary submissions to HM Revenue and Customs in respect of deductions for PAYE and national insurance. Their fee in this respect has been agreed as a fixed fee of £365.00 and £555.00 for Holdings and Services respectively.

Investigation into the affairs of the Companies prior to the Administrations

5.41 The Joint Administrators have commenced a review of the trading activities of the Companies in order to establish whether or not there are actions that may be taken for the benefit of the administrations and consequently to enable a report to be submitted to the Insolvency Service on the conduct of the directors of the Companies.

- 5.42 Should any creditor have any concerns about the way in which the business of the Companies has been conducted or information on any potential recoveries for the estate, they are invited to bring them to the attention of the Joint Administrators as soon as they are able.

6. The Statement of Affairs and the outcomes for creditors

- 6.1 An estimated statement of affairs has been submitted by Jason Drew for Holdings and by Mark Williams for Research, Services and Group, all of which are attached, at Appendix 8. Jason Drew has also signed the estimated statement of affairs for Research, Services and Group however this was undated and therefore has not been attached. All directors have signed a statement of concurrence for Holdings, however these are not attached.

- 6.2 In accordance with the standard format of a Statement of Affairs, no provision has been made in the Statement for the costs of the Administration.

Prospects for creditors

- 6.3 Attached, at Appendix 9, are the Joint Administrators' receipts and payments accounts for the period from 22 February 2021 to 19 March 2021 for all Companies. Also attached are receipts and payments accounts for the trading period, which is on-going. You will note that no income has been received as the cash held in Holdings has been utilised for the trading expenses. This was approved by the secured creditor prior to the administration.
- 6.4 Attached, at Appendix 10, are estimated outcome statements for all Companies, which illustrates the anticipated outcomes for creditors. Please note that as the estimated to realise values are uncertain, the return to creditors is also uncertain.

Secured creditor

- 6.5 Holdings granted fixed and floating charges to Twynam. The charges were created on 7 December 2020 and registered at Companies House on 10 December 2020. In addition, Research provided a fixed charge to Twynam, which was created and registered on the same date. The amount due to Twynam is US\$3,641,658 and the expected return is currently uncertain.
- 6.6 Advice has not yet been received on the validity of the charges, however, NRF shall be instructed to do so in due course.
- 6.7 Services and Group have not granted any security or charges over their assets.

Preferential creditors

- 6.8 Preferential claims relate to employees' arrears of wages, outstanding holiday pay and unpaid pension contributions. Holdings and Research have preferential claims, however the level of these claims will be subject to any sale and whether the

employees retained by the Joint Administrators shall be transferred in the sale to any purchaser.

- 6.9 For the purposes of the estimated outcome statements, the preferential claims have been estimated as \$102,061 and \$25,729 for Holdings and Research respectively. The return to preferential creditors is currently uncertain.
- 6.10 There are no preferential creditors in Research or Group.
- 6.11 Secondary preferential creditors relate to amounts due to HM Revenue and Customs in respect of unpaid PAYE and VAT. The sum of £178,428 is due by Services in respect of unpaid PAYE and this is expected to be paid in full.
- 6.12 There are no secondary preferential creditors in Holdings, Research or Group.

Prescribed part

- 6.13 The Insolvency Act 1986 requires administrators to reserve a prescribed part of a company's net property, which is the balance remaining after discharging the preferential and secondary preferential claims but before paying the floating chargeholder, for the satisfaction of unsecured debts.
- 6.14 As mentioned above, Holdings is the only entity which has granted a floating charge.
- 6.15 In the event that the Company is rescued, via a refinancing or restructure as a going concern, the prescribed part shall not apply.
- 6.16 In the event that a sale of the business and assets is completed, it is expected that the secured creditor will be paid under the fixed charge granted by Research over its intellectual property. The Joint Administrators do not, therefore, anticipate that the prescribed part shall apply.

Unsecured creditors

- 6.17 The below table provides a breakdown of the unsecured creditors for each entity.

Company	Unsecured creditors (\$)
Holdings	1,706,095
Research	7,049,191
Services	13,894,568
Group	26,330,777

- 6.18 Whilst a dividend is expected to be paid by all Companies, the return shall be dependent on whether there is a rescue via a refinancing or restructuring of the Companies as a going concern, or whether the business and assets are sold as going concerns or separately. The return to creditors is therefore currently uncertain.

Dividend prospects

- 6.19 As detailed above, the potential dividend to any creditor of the Companies is currently uncertain.

7. The Joint Administrators' fees

- 7.1 The Joint Administrators propose to fix their fees on the following basis:

- in the event that the first part of the Purpose is achieved, the Joint Administrators will be remunerated based on the time properly given by the Joint Administrators and their staff in attending to matters arising in the Administration, such time to be charged at the prevailing standard hourly charge out rates used by UHY Hacker Young LLP at the time the work is performed.
- in the event that the second or third part of the Purpose is achieved, the Joint Administrators will be remunerated based on a percentage of realisations basis for all Companies, as 10% of gross realisations.

- 7.2 The fee proposed is considered a fair and reasonable reflection of the work undertaken and proposed to be undertaken in light of the scope of work carried out to date as set out above and the work proposed to be undertaken as set out at Appendix 11.

- 7.3 The estimated outcome statement, at Appendix 10, provides an overview of the financial benefit that this work is expected to bring to creditors.

- 7.4 Creditors may access a Guide to Administrators' Fees at https://www.uhy-uk.com/sites/default/files/2020-11/Administration_Creditor_Fee_Guide_April_2017%20%281%29.pdf or a hard copy will be provided on request.

8. The Joint Administrators' Expenses

- 8.1 Attached, at Appendix 12, are details of the expenses that the Joint Administrators expect to incur in the administrations.

- 8.2 Disbursements are expenses initially met by, and later reimbursed to, an office holder in connection with an insolvency appointment and will fall into two categories: category 1 and category 2.

- Category 1 disbursements are payments to independent third parties where there is specific expenditure directly referable to the appointment in question. These are charged to the estate at cost with no uplift. These include, but are not limited to, such items as advertising, bonding and other insurance premiums. Legislation provides that administrators may discharge category 1

disbursements from the funds held in the insolvent estate without further recourse to creditors.

- Category 2 disbursements are also directly referable to the appointment in question but not to a payment to an independent third party. Payments may only be made in relation to category 2 disbursements after the relevant creditors have approved the bases of their calculation.

8.3 The Joint Administrators do not propose to charge any category 2 disbursements.

9. The Joint Administrators' discharge

Holdings

9.1 The Insolvency Act 1986 requires that the timing of the Joint Administrators' discharge from liability will be decided by the secured, preferential and unsecured creditors. The Joint Administrators propose that this discharge will take effect when their appointment ceases to have effect and a decision will be sought in respect of this.

Research

9.2 The Insolvency Act 1986 requires that the timing of the Joint Administrators' discharge from liability will be decided by the secured and unsecured creditors. The Joint Administrators propose that this discharge will take effect when their appointment ceases to have effect and a decision will be sought in respect of this.

Services

9.3 The Insolvency Act 1986 requires that the timing of the Joint Administrators' discharge from liability will be decided by the preferential and unsecured creditors. The Joint Administrators propose that this discharge will take effect when their appointment ceases to have effect and a decision will be sought in respect of this.

Group

9.4 The Insolvency Act 1986 requires that the timing of the Joint Administrators' discharge from liability will be decided by the unsecured creditors. The Joint Administrators propose that this discharge will take effect when their appointment ceases to have effect and a decision will be sought in respect of this.

10. Approval process

Approval of the Statement of Proposals

10.1 Attached, at Appendix 13, is a summary of the Joint Administrators' Statement of Proposals. For further information on how the Companies affairs will continue to be managed, if these Proposals are approved, please refer to Appendix 11, which sets out in detail what further work the Joint Administrators propose to undertake.

- 10.2 The Joint Administrators are seeking creditors' approval of the Statement of Proposals by means of the process set out in Rule 15.5 of the Insolvency (England and Wales) Rules 2016, by way of a virtual meeting to be held via Microsoft Teams.

Other decisions

- 10.3 The Joint Administrators are also inviting creditors to decide on the following matters:
- whether to establish a creditors' committee;
 - the timing of the Joint Administrators' discharge from liability; and
 - in the event that a creditors' committee is not established:
 - the basis on which the Joint Administrators' fees shall be fixed;
 - the approval of the unpaid pre-Administration costs; and
 - the approval of the basis of category 2 disbursements.
- 10.4 Attached, at Appendix 14, are the relevant notices and forms required to assist creditors in submitting a vote in these proceedings.

If any creditor has any queries in relation to the above, please do not hesitate to contact either of the Joint Administrators or Danielle Dantis, on 0207 216 4600 or by email at d.dantis@uhy-uk.com.



Brian Johnson
Joint Administrator

Dated: 14 April 2021

Brian Johnson and Peter Kubik were appointed Joint Administrators of Insect Technology Group Holdings UK Limited, Insect Technology Group Limited, Insect Technology Group Research UK Limited and Insect Technology Group Services UK Limited on 22 February 2021. The affairs, business and property of the Companies are managed by the Joint Administrators. The Joint Administrators act as agents of the Companies and contract without personal liability.

Appendix 1: Definitions

The Act	The Insolvency Act 1986
The Rules	The Insolvency (England & Wales) Rules 2016
The Statement of Proposals	The Statement of the Joint Administrators' Proposals prepared pursuant to Paragraph 49(1) of Schedule B1 of the Act
The Joint Administrators	Brian Johnson and Peter Kubik
The Companies	Insect Technology Group Holdings UK Limited
	Insect Technology Group Limited
	Insect Technology Group Research UK Limited
	Insect Technology Group Services UK Limited
The Court	The High Court of Justice
EBIT	Earnings before interest and tax
SPA	Sale and purchase agreement
RPO	The Redundancy Payments Office
HMRC	HM Revenue & Customs
ROT	Retention of title
EOS	Estimated outcome statement
PP or Prescribed Part	The Prescribed Part of the Companies' net property subject to Section 176A of the Act
QFCH	Qualifying floating charge holder
SIP	Statement of Insolvency Practice (England & Wales)
TUPE	Transfer of Undertakings (Protection of Employment) Regulations

Appendix 2: Statutory information for Holdings

Company name	Insect Technology Group Holdings UK Limited
Previous name	Agriprotein Holdings UK
Trading name	Agriprotein
Proceedings	In Administration
Court	The High Court of Justice
Court reference	CR-2021-000257
Date of appointment	22 February 2021
Appointed by	The directors
Joint Administrators	Brian Johnson and Peter Kubik
Statement required by Paragraph 100(2) of Schedule B1 of the Act	The Joint Administrators are authorised to carry out all functions, duties and powers by either one or by both of them
Registered office	c/o UHY Hacker Young LLP, Quadrant House, 4 Thomas More Square, London E1W 1YW
Company number	10819997
Incorporation date	15 June 2017
Company secretary at date of appointment	Mark Williams
Directors at date of appointment	Hans Wollmann, Riaan Smit, Daniel Mouton, John Kahlbetzer, and Jason Drew
Shareholders	As per the attached schedule

Shareholders of Holdings

Shareholder	Address	Shares held	Nominal value US\$
Sergei Arsenyev	Flat 26, Znamenka Street 13, Building 1, Moscow, 119019, Russian Federation	319,800	0.01
Open Field Capital (Cayman) Limited FURB / Robert Griffin	Havelet House, 181 South Esplanade, St Peter Port, Guernsey, GY1 1AN	218,600	0.01
Investx Holdings Limited	Craigmuir Chambers P.O. Box 71, Road Town, Tortola, VG1110 British Virgin Islands	418,401	0.01
Fordoun Capital	Craigmuir Chambers P.O. Box 71, Road Town, Tortola, VG1110 British Virgin Islands	413,801	0.01
SJH Rodger Children's Trust	186 Main Street, PO Box 453, Gibraltar	235,700	0.01
Rensburg Client Nominees Limited A/C CLT	100 Old Hall Street, Liverpool, L3 9AB, United Kingdom	77,500	0.01
Kallerhoff GmbH	Pauliweg 2a, D-82327 Tutzing, Germany	85,400	0.01
Duncan Edward Bach Miller	35 Ocean View Drive, Green Point, Cape Town, South Africa	137,900	0.01
Hans Friedrich Wollmann and Nikhil Vinod Nayar	Altrathausplatz 10, 91550 Dinkelsbühl, Germany and 21, St James Court, Marine Drive, Mumbai 400020, Maharashtra, India	206,000	0.01
Carl Otto Markus Graf von und zu Westerholt und Gysenberg and Ludger Casper Kleyboldt	Schlossstr. 1, 45701 Herten, Germany and Holsterbrink 8, 48249 Dulmen, Germany - respectively	55,800	0.01
Agnieszka Elzabita Kowalska	AL 29 Listopada 42B/33, 31 - 425 Krakow, Poland	41,700	0.01
Ceniarth Wales Interest, LP	Ceniarth, Uwch Garreg, Machynlleth, Powys, SY20 8RR, United Kingdom	230,000	0.01
Guy Harrison	Soper Farm, Peppers Lane, Ashurst, Steyning, West Sussex, BN44 3AX, United Kingdom	14,700	0.01
Chlorophil SA	15 rue du Fort Bourbon, L-1249, Luxembourg	310,700	0.01
Charles Thomas G Wickliff Drew	41 Shirtlock Road, London, NW3 2HR, United Kingdom	5,900	0.01
FBG 1. Beteiligung GmbH	Ostring, 97228 Rottendorf, Germany	545,000	0.01
Geneva Management Group (Switzerland) SA as Trustees of the Tortilis Trust	23 Rue Ferdinand Holder, CH - 1207 Geneva, Switzerland	70,500	0.01
Carl Krefting	Hulstbaan 26, Sinaal 9112, Belgium	70,500	0.01
Patrick William Miles	Model Farm, Upper Winchendon, Aylesbury, Buckinghamshire, HP18 0EP, United Kingdom	38,700	0.01
Twynam Investments (Pty) Ltd	226 Liverpool Street, Darlinghurst, NSW, 2010, Australia	1,311,900	0.01
Adam Thomas George Warnett	Flat B, 32f, TWR 2A, The Wing 2, Tseung Kwan O NT, Hong Kong	126,900	0.01
Franz-Jürgen Beneke	Eldeblick 6, 19306 Neustadt - Glewe, Germany	50,000	0.01
Waltraud Franziska Stolle-Beneke	Eldeblick 6, 19306 Neustadt - Glewe, Germany	50,000	0.01
Josephine Beneke	Eldeblick 6, 19306 Neustadt - Glewe, Germany	17,000	0.01
Carla Beneke	Eldeblick 6, 19306 Neustadt - Glewe, Germany	17,000	0.01
Benignus Capital Limited	5th Floor, Ritter House, Wickhams Cay II, Road Town, Tortola, British Virgin Islands	535,700	0.01
Deltec Bank & Trust Limited as Trustee of The Moore (Bahamas) International Pension Plan	Deltec House, Western Road, Lyford Cay, PO Box N-3229, Nassau, Bahamas	97,634	0.01
Exxaro Resources Limited	Roger Dyason Road, Pretoria West 0183, South Africa	2,050,312	0.01
Cameron Spencer Richards	Flat 8, Oakdale, 55 Albion Rd, Rondebosch, Cape Town, 7700, South Africa	3,600	0.01
Fandro Poggenpoel	41 Nyasa Road, Lakeview, Retreat, Cape Town, 7945, South Africa	3,400	0.01
Marc Bradley Lewis	11 Sydney Road, Mowbray, Cape Town, 7700, South Africa	2,800	0.01
Masader Holdings Limited	186 Main Street, PO Box 453, Gibraltar	8,500	0.01
Olaf Christian Jebens	Dunckerstraße 22, 10437, Berlin, Germany	1,900	0.01
Johan Jacobs	Dambruggestraat 200, 2060 Antwerpen, Belgium	73,407	0.01
Somomo bvba	Dambruggestraat 200, 2060 Antwerpen, Belgium	458	0.01
LAKO bvba	Kardinaal Mercierlei 29, 2600 Antwerpen, Belgium	1,936	0.01
Mr. Joris Totté and Mrs. Marjanne Sevenant	Beekstraat 108, 9420, Mere, Belgium	8,391	0.01
Mr. Anthony van der Meiren and Mrs. Ellen van de Woestijne	Sint-Theresiastraat 22, 9000 Gent, Belgium	2,973	0.01
SPCL Consulting bvba	Boongaardstraat 19, 1981, Zemst, Belgium	6,775	0.01
Koen Van Goethem	2600 Antwerpen, Kardinaal Mercierlei 29, Belgium	1,211	0.01
Bram Dambre	9030 Gent, Rijakker 5, Belgium	6,205	0.01
Stefan Schodts	3040 Huldenberg, Leuvensebaan 178, Belgium	3,060	0.01
Olib bvba	3040 Huldenberg, Leuvensebaan 178, Belgium	624	0.01
Nouchka De Craene	2140 Antwerpen (Borgerhout), Huybrechtsstraat 65/7, Belgium	516	0.01

Karel Werkers	2600 Antwerpen (Berchem), Velodroomstraat 42, Belgium	129	0.01
Stefaan Depraetere	9160 Lokeren, Vlasstraat 24, Belgium	516	0.01
Zara Vermast	Manebruggestraat 15, 2100 Deurne, Belgium	258	0.01
Pally Creek PTY Ltd	200C Raglan Street, Mosman NSW 2088, Australia	22,433	0.01
Degila bvba	2840 Rumst, Catenbergstraat 2C, Belgium	9,682	0.01
Jacobus Adriaan Kotze	3 Hutton Road, Kirstenhof, Cape Town, 7945, South Africa	2,400	0.01
Ian John Banks	Flat 540, Block 60, De Velde, De Beers Avenue, Somerset West, 7130, South Africa	400	0.01
Thomas Henry Orr	85 Atholl Oaklands Road, 6 Elton Place, Elton Hill Ext. 3, Sandton, 2196, South Africa	2,300	0.01
Simon John Houghton	16 Wilgenlaan, Voorschoten 2251am, Netherlands	4,800	0.01
John Jason Drew	Flat 5, 8 Holly Hill, London NW3 6SE	11,000	0.01
TriGen Technologies Pty Ltd	1375 Collins Avenue, Waverly, 0186	117,500	0.01
Zelli Belegginings	51A Chamberlain Street, Woodstock, 7925	23,400	0.01
Roy Alexander Rudolph	Kloofzicht Estate, Kerk Street, Tulbagh, 6820	316,100	0.01
Elsje Pieterse	Woonhuis 29, Marienhof Proefplaas, Stellenbosch, 7600	15,100	0.01
Luke Hirst	12 Bokkemenskloof Road, Hout Bay, 7806	36,800	0.01
Ian Wason	12 Glen Crescent, Higgovale, Cape Town, 8001	36,800	0.01
Cameron Richards	Flat 8, Albion Road, Rondebosch, 7700	9,300	0.01
Jacobus Kotze	3 Hutton Road, Kirstenhof, 7945	57,900	0.01
Jason Drew	Flat 5, 8 Holly Hill, London NW3 6SE	25,000	0.01
Mark Williams	The Lime House, Lowicks Road, Rushmoor, Surrey GU10 2EY	34,766	0.01
John Diener		13,016	0.01
Simon Houghton	16 Wilgenlaan, Voorschoten 2251am, Netherlands	4,000	0.01
Salomon Ackerman		3,750	0.01
Olaf Jebens	Dunkerstr. 22, 10437 Berlin, Germany	4,550	0.01
Andrew Bernard	13 Becmead Ave., London SW16 1UN	1,760	0.01
Ray Diedrick	674 Bradford Loop, The Villages, Florida 32163, USA	15,000	0.01
Eriz Zwisler	7420 Caminito Bassano West, La Jolla California 92037, USA	2,908	0.01
Peter Allen	6 Longpoles Road, Cranleigh GU6 7JZ	600	0.01
Total		8,650,972	

Appendix 2: Statutory information for Research

Company name	Insect Technology Group Research UK Limited
Previous name	Agriprotein Research UK
Trading name	Agriprotein
Proceedings	In Administration
Court	The High Court of Justice
Court reference	CR-2021-000306
Date of appointment	22 February 2021
Appointed by	The directors
Joint Administrators	Brian Johnson and Peter Kubik
Statement required by Paragraph 100(2) of Schedule B1 of the Act	The Joint Administrators are authorised to carry out all functions, duties and powers by either one or by both of them
Registered office	c/o UHY Hacker Young LLP, Quadrant House, 4 Thomas More Square, London E1W 1YW
Company number	10862647
Incorporation date	15 July 2017
Directors at date of appointment	Mark Williams Jason Drew
Shareholdings	Insect Technology Group Holdings UK Limited – 100% shareholder

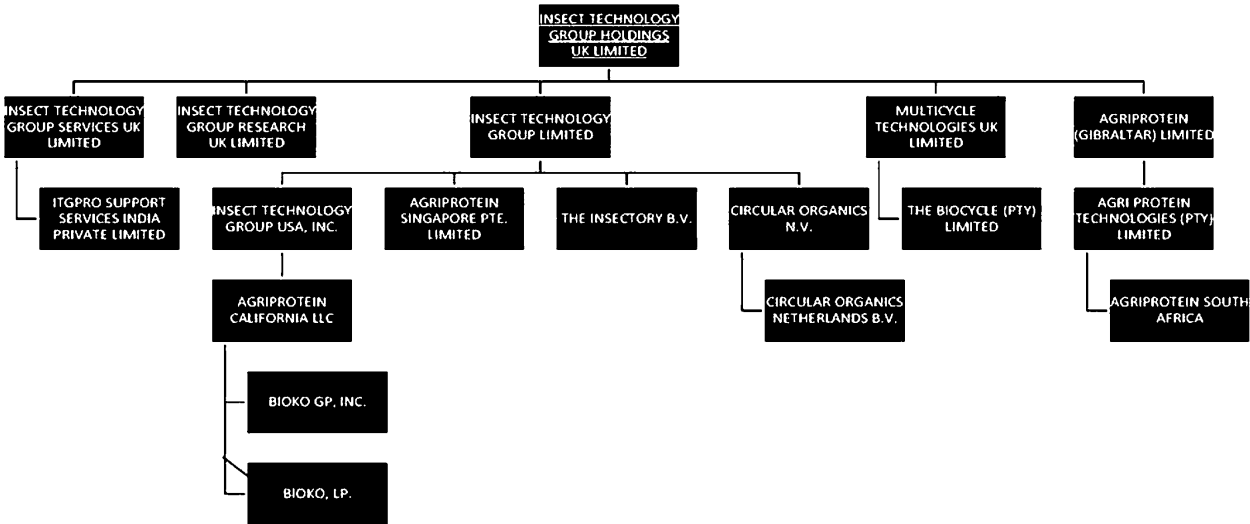
Appendix 2: Statutory information for Services

Company name	Insect Technology Group Services UK Limited
Previous name	Agriprotein Services UK
Trading name	Agriprotein
Proceedings	In Administration
Court	The High Court of Justice
Court reference	CR-2021-000307
Date of appointment	22 February 2021
Appointed by	The directors
Joint Administrators	Brian Johnson and Peter Kubik
Statement required by Paragraph 100(2) of Schedule B1 of the Act	The Joint Administrators are authorised to carry out all functions, duties and powers by either one or by both of them
Registered office	c/o UHY Hacker Young LLP, Quadrant House, 4 Thomas More Square, London E1W 1YW
Company number	10862556
Incorporation date	12 July 2017
Directors at date of appointment	Jason Drew Mark Williams
Shareholdings	Insect Technology Group Holdings UK Limited – 100% shareholder

Appendix 2: Statutory information for Group

Company name	Insect Technology Group Limited
Previous name(s)	Agriprotein Limited
Trading name(s)	Agriprotein
Proceedings	In Administration
Court	The High Court of Justice
Court reference	CR-2021-000308
Date of appointment	22 February 2021
Appointed by	The directors
Joint Administrators	Brian Johnson and Peter Kubik
Statement required by Paragraph 100(2) of Schedule B1 of the Act	The Joint Administrators are authorised to carry out all functions, duties and powers by either one or by both of them
Registered office	c/o UHY Hacker Young LLP, Quadrant House, 4 Thomas More Square, London E1W 1YW
Company number	10862862
Incorporation date	12 July 2017
Directors at date of appointment	Jason Drew Mark Williams
Shareholdings	Insect Technology Group Holdings UK Limited – 100% shareholder

Appendix 3 – Company structure



Appendix 4 – Executive summary of position for Holdings

The Joint Administrators are currently pursuing both the first and second part of the Purpose for Holdings concurrently, i.e. rescuing the business as a going concern and achieving a better result for the Companies creditors as a whole than would be likely if the Company were wound up (without first being in administration). In the event that neither the first or second part of the Purpose can be achieved, the administrators will look to pursue the third part of the Purpose, realising property in order to make a distribution to one or more secured or preferential creditors.

The business and assets of Holdings have been marketed on a going concern basis. As a result of the marketing certain parties have shown an interest in rescuing Holdings as a going concern and therefore that opportunity is being explored as it the first part of the Purpose of any administration. These proposals have been drafted on the basis of pursuing the rescuing of the business as a going concern as the primary objective whilst also looking to achieve the second part of the Purpose if the first is not possible, given the funding constraints in the administration which limit the time available to achieve the Purpose.

A summary of the current and anticipated future positions are detailed below.

Assets

Asset	Realisations to date \$	Anticipated future realisations \$	Total anticipated realisations \$
Investment in subsidiaries	-	Uncertain	Uncertain
Intercompany loans	-	Uncertain	Uncertain
Loans due from third party	-	Uncertain	Uncertain
Cash and cash equivalents	1,221,963.20	-	1,221,963.20

Asset	Realisations to date £	Anticipated future realisations £	Total anticipated realisations £
Bank interest	0.09	2.00	2.09
Cash and cash equivalents	131,241.98	-	131,241.98

Asset	Realisations to date Euro	Anticipated future realisations Euro	Total anticipated realisations Euro
Cash and cash equivalents	26,950.00	-	26,950.00

Expenses

Expense	Expense incurred to date \$	Anticipated further expense \$	Total anticipated expense \$
Trading costs	113,991.16	515,000.00	628,991.16

Expense	Expense incurred to date £	Anticipated further expense £	Total anticipated expense £
Advertising	90.00	90.00	180.00
Agent's fees	11,555.00	63,445.00	75,000.00
Court fee	50.00	-	50.00
Employee/pension advisors fees	595.00	365.00	960.00
Insurance of assets	-	1,000.00	1,000.00
Joint Administrators' fees*	-	Uncertain	Uncertain
Legal fees and expenses	75,401.00	74,599.00	150,000.00
Specific bond	1,000.00	-	1,000.00
The Creditor Gateway fees	-	30.00	30.00
VisionBlue fees	110.00	-	110.00
Trading costs	61,757.11	156,074.00	217,821.11

The trading costs are shown for Holdings only, as it is Holdings who is funding all subsidiaries.

The Joint Administrators' fees are uncertain as they are dependent on the course of action pursued and the asset realisations, the value of which is currently uncertain.

Dividend prospects

Creditor class	Distribution / dividend paid to date	Anticipated distribution / dividend
Secured creditor (fixed charge)	-	Uncertain
Secured creditor (floating charge)	-	Uncertain
Preferential creditors	-	Uncertain
Secondary preferential creditors	-	Uncertain
Unsecured creditors	-	Uncertain
Shareholders	-	Uncertain

The work remaining to be done to conclude the Administration includes:

- negotiating with potential investors regarding the potential refinancing of Holdings and other subsidiary companies;
- possibly putting in place a Restructuring Plan or a company voluntary arrangement with unsecured creditors;

- if a refinancing is not possible, agreeing and completing a sale of the assets;
- undertaking the investigation into the affairs of the Company; and
- paying a dividend to the relevant class of creditor.

The administration is expected to be concluded in six to nine months. The exit route shall be dependent on whether a rescue via a restructuring or refinancing of the Company as a going concern is achieved or whether a sale of the business and assets is completed. The exit route may be via a Restructuring Plan or a company voluntary arrangement and the handing back of the Company to the directors, or a creditors' voluntary liquidation or dissolution of the Company.

Appendix 4 – Executive summary of position for Research

The Joint Administrators are currently pursuing both the first and second parts of the Purpose for Research concurrently, i.e. rescuing the business as a going concern and 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). In the event that neither the first or second part of the Purpose can be achieved, the administrators will look to pursue the third part of the Purpose, realising property in order to make a distribution to one or more secured or preferential creditors.

The business and assets of Research have been marketed on a going concern basis. As a result of that marketing certain parties have shown an interest in rescuing Research as a going concern, and therefore that opportunity is being explored as it the first part of the Purpose of any administration. These proposals have been drafted on the basis of pursuing the rescue of the Company as a going concern as the primary objective whilst also looking to achieve the second part of the Purpose if the first is not possible, given the funding constraints in the administration which limit the time available to achieve the Purpose.

A summary of the current and anticipated future positions are detailed below.

Assets

Asset	Realisations to date £	Anticipated future realisations £	Total anticipated realisations £
Intellectual property rights	-	Uncertain	Uncertain
Intercompany loan	-	Uncertain	Uncertain
Funding from Holdings	108.00	Uncertain	108.00

Expenses

Expense	Expense incurred to date £	Anticipated further expense £	Total anticipated expense £
Advertising	90.00	90.00	180.00
Agent's fees	11,555.00	63,445.00	75,000.00
Court fee	50.00	-	50.00
Insurance of assets	-	1,000.00	1,000.00
Joint Administrators' fees*	-	Uncertain	Uncertain
Legal fees	38,588.00	41,412.00	80,000.00
Specific bond	1,200.00	-	1,200.00
The Creditor Gateway fees	-	30.00	30.00
VisionBlue fees	110.00	-	110.00

* The Joint Administrators' fees are uncertain as they are dependent on the asset realisations, the value of which is currently uncertain.

Dividend prospects

Creditor class	Distribution / dividend paid to date	Anticipated distribution / dividend
Secured creditor (fixed charge)	-	Uncertain
Preferential creditors	Not applicable	Not applicable
Unsecured creditors	-	Uncertain

The work remaining to be done to conclude the Administration includes:

- negotiating with potential investors regarding the potential rescue and refinancing of Research as a going concern;
- if a refinancing is not possible, agreeing and completing a sale of the business and assets;
- undertaking the investigation into the affairs of the Company; and
- paying a dividend to the relevant class of creditor.

The administration is expected to be concluded in six to nine months. The exit route shall be dependent on whether a rescue via a restructuring or refinancing of the Company as a going concern is achieved or whether a sale of the business and assets is completed. The exit route may be via a Restructuring Plan or a company voluntary arrangement and the handing back of the Company to the directors, or a creditors' voluntary liquidation or dissolution of the Company.

Appendix 4 – Executive summary of position for Services

The Joint Administrators are currently pursuing both the first and second part of the Purpose for Services concurrently, i.e. rescuing the business as a going concern and 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). In the event that neither the first or second part of the Purpose can be achieved, the administrators will look to pursue the third part of the Purpose, realising property in order to make a distribution to one or more secured or preferential creditors.

A summary of the current and anticipated future positions are detailed below.

Assets

Asset	Realisations to date £	Anticipated future realisations £	Total anticipated realisations £
Investment in subsidiary	-	Uncertain	Uncertain
Engineering designs	-	Uncertain	Uncertain
Intercompany loan	-	Uncertain	Uncertain
Rent deposit	-	Uncertain	Uncertain
Funding from Insect Technology Group Holdings UK Limited	108.00	Uncertain	108.00

Expenses

Expense	Expense incurred to date £	Anticipated further expense £	Total anticipated expense £
Advertising	90.00	90.00	180.00
Agent's fees	11,555.00	63,445.00	75,000.00
Court fee	50.00	-	50.00
Employee/pension advisors fee	595.00	555.00	1,150.00
Insurance of assets	-	1,000.00	1,000.00
Joint Administrators' fees*	-	Uncertain	Uncertain
Legal fees	3,350.00	11,650.00	15,000.00
Specific bond	10.00	-	10.00
The Creditor Gateway fees	-	30.00	30.00
VisionBlue fees	110.00	-	110.00

* The Joint Administrators' fees are uncertain as they are dependent on the asset realisations, the value of which is currently uncertain.

Dividend prospects

Creditor class	Distribution / dividend paid to date	Anticipated distribution / dividend
Secured creditor	Not applicable	Not applicable
Preferential creditors	-	Uncertain
Secondary preferential creditors	-	Uncertain
Unsecured creditors	-	Uncertain

The work remaining to be done to conclude the Administration includes:

- agreeing and completing the rescue of the Company via a refinancing as a going concern or sale of the business and assets;
- undertaking the investigation into the affairs of the Company; and
- paying a dividend to the relevant class of creditor.

The administration is expected to be concluded in six to nine months. The exit route shall be dependent on whether a rescue via a restructuring or refinancing of the Company as a going concern is achieved or whether a sale of the business and assets is completed. The exit route may be via a Restructuring Plan or a company voluntary arrangement and the handing back of the Company to the directors, or a creditors' voluntary liquidation or dissolution of the Company.

Appendix 4 – Executive summary of position for Group

The Joint Administrators are concurrently pursuing the first and second part of the Purpose for the Company, i.e. rescuing the Company as 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). If neither the first or second part of the Purpose are capable of being achieved, the administrators will pursue the third Part of the Purpose, realising property in order to make a distribution to one or more secured or preferential creditors.

A summary of the current and anticipated future positions are detailed below.

Assets

Asset	Realisations to date £	Anticipated future realisations £	Total anticipated realisations £
Investments in subsidiaries	-	Uncertain	Uncertain
Intercompany loans	-	Uncertain	Uncertain
Funding from Insect Technology Group Holdings UK Limited	108.00	Uncertain	108.00

Expenses

Expense	Expense incurred to date £	Anticipated further expense £	Total anticipated expense £
Advertising	90.00	90.00	180.00
Agent's fees	11,555.00	63,445.00	75,000.00
Court fee	50.00	-	50.00
Insurance of assets	-	1,000.00	1,000.00
Joint Administrators' fees*	-	Uncertain	Uncertain
Legal fees	47,679.00	52,321.00	100,000.00
Specific bond	400.00	-	400.00
The Creditor Gateway fees	-	30.00	30.00
VisionBlue fees	110.00	-	110.00

* The Joint Administrators' fees are uncertain as they are dependent on the asset realisations, the value of which is currently uncertain.

Dividend prospects

Creditor class	Distribution / dividend paid to date	Anticipated distribution / dividend
Secured creditor	Not applicable	Not applicable
Preferential creditors	Not applicable	Not applicable
Secondary preferential creditors	Not applicable	Not applicable
Unsecured creditors	-	Uncertain

The work remaining to be done to conclude the Administration includes:

- agreeing and completing the rescue of the Company via a refinancing as a going concern or sale of the business and assets;
- undertaking the investigation into the affairs of the Company; and
- paying a dividend to the relevant class of creditor.

The administration is expected to be concluded in six to nine months. The exit route shall be dependent on whether a rescue via a restructuring or refinancing of the Company as a going concern is achieved or whether a sale of the business and assets is completed. The exit route may be via a Restructuring Plan or a company voluntary arrangement and the handing back of the Company to the directors, or a creditors' voluntary liquidation or dissolution of the Company.

Appendix 5 - Financial information for Holdings

Statement of profit or loss and comprehensive income for the year ended 31 December 2020

	2020	2019
	\$	\$
Turnover	-	-
Administrative expenses	(23,321)	(26,171,685)
Loss from operations	(23,321)	(26,171,685)
Other income	-	-
Foreign exchange losses	(71,233)	(3,548)
Finance income	2,538	29,342
Finance costs	(396,582)	(10,182)
Loss before tax	(488,598)	(26,156,074)
Tax	-	-
Loss after tax	(488,598)	(26,156,074)
Other comprehensive income	-	-
Total comprehensive expense for the year	(488,598)	(26,156,074)

Statement of financial position as at 31 December 2020

	2020	2019
	\$	\$
ASSETS		
NON CURRENT ASSETS		
Investments	56,274	56,274
Amounts due from related parties	34,330,442	13,954,258
	34,386,716	14,010,532
CURRENT ASSETS		
Trade and other receivables	-	-
Unpaid share capital	-	19,739,239
Loans due from third parties	100,000	100,000
Cash and cash equivalents	3,296,102	896,690
	3,396,102	20,735,929
TOTAL ASSETS	37,782,818	34,746,461
EQUITY & LIABILITES		
EQUITY & RESERVES		
Share capital	79,325	79,287
Share premium	58,437,865	58,366,235
Share based payment reserve	2,279,316	2,468,064
Retained earnings	(26,167,126)	(11,052)
Profit/(loss) for the year	(488,598)	(26,156,074)
	34,140,782	34,746,461
NON CURRENT LIABILITES	-	-
CURRENT LIABILITIES		
Interest bearing borrowings	3,602,036	-
Trade and other payables	40,000	-
	3,642,036	-
TOTAL EQUITY & LIABILITIES	37,782,818	34,746,461

Appendix 5 - Financial information for Research

Statement of profit or loss and comprehensive income for the year ended 31 December 2020

	2020 \$	2019 \$
Turnover	-	-
Administrative expenses	(6,134,930)	(843,683)
Loss from operations	(6,134,930)	(843,683)
Other income	-	-
Foreign exchange losses	-	-
Finance income	-	-
Finance costs	-	-
Loss before tax	(6,134,930)	(843,683)
Tax	232,515	-
Loss after tax	(5,902,415)	(843,683)
Other comprehensive income	-	-
Total comprehensive expense for the year	(5,902,415)	(843,683)

Statement of financial position as at 31 December 2020

	2020	2019
	\$	\$
ASSETS		
NON CURRENT ASSETS	<u>-</u>	<u>-</u>
CURRENT ASSETS		
Cash and cash equivalents	1	1
	<u>1</u>	<u>1</u>
TOTAL ASSETS	<u><u>1</u></u>	<u><u>1</u></u>
EQUITY & LIABILITES		
EQUITY & RESERVES		
Share capital	1	1
Retained earnings	(1,087,023)	(243,340)
Loss for the year	(5,902,415)	(843,683)
	<u>(6,989,436)</u>	<u>(1,087,022)</u>
NON CURRENT LIABILITES		
Amounts due to related parties	6,989,437	1,087,023
	<u>6,989,437</u>	<u>1,087,023</u>
TOTAL EQUITY & LIABILITIES	<u><u>1</u></u>	<u><u>1</u></u>

Appendix 5 - Financial information for Services

Statement of profit or loss and comprehensive income for the year ended 31 December 2020

	2020 \$	2019 \$
Turnover	-	-
Administrative expenses	(4,518,270)	(6,691,181)
Loss from operations	(4,518,270)	(6,691,181)
Other income	149,893	9,555
Foreign exchange losses	11,601	-
Finance income	-	-
Finance costs	-	-
Loss before tax	(4,356,776)	(6,681,626)
Tax	-	-
Loss after tax	(4,356,776)	(6,681,626)
Other comprehensive income	-	-
Total comprehensive expense for the year	(4,356,776)	(6,681,626)

Statement of financial position as at 31 December 2020

	2020	2019
	\$	\$
ASSETS		
NON CURRENT ASSETS		
Intangible assets	768,153	-
Investments in subsidiaries	93,399	93,399
Amounts due from related parties	49,508	49,508
	<u>911,060</u>	<u>142,907</u>
CURRENT ASSETS		
Trade and other receivables	326,741	393,002
Cash and cash equivalents	1	1
	<u>326,742</u>	<u>393,003</u>
TOTAL ASSETS	<u><u>1,237,802</u></u>	<u><u>535,910</u></u>
EQUITY & LIABILITES		
EQUITY & RESERVES		
Share capital	1	1
Retained earnings	(8,429,883)	(1,748,257)
Loss for the year	(4,356,776)	(6,681,626)
	<u>(12,786,658)</u>	<u>(8,429,882)</u>
NON CURRENT LIABILITES		
Amounts due to related parties	<u>13,217,723</u>	<u>8,538,063</u>
CURRENT LIABILITIES		
Trade and other payables	<u>806,737</u>	<u>427,730</u>
Total liabilities	<u><u>14,024,460</u></u>	<u><u>8,965,792</u></u>
TOTAL EQUITY & LIABILITIES	<u><u>1,237,802</u></u>	<u><u>535,910</u></u>

Appendix 5 - Financial information for Group

Statement of profit or loss and comprehensive income for the year ended 31 December 2020

	2020 \$	2019 \$
Turnover	-	-
Administrative expenses	-	-
Loss from operations	-	-
Other income	-	195,456
Impairment of investment	-	(2,794,919)
Share of losses from joint venture	(172,412)	(308,131)
Gain on deemed disposal of JV	353,745	-
Foreign exchange losses	(124,314)	-
Finance income	117,600	-
Finance costs	(348,506)	-
Loss before tax	(173,886)	(2,907,595)
Tax	-	-
Loss after tax	(173,886)	(2,907,595)
Other comprehensive income	-	-
Total comprehensive expense for the year	(173,886)	(2,907,595)

Statement of financial position as at 31 December 2020

	2020	2019
	\$	\$
ASSETS		
NON CURRENT ASSETS		
Investments in subsidiaries	8,855,735	2,073,438
Investments in joint ventures	26	1
Amounts due from related parties	12,489,005	8,375,725
Loans due from related parties	1,940,629	364,829
	<u>23,285,395</u>	<u>10,813,993</u>
CURRENT ASSETS		
Cash and cash equivalents	1	1
	<u>1</u>	<u>1</u>
TOTAL ASSETS	<u><u>23,285,396</u></u>	<u><u>10,813,994</u></u>
EQUITY & LIABILITIES		
EQUITY & RESERVES		
Share capital	1	1
Retained earnings	(2,907,595)	-
Loss for the year	(173,886)	(2,907,595)
	<u>(3,081,480)</u>	<u>(2,907,594)</u>
NON CURRENT LIABILITIES		
Amounts due to related parties	18,596,835	12,671,779
Promissory Note	719,482	991,850
	<u>19,316,317</u>	<u>13,663,629</u>
CURRENT LIABILITIES		
Amounts due to related parties	6,987,432	-
Loans due to related parties	63,126	57,959
	<u>7,050,559</u>	<u>57,959</u>
Total liabilities	<u><u>26,366,875</u></u>	<u><u>13,721,588</u></u>
TOTAL EQUITY & LIABILITIES	<u><u>23,285,396</u></u>	<u><u>10,813,994</u></u>

Appendix 6: Statement of pre-administration costs

On 16 February 2021 the Board of Directors of each of the Companies, agreed with the proposed Joint Administrators that UHY Hacker Young LLP be paid fees for work done prior to the Administration on the basis of the time incurred by the insolvency practitioners and their staff at their standard charge-out rates and related expenses for the following tasks and matters that were considered to be necessary to placing the Companies into Administration.

Prior to Administration, the proposed Joint Administrators gathered information on the Companies to ensure that they were in a position to consent to act as Joint Administrators and to formulate an initial strategy for pursuing achievement of an Administration objective.

Solicitors, NRF, were engaged to assist with the appointment of the Joint Administrators and with all other matters required to assist with the Administration process. NRF were instructed by the Companies directly.

A report was also prepared to the secured creditor of Holdings and Research to discuss and agree the Administration strategy.

This work was carried out prior to Administration so that there would be no delay in the Joint Administrators implementing the strategy immediately on appointment. In this way, the business could be maintained as a trading entity on Administration, which improved the likelihood that the Companies could be rescued as a going concern in accordance with the first part of the Purpose of the Administration, or failing which that significantly enhanced realisations could be achieved for the business and assets, thus furthering the part of the Purpose of an Administration.

This work was expected to have a financial benefit for creditors, as the strategy of pursuing the first Administration objective would improve the prospects of recovery, even avoiding some claims arising, such as those of the employees.

In conducting the above work, the following costs were incurred:

Company	UHY's time costs £	Solicitor's time costs / expenses £
Holdings	35,676.83	65,771.00
Research	14,805.75	-
Services	1,495.00	-
Group	11,042.50	-

Below is a breakdown of the time costs that the Joint Administrators and their staff incurred prior to Administration and UHY Hacker Young LLP's charge-out rates and bases of disbursements is available at <https://www.uhy-uk.com/sites/default/files/2020-11/London-office-charge-out-rates-Jan-2020.pdf>.

UHY Hacker Young LLP received payments on account from the Companies towards these costs. Consequently, the unpaid pre Administration costs are:

Company	UHY's unpaid costs £	Solicitors unpaid costs £
Holdings	25,676.83	65,771.00*
Research	4,805.75	-
Services	-	-
Group	6,042.50	-

* Please note whilst a payment on account of £20,000 plus VAT was paid to NRF prior to the administration, an invoice had not been raised and the full amount therefore remains outstanding. The funds are currently being held by NRF.

Appendix 7 – pre appointment time costs for Holdings

Classification of work function	Partner		Manager		Asst Manager		Administrator		Total Hours	Total Cost £	Avg Hourly Rate £
	Hours	£	Hours	£	Hours	£	Hours	£			
Administration & Planning											
Administrative Set-up	0.00	0.00	1.50	420.00	0.00	0.00	0.70	63.00	2.20	483.00	0.00
Appointment Notification	0.00	0.00	0.00	0.00	4.50	1,080.00	0.00	0.00	4.50	1,080.00	0.00
Case Planning	37.03	17,590.83	10.30	2,884.00	28.10	6,744.00	0.00	0.00	75.43	27,218.83	360.83
Maintenance of Records	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Statutory Reporting	0.00	0.00	0.20	56.00	0.00	0.00	0.40	36.00	0.60	92.00	153.33
Realisation of Assets											
Debt Collection	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Securing, Insuring Assets	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Property, business and asset sales	1.40	665.00	0.70	196.00	0.00	0.00	0.00	0.00	2.10	861.00	410.00
Retention of Title	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Creditors											
Communication with Creditors	10.80	5,130.00	2.90	812.00	0.00	0.00	0.00	0.00	13.70	5,942.00	433.72
Creditors' Claims	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
TOTAL HOURS	49.23		15.60		32.60		1.10		98.53		
TOTAL TIME CHARGED (£)	£23,385.83		£4,368.00		£7,824.00		£99.00		£35,676.83		
Average hourly cost (£)	475.00		280.00		240.00		90.00				362.08
All figures are shown net of VAT											

Appendix 7 – pre appointment time costs for Research

Classification of work function	Partner		Manager		Asst Manager		Administrator		Total Hours	Total Cost £	Avg Hourly Rate £
	Hours	£	Hours	£	Hours	£	Hours	£			
Administration & Planning											
Administrative Set-up	0.00	0.00	1.50	420.00	0.00	0.00	0.70	63.00	2.20	483.00	0.00
Appointment Notification	0.00	0.00	0.00	0.00	2.30	552.00	0.00	0.00	2.30	552.00	0.00
Case Planning	11.65	5,533.75	8.60	2,408.00	6.30	1,512.00	0.00	0.00	26.55	9,453.75	356.07
Maintenance of Records	0.00	0.00	0.00	0.00	0.00	0.00	0.60	54.00	0.60	54.00	0.00
Statutory Reporting	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Realisation of Assets											
Debt Collection	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Securing, Insuring Assets	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Property, business and asset sales	0.00	0.00	0.00	0.00	13.10	3,144.00	0.00	0.00	13.10	3,144.00	240.00
Retention of Title	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Creditors											
Communication with Creditors	1.00	475.00	2.30	644.00	0.00	0.00	0.00	0.00	3.30	1,119.00	339.09
Creditors' Claims	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
TOTAL HOURS	12.65		12.40		21.70		1.30		48.05		
TOTAL TIME CHARGED (£)	£6,008.75		£3,472.00		£5,208.00		£117.00		£14,805.75		
Average hourly cost (£)	475.00		280.00		240.00		90.00				308.13
All figures are shown net of VAT											

Appendix 7 – pre appointment time costs for Services

Classification of work function	Partner		Manager		Asst Manager		Administrator		Total Hours	Total Cost £	Avg Hourly Rate £
	Hours	£	Hours	£	Hours	£	Hours	£			
Administration & Planning											
Administrative Set-up	0.00	0.00	1.50	420.00	0.00	0.00	0.50	45.00	2.00	465.00	0.00
Appointment Notification	0.00	0.00	0.00	0.00	3.50	840.00	0.00	0.00	3.50	840.00	0.00
Case Planning	0.40	190.00	0.00	0.00	0.00	0.00	0.00	0.00	0.40	190.00	475.00
Maintenance of Records	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Statutory Reporting	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
TOTAL HOURS	0.40		1.50		3.50		0.50		5.90		
TOTAL TIME CHARGED (£)	£190.00		£420.00		£840.00		£45.00			£1,495.00	
Average hourly cost (£)	475.00		280.00		240.00		90.00				253.39
All figures are shown net of VAT											

Appendix 7 – pre appointment time costs for Group

Classification of work function	Partner		Manager		Asst Manager		Administrator		Total Hours	Total Cost £	Avg Hourly Rate £
	Hours	£	Hours	£	Hours	£	Hours	£			
Administration & Planning											
Administrative Set-up	0.00	0.00	1.50	420.00	0.00	0.00	0.50	45.00	2.00	465.00	0.00
Appointment Notification	0.00	0.00	0.00	0.00	3.50	840.00	0.00	0.00	3.50	840.00	0.00
Case Planning	20.50	9,737.50	0.00	0.00	0.00	0.00	0.00	0.00	20.50	9,737.50	475.00
Maintenance of Records	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Statutory Reporting	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
TOTAL HOURS	20.50		1.50		3.50		0.50		26.00		
TOTAL TIME CHARGED (£)		£9,737.50		£420.00		£840.00		£45.00		£11,042.50	
Average hourly cost (£)		475.00		280.00		240.00		90.00			424.71
All figures are shown net of VAT											

Appendix 8: Director's estimated statement of affairs for Holdings

STATEMENT OF AFFAIRS

Company name: Insect Technology Group Holdings UK Limited - In Administration

Company number: 10819997

In the High Court of Justice reference no. CR-2021-000257

Statement as to the affairs of (a) Insect Technology Group Holdings UK Limited of 1 Farnham Road, Guildford, Surrey GU2 4RG

on 22 February 2021, the date that the company entered administration.

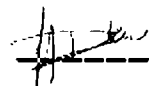
Statement of Truth

I believe that the facts stated in this statement of affairs are a full, true and complete statement of the affairs of the above named company as at 22 February 2021, the date that the company entered administration.

I understand that proceedings for contempt of court may be brought against anyone who makes, or causes to be made, a false statement in a document verified by a statement of truth without an honest belief in its truth.

Full name John Jason Drew

Signed



Dated 26th March 2021

A – Summary of Assets

Assets	Book value \$	Estimated to Realise \$
Assets subject to fixed charge:		
Investment in subs	56,274	Uncertain
Amount due to Twynam	(3,641,658)	(3,641,658)
Assets subject to floating charge:		
AP Gib	4,005,912	Uncertain
APT	19,513,415	Uncertain
ITGR	6,018,355	Uncertain
ITGS	13,640,067	Uncertain
ITGL	19,820,219	Uncertain
Multicycle	302,359	Uncertain
Loans due	100,000	Uncertain
Cash	1,421,639	1,421,639
Uncharged assets:		
None		
Estimated total assets available for creditors	64,821,966	Uncertain

Signature:  Date: 26th March 2021

A1 – Summary of Liabilities


	Estimate \$
Estimated total assets available for preferential creditors (carried from page A)	Uncertain
Liabilities	
Priority pre-Moratorium and Moratorium creditors	NIL Nil
Estimated deficiency/surplus available for preferential creditors	Uncertain
Preferential creditors:-	
Employees (number: 4)	\$103,157
Pension contributions	NIL
	(103,157)
Estimated deficiency/surplus available for secondary preferential creditors	Uncertain
HMRC	NIL
Other secondary preferential creditors	NIL
Estimated deficiency/surplus as regards secondary preferential creditors	Uncertain
Estimated prescribed part of net property where applicable (to carry forward)	Uncertain
Estimated total assets available for floating charge holders	Uncertain
Debts secured by floating charges	(3,641,658) (3,641,658)
Estimated deficiency/surplus of assets after floating charges	Uncertain
Estimated prescribed part of net property where applicable (brought down)	Uncertain
Total assets available to unsecured creditors	Uncertain
Unsecured non-preferential claims:-	
Employees (number: 4)	710,360
Consumers who have paid in advance for goods or services (number: 0)	NIL
Other unsecured creditors	1,002,582
Estimated deficiency after floating charge where applicable (brought down)	(1,712,942)
Estimated deficiency/surplus as regards creditors	Uncertain
Issued called up capital and permitted dilutions	(86,510)
Estimated total deficiency/surplus as regards members	Uncertain

Signature  Date 28th March 2021

COMPANY CREDITORS (excluding employees and consumers)

Note: You must include all creditors (excluding employees and certain consumers (see relevant page for definition of a consumer)) and indicate any creditors under hire-purchase, chattel leasing or conditional sale agreements and any creditors claiming retention of title over property in the company's possession.


Name of creditor	Address (with postcode)	Amount of debt \$	Details of any security held by creditor	Date security given	Value of security \$
Acquarius Trust Group	Suite 3, 2nd Floor, Icom House, 1/5 Irish Town, PO Box 883, Gibraltar	3,931.72			
Oyde & Co LLP	1 Stoke Road, Guildford, Surrey, GU1 4HW, United Kingdom	89,621.07			
Eric Wisler	7420 Camino to Bassano West La Jolla, California 92037 United States	9,000.00			
Innovation Fund	Boulevard Auguste Reyerslaan 80, 1030 Bruxelles	719,482.00			
Regus (IW Group)	IW Group Services (UK) Limited, 1 Burwood Place, London, W2 2UT, United Kingdom	12,928.47			
Simon Houghton	WILGENLAAN 16, 2251 AM VOORSCHOTEN, Netherlands	160,690.00			
Twynam	226-228 Liverpool Street, Darlinghurst, New South Wales, Australia	3,641,658.00	Fixed and floating charges over all assets of the company	7 December 2020	3,641,658.00
Total		4,637,311.26			

Signature 

Date 26th March 2021

COMPANY SHAREHOLDERS

Name of Shareholder	Address (with postcode)	No. of shares held	Nominal Value	Details of Shares held
As per attached schedule				

Signature  Date 25th March 2021

[illegible][illegible]

Appendix 8: Director's estimated statement of affairs for Research

STATEMENT OF AFFAIRS

Company name: Insect Technology Group Research UK Limited - In Administration

Company number: 10862647

In the High Court of Justice reference no. CR-2021-000306

Statement as to the affairs of (a): Insect Technology Group Research UK Limited of 1 Farnham Road,
Guildford, Surrey GU2 4RG

on 22 February 2021, the date that the company entered administration.

Statement of Truth

I believe that the facts stated in this statement of affairs are a full, true and complete statement of the affairs of the above named company as at 22 February 2021, the date that the company entered administration.

I understand that proceedings for contempt of court may be brought against anyone who makes, or causes to be made, a false statement in a document verified by a statement of truth without an honest belief in its truth.

Full name ~~Mark~~ Mark Williams

Signed Mark Williams

Dated 26 March 2021

A – Summary of Assets

Assets	Book value	Estimated to Realise
	\$	\$
Assets subject to fixed charge: None		
Amount due to Twynam Investments Pty Limited	(3,641,658)	Uncertain
Assets subject to floating charge: None		
Uncharged assets: APT PTY LTD	25,265	Uncertain
Cash	1	NIL
Estimated total assets available for creditors		Uncertain

Signature Mark Watters Date 26.3.2021

A1 – Summary of Liabilities

	Estimate \$
Estimated total assets available for preferential creditors (carried from page A)	UNCERTAIN
Liabilities	
Priority pre-Moratorium and Moratorium creditors	NIL
Estimated deficiency/surplus available for preferential creditors	UNCERTAIN
Preferential creditors:-	
Employees (number: 0)	NIL
Pension contributions	NIL
Estimated deficiency/surplus available for secondary preferential creditors	UNCERTAIN
HMRC	NIL
Other secondary preferential creditors	NIL
Estimated deficiency/surplus as regards secondary preferential creditors	UNCERTAIN
Estimated prescribed part of net property where applicable (to carry forward)	N/A
Estimated total assets available for floating charge holders	UNCERTAIN
None	
Debts secured by floating charges	NIL
Estimated deficiency/surplus of assets after floating charges	UNCERTAIN
Estimated prescribed part of net property where applicable (brought down)	N/A
Total assets available to unsecured creditors	UNCERTAIN
Unsecured non-preferential claims:-	
Employees (number: 0)	NIL
Consumers who have paid in advance for goods or services (number: 0)	NIL
Other unsecured creditors	7,049,191
	(7,049,191)
Estimated deficiency after floating charge where applicable (brought down)	NIL
Estimated deficiency/surplus as regards creditors	UNCERTAIN
Issued and called up capital	(0.01)
Estimated total deficiency/surplus as regards members	UNCERTAIN

Signature Mark Lutter Date 26.3.2021

COMPANY CREDITORS (excluding employees and consumers)

Note: You must include all creditors (excluding employees and certain consumers (see relevant page for definition of a consumer)) and indicate any creditors under hire-purchase, chattel leasing or conditional sale agreements and any creditors claiming retention of title over property in the company's possession.

Name of creditor	Address (with postcode)	Amount of debt £	Details of any security held by creditor	Date security given	Value of security £
AgriProtein Singapore PTE Limited	1 Science Park Road, 02-10/11, The Capricorn, Singapore Science Park 2, Singapore 117 528	746,317.87			
Brian Bacon Inc.	Themis Law Chambers, Unit 1 Roeland Square, Cnr. Roeland Street & Drury Lane, Cape Town 8001, South Africa	3,209.19			
Circular Organics NV	Slachthuisstraat 120 bus 6, B - 2300 Turnhout, Belgium	272,526.22			
Insect Technologi Group Holdings UK Limited	c/o UHY Hacker Young LLP, Quadrant House, 4 Thomas More Square, London, E1W 1YW, United Kingdom	6,018,355.00			
Jaggs Consultants Limited	19 Clifford Road, Princes Risborough, Buckinghamshire, HP27 0DU, United Kingdom	3,342.00			
Patrick's Patents byda	Langbosweg 19, B-2550 Kontich, Belgium	1,140.81			
Twynnam Investments Pty Limited	226-228 Liverpool Street, Darlinghurst, New South Wales, Australia	3,641,658.00	Fixed charge	7 December 2020	3,641,658.00
University of Kwazulu-Natal	Finance Division, Durban, 4041, South Africa	4,300.34			
Total		10,690,849.43			

Signature Mark Juntus Date 26-3-2021

COMPANY SHAREHOLDERS

Name of Shareholder	Address (with postcode)	No. of shares held	Nominal Value	Details of Shares held
Prasect Technology Group Holdings UK Limited	c/o UHY Hacker Young LLP, Quadrant House, 4 Thomas More Square, London, E1W 1YV, United Kingdom	1	\$0.01	
TOTALS		1	\$0.01	

Signature Mark Hunter Date 26.3.2021

Appendix 8: Director's estimated statement of affairs for Services

STATEMENT OF AFFAIRS

Company name: Insect Technology Group Services UK Limited - In Administration

Company number: 10862556

In the High Court of Justice reference No. CR-2021-000307

Statement as to the affairs of (a): Insect Technology Group Services UK Limited of 1 Farnham Road, Guildford, Surrey GU2 4RG

on 22 February 2021, the date that the company entered administration.

Statement of Truth

I believe that the facts stated in this statement of affairs are a full, true and complete statement of the affairs of the above named company as at 22 February 2021, the date that the company entered administration.

I understand that proceedings for contempt of court may be brought against anyone who makes, or causes to be made, a false statement in a document verified by a statement of truth without an honest belief in its truth.

Full name Mark Williams

Signed Mark Williams

Dated 26 March 2021

A – Summary of Assets

Assets	Book value \$	Estimated to Realise \$
Assets subject to fixed charge: None	NIL	NIL
Assets subject to floating charge: None	NIL	NIL
Unchanged assets:		
Investment in sub (India)	93,399	Uncertain
Engineering design	717,824	Uncertain
Trade and other receivables	341,144	Uncertain
Cash	1	NIL
Estimated total assets available for creditors	1,152,368	Uncertain

Signature Mark Huetty Date 26.3.21

A1 - Summary of Liabilities

	Estimate \$
Estimated total assets available for preferential creditors (carried from page A)	Uncertain
Liabilities	
Priority pre-Moratorium and Moratorium creditors	NIL
Estimated deficiency/surplus available for preferential creditors	Uncertain
Preferential creditors:-	
Employees (number: 6)	25,729
Pension contributions	NIL
	(25,729)
Estimated deficiency/surplus available for secondary preferential creditors	Uncertain
HMRC	178,428
Other secondary preferential creditors	NIL
	(178,428)
Estimated deficiency/surplus as regards secondary preferential creditors	Uncertain
Estimated prescribed part of net property where applicable (to carry forward)	N/A
Estimated total assets available for floating charge holders	Uncertain
Debts secured by floating charges	
None	NIL
Estimated deficiency/surplus of assets after floating charges	Uncertain
Estimated prescribed part of net property where applicable (brought down)	N/A
Total assets available to unsecured creditors	Uncertain
Unsecured non-preferential claims:-	
Employees (number: 6)	32,674
Consumers who have paid in advance for goods or services (number: 0)	NIL
Other unsecured creditors	13,861,653
	(13,894,327)
Estimated deficiency after floating charge where applicable (brought down)	
Estimated deficiency/surplus as regards creditors	Uncertain
Issued and called up capital	(0.01)
Estimated total deficiency/surplus as regards members	\$ Uncertain

Signature Mark Hurst Date 26-3-2021

COMPANY CREDITORS (excluding employees and consumers)

Note: You must include all creditors (excluding employees and certain consumers (see relevant page for definition of a consumer)) and indicate any creditors under hire-purchase, chattel leasing or conditional sale agreements and any creditors claiming retention of title over property in the company's possession.

Name of creditor	Address (with postcode)	Amount of debt £	Details of any security held by creditor	Date security given	Value of security £
Adam Warratt	c/o CMS Asia Ltd, United Suite 20/AF, Tung Hip Commercial Building, 244-248 Des Voeux Road central Sheung Wan, Hong Kong	45,000.00			
Cliff Decker Hofmeyr Inc.	1 Protea Pl, Sandown, Sandton, 2196, South Africa	9,035.49			
CMS Asia Limited	United Suite 20/AF, Tung Hip Commercial Building, 244-248 Des Voeux Road central Sheung Wan, Hong Kong	25,710.00			
David Drew	Fr12 Schubert Ring 61, Frankfurt 60388, Germany	19,846.96			
DBM Consulting Limited (Sandra Dadd)	59 Chalfrey Way, Uphook, Hants, GU30 7HE, UK	30,432.19			
Fluentsy (Pty) Ltd	Salt Orchard Building Unit C4, 10-12 Briar Road, SALT RIVER WESTERN CAPE 7925, South Africa	40.03			
Ghang Heung Suk	27-6, Jeongwangcheon-ro 369beon-gil, Siheung-si, Gyeonggi-do, South Korea	5,590.00			
Harriman House Ltd	3 Viceroy Court, Bedford Road, Petersfield, GU32 3LU, United Kingdom	10,443.75			
Hi Bob (UK) Limited	Boundary House, 91/93 Charterhouse Street, London EC1M 6HR, UK	4,946.16			
Insect Technology Group Holdings UK Limited	c/o UHY Hacker Young LLP, Quadrant House, 4 Thomas More Square, London, E1W 1 1YW, United Kingdom	13,640,067.00			
Jason Drew	FLAT 5, 8 HOLLY HILL, LONDON, NW3 6SF, UK	218.32			
Mesador Holdings Ltd	37/3A Parliament Lane, PO Box 453, Gibraltar	12,000.00			
MTAUST ADVISORY (PTY) LTD	Unit D02 Collingwood Building, Fir Street, Cape Town, 7925, South Africa	4,691.74			
Kontegranha Consulting (Pty) Ltd	Second Floor, Eango Building, 2A Park Road, CAPE TOWN, CAPE 8000, SOUTH AFRICA	1,702.75			
Salomon Ackerman	Gulshettstr. 25, D-60325 Frankfurt, Germany	17,706.40			
Speedbird Holdings Ltd	41 Shirock Rd, London, NW3 2HR, UK	4,177.50			

Van Omen & Wynant SC	Avenue Louise, 221-2030, Brussels, Belgium	9,107.68			
Wright Consulting Ltd	Llueche 0968, Mapu Santiago de Chile (Calle 51, Quilota, Chile)	1,500.00			
Wright, Inc.	70 North 2nd Street, San Jose CA 95113, USA	19,856.00			
Total		13,661,852.77			

Signature Mark Lambert Date 26.3.2021

COMPANY SHAREHOLDERS

Name of Shareholder	Address (with postcode)	No. of shares held	Nominal Value	Details of Shares held
Insect Technology Group Holdings UK Limited	c/o UHY Hacker Young LLP, Quadrant House, 4 Thomas More Square, London, E1W 1YW, United Kingdom	1	\$0.01	
TOTALS		1	\$0.01	

Signature Matt Lunt Date 26.3.2021

Appendix 8: Director's estimated statement of affairs for Group

STATEMENT OF AFFAIRS

Company name: Insect Technology Group Limited - In Administration
Company number: 10862862
in the High Court of Justice reference no. CR-2021-000308

Statement as to the affairs of (a) Insect Technology Group Limited of 1 Farnham Road Guildford Surrey GU2 4RG

on 22 February 2021, the date that the company entered administration.

Statement of Truth

I believe that the facts stated in this statement of affairs are a full, true and complete statement of the affairs of the above named company as at 22 February 2021, the date that the company entered administration.

I understand that proceedings for contempt of court may be brought against anyone who makes, or causes to be made, a false statement in a document verified by a statement of truth without an honest belief in its truth.

Full name Mark Williams

Signed Mark Williams

Dated 26 March 2021

A - Summary of Assets

Assets	Book value \$	Estimated to Realise \$
Assets subject to fixed charge: None	NIL	NIL
Assets subject to floating charge: None	NIL	NIL
Uncharged assets:		
Investments:		
Insectory	6,782,298	Uncertain
USA	-	Uncertain
Singapore	73,438	Uncertain
Circular Organics NV	2,000,000	Uncertain
Insectory Holding BV	26	Uncertain
Loans:		
AP California	5,734,609	Uncertain
Circular Organics BV	1,032,276	Uncertain
AP Singapore	5,360,033	Uncertain
Circular Organics Netherlands	738,097	Uncertain
Insectory	2,083,106	Uncertain
Cash	1	NIL
Estimated total assets available for creditors	23,803,884	Uncertain

Signature Mark Winters Date 26.3.2021

A1 - Summary of Liabilities

	Estimate \$
Estimated total assets available for preferential creditors (carried from page A)	UNCERTAIN
Liabilities	
Priority pre-Moratorium and Moratorium creditors	NIL
Estimated deficiency/surplus available for preferential creditors	
Preferential creditors:-	NIL
Employees (number: 0)	NIL
Pension contributions	NIL
Estimated deficiency/surplus available for secondary preferential creditors	UNCERTAIN
HMRC	NIL
Other secondary preferential creditors	NIL
Estimated deficiency/surplus as regards secondary preferential creditors	UNCERTAIN
Estimated prescribed part of net property where applicable (to carry forward)	NIL
Estimated total assets available for floating charge holders	UNCERTAIN
None	
Debts secured by floating charges	NIL
Estimated deficiency/surplus of assets after floating charges	UNCERTAIN
Estimated prescribed part of net property where applicable (brought down)	NIL
Total assets available to unsecured creditors	UNCERTAIN
Unsecured non-preferential claims:-	
Employees (number: 0)	NIL
Consumers who have paid in advance for goods or services (number: 0)	NIL
Other unsecured creditors	26,330,777
Estimated deficiency after floating charge where applicable (brought down)	(26,330,777)
Estimated deficiency/surplus as regards creditors	UNCERTAIN
Issued and called up capital	(0.01)
Estimated total deficiency/surplus as regards members	UNCERTAIN

Signature Mark Wint Date 26.3.2021

COMPANY CREDITORS (excluding employees and consumers)

Note: You must include all creditors (excluding employees and certain consumers (see relevant page for definition of a consumer)) and indicate any creditors under hire-purchase, chattel leasing or conditional sale agreements and any creditors claiming retention of title over property in the company's possession.

Name of creditor	Address (with postcode)	Amount of debt \$	Details of any security held by creditor	Date security given	Value of security \$
Insect Technology Group Holdings UK Limited	c/o UHY Hacker Young LLP, Quadrant House, 4 Thomas More Square, London, E1W 1YV	19,280,219.00			
The Insectory BV	Schipholweg 103 Unit 5-12, 2316XC, Leiden, The Netherlands	6,987,432.00			
Johan Jacobs	Dambruggestraat 200, 2060 Antwerpen, Belgium.	63,126.00			
Total		26,330,777.00			

Signature Mark Wuttag Date 26.3.2021

COMPANY SHAREHOLDERS

Name of Shareholder	Address (with postcode)	No. of shares held	Nominal Value \$	Details of Shares held
Impect Technology Group Holdings UK Limited	c/o UHY Hacker Young LLP, Quadrant House, 4 Thomas More Square, London, E14 1YW	1	0.01	Ordinary
TOTALS		1	0.01	

Signature Mark Williams Date 26.3.2021

Appendix 9: Receipts and payments account for Holdings
For the period 22 February 2021 to 19 March 2021

	SofA \$	Fixed £	Floating £	Total £	Fixed \$	Floating \$	Total \$	Fixed €	Floating €	Total €
Receipts										
Bank interest	0	0.00	0.09	0.09	0.00	0.00	0.00	0.00	0.00	0.00
Cash at bank	1,433,461	0.00	131,241.98	131,241.98	0.00	1,221,963.20	1,221,963.20	0.00	26,950.00	0.00
Investment in subsidiaries	Uncertain	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Loans from subsidiaries	Uncertain	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
	<u>1,433,461</u>	<u>0.00</u>	<u>131,242.07</u>	<u>131,242.07</u>	<u>0.00</u>	<u>1,221,963.20</u>	<u>1,221,963.20</u>	<u>0.00</u>	<u>26,950.00</u>	<u>0.00</u>
Payments										
Advertising		<u>0.00</u>	<u>(90.00)</u>	<u>(90.00)</u>	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>
		0.00	(90.00)	(90.00)	0.00	0.00	0.00	0.00	0.00	0.00
Trading profit/(loss)		0.00	(61,757.11)	(61,757.11)	0.00	(113,991.16)	(113,991.16)	0.00	0.00	0.00
Dividends										
Secured creditor	3,641,658	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Preferential creditors	102,061	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Unsecured creditors	<u>1,699,166</u>	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>
	5,442,885	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Cash in hand		0.00	69,394.96	69,394.96	0.00	1,107,972.04	1,107,972.04	0.00	26,950.00	0.00
Represented by										
VAT receivable		0.00	1,557.89	1,557.89	0.00	0.00	0.00	0.00	0.00	0.00
Current account		<u>0.00</u>	<u>67,837.07</u>	<u>67,837.07</u>	<u>0.00</u>	<u>1,107,972.04</u>	<u>1,107,972.04</u>	<u>0.00</u>	<u>26,950.00</u>	<u>26,950.00</u>
		0.00	69,394.96	69,394.96	0.00	1,107,972.04	1,107,972.04	0.00	26,950.00	26,950.00

Please note that the bank account for the UK£ is interest bearing, the US\$ and euro accounts are non interest bearing.

Insect Technology Group Holdings UK Limited
Trading account
for the period 22 February 2021 to 19 March 2021

	£	\$	€
Trading income			
None	0.00	0.00	0.00
	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>
Trading expenditure			
Bank charges	0.00	(81.87)	0.00
Courier charges	(139.18)	0.00	0.00
Funding of AP California	0.00	(52,000.00)	0.00
Funding of Group	(108.00)	0.00	0.00
Funding of ITG Pro India	0.00	(48,672.00)	0.00
Funding of Research	(108.00)	0.00	0.00
Funding of Services	(53,657.46)	(3,080.47)	0.00
Rents	(7,744.47)	0.00	0.00
Wages and salaries	0.00	(10,156.82)	0.00
	<u>(61,757.11)</u>	<u>(113,991.16)</u>	<u>0.00</u>
Trading profit/(loss)	(61,757.11)	(113,991.16)	0.00

Appendix 9: Receipts and payments account for Research
For the period 22 February 2021 to 19 March 2021

	SofA \$	Fixed £	Uncharged £	Total £
Receipts				
AgriProtein Technologies (Pty) Limited	Uncertain	0.00	0.00	0.00
Intellectual property	Uncertain	0.00	0.00	0.00
Funding from Insect Technology Group Holdings UK Limited	0	0.00	108.00	108.00
	Uncertain	0.00	108.00	108.00
Payments				
Advertising		0.00	(90.00)	(90.00)
		0.00	(90.00)	(90.00)
Dividends				
Secured creditor	3,641,658	0.00	0.00	0.00
Preferential creditors	0	0.00	0.00	0.00
Unsecured creditors	7,049,191	0.00	0.00	0.00
	10,690,849	0.00	0.00	0.00
Cash held		0.00	18.00	18.00
Represented by				
VAT receivable		0.00	18.00	18.00
Current account (interest bearing)		0.00	0.00	0.00
		0.00	18.00	18.00

Appendix 9: Receipts and payments account for Services
For the period 22 February 2021 to 19 March 2021

	SofA	Uncharged	Total	Uncharged	Total
	\$	£	£	\$	\$
Receipts					
Funding from Holdings	0	108.00	108.00	0.00	0.00
Investment in subsidiaries	Uncertain	0.00	0.00	0.00	0.00
Engineering designs	Uncertain	0.00	0.00	0.00	0.00
Loan to subsidiaries	Uncertain	0.00	0.00		0.00
Rent deposit	Uncertain	0.00	0.00	0.00	0.00
	Uncertain	108.00	108.00	0.00	0.00
Payments					
Advertising		(90.00)	(90.00)	0.00	0.00
		(90.00)	(90.00)	0.00	0.00
Trading profit/(loss)		7,764.46	7,764.46	0.00	0.00
Dividends					
Secured creditor	0	0.00	0.00	0.00	0.00
Preferential creditors	25,729	0.00	0.00	0.00	0.00
Secondary preferential creditors	178,428	0.00			
Unsecured creditors	13,894,568	0.00	0.00	0.00	0.00
	14,098,725	0.00	0.00	0.00	0.00
Cash in hand		7,782.46	7,782.46	0.00	0.00
Represented by					
VAT receivable		59.00	59.00	0.00	0.00
Current account		7,723.46	7,723.46	0.00	0.00
		7,782.46	7,782.46	0.00	0.00

Please note that the bank account for the UK£ is interest bearing, the US\$ and euro accounts are non interest bearing.

Insect Technology Group Services UK Limited
Trading account
for the period 22 February 2021 to 19 March
2021

	£	\$
Trading income		
Funding from Holdings	53,404.24	3,080.47
	<u>53,404.24</u>	<u>3,080.47</u>
Trading expenditure		
Bank charges	(27.00)	(21.35)
IT costs	(11,205.69)	0.00
Professional fees	(205.00)	0.00
Wages and salaries	(34,202.09)	(3,059.12)
	<u>(45,639.78)</u>	<u>(3,080.47)</u>
Trading profit/(loss)	7,764.46	0.00

Appendix 9: Receipts and payments account and trading accounts for Group

Insect Technology Group Limited - In Administration Joint Administrators' Receipts & Payments

From 22 February 2021 To 19 March 2021

S of A		From 22/02/21 To 19/03/21	From 22/02/21 To 19/03/21
£		£	£
ASSET REALISATIONS			
Uncertain	Investments in subsidiaries	NIL	NIL
Uncertain	Intercompany group loans	NIL	NIL
NIL	Funding from Insect Technology Group Holdings UK Limited	108.00	108.00
Uncertain		108.00	108.00
COST OF REALISATIONS			
	Statutory Advertising	(90.00)	(90.00)
		(90.00)	(90.00)
UNSECURED CREDITORS			
(19,280,219)	Insect Technology Group Holdings UK Limited	NIL	NIL
(6,987,432)	The Insectory BV	NIL	NIL
(63,126)	Trade and Expense Creditors	NIL	NIL
		NIL	NIL
		18.00	18.00
REPRESENTED BY			
	Vat Receivable		18.00
	Interest Bearing Current Account		NIL
			18.00

Appendix 10: Estimated outcome statement for Holdings as at 22 February 2021

	Note	Book value \$	Estimated to Realise \$
ASSETS			
Amounts subject to a fixed charge			
Investments in Subsidiaries		56,274	Uncertain
Amount due to Twynam Investments Pty Limited		(3,641,658)	(3,641,658)
Surplus/(Shortfall) as regards fixed charge holder		<u>(3,585,384)</u>	<u>(3,641,658)</u>
Amounts subject to floating charge			
AgriProtein (Gibraltar) Limited		4,005,912	Uncertain
AgriProtein Technologies (Pty) Limited		19,513,415	Uncertain
Insect Technology Group Research UK Limited	1	6,018,355	Uncertain
Insect Technology Group Services UK Limited	2	13,640,067	Uncertain
Insect Technology Group Limited	3	19,820,219	Uncertain
Multicycle Technologies UK Limited		302,359	Uncertain
Loans due from third party		100,000	Uncertain
Cash and cash equivalents	4	<u>1,421,639</u>	<u>1,433,461</u>
		64,821,966	1,433,461
Costs of the Administration			
Agent's fees			(25,688)
Legal fees			(205,500)
Legal fees - pre appointment			(62,706)
Joint Administrators' pre appointment fee			(35,177)
Joint Administrators' post appointment fees (10% of realisations)			(143,346)
Trading costs			(1,249,000)
Other expenses			<u>(3,192)</u>
			(1,724,609)
Amount available for preferential creditors			(291,149)
Preferential creditors			(102,061)
Amount available for secondary preferential creditor			<u>(393,210)</u>
Secondary preferential creditors			-
Amount available for prescribed part			<u>(393,210)</u>
Less prescribed part			74,532
Amount available for floating charge creditor			<u>(318,678)</u>
Amount due to floating charge creditor	5		(3,641,658)
Amount available for unsecured creditors			<u>(3,960,336)</u>
Add back prescribed part			(74,532)
Total available to unsecured creditors			<u>(74,532)</u>

LIABILITIES

Trade and expense creditors	(283,100)
Innovation Fund (promissory note)	(719,482)
Employees - redundancy, notice and deferred salaries	<u>(703,513)</u>
	(1,706,095)

Surplus/(shortfall) available for shareholders	<u>(1,780,626)</u>
---	---------------------------

Notes

1. Dividend from Research
2. Dividend from Services
3. Dividend from Group
4. Balance spent on funding trading during the marketing period.
5. Paid in full in Research
6. NRF's unpaid pre appointment fees are £65,771, however they are holding £24,000 so the lower amount has been reflected above.

Appendix 10: Estimated outcome statement for Research as at 22 February 2021

	Book Value	Estimated to Realise
	\$	\$
ASSETS		
Assets subject to a fixed charge		
Intellectual Property	-	Uncertain
Amount due to fixed charge holder (Twynam)	(3,641,658)	(3,641,658)
Surplus/(shortfall) as regards fixed charge	<u>(3,641,658)</u>	<u>(3,641,658)</u>
Unencumbered assets		
AgriProtein Technologies (Pty) Limited	25,265	Uncertain
Cash and cash equivalents	<u>1</u>	<u>-</u>
	25,266	-
Costs of the Administration		
Agent's fees		(25,688)
Legal fees		(137,000)
Joint Administrators' pre appointment fee		(6,584)
Joint Administrators' post appointment fees (10% of realisations)		Uncertain
Other expenses		<u>(2,571)</u>
		(171,843)
Amount available for preferential creditors		(171,843)
Preferential creditors		-
Amount available for unsecured creditors		<u>(171,843)</u>
LIABILITIES		
Trade and expense creditors		(11,992)
Insect Technology Group Holdings UK Limited		(6,018,355)
Agriprotein Singapore Pty Ltd		(746,318)
Circular Organics B.V.		<u>(272,526)</u>
		(7,049,191)
Surplus/(shortfall) as regards unsecured creditors		<u>(7,221,034)</u>

Notes:

The intellectual property is subject to tax liability which the Joint Administrators understand can utilise previous losses.

As there is no qualifying floating charge creditor, the prescribed part does not apply and has not been included above.

Appendix 10: Estimated outcome statement for Services as at 22 February 2021

	Book Value	Estimated to Realise
	\$	\$
ASSETS		
Investment in ITGPRO Support Services India Private Limited	93,399	Uncertain
Engineering designs	717,824	Uncertain
Loan to ITGPRO Support Services India Private Limited	49,508	Uncertain
Trade receivables and prepayment	271,707	-
Rent deposit	19,929	Uncertain
Cash and cash equivalents	1	-
	<u>1,152,368</u>	<u>Uncertain</u>
Costs of the Administration		
Agent's fees		(25,688)
Legal fees		(20,550)
Joint Administrators' pre appointment fee		-
Joint Administrators' post appointment fees (10% of realisations)		Uncertain
Other expenses		<u>(3,466)</u>
		<u>(49,704)</u>
Amount available to preferential creditors		Uncertain
Preferential creditors (estimated)		(25,729)
Amount available for secondary preferential creditors		<u>Uncertain</u>
Secondary preferential creditor (HM Revenue and Customs)		(178,428)
Amount available for unsecured creditors		<u>Uncertain</u>
LIABILITIES		
Insect Technology Group Holdings UK Limited		(13,640,067)
Employees - redundancy, notice and deferred salaries		(33,134)
Trade and expense creditors		<u>(221,367)</u>
		<u>(13,894,568)</u>
Surplus/(shortfall) as regards unsecured creditors		<u>Uncertain</u>

As there is no qualifying floating charge creditor, the prescribed part does not apply and has not been included above.

Appendix 10: Estimated outcome statement for Group as at 22 February 2021

	Notes	Book Value \$	Estimated to realise \$
ASSETS			
Investment in The Insectory BV		6,782,324	Uncertain
Investment in Insect Technology Group USA, Inc	1	0	Uncertain
Investment in AgriProtein Singapore PTE Limited	2	73,438	Uncertain
Investment in Circular Organics NV	3	2,000,000	Uncertain
Loan to AgriProtein California LLC		5,734,609	Uncertain
Loan to Circular Organics NV		1,032,276	Uncertain
Loan to AgriProtein Singapore PTE Ltd		5,360,033	Uncertain
Loan to Circular Organics Netherlands BV		738,097	Uncertain
Loan to The Insectory BV	4	2,083,106	Uncertain
Cash and cash equivalents		1	-
		<u>23,803,883</u>	<u>Uncertain</u>
Costs of the Administration			
Agent's fees			(25,688)
Legal fees			(205,500)
Joint Administrators' pre appointment fee			(8,278)
Joint Administrators' post appointment fees (10% of realisations)			Uncertain
Other expenses			<u>(2,425)</u>
			<u>(241,891)</u>
Amount available to preferential creditors			-
Preferential creditors			-
Amount available for unsecured creditors			<u>-</u>
LIABILITIES			
Insect Technology Group Holdings UK Limited			(19,280,219)
The Insectory BV			(6,987,432)
Johan Jacobs			<u>(63,126)</u>
			<u>(26,330,777)</u>
Surplus/(shortfall) as regards unsecured creditors			<u>(26,330,777)</u>

Notes

1. Sale of shares in USA
2. Dividend from Singapore due to distribution from Research
3. Sale of share in Circular Organics
4. Dividend from Insectory
5. As there is no qualifying floating charge creditor, the prescribed part does not apply and has not been included above.

Appendix 11 – Narrative detail of the work to be undertaken

Administration (including statutory reporting)

The Joint Administrators are required to meet a considerable number of statutory and regulatory obligations. Whilst many of these tasks do not have a direct benefit in enhancing realisations for the insolvent estate, they assist in the efficient and compliant progressing of the administration, which ensures that the Joint Administrators and their staff carry out their work to high professional standards.

Investigations

The Joint Administrators' investigations are on-going and it is not yet clear whether any matters will be identified with the potential to generate additional recoveries for the insolvent estate. At this early stage, it is difficult to estimate the likely time costs and expenses that may be incurred in carrying out a detailed exploration and pursuit of any questionable matters. The estimated reflect the anticipated work in carrying out basic investigations in order to identify any potential causes of action. If any are identified and additional work is required in order to generate a net financial benefit for creditors, further approval may be sought from the relevant creditors.

Realisation of assets

The receipts and payments accounts at Appendix 9 sets out the realisations achieved to date and the estimated outcome statements at Appendix 10 sets out the total anticipated realisations and the financial benefit that this work is expected to generate for creditors. In brief, the following tasks are yet to be completed for the Companies: sale of as a going concern/sale of the business and assets and realising the intercompany debtors which will be dependent on any sale agreed.

Trading

As the Joint Administrators continue to trade the business the following is required:

- regular reviews of the cash flow forecast;
- arranging for payments to subsidiaries/third parties/staff wages; and
- liaising with management and staff.

As the Companies do not have any income, the trading period shall generate a loss. Although this is disappointing, the on-going trading of the Companies is expected to secured a sale of the business as a going concern, which will greatly enhance realisations and reduce contingent creditors' claims, in particular the employees.

Creditors (claims and distributions)

Irrespective of whether sufficient realisations are achieved to pay a dividend to any class of creditor, time will be spent in dealing with creditors' queries, assisting the employees in pursuing their claims via the RPO (for Holdings and Services) and providing updates to the secured creditor (for Holdings and Research). In the event that a dividend is available to any class of creditors, time will be spent adjudicating on those creditors' claims to ensure that the funds are distributed in accordance with each creditor's statutory entitlement.

Appendix 11 – Narrative detail of the work to be undertaken for Holdings

General description	Includes
Administration (including statutory reporting)	
Statutory/advertising	Filing and advertising to meet statutory requirements
Document maintenance/file review/checklist	Filing of documents Periodic file reviews, including ethical, anti-money laundering and anti-bribery matters Maintenance of statutory and case progression task lists/diaries Updating checklists
Bank account administration	Preparing correspondence opening and closing US dollar, Euro and Sterling accounts Requesting bank statements Bank account reconciliations Correspondence with bank regarding specific transfers Maintenance of the estate cash book Banking remittances and issuing cheques/BACS payments
Planning / review	Discussions regarding strategies to be pursued Meetings with team members and independent advisers to consider practical, technical and legal aspects of the case
Books and records / storage	Dealing with records in storage Sending case files to storage
Creditor reports	Preparing proposal, six monthly progress reports, fee authority report to secured and preferential creditors, conversion to CVL (where appropriate) and final report Seeking extension via creditors (where appropriate) and/or court Reporting to secured creditor
Creditors' decisions	Preparation of decision notices, proxies/voting forms Collate and examine proofs and proxies/votes to establish decisions Consider objections received and requests for physical meeting or other decision procedure (For virtual meeting) Preparation of meeting file, including agenda, certificate of postage, attendance register, list of creditors, advertisement of meeting and draft minutes of meeting Issuing notice of result of decision on Proposals
Investigations	
SIP 2 Review	Collection, and making an inventory, of company books and records Correspondence to request information on the company's dealings, making further enquiries of third parties Reviewing questionnaires submitted by creditors and directors Reconstruction of financial affairs of the company Reviewing company's books and records Preparation of deficiency statement Review of specific transactions and liaising with directors

General description	Includes
	regarding certain transactions Liaising with the committee/creditors or major creditors about further action to be taken
Statutory reporting on conduct of director(s)	Preparing statutory investigation reports Liaising with the Insolvency Service Submission of report to the Insolvency Service Preparation and submission of supplementary report (if required) Assisting the Insolvency Service with its investigations
Examinations	Preparing brief to solicitor Liaising with solicitor(s) regarding examinations Attendance at examination Reviewing examination transcripts Liaising with solicitor(s) regarding outcome of examinations and further actions available
Litigation / Recoveries	Strategy meeting regarding litigation Seeking funding from creditors Reviewing terms of solicitors' conditional fee agreements Preparing brief to solicitors/Counsel Liaising with solicitors regarding recovery actions Dealing with ATE insurers Attending to negotiations Attending to settlement matters
Realisation of assets	
Sale as a going concern / sale of the business and assets	Instructing and liaising with agents Review of the data room prepared and any advertising notices Liaising with potential purchasers Assessment and review of offers received Negotiating with intended purchaser Liaising with secured creditors and seeking releases Exchanges with solicitors to agree sale and purchase agreement Pursuing deferred sale consideration (if applicable)
Intercompany debtors	Collecting supporting documentation Correspondence with debtors Reviewing and assessing debtors' ledgers Liaising with debt collectors and solicitors Agreeing debt collection agency agreements Dealing with disputes, including communicating with directors/former staff
Trading	
Management of operations	Negotiating with ransom creditors Liaising with management and staff

General description	Includes
	<ul style="list-style-type: none"> Reviewing contracts of employment Reviewing and authorising payments Preparing and authorising payment vouchers Liaising with RPO regarding redundancies Liaising with external payroll advisors regarding new PAYE scheme with HMRC Liaising with external payroll advisors regarding completing the monthly payroll for those employees who were being retained Liaising with payroll advisors regarding P32 form to HMRC to ensure monthly PAYE/NIC payments are made Arranging monthly PAYE/NIC payments to HMRC Concluding payroll and issuing P45 forms when trading ceases Liaising with Pensions regulator regarding auto-enrolment Liaising with the Landlord regarding occupation of the premises during the administration trading period and payment of rent for the period of occupation Instructing solicitors to issue notice of termination to the Landlord
Accounting for trading	<ul style="list-style-type: none"> Reviewing company's budgets and financial statements Preparing budgets Preparing weekly financial reports Finalising trading profit or loss Trading strategy review Tax and VAT returns
On-going employee issues	<ul style="list-style-type: none"> Consultation with staff, employee and sub-contractors Review of staffing requirements for trading period Deciding on and making redundancies where necessary
Creditors (claims and distribution)	
Creditor communication	<ul style="list-style-type: none"> Receive and follow up creditor enquiries via telephone Review and prepare correspondence to creditors and their representatives via facsimile, email and post Assisting employees to pursue claims via the RPO Corresponding with the PPF and the Pensions Regulator
Dealing with proofs of debt ('POD')	<ul style="list-style-type: none"> Receipting and filing POD when not related to a dividend Corresponding with RPO regarding POD when not related to a dividend
Processing proofs of debt	<ul style="list-style-type: none"> Preparation of correspondence to potential creditors inviting submission of POD Receipt of POD Adjudicating POD Request further information from claimants regarding POD Preparation of correspondence to claimant advising outcome of adjudication Seeking solicitors' advice on the validity of secured creditors' claims and other complex claims
Distribution	<ul style="list-style-type: none"> Agreeing allocation of realisations and costs between fixed and

General description	Includes	
procedures	<p>floating charges</p> <p>Paying distribution to secured creditors and seeking confirmation of discharged claims</p> <p>Paying a distribution to preferential/secondary preferential or unsecured creditors</p> <p>The process below will need to be applied for each class of creditor paid:</p> <p>Preparation of correspondence to creditors advising of intention to declare dividend</p> <p>Advertisement of notice of intended dividend</p> <p>Preparation of dividend calculation</p> <p>Preparation of correspondence to creditors announcing declaration of dividend</p> <p>Preparation of cheques/BACS to pay dividend</p> <p>Preparation of correspondence to creditors enclosing payment of distribution</p> <p>Seeking unique tax reference from HMRC, submitting information on PAYE/NI deductions from employee distributions and paying over to HMRC</p> <p>Dealing with unclaimed dividends</p> <p>When paying the secondary preferential creditor the adjudication of HMRC's secondary preferential claim, may involve bringing the Company's preferential tax affairs up to date</p>	
Creditors' Committee	No estimate has been provided, as it has been assumed that no Committee will be established	Please note if this is required further fee approval shall be sought from creditors.

Appendix 11 – Narrative detail of the work to be undertaken for Research

General description	Includes
Administration (including statutory reporting)	
Statutory/advertising	Filing and advertising to meet statutory requirements
Document maintenance/file review/checklist	Filing of documents Periodic file reviews, including ethical, anti-money laundering and anti-bribery matters Maintenance of statutory and case progression task lists/diaries Updating checklists
Bank account administration	Preparing correspondence opening and closing US dollar, Euro and Sterling accounts Requesting bank statements Bank account reconciliations Correspondence with bank regarding specific transfers Maintenance of the estate cash book Banking remittances and issuing cheques/BACS payments
Planning / review	Discussions regarding strategies to be pursued Meetings with team members and independent advisers to consider practical, technical and legal aspects of the case
Books and records / storage	Dealing with records in storage Sending case files to storage
Creditor reports	Preparing proposal, six monthly progress reports, fee authority report to secured and preferential creditors, conversion to CVL (where appropriate) and final report Seeking extension via creditors (where appropriate) and/or court Reporting to secured creditor
Creditors' decisions	Preparation of decision notices, proxies/voting forms Collate and examine proofs and proxies/votes to establish decisions Consider objections received and requests for physical meeting or other decision procedure (For virtual meeting) Preparation of meeting file, including agenda, certificate of postage, attendance register, list of creditors, advertisement of meeting and draft minutes of meeting Issuing notice of result of decision on Proposals
Investigations	
SIP 2 Review	Collection, and making an inventory, of company books and records Correspondence to request information on the company's dealings, making further enquiries of third parties Reviewing questionnaires submitted by creditors and directors Reconstruction of financial affairs of the company Reviewing company's books and records Preparation of deficiency statement Review of specific transactions and liaising with directors

General description	Includes	
	regarding certain transactions Liaising with the committee/creditors or major creditors about further action to be taken	
Statutory reporting on conduct of director(s)	Preparing statutory investigation reports Liaising with the Insolvency Service Submission of report to the Insolvency Service Preparation and submission of supplementary report (if required) Assisting the Insolvency Service with its investigations	
Examinations	Preparing brief to solicitor Liaising with solicitor(s) regarding examinations Attendance at examination Reviewing examination transcripts Liaising with solicitor(s) regarding outcome of examinations and further actions available	Please note if this is required further fee approval shall be sought from creditors.
Litigation / Recoveries	Strategy meeting regarding litigation Seeking funding from creditors Reviewing terms of solicitors' conditional fee agreements Preparing brief to solicitors/Counsel Liaising with solicitors regarding recovery actions Dealing with ATE insurers Attending to negotiations Attending to settlement matters	
Realisation of assets		
Sale as a going concern / sale of the business and assets	Instructing and liaising with agents Review of the data room prepared and any advertising notices Liaising with potential purchasers Assessment and review of offers received Negotiating with intended purchaser Liaising with secured creditors and seeking releases Exchanges with solicitors to agree sale and purchase agreement Pursuing deferred sale consideration (if applicable)	
Intercompany debtors	Collecting supporting documentation Correspondence with debtors Reviewing and assessing debtors' ledgers Liaising with debt collectors and solicitors Agreeing debt collection agency agreements Dealing with disputes, including communicating with directors/former staff	
Trading		
Management of operations	Negotiating with ransom creditors Liaising with management and staff	

General description	Includes
	<ul style="list-style-type: none"> Authorising payments Preparing and authorising payment vouchers
Accounting for trading	<ul style="list-style-type: none"> Reviewing company's budgets and financial statements Preparing budgets Preparing weekly financial reports Finalising trading profit or loss Trading strategy review Tax and VAT returns
On-going employee issues	<ul style="list-style-type: none"> Consultation with staff, employee and sub-contractors Review of staffing requirements for trading period Deciding on and making redundancies where necessary
Creditors (claims and distribution)	
Creditor communication	<ul style="list-style-type: none"> Receive and follow up creditor enquiries via telephone Review and prepare correspondence to creditors and their representatives via facsimile, email and post Assisting employees to pursue claims via the RPO Corresponding with the PPF and the Pensions Regulator
Dealing with proofs of debt ('POD')	<ul style="list-style-type: none"> Receipting and filing POD when not related to a dividend Corresponding with RPO regarding POD when not related to a dividend
Processing proofs of debt	<ul style="list-style-type: none"> Preparation of correspondence to potential creditors inviting submission of POD Receipt of POD Adjudicating POD Request further information from claimants regarding POD Preparation of correspondence to claimant advising outcome of adjudication Seeking solicitors' advice on the validity of secured creditors' claims and other complex claims
Distribution procedures	<ul style="list-style-type: none"> Agreeing allocation of realisations and costs between fixed and floating charges Paying distribution to secured creditors and seeking confirmation of discharged claims Paying a distribution to preferential/secondary preferential or unsecured creditors The process below will need to be applied for each class of creditor paid: Preparation of correspondence to creditors advising of intention to declare dividend Advertisement of notice of intended dividend Preparation of dividend calculation Preparation of correspondence to creditors announcing declaration of dividend Preparation of cheques/BACS to pay dividend Preparation of correspondence to creditors enclosing payment of

General description	Includes	
	<p>distribution</p> <p>Seeking unique tax reference from HMRC, submitting information on PAYE/NI deductions from employee distributions and paying over to HMRC</p> <p>Dealing with unclaimed dividends</p> <p>When paying the secondary preferential creditor the adjudication of HMRC's secondary preferential claim, may involve bringing the Company's preferential tax affairs up to date</p>	
Creditors' Committee	No estimate has been provided, as it has been assumed that no Committee will be established	Please note if this is required further fee approval shall be sought from creditors.

Appendix 11 – Narrative detail of the work to be undertaken for Services

General description	Includes
Administration (including statutory reporting)	
Statutory/advertising	Filing and advertising to meet statutory requirements
Document maintenance/file review/checklist	Filing of documents Periodic file reviews, including ethical, anti-money laundering and anti-bribery matters Maintenance of statutory and case progression task lists/diaries Updating checklists
Bank account administration	Preparing correspondence opening and closing US dollar, Euro and Sterling accounts Requesting bank statements Bank account reconciliations Correspondence with bank regarding specific transfers Maintenance of the estate cash book Banking remittances and issuing cheques/BACS payments
Planning / review	Discussions regarding strategies to be pursued Meetings with team members and independent advisers to consider practical, technical and legal aspects of the case
Books and records / storage	Dealing with records in storage Sending case files to storage
Creditor reports	Preparing proposal, six monthly progress reports, fee authority report to secured and preferential creditors, conversion to CVL (where appropriate) and final report Seeking extension via creditors (where appropriate) and/or court
Creditors' decisions	Preparation of decision notices, proxies/voting forms Collate and examine proofs and proxies/votes to establish decisions Consider objections received and requests for physical meeting or other decision procedure (For virtual meeting) Preparation of meeting file, including agenda, certificate of postage, attendance register, list of creditors, advertisement of meeting and draft minutes of meeting Issuing notice of result of decision on Proposals
Investigations	
SIP 2 Review	Collection, and making an inventory, of company books and records Correspondence to request information on the company's dealings, making further enquiries of third parties Reviewing questionnaires submitted by creditors and directors Reconstruction of financial affairs of the company Reviewing company's books and records Preparation of deficiency statement Review of specific transactions and liaising with directors regarding certain transactions

General description	Includes	
	Liaising with the committee/creditors or major creditors about further action to be taken	
Statutory reporting on conduct of director(s)	Preparing statutory investigation reports Liaising with the Insolvency Service Submission of report to the Insolvency Service Preparation and submission of supplementary report (if required) Assisting the Insolvency Service with its investigations	
Examinations	Preparing brief to solicitor Liaising with solicitor(s) regarding examinations Attendance at examination Reviewing examination transcripts Liaising with solicitor(s) regarding outcome of examinations and further actions available	Please note if this is required further fee approval shall be sought from creditors.
Litigation / Recoveries	Strategy meeting regarding litigation Seeking funding from creditors Reviewing terms of solicitors' conditional fee agreements Preparing brief to solicitors/Counsel Liaising with solicitors regarding recovery actions Dealing with ATE insurers Attending to negotiations Attending to settlement matters	
Realisation of assets		
Sale as a going concern / sale of the business and assets	Instructing and liaising with agents Review of the data room prepared and any advertising notices Liaising with potential purchasers Assessment and review of offers received Negotiating with intended purchaser Exchanges with solicitors to agree sale and purchase agreement Pursuing deferred sale consideration (if applicable)	
Intercompany debtors	Collecting supporting documentation Correspondence with debtors Reviewing and assessing debtors' ledgers Liaising with debt collectors and solicitors Agreeing debt collection agency agreements Dealing with disputes, including communicating with directors/former staff	
Rent deposit	Liaising with landlord regarding rent deposit held Agreeing any balances due back to the company	
Trading		
Management of operations	Negotiating with ransom creditors Liaising with management and staff	

General description	Includes
	<p>Reviewing contracts of employment</p> <p>Instructing solicitors to provide advice regarding employees based in different jurisdictions</p> <p>Reviewing and authorising payments</p> <p>Preparing and authorising payment vouchers</p> <p>Liaising with RPO regarding redundancies</p> <p>Liaising with external payroll advisors regarding new PAYE scheme with HMRC</p> <p>Liaising with external payroll advisors regarding completing the monthly payroll for those employees who were being retained</p> <p>Liaising with payroll advisors regarding P45 form for employee made redundant during trading period</p> <p>Liaising with payroll advisors regarding P32 form to HMRC to ensure monthly PAYE/NIC payments are made</p> <p>Arranging monthly PAYE/NIC payments to HMRC</p> <p>Concluding payroll and issuing P45 forms when trading ceases</p> <p>Liaising with Pensions regulator regarding auto-enrolment</p>
Accounting for trading	<p>Reviewing company's budgets and financial statements</p> <p>Preparing budgets</p> <p>Preparing weekly financial reports</p> <p>Finalising trading profit or loss</p> <p>Trading strategy review</p> <p>Tax and VAT returns</p>
Ongoing employee issues	<p>Consultation with staff, employee and sub-contractors</p> <p>Review of staffing requirements for trading period</p> <p>Deciding on and making redundancies where necessary</p>
Creditors (claims and distribution)	
Creditor communication	<p>Receive and follow up creditor enquiries via telephone</p> <p>Review and prepare correspondence to creditors and their representatives via facsimile, email and post</p> <p>Assisting employees to pursue claims via the RPO</p> <p>Corresponding with the PPF and the Pensions Regulator</p>
Dealing with proofs of debt ('POD')	<p>Receipting and filing POD when not related to a dividend</p> <p>Corresponding with RPO regarding POD when not related to a dividend</p>
Processing proofs of debt	<p>Preparation of correspondence to potential creditors inviting submission of POD</p> <p>Receipt of POD</p> <p>Adjudicating POD</p> <p>Request further information from claimants regarding POD</p> <p>Preparation of correspondence to claimant advising outcome of adjudication</p>
Distribution procedures	<p>Paying a distribution to preferential/secondary preferential or unsecured creditors</p> <p>The process below will need to be applied for each class of creditor</p>

General description	Includes	
	<p>paid:</p> <p>Preparation of correspondence to creditors advising of intention to declare dividend</p> <p>Advertisement of notice of intended dividend</p> <p>Preparation of dividend calculation</p> <p>Preparation of correspondence to creditors announcing declaration of dividend</p> <p>Preparation of cheques/BACS to pay dividend</p> <p>Preparation of correspondence to creditors enclosing payment of distribution</p> <p>Seeking unique tax reference from HMRC, submitting information on PAYE/NI deductions from employee distributions and paying over to HMRC</p> <p>Dealing with unclaimed dividends</p> <p>When paying the secondary preferential creditor the adjudication of HMRC's secondary preferential claim, may involve bringing the Company's preferential tax affairs up to date</p>	
Creditors' Committee	No estimate has been provided, as it has been assumed that no Committee will be established	Please note if this is required further fee approval shall be sought from creditors.

Appendix 11 – Narrative detail of the work to be undertaken for Group

General description	Includes
Administration (including statutory reporting)	
Statutory/advertising	Filing and advertising to meet statutory requirements
Document maintenance/file review/checklist	Filing of documents Periodic file reviews, including ethical, anti-money laundering and anti-bribery matters Maintenance of statutory and case progression task lists/diaries Updating checklists
Bank account administration	Preparing correspondence opening and closing US dollar, Euro and Sterling accounts Requesting bank statements Bank account reconciliations Correspondence with bank regarding specific transfers Maintenance of the estate cash book Banking remittances and issuing cheques/BACS payments
Planning / review	Discussions regarding strategies to be pursued Meetings with team members and independent advisers to consider practical, technical and legal aspects of the case
Books and records / storage	Dealing with records in storage Sending case files to storage
Creditor reports	Preparing proposal, six monthly progress reports, fee authority report to secured and preferential creditors, conversion to CVL (where appropriate) and final report Seeking extension via creditors (where appropriate) and/or court
Creditors' decisions	Preparation of decision notices, proxies/voting forms Collate and examine proofs and proxies/votes to establish decisions Consider objections received and requests for physical meeting or other decision procedure (For virtual meeting) Preparation of meeting file, including agenda, certificate of postage, attendance register, list of creditors, advertisement of meeting and draft minutes of meeting Issuing notice of result of decision on Proposals
Investigations	
SIP 2 Review	Collection, and making an inventory, of company books and records Correspondence to request information on the company's dealings, making further enquiries of third parties Reviewing questionnaires submitted by creditors and directors Reconstruction of financial affairs of the company Reviewing company's books and records Preparation of deficiency statement Review of specific transactions and liaising with directors regarding certain transactions

General description	Includes	
	Liaising with the committee/creditors or major creditors about further action to be taken	
Statutory reporting on conduct of director(s)	Preparing statutory investigation reports Liaising with the Insolvency Service Submission of report to the Insolvency Service Preparation and submission of supplementary report (if required) Assisting the Insolvency Service with its investigations	
Examinations	Preparing brief to solicitor Liaising with solicitor(s) regarding examinations Attendance at examination Reviewing examination transcripts Liaising with solicitor(s) regarding outcome of examinations and further actions available	Please note if this is required further fee approval shall be sought from creditors.
Litigation / Recoveries	Strategy meeting regarding litigation Seeking funding from creditors Reviewing terms of solicitors' conditional fee agreements Preparing brief to solicitors/Counsel Liaising with solicitors regarding recovery actions Dealing with ATE insurers Attending to negotiations Attending to settlement matters	
Realisation of assets		
Sale as a going concern / sale of the business and assets	Instructing and liaising with agents Review of the data room prepared and any advertising notices Liaising with potential purchasers Assessment and review of offers received Negotiating with intended purchaser Exchanges with solicitors to agree sale and purchase agreement Pursuing deferred sale consideration (if applicable)	
Intercompany debtors	Collecting supporting documentation Correspondence with debtors Reviewing and assessing debtors' ledgers Liaising with debt collectors and solicitors Agreeing debt collection agency agreements Dealing with disputes, including communicating with directors/former staff	
Trading		
Management of operations	Negotiating with ransom creditors Liaising with management and staff Authorising payments Preparing and authorising payment vouchers	

General description	Includes
Accounting for trading	Reviewing company's budgets and financial statements Preparing budgets Preparing weekly financial reports Finalising trading profit or loss Trading strategy review Tax and VAT returns
Ongoing employee issues	Consultation with staff, employee and sub-contractors Review of staffing requirements for trading period Deciding on and making redundancies where necessary
Creditors (claims and distribution)	
Creditor communication	Receive and follow up creditor enquiries via telephone Review and prepare correspondence to creditors and their representatives via facsimile, email and post Assisting employees to pursue claims via the RPO Corresponding with the PPF and the Pensions Regulator
Dealing with proofs of debt ('POD')	Receipting and filing POD when not related to a dividend Corresponding with RPO regarding POD when not related to a dividend
Processing proofs of debt	Preparation of correspondence to potential creditors inviting submission of POD Receipt of POD Adjudicating POD Request further information from claimants regarding POD Preparation of correspondence to claimant advising outcome of adjudication
Distribution procedures	Paying a distribution to preferential/secondary preferential or unsecured creditors The process below will need to be applied for each class of creditor paid: Preparation of correspondence to creditors advising of intention to declare dividend Advertisement of notice of intended dividend Preparation of dividend calculation Preparation of correspondence to creditors announcing declaration of dividend Preparation of cheques/BACS to pay dividend Preparation of correspondence to creditors enclosing payment of distribution Seeking unique tax reference from HMRC, submitting information on PAYE/Ni deductions from employee distributions and paying over to HMRC Dealing with unclaimed dividends When paying the secondary preferential creditor the adjudication of HMRC's secondary preferential claim, may involve bringing the Company's preferential tax affairs up to date

General description	Includes	
Creditors' Committee	No estimate has been provided, as it has been assumed that no Committee will be established	Please note if this is required further fee approval shall be sought from creditors.

Appendix 12: Expenses estimate for Holdings

Please note that this estimate reflects the expenses anticipated to be incurred for the full period of the Administration and thus it includes expenses already incurred, details of which are provided elsewhere in this document.

Expenses	Basis	Estimate of total (£)
Legal costs (Norton Rose Fulbright): providing advice in respect of the Administration strategy, agreements entered into by the company prior to the Administration, the sale of the business, preparing the sale agreement, reviewing the validity of the secured creditor and any other matter which may be required.	Time-costs	150,000.00
Agents Gordon Brothers: assisting with the marketing of the business and assets, negotiating with interested parties.	Time-costs	18,750.00
ERA/pension specialists Evolve IS Limited: completion of RP14 and RP14A and assisting with employee matters generally and, where relevant, with agreeing the employee claims where a dividend is anticipated. Assisting with the pension scheme, ensuring statutory notices are filed and submitting a claim for unpaid pension contributions.	Fixed based on number of employees	960.00
Advertising	Fixed fee	180.00
Specific bond	Based on value of assets	1,000.00
The Creditor Gateway	Per upload	30.00
Insurance of assets	Based on value of assets	1,000.00
VisionBlue fee	Fixed fee	110.00
Court fee	Fixed fee	50.00
Trading expenses (subject to currency fluctuations)*	Varied	911,679.00
Total		1,083,759.00

The trading expenses include, but are not limited to, wages for essential staff, professional fees for payroll services, funding of non-UK subsidiaries (including California and India), rent for the UK premises, the costs of running the IT infrastructure. Payments are made in various currencies however payments to date include sterling, US dollars and South African rand.

Appendix 12: Expenses estimate for Research

Please note that this estimate reflects the expenses anticipated to be incurred for the full period of the Administration and thus it includes expenses already incurred, details of which are provided elsewhere in this document.

Expenses	Basis	Estimate of total (£)
Legal costs (Norton Rose Fullbright): providing advice in respect of the Administration strategy, agreements entered into by the company prior to the Administration, the sale of the business, preparing the sale agreement, reviewing the validity of the secured creditor and any other matter which may be required.	Time-costs	100,000.00
Agents Gordon Brothers: assisting with the marketing of the business and assets, negotiating with interested parties.	Time-costs	18,750.00
Advertising	Fixed fee	180.00
Specific bond	Based on value of assets	1,200.00
The Creditor Gateway	Per upload	30.00
Insurance of assets	Based on value of assets	1,000.00
VisionBlue fee	Fixed fee	110.00
Court fee	Fixed fee	50.00
Total		121,320.00

Appendix 12: Expenses estimate for Services

Please note that this estimate reflects the expenses anticipated to be incurred for the full period of the Administration and thus it includes expenses already incurred, details of which are provided elsewhere in this document.

Expenses	Basis	Estimate of total (£)
Legal costs (Norton Rose Fulbright): providing advice in respect of the Administration strategy, agreements entered into by the company prior to the Administration, the sale of the business, preparing the sale agreement, reviewing the validity of the secured creditor and any other matter which may be required.	Time-costs	15,000.00
Agents Gordon Brothers: assisting with the marketing of the business and assets, negotiating with interested parties.	Time-costs	18,750.00
ERA/pension specialists Evolve IS Limited: completion of RP14 and RP14A and assisting with employee matters generally and, where relevant, with agreeing the employee claims where a dividend is anticipated. Assisting with the pension scheme, ensuring statutory notices are filed and submitting a claim for unpaid pension contributions.	Fixed based on number of employees	1,150.00
Advertising	Fixed fee	180.00
Specific bond	Based on value of assets	10.00
The Creditor Gateway	Per upload	30.00
Insurance of assets	Based on value of assets	1,000.00
VisionBlue fee	Fixed fee	110.00
Court fee	Fixed fee	50.00
Total		36,280.00

Appendix 12: Expenses estimate for Group

Please note that this estimate reflects the expenses anticipated to be incurred for the full period of the Administration and thus it includes expenses already incurred, details of which are provided elsewhere in this document.

Expenses	Basis	Estimate of total (£)
Legal costs (Norton Rose Fulbright): providing advice in respect of the Administration strategy, agreements entered into by the company prior to the Administration, the sale of the business, preparing the sale agreement, reviewing the validity of the secured creditor and any other matter which may be required.	Time-costs	150,000.00
Agents Gordon Brothers: assisting with the marketing of the business and assets, negotiating with interested parties.	Time-costs	18,750.00
Advertising	Fixed fee	180.00
Specific bond	Based on value of assets	400.00
The Creditor Gateway	Per upload	30.00
Insurance of assets	Based on value of assets	1,000.00
VisionBlue fee	Fixed fee	110.00
Court fee	Fixed fee	50.00
Total		170,520.00

Appendix 13: Summary of the Joint Administrators' Proposals for all companies

In order to achieve the Purpose of the Administration for each of the Companies, the Joint Administrators formally propose to creditors that:

- The Joint Administrators continue to manage the business, affairs and property of each of the Companies in order to achieve the Purpose of the Administration for each Company, in particular that:
 - (i) they continue to explore the possibility of a rescue of each Company as a going concern via a refinancing or restructuring and/or proposing a Restructuring Plan or a Company Voluntary Arrangement and, in the event that a Restructuring Plan or CVA is a viable option, convene meetings of the creditors and/or shareholder(s) of that company to consider the Joint Administrators' proposals and make any necessary application to court;
 - (ii) In the event that the Joint Administrators consider that there is no reasonable prospect of the rescue of any of the Companies as a going concern, they sell the business and assets of that company at such time(s) and on such terms as they consider appropriate.
 - (iii) they investigate and, if appropriate, pursue any claims that each of the Companies may have against any person, firm or company, whether in contract or otherwise, including any officer or former officer of each of the Companies or any person, firm or company that supplies or has supplied goods or services to the Companies; and
 - (iv) they do all such things and generally exercise all their powers as Joint Administrators as they consider desirable or expedient at their discretion in order to achieve the purpose of the Administration or protect and preserve the assets of each of the Companies or maximise the realisations of those assets, or of any purpose incidental to these activities.
- The Joint Administrators make distributions to any secured or preferential creditors of each of the Companies in accordance with paragraph 65 of Schedule B1 of the Act. Further, they may make a distribution to unsecured creditors, having first sought the court's permission in accordance with paragraph 65(3) of Schedule B1 of the Act where necessary.
- The Joint Administrators end the Administration in one of the following ways, appropriate to the circumstances of the case at the time:
 - (i) in the event that the Joint Administrators think that the purpose of the Administration has been sufficiently achieved in relation to any of the Companies and that control of that Company should be returned to the directors of that Company, they shall file the relevant form to bring the Administration to an end in accordance with paragraph 80 of Schedule B1 of the Act and/or, if applicable, make

an application to court for a Restructuring Plan and or issue proposals to creditors for a Company Voluntary Arrangement; or

- (ii) in the event that the Joint Administrators think that a distribution will be made to unsecured creditors in relation to any of the Companies (and they have not sought the court's permission, and are otherwise unable, to pay the distribution whilst the company is in Administration), they shall send to the registrar of companies notice to move that Company from Administration to Creditors' Voluntary Liquidation. In such circumstances, Brian Johnson and Peter Kubik will be appointed Joint Liquidators and will be authorised to act either jointly or separately in undertaking their duties as Liquidator. Creditors may nominate a different person or persons as the proposed liquidator or liquidators in accordance with paragraph 83(7)(a) of Schedule B1 of the Act and Rule 3.60(6)(b) of the Rules, but they must make the nomination or nominations at any time after they receive the Statement of Proposals, but before it is approved. Information about the process of approval of the Statement of Proposals is set out at Section 10; or
- (iii) in the unlikely event that there is no remaining property that might permit a distribution to the creditors of any of the Companies, they shall file a notice of dissolution of the Companies pursuant to Paragraph 84 of Schedule B1 of the Act; or
- (iv) alternatively, and should there be no likely funds to distribute to unsecured creditors of any of the Companies, the Joint Administrators may seek to place that Company into Compulsory Liquidation in order to bring proceedings that only a Liquidator may commence for the benefit of the estate. In such circumstances, Brian Johnson and Peter Kubik may ask the court that they be appointed Joint Liquidators, to act either jointly or separately in undertaking their duties as Liquidator.

Appendix 14: Decision procedure documents

Notice of decision procedure by virtual meeting

Company name: Insect Technology Group Holdings UK Limited - In Administration

Company number: 10819997

In the High Court of Justice, CR-2021-000257

This notice is given under Rule 3.39 and 15.8 of the Insolvency (England & Wales) Rules 2016 ("the Rules"). It is delivered by the Joint Administrators of the Company, Brian Johnson and Peter Kubik of UHY Hacker Young LLP, Quadrant House, 4 Thomas More Square, London E1W 1YW, who were appointed by the directors of the Company.

Creditors are invited to attend a virtual meeting for the purposes of considering the following (for the full wording of proposed decisions, see the proxy form):

1. The approval of the Joint Administrators' Statement of Proposals;
2. The establishing of a Creditors' Committee, if sufficient nominations are received by 29 April 2021 and those nominated are willing to be members of a Committee;
3. The timing of the Joint Administrators' discharge;
4. The basis of the Joint Administrators' fees; and
5. The approval of the pre-Administration costs.

The meeting will be held on 30 April 2021 at 10:00am. Please contact Danielle Dantis (details below) to receive instructions on how to access the virtual meeting, which will be held via the Microsoft Teams conferencing platform.

The meeting may be suspended or adjourned by the chair of the meeting (and must be adjourned if it is so resolved at the meeting).

Also provided is a proxy form to enable creditors to appoint a proxy-holder to attend on their behalf (note: any creditor who is not an individual must appoint a proxy-holder, if they wish to attend or be represented at the meeting).

All proxy forms, together with a proof of debt if one has not already been submitted, must be completed and returned to the Joint Administrators by one of the methods set out below:

By post to: the offices of UHY Hacker Young LLP, Quadrant House, 4 Thomas More Square, London E1W 1YW

By fax to: 020 7767 2601

By email to: d.dantis@uhy-uk.com

Please note that due to the current Covid-19 pandemic, our offices remain closed. Whilst post is still being received, it is recommended that all forms are returned by email to d.dantis@uhy-uk.com.

Please note that, if you are sending forms by post, you must ensure that you have allowed sufficient time for the forms to be delivered to the address above by the times set out below.

All proofs of debt must be delivered by: 4:00pm on 29 April 2021. All proxy forms must be delivered to the convener or chair before they may be used at the meeting fixed for 30 April 2021 at 10:00am.


Creditors who meet one or more of the statutory thresholds listed below may, within 5 business days from the date of the delivery of this notice, require a physical meeting to be held to consider the matter.

Creditors who have taken all steps necessary to attend the virtual meeting under the arrangements made by the convener, but that do not enable them to attend the whole or part of the meeting, may complain under Rule 15.38 of the Rules. A complaint must be made as soon as reasonably practicable and in any event no later than 4pm on the business day following the day on which the person was, or appeared to be, excluded; or where an indication is sought under Rule 15.37, the day on which the complainant received the indication.

Invitation to Form a Committee

All nominations must be delivered by: 4:00pm on 29 April 2021.

Nominations can only be accepted if the Joint Administrators are satisfied as to the nominated creditor's eligibility under Rule 17.4 of the Rules. For further information on the role of Creditors' Committees, go to: <http://thecompliancealliance.co.uk/cglc.pdf>.

Signed:  Dated: 14 April 2021

Brian Johnson
Joint Administrator and convener

**The Insolvency Act 1986
Proxy (administration)**

In the matter of Insect Technology Group Holdings UK Limited

**Notes to help completion of
the form**

Please give full name and
address for communication

And in the matter of the Insolvency Act 1986

Name of creditor _____

Address _____

Please insert name of person
or "chair of the meeting". If
you wish to provide for
alternative proxy-holders in
the circumstances that your
first choice is unable to attend
please state the names 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 the principal's proxy-holder at the meeting of
creditors of the above Company to be held on 30 April 2021, 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:

SEE ATTACHED SHEET

This form must be signed

Signature _____ **Dated** _____

Name in CAPITAL LETTERS _____

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

**Position with creditor or relationship to creditor or other authority for
signature:** _____

Are you are the sole member/shareholder of the creditor? **Yes/No**

**This proxy may be completed with the name of the person or the chair of the
meeting who is to be the proxy-holder.**

Proxy (administration) (continued)

Insect Technology Group Holdings UK Limited - In Administration

Name of creditor _____

Voting instructions for resolutions:

1	That the Joint Administrators' Statement of Proposals be approved.	*For / Against
2	<p>That a Creditors' Committee be established if sufficient nominations are received by 29 April 2021 and those nominated are willing to be members of a Committee.</p> <p>I nominate the following creditor to be a member of a Creditors' Committee and they have confirmed that they are willing to act:</p> <p>_____</p>	*For / Against
3	That the Joint Administrators be discharged from liability in respect of any action undertaken by them pursuant to Paragraph 98 of Schedule B1 of the Act, such discharge to take effect when the appointment of Joint Administrators ceases to have effect, as defined by the Act, unless the court specifies a time.	*For / Against
4	That the Joint Administrators' fees be fixed as a percentage of realisations, of 10% of gross realisations.	*For / Against
5	That the unpaid pre-Administration costs set out in the Joint Administrators' Proposal be approved.	*For / Against

*** Please delete as applicable to indicate your voting instructions**

PROOF OF DEBT - GENERAL FORM
Insect Technology Group Holdings UK Limited - In Administration
Date of Administration: 22/02/2021

DETAILS OF CLAIM

1.	Name of creditor (if a company, its registered name)	
2.	Address of creditor (i.e. principal place of business)	
3.	If the creditor is a registered company: <ul style="list-style-type: none"> For UK companies: its registered number For other companies: the country or territory in which it is incorporated and the number if any under which it is registered The number, if any, under which it is registered as an overseas company under Part 34 of the Companies Act 	
4.	Total amount of claim, including any Value Added Tax, as at the date of administration, less any payments made after this date in relation to the claim, any deduction under R14.20 of the Insolvency (England & Wales) Rules 2016 and any adjustment by way of set-off in accordance with R14.24 and R14.25	
5.	If the total amount above includes outstanding uncapitalised interest, please state	YES (£) / NO
6.	Particulars of how and when debt incurred	
7.	Particulars of any security held, the value of the security, and the date it was given	
8.	Details of any reservation of title in relation to goods to which the debt relates	
9.	Details of any document by reference to which the debt can be substantiated. [The administrator may call for any document or evidence to substantiate the claim at his discretion.]	
10.	Give details of whether the whole or any part of the debt falls within any (and if so which) of the categories of preferential debts under section 386 of, and schedule 6 to, the Insolvency Act 1986	Category Amount(s) claimed as preferential £
11.	If you wish any dividend payment that may be made to be paid in to your bank account please provide BACS details. Please be aware that if you change accounts it will be your responsibility to provide new information	Account No.: Account Name: Sort code:

AUTHENTICATION	
Signature of Creditor or person authorised to act on his behalf	
Name in BLOCK LETTERS	
Date	
If signed by someone other than the Creditor, state your postal address and authority for signing on behalf of the Creditor	
Are you the sole member of the Creditor?	YES / NO