

WU07

Notice of progress report in a winding-up by the court



Companies House

WEDNESDAY



A18 *A82MFUMX* #52
03/04/2019
COMPANIES HOUSE

1 Company details

Company number 0 3 0 1 8 1 1 9
Company name in full Calltech International Limited

→ Filling in this form
Please complete in typescript or in
bold black capitals.

2 Liquidator's name

Full forename(s) Freddy
Surname Khalastchi

3 Liquidator's address

Building name/number 2 Sovereign Quay
Street Havannah Street
Post town
County/Region Cardiff
Postcode C F 1 0 5 S F
Country

4 Liquidator's name ①

Full forename(s)
Surname

① Other liquidator
Use this section to tell us about
another liquidator.

5 Liquidator's address ①

Building name/number
Street
Post town
County/Region
Postcode
Country

① Other liquidator
Use this section to tell us about
another liquidator.

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6 Period of progress report

From date	^d 1	^d 8	^m 0	^m 2	^y 2	^y 0	^y 1	^y 8
To date	^d 1	^d 7	^m 0	^m 2	^y 2	^y 0	^y 1	^y 9

7 Progress report

☒ The progress report is attached

8 Sign and date

Liquidator's signature

Signature

X



X

Signature date

^d 0	^d 3	^m 0	^m 4	^y 2	^y 0	^y 1	^y 9
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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 **Rhiannon Warner-Jones**

Company name **Menzies LLP**

Address **2 Sovereign Quay
Havannah Street**

Post town **Cardiff**

County/Region

Postcode **C F 1 0 5 S F**

Country

DX

Telephone **029 2049 5444**



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 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

Calltech International Limited
(In Liquidation)
Liquidator's Summary of Receipts & Payments

Statement of Affairs £		From 18/02/2018 To 17/02/2019 £	From 18/02/2011 To 17/02/2019 £
	ASSET REALISATIONS		
2,500.00	Book Debts	NIL	NIL
	Property Rights/Patents	10,416.67	20,416.67
	Unclaimed dividend cheques	NIL	37.68
	Petitioner's Deposit	NIL	1,000.00
	Bank Interest Net of Tax	5.96	10.55
		<u>10,422.63</u>	<u>21,464.90</u>
	COST OF REALISATIONS		
	O.R. Remuneration	NIL	2,235.00
	DTI Cheque/BACS Fees	0.60	2.95
	Sec of State Fees	1,875.89	5,652.12
	Petitioner's Costs	NIL	1,515.00
	Liquidators Fees	7,000.00	10,000.00
	Statutory Advertising	NIL	NIL
	Bank Charges	88.00	680.00
		<u>(8,964.49)</u>	<u>(20,085.07)</u>
	UNSECURED CREDITORS		
(375,065.98)	Trade & Expense Creditors	NIL	NIL
(184,432.79)	HM Revenue and Customs - PAYE &	NIL	NIL
(2,444.95)	HM Revenue and Customs - VAT	NIL	NIL
(5,125,755.50)	Associated Company - Telinvest Ltd	NIL	NIL
(174,790.16)	Associated Company - Gematech UK	NIL	NIL
		<u>NIL</u>	<u>NIL</u>
(5,859,989.38)		<u>1,458.14</u>	<u>1,379.83</u>
	REPRESENTED BY		
	ISA main account - IB		1,379.83
			<u>1,379.83</u>

Note:

All items detailed on the receipts and payments account are shown net of VAT as the Company was VAT registered and VAT has therefore been recovered for the benefit of the liquidation estate.

CALLTECH INTERNATIONAL LIMITED - IN COMPULSORY LIQUIDATION

LIQUIDATOR'S PROGRESS REPORT PURSUANT TO RULE 18.8 OF THE INSOLVENCY (ENGLAND & WALES) RULES 2016

FOR THE PERIOD 18 FEBRUARY 2018 TO 17 FEBRUARY 2019

DATED 3 APRIL 2019

CALLTECH INTERNATIONAL LIMITED - IN COMPULSORY LIQUIDATION – (“THE COMPANY”)

ANNUAL PROGRESS REPORT

CONTENTS

1. Introduction and executive summary
2. Asset realisations
3. Investigations
4. Liquidator's remuneration
5. Liquidator's expenses and disbursements
6. Creditors' claims and outcome for creditors
7. Creditors' rights to further information and to challenge liquidators' remuneration and expenses
8. Data protection notice
9. Summary

APPENDICES

1. Statutory information
2. Liquidator's receipts and payments account
3. Liquidator's analysis of time costs
- 3a. Liquidator's narrative to time costs incurred

1 INTRODUCTION AND EXECUTIVE SUMMARY

I was appointed Liquidator of the Company on 18 February 2011. I now present my progress report for the eighth year of the liquidation, pursuant to Rule 18.8 of the Insolvency (England & Wales) Rules 2016 ("the Rules").

The Company's statutory information is attached at Appendix 1 of this report.

Executive summary

As creditors will be aware, the Intellectual Property Rights ("IPR") of the Company were sold to a connected company in the liquidation. The sale price included deferred consideration, with £25,000 plus VAT as a base cost for IPR, with other costs to be added should the connected company delay in the payment of the full amount. This matter has remained ongoing for over 5 years, I am in discussions with the purchaser to agree a final settlement figure and a payment plan for the remaining outstanding amount.

I attach at Appendix 2 a receipts and payments account for the period ended 17 February 2019. Details of progress during the period are set out in sections 2 and 3 below.

2 ASSET REALISATIONS

Intellectual Property Rights

During the period, the connected company has paid £10,416.67 plus VAT towards the £25,000 plus VAT initial agreed amount of the sale. The total paid from the start of the liquidation to date is £20,416.67 plus VAT. Therefore an amount of £4,583.33 plus VAT remains outstanding on the initial agreed base cost.

I have recently met with the purchaser to discuss a payment plan moving forward.

Other assets

The only other asset realised during the period to which this report relates was interest accruing on the estate account of £5.96.

3. INVESTIGATIONS

No matters were identified which could be pursued with a view to increasing funds available to creditors.

For the avoidance of doubt, the Official Receiver is responsible for reporting obligations under S7(3) of the Company Directors Disqualification Act 1986. The content of that report is confidential.

4 LIQUIDATOR'S REMUNERATION

At a meeting of creditors held on 26 August 2011, it was resolved that my remuneration be fixed by reference to time properly spent by myself and my staff in attending to matters arising in the liquidation.

I attach at Appendix 3 a breakdown of time costs by work category and staff grade for the period 18 February 2018 to 17 February 2019, which includes details of our charge out rates. My time costs during this reporting period are £8,315.00, which represents 42.70 hours at an average charge out rate of £194.73 per hour. My total time costs incurred for the period to 17 February 2019 amount to £46,088.16, representing 213.12 hours at an average rate of £216.25 per hour.

I have drawn remuneration of £10,000 plus VAT to 17 February 2019 of which £7,000 plus VAT was drawn during this period, as shown in the Receipts and Payment account at Appendix 2.

Given the technical nature of the liquidation, and the correspondence required between myself and the director, much of the work described in the sections above was undertaken by me, a manager and an administrator. Additional assistance was provided by cashiers dealing with banking and statutory duties, and administrators offering various support services. All time spent on administering various duties was charged directly to the case in 6 minute units.

A narrative explanation of work done during the period since my last progress report is set out at Appendix 3a.

An explanatory note "A Creditors' Guide to Liquidators' Fees" can be found on the following link - <https://www.menzies.co.uk/helping-you/business-recovery/fees-guide/>. Alternatively, it is available free of charge by contacting Menzies LLP. Please note that there are different versions and you should refer to the version for appointments from April 2010 to October 2011.

5 LIQUIDATOR'S EXPENSES AND DISBURSEMENTS

Expenses

Please see the receipts and payments account detailed at Appendix 2, which shows the payments made from the estate during the liquidation and for the period since the last progress report.

I have incurred total expenses of £1,970.73 during this period, as detailed in the table below.

I have not drawn any expenses during the period from the estate, however the statutory costs shown below have been paid from the Insolvency Service Account.

The total expenses incurred to 17 February 2019 is therefore £8,342.14.

Type of expense	Amount incurred / accrued in the reporting period	Amount paid in the period	Remains outstanding
Storage Costs	£6.24	Nil	£12.48
Specific Penalty Bond	Nil	Nil	£55.00
Statutory Advertising	Nil	Nil	£151.08
Companies House Charges	Nil	Nil	£3.00
DTI Cheque/BACS Fees	£0.60	£0.60	Nil
Sec of State Fees	£1,875.89	£1,875.89	Nil
Bank Charges	£88.00	£88.00	Nil

Petitioning creditor costs

The costs of the petitioning creditor were agreed and paid during a previous period. These costs amounted to £1,515 plus VAT.

Professional advisors

No professional advisors have been utilized during the period of this report.

Disbursements

In relation to disbursements, where my firm has incurred a cost that is directly referable to this matter and the payment was made to a third party, these costs have been or will be reimbursed,

subject to sufficient funds being available in the estate. I have incurred and paid the following disbursements during this period (included in the expenses table above), which have been paid by my firm.

Type of disbursement	Incurred in the period (£)	Paid in Period (£)	Remains outstanding (£)
Storage Costs	£6.24	Nil	£12.48

No disbursements have or will be claimed which, while directly referable to this matter, did not involve a payment to a third party. Neither will any cost be reimbursed which included an element of shared or allocated cost (e.g. photocopying).

6 CREDITORS' CLAIMS AND OUTCOME FOR CREDITORS

Secured creditor

The legislation requires that if the Company has created a floating charge on or after 15 September 2003, a prescribed part of the Company's net property (i.e. the money that would otherwise be available to the charge holder) should be ring-fenced for distribution to unsecured creditors. In this case there were no creditors secured by a floating charge such that the prescribed part provisions do not apply.

Preferential creditors

I am not aware of any preferential creditors.

Unsecured (ie non-preferential) creditors

I have received claims from one creditor, being HM Revenue and Customs at a total of £184,988.13. I have not received claims from seven creditors with original estimated of £5,430,611.64. Due to a lack of funds to pay the creditors, no adjudication process has been started.

It is anticipated that there will be no return to the unsecured creditors at this time as there are currently insufficient funds to enable a dividend to be paid to the unsecured creditors.

7 CREDITORS' RIGHTS TO FURTHER INFORMATION AND TO CHALLENGE LIQUIDATORS' REMUNERATION AND EXPENSES

Further information about creditors' rights can be obtained by visiting the creditors' information micro-site published by the Association of Business Recovery Professionals (R3) at <http://www.creditorinsolvencyguide.co.uk/>. A copy of 'A Creditors Guide to Liquidators' Fees' also published by R3, is available at the link <http://www.menzies.co.uk/helping-you/business-recovery/fees-guide/>. Please refer to the version for appointments from April 2010 to October 2011.

Creditors' right to request information

Any secured creditor, or an unsecured creditor with the support of at least 5% in value of unsecured creditors or with the leave of court, may (in writing) request me to provide additional information regarding remuneration or expenses already supplied within this report. In accordance with rule 18.9(2) of the Rules, such a request or application for leave must be made within 21 days of receipt of this report.

Creditors' right to challenge remuneration and/or expenses

Any secured creditor, or an unsecured creditor with the support of at least 10% in value of the unsecured creditors or with permission of the court, may apply to court for one or more orders under Rule 18.36(4) or 18.37(4) of the Rules. In accordance with rule 18.34(3) such applications must be made within eight weeks of receipt of this report.

8 DATA PROTECTION NOTICE

The Joint Liquidators are data controllers of personal data as defined by the relevant provisions of the applicable data protection legislation. Menzies LLP will act as a data processor on their instructions. Personal data will be kept secure and processed only for matters relating to the insolvency appointment. Full details of our privacy notice is at the following link:
<https://www.menzies.co.uk/legal/>.

9 SUMMARY

The Liquidation will remain open until the IPR agreement has been paid in full. I estimate that this will take approximately six months and once resolved, I will be in a position to conclude the Liquidation.

I will report again on the progress of the Liquidation after the next anniversary of the Liquidation or in the final account, whichever is earlier.

Should you require further information, or if you want hard copies of any of the documents made available on-line, please contact my colleague Rhiannon Warner-Jones by email at RWarner-Jones@menzies.co.uk, or by phone on 029 2067 4991.



Freddy Khalastchi
LIQUIDATOR

Appendix 1
Statutory information

Company name:	Calltech International Limited
Company number:	03018119
Registered office:	2 Sovereign Quay, Havannah Street, Cardiff, CF10 5SF
Former registered office:	Telford House, Hamilton Close, Basingstoke, Hampshire, RG21 6YT
Former trading address:	Telford House, Hamilton Close, Basingstoke, Hampshire, RG21 6YT
Principal trading activity:	Research & Development (telecommunications)
Liquidator's names	Freddy Khalastchi
Liquidator's address	2 Sovereign Quay, Havannah Street, Cardiff, CF10 5SF
Date of appointment	18 February, 2011
Court name and reference	Reading County Court 55 of 2011
Contact details of Liquidator	Rhiannon Warner-Jones on 029 2049 5444 or at RWarner-Jones@menzies.co.uk
Details of any changes of Liquidator	There have been no changes of Liquidator during the winding up. Please note that on 1 July 2015, Harris Lipman LLP merged with Menzies LLP to create a practice operating under the Menzies LLP name.

Appendix 2
Calltech International Limited
(In Liquidation)
Liquidator's Abstract of Receipts & Payments

Statement of Affairs		From 18/02/2018 To 17/02/2019	From 18/02/2011 To 17/02/2019
	ASSET REALISATIONS		
2,500.00	Book Debts	NIL	NIL
	Property Rights/Patents	10,416.67	20,416.67
	Unclaimed dividend cheques	NIL	37.68
	Petitioner's Deposit	NIL	1,000.00
	Bank Interest Net of Tax	5.96	10.55
		<u>10,422.63</u>	<u>21,464.90</u>
	COST OF REALISATIONS		
	O.R. Remuneration	NIL	2,235.00
	DTI Cheque/BACS Fees	0.60	2.95
	Sec of State Fees	1,875.89	5,652.12
	Petitioner's Costs	NIL	1,515.00
	Liquidators Fees	7,000.00	10,000.00
	Statutory Advertising	NIL	NIL
	Bank Charges	88.00	680.00
		<u>(8,964.49)</u>	<u>(20,085.07)</u>
	UNSECURED CREDITORS		
(375,065.98)	Trade & Expense Creditors	NIL	NIL
(184,432.79)	HM Revenue and Customs - PAYE &	NIL	NIL
(2,444.95)	HM Revenue and Customs - VAT	NIL	NIL
(5,125,755.50)	Associated Company - Telinvest Ltd	NIL	NIL
(174,790.16)	Associated Company - Gematech UK	NIL	NIL
		<u>NIL</u>	<u>NIL</u>
(5,859,989.38)		1,458.14	1,379.83
	REPRESENTED BY		
	ISA main account - IB		1,379.83
			<u>1,379.83</u>

Note:

All items detailed on the receipts and payments account are shown net of VAT as the Company was VAT registered and VAT has therefore been recovered for the benefit of the liquidation estate.

APPENDIX 3

TIME CHARGE OUT SUMMARY FOR THE PERIOD FROM 18 FEBRUARY 2018 - 17 FEBRUARY 2019

HOURS

Classification of work function	Partner/ Director	Manager	Senior	Administrator	Support	£		
						Total Hours	Time Costs	Average Hourly Rate
Admin and Planning	2.20	4.00	0.00	18.80	1.40	26.40	4,665.00	176.70
Realisation of Assets	3.40	0.50	0.00	3.40	0.00	7.30	2,276.00	311.78
Creditors	0.60	1.00	0.00	5.40	2.00	9.00	1,374.00	152.67
Investigations	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Total Hours	6.20	5.50	0.00	27.60	3.40	42.70		
Total Costs	3,049.00	1,340.00	0.00	3,615.00	311.00		8,315.00	

CHARGE OUT RATES OF INSOLVENCY TEAM MEMBERS

	From 1 October 2018	10 May 2018 to 30 Sept 2018	1 Oct 2017 - 9 May 2018
	£ per hour	£ per hour	£ per hour
Partner/Director	375-505	365-505	365-505
Manager	250-345	225-295	225-295
Senior	215	210	195
Administrator	80-200	75-195	75-195
Support Staff	95-100	80-95	80-95

Note 1 There may have been a number of promotions through the various grades during the period of the administration.

Note 2 Overhead costs are reflected in the charge out rates detailed.

Note 3 The charge-out rate of the Insolvency Practitioner for this assignment is currently £505 per hour, and the administrator is £130 per hour.

Note 4 Time is recorded in minimum units of 6 minutes.

Appendix 3a

Calltech International Limited - In Compulsory Liquidation ("the Company")

A description of the work undertaken since my last progress report is as follows:

1 Administration and planning

There are certain aspects of the case that are required by statute and for the efficient running of the case. They are not expected to provide a direct quantifiable benefit to creditors; however, without them, other aspects of the case which do provide a quantifiable benefit to creditors would be less efficient. They include:

- The maintenance of physical case files and electronic case management information.
- Periodic review of files,
- Strategic case planning and the routine administration of the case.
- Arranging meetings between the Liquidator and the former director.

Cashiering

- Lodging receipts
- Preparing and processing invoices for payments
- Reconciling the bank account, and producing the receipts and payments account.
- Preparation and submission of VAT and corporation tax returns.

2 Asset realisations

Net asset realisations provide the financial benefit to creditors and their quantum directly contributes to any dividend ultimately available to creditors.

Time has been spent in arranging meetings with the purchaser, along with regular email and telephone correspondence.

3 Investigations

Complying with statutory requirements will not necessarily produce a financial benefit to creditors but may identify potential avenues which could lead to a recovery for the benefit of creditors.

No time was spent in investigation works during the period to which this report relates.

4 Creditors

Time spent in this category included the following:

- Dealing with routine correspondence and queries and taking telephone calls from creditors.
- Maintaining creditor information on the electronic case management files as well as the physical case files.
- Preparing a report to creditors to advise upon the progress made within the year.