

In accordance with  
Rule 18.8 of the  
Insolvency (England &  
Wales) Rules 2016.

# WU07

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



Companies House

For further information, please  
refer to our guidance at  
[www.gov.uk/companieshouse](http://www.gov.uk/companieshouse)

**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 ②

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

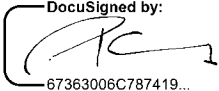
② **Other liquidator**  
Use this section to tell us about  
another liquidator.

WU07

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

6	Period of progress report															
From date	d	1	d	8	m	0	m	2	y	2	y	0	y	1	y	1
To date	d	1	d	7	m	0	m	2	y	2	y	0	y	1	y	2

7	Progress report															
<input checked="" type="checkbox"/> The progress report is attached																

8	Sign and date															
Liquidator's signature	Signature X  DocuSigned by: 67363006C787419... X															
Signature date	d	1	d	1	m	0	m	2	y	2	y	0	y	2	y	2

WU07

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

**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 Rhianydd Lloyd

Company name Menzies LLP

Address 2 Sovereign Quay

Havannah Street

Post town Cardiff

County/Region

Postcode CF10 5SF

Country

DX DX 200767 Cardiff Bay

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](http://www.gov.uk/companieshouse) or email [enquiries@companieshouse.gov.uk](mailto:enquiries@companieshouse.gov.uk)

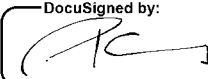
This form is available in an alternative format. Please visit the forms page on the website at [www.gov.uk/companieshouse](http://www.gov.uk/companieshouse)

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

Statement of Affairs £		From 18/02/2011 To 17/02/2012 £	From 18/02/2011 To 17/02/2012 £
	ASSET REALISATIONS		
2,500.00	Book Debts	NIL	NIL
	Petitioner's Deposit	1,000.00	1,000.00
		1,000.00	1,000.00
	COST OF REALISATIONS		
	Bank Charges	72.00	72.00
	O.R. Remuneration	2,235.00	2,235.00
		(2,307.00)	(2,307.00)
	UNSECURED CREDITORS		
(174,790.16)	Associated Company - Gematech UK	NIL	NIL
(5,125,755.50)	Associated Company - Telinvest Ltd	NIL	NIL
(184,432.79)	HM Revenue and Customs - PAYE &	NIL	NIL
(2,444.95)	HM Revenue and Customs - VAT	NIL	NIL
(375,065.98)	Trade & Expense Creditors	NIL	NIL
		NIL	NIL
<b>(5,859,989.38)</b>		<b>(1,307.00)</b>	<b>(1,307.00)</b>
	REPRESENTED BY		
	ISA main account - IB		(1,307.00)
			<b>(1,307.00)</b>

**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.

DocuSigned by:  
  
67363006C787419...

Freddy Khalastchi  
Liquidator

Accountants Business Development & Finance provided by Practitioners

our ref **FXK/JDC/MXE/C3152**

your ref

date **7 March 2012**

please reply to **Mark Evans**

**HARRIS  
LIPMAN**

## **TO ALL MEMBERS AND CREDITORS**

Coptic House

4-5 Mount Stuart Square

Cardiff CF10 5EE

tel 029 2049 5444

fax 029 2049 5744

DX 200767 Cardiff Bay

e-mail [mail@harris-lipman.co.uk](mailto:mail@harris-lipman.co.uk)

website [www.harris-lipman.co.uk](http://www.harris-lipman.co.uk)

Dear Sirs

### **CALLTECH INTERNATIONAL LIMITED - IN LIQUIDATION**

This is the Liquidator's annual progress report ("the report") for the year ended 17 February 2012.

This report should be read in conjunction with my previous reports.

#### **1. Statutory information**

The company was wound-up in Reading County Court on 15 December 2010 following a petition presented to the Court on 23 August 2010.

The company's registered name is Calltech International Trading Limited and it was set up as a research and development company to develop technology which could be attached to PBX exchanges.

The company was incorporated on 3 February 1995 under company number 03018119.

The registered office of the company was formerly Telford House, Hamilton Close, Basingstoke, Hampshire RG21 6YT and was changed on 24 February 2011 to Harris Lipman LLP, Coptic House, 4-5 Mount Stuart Square, Cardiff CF10 5EE, for the purposes of the Liquidation.

I, Freddy Khalastchi FCA FABRP of Harris Lipman LLP, Coptic House, 4-5 Mount Stuart Square, Cardiff Bay, CF10 5EE was appointed Liquidator of the above-named company by the Secretary of State on 18 February 2011.

There have been no changes of Liquidator in the period to which this report relates.

#### **Chartered Accountants**

Harris Lipman LLP is a limited liability partnership registered in England & Wales. Registered Number: OC311167.

Registered to carry on audit work and regulated for a range of investment business activities by The Institute of Chartered Accountants in England & Wales.

A list of Members' names is open to inspection at our Registered Office: 2 Mountview Court, 310 Friern Barnet Lane, London N20 0YZ

Also at 2 Mountview Court, 310 Friern Barnet Lane, Whetstone, London N20 0YZ tel 020 8446 9000 fax 020 8446 9537 DX 132890 Whetstone 2

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## **2. Liquidator's remuneration**

As advised previously, my remuneration has been fixed by reference to time properly spent by myself and my staff in attending to matters arising in the Liquidation.

You will recall that, previously, I had incurred time costs (from the date of my appointment to 21 July 2011) of £9,621.64 made up of 46.07 hours at an average charge out rate of £208.84 per hour which had been disclosed in my previous report.

For creditor's information, the charge out value of time costs incurred during the period to which this report relates presently amounts to £16,105.04 made up of 77.08 hours at an average charge out rate of £208.93 per hour. This cost has primarily been incurred in the administration of the estate and the investigation into the causes of the company's failure and the location and nature of the company's asset, full details of which are covered in section 4 below.

I attach at Appendix 1 a breakdown of the time costs between the grades of staff allocated to the this case, which includes details of the current charge out rates of myself and my team who have been and will be dealing with the Liquidation.

A copy of "A Creditors' Guide to Liquidator's Fees", issued by the Association of Business Recovery Professionals, which sets out the basis of fixing the Liquidator's Remuneration, is available on our website at:

<http://www.harris-lipman.co.uk/r3-insolvency-guides.htm>

Please let me know if you do not have access to the internet and would prefer a hard-copy of this guide.

## **3. Liquidator's expenses**

The payments made from the estate during the period of this progress report are largely self-explanatory.

I have incurred expenses in respect of search fees of £3.00, statutory advertising of £151.08, and specific penalty bonding of £25.00, which have not been paid from the estate due to a lack of funds.

Subject to any realisations, it is expected that these costs will be paid in full from the estate.

A statement with regard to my disbursements recovery policy is attached at Appendix 2.

## **4. Liquidator's progress during the period of this report**

### **Administrative matters**

Following the winding-up order which was made against the company on 15 December 2010, on the petition of HM Revenue & Customs, the Official Receiver's report to creditors advised that the company's only asset was a book debt of £2,500 (in respect of a sum advanced to a former employee) and there were unlikely to be sufficient funds in the liquidation to enable a distribution to be made to unsecured creditors.

The company's liabilities totalled £5,862,489, of which £5,125,755 is owed to its parent company, Telinvest Limited.

The petitioning creditor was keen that the affairs of the company and its Directors be investigated thoroughly by the appointed Trustee.

The company was incorporated in 1995 as a research and development tool to develop technology which could be attached to PBX exchanges to give additional value. The company was dependant on investment capital to fund its ongoing research. In 1996, a dispute between the company's Directors led to the company being entered into a Company Voluntary Arrangement. A holding company was formed to attract investors as a means of investing funds into Calltech International Limited. The holding company owns the rights to all the technology developed by Calltech and is responsible for the sale of Calltech's products.

The company has historically traded at a loss and has claimed research and development tax credits which were used to partially offset outstanding PAYE. However, in 2010, HM Revenue & Customs issued a tax demand before the company was able to submit accounts which would have enabled it to claim back research and development tax credits. The company was unable to negotiate a settlement with HM revenue & Customs and a winding-up petition was presented to the Court on 23 August 2010.

A winding-up order was made on 15 December 2010 and I was appointed Liquidator on 18 February 2011 by the Secretary of State.

Following my appointment, I reviewed the information provided to me by the Official Receiver. I wrote to all known creditors advising them of my appointment and also notified the Crown authorities.

Please advise me as soon as possible if you are aware of any other assets of the debtor that have not been referred to above or previously.

In addition to the work referred to above, throughout the period of my administration I have responded to the queries of creditors and noted creditor claims.

Specific tasks such as the agreement of creditor claims, VAT and tax issues, cashiering, statutory returns and insurance, have been allocated to team members who have specialist knowledge in the relevant areas.

Additionally, I have complied with obligations imposed by statute and my regulatory body which include, but are not limited to, the submission of returns to HM Revenue and Customs, insuring assets and specific penalty bonding.

There have been no asset realisations in the period to which this report relates.

Please advise me as soon as possible if you are aware of any other assets of the company that have not been referred to above or previously.

### **Investigative matters**

The company's bank statements and a number of invoices have been recovered, listed and analysed. I have entered into discussions with the former Director who has indicated that he might consider making an offer to purchase the company's intellectual property and settle the company's outstanding book debt.

My investigations and dialogue are ongoing and I am sure you will appreciate that I am unable to provide any specific information with regard to these matters, as to do so may prejudice a successful outcome.

If you are aware of any matters which you believe require my investigation, please advise me accordingly, in writing, providing as much detail as possible with regard to those matters. Any such contact will, of course, be kept confidential.

The costs of the petition have been received in the sum of £1,515.00. These costs will be agreed and paid once there have been sufficient realisations to enable me to do so, and which are paid in priority to my own costs and expenses.

Additionally, I have continued to comply with obligations imposed by statute and my regulatory body which include, but are not limited to, the submission of returns to Companies House, HM Revenue and Customs, insuring assets and specific penalty bonding.

### **5. Abstract of the Liquidator's receipts and payments**

I attach at Appendix 3 a summary of my receipts and payments for the period of this report.

### **6. Assets which remain to be realised**

As outlined above, although there are no other known realisable assets, my investigations into the company's affairs are ongoing.

### **7. Return to creditors pursuant to Section 176A**

The provisions of Section 176A of the Act require a calculation to be made of the prescribed part of the company's net property for distribution to unsecured creditors. The prescribed part must be calculated and provided for where debentures of the company have been created after 15th September 2003.

As there are no relevant floating charges, the provisions of Section 176A do not apply in this matter.



## **8. Outcome for creditors**

I have an unsecured claim from HM Revenue & Customs in respect of PAYE & NI totalling £184,988.13 to rank for dividend.

No other Proofs of Debt have been received.

The amount and timing of any dividend will ultimately depend on the outcome of our ongoing investigation into the affairs of the company. As such I am unable at present to provide an estimate of any dividend the unsecured creditors may receive.

## **9. Creditors' right to information**

A creditor may make a request for further information regarding my remuneration and expenses. Any such request must be in writing and should be made within 21 days of receipt of this report. Where the request is made by an unsecured creditor, it must be supported by at least 5% in value of the unsecured creditors, or with the permission of the Court.

If the information requested is either prejudicial to my conduct of this case, might lead to violence against any person, may be confidential or the costs of preparing the requested information would be excessive, I may not be obliged to provide it.

Any unsecured creditor may make an application to the Court in respect of any information provided following such a request, or my failure to provide same, after 14 days of my receipt of that request.

Additionally, creditors may make an application to Court to challenge the amount or basis of my remuneration and expenses, which must be supported by at least 10% in value of the creditors, including the applicants claim. The application must be made with 8 weeks of receipt of this report. The costs of the application must also be paid the creditors making the application.

Further details with regard to these provisions form part of the guidance notes relating to fees referred to previously.

## **10. Next report**

I am required to provide a further progress report within two months of the end of the next anniversary of the Liquidation.

As indicated in my, previous report and in view of the progress achieved in the period to which this report relates, I estimate should take approximately another 6 months to complete the liquidation. Once the remaining issues, referred to in section 6 above, have been fully resolved, the liquidation will be finalised and my files will be closed.

Should you have any further queries in relation to the contents of this report, or with regard to other matters arising, please do not hesitate to contact me.

Yours faithfully



**John D Cullen FCCA FABBRP**

**For Freddy Khalastchi FCA FABRP**

John D Cullen is licensed as an Insolvency Practitioner in the UK by the Association of Certified Chartered Accountants

Freddy Khalastchi is licensed as an Insolvency Practitioner in the UK by the Institute of Chartered Accountants in England and Wales

**Liquidator**

## CALLTECH INTERNATIONAL LIMITED

## APPENDIX I

## TIME CHARGE OUT SUMMARY FOR THE PERIOD ENDED 17 FEBRUARY 2012

Classification of work function	HOURS						Total Hours	Time Costs £	Average Hourly Rate £
	Partner	Senior Manager	Manager	Senior	Semi-Senior	Junior			
Admin and Planning	8.20	0.00	0.00	0.10	24.00	0.20	32.50	7,500.23	230.78
Investigations	0.00	0.00	0.00	0.00	32.03	0.00	32.03	6,257.56	195.37
Realisation of Assets	0.60	0.00	0.00	0.00	5.33	0.00	5.93	1,180.58	199.09
Creditors	0.35	0.00	0.00	0.00	6.27	0.00	6.62	1,166.67	176.23
Support	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Total Hours	9.15	0.00	0.00	0.10	67.63	0.20	77.08		
Total Costs	3,610.75	0.00	0.00	25.50	12,452.79	16.00		16,105.04	
Total Fees claimed (£)	0.00	0.00	0.00	0.00	0.00	0.00		0.00	

## CURRENT CHARGE OUT RATE OF INSOLVENCY TEAM MEMBERS

	£
Partner	265-480
Senior Manager	255
Manager	210
Senior	160
Semi-Senior	105
Junior	80
Support Staff	50-100

Note 1

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

Note 2

It is the policy of this firm to account for secretarial staff as an overhead cost. 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 £430 per hour, and the administrator is £160 per hour.

Note 4

Time is recorded in minimum units of 6 minutes.

## **APPENDIX 2**

### **DISBURSEMENTS RECOVERY POLICY**

#### **Category 1 Disbursements**

Specific expenditure relating to the administration of the insolvent estate and payable to an independent third party are recoverable without creditor approval. Such expenditure is made if funds are available from the insolvent estate. If funds are not available then payment is made from this firm's office account and reimbursed from the estate should funds become available.

Category 1 disbursements will generally comprise external supplies of incidental services specifically identifiable to the case. Typical items include statutory advertising, insurance of assets, search fees, specific penalty bonding, telephone calls, postage, invoiced travel and properly reimbursed expenses incurred by personnel in connection with the case.

As there have been no realisations in this matter to date, all such disbursements such as statutory advertising, insurance of assets, search fees and specific penalty bonding have been paid by Harris Lipman LLP and will be recharged through the estate as and when funds are available.

#### **Category 2 Disbursements**

Expenditure incidental to the administration of the insolvent estate, which by its nature includes an element of shared or allocated cost is recoverable with creditor approval.

Payments in respect of the above are defined as 'Category 2 Disbursements'. These charges are generally in respect of storage at £40 per box per annum or part thereof and destruction at £3.50 per box, plus VAT, in respect of company records stored.

These records are usually destroyed one year after dissolution of the company and the creditors will be asked to approve resolutions for both category 2 disbursements and the destruction of the books and records at the appropriate time.

There have been no 'Category 2 Disbursements' made from the insolvent estate.

**Appendix 3**  
**Calltech International Limited**  
**(In Liquidation)**  
**Liquidator's Abstract of Receipts & Payments**

<b>Statement of Affairs</b>		<b>From 18/02/2011 To 17/02/2012</b>	<b>From 18/02/2011 To 17/02/2012</b>
	<b>ASSET REALISATIONS</b>		
2,500.00	Book Debts	NIL	NIL
	Petitioner's Deposit	(2,235.00)	(2,235.00)
		(2,235.00)	(2,235.00)
	<b>COST OF REALISATIONS</b>		
	O.R. Remuneration	1,000.00	1,000.00
	DTI Cheque/BACS Fees	NIL	NIL
	Statutory Advertising	NIL	NIL
	Bank Charges	(72.00)	(72.00)
		928.00	928.00
	<b>UNSECURED CREDITORS</b>		
(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
		NIL	NIL
<b>(5,859,989.38)</b>		<b>(1,307.00)</b>	<b>(1,307.00)</b>
	<b>REPRESENTED BY</b>		
	ISA main account		(1,307.00)
			<b>(1,307.00)</b>

\_\_\_\_\_  
 Freddy Khalastchi FCA FABRP  
 Liquidator

## Appendix 4

### Extracts from the Insolvency Rules 1986, as amended

#### 4.49E Creditors' and members' request for further information

- (1) If—
  - (a) within the period mentioned in paragraph (2)—
    - (i) a secured creditor, or
    - (ii) an unsecured creditor with the concurrence of at least 5% in value of the unsecured creditors (including the creditor in question), or
    - (iii) members of the company in a members' voluntary winding up with at least 5% of the total voting rights of all the members having the right to vote at general meetings of the company, or
  - (b) with the permission of the court upon an application made within the period mentioned in paragraph (2)—
    - (i) any unsecured creditor, or
    - (ii) any member of the company in a members' voluntary winding up,

makes a request in writing to the liquidator for further information about remuneration or expenses set out in a progress report in accordance with Rule 4.49B(1)(e) or (f) (including by virtue of Rule 4.49C(5)) or in a draft report under Rule 4.49D, the liquidator must, within 14 days of receipt of the request, comply with paragraph (3) except to the extent that the request is in respect of matter in a draft report under Rule 4.49D or a progress report required by Rule 4.108 which (in either case) was previously included in a progress report not required by Rule 4.108.
- (2) The period referred to in paragraph (1)(a) and (b) is—
  - (a) 7 business days of receipt (by the last of them in the case of an application by more than one member) of the progress report where it is required by Rule 4.108, and
  - (b) 21 days of receipt (by the last of them in the case of an application by more than one member) of the report or draft report in any other case.
- (3) The liquidator complies with this paragraph by either—
  - (a) providing all of the information asked for, or
  - (b) so far as the liquidator considers that—
    - (i) the time or cost of preparation of the information would be excessive, or
    - (ii) disclosure of the information would be prejudicial to the conduct of the liquidation or might reasonably be expected to lead to violence against any person, or
    - (iii) the liquidator is subject to an obligation of confidentiality in respect of the information,

giving reasons for not providing all of the information.
- (4) Any creditor, and any member of the company in a members' voluntary winding up, who need not be the same as the creditors or members who asked for the information, may apply to the court within 21 days of—
  - (a) the giving by the liquidator of reasons for not providing all of the information asked for, or
  - (b) the expiry of the 14 days provided for in paragraph (1),

and the court may make such order as it thinks just.

- (5) Without prejudice to the generality of paragraph (4), the order of the court under that paragraph may extend the period of 8 weeks or, as the case may be, 4 weeks provided for in Rule 4.131(1B) or 4.148C(2) by such further period as the court thinks just.
- (6) This Rule does not apply where the liquidator is the official receiver.

**4.131 Creditors' claim that remuneration is [or other expenses are] excessive**

- [(1) Any secured creditor, or any unsecured creditor with either the concurrence of at least 10% in value of the creditors (including that creditor) or the permission of the court, may apply to the court for one or more of the orders in paragraph (4).
- (1A) Application may be made on the grounds that—
  - (a) the remuneration charged by the liquidator,
  - (b) the basis fixed for the liquidator's remuneration under Rule 4.127, or
  - (c) expenses incurred by the liquidator,
 is or are, in all the circumstances, excessive or, in the case of an application under sub-paragraph (b), inappropriate.
- (1B) The application must, subject to any order of the court under Rule 4.49E(5), be made no later than 8 weeks (or, in a case falling within Rule 4.108, 4 weeks) after receipt by the applicant of the progress report, or the draft report under Rule 4.49D, which first reports the charging of the remuneration or the incurring of the expenses in question ("the relevant report").]
- (2) The court may, if it thinks that no sufficient cause is shown for a reduction, dismiss the application; but it shall not do so unless the applicant has had an opportunity to attend the court for [a] hearing, of which he has been given at least [5 business] days' notice [but which is without notice to any other party]. If the application is not dismissed under this paragraph, the court shall fix a venue for it to be heard, and give notice to the applicant accordingly.
- (3) The applicant shall, at least 14 days before the hearing, send to the liquidator a notice stating the venue and accompanied by a copy of the application, and of any evidence which the applicant intends to adduce in support of it.
- [(4) If the court considers the application to be well-founded, it must make one or more of the following orders—
  - (a) an order reducing the amount of remuneration which the liquidator was entitled to charge;
  - (b) an order fixing the basis of remuneration at a reduced rate or amount;
  - (c) an order changing the basis of remuneration;
  - (d) an order that some or all of the remuneration or expenses in question be treated as not being expenses of the liquidation;
  - (e) an order that the liquidator or the liquidator's personal representative pay to the company the amount of the excess of remuneration or expenses or such part of the excess as the court may specify;
 and may make any other order that it thinks just; but an order under sub-paragraph (b) or (c) may be made only in respect of periods after the period covered by the relevant report.]
- (5) Unless the court orders otherwise, the costs of the application shall be paid by the applicant, and are not payable [as an expense of the liquidation].