

LIQ03

Notice of progress report in voluntary winding up



Companies House

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

1 Company details

Company number 0 9 9 6 7 7 0 2

Company name in full Avvinity Therapeutics Limited

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

2 Liquidator's name

Full forename(s) Joseph Walter

Surname Colley

3 Liquidator's address

Building name/number 66 Prescott Street

Street

Post town London

County/Region

Postcode E 1 8 N N

Country

4 Liquidator's name

Full forename(s) John Anthony

Surname Dickinson

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

5 Liquidator's address

Building name/number 66 Prescott Street

Street

Post town London

County/Region

Postcode E 1 8 N N

Country

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

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6 Period of progress report

From date	^d 0	^d 6	^m 0	^m 9	^y 2	^y 0	^y 2	^y 2
To date	^d 0	^d 5	^m 0	^m 9	^y 2	^y 0	^y 2	^y 3

7 Progress report

The progress report is attached

8 Sign and date

Liquidator's signature	Signature X <i>J. Wiley</i> X							
Signature date	^d 3	^d 0	^m 1	^m 0	^y 2	^y 0	^y 2	^y 3

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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 **Kieran Barrows**

Company name **CBW Recovery LLP**

Address **66 Prescott Street**

Post town **London**

County/Region

Postcode **E 1 8 N N**

Country

DX

Telephone **020 4581 7140**



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



JOINT LIQUIDATORS' ANNUAL PROGRESS REPORT

For the year ending 5 September 2023

AVVINITY THERAPEUTICS LIMITED - IN CREDITORS' VOLUNTARY LIQUIDATION

30 October 2023

CBW Recovery LLP
66 Prescott Street
London
E1 8NN

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ABBREVIATIONS

The following abbreviations are used throughout this Report and are summarised below:

Act	The Insolvency Act 1986 (as amended)
Bank	Barclays Bank PLC of 1 Churchill Place, London, E14 5HP
CBW	Carter Backer Winter LLP of 66 Prescot Street, London E1 8NN
CBWR	CBW Recovery LLP of 66 Prescot Street, London E1 8NN
CBW & CBWR Rates Policies	Summary of CBW and CBWR's current charge out rates and time units used for this type of work and policy on the reimbursement of Category 1 and Category 2 expenses, up to 26 April 2023, and from 27 April 2023 respectively
Company	Avvinity Therapeutics Limited , the registration number 09967702
Directors	Dr Nicolas Andrew Higgins, Dr Christopher Eric Lowe, Dr Jonathan David Moore, Dr Nicholas James Staples, Dr Jonathan Stuart Synett, Dr Pauline Christine Stasiak, Dr Clare Elizabeth Terlouw and Dr Michael Westby
HMRC	HM Revenue & Customs
Fees Estimate	A detailed summary of the work intended to be undertaken during the Liquidation and the estimated associated costs.
Joint Liquidators	Joseph Walter Colley and John Anthony Dickinson of CBWR
Landlord	Discovery Park Limited of Innovation House, Ramsgate Road, Sandwich, Kent, CT13 9NDLandlord Address
Liquidation Period	6 September 2022 to 5 September 2023
Net Property	The residual amount that remains from the Company's realised assets after the deduction of the Liquidation costs and payment of preferential creditor claims in full, but before paying the lender who holds a floating charge.
PPS	Printing, postage and stationery
Prescribed Part	Provisions of the insolvency legislation that requires a Liquidator to set aside a percentage of a Company's assets for the benefit of the non-preferential unsecured creditors in cases where the Company gave a "floating charge" over its assets to a lender on or after 15 September 2003.
Reporting Period	6 September 2022 to 5 September 2023
RPS	Redundancy Payment Services of PO Box 16685, Birmingham, B2 2LX
Rules	The Insolvency (England and Wales) Rules 2016, effective from 6 April 2017
Shareholder / Shareholders	Cos Holdings Ltd, Horizon Discovery Group Limited, Jessica Boyle and Kent Life Science (GP) LLP
SIP 9	Statement of Insolvency Practice 9
SIP 9 Analysis	Summary of the time and costs incurred by the Joint Administrators and their staff
SOA	Statement of Affairs
TDM	Total Data Management Limited of 23 Tallon Road Hutton, Brentwood Essex CM13 1TE

AVVINITY THERAPEUTICS LIMITED - IN CREDITORS' VOLUNTARY LIQUIDATION
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EXECUTIVE SUMMARY

- 1.1. Statutory information in relation to the Company is attached at **Appendix 1**.
- 1.2. The Joint Liquidators were appointed on 6 September 2022.
- 1.3. The Company's creditors have, to date, decided against forming a Liquidation Committee.
- 1.4. Within two months of each anniversary of the Joint Liquidators' appointment, a progress report must be prepared and delivered to creditors and filed with the Registrar of Companies. This report covers the first year of the Liquidation and should be read in conjunction with the Joint Liquidators' Report to Creditors dated 24 August 2022.
 - 1.1. On 6 September 2022 a notice was issued to creditors advising of the use of a website to deliver future documents relating to Liquidation. However, following CBWR's acquisition on 27 April 2023, this website is no longer available.
 - 1.2. Accordingly, on 30 October 2023, an updated *Notice of Use of Website to Deliver Future Documents* will be issued advising of the use of the IPS Creditor Portal website, <https://www.ips-docs.com> and this report will be uploaded on 30 October 2023 and will be deemed delivered on 1 November 2023 two business days following the delivery of the Notice.
 - 1.3. The Directors' SOA included assets of £438,872 which consisted of Computer Equipment, a VAT Refund, Cash at Bank and Rent Deposit. Total asset realisations achieved during the Liquidation is £440,787.55. Further details are provided in **Section 4** within this report.
 - 1.4. A first and final dividend of 100 pence in the £ was paid to preferential creditors on 24 March 2023. In addition, a first and final dividend of 100 pence in the £ was paid to secondary preferential unsecured creditors on 6 July 2023. A notice of intended dividend has been issued to non-preferential unsecured creditors and information currently available indicates that a dividend in the region of 4.5 pence in the £ will be payable by 12 December 2023. Further details are provided in **Section 6** within this report.
 - 1.5. Please be advised that on 27 April 2023 the business and assets of the CBW's Corporate Recovery and Insolvency Department were acquired by CBW Recovery LLP (registered number OC445775). As such, the ongoing administration of this case will be dealt with by CBWR, which will be dealt with by the same members of the team who have all transferred to CBWR. The Registered Office of CBWR remains at 66 Prescot Street, London, E1 8NN.

2. RECEIPTS AND PAYMENTS ACCOUNT

- 2.1. The Joint Liquidators' Receipts & Payments Account for the Reporting Period is attached at **Appendix 2**.
- 2.2. The balance of funds is held in an interest bearing estate bank account with Barclays Bank Plc.

3. JOINT LIQUIDATORS' ACTIONS SINCE THEIR APPOINTMENT

- 3.1. Following their appointment, the Joint Liquidators dealt with all statutory matters which included notifying all relevant parties of the Liquidation and placing an advertisement in the London Gazette.
- 3.2. Steps were taken to secure and realise the Company's assets, this in large related to recovering funds from former employees in respect of Computer Equipment, opening a Liquidation estate bank account with Barclays and transferring those funds held by CBW pre-Liquidation into the estate. Also liaising with the Landlord in respect of the rent deposit held.
- 3.3. Relevant submissions were made to the Redundancy Payments Office in respect of those employees with unpaid wages, holiday pay, notice pay and redundancy.
- 3.4. Access was obtained to the Company's books and records including Xero and backups obtained and investigations carried out.

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- 3.5. The claims of both preferential and secondary preferential creditors have been adjudicated and first and final dividends of 100p in the £ paid.
- 3.6. There were significant delays in dealing with HMRC's secondary preferential claim due to those backlogs they have experienced since Covid-19.
- 3.7. A Notice of Intended Dividend has been issued to those non-preferential unsecured creditors and the Joint Liquidators are in the process of adjudicating these claims.
- 3.8. There is certain work that the Joint Liquidators are required by the insolvency legislation to undertake in connection with the Liquidation that provides no financial benefit for the creditors. A description of the routine work undertaken since their appointment as Joint Liquidators is contained in **Appendix 3**.

4. ASSETS

Assets Realised during the Reporting Period

Bank Interest Gross

- 4.1. Bank interest of £1,454.13 was earned on those funds held in the Liquidation estate bank account with Barclays.

Cash at Bank

- 4.2. Prior to Liquidation the credit balance of £438,133.42 held in the Company's former bank account with Barclays was transferred into the client account of CBW. Following the Joint Liquidators appointment, a Liquidation estate bank account was duly opened, and these funds were transferred across.
- 4.3. The slight difference between the SOA figure and the amount realised related to bank charges incurred in the interim.

Computer Equipment

- 4.4. As at the date of Liquidation there was an amount of £600 owed by two of the Company's former employees in respect of their purchase of two Company laptops prior to Liquidation. As these former employees were owed unpaid wages, holiday pay, notice pay and redundancy by the Company these sums were deducted from their claims either by the Redundancy Payments Office or by the Joint Liquidators when paying the preferential dividend due to them.

Rent Deposit

- 4.5. As at the date of Liquidation a rent deposit of £600 was held by the Company's Landlord, however due to unpaid rent this was withheld by them, therefore reducing their claim as an unsecured creditor in the Liquidation.

VAT Refund

- 4.6. According to the Company's records as at the date of Liquidation there was a VAT refund due to the Company of £8,552. During the Liquidation the Joint Liquidators reviewed the position and determined that it was irrecoverable.

5. LIABILITIES

- 5.1. Full details of the Company's liabilities were provided in the Directors' Statement of Affairs supported by their Explanatory Information Report.

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Secured Creditors

- 5.2. An examination of the Company's mortgage register held by the Registrar of Companies showed that the Company has no current charges over its assets.
- 5.3. The legislation requires that if the Company has created a floating charge after 15 September 2003, a prescribed part of the Company's Net Property should be ring-fenced for distribution to non-preferential 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

- 5.4. The Directors' SOA anticipated £17,692 in ordinary preferential creditors relating to employee claims and £48,888 in respect of secondary preferential creditors relating to HMRC's claim.
- 5.5. Claims totaling £18,366.48 and £50,872.13 respectively were received from these classes of creditors and have been adjudicated for dividend purposes.

Crown Creditors

- 5.6. The SOA included £72,499 owed to HMRC. HMRC's final claim of £67,082.20 (of which £16,210.07 was non-preferential unsecured) has been received and relates to debts arising from unpaid VAT (£25.08) and PAYE/NIC (£67,057.12). Their claim has been adjudicated for dividend purposes.

Non-Preferential Unsecured Creditors

- 5.7. The SOA included 19 non-preferential unsecured creditors with an estimated total liability of £3,479,826.25. During the Liquidation claims have been received from creditors totalling £6,634,366.93. There are still 8 creditors that have not submitted claims received claims however these creditors have now missed the deadline to do so. Those claims received have now been adjudicated and have been admitted to rank for dividend in the sum of £6,634,366.93.
- 5.8. It should be noted that the level of creditor claims is materially higher than that estimated in the SOA as the amounts due to the Convertible Loan Note Holders represented the loan value and so did not include the Redemption Premium that became payable in the Event of Default.

6. DIVIDEND PROSPECTS

- 6.1. The dividend prospects are subject to asset realisations achieved to date, the estimated future asset realisations and the deduction of the current and future the Liquidation.
- 6.2. Any estimated outcomes for creditors are illustrative only and cannot be relied upon as guidance as to the actual outcomes for creditors.

Preferential Creditors

- 6.3. The Joint Liquidators declared and paid a dividend of 100p in the £, totalling £18,366.48 to the ordinary preferential creditors on 17 March 2023.
- 6.4. The Joint Liquidators declared and paid a dividend of 100p in the £, totalling £50,872.13 to the secondary preferential creditors on 6 July 2023.

Non-Preferential Unsecured Creditors

- 6.5. A Notice of Intended Dividend was issued to the Company's non-preferential unsecured creditors on 13 September 2023 with a request to lodge their claims before 13 October 2023. As this deadline has now passed any creditor who has not proved their debt is not entitled to disturb the dividend.

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6.6. The Joint Liquidators are now in the process of verbally confirming the bank account details for those creditors whose claims have been admitted to rank for dividend and it is intended that a first and final dividend will be declared and paid before 12 December 2023.

6.7. The Joint Liquidators estimate that the dividend will be in the region of 4.5 pence in the pound and as such there will be insufficient asset realisations to pay non-preferential unsecured creditors, in full.

7. INVESTIGATION INTO THE AFFAIRS OF THE COMPANY

7.1. The Joint Liquidators are obliged to investigate the affairs of the Company and the conduct of the former directors during the three years prior to insolvency.

7.2. During the Reporting Period, the Joint Liquidators undertook an initial investigation into the Company's affairs to establish whether there were any potential asset recoveries or conduct matters that justified further investigation, taking account of the public interest, potential recoveries, the funds likely to be available to fund an investigation and the costs involved.

7.3. Specifically, the Joint Liquidators recovered, listed and reviewed the Company's accounting records; obtained and reviewed copy bank statements for the 36 months prior to the Company ceasing to trade from the Company's bankers; and compared the information in the Company's last set of accounts with that contained in the statement of affairs lodged in the Liquidation and made enquiries as necessary.

7.4. There were no matters that justified further investigation in the circumstances of this appointment.

7.5. Within three months of their appointment the Joint Liquidators are required to submit a confidential report to the Secretary of State via the Department for Business, Energy and Industrial Strategy to include any matters which have come to their attention during the course of their work which may indicate that the conduct of any past or present Director would make them unfit to be concerned with the management of the Company. The Joint Liquidators confirm that their confidential report has been duly submitted.

8. PRE-APPOINTMENT COSTS

8.1. On 24 August 2022 the Company's Board of Directors approved that CBW be paid £12,500 plus disbursement and VAT for assisting the Directors with the preparation of the SOA and £2,500 plus disbursements and VAT for assisting the Directors in seeking a decision from the creditors on the nomination of a Liquidator and this was paid prior to Liquidation. This was subsequently ratified by creditors at the Virtual Meeting held on 6 September 2022.

8.2. In addition, that CBW be paid up to £8,000 plus VAT for the additional work undertaken beyond that originally envisaged in line with the letter of engagement dated 27 June 2022. This was also approved by creditors and capped fees of £8,000 plus VAT were subsequently paid.

9. JOINT LIQUIDATORS' REMUNERATION

9.1. The Joint Liquidators' remuneration was approved by creditors on a time cost basis and was capped in line with the Fees estimate of £37,030 plus VAT. The Fees Estimate acts as a cap and the Joint Liquidators cannot draw remuneration in excess of this estimate without first seeking approval from the creditors.

9.2. The Joint Liquidators time costs to 5 September 2023 amount to £42,768, representing 195.60 hours of work at a blended charge out rate of £218.65 per hour. Whilst the time costs incurred to date are higher than originally estimated the actual blended charge out rate is lower than that in the Fees Estimate of £241.

9.3. The main reason for the Joint Liquidators time costs being higher than anticipated are detailed below:

- The adjudication of creditor claims has taken longer than expected, with HMRC's claim being delayed due to the backlogs they have experienced since Covid-19.
- Additional time has also been spent in providing creditors with updates and having to contact them more than once to verify bank details.
- It has also been necessary for the Liquidation to remain open longer than anticipated which in turn has resulted in further compliance.

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- 9.4. To date the Joint Liquidators have drawn fees of £37,030.
- 9.5. 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/>.
- 9.6. A copy of "Liquidation: A Creditors' Guide to Insolvency Practitioners' Fees" published by R3 and relevant to this type of case is available at <https://www.r3.org.uk/technical-library/england-wales/technical-guidance/fees/> via the *General Information for Creditors* section of the IPS Creditor Portal. Please note that there are different versions of the Guidance Notes and in this case, you should refer to the post April 2021 version. CBW and CBWR's rates policies are provided in **Appendix 4**. A hard copy of both documents can be obtained on request from this office.

10. JOINT LIQUIDATORS' EXPENSES

- 10.1. Expenses are any payments from the estate which are neither an office holder's remuneration nor a distribution to a creditor or a member. Expenses also includes disbursements. Disbursements are payments which are first met by the office holder and then reimbursed to the office holder from the estate. Expenses are split into:

- 10.1.1. category 1 expenses, which are payments to persons providing the service to which the expense relates who are not an associate of the office holder; and
- 10.1.2. category 2 expenses, which are payments to associates or which have an element of shared costs. Before being paid category 2 expenses require approval in the same manner as an office holder's remuneration.

- 10.2. The Joint Liquidators have incurred expenses to 5 September 2023 of £1,025.29, against which they have drawn £1,024.30.

- 10.3. A breakdown of those expenses incurred are as follows:

Name	Type of Expense	Expenses accrued in the Reporting Period £	Amount paid in the Reporting Period £	Amount still to be paid £
Courts Advertising Limited	Statutory Advertising	393.12	(393.12)	Nil
Marsh	Bonding	310.00	(310.00)	Nil
Postworks	PPS	319.20	(319.20)	Nil
TDM	Storage	2.97	(1.98)	0.99
Totals		£1,025.29	£1,024.30	£0.99

- 10.4. It is anticipated that the following expenses will be incurred in subsequent periods:

Name	Type of Expense	Future Expenses anticipated £
Postworks	PPS	50
TDM	Storage and destruction	11
Totals		£61

Comparison Against Initial Estimates

Nature of Expense	Initial Estimate of Expenses to be incurred £	Expenses incurred £
Bonding	310	310
Statutory Advertising	500	393
Postage	300	319
Copying	100	-
Storage of accounting records	200	3
Totals	£1,410	£1,025

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- 10.5. As at 5 September 2023 the Joint Liquidators do not anticipate that the total expenses they will incur in this matter will exceed the total expenses estimated when their remuneration was authorised by the creditors.

Professional Advisors

- 10.6. The Joint Liquidators have used the following agents or professional advisors in the Reporting Period:

Professional Advisor	Nature of Work	Basis of Fees
Charles Russell Speechlys LLP	Solicitors	Time costs

- 10.7. Prior to Liquidation the Company instructed solicitors, Charles Russell Speechleys LLP ("CRS") to provide legal advice in respect of agreements they had entered in relation to the sale of the Company's Intellectual Property to maximise realisations for creditors. They also prepared patent assignment and termination agreement.

- 10.8. Whilst it was not necessary for the Liquidators to formally engage CRS following their appointment, it was necessary for some matters surrounding the sale to be finalised and the Joint Liquidators were happy for this to be completed by CRS due to their knowledge of the matter and their experience in this industry. As a result, their final fee note was agreed and settled by the Joint Liquidators. CRS agreed to write off £1,269.50.

Professional Advisor	Amount of expense accrued to date	Amount of expense likely to be incurred	Amount paid to date	Amount to be paid
Charles Russell Speechlys LLP	£1,750	£Nil	£1,750	£Nil

- 10.9. The choice of professionals was based on the Joint Liquidators perception of their experience and ability to perform this type of work, the complexity and nature of the assignment and the basis of their fee arrangement with them. The fees charged have been reviewed and the Joint Liquidators are satisfied that they are reasonable in the circumstances of this case.

Sub-Contracted Work

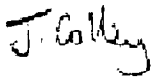
- 10.10. No sub-contractors have been instructed in this matter.

11. FURTHER INFORMATION

- 11.1. An unsecured creditor may, with the permission of the Court, or with the concurrence of 5% in value of the unsecured creditors (including the creditor in question), request further details of the Joint Liquidators' remuneration and expenses within 21 days of their receipt of this report. Any secured creditor may request the same details in the same time limit.
- 11.2. An unsecured creditor may, with the permission of the Court, or with the concurrence of 10% in value of the unsecured creditors (including the creditor in question), apply to Court to challenge the amount of remuneration charged by the Joint Liquidators as being excessive, and/or the basis of the Joint Liquidators' remuneration, and/or the amount of the expenses incurred as being excessive, within 8 weeks of their receipt of this report. Any secured creditor may make a similar application to court within the same time limit.
- 11.3. To comply with the *Provision of Services Regulations 2009*, some general information about CBWR, including about our complaints policy and Professional Indemnity Insurance and the Insolvency Code of Ethics, is available to view and download from the IPS Creditor Portal website.
- 11.4. CBWR's privacy policy notice and any periodic updates in relation to the *General Data Protection Regulations*, which provides an overview of how personal data is handled, the purposes of processing the data, and additional information including your rights under the legislation, are available to view and download from the IPS Creditor Portal website.

12. SUMMARY

- 12.1. The Liquidation will remain open until the distribution to non-preferential unsecured creditors has been paid and all payments have cleared the bank account.
- 12.2. It is anticipated that this will take approximately 6 months and once resolved the Liquidation will be finalised and a Final Account will be issued to creditors and members of the Company indicating the completion of the Liquidation.
- 12.3. If creditors have any queries regarding the conduct of the Liquidation, or if they want hard copies of any of the documents made available on-line, please do not hesitate to contact Kieran Barrow of this office on 020 4581 7141 or by email at Kieran.Barrow@cbwrecovery.co.uk.



Joseph Walter Colley
Joint Liquidator

APPENDIX 1

Statutory Information

AVVINITY THERAPEUTICS LIMITED - IN CREDITORS' VOLUNTARY LIQUIDATION

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STATUTORY INFORMATION

Company name:	Avvinity Therapeutics Limited
Registered number:	09967702
Registered office:	66 Prescott Street London E1 8NN
Former registered office:	First Floor 5 Fleet Place London EC4M 7RD
Former trading address:	Innovation House Office 32 Second Floor Innovation Way Discovery Park Sandwich CT13 9FF
Principal trading activity:	Research & experimental dev. in biotechnology
Joint Liquidators' names:	Joseph Walter Colley John Anthony Dickinson
Joint Liquidators' address:	66 Prescott Street London E1 8NN
Joint Liquidators' date of appointment:	06 September 2022
Actions of Joint Liquidators:	Any act required or authorised under any enactment to be done by a Liquidator may be done by either or both of the Joint Liquidators acting jointly or alone

APPENDIX 2

Receipts and Payments Account

Avvinity Therapeutics Limited
(In Liquidation)
Joint Liquidators' Summary of Receipts & Payments

Statement of Affairs £	From 06/09/2022 To 05/09/2023 £	From 06/09/2022 To 05/09/2023 £
	ASSET REALISATIONS	
	Bank Interest Gross	1,454.13
438,272.00	Cash at Bank	438,133.42
600.00	Computer Equipment	600.00
Uncertain	Rent Deposit	600.00
Uncertain	VAT Refund	NIL
		440,787.55
	COST OF REALISATIONS	
	Bank Charges	15.00
	Duress Creditor	600.00
	Joint Liquidators Expenses	1,024.30
	Joint Liquidators Fees	37,030.00
	Legal Fees (1)	1,750.00
	Pre-Liquidation Fees	8,000.00
	Storage Costs	270.39
		(48,689.69)
	SECONDARY PREFERENTIAL CREDITORS	
(48,888.00)	HM Revenue & Customs (PAYE & EE)	50,872.13
		(50,872.13)
	PREFERENTIAL CREDITORS	
(17,692.00)	Employees Holiday Pay	11,693.48
	PAYE/NIC Deducted from Employee P	3,471.64
	Redundancy Payments Services	3,201.36
		(18,366.48)
	UNSECURED CREDITORS	
(3,342,575.00)	Convertible Loan Note Holders	NIL
(6,567.00)	Employees - Redundancy Pay	300.00
(23,611.00)	HM Revenue & Customs (ER NI)	NIL
(149,395.00)	Trade & Expense Creditors	NIL
		(300.00)
	DISTRIBUTIONS	
(939.00)	Ordinary Shareholders	NIL
		NIL
(3,150,795.00)		322,559.25
	REPRESENTED BY	
	Bank 1 - Current	312,944.31
	VAT Control account	9,614.94
		322,559.25

APPENDIX 3

Details of the work undertaken
during the course of the Liquidation Period

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A description of the routine work undertaken in the Liquidation Period to date is as follows:

1. Administration and Planning

- Case planning - devising an appropriate strategy for dealing with the case and giving instructions to the staff to undertake the work on the case.
- Setting up electronic case files .
- Setting up the case on the practice's electronic case management system and entering data.
- Issuing the statutory notifications to creditors and other required on appointment as Joint Liquidator including gazetting the Joint Liquidators' appointment.
- Obtaining a specific penalty bond.
- Dealing with all routine correspondence and emails relating to the case.
- Reviewing the adequacy of the specific penalty bond on a quarterly basis.
- Undertaking periodic reviews of the progress of the case.
- Overseeing and controlling the work done on the case by case administrators.
- Preparing and filing VAT returns.

2. Cashiering

- Opening, maintaining and managing the Joint Liquidators' estate bank account.
- Creating, maintaining and managing the Joint Liquidators' cashbook.
- Undertaking regular bank reconciliations of the bank account containing estate funds.

3. Creditors

- Obtaining information from the case records about employee claims.
- Completing documentation for submission to the RPS (RP14 and RP14a).
- Corresponding with employees regarding their claims.
- Liaising with the RPS regarding employee claims and the calculation of any balancing claims not paid by the RPS.
- Dealing with creditor correspondence, emails and telephone conversations regarding their claims.
- Maintaining up to date creditor information on the case management system.
- Adjudicating the claims of preferential creditors and paying a dividend to them.
- Adjudicating the claims of secondary preferential creditors and paying a dividend to them.
- Issuing a Notice of Intended Dividend to non-preferential unsecured creditors and placing an appropriate gazette notice.
- Reviewing and lodging proofs of debt received from non-preferential unsecured creditors on the case management system.
- Requesting additional information from creditors in support of their proofs of debt, where necessary.
- Adjudicate those claims received from non-preferential unsecured creditors.

4. Investigations

- Review the Company's books and records to identify any transactions or actions a Liquidator may take against a third party in order to recover funds for the benefit of creditors.
- Prepare internal investigation and conduct reporting checklists for the Joint Liquidators' review.
- Submit the confidential online return on the conduct of the directors as required by the Company Directors Disqualification Act.

5. Realisation of Assets

- Liaising with the bank regarding the closure of the Company's bank account and ensuring that the full credit balance has been transferred to the Liquidation estate.
- Liaising with those former employees who purchased laptops prior to Liquidation and ensuring that the outstanding balances were recovered.
- Liaising with CRS to finalise the pre-Liquidation sale of the Intellectual Property and any documents that needed to be delivered up as part of the sale.

APPENDIX 4

Details of Time Incurred in accordance with SIP 9

CBW & CBWR's Rates Policies

Avinity Therapeutics Limited - in Creditors' Voluntary Liquidation

Time and Charge Out Summary for the period from 6 September 2022 to 5 September 2023

Hours

	Partner / Director	Senior Manager	Manager	Assistant Manager	Senior Administrator	Administrator	Assistant & Support	Total Hours	Total Costs	Average Hourly Rate
Unspecified Time	0.00	0.00	0.00	0.00	0.00	1.00	0.00	1.00	£130.00	£130.00
Administration and Planning										
Case Administration and Planning	0.80	0.10	13.15	0.00	0.00	39.60	4.63	58.28	£10,222.50	£175.39
Cashiering	0.90	0.10	3.60	0.00	0.00	7.50	7.20	19.30	£4,068.00	£210.78
Compliance	1.00	0.00	0.00	0.00	0.00	9.10	0.00	10.10	£1,789.00	£177.13
Directors (General)	0.60	0.00	0.30	0.00	0.00	3.90	0.00	4.80	£987.00	£205.63
Meetings (Non-statutory)	0.00	0.00	0.20	0.00	0.00	0.30	0.00	0.50	£119.00	£238.00
Review	4.10	0.00	5.00	0.00	0.00	18.10	0.00	27.20	£6,921.00	£254.45
Taxation	1.10	0.00	2.80	0.00	0.00	5.20	0.00	9.10	£2,494.00	£274.07
Creditors										
Creditors' Claims	0.00	0.00	2.90	0.00	0.00	6.70	0.00	9.60	£2,049.00	£213.44
Creditors' Correspondence	0.00	0.00	4.30	0.00	0.00	8.40	0.00	12.70	£2,899.00	£228.27
Dividends	1.20	0.00	3.20	0.00	0.00	3.00	0.00	7.40	£2,054.00	£277.57
Employees										
Employees' Claims	2.30	0.00	4.40	0.00	0.00	8.50	0.00	15.20	£4,284.00	£281.84
Employees' Correspondence	0.20	0.00	0.00	0.00	0.00	1.70	0.00	1.90	£345.00	£181.58
Investigations										
Investigations (CDDA)	1.30	0.00	3.47	0.00	0.00	7.60	0.00	12.37	£3,159.00	£255.44
Investigations (non-CDDA)	0.00	0.00	0.95	0.00	0.00	4.20	0.00	5.15	£928.50	£180.29
Realisation of Assets										
General Realisation of Assets	0.00	0.00	0.70	0.00	0.00	0.30	0.00	1.00	£319.00	£319.00
	13.50	0.20	44.97	0.00	0.00	125.10	11.83	195.60	£42,768.00	£218.65
Cost Per Employee Category	£7,740.00	£90.00	£17,150.00	£0.00	£0.00	£16,738.00	£1,050.00		£42,768.00	

Disbursements for the Period	£
Advertising	393.12
Bordereau	310.00
Postage	319.20
Storage	2.97
Total	1,025.29

CBW RECOVERY LLP

INSOLVENCY APPOINTMENTS

TIME COST CHARGE-OUT RATES

	From 27 April 2023
	£ Per Hour
Partners	600
Directors	600
Senior Managers	450
Managers	400
Assistant Managers	375
Senior Administrators / Transactional Service Seniors	300
Junior Administrators / ACCA Graduates	130-175
Support Staff	0

Work undertaken on cases is recorded using time-recording software in 6 minute units for all Corporate Recovery & Insolvency staff. Time properly incurred on insolvency cases is charged at the hourly rate of the grade of staff undertaking the work that applies at the time the work is done. CBWR's charge-out rates change from time to time.

VAT

With the exception of IVAs and CVAs, which are usually VAT exempt, the office holder's remuneration invoiced to the insolvent estate will be subject to VAT at the prevailing rate.

EXPENSES

Expenses are any payments from the insolvent estate that are neither an office holder's remuneration nor a distribution to a creditor, or a member. Expenses also include disbursements. Disbursements are payments that are first paid by the office holder and then reimbursed from the insolvent estate. Expenses are divided into those that do not need approval before they are charged to the estate (Category 1) and those that do (Category 2).

Category 1 expenses are payments to persons providing the service to which the expense relates who are not an associate of the office holder. They can be paid by the office holder without obtaining prior approval. . Examples of costs that may amount to Category 1 expenses are professional advisors (who are not associates), statutory advertising, external meeting room hire (where the room is only hired for that meeting), external storage, specific penalty bond insurance, insolvency case management software fees charged on a per case basis, and Company search fees.

Category 2 expenses are either payments to associates, or payments in respect of expenses that have an element of shared costs, such as photocopying and mileage. Category 2 expenses require approval in the same manner as an office holder's remuneration before they can be paid. The practice does not propose to recover any Category 2 expenses that include an element of shared costs.

PROFESSIONAL ADVISORS

Professional advisors may be instructed to assist the office holder on the case where they consider that such assistance is necessary to enable them to appropriately administer the case. The fees charged by any professional advisors used will be recharged at cost to the case. Where the professional advisor is not an associate of the office holder it will be for the office holder to agree the basis of their fees. Where the professional advisor is an associate of the office holder it will be for those responsible for fixing the basis of the office holder's remuneration to approve payments to them. The fees of any professional advisors are subject to the rights of creditors to seek further information about them or challenge them as summarised below. Professional advisors that may be instructed on a case include:

- Solicitors/Legal Advisors, Accountants, Quantity Surveyors; Auctioneers/Valuers; Estate Agents
- Pension specialists; Employment Claims specialists; and GDPR/Cyber Security specialists

**Note: where such professional advisors are instructed on a case, the office holder will not charge any remuneration to the case in respect of such work, other than in respect of supervising and monitoring their work.*

CARTER BACKER WINTER LLP

CORPORATE RECOVERY AND INSOLVENCY DEPARTMENT - INSOLVENCY APPOINTMENTS

TIME COST CHARGE-OUT RATES

	From 1 April 2016 to 30 June 2020	From 1 July 2020 to 31 March 2022	From 1 April 2022 to 27 April 2023
	£ Per Hour	£ Per Hour	£ Per Hour
Partners	490	550	600
Directors	490	550	600
Senior Managers	440	440	450
Managers	440	440	400
Assistant Managers	400	400	375
Senior Administrators / Transactional Service Seniors	390	390	300
Administrators	260	260	n/a
Junior Administrators / ACCA Graduates	125-150	130-250	130-175
Support Staff	0-185	0-190	0

Work undertaken on cases is recorded using time-recording software in 6 minute units for all Corporate Recovery & Insolvency staff. Time properly incurred on insolvency cases is charged at the hourly rate of the grade of staff undertaking the work that applies at the time the work is done. CBW's charge-out rates change from time to time.

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The practice does not propose to recover any Category 2 expenses that include an element of shared costs.

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