

The Insolvency Act 1986

Administrator's progress report**2.24B**

Name of Company BHM Health Group Limited	Company number 02902632
In the High Court of Justice, Chancery Division, Birmingham District Registry [full name of court]	Court case number 9381 of 2008

(a) Insert full name(s) and address(es) of administrator(s) I/We (a) Toby Scott Underwood and Christopher Kim Rayment of BDO LLP, 1 Bridgewater Place, Water Lane, Leeds LS11 5RU

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

(b) Insert date	From (b) 19 February 2010	to (b) 15 July 2010
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Signed

Joint/administrator(s)

Dated

15.7.10

Contact Details:

You do not have to give any contact information in the box opposite but if you do, it will help Companies

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to

A39 04/08/2010 220

COMPANIES HOUSE

A1R96LRT

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COMPANIES HOUSE

BDO LLP, 1 Bridgewater Place, Water lane,

Leeds, LS11 5RU

Our Ref 9270/JRM/J6/A6

Tel 0113 244 3839

DX Number

DX Exchange

you have completed and signed this form please send it to the Registrar of Companies at
Companies House, Crown Way, Cardiff, CF14 3UZ

DX 33050 Cardiff

SATURDAY

WEDNESDAY

**BHM Health Group Limited
(In Administration)**

**Summary of Receipts & Payments
19 February 2010 to 15 July 2010**

RECEIPTS	Total (£)
Brought Forward	814,313.26
VAT Control Account - Flt	5,240.33
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	819,553.59
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PAYMENTS	
Brought Forward	673,608.65
Corporation Tax - Fixed	94.50
Fixed Charge Creditor	6,054.50
Office Holders Fees	13,000.00
Legal Fees	4,000.00
Corporation Tax - Floating	374.22
Floating Charge Creditor	8,168.59
Trade & Expense Creditors	111,253.13
VAT Receivable - Flt	2,975.00
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	819,528.59
Balance In Hand	25.00
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	819,553.59
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19 July 2010

Your Ref
Our Ref 9270/JRM/J6/A6

Please ask for Nick Munton
0113 204 1240

TO ALL CREDITORS

Dear Sirs

BHM Health Group Limited - In Administration ("the Company")

I now supply my final report in respect of this Administration.

I enclose, for your information, a summary of my receipts and payments to date showing a balance in hand of £25, together with a copy of my abstract receipts and payments account covering the final period, and report as follows.

1 Receipts

The receipts shown are largely self-explanatory, although I would comment specifically on book debts. As previously reported, at the date of appointment the Company had book debts of £616,930, this comprised of FSC brand sales (£188,549) and other sales (£428,380). All realisable book debts have now been collected and a final total of £443,328 has been collected, representing realisations of 72% of book value.

As previously reported, all the Company's business and assets (excluding book debts) were sold immediately upon appointment for a total sale consideration of £325,000 to B-Bio Limited and Sharplook Limited. This was received in full on completion.

Bank interest of £9,054 has been received across the fixed and floating bank accounts during the course of the Administration.

2 Trading/Realisation of Assets

As previously advised, the Administrators did not trade the business.

3 Future of the Company

The balance in hand of £25 will be used to pay the Insolvency Service Account ("ISA") fee to receive unpresented cheques from the distribution to unsecured creditors under the prescribed part. At present, cheques totalling £306 remains unpresented. Should these cheques remain unpresented in two weeks time; the funds will be forwarded to the ISA.

9270/JRM/J6
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The Company will exit the Administration via dissolution pursuant to paragraph 84 of Schedule B1 of the Insolvency Act 1986 Form 2.35B, a notification of a move from Administration to Dissolution, has been sent to the Registrar of Companies and the Company will be dissolved three months after the Registrar confirms receipt of the 2.35B and this final report

4 Outcome for Creditors

Secured Creditor

We have distributed a total of £532,042 to the Bank of Scotland Plc ("the Bank") under its fixed and floating charge against its debt of £2.1 million.

The amount of £532,042 includes an amount of £21,819 that was received directly into the Company's old bank account after the administrators' appointment and is not shown on the enclosed summary of receipts and payments.

Preferential Creditors

Preferential creditors have been paid in full, a total of £4,334.06.

Unsecured Creditors

Under Section 176A of the Insolvency Act 1986, where after 15 September 2003 a Company has granted to a creditor a floating charge, a proportion of the net property of the Company must be made available purely for the unsecured creditors

In April 2010, we distributed a total of £111,253 to unsecured creditors of the Company, being a final prescribed part dividend of 1.84 pence in the pound

5 Statutory Information.

The Joint Administrators are Toby Scott Underwood and Christopher Kim Rayment of BDO LLP, 1 Bridgewater Place, Water Lane, Leeds, LS11 5RU and they were appointed in respect of the above Company on 19 August 2008 Under the provisions of paragraph 100(2) of schedule B1 of the Insolvency Act 1986 the Administrators carry out their functions jointly and severally and neither Administrator has exclusive power to exercise any function

The Administrators were appointed by Steven Paul Ryan being a director, pursuant to Paragraph 22 of schedule B1 of the Insolvency Act 1986. The Administration proceedings are dealt with in the High Court of Justice, Chancery Division, Birmingham District Registry and the court case number is 9381 of 2008

The Company's registered office is situated at BDO LLP, 1 Bridgewater Place, Water Lane, Leeds, LS11 5RU and the registered number is 02902632

6 Administrators' Remuneration

The Administrators' time costs to date total £159,904 for the period since our appointment. I attach a summary of these time costs pursuant to Statement of Insolvency Practice 9 for your information.

Pursuant to Rule 2.106 of the Insolvency Rules 1986, the Bank has approved our fees and we have drawn £60,000 plus disbursements and VAT.

In accordance with Rule 2.106 (5A) of the Insolvency Rules 1986, the Bank and the preferential creditors have approved a further fee of £13,000 plus VAT for dealing with the distribution of the prescribed part to unsecured creditors.

Disbursements

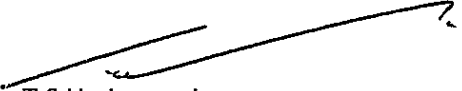
Where disbursements are recovered in respect of precise sums expended to third parties there is no necessity for these costs to be authorised. These are known as category 1 disbursements. I therefore report that the sum of £660.72 has been drawn in respect of category 1 disbursements which relate to the following:

	£
Staff Travel Costs	249.12
Statutory advertising	72.60
Administrators' Bond	339.00
Total	660.72

Category 2 disbursements require approval of creditors before they can be drawn. The policy of BDO LLP is not to charge any category 2 disbursements.

Should you have any queries relating to the contents of this report, please do not hesitate to contact my colleague Nick Munton on 0113 204 1240.

Yours faithfully
For and on behalf of
BHM Health Group Limited



T S Underwood
Joint Administrator

Toby Underwood is authorised by the Insolvency Practitioners Association and Christopher Kim Rayment is authorised by the Institute of Chartered Accountants in England and Wales

The Joint Administrators act as agents of the Company only and without personal liability.

Encs

**BHM Health Group Limited
(In Administration)**

**Joint Administrators' Abstract Of Receipts And Payments
To 15 July 2010**

RECEIPTS	Total (£)
Leasehold Land & Property	1.00
Goodwill	55,002.00
Intellectual Property	1.00
Bank Interest - Fixed	2,260.83
Plant & Machinery	210,000.00
Motor Vehicles	9,995.00
Stock	50,000.00
Stock/WIP	1.00
Book Debts	421,509.75
Rates Refund	1,465.02
Bank Interest - Floating	6,793.80
Refund of Court Fees	30.00
VAT Payable - Flt	45,500.00
VAT Control Account - Flt	16,521.19
VAT Control Account - Fxd	473.00
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	819,553.59
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PAYMENTS	
Legal Fees	2,712.00
Corporation Tax - Fixed	498.33
Fixed Charge Creditor	50,054.50
Book Debts	352.75
Office Holders Fees	73,000.00
Office Holders Expenses	660.72
Consultancy Fees	900.00
Debt Collection Fees	11,063.48
Agents/Valuers Fees	3,220.00
Legal Fees	36,264.40
Corporation Tax - Floating	1,514.94
Insurance of Assets	262.50
Wages & Salaries (Prep P35)	750.00
Bank Charges	25.00
DE Arrears & Holiday Pay	3,092.86
Employee Arrears/Hol Pay	1,241.20
Floating Charge Creditor	460,168.59
Trade & Expense Creditors	111,253.13
VAT Receivable - Flt	19,765.28
VAT Receivable - Fixed	473.00
VAT Control Account - Flt	42,255.91
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	819,528.59
Balances in Hand	25.00
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	819,553.59
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BHM Health Group Limited

Summary of Time Charged and Rates Applicable for the Period to 16/07/2010

Description	PARTNER		MANAGER		SENIOR ADMINISTRATOR		ADMINISTRATOR		GRAND TOTAL		AV RT £
	Hours	Total £	Hours	Total £	Hours	Total £	Hours	Total £	Hours	Total £	
A. Pre Appointment Matters											
B Steps on Appointment			4 95	1,103.85	22.75	3,749.75			27 70	4,853.60	175.22
C Planning and Strategy			18 65	4,187.45	59 25	9,756.00			77 90	13,943.45	178.99
D General Administration			0 75	167.25	2 50	417.50			3 25	584.75	179.92
E Assets Realisation/Dealing	10 00	3,901.00	49 15	10,293.45	82.40	13,682.05	96.20	14,183.60	237.75	42,060.10	176.91
G Employee Matters	3 00	1,092.00	103 40	23,525.10	42 75	7,071.00			149 15	31,688.10	212.46
H. Creditor Claims			2 80	645.60	22 75	3,744.50			25 55	4,390.10	171.82
I. Reporting			12 50	3,396.55	24.55	4,045.10			37 05	7,441.65	200.85
J Distribution and Closure	1 00	364.00	36 40	8,451.45	70 85	11,810.20	5 00	300.00	113.25	20,925.65	184.77
K. Work			14 60	3,727.60	111 50	18,620.50	0.35	53.55	126 45	22,401.65	177.16
			43 40	10,457.60	3 25	533.00	5.95	624.75	52 60	11,615.35	220.82
	14 00	5,257.00	286 60	65,955.90	442 55	73,429.60	107.50	15,161.90			
							Net Total		850 65	159,904.40	
							Other Disbursements			1,072.28	
							Grand Total			160,976.68	