

The Insolvency Act 1986

**Administrator's progress report**

**2.24B**

Name of Company Keydata Investment Services Limited	Company Number 03714989
In the High Court of Justice, Chancery Division, Companies Court (full name of court)	Court case number 14997 of 2009

We, Dan Yoram Schwarzmann and Mark Charles Batten of PricewaterhouseCoopers LLP, 7 More London Riverside, London SE1 2RT, Administrators of the above company, attach a progress report for the period

from 8 June 2011 to 7 December 2011



Signed \_\_\_\_\_  
 Joint Administrator

Dated 20 December 2011 \_\_\_\_\_

**Contact Details:**

You do not have to give any contact information in the box opposite but if you do it will help Companies House to contact you if there is a query on the form. The contact information that you give will be visible to

Kathryn Fox of PricewaterhouseCoopers LLP, 7 More London Riverside London SE1 2RT	
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DX Number	DX Exchange



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# Keydata Investment Services Limited (in Administration)

Six monthly report to creditors

20 December 2011

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# Executive summary

## Introduction

Keydata Investment Services Limited ("the Company") was placed into Administration, a formal insolvency procedure, on 8 June 2009

We, Dan Schwarzmann and Mark Batten of PricewaterhouseCoopers LLP, were appointed as Joint Administrators of the Company. In our role as Joint Administrators we act as officers of the Court and are granted powers to control the finances and operations of the Company.

As Administrators, we have to complete certain statutory duties, as prescribed by the Insolvency Act 1986, and follow guidance provided in Statements of Insolvency Practice issued by professional bodies responsible for the authorisation and regulation of Insolvency Practitioners.

Our statutory duties include providing all known creditors with an update on the progress of the Administration every six months following the date of our appointment. This is in accordance with Rule 2.47(3)(a) of the Insolvency Rules 1986. This is our fifth six monthly report to creditors.

A copy of this report is available for interested stakeholders on our dedicated website [www.pwc.co.uk/KIS](http://www.pwc.co.uk/KIS). We encourage creditors to review this website on a regular basis to obtain future updates.

## Creditors of the Company

We consider any individual or company who has received a copy of this report to be a potential creditor of the Company. This includes Independent Financial Advisors ("IFAs"), former employees who are owed monies by the Company and trade creditors.

Investors in products administered by the Company are only creditors if they have suffered a loss caused by the Company. We consider the following categories of investors may be creditors:

- investors with SLS Capital S.A. ("SLS") backed products described as Secure Income Bond 1, 2 or 3,
- investors with Hometrak S.A. (Hometrak) backed products described as Income Property Bonds,
- investors with Lifemark S.A. ("Lifemark") backed products described as Secure Income Plan, Income Plan, Defined Income Plan or Secure Income Bond 4

Any investor who has received compensation from the Financial Services Compensation Scheme ("FSCS") or ex gratia payments from Norwich & Peterborough Building Society (now Yorkshire Building Society) ("N&P") is likely to have assigned their entitlement to rank as a creditor of the Company to that entity.

Accordingly, we have not circulated a copy of this report to any creditor identified, at this time, as having received compensation from the FSCS or ex gratia payments from N&P. However, a copy of this report is available to view on our website.

## Objective of the Administration

The statutory objective of the Administration is:

- to achieve a better result for the Company's creditors as a whole than would be likely if the Company were wound up, without first being in Administration.

Our specific objectives in this case include:

- to protect all client accounts, and
- to deal with investors, IFAs and trade and other creditors regarding their claims against the Company.

## Next report

Our next report will be distributed to creditors in six months' time. In the interim, we will continue to update our website with matters of significance.



Dan Schwarzmann  
Joint Administrator  
Keydata Investment Services Limited

## Overview of the Administration

The Company administered its own structured (blue chip backed) investment products, life settlement products, income property bonds and products on behalf of third party clients

At the date of our appointment, the Company serviced approximately 260,000 investors with investments totalling some £2.85 billion

### Reading administration platform

The Reading team is supervised by the Joint Administrators' staff and continues to field queries from investors and deal with various administrative functions

The majority of the incoming calls are in relation to the FSCS claims process and the Lifemark restructuring

It is still anticipated that the Reading office will have a pivotal role in processing the payment of any income or capital to investors if a restructuring of Lifemark is approved

At present the Company's headcount stands at 9, at a gross monthly cost of some £25,000. The operating costs of the Reading office have been streamlined as far as possible and we continue to focus on implementing further cost efficiencies

### Funding position

We detailed in our last report that, as no commission payments had been remitted from Lifemark during the period of our Administration, we had approached Credit Suisse (then the largest client of the Company) for its financial assistance

Credit Suisse has provided the Company with a non-recourse loan of £3.2 million on commercially favourable terms to the Company

As previously disclosed, we have also approached other banks (who were clients of the Company or who backed its structured products) to provide funding. We obtained their agreement in principle to additional funding of approximately £2.2 million (£78,700 of which has now been paid), on similar terms to those of Credit Suisse. The terms of this funding agreement are still to be finalised

The Joint Administrators have not drawn any fees since December 2009. This is to ensure there are sufficient funds available to maintain the Reading operation

We continually monitor the Company's cashflow and potential future funding requirements

## Website updates

We continue to update our website [www.pwc.co.uk/KIS](http://www.pwc.co.uk/KIS) on a regular basis with news and information for creditors and other interested stakeholders

The website is divided into various sections so that interested parties can immediately identify and navigate to the relevant information. The sections include information for investors and IFAs, and specific sections for parties interested in any developments in relation to Lifemark and SLS. The website also offers useful links to various other sites and we encourage creditors, particularly those with Lifemark or Hometrak products, to view this site on a regular basis.

## Future prospects

The future strategy of the Administration will depend on whether a restructuring plan for Lifemark can be implemented. If a plan is approved it is likely that the Reading operation will be required to distribute funds to investors and deal with any associated correspondence.

However, if Lifemark is unable to implement a plan, we will have no option other than to close the Reading operation and exit the Administration of the Company.

## SLS backed products

### SLS backed products

In November 2009, the FSCS confirmed the Company to be in "default" and wrote to all investors in Secure Income Bonds 1, 2 and 3 inviting them to submit a claim for compensation. Before confirming the Company to be in default, the FSCS had to consider complex legal issues associated with this case in order to establish the categories of claim that it was able to consider and the correct approach to assessing those claims.

The FSCS has indicated that, whilst it must consider claims on a case by case basis, the vast majority of investors in Secure Income Bonds 1, 2 and 3, who held investments through an ISA, will be entitled to compensation. Investors who hold a direct investment in Secure Income Bonds 1, 2 and 3 will also be able to bring claims for compensation to the FSCS and these will be considered on a case by case basis in light of an investor's particular dealings with the Company.

We strongly encourage investors to submit their claim for compensation to the FSCS if they have not already done so. Please note that the final decision as to whether an investor is entitled to receive compensation rests with the FSCS alone.

The maximum compensation available to each individual investor will be £48,000, calculated as 100% of the first £30,000 loss suffered and 90% of the next £20,000 loss suffered.

Please contact the FSCS directly on 020 7741 4100 or alternatively 0800 678 1100 if you have not received a claim form or wish to discuss your claim.

Any investor who has received compensation from the FSCS or ex gratia payments from N&P is likely to have assigned their entitlement to rank as a creditor of the Company to that entity.

### Norwich & Peterborough Building Society's (now Yorkshire Building Society) ex gratia payments to its clients

All investors who have received an ex gratia payment from N&P will have assigned their entitlement to rank as a creditor of the Company to N&P.

N&P's programme of making ex gratia payments to its Keydata customers in exchange for the assignment of rights is nearing completion. This process includes a settlement with the FSCS where it had previously issued payments to Keydata customers.

## Hometrak backed products

### Hometrak backed products

We have previously communicated to Hometrak investors that a bank had appointed receivers over the US property complexes underlying the Income Property Bonds. We are advised that the two apartment complexes, Regency Pointe and Royal Summit, were subject to foreclosure on 3 August 2010 and 27 May 2010 respectively.

In January 2011 we reported on our website that, at the date of foreclosure over Royal Summit, the Bank's indebtedness was some \$8.5 million and following the sale of the complex the Bank incurred a loss in excess of \$6 million. Accordingly, investors will receive no return from this particular apartment complex.

We are still awaiting information in relation to the Regency Pointe complex. However, we consider it unlikely that there will be any return from this apartment complex.

### FSCS compensation

The FSCS has issued forms to all Hometrak investors to enable them to submit claims for compensation in respect of any loss relating to these products.

We strongly encourage investors to submit their claim for compensation to the FSCS if they have not already done so. Please note that the final decision as to whether an investor is entitled to receive compensation rests with the FSCS alone.

The maximum compensation available to each individual investor will be £48,000, calculated as 100% of the first £30,000 loss suffered and 90% of the next £20,000 loss suffered.

Please contact the FSCS directly on 020 7741 4100 or alternatively 0800 678 1100 if you have not received a claim form or wish to discuss your claim.

Any investor who has received compensation from the FSCS is likely to have assigned their entitlement to rank as a creditor of the Company to the FSCS.

### Reinvestment in an ISA product

Keydata distributed ISA reinvestment certificates to investors who held ISA products backed by Hometrak.

This certificate enables ISA investors to deposit the amount of capital originally invested in these products back into an ISA and thus regain their ISA tax exemptions. In addition, ISA investors holding products backed by Hometrak via an ISA manager other than Keydata will benefit in the same way.

If you have not received an ISA reinvestment certificate and are eligible to do so please contact the Keydata client services team on 01 189 255 933 to request a replacement.

Hometrak investors have up to 5 April 2012 to reinvest in an ISA product.



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## Lifemark backed products

### Lifemark backed products

The investments products backed by Lifemark are described as a Secure Income Plan, Income Plan, Defined Income Plan or Secure Income Bond 4

### Income payment position

Since 25 January 2010 no income has been received from Lifemark for onward transmission to investors. The Company is unable to make income payments to individual investors until it has received the corresponding funds from Lifemark

### Current status

On 27 October 2011, the Luxembourg District Court extended the term of the appointment of the Provisional Administrator KPMG, represented by Mr Zia Hossen until 31 January 2012 to facilitate the implementation of a restructuring of Lifemark

One of the factors attributed to the liquidity issues of Lifemark is the underperformance of the underlying assets of the investments, i.e. the US traded life insurance policies. The issue of liquidity is amplified as Lifemark must continue to make monthly premium payments on the insurance policies to ensure they do not lapse and lose their value. As a result, we understand the Provisional Administrator has focused on the continuation of the premium payments whilst a restructuring plan is considered.

We do not know at this stage the extent to which investors who have not assigned their claims to the FSCS (or any other third party) may receive income or capital under any restructuring plan.

We suggest that Lifemark investors refer to our website on a regular basis for updates on any proposed restructuring plan. Alternatively, if you do not have access to the internet you can contact the Company's client services team on 01189 255 933 for updates.

## FSCS

At the end of September 2010, the FSCS announced that "it was satisfied that the marketing materials produced by Keydata to promote the [Lifemark backed] products did not comply with the Financial Services Authority's rules" meaning that the Company "may owe a legal liability to investors in these products"

As a result, the FSCS invited Lifemark investors to submit claims for compensation so that it was able to assess each investor's eligibility. At that time the FSCS was still investigating the basis on which it was to pay compensation to investors as there was uncertainty over the value attributable to the Lifemark bonds.

At the end of November 2010, the FSCS made a further announcement that "these bonds have no value for FSCS in quantifying the claims of individual Lifemark investors. Compensation payable to eligible investors will not, therefore, be reduced to take account of an amount representing a value for the bonds"

We strongly encourage investors to submit their claim for compensation to the FSCS if they have not already done so. Please note that the final decision as to whether an investor is entitled to receive compensation rests with the FSCS alone.

The maximum compensation available to each individual investor will be £48,000, calculated as 100% of the first £30,000 loss suffered and 90% of the next £20,000 loss suffered.

Please contact the FSCS directly on 020 7741 4100 or alternatively 0800 678 1100 if you have not received a claim form or wish to discuss your claim.

Keydata has furnished the FSCS with information in relation to investors' holdings as and when requested by the FSCS. The Keydata client services team is not responsible for dealing with investors' claims and, consequently, does not hold information on the progress of individual claims. Investors should contact the FSCS for an update on the progress of their claim.

Any investor who has received compensation from the FSCS is likely to have assigned their entitlement to rank as a creditor of the Company to the FSCS.

## Norwich & Peterborough Building Society's (now Yorkshire Building Society) ex gratia payments to its clients

All investors who have received an ex gratia payment from N&P will have assigned their entitlement to rank as a creditor of the Company to N&P.

N&P's programme of making ex gratia payments to its Keydata customers in exchange for the assignment of rights is nearing completion. This process includes a settlement with the FSCS where it had previously issued payments to Keydata customers.

## Reinvestment in an ISA product

Keydata distributed ISA reinvestment certificates to investors who held ISA products backed Lifemark.

This certificate will enable ISA investors to deposit the amount of capital originally invested in these products back into an ISA and thus regain their ISA tax exemptions. In addition, ISA investors holding products backed by Lifemark via an ISA manager other than Keydata will benefit in the same way.

If you have not received an ISA reinvestment certificate and are eligible to do so please contact the Keydata client services team on 01189 255 933 to request a replacement.

Lifemark investors have up to 5 April 2012 to reinvest in an ISA product.

## Surrender restrictions

Prior to our appointment investors were able to surrender Lifemark backed products

This was possible because when an investor wished to surrender their investment it would be offered to the market and another party would purchase it. However, there is no longer an active market for these investments and surrenders are not presently possible.

Any investor who is not eligible to claim compensation from the FSCS or entitled to receive ex gratia payments from N&P, or who does not wish to submit such a claim for compensation, will have to hold their investment, subject to the terms of any restructuring plan or unless a market can be established.

## Commissions payable to the Company

The Company has not received any commission payments from Lifemark since our appointment on 8 June 2009. The total amount outstanding to the Company at the end of November 2011 was £19.93million.

The Company has not waived any of its rights to receive payment from Lifemark and has submitted all due invoices to Lifemark's Provisional Administrator in order to protect the Company's position in the event monies are available to meet Lifemark's contractual obligations in the future.

## Asset realisations

### Fundworks UK Limited loan

The Company provided a loan for £1 million to Fundworks UK Limited, on 27 September 2007

On 12 January 2010 Generic One Limited, previously known as Fundworks UK Limited, moved from Administration to Liquidation. We understand from the Liquidators that any dividend available to the Company will dependant on the outcome of litigation against the directors of Generic One Limited.

We continue to communicate with the Liquidators and expect a nominal dividend may be paid to the Company in the future.

### Dividend prospects

The level of dividend available for preferential and unsecured creditors is dependent upon receipt of commission payments from Lifemark and is therefore uncertain.

On a worst case basis, if we do not receive any commission payments there will likely be no dividend for preferential or unsecured creditors.

However, if commission payments are received it is possible that preferential creditors will receive 100p in £.

If sufficient funds are available, we will consider various potential causes of action for recoveries against third parties. It is still not possible to comment on recovery prospects for any such potential litigation.

## Creditors' Committee

A Creditors' Committee was elected at the meeting of creditors held on 14 August 2009. The elected members were

- Credit Suisse Securities (Europe) Limited
- Her Majesty's Revenue and Customs
- John Joseph Financial Services Limited
- Peter Magowan
- Vintage Financial Limited

We, and the Creditors' Committee, have agreed for the following parties to be observers

- Bruce Hattersley
- Financial Services Authority
- FSCS
- HFM Columbus Wealth Management Limited

The observers are able to contribute to the meetings. However, they are not able to vote on proposed resolutions.

Members and observers of the Creditors' Committee are not remunerated for their time and other than receiving travel expenses, they receive no payment from the Company.

### Function and role of the Committee

The statutory function of the Creditors' Committee is to assist us in discharging our responsibilities as set out in the Insolvency Act 1986.

The responsibility of the Creditors' Committee is to represent the interests of the unsecured creditors as a whole, rather than the interests of certain parties or individuals.

### Committee meetings

Following the election of the Creditors' Committee there has been

- A first formal meeting spanning two full days held on 7 October 2009 and 23 October 2009
- A second formal meeting on 23 November 2009
- A third formal meeting on 30 April 2010
- A fourth formal meeting on 1 December 2010
- A number of informal telephone calls with members and observers of the Committee to address specific matters.

The Creditors' Committee, mindful of time and cost implications, have agreed that no further meetings are to be held unless there are significant developments in relation to a restructuring of Lifemark or any other matter pertaining to the Company.

## Extension of the Administration and exit strategy

### Extension of Administration

Under the provisions of the Insolvency Act 1986 the duration of any Administration Order is restricted to 12 months from the date of appointment, unless it is extended either by creditors or by the Court. The Administration Order was previously extended to 7 June 2011 and was, therefore, due to expire on this date.

We made an application to Court to extend the term of office for a further period of 12 months. The extension was granted by the Court on 20 May 2011.

Please note that the Administration can be brought to an end at a date earlier than 7 June 2012 if we believe that it would be in the Company's best interests to do so.

We considered that an extension of the Administration was necessary to enable us

- to continue our dialogue with SMP Trustees Limited as the appointed Trustee for the bond holders of Lifemark and Mr Hossen in his capacity as Provisional Administrator of Lifemark in order to try and seek a resolution to the Lifemark issues that is satisfactory to the Company and its creditors,
- to continue our investigations into the Company's relationship with SLS and other counterparties should funds become available for this purpose,
- to address ongoing investor queries and correspondence,
- to protect the contractual arrangements entered into by the Company in respect of the trading of the Reading operation and with SLS and Lifemark, and
- if possible, to realise further assets for the benefit of creditors as a whole

### Exit strategy

We may use any exit route strategy, or a combination of them, in order to bring the Administration to an end. We will determine the exit strategy for the Company once we have more certainty on the position of Lifemark and whether we have any funds to pursue litigation against certain parties.

If it is possible to distribute a dividend to unsecured non-preferential creditors, we may seek to move the Company into Creditors' Voluntary Liquidation. In these circumstances, we propose to act as Joint Liquidators of the Company.

However, if a dividend distribution is not possible we will file notice under Paragraph 84(1) of Schedule B1 of the Insolvency Act 1986, three months after which the Company will be dissolved.

We will approach the Creditors' Committee to be discharged from liability pursuant to Paragraph 98(1) of Schedule B1 of The Insolvency Act 1986.

## Statutory information

Full name	Keydata Investment Services Limited
Registered number	3714989
Registered address	Soanepoint, 6-8 Market Place, Reading, Berkshire RG1 2EG
Court details	High Court of Justice, Chancery Division, Companies Court
Court case	14997 of 2009
Company directors	Mr Stewart Ford, Mr Craig McNeill and Mr Mark Owen
Company secretary	Mr Craig McNeill
Shareholdings held by directors and secretary	Less than 1%
Date of the Administration	8 June 2009
Administrators' name and address	Dan Schwarzmann and Mark Batten of PricewaterhouseCoopers LLP, 7 More London Riverside, London SE1 2RT
Appointer's name and address	The Financial Services Authority of 25 The North Colonnade, Canary Wharf, London, E14 5HS
Objective being pursued by the Administrators	To achieve a better result for the Company's creditors as a whole than would be likely if the Company were wound up, without first being in Administration
Division of the Administrators' responsibility	During the period for which the Administration is in force, any act required or authorised under any enactment to be done by either or both of the Joint Administrators, may be done by any one or more of the persons for the time they hold office
Proposed end of the Administration	The Administrators may use any, or a combination of, exit route strategies in order to bring the Administration to an end
Estimated dividend for preferential creditors	Not currently estimated
Estimated dividend for unsecured creditors	Not currently estimated
Estimated value of the prescribed part	A prescribed part is not applicable in this case
The European Regulation on Insolvency Proceedings (Council Regulation (EC) No 1346/2000 of 29 May 2000) does not apply to this Administration as the Company is an investment undertaking for the purposes of Article 1(2) of those regulations	

# Administrators' remuneration

## Our remuneration

As detailed in our previous reports to creditors, the Financial Services Authority Client Money Rules specifies that investors' funds should be held in segregated client accounts. They are, therefore, deemed to be protected client monies which cannot be used to settle the costs of trading the Company or our remuneration. Such funds have now been paid to investors where possible.

In the six month period ending 7 December 2011 we have drawn no remuneration and all available funds have been used to ensure the Reading operation can continue to operate and service investors.

We anticipate that our remuneration to date will be paid in part from third party funding provided by certain banks as outlined on page 4 of this report. Additionally, in the event the Company receives any commission payments due from Lifemark, some of these monies may be used to settle a portion of our remuneration, subject to approval by the Creditors' Committee. The balance of any potential funds received from Lifemark may be set aside to pursue recoveries from litigation against third parties. The split of these funds is to be agreed by the Creditors' Committee in advance of us drawing any remuneration.

## Approval of our remuneration by the Creditors' Committee

The Creditors' Committee is provided with a comprehensive disclosure of our time costs at each convened meeting, in accordance with the Statement of Insolvency Practice 9.

At the first meeting of the Creditors' Committee the following resolution was approved in respect of our remuneration:

"THAT, the Joint Administrators' remuneration be fixed by reference to the time properly given by the Joint Administrators and their staff in attending to matters arising in the Administration and that the Joint Administrators be authorised to draw their fees on account to the end of December [2009]."

We did not draw our fees in full to the end of December 2009 to ensure sufficient funds were available to trade the Reading office. In total over the course of the Administration we have drawn £1,740,000 plus VAT.

## Category 1 disbursements

The disbursements of an Administrator are divided into Category 1 and Category 2 expenses.

Category 1 disbursements include telephone calls, postage, case advertising, travel costs and properly reimbursed expenses incurred by personnel in connection with the case. Also included are services specific to the case where these cannot practically be provided internally such as printing, room hire and document storage. It is not necessary for an Administrator to obtain approval to draw Category 1 disbursements.

As at 7 December 2011 we have drawn category 1 disbursements of £69,981 plus VAT covering the period 8 June 2009 to 31 December 2010. The extract below provides an analysis of these costs.

Expense	£
Accommodation	8,347
Bank charges	15
Administrators' insurance	1,600
Committee expenses	1,105
Company searches	1,419
Technology services	10,745
Courier charges	2,425
Lunch allowance	173
Meeting room charges	404
Miscellaneous	4,467
Travel costs	39,281
<b>Total</b>	<b>69,981</b>



## Category 2 disbursements

Category 2 disbursements include costs which, whilst being in the nature of expenses or disbursements, include elements of shared or allocated costs. These costs are subject to approval by those responsible for approving remuneration.

Accordingly, a resolution was sought from the Creditors' Committee in respect of Category 2 disbursements and the following resolution was approved:

THAT, in accordance with the Statement of Insolvency Practice No. 9, the Joint Administrators be authorised to draw category 2 disbursements (i) for mileage at a rate of up to 50p per mile for 2,000cc engines or up to 70p per mile for engines over 2,000 and (ii) for photocopying at a rate of 3p per sheet.

As at 7 December 2011 we have drawn category 2 disbursements of £3,448 plus VAT covering the period 8 June 2009 to 31 December 2010. The extract below provides an analysis of these costs:

Expense	£
Mobile telephone charges	1,338
Photocopying and printing costs	2,110
<b>Total</b>	<b>3,448</b>

## Extracts

We set out below our analysis of our time costs for the period 8 June 2011 to 7 December 2011 including details of the number of hours spent on this case by each grade of staff and by activity.

## Relevant considerations

Our time costs to date should be considered with reference to:

- the expertise required and work involved in dealing with the Luxembourg Regulator, the Trustee and Provisional Administrator of Lifemark, the Financial Services Authority and other parties in relation to the liquidity issues experienced by Lifemark and its potential restructuring,
- the resources needed to respond to letters and calls from some 26,000 investors with products still managed by the Company,
- the resources required to resolve queries forwarded by the FSCS.

The extract below provides an analysis of the total hours and the associated cost by grade for the six month period ended 7 December 2011.

Grade	Hours	£
Partner	7	5,110
Director	205	134,532
Senior Manager	119	53,061
Manager	10	4,189
Senior Associate	364	124,321
Associate	202	41,494
Support staff	1	89.6
<b>Total</b>	<b>908</b>	<b>362,796</b>

The following extract provides an analysis of the total hours and associated cost by activity for the six month period ended 7 December 2011

Activity		Hours	£
Strategy and planning	Strategy and planning	58	20,044
	Team management	88	52,606
Statutory and compliance		121	39,391
Assets	Asset realisations	11	3,625
	Insurance	3	740
Forensic investigations		3	1,183
Tax		16	11,507
Trading	Employees	41	6,449
	Pensions	2	755
	Trading supervision	274	97,501
	Lifemark	127	82,390
Creditors	Creditor enquires	45	14,941
	Website Communications	22	6,615
Support services	Accounting and treasury	98	25,051
<b>Total</b>		<b>908</b>	<b>362,796</b>

# Receipts and payments account from 8 June 2009 to 7 December 2011

## Receipts account from 8 June 2009 to 7 December 2011

	As at 07/06/11	Movement from 08/06/2011 to 07/12/2011	Total to 07/12/2011
<b>Receipts</b>			
Cash at bank	3,336,188	0	3,336,188
Third party funding	3,278,700	0	3,278,700
Reimbursement of costs of distributing ISA certificates and circulars	8,159	0	8,159
Reimbursement of costs of migrating plans	44,054	0	44,054
FSCS related work	18,400	25,908	44,308
Sale of other assets	11,956	0	11,956
Sundry income	39,673	0	39,673
Bank interest	3,436	518	3,954
VAT	15,584	5162	20,746
	<u>6,756,151</u>	<u>31,588</u>	<u>6,787,739</u>
<b>Payments</b>			
Trading deficit	2,970,411	357,297	3,327,709
Administrators' fees	1,740,000	0	1,740,000
Administrators' disbursements - Category 1	69,981	0	69,981
Administrators' disbursements - Category 2	3,448	0	3,448
Agents' fees and disbursements	3,605	0	3,605
Statutory meeting expenses	34,417	0	34,417
Statutory advertising	1,234	0	1,234
Distribution of statutory reports	100,240	12,265	112,505
Creditors' Committee expenses	1,052	0	1,052
Legal fees and disbursements	843,785	0	843,785
Interest on third party funding	66,118	28,813	94,932
VAT (recoverable at 1%)	340,861	0	340,861
	<u>6,175,154</u>	<u>398,375</u>	<u>6,573,529</u>
<b>Funds in hand</b>	<u><b>580,997</b></u>	<u><b>(366,787)</b></u>	<u><b>214,210</b></u>

## Trading account from 8 June 2009 to 7 December 2011

	As at 07/06/11	Movement from 08/06/2011 to 07/12/2011	Total to 07/12/2011
<b>Receipts</b>			
Book debts	1,451,535	0	1,451,535
Trading income	287,178	206	287,385
	<u>1,738,714</u>	<u>206</u>	<u>1,738,920</u>
<b>Payments</b>			
Net wages	1,945,142	119,032	2,064,174
PAYE and NIC	920,280	69,105	989,385
Healthcare and pension payments	61,628	11,434	73,061
Employee expenses	17,246	130	17,376
Consultancy costs	96,704	26,625	123,329
Rent, service charges and utilities	359,112	42,615	401,727
Rates	33,273	0	33,273
Custodian fees	328,196	60,000	388,196
Trading expenses	237,189	0	237,189
IT licences	8,683	0	8,683
IT costs	112,058	0	112,058
Telephone charges	109,762	1,250	111,012
Office cleaning	7,982	0	7,982
Postage, stationery and printing	136,537	2,452	138,989
Storage costs	20,018	1,054	21,072
Security	1,703	0	1,703
Insurance	25,675	3,324	28,999
General expenses	4,590	898	5,487
Petty cash	3,300	300	3,600
Bank charges	84,749	4,492	89,241
VAT	195,301	14,793	210,094
	<u>4,709,125</u>	<u>357,504</u>	<u>5,066,629</u>
<b>Trading deficit</b>	<b>(2,970,411)</b>	<b>(357,297)</b>	<b>(3,327,709)</b>

Note This account is prepared on a cash basis. It takes no account of income earned but not yet received, or accrued trading expenses.

# Appendix 1 – Form 2.24B

(Please note this form is for your reference only)

Rule 2 47

The Insolvency Act 1986

Form 2 24B

## Administrator's progress report

## 2.24B

Name of Company Keydata Investment Services Limited	Company Number 03714989
In the High Court of Justice, Chancery Division, Companies Court <small>(full name of court)</small>	Court case number 14997 of 2009

We, Dan Yoram Schwarzmann and Mark Charles Batten of PricewaterhouseCoopers LLP, 7 More London Riverside, London SE1 2RT, Administrators of the above company, attach a progress report for the period

from 8 June 2011 to 7 December 2011



Signed \_\_\_\_\_  
Joint Administrator

Dated 20 December 2011

### Contact Details

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

Kathryn Fox of PricewaterhouseCoopers LLP 7 More London Riverside London SE1 2RT	
Tel 020 7213 5267	Fax 020 7212 6800
DX Number	DX Exchange

Companies House receipt date barcode
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When 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

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[www.pwc.co.uk/KIS](http://www.pwc.co.uk/KIS)

Dan Schwarzmann and Mark Batten of PricewaterhouseCoopers LLP were appointed Joint Administrators of Keydata Investment Services Limited on Monday 8 June 2009, to manage its affairs, business and property as agents without personal liability. Dan Schwarzmann and Mark Batten are licensed in the United Kingdom to act as insolvency practitioners by the Institute of Chartered Accountants in England and Wales.

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