# Press release: Mother and son restaurateurs banned for underdeclaring tax

Mother and son who ran a restaurant in Blackburn have been disqualified after they under-declared the company's full cash takings to the tax authorities.

# Press release: Mother and son restaurateurs banned for underdeclaring tax

Ching Yau Yu and Vincent Wai Kit Yu were directors of Kai Hing Limited. The company was incorporated in January 2011 and traded under Yu and You Restaurant and Bar, a Chinese eatery in the Copster Green area of Blackburn.

The restaurant featured in the TV programme, Ramsay's Best Restaurant, in 2013.

However, Kai Hing Limited entered into difficult trading conditions and because the company couldn't pay its debts, Vincent and Ching Yu liquidated the company in January 2017, owing their creditors close to £385,000.

Independent insolvency practitioners were appointed to wind-up the business and reported to the Insolvency Service that the company had a substantial amount of tax discrepancies.

This triggered an investigation by the Insolvency Service, which discovered that Vincent and Ching caused the company to under-declare its full cash takings as soon as Kai Hing Limited started trading in September 2011.

Further enquiries found that Vincent and Ching Yu had already been warned that they had failed to declare more than £600,000 worth of additional sales between October 2011 and January 2016, which would have led to additional tax liabilities of just under £120,000.

And despite making no payments towards the balance of the increased liability, Kai Hing Limited continued to trade until January 2017, while submitting quarterly returns and paying them in full.

Both directors agreed to provide an undertaking to the Secretary of State for Business, Energy and industrial Strategy, which prevents them from becoming

directly or indirectly involved in the promotion, formation or management of a company.

Vincent Yu has been banned for 7 years, effective from 24 December 2018, while his mother is disqualified for 4 years and Ching Yu started her ban on 14 December 2018.

Rob Clarke, Chief Investigator for the Insolvency Service, said:

This wasn't a one-off incident where Vincent and Ching Yu failed to declare their full income as the misdemeanour sustained itself throughout the history of the company.

Directors are expected to carry out their full responsibilities regardless of their role, including paying the right amount of tax. The Yus bans should serve as a warning to others that we will investigate misconduct and pursue disqualification where serious breaches of this nature occur.

Vincent Wai Kit Yu is from Blackburn and his date of birth is November 1979.

Ching Yau Yu is from Blackburn and her date of birth is August 1948.

Kai Hing Limited's company registration - 07489022.

A disqualification order has the effect that without specific permission of a court, a person with a disqualification cannot:

- act as a director of a company
- take part, directly or indirectly, in the promotion, formation or management of a company or limited liability partnership
- be a receiver of a company's property

Disqualification undertakings are the administrative equivalent of a disqualification order but do not involve court proceedings.

Persons subject to a disqualification order are bound by a <u>range of other</u> restrictions.

The Insolvency Service administers the insolvency regime, investigating all compulsory liquidations and individual insolvencies (bankruptcies) through the Official Receiver to establish why they became insolvent. It may also use powers under the Companies Act 1985 to conduct confidential fact-finding investigations into the activities of live limited companies in the UK. In addition, the agency deals with disqualification of directors in corporate failures, assesses and pays statutory entitlement to redundancy payments when an employer cannot or will not pay employees, provides banking and investment services for bankruptcy and liquidation estate funds and advises ministers and other government departments on insolvency law and practice.

Further information about the work of the Insolvency Service, and how to complain about financial misconduct, is <u>available</u>.

Media enquiries for this press release - 020 7637 6498

You can also follow the Insolvency Service on:

#### Press release: Emollient cream buildup in fabric can lead to fire deaths

People who use emollient creams to treat dry and itchy skin conditions are being warned that residue can build up on fabrics, such as clothing or bedding, and cause them to catch fire more easily.

## Press release: Emollient cream buildup in fabric can lead to fire deaths

The Medicines and Healthcare products Regulatory Agency (MHRA) is recommending that labelling and product information for these emollient products should include a warning about the fire hazard, with clear advice not to smoke or go near naked flames and information about the risk of severe burn injury or death when clothing, bedding and dressings with emollients dried on them are accidentally ignited.

Emollients are moisturising treatments applied directly to the skin to soothe and hydrate it. They cover the skin with a protective film to trap in moisture. Emollients are important treatments, widely used to help manage dry, itchy or scaly skin conditions such as eczema, psoriasis and ichthyosis.

The likelihood of fabric that has been in contact with emollient products catching fire through an individual smoking or being near a naked flame is low, but if this does occur it could cause severe burns which may result in death. We want users to be aware that fabrics which have come into contact with an emollient can be highly flammable, even after washing. The risk is greater when emollients are applied in large quantities or to large areas of the body.

Following an extensive review of the available evidence, the Commission on Human Medicines (CHM) recommends that:

- outer packaging and product containers should include a warning about the fire hazard and advice not to smoke, accompanied by short explanatory text and a picture warning in the most prominent field of view
- where available, the Patient Information Leaflet or Instructions for Use and the Summary of Product Characteristics (SmPC) should be updated to include warnings about the risk and how best to minimise it

The text will clearly warn users not to smoke or go near naked flames due to the risk of severe burns, that as fabric (such as clothing, bedding and dressings) which has been in repeated contact with these products burn more easily and can be a serious fire hazard. Washing clothing and bedding may reduce product build-up but not totally remove it.

TThe MHRA and industry are working together to apply the CHM recommendations and develop suitable ways to make sure the warning is appropriately prominent. Additionally, we are setting up a specific stakeholder group to manage education and awareness of this issue.

It was previously thought the risk occurred with emollients which contain more than 50% paraffins. However, evidence now points to a risk with emollients which contain lower levels of paraffin and with paraffin-free emollients. This advice therefore applies to all emollients whether they contain paraffin or not.

It is important people prescribing, dispensing or using any emollient, or caring for someone who uses an emollient, are aware of the potential fire risks and take appropriate action to reduce it.

June Raine, Director of MHRA's vigilance and risk management of medicines division said:

We don't want to unduly worry people into not using these products which offer relief for what can be chronic skin conditions, but it is equally important people are aware of the risks and take steps to mitigate them.

Our new evidence-based recommendations are intended to empower proper use of these tried and trusted treatments and we are working with industry to support delivery of prompt packaging and labelling warnings and advice.

If you use emollients and have any questions or concerns, we'd recommend speaking to a healthcare professional, such as your pharmacist or GP.

Patient safety is our highest priority. We strongly encourage anyone to report any issues with this product, or more generally with any medical device, to our <u>Yellow Card Scheme</u>.

Watch Manager Chris Bell from West Yorkshire Fire and Rescue Service and

National Fire Chiefs Council's lead for emollient creams, said:

We welcome this recommendation. There have now been in excess of 50 deaths in the UK where the build-up of emollients on bedding, dressings or clothing may have contributed to the speed and intensity of the fire. Many of these fires were caused by people who smoked and were unaware of the fire risks associated with emollient build-up on fabrics.

We have been trying to raise awareness about this issue with the public and health and care professionals. Ensuring that these products carry warnings will certainly help us as we continue to work with pharmacists, the NHS and care sector to prevent any future deaths.

John Smith, Chief Executive of PAGB, the consumer healthcare association, said:

Emollient products are an important and effective treatment for chronic and often severe dry skin conditions, such as eczema and psoriasis. People should continue to use these products, but it is vital they understand the fire risk associated with a build-up of residue on fabric and take steps to mitigate that risk.

Safety is of paramount importance to the consumer healthcare industry and PAGB member companies are committed to adding a clear warning statement to the packaging of emollient products. We have been working with MHRA during its review of the evidence to ensure the warning is implemented consistently across industry and to support efforts to raise awareness of this issue.

## Press release: Somerset rivers stocked with fish ahead of Christmas

Thousands of fish have found new homes just in time for Christmas thanks to the Environment Agency's Christmas restocking of Somerset's rivers.

Every year, the Agency's Calverton Fish Farm, near Nottingham, breeds fish of many varieties to repopulate England's rivers.

Agency officers from Bridgwater's fisheries team spent a busy day on Friday 14 December putting 7,800 fish into the Blind Yeo near Clevedon, Burtle Road Lakes in Burtle, and the King Sedgemoor's Drain at Parchey.

Restocking will conclude on 19 December with 6,300 fish introduced to the Somerset Frome in Frome, which lost a large number of fish after a slurry spill in 2016.

Kevin Austin, Environment Agency Deputy Director of Fisheries, said:

We encourage anglers to enjoy fishing through the festive holidays. A fishing rod licence also makes an excellent Christmas gift for someone who doesn't have one but wants to give it a go.

The work of our National Fish Farm is funded by income from licence fees, so in the lead up to Christmas it's great to see the fish farm continuing to produce strong and healthy fish needed for restocking and recovery.

In the first 4 weeks of the stocking season (14 November to 14 December) 143,000 fish reared for up to 18 months have been driven from the fish farm in Nottinghamshire and released into 41 still waters and 30 rivers, with plenty more planned for the coming weeks.

The restocking activity is part of an annual programme, funded by income from rod licence sales. Restocking occurs in winter because water temperatures are low and this minimises any stress on the fish, giving them the best possible survival rates.

Restocking is done where numbers are low, have been depleted following a pollution incident or to create new fisheries and opportunities for anglers.

You need a rod fishing licence to fish for salmon, trout, freshwater fish, smelt or eel with a rod and line in England. Get yours from <a href="https://www.gov.uk/fishing-licences">https://www.gov.uk/fishing-licences</a>.

#### Notes to editors

- The 7,800 fish restocked included 3,000 roach, 2,000 bream, 1,000 chub, 800 tench, 600 crucians and 400 dace.
- The 6,300 fish restocked will include 2,000 roach, 1,500 chub, 1,000 bream, 600 tench, 600 crucians and 600 dace.