

### **Background and Problem**

Originally the business was run by two directors, one (MD) taking care of the sales and finance and the other running the workshop.

The MD decided one day that he wanted a lump sum out of the business so he double factored about £40k worth of invoices, drew the money out of the bank and disappeared with the £40k and the accounts computer.

### **Actions Taken**

MGBA worked with the client to reconstruct the debtor ledger from the quotation computer and approached all the Insurance Companies to reconcile what they owed.

MGBA worked with the creditors to schedule payments and keep the supplies going in order to maintain the business.

Debt collectors sent in by one of the (fringe) factoring companies were dealt with and they got all their money back.

The Bank was approached to refund the money taken out by the MD, as there should have been two signatures on the cheque – they obliged.

### **The Result**

The whole exercise took about six months, the company survived and is now trading very well.

**If you want to find out more about any of the areas covered in this case study  
and how we can support your business – contact us today.**