

Background & Problem

The client has a large equity stake and is a working director in an IT company. This is a growing company but has had cash flow constraints. The client had attempted to help by drawing little or no salary during this stage of the company's development. He had resorted to using a series of credit cards and unsecured loans. These were proving difficult to service.

Action Taken

The client is now in a debt management programme. He has also instructed us to challenge the unsecured loans and credit cards under the 1974 Consumer Credit Act.

The Result

Under the terms of the debt management programme the client has considerably reduced his monthly commitments to the point where he has a surplus income each month, and is able to focus on developing the company without the constant worry of an income shortage. In the meantime, the agreements on his unsecured loans are being challenged and early signs indicate that all but one will be written off.

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.