

Statement of Affairs

Statement as to affairs of Carpets International (UK) Limited

On 20 August 2003 the date of the Administrative Receiver's Appointment

Affidavit

This Affidavit must be sworn or affirmed before a Solicitor or Commissioner of Oaths when you have completed the rest of this form.

I James Joseph Taylor

of Springfield House
Coldwells Hill
Stainland
Halifax
HX4 9PG

DA / Swear/affirm that the several pages attached marked JJT 1 are to the best of my knowledge and belief a full, true and complete statement as the affairs of the above named company as at 20 August 2003 the date of the appointment of the administrative receiver and that the said company carried on business as

Sworn/affirmed at
Date

BRADFORD, WEST YORKSHIRE
9th OCTOBER 2003

Signatures
Before me

[Handwritten signature]
[Handwritten signature]

A Solicitor or Commissioner of Oaths

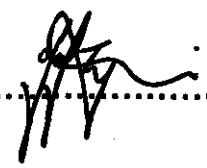
RUNHAMS
Solicitors
Octagon House
32-36 Little Horton Lane
BRADFORD BD1 1JH
Tel: 01274 311111

The Solicitor or Commissioner is particularly requested, before swearing the affidavit, to make sure that the full name, address and description of the Deponent are stated, and to initial any crossings-out or other alterations in the printed form. A deficiency in the affidavit in any of the above respects will mean that it is refused by the court, and will need to be re-sworn/re-affirmed.



A - Summary of Assets

Assets	Book Value £	Estimated to Realise £
Assets specifically pledged:-		
Plant & Equipment	2,334	0
Less amount due to finance company	-29,533	-29,533
Deficit	-27,199	-29,533
Debtors	16,349,954	11,349,954
Insurance Claim	27,500	27,500
Lease Deposits Lloyds Bowmaker	50,000	0
Rates Refund	400,000	200,000
Rent Deposit Ogdens	77,000	0
	16,904,454	11,577,454
Less amount due to Burdale Financial Limited	-14,037,926	-14,037,926
Less amount due to Burdale Financial Limited interest due to 20/8	-52,661	-52,661
	2,813,867	-2,513,133
Land & Buildings	5,388,152	4,100,000
	8,202,019	1,586,867
Less amount due to Burdale Financial Limited	-3,900,000	-3,900,000
	4,302,019	-2,313,133
Assets not specifically pledged:-		
Raw Yarn	1,782,807	40,300
Other raw materials	624,946	0
Yarn work in progress	291,954	0
Finished yarn	3,866,125	1,210,800
Carpet work in progress	1,123,804	0
Finished carpet	6,852,341	3,542,323
	14,541,977	4,793,423
Plant and machinery	7,777,557	1,000,000
Blocked account	764,100	764,100
Other cash	118,692	118,007
Prepayments	1,553,585	0
Estimated total assets available for preferential creditors	29,057,930	4,362,397

Signature  Date 9/10/03:.....

A1 - Summary of liabilities

		Estimated to realise £
Estimated total assets available for preferential creditors (carried from page A)	29,057,930	4,362,397
Liabilities		
Preferential creditors:-		
HM Customs & Excise	3,044,810	3,044,810
HM Inland Revenue	1,407,190	1,407,190
Employee claims	292,734	292,734
Estimated deficiency/surplus as regards preferential creditors	24,313,196	-382,337
Debts secured by a floating charge:-		
Estimated deficiency/surplus of assets available for non-preferential creditors		
Non preferential claims:-		
Trade creditors	10,467,838	10,467,838
Cravey Green and Wahlen	4,500,000	4,500,000
Loan interest accrual CGW	536,765	536,765
Shaw loan	1,447,816	1,447,816
Accruals	2,062,839	2,062,839
Pension scheme	1,357,122	1,357,122
Rebates etc	2,752,773	0
Deficit on finance leases	27,199	29,533
Employee claims	1,344,228	1,344,228
Estimated deficiency/surplus as regards creditors	-188,384	-22,128,478
Issued and called up capital	12,655,000	12,655,000
Shared premium account	160,000	160,000
Capital redemption account	260,000	260,000
Capital reserves	4,431,000	4,431,000
Capital contribution	57,454,000	57,454,000
Estimated deficiency/surplus of assets available	-75,143,384	-97,088,478

Signed  Date 9/12/03

B
Company Creditors

Note: you must identify creditors under hire purchase, chattel leasing or conditional sale agreements *and* customers claiming amounts paid in advance of the supply of goods or services *and* creditors claiming retention of title over property in the company's possession.

Name of creditor or claimant	Address (with postcode)	Amount of debt £	Details of any security held by creditor	Date security given	Value of security £
IBM Global Financing	PO Box 41, North Harbour, Portsmouth, Hampshire, PO6 3AU	16,300.15	Netfinity equipment Infoprint printer		NBV £2,334
Merrion Leasing Services Ltd	91 Merrion Square, Dublin 2, Eire	13,370.21	4 Toyota lift trucks		nil

Signature *[Signature]* Date 9/10/03
[Signature]

This is the exhibit marked JTI referred to in the statement of James Joseph Taylor dated 9/10/03

02/03/03
 10:00 AM
 10:00 AM
 10:00 AM
 10:00 AM

Proxy

Carpets International (UK) Limited – in administrative receivership

Notes to help completion of the form

Please give full name and address for communication

Name of Creditor _____

Address _____

Name of proxy-holder

I appoint the above person to be my/the creditor's proxy-holder at the meeting of creditors to be held on 19 November 2003 or at any adjournment of that meeting. The proxy-holder is to propose or vote as instructed below [and in respect of any resolution for which no specific instruction is given, may vote or abstain at his/her discretion].

Voting instructions for resolutions

for the appointment of _____

of _____

representing _____

as a member of the creditors' committee

Signature _____ Date _____

Name in CAPITAL LETTERS _____

Position with creditor or relationship to creditor or other authority for signature

Please insert name of person (who must be 18 or over) or the "chairman of the meeting". If you wish to provide for alternative proxy-holders in the circumstances that your first choice is unable to attend please state the name(s) of the alternatives as well.

Please delete words in brackets if the proxy-holder is only to vote as directed, ie he has no discretion

This form must be signed

Only to be completed if the creditor has not signed in person

Proxy

Carpet Holdings Limited – in administrative receivership

Notes to help completion of the form

Please give full name and address for communication

Name of Creditor _____

Address _____

Please insert name of person (who must be 18 or over) or the "chairman of the meeting". If you wish to provide for alternative proxy-holders in the circumstances that your first choice is unable to attend please state the name(s) of the alternatives as well.

Name of proxy-holder _____

I appoint the above person to be my/the creditor's proxy-holder at the meeting of creditors to be held on 19 November 2003 or at any adjournment of that meeting. The proxy-holder is to propose or vote as instructed below [and in respect of any resolution for which no specific instruction is given, may vote or abstain at his/her discretion].

Voting instructions for resolutions

for the appointment of _____

of _____

representing _____

as a member of the creditors' committee

Signature _____ Date _____

Name in CAPITAL LETTERS _____

Position with creditor or relationship to creditor or other authority for signature

This form must be signed

Only to be completed if the creditor has not signed in person

Carpets International (UK) Limited and Carpet Holdings Limited*
- in administrative receivership

Creditor's name and address	
Estimated Claim	£
What was the authorised credit limit?	£
If the estimated claim exceeds the credit limit, on what basis or terms was the credit increased?	
Please provide details of any comfort, security or assurance given to you to allow continuance of credit	
When were you first aware that there were difficulties in getting payment and what was the evidence of this?	
Please provide details, including dates, of any writs, summons, decrees or any other legal action you took to recover your debt	
Please provide details of any cheques which were dishonoured, including dates and amounts	
Are there any particular matters which you feel should be reviewed? If so, please provide brief details	
Signature	Date
Name	
Position	

* Please delete as appropriate