

Form 2.23

The Insolvency Act 1986

Notice of Result of Meeting of Creditors

S.24(4)/25(6)

Pursuant to Section 24(4)/25(6) of the Insolvency Act 1986

For official use

To the Registrar of Companies

[Dashed box for official use]

Company Number

02584243

Name of Company

Art Pattern Limited

We Richard James Rees and Stuart David Maddison of PricewaterhouseCoopers, Cornwall Court, 19 Cornwall Street, Birmingham, B3 2DT

administrators of the company attach a copy of our report to the Court dated

10 May 2002

detailing the resolutions passed at a meeting of creditors held on

10 May 2002

Signed [Signature] Dated 10 May 2002

For Official Use

Insolvency Section

Post Room



A18 COMPANIES HOUSE

A1M17APL

0486 11/05/02

Form 2.12

Rule 2.30

Report of Meeting of Creditors

Art Pattern Limited
High Court of Justice, Chancery Division, Birmingham District Registry No 555 of
2002

I Richard James Rees

Joint administrator of the company hereby report that a ~~an adjourned~~ meeting of creditors was held at PricewaterhouseCoopers, Victoria House, 76 Milton Street, Nottingham, NG1 3QY

on 10 May 2002

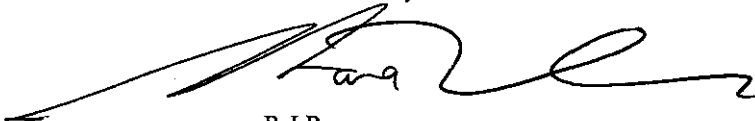
at which:

- (1) Proposals ~~[Revised proposals]~~ in the form hereto annexed were approved
- (2)

~~were nominated to act as members of the creditors' committee~~

- (3) ~~The meeting declined to approve the proposals [revised proposals]~~

Dated 10 May 2002



R J Rees
Joint Administrator

Proposals

1 How do we propose to achieve the purpose of the administration order?

We will continue to manage the business, affairs and property of the Company in such manner as we consider expedient with a view to achieving the purpose(s) for which the order was made, namely:

- *a more advantageous realisation of the Company's assets than would be effected in a winding up.*

If we consider it appropriate, we will apply to the Court under Section 18 of the Insolvency Act 1986 for an order that the Administration Order be varied.

We will investigate and, if appropriate, pursue any claims that the Company may have under the Companies Act 1985 or the Insolvency Act 1986.

In addition we shall do all such other things and generally exercise all our powers as joint administrators as we, in our discretion, consider desirable in order to achieve the purposes of the Administration Order; or to protect and preserve the assets of the Company; or to maximise their realisations for any other purpose incidental to these proposals.

2 What is the future for the Company itself?

Under the provisions of the Insolvency Act 1986, administrators have no power to agree the claims of creditors or make distributions.

If it remains clear that there will be insufficient realisations to repay the secured creditors in full and no funds will be available for the preferential and non preferential unsecured creditors, once all the assets have been disposed of, we will proceed to seek our discharge, after which we would expect the Company to be struck off the Register in due course.

3 What investigation work will the administrators undertake?

The Administrators may investigate transactions in the period leading up to the administration order.

4 How long will the administration order remain in force?

We shall apply for the discharge of the administration order once the Company's assets have been realised and the proceeds have been paid to the secured creditors entitled to them.

5 Will there be a creditors' committee?

A creditors' committee may be formed if three or more creditors are willing to serve on it.

If a committee is formed, we shall consult with it from time to time on the conduct of the administration and the implementation and development of these proposals. Where we consider it appropriate, we will seek the committee's sanction to proposed action on our part instead of convening a meeting of all the creditors.

6 How will the joint administrators' fees be calculated?

The creditors' committee will fix our fees as administrators. If no creditors' committee is formed, our fees will be calculated on the time properly spent on the administration by us and the various grades of our staff according to our firm's usual charge out rates for work of this nature. We will be authorised to draw such fees and reasonable disbursements on account from time to time. An extract from Statement of Insolvency Practice 9; creditors guidance to fees in administrations, is enclosed at Appendix C.