**Pre EA 2002 Post EA 2002**

 **£’000 £’000 £’000 £’000**

**Floating charge assets**

Stocks 100 100
Vehicles 100 100
Plant 200 200
Book debts 600 600
 \_\_\_\_\_\_\_\_ \_\_\_\_\_\_\_\_
 1,000 1,000

Costs of insolvency (50 ) (50 )
 \_\_\_\_\_\_\_\_ \_\_\_\_\_\_\_\_
 950 950

**Preferential creditors**

HMRC – PAYE/NIC 50
HMRC – VAT 30
Employees 20 20
 \_\_\_\_\_\_\_\_ \_\_\_\_\_\_\_\_
 (100 ) (20 )
 \_\_\_\_\_\_\_\_ \_\_\_\_\_\_\_\_
 850 930

**Prescribed part**

50% of first £10,000 n/a 5
20% thereafter 176
 \_\_\_\_\_\_\_\_ \_\_\_\_\_\_\_\_\_
 (181 )
 \_\_\_\_\_\_\_\_

Available to Bank 850 749
Bank debt (1,000 ) (1,000 )
 \_\_\_\_\_\_\_\_ \_\_\_\_\_\_\_\_

**Bank loss caught under
personal guarantee** (150 ) (251 )
 ======== =========

Depending upon the level of arrears of PAYE/NIC and VAT, the outcome for the Bank and guarantors, can be significantly different, pre and post EA2002.