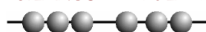


BEER & YOUNG LIMITED

REBUILDING STAKEHOLDER VALUE



TURNAROUND FINANCE SPECIALISTS

SUMMER 2007

Welcome to our Summer 2007 Newsletter. First of all a very BIG THANK YOU to everyone for your continued support of Beer & Young – we are delighted to report another record quarter of growth for our business.

We have already had 9 successful completions this year and I am very confident that we will surpass last years' total of 14 by the end of July 07. We are particularly pleased with a number of successful Company Voluntary Arrangements (CVA's) that we have prepared and submitted for some of our clients. These have improved cash flow in the short term and critically given our clients much needed time for the investment process to develop.

The really great news is that we are seeing increasing signs that the turnaround culture is here to stay. The government (HMRC), banks, asset based lenders, and most significantly investors are showing increasing support for businesses in distress. We rely heavily on the support of all the major stakeholders at various times and we are delighted to say it is very rare that they will not support the proposals we present to them.

Please see a case study and testimonial below from a recent completion (Feb 07) that really encapsulates how a positive outcome can be achieved in the most testing of circumstances.

Nicholas Young, Managing Director

Our client developed serious financial difficulties in 2005 and to fully protect the business the directors successfully proposed a Company Voluntary Arrangement (CVA) in February 2006. However, it was clear by September 2006 that the company still needed additional capital to fully execute the recovery plan and the directors approached Beer & Young for urgent equity investment.

"We were referred to Beer & Young because of their expertise in finding investment for businesses experiencing cash flow constraints. We had been through a very challenging period of financial restructuring. Although we had successfully proposed a Company Voluntary Arrangement (CVA) we still urgently required investment for working capital in order to fully deliver our business/recovery plan.

Beer & Young quickly introduced a number of potential investors and after a short timescale we concluded a new investment package. This has re-energised the business and significantly improved the prospects for the company for the future."

JA, Managing Director

NEW ASSOCIATES

We are really pleased to have welcomed on board two new associates to our Team.

Peter Gaut FCMA

Peter is a Fellow of the Chartered Institute of Management Accountants and has spent many years helping owners of companies achieve their objectives. He is passionate about business and getting the right mix of good management, investment capital and development to achieve the highest returns. He has run SME's as Managing Director as well as acting as a consultant to others, including some large Plc's . His recent experience advising on a number of administrations that achieved corporate recovery well qualifies him to fully understand the needs of clients.

David Cotton

David is a financial gamekeeper turned poacher. He spent the early part of this decade developing his Domiciliary Care business. It eventually became the major supplier in North Hampshire and was sold to a National in 2006. Prior to that he ran his own Consultancy providing marketing and business organisation advice and project management to a variety of companies from small and local to multi national. This involved working in most European countries. The underlying experience came initially from a career in Banking. He became a Senior Commercial Manager and spent a significant time working on corporate recovery. His practical hands on approach and background are ideal for finding quick corporate recovery solutions for our clients.

INVESTOR NEWS

In our Autumn Newsletter 06 I invited investors to contact me with their comments (good and bad!). Fortunately, I received some great feedback and we clearly have a vibrant group of investors who continue to be very deal hungry. The number of registered turnaround investors continues to grow and this can only be good news for our clients.

The more dialogue we have with our investors the better – I am always delighted to hear from you (e-mail young@beerandyoung.com) or give me a call on 0207 329 6886.

Finally, thank you for taking the time to read this newsletter and being part of our success to date.