

International Bank Hires Lavallee & Associates to Review Bankruptcy Exit Plan

A large, international bank hired Lavallee & Associates to review the bankruptcy exit plan of a 100-plus chain and franchise restaurant company headquartered in Texas. The company operated over 35 casual and fine dining restaurants in California and franchises over 80 fast-food restaurants in Texas, Florida and Oklahoma. The company had developed a plan to emerge from bankruptcy and presented the plan to its banking consortium. The bank hired Lavallee & Associates to review the plan and comment on its chance of success.

During the engagement, Lavallee & Associates traveled to the company's headquarters in Texas to review the plan with management. While there, Lavallee & Associates' analysis included reviewing sales by restaurant type and restaurant location, royalties of franchised stores, cost of goods sold expenses, general and administrative salaries by position and location, general corporate expenses and a detailed debt analysis in relation to our client. We also visited several of the franchised and company-owned stores.

Lavallee & Associates submitted their findings to the bank. Based upon the report, the bank was able to make a decision on its exit strategy.