

How Chapter 11 works

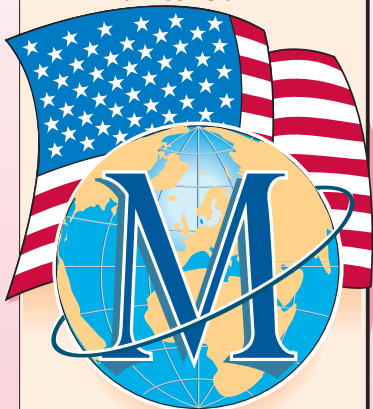
Maxwell Communication Corporation has applied for protection under Chapter 11 of U.S. bankruptcy law

MCC does 80 per cent of its business in the U.S.

MCC owes £1.5 billion to its banks

Chapter 11

Every U.S. debtor has the constitutional right to a 'fresh start'



- MCC's lawyers must present a plan to salvage the company to the court for approval
- The court will protect MCC and its assets from all its creditors
- Foreign banks with claims against MCC's assets in the U.S. will be bound by Chapter 11