

CALCULATION N^o. 182324

CATALOGUE ENTRY IDENTIFICATION NUMBER: 182324

**TITLE: AS TO ENDING RECESSIONS, BANKRUPTCIES AND
INSOLVENCY**

DATE RECORDED: 19 JULY 2010

CALCULATION:

Any and all recessions, states of bankruptcy and/or insolvency can be permanently eliminated with no collateral damage or residual effects.

NARRATIVE

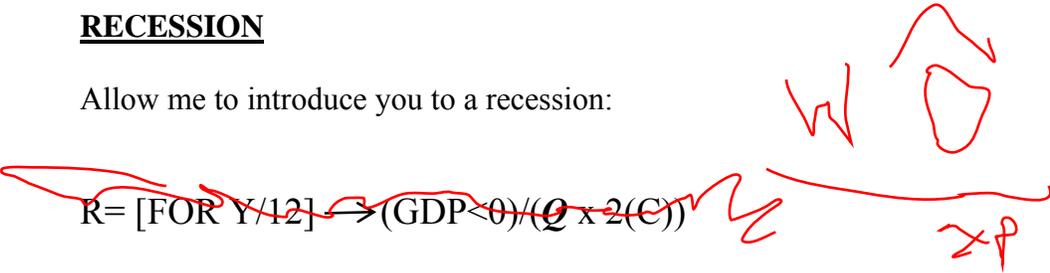
All of us are terrified of the possibility that a recession may strike or that anyone can go bankrupt or become insolvent suddenly. These things terrify us to the point of death, for many people have died from the physical reaction to the emotional trauma that we invite when contemplating or actually dealing with any or all of these things. While we are all terrified at the thought of a recession, bankruptcy or insolvency, few of us have actually seen any of the three, much less all of them and the vast majority probably would not know if or when we might actually be seeing one, since only a select few of us actually know what any of them look like.

It makes no sense to live in fear and it makes no sense to fear something that you could not identify or recognize in order to fear it (in fact, most people affected by any or all of the three are usually informed of its presence or existence by others. i.e.: Did you know that there is a recession here, now? Or “Hey! You’re bankrupt!”)

Inasmuch as this is true, I feel it is my duty as a human being to introduce you to each one of them or at the very least, give you a picture of each one, so you at least know what to look out for. It’s incredible that no one has done this yet. Not only do I consider the above my duty, I have the same duty to communicate to you that all 3 are mortal; they can be killed, as in dead, forever, and to further show you how to kill them. In this way, we can eliminate them forever. Would you like to meet them? Very well.

RECESSION

Allow me to introduce you to a recession:

$$R = [\text{FOR } Y/12] \rightarrow (\text{GDP} < 0) / (Q \times 2(C))$$


Where

R = Recession

Y/12 = 1 month

GDP = Gross Domestic Product where $\text{GDP} = C + I + G + (X - M)$ [GDP = consumption + gross investment + government spending + (exports - imports)]

Q = fiscal quarter

(C) = consecutive

Are you all right? Okay, just checking. I bet that was a surprise. You probably weren't expecting recessions to be female, but they sure are, as you can see for yourself.

Are you ready to meet a bankruptcy and insolvency?

BANKRUPTCY

I'd like for you to meet a bankruptcy, as seen by Z-scoring:

$$(1.2 * T_1) + (1.4 * T_2) + (3.3 * T_3) + (0.6 * T_4) + (.999 * T_5) < 1.80$$

Where

- T_1 = Working Capital / Total Assets
- T_2 = Retained Earnings / Total Assets
- T_3 = Earnings Before Interest and Taxes / Total Assets
- T_4 = Market Value of Equity / Book Value of Total Liabilities
- T_5 = Sales / Total Assets

INSOLVENCY

Now, here is a young insolvency, just entering prime age.

$$D > p$$

Where

D = the sum total of an entity's debts

p = the sum total of an entity's property, at fair valuation.

There. Now you've met them. Yes, bankruptcy and insolvency are both male, but please don't comment on bankruptcy's small penis, he's sensitive about it, and finally: yes; all three are simply mathematical formulas that sprung out of a human being's head.

Now that you can recognize them, we can proceed to section where you will learn how to kill any or all of them, permanently and with what.

HOW TO KILL A RECESSION, A BANKRUPTCY OR AN INSOLVENCY

You would use this formidable weapon:



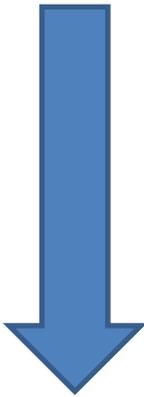
It's called AN ERASER.

METHOD:

You ERASE the formula from wherever the idiot who warned you of it wrote it.

BONUS FEATURE:

This calculation has a bonus feature which was not included in the title. If for no other reason than the inspiration present at this moment, following is how we can prevent ANOTHER recession, bankruptcy or insolvency from being created and how to eliminate all possibility of a mutated, related or similar thing from ever being thought of again:



We write NEW math.

We can do better.

Choose, don't excuse.