

# Unique Creditors Voluntary Liquidation Process Flowchart From KSA

Start Here

Your company is under serious pressure. The board does not think it can be profitable or viable. The directors have probably had enough. After reading our websites & this guide you collate financial information & discuss with your team.

Contact us by email or phone, have basic data ready to discuss. We'll discuss, review viability, forecasts & background. May ask for more information. Don't worry no charge for our advice!

Upon receipt we'll review/discuss situation, look at the available STOP options and GO options with you. if not viable advise liquidation correct option.

If mutual decision is STOP, we immediately offer to introduce you to one of our team of insolvency practitioners (IPs) by phone.

Board confirms liquidation is preferred option this to KSA.

Directors and IP agree that liquidation seems appropriate after discussion. IP issues engagement pack for liquidation.

Typically 2-7 days from enquiry to meeting

A meeting is held with the board and the IP, he reviews current financial position, future prospects and directors risk. Again agrees not a viable company.

He/she agrees to act as nominated liquidator. Fee required to progress.

Directors meeting held to inform the members (shareholders) that company insolvent and liquidation is the solution. Directors arrange creditors' meetings. Members nominate the IP at a shareholders meeting.

IP collects creditor information and calls creditors meeting. Posts adverts for meeting in London Gazette and local papers.

Creditors can attend meeting if give 24 hours notice. Directors prepare statement of affairs.

Liquidation commences proper. If you/directors wish to buy assets (for phoenix) make offer, you may be beaten. IP accepts best offer. IP gets on with the following:

Creditors appoint liquidator (not necessarily the same IP). They can appoint a creditor's committee (3-5 people), to monitor liquidation process and fees.

Creditors meeting held 16-24 days later. Director acts as chairman of meeting (must attend). IP conducts meeting. Creditors question directors over cause of failure of the company.

15-24 days after notice

Realisation of assets and adjudication of creditors claims. Reporting outcome to creditors.

Payments made to creditors if any value left after CVL process. Deals with disputes.

Investigates conduct of the directors, shadow directors and officers of the company. Reports findings to DTI

If directors have acted wrongfully or illegally you face a possible disqualification action or personal liability for company debts.

If directors acted properly you get on with your life. Watch out for personal guarantees though. CVL often better than struggling on.

Overall 3-4 weeks from initial approach. If finalisation can take several months or years.

Call now for a free discussion on 0800 9700 539