

3 Exit Strategies

Common exit strategies option:

- Sell the business;
- Terminate the business
 - Strike off the companies

Requirements:

- the Company must have ceased trading
- the Company must not have assets and liabilities and outstanding tax issues with the Inland Revenue Authority of Singapore when the application is made;

● Liquidate the companies:

▶ members' voluntary winding up

The members of the company may pass a resolution that the company be wound up and that a liquidator be appointed. This mode of winding up is adopted where the company is able to pay its debts;

▶ creditors' voluntary winding up

If the company is not able to meet its liabilities, the directors of the company can wind up the company by way of creditors' voluntary winding up;

▶ compulsory winding up

the company itself, creditors, contributories, liquidator, judicial manager or the Minister may present a petition to the High Court for the winding up of the company.

Note that the liquidator appointed for the creditors' voluntary liquidation and the compulsory winding up must be an approved liquidator.

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