

MCO, THE **END** OF A COMPANY IN DEBT?

4 Options to save your company



Corporate Voluntary Arrangement (CVA)

Any company not regulated under laws enforced by Bank Negara, not subject to the Capital Markets and Services Act 2007 and not having any charge created on its property

1. Prepare a CVA Proposal
2. File the CVA Proposal for a 28-day moratorium
3. Obtain 75% approval from the creditors on the CVA Proposal



Judicial Management (JM)

Any company not regulated under laws enforced by Bank Negara and not subject to the Capital Markets and Services Act 2007

1. File a JM application in Court for an automatic moratorium
2. Obtain a JM Order for a 6-month moratorium
3. Obtain 75% approval from the creditors on the statement of proposal prepared by a judicial manager



Scheme of Arrangement (SOA)

Any company

1. Apply for a Court Order to summon a creditors' meeting & obtain a Restraining Order
2. Obtain 75% approval from the creditors on the SOA
3. Apply for a Court Order to sanction the SOA



Credit Debt Restructuring Committee (CDRC)

Any company having a minimum aggregated debt of RM10 million involving at least 2 Financial Creditors and not placed under Liquidation / Receivership

1. Apply to CDRC for admission and obtain an interim standstill
2. Formulate a Debt Restructuring Arrangement and obtain approval from the Financial Creditors

OPTION

CRITERIA

PROCESS