

Fixed Price Liquidation Package

Are you concerned that all of the company's assets will go in liquidators fees?



dis**solve**

At Dissolve, we aim to provide a low cost low hassle company liquidation service. We sometimes speak to directors that are concerned about a liquidator's fees using up all of the assets of the company so that priority creditors and other creditors receive no distribution from the liquidator.

At Dissolve, we are happy to provide a fixed quote to cover the standard aspects of a company liquidation.

What we need to do is establish:

- ☑ What assets the company has and where they are located;
- ☑ The number of creditors;
- ☑ Any issues likely to complicate the liquidation.

If we can establish these things then we will provide a fixed quote for the liquidation. That fixed fee will apply as long as the situation is as explained to us. Any unexpected matters that arise will be charged for separately and, as with the fixed fee, is always subject to the approval of creditors.

So if you are in this situation why not call us now on (02) 9290 2220 so we can discuss the specific situation of your company and see if we can agree a specific fixed fee.

Why bother to liquidate the company at all?

Sometimes a company will be in the situation where it has ceased to trade and has no assets and we are asked by a director whether they should bother to liquidate the company. After all, is it not an option for the director to do nothing and let a creditor pay to have the Court order the winding-up of the company rather than the director paying for a Creditors Voluntary Liquidation?

Directors should consider the following reasons to liquidate a company:

- **Problems with the ATO** - A director runs the risk that the ATO will one day serve a Director Penalty Notice on the company and the directors which can make the directors personally liable for the company's debt to the ATO. If a director abandons the company but doesn't liquidate the company then there is a significant risk that Legal Notices and the Director Penalty Notice will not be received by a director – the unfortunate effect is that the director becomes personally liable for the ATO debt. We've explained more on this over the page.
- **Problems with other creditors** – When a company simply ceases to trade and there are outstanding creditors, then those creditors will continue to pursue the company for payment. Sometimes that will be by way of Legal Notices and sometimes a continual stream of irate phone calls from creditors. The only effective way to stop the hassles is to put the company into liquidation and thereafter creditors are dealt with by the liquidator, not the directors.

If you are being hassled by creditors or are concerned about receiving a Directors Penalty Notice then you should initiate the liquidation of the company through a low cost Creditors Voluntary Liquidation.

Director Penalty Notice - Section 222 Notice

Have you received a Director Penalty Notice? As a director, one of the most important notices you need to be wary of is a Directors Penalty Notice which is issued by the Australian Taxation Office under Section 222AOE of the Tax Act. If you get a Directors Penalty Notice you must act immediately to avoid personal liability.

The ATO has the power to collect outstanding deducted taxes by making directors liable for a 'penalty' for the same amount as the unpaid tax. These provisions create a liability to the ATO in the name of the director. Each director of a company becomes separately liable for the full amount of the penalty. If a director receives a Director Penalty Notice it requires the directors to take one of four specific actions within 14 days of issue or the director will be personally liable for the debt:

- Pay the debt in full;
- Enter into an instalment arrangement to repay the debt;
- Appoint a Voluntary Administrator; or
- Appoint a Liquidator.

So what should you do? **Act immediately!**

If the company is solvent, it should pay the tax. Directors of companies that cannot pay the tax usually decided to appoint a liquidator by way of Creditors Voluntary Liquidation, or appoint a Voluntary Administrator. If you are close to the 14 days expiring, you'll be pleased to know that we are able to organise the appointment of a liquidator within a couple of hours.

How does Dissolve keep its fees so low?

By focusing on a single, highly specialised service area, we are able to bring to bear our experience and professional judgment to develop highly streamlined systems and a timely service.

Also, unlike other Registered Liquidators, we do not seek appointment to large or complicated assignments. Hence we are geared for smaller companies and so we don't have any expensive overheads.

If you are wondering how low our fees are, why not call us now for an **obligation free** quote and compare.

Contact us

Dissolve Pty Limited

ATF Dissolve Unit Trust
Level 2 333 George Street Sydney NSW 2000
ABN 14 174 223 792

Phone (02) 9290 2220
Fax (02) 9290 2221
Email advice@dissolve.com.au
www.dissolve.com.au

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