



Entrepreneurs Founder Shareholders' Package



If you own your business outright then there is not much to worry about as far as ownership issues are concerned, but if you have partners it is comforting to know that you have proper legal documentation in place to record the agreement between you.

Questions that typically concern founder shareholders include:

- Do I have a right to be a director?
- Do I have rights to receive information from the company?
- Do I have a say in major decisions regarding the business?
- Can I expect the company to be run on a proper arm's length basis?
- What protections do we need for the company's intellectual property rights and trade secrets?
- What happens if we need more capital?
- Can I be diluted?
- What if we want to grant share options to employees in the future?
- What if one of the founders developed the product before the company came into existence?
- What if a founder doesn't contribute to the business as he said he would?
- What if a founder stops working for the company?
- What if a founder leaves to join a competitor?
- What if a founder invests in a competitor?
- What if a founder dies, becomes bankrupt or seriously ill?
- What if a founder has other business interests?
- What if a founder wants to sell his shares?
- What if the majority shareholders want to sell the company but the minority don't?
- What if the majority shareholders sell their shares – can I be left behind?
- Should we agree to work towards an exit within a specified timescale?
- What if a new shareholder joins the company?

HOW WE CAN HELP

We can help guide you through the issues that founder shareholders commonly address in a shareholders' agreement. Our package includes the preparation of a tailored shareholders' agreement, new articles of association and the necessary shareholders' and directors' resolutions to implement the arrangements. We also carry out a health check on your company to ensure that all your Companies House filings are up to date and in good order.

Our fee for this service is £2,000 plus VAT and any necessary expenses.

To find out more about this service, please contact Graham Stedman or refer to our website at www.nabarro.com.



N A B A R R O
CLARITY MATTERS

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