

Application Process for the SIP

A Simplified Debt Restructuring Programme (SDRP)		
1	Application Process	<ul style="list-style-type: none"> The Applicant Company (“AC”) submits an online application form to the OR at http://eservices.mlaw.gov.sg/io/ and pays an application fee of \$450. The OR reviews the application. If the AC meets the eligibility criteria, a Notice of Application is sent to the AC and creditor(s) and published on the MinLaw website.
2	Appointment of a Restructuring Advisor (“ RA ”)	If there are no objections filed against the company’s application within 21 days from the published date of the Notice of Application, an RA appointed by the OR will assess ¹ whether the AC and its debts have a reasonable prospect of being successfully restructured.
3	Payment of deposit and acceptance into the SDRP	<ul style="list-style-type: none"> If the AC is assessed to be suitable for the SDRP, it will be required to pay a deposit of \$18,750 to the OR. This deposit will be charged as an administration fee upon the AC’s acceptance into the SDRP and used to offset the costs and expenses incurred in respect of the AC. A Notice of Acceptance is published on the MinLaw website and the creditors are notified of the AC’s acceptance into the SDRP.
4	Formulation and approval of Debt Restructuring Plan	The RA will assist the AC to formulate a proposed arrangement between the AC and its creditors. If the RA is of the view that the plan is feasible and merits consideration by the creditors, the RA will obtain the agreement of a majority of at least two-thirds in value of the creditors and make an application to the Court for the approval of the proposed arrangement before the expiry of the period set out in 5a) below .
5	Discharge from the SDRP	The AC will be discharged from the SDRP at the following junctures: <ul style="list-style-type: none"> a) At the expiry of 90 days from the published date of the Notice of Acceptance or as extended by the OR (the extension may only be made once); or b) The company’s application on the proposed arrangement is granted or dismissed by the Court, or withdrawn.

¹ Some considerations include: the viability of the business, the future business strategy and how it translates into projected revenue or improved cash flow and the proposed restructuring plan for the debt owed to creditors and/or the proposed debt repayment plan.

B		Simplified Winding Up Programme (SWUP)	
1	Application Process	<ul style="list-style-type: none"> The AC submits an application to the OR at http://eservices.mlaw.gov.sg/io/ and pays an application fee of \$450. The OR reviews the application. If the AC meets the eligibility criteria, a Notice of Application is sent to the AC and creditor(s) and published on the MinLaw website. 	
2	Payment of deposit and acceptance into the SWUP	<ul style="list-style-type: none"> If there are no objections filed against the company's application within 21 days from the published date of the Notice of Application, the AC is deemed to be suitable for the SWUP and will be required to pay a deposit of \$2,700 to the OR. This deposit will be charged as an administration fee upon the AC's acceptance into the SWUP and used to offset the costs and expenses incurred in respect of the AC. The Notice of Acceptance is published on the MinLaw website and within 10 days, Gazetted and advertised in at least one English local newspaper. The company is wound up upon the publication of the Notice of Acceptance in the Gazette. 	
3	Winding up of the company	<i>AC has <u>insufficient</u> realisable assets to cover the expenses of winding up</i>	<i>AC has <u>sufficient</u> realisable assets to cover the expenses of winding up</i>
		<ul style="list-style-type: none"> A notice is published on the MinLaw website that the company will be struck off and dissolved. The AC is dissolved if there are no objections filed against the dissolution of the company within 30 days from the published date of the above notice. 	<ul style="list-style-type: none"> Winding up of the company commences. A notice of the making up of an account showing how the winding up has been conducted and how the property of the AC has been disposed of is published on the MinLaw website together with the account. The AC is dissolved within 30 days from the giving of the notice and the publication of the above account.
4	Discharge from the SWUP	The AC is discharged from the SWUP upon its dissolution. In the event the AC is put into a Court-ordered winding up, or if the winding up is stayed or terminated by the Court, the AC is discharged from the SWUP on the date of the order made by the Court.	