

Existing Private Limited Company

Questions you need to ask

Does the existing private limited company perform a designated activity?

Is the existing private limited company governed by a shareholders agreement?

Does the existing private limited company have banking covenants restricting its activities?

Have members holding more than 25% served notice requiring conversion to a DAC?

Is the existing private limited company in a joint venture arrangement?

Is there a requirement for an objects clause?

Does the existing private limited company have listed debt?

If you answered
YES to any

NEXT STEP

If you answered
NO to any

Consider conversion to a **Designated Activity Company** or '**DAC**' within 15 months of commencement

Convert to a **Company Limited by Shares** or '**LTD**' within 18 months of commencement