



LIQUIDATION APPLICATION: FLOW CHART

Liquidation (winding up) is a process by which a company is closed and its existence is brought to an end. First, a liquidator is appointed, either by the creditors or by the Master of the High Court. The liquidator must represent the interests of all creditors and supervise the liquidation process by collecting and realising the company's assets (turning them into cash), discharging the company's liabilities and then distributing any funds in accordance with South Africa's Insolvency Act 24 of 1936. Once all of these steps have been carried out, the company is formally dissolved.

