

FLASH: ENGLISH VERSION ABOUT THE LEGAL NEWS TO THE COMPANIES

EXTRAORDINARY LEGAL MEASURES APLICABLE OVER THE COMPANIES DURING THE TIME OF ALARM STATUS

Meeting of board of directors – can be held by videoconference. The decisions can be adopted through writing vote and without physical meeting. Such circumstance can be decided by the president or by a minimum of 2 members of the board.

NEW DEADLINES OR LEGAL TERMS

Annual accounts- The term of 3 months since the year end to formulate the annual accounts is suspended till the finalization of the alarm status.

Audit terms -I if in the date of set the state of alarm, the annual accounts already were formulated, the term to have the audit report will be delayed 2 months since the first day of finalization of the alarm status.

Shareholders meeting – if there were a date set to celebrate the shareholders meeting, the directors can change the place or cancel the meeting. Once finalised the alarm status, it will be mandatory to call the shareholders for the general meeting the following month of the finalization of the alarm status.

Companies Dissolution and liquidation rules – new requirements to perform such transactions during the time of the Alarm status, based on the suspension of them during the extraordinary period of the Alarm. Refer to the bankrupt issues, there are similar requirements and conditions.

Mercantile register – the effect of the official inscriptions will be in stand by till the end of the AS.

EXTRAORDINARY MEASURES TO IMPROVE THE LIQUIDITY AND THE ECONIMIC ACTIVITY

Guarantee lines to Companies and small business.

Use of the “Instituto de Credito Oficial” to facilitate the loans.

In such cases the Government acts as guarantor.

It exists also specific issues in the different Regions of Spain.

IT IS VERY IMPORTANT TO REMARK THAT THE BANKS ARE THE ENTITIES WHICH PROVIDE INFORMATION AND FACILITATE THE ACCESS TO THESE CREDITS.

IF YOU HAVE ANY DOUBT OR NEED SOME HELP, DO NOT HESITATE TO CONTACT WITH US. PKF PROFESSIONAL TEAM ARE READY TO PROVIDE ALL THE NECESSARY INFORMATION.