



Insolvency Act 1986

1986 CHAPTER 45

PART I

COMPANY VOLUNTARY ARRANGEMENTS

Modifications etc. (not altering text)

- C1** Pt. 1 applied (with modifications) (1.12.1994) by [The Insolvent Partnerships Order 1994](#) (S.I. 1994/2421), arts. 4(1), 5(1), [Sch. 1](#) (as amended (1.1.2003) by S.I. 2002/2708, arts. 4-6 (with transitional provisions in [art. 11](#)); (1.7.2005) by S.I. 2005/1516, [art. 6](#); (1.4.2013) by S.I. 2013/472, [Sch. 2 para. 11\(a\)](#)); (1.1.2015) by S.I. 2014/3486, arts. 1(2), [12](#) (with art. 3); (6.4.2017) by S.I. 2017/540, reg. 1, [Sch. 2 para. 4](#) (with reg. 4); (19.12.2018) by S.I. 2018/1244, arts. 1(2), [18\(2\)](#) (with art. 3)); and (28.12.2020) (temp.) by S.I. 2020/1350, regs. 1(4), [121\(2\)](#))
- C2** Pt. 1 (ss. 1-7), Pt. 2 (ss. 8-27) modified by [Company Directors Disqualification Act 1986](#) (c. 46, SIF 27), [ss. 21\(2\)](#), 25
- C3** Pts. 1-7 (ss. 1-251) applied (with modifications) by S.I. 1989/1276, [arts. 2, 3](#)
Pt. 1 (ss. 1-7) applied with modifications by S.I. 1986/2142, [arts. 1\(2\)](#), 11, 13(3), 15
Pt. 1 (ss. 1-7) applied (with modifications) (1.12.1997) by 1986 c. 53, [Sch. 15A](#) (as inserted by 1997 c. 32, s. 39(2), [Sch. 6 para. 1\(2\)\(a\)](#)); S.I. 1997/2668, art. 2, [Sch. Pt. 1\(i\)](#) (as amended (13.3.2018) by [The Small Business, Enterprise and Employment Act 2015](#) (Consequential Amendments, Savings and Transitional Provisions) Regulations 2018 (S.I. 2018/208), regs. 1(3), [2\(3\)](#))
- C4** Pt. 1: power to apply or incorporate conferred (6.4.2001) by 2000 c. 12, [s. 14](#); S.I. 2000/3316, [art. 2](#)
Pt. 1: power to apply (with modifications) conferred (15.9.2003) by 2002 c. 40, [ss. 255\(2\)\(a\)](#), 279 (with [s. 249\(6\)](#)); S.I. 2003/2093, [art. 2\(1\)](#), [Sch. 1](#) (subject to arts. 3-8 (as amended by S.I. 2003/2332, [art. 2](#)))
Pt. 1: power to apply (with modifications) conferred (20.11.2003 for specified purposes and 1.4.2004 otherwise) by [Health and Social Care \(Community Health and Standards\) Act 2003](#) (c. 43), [ss. 24\(2\)](#), 26, 199; S.I. 2004/759, [art. 2](#)
Pt. 1: power to apply (with modifications) conferred (E.W.) (1.3.2007) by [National Health Service Act 2006](#) (c. 41), [ss. 53\(2\)](#), 55, 277
- C5** Pts. 1-4, 6, 7 applied to limited liability partnerships (with modifications) (E.W.S.) (6.4.2001) by S.I. 2001/1090, [reg. 5](#), [Schs. 3, 4](#) (as amended (4.3.2004) by S.I. 2004/355, [art. 10](#)); and (1.10.2005) by S.I. 2005/1989, [reg. 3](#), [Sch. 2](#) (with [reg. 4](#)); and (8.12.2017) by [The Insolvency \(Miscellaneous Amendments\) Regulations 2017](#) (S.I. 2017/1119), [reg. 1\(1\)](#), [Sch. 1 Pts. 2, 3](#); and (temp.) (retrospective

Status: Point in time view as at 26/06/2020.

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- to 27.4.2020) by virtue of Corporate Insolvency and Governance Act 2020 (c. 12), Sch. 10 paras. 8(1) (2), 14, **Sch. 12 para. 6** (with ss. 2(2), 5(2); and (26.6.2020) by The Limited Liability Partnerships (Amendment etc.) Regulations 2020 (S.I. 2020/643), reg. 1(1), **Sch. 1** (with reg. 2); and (26.6.2020) by Corporate Insolvency and Governance Act 2020 (c. 12), s. 49(1), **Sch. 12 para. 6** (with ss. 2(2), 5(2), 14(4)))
- C6** First Group of Parts (Pts. 1-7) applied (with modifications) (15.12.2006) by The Banks (Former Authorised Institutions) (Insolvency) Order 2006 (S.I. 2006/3107), art. 3, **Sch.** (as amended (1.4.2013) by S.I. 2013/472, art. 1(1), **Sch. 2 para. 117**; and (13.3.2018) by S.I. 2018/208, regs. 1(3), **11**)
- C7** Pt. 1 applied (with modifications) (17.2.2009 for certain purposes, otherwise 21.2.2009) by Banking Act 2009 (c. 1), s. **113(6)-(9)** (with s. 247); S.I. 2009/296, **arts. 2, 3**, Sch.
- C8** Pt. 1 applied (with modifications) (21.2.2009) by Banking Act 2009 (c. 1), **ss. 103, 134**, 263(1) (with s. 247); S.I. 2009/296, **art. 3**, Sch. para. 2
- C9** Pts. 1-4 applied (with modifications) in part (2.1.2013) by The Charitable Incorporated Organisations (Insolvency and Dissolution) Regulations 2012 (S.I. 2012/3013), reg. 1, **Sch. para. 1(2)(a)(3)-(7)** (as amended (26.6.2020) by Corporate Insolvency and Governance Act 2020 (c. 12), s. 49(1), **Sch. 3 para. 49(3)** (with ss. 2(2), 5(2)))
- C10** Pt. 1 applied (with modifications) (6.4.2014) by The Co-operative and Community Benefit Societies and Credit Unions (Arrangements, Reconstructions and Administration) Order 2014 (S.I. 2014/229), art. 2(1), **Sch. 1** (as renamed (1.8.2014) by S.I. 2014/1815, **Sch. para 33**; and as amended (1.8.2014) by S.I. 2014/1822, **art. 5**; and (13.3.2018) by The Small Business, Enterprise and Employment Act 2015 (Consequential Amendments, Savings and Transitional Provisions) Regulations 2018 (S.I. 2018/208), regs. 1(3), **15(3)(a)**)
- C11** Pt. 1 power to apply (with or without modifications) (1.8.2014) by Co-operative and Community Benefit Societies Act 2014 (c. 14), s. **118(1)(2)**, 154 (with Sch. 5)

The Proposal

1 Those who may propose an arrangement.

- (1) The directors of a company [^{F1}(other than one which is in administration or being wound up)] may make a proposal under this Part to the company and to its creditors for a composition in satisfaction of its debts or a scheme of arrangement of its affairs (from here on referred to, in either case, as a “voluntary arrangement”).
- (2) A proposal under this Part is one which provides for some person (“the nominee”) to act in relation to the voluntary arrangement either as trustee or otherwise for the purpose of supervising its implementation; and the nominee must be a person who is qualified to act as an insolvency practitioner ^{F2}[^{F3}... in relation to the voluntary arrangement].
- (3) Such a proposal may also be made—
 - [^{F4}(a) where the company is in administration, by the administrator,]
 - (b) where the company is being wound up, by the liquidator.
- [^{F5}(4) In this Part “company” means—
 - [^{F6}(a) a company registered under the Companies Act 2006 in England and Wales or Scotland;]
 - (b) a company incorporated in an EEA State other than the United Kingdom; or
 - (c) a company not incorporated in an EEA State but having its centre of main interests in a member State other than Denmark.

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- (5) In subsection (4), in relation to a company, “centre of main interests” has the same meaning as in the [F7 Article 3 of the EU Regulation].
- (6) If a company incorporated outside the United Kingdom has a principal place of business in Northern Ireland, no proposal under this Part shall be made in relation to it unless it also has a principal place of business in England and Wales or Scotland (or both in England and Wales or Scotland).]

Textual Amendments

- F1** Words in s. 1(1) substituted (15.9.2003) by 2002 c. 40, ss. 248(3), 279, Sch. 17 para. 10(a) (with s. 249(1)-(3)(6)); S.I. 2003/2093, art. 2(1), Sch. 1 (subject to arts. 3-8 (as amended by S.I. 2003/2332, art. 2))
- F2** Words in s. 1(2) omitted (1.10.2015) by virtue of Deregulation Act 2015 (c. 20), s. 115(7), Sch. 6 para. 20(2)(a); S.I. 2015/1732, art. 2(e)(vi)
- F3** Words in s. 1(2) substituted (1.1.2003) by 2000 c. 39, s. 2, Sch. 2 Pt. I para. 2; S.I. 2002/2711, art. 2 (subject to transitional provisions in arts. 3-5)
- F4** S. 1(3)(a) substituted (15.9.2003) by 2002 c. 40, ss. 248(3), 279, Sch. 17 para. 10(b) (with s. 249(1)-(3)(6)); S.I. 2003/2093, art. 2(1), Sch. 1 (subject to arts. 3-8 (as amended by S.I. 2003/2332, art. 2))
- F5** S. 1(4)-(6) substituted (13.4.2005) for s. 1(4) by The Insolvency Act 1986 (Amendment) Regulations 2005 (S.I. 2005/879), reg. 2(2) (with reg. 3)
- F6** S. 1(4)(a) substituted (1.10.2009) by The Companies Act 2006 (Consequential Amendments, Transitional Provisions and Savings) Order 2009, (S.I. 2009/1941) arts. 2(1), 8, {Sch. 1 para. 71(2)} (with art. 10, Sch. 1 para. 84)
- F7** Words in s. 1(5) substituted (26.6.2017) by The Insolvency Amendment (EU 2015/848) Regulations 2017 (S.I. 2017/702), reg. 1, Sch. para. 2 (with regs. 3, 4)

Modifications etc. (not altering text)

- C12** S. 1 modified (E.W.) (31.1.2019) by The Further Education Bodies (Insolvency) Regulations 2019 (S.I. 2019/138), regs. 1(1), 7 (with regs. 1(2), 3(a)(ii))

F8 1A Moratorium.

.....

Textual Amendments

- F8** S. 1A omitted (26.6.2020) by virtue of Corporate Insolvency and Governance Act 2020 (c. 12), s. 49(1), Sch. 3 para. 2 (with ss. 2(2), 5(2))

2 Procedure where nominee is not the liquidator or administrator.

- (1) This section applies where the nominee under section 1 is not the liquidator or administrator of the company ^{F9}....
- (2) The nominee shall, within 28 days (or such longer period as the court may allow) after he is given notice of the proposal for a voluntary arrangement, submit a report to the court stating—
- (a) ^{F10}whether, in his opinion, the proposed voluntary arrangement has a reasonable prospect of being approved and implemented.]

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- [^{F11}(b) whether, in his opinion, the proposal should be considered by a meeting of the company and by the company's creditors, and
- (c) if in his opinion it should, the date on which, and time and place at which, he proposes a meeting of the company should be held.]
- (3) For the purposes of enabling the nominee to prepare his report, the person intending to make the proposal shall submit to the nominee—
- (a) a document setting out the terms of the proposed voluntary arrangement, and
- (b) a statement of the company's affairs containing—
- (i) such particulars of its creditors and of its debts and other liabilities and of its assets as may be prescribed, and
- (ii) such other information as may be prescribed.
- [^{F12}(4) The court may—
- (a) on an application made by the person intending to make the proposal, in a case where the nominee has failed to submit the report required by this section or has died, or
- (b) on an application made by that person or the nominee, in a case where it is impracticable or inappropriate for the nominee to continue to act as such,
- direct that the nominee be replaced as such by another person qualified to act as an insolvency practitioner ^{F13} ... in relation to the voluntary arrangement.]

Textual Amendments

- F9** Words in s. 2(1) omitted (26.6.2020) by virtue of [Corporate Insolvency and Governance Act 2020 \(c. 12\)](#), s. 49(1), [Sch. 3 para. 3](#) (with ss. 2(2), 5(2))
- F10** Words in s. 2(2) inserted (1.1.2003) by 2000 c. 39, s. 2, [Sch. 2 Pt. 1 para. 3\(a\)](#); S.I. 2002/2711, [art. 2](#) (subject to transitional provisions in [arts. 3-5](#))
- F11** S. 2(2)(b)(c) substituted for s. 2(2)(aa)(b) (26.5.2015 for specified purposes, 6.4.2017 for E.W. in so far as not already in force, 6.4.2019 for S. in so far as not already in force) by [Small Business, Enterprise and Employment Act 2015 \(c. 26\)](#), s. 164(1), [Sch. 9 para. 2](#); S.I. 2015/1329, [reg. 3\(d\)](#); S.I. 2016/1020, [reg. 4\(e\)](#) (with [reg. 5](#)) (as amended by S.I. 2017/363, [reg. 3](#)); S.I. 2019/816, [reg. 4\(c\)](#) (with [reg. 5](#))
- F12** S. 2(4) substituted (1.1.2003) by 2000 c. 39, s. 2, [Sch. 2 Pt. 1 para. 3\(b\)](#); S.I. 2002/2711, [art. 2](#) (subject to transitional provisions in [arts. 3-5](#))
- F13** Words in s. 2(4) omitted (1.10.2015) by virtue of [Deregulation Act 2015 \(c. 20\)](#), s. 115(7), [Sch. 6 para. 20\(2\)\(b\)](#); S.I. 2015/1732, [art. 2\(e\)\(vi\)](#)

Modifications etc. (not altering text)

- C13** Ss. 2-6 applied (with modifications) by 2009 c. 1, s. 154(3A) (as inserted (13.3.2018) by [The Small Business, Enterprise and Employment Act 2015 \(Consequential Amendments, Savings and Transitional Provisions\) Regulations 2018 \(S.I. 2018/208\)](#), [regs. 1\(3\), 5\(6\)\(c\)](#))

3 [^{F14}Consideration of proposal].

- (1) Where the nominee under section 1 is not the liquidator or administrator, and it has been reported to the court [^{F15}under section 2(2) that the proposal should be considered by a meeting of the company and by the company's creditors], the person making the report shall (unless the court otherwise [^{F16}directs])—
- (a) summon a meeting of the company to consider the proposal for the time, date and place proposed in the report, and

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- (b) seek a decision from the company's creditors as to whether they approve the proposal.]
- (2) Where the nominee is the liquidator or administrator, he ^[F17]shall—
 - (a) summon a meeting of the company to consider the proposal for such time, date and place as he thinks fit, and
 - (b) seek a decision from the company's creditors as to whether they approve the proposal.]
- ^[F18](3) A decision of the company's creditors ^[F18]as to whether they approve the proposal is to be made by a qualifying decision procedure.
- (4) Notice of the qualifying decision procedure must be given to every creditor of the company of whose claim and address the person seeking the decision is aware.]

Textual Amendments

- F14** S. 3 heading substituted (26.5.2015 for specified purposes, 6.4.2017 for E.W. in so far as not already in force, 6.4.2019 for S. in so far as not already in force) by [Small Business, Enterprise and Employment Act 2015 \(c. 26\), s. 164\(1\), Sch. 9 para. 3\(5\)](#); S.I. 2015/1329, reg. 3(d); S.I. 2016/1020, reg. 4(e) (with reg. 5) (as amended by S.I. 2017/363, reg. 3); S.I. 2019/816, reg. 4(c) (with reg. 5)
- F15** Words in s. 3(1) substituted (26.5.2015 for specified purposes, 6.4.2017 for E.W. in so far as not already in force, 6.4.2019 for S. in so far as not already in force) by [Small Business, Enterprise and Employment Act 2015 \(c. 26\), s. 164\(1\), Sch. 9 para. 3\(2\)\(a\)](#); S.I. 2015/1329, reg. 3(d); S.I. 2016/1020, reg. 4(e) (with reg. 5) (as amended by S.I. 2017/363, reg. 3); S.I. 2019/816, reg. 4(c) (with reg. 5)
- F16** Words in s. 3(1) substituted (26.5.2015 for specified purposes, 6.4.2017 for E.W. in so far as not already in force, 6.4.2019 for S. in so far as not already in force) by [Small Business, Enterprise and Employment Act 2015 \(c. 26\), s. 164\(1\), Sch. 9 para. 3\(2\)\(b\)](#); S.I. 2015/1329, reg. 3(d); S.I. 2016/1020, reg. 4(e) (with reg. 5) (as amended by S.I. 2017/363, reg. 3); S.I. 2019/816, reg. 4(c) (with reg. 5)
- F17** Words in s. 3(2) substituted (26.5.2015 for specified purposes, 6.4.2017 for E.W. in so far as not already in force, 6.4.2019 for S. in so far as not already in force) by [Small Business, Enterprise and Employment Act 2015 \(c. 26\), s. 164\(1\), Sch. 9 para. 3\(3\)](#); S.I. 2015/1329, reg. 3(d); S.I. 2016/1020, reg. 4(e) (with reg. 5) (as amended by S.I. 2017/363, reg. 3); S.I. 2019/816, reg. 4(c) (with reg. 5)
- F18** S. 3(3)(4) substituted for s. 3(3) (26.5.2015 for specified purposes, 6.4.2017 for E.W. in so far as not already in force, 6.4.2019 for S. in so far as not already in force) by [Small Business, Enterprise and Employment Act 2015 \(c. 26\), s. 164\(1\), Sch. 9 para. 3\(4\)](#); S.I. 2015/1329, reg. 3(d); S.I. 2016/1020, reg. 4(e) (with reg. 5) (as amended by S.I. 2017/363, reg. 3); S.I. 2019/816, reg. 4(c) (with reg. 5)

Modifications etc. (not altering text)

- C13** Ss. 2-6 applied (with modifications) by 2009 c. 1, s. 154(3A) (as inserted (13.3.2018) by [The Small Business, Enterprise and Employment Act 2015 \(Consequential Amendments, Savings and Transitional Provisions\) Regulations 2018 \(S.I. 2018/208\)](#), regs. 1(3), [5\(6\)\(c\)](#))
- C14** S. 3 modified (E.W.) (31.1.2019) by [The Further Education Bodies \(Insolvency\) Regulations 2019 \(S.I. 2019/138\)](#), regs. 1(1), [5](#) (with regs. 1(2), 3(a)(i))

Consideration and implementation of proposal

4 Decisions of ^[F19]the company and its creditors].

^[F20](1) This section applies where, under section 3—

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- (a) a meeting of the company is summoned to consider the proposed voluntary arrangement, and
 - (b) the company's creditors are asked to decide whether to approve the proposed voluntary arrangement.
- (1A) The company and its creditors may approve the proposed voluntary arrangement with or without modifications.]
- (2) The modifications may include one conferring the functions proposed to be conferred on the nominee on another person qualified to act as an insolvency practitioner ^{F21}... [^{F22}in relation to the voluntary arrangement].
- But they shall not include any modification by virtue of which the proposal ceases to be a proposal such as is mentioned in section 1.
- (3) [^{F23}Neither the company nor its creditors may] approve any proposal or modification which affects the right of a secured creditor of the company to enforce his security, except with the concurrence of the creditor concerned.
- (4) Subject as follows, [^{F24}neither the company nor its creditors may] approve any proposal or modification under which—
- (a) any preferential debt of the company is to be paid otherwise than in priority to such of its debts as are not preferential debts, ^{F25}...
 - [^{F26}(aa) any ordinary preferential debt of the company is to be paid otherwise than in priority to any secondary preferential debts that it may have,]
 - (b) a preferential creditor of the company is to be paid an amount in respect of [^{F27}an ordinary preferential debt] that bears to that debt a smaller proportion than is borne to [^{F28}another ordinary] preferential debt by the amount that is to be paid in respect of that other debt [^{F29}, ^{F30}...
 - (c) a preferential creditor of the company is to be paid an amount in respect of a secondary preferential debt that bears to that debt a smaller proportion than is borne to another secondary preferential debt by the amount that is to be paid in respect of that other debt.][^{F31}or
 - (d) in the case of a company which is a relevant financial institution (see section 387A), any non-preferential debt is to be paid otherwise than in accordance with the rules in section 176AZA(2) or (3).]
- However, ^{F32}... such a proposal or modification [^{F33}may be approved] with the concurrence of the ^{F34}... creditor concerned.
- [^{F35}(4A) Subject to subsection (4B), where the nominee's report under section 2(2) is submitted to the court before the end of the period of 12 weeks beginning with the day after the end of any moratorium for the company under Part A1, neither the company nor its creditors may approve any proposal or modification under which the following are to be paid otherwise than in full—
- (a) moratorium debts (within the meaning given by section 174A);
 - (b) priority pre-moratorium debts (within the meaning given by section 174A).
- (4B) Subsection (4A) does not prevent the approval of such a proposal or modification with the concurrence of the creditor concerned.]
- (5) Subject as above, [^{F36}the meeting of the company and the qualifying decision procedure] shall be conducted in accordance with the rules.

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- (6) After the conclusion of [^{F37}the company] meeting in accordance with the rules, the chairman of the meeting shall report the result of the meeting to the court, and, immediately after reporting to the court, shall give notice of the result of the meeting to such persons as may be prescribed.
- [^{F38}(6A) After the company's creditors have decided whether to approve the proposed voluntary arrangement the person who sought the decision must—
- (a) report the creditors' decision to the court, and
 - (b) immediately after reporting to the court, give notice of the creditors' decision to such persons as may be prescribed.]
- (7) References in this section to preferential debts [^{F39}, ordinary preferential debts, secondary preferential debts] and preferential creditors are to be read in accordance with section 386 in Part XII of this Act.

Textual Amendments

- F19** Words in s. 4 heading substituted (26.5.2015 for specified purposes, 6.4.2017 for E.W. in so far as not already in force, 6.4.2019 for S. in so far as not already in force) by [Small Business, Enterprise and Employment Act 2015 \(c. 26\), s. 164\(1\), Sch. 9 para. 4\(8\)](#); S.I. 2015/1329, reg. 3(d); S.I. 2016/1020, reg. 4(e) (with reg. 5) (as amended by S.I. 2017/363, reg. 3); S.I. 2019/816, reg. 4(c) (with reg. 5)
- F20** S. 4(1)(1A) substituted for s. 4(1) (26.5.2015 for specified purposes, 6.4.2017 for E.W. in so far as not already in force, 6.4.2019 for S. in so far as not already in force) by [Small Business, Enterprise and Employment Act 2015 \(c. 26\), s. 164\(1\), Sch. 9 para. 4\(2\)](#); S.I. 2015/1329, reg. 3(d); S.I. 2016/1020, reg. 4(e) (with reg. 5) (as amended by S.I. 2017/363, reg. 3); S.I. 2019/816, reg. 4(c) (with reg. 5)
- F21** Words in s. 4(2) omitted (1.10.2015) by virtue of [Deregulation Act 2015 \(c. 20\), s. 115\(7\), Sch. 6 para. 20\(2\)\(c\)](#); S.I. 2015/1732, art. 2(e)(vi)
- F22** Words in s. 4(2) substituted (1.1.2003) by 2000 c. 39, s. 2, [Sch. 2 Pt. I para. 4](#); S.I. 2002/2711, [art. 2](#) (subject to transitional provisions in [arts. 3-5](#))
- F23** Words in s. 4(3) substituted (26.5.2015 for specified purposes, 6.4.2017 for E.W. in so far as not already in force, 6.4.2019 for S. in so far as not already in force) by [Small Business, Enterprise and Employment Act 2015 \(c. 26\), s. 164\(1\), Sch. 9 para. 4\(3\)](#); S.I. 2015/1329, reg. 3(d); S.I. 2016/1020, reg. 4(e) (with reg. 5) (as amended by S.I. 2017/363, reg. 3); S.I. 2019/816, reg. 4(c) (with reg. 5)
- F24** Words in s. 4(4) substituted (26.5.2015 for specified purposes, 6.4.2017 for E.W. in so far as not already in force, 6.4.2019 for S. in so far as not already in force) by [Small Business, Enterprise and Employment Act 2015 \(c. 26\), s. 164\(1\), Sch. 9 para. 4\(4\)\(a\)](#); S.I. 2015/1329, reg. 3(d); S.I. 2016/1020, reg. 4(e) (with reg. 5) (as amended by S.I. 2017/363, reg. 3); S.I. 2019/816, reg. 4(c) (with reg. 5)
- F25** Word in s. 4(4)(a) omitted (1.1.2015) by virtue of [The Banks and Building Societies \(Depositor Preference and Priorities\) Order 2014 \(S.I. 2014/3486\), arts. 1\(2\), 4\(2\)\(a\)](#) (with art. 3)
- F26** S. 4(4)(aa) inserted (1.1.2015) by [The Banks and Building Societies \(Depositor Preference and Priorities\) Order 2014 \(S.I. 2014/3486\), arts. 1\(2\), 4\(2\)\(b\)](#) (with art. 3)
- F27** Words in s. 4(4)(b) substituted (1.1.2015) by [The Banks and Building Societies \(Depositor Preference and Priorities\) Order 2014 \(S.I. 2014/3486\), arts. 1\(2\), 4\(2\)\(c\)\(i\)](#) (with art. 3)
- F28** Words in s. 4(4)(b) substituted (1.1.2015) by [The Banks and Building Societies \(Depositor Preference and Priorities\) Order 2014 \(S.I. 2014/3486\), arts. 1\(2\), 4\(2\)\(c\)\(ii\)](#) (with art. 3)
- F29** S. 4(4)(c) and word inserted (1.1.2015) by [The Banks and Building Societies \(Depositor Preference and Priorities\) Order 2014 \(S.I. 2014/3486\), arts. 1\(2\), 4\(2\)\(d\)](#) (with art. 3)
- F30** Word in s. 4(4)(b) omitted (19.12.2018) by virtue of [The Banks and Building Societies \(Priorities on Insolvency\) Order 2018 \(S.I. 2018/1244\), arts. 1\(2\), 5\(a\)](#) (with art. 3)
- F31** S. 4(4)(d) and word inserted (19.12.2018) by [The Banks and Building Societies \(Priorities on Insolvency\) Order 2018 \(S.I. 2018/1244\), arts. 1\(2\), 5\(b\)](#) (with art. 3)

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Changes to legislation: Insolvency Act 1986, Part I is up to date with all changes known to be in force on or before 13 May 2024. There are changes that may be brought into force at a future date. Changes that have been made appear in the content and are referenced with annotations. (See end of Document for details)

- F32** Words in s. 4(4) omitted (26.5.2015 for specified purposes, 6.4.2017 for E.W. in so far as not already in force, 6.4.2019 for S. in so far as not already in force) by virtue of [Small Business, Enterprise and Employment Act 2015 \(c. 26\)](#), s. 164(1), [Sch. 9 para. 4\(4\)\(b\)](#); S.I. 2015/1329, reg. 3(d); S.I. 2016/1020, reg. 4(e) (with reg. 5) (as amended by S.I. 2017/363, reg. 3); S.I. 2019/816, reg. 4(c) (with reg. 5)
- F33** Words in s. 4(4) inserted (26.5.2015 for specified purposes, 6.4.2017 for E.W. in so far as not already in force, 6.4.2019 for S. in so far as not already in force) by [Small Business, Enterprise and Employment Act 2015 \(c. 26\)](#), s. 164(1), [Sch. 9 para. 4\(4\)\(c\)](#); S.I. 2015/1329, reg. 3(d); S.I. 2016/1020, reg. 4(e) (with reg. 5) (as amended by S.I. 2017/363, reg. 3); S.I. 2019/816, reg. 4(c) (with reg. 5)
- F34** Word in s. 4(4) omitted (19.12.2018) by virtue of [The Banks and Building Societies \(Priorities on Insolvency\) Order 2018 \(S.I. 2018/1244\)](#), arts. 1(2), [5\(c\)](#) (with art. 3)
- F35** S. 4(4A)(4B) inserted (26.6.2020) by [Corporate Insolvency and Governance Act 2020 \(c. 12\)](#), s. 49(1), [Sch. 3 para. 4\(2\)](#) (with ss. 2(2), 5(2))
- F36** Words in s. 4(5) substituted (26.5.2015 for specified purposes, 6.4.2017 for E.W. in so far as not already in force, 6.4.2019 for S. in so far as not already in force) by [Small Business, Enterprise and Employment Act 2015 \(c. 26\)](#), s. 164(1), [Sch. 9 para. 4\(5\)](#); S.I. 2015/1329, reg. 3(d); S.I. 2016/1020, reg. 4(e) (with reg. 5) (as amended by S.I. 2017/363, reg. 3); S.I. 2019/816, reg. 4(c) (with reg. 5)
- F37** Words in s. 4(6) substituted (26.5.2015 for specified purposes, 6.4.2017 for E.W. in so far as not already in force, 6.4.2019 for S. in so far as not already in force) by [Small Business, Enterprise and Employment Act 2015 \(c. 26\)](#), s. 164(1), [Sch. 9 para. 4\(6\)](#); S.I. 2015/1329, reg. 3(d); S.I. 2016/1020, reg. 4(e) (with reg. 5) (as amended by S.I. 2017/363, reg. 3); S.I. 2019/816, reg. 4(c) (with reg. 5)
- F38** S. 4(6A) inserted (26.5.2015 for specified purposes, 6.4.2017 for E.W. in so far as not already in force, 6.4.2019 for S. in so far as not already in force) by [Small Business, Enterprise and Employment Act 2015 \(c. 26\)](#), s. 164(1), [Sch. 9 para. 4\(7\)](#); S.I. 2015/1329, reg. 3(d); S.I. 2016/1020, reg. 4(e) (with reg. 5) (as amended by S.I. 2017/363, reg. 3); S.I. 2019/816, reg. 4(c) (with reg. 5)
- F39** Words in s. 4(7) inserted (1.1.2015) by [The Banks and Building Societies \(Depositor Preference and Priorities\) Order 2014 \(S.I. 2014/3486\)](#), arts. 1(2), [4\(3\)](#) (with art. 3)

Modifications etc. (not altering text)

- C13** Ss. 2-6 applied (with modifications) by 2009 c. 1, s. 154(3A) (as inserted (13.3.2018) by [The Small Business, Enterprise and Employment Act 2015 \(Consequential Amendments, Savings and Transitional Provisions\) Regulations 2018 \(S.I. 2018/208\)](#), regs. 1(3), [5\(6\)\(c\)](#))
- C15** S. 4 modified (20.4.2003) by [The Insurers \(Reorganisation and Winding Up\) Regulations 2003 \(S.I. 2003/1102\)](#), [reg. 33\(1\)\(2\)](#) (with reg. 3)
- S. 4 modified (18.2.2004) by [The Insurers \(Reorganisation and Winding Up\) Regulations 2004 \(S.I. 2004/353\)](#), [reg. 33\(1\)\(2\)](#) (with reg. 3) (as amended (3.3.2004) by S.I. 2004/546, reg. 2(5) and modified (10.8.2005) by S.I. 2005/1998, regs. 2(3), 40(1)-(4); and as amended (23.7.2019) by [The Small Business, Enterprise and Employment Act 2015 \(Consequential Amendments, Savings and Transitional Provisions\) Regulations 2019 \(S.I. 2019/1058\)](#), regs. 1, [6\(4\)](#))

^{F40}4A Approval of arrangement.

- (1) This section applies to a decision, under section 4, with respect to the approval of a proposed voluntary arrangement.
- (2) The decision has effect if, in accordance with the rules—
 - (a) it has been taken by ^{F41}the meeting of the company summoned [under section 3 and by the company's creditors pursuant to that section], or
 - (b) (subject to any order made under subsection ^{F42}(6)) it has been taken by the ^{F43}company's creditors pursuant to] that section.

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- (3) If the decision taken by the [^{F44}company's creditors] differs from that taken by the company meeting, a member of the company may apply to the court.
- (4) An application under subsection (3) shall not be made after the end of the period of 28 days beginning with—
 - (a) the day on which the decision was taken by the [^{F45}company's creditors], or
 - (b) where the decision of the company meeting was taken on a later day, that day.
- (5) Where a member of a regulated company, [^{F46}as defined by section A49(13)], applies to the court under subsection (3), the [^{F47}appropriate regulator] is entitled to be heard on the application.

[The appropriate regulator” means—

- ^{F48}(5A) (a) where the regulated company is a PRA-regulated company [^{F49}as defined by section A49(13)], the Financial Conduct Authority and the Prudential Regulation Authority, and
- (b) in any other case, the Financial Conduct Authority.]
- (6) On an application under subsection (3), the court may—
 - (a) order the decision of the company meeting to have effect instead of the decision of the [^{F50}company's creditors], or
 - (b) make such other order as it thinks fit.]

Textual Amendments

- F40** S. 4A inserted (1.1.2003) by 2000 c. 39, ss. 2, 16(1), **Sch. 2 Pt. I para. 5**; S.I. 2002/2711, **art. 2** (subject to transitional provisions in arts. 3-5)
- F41** Words in s. 4A(2)(a) substituted (26.5.2015 for specified purposes, 6.4.2017 for E.W. in so far as not already in force, 6.4.2019 for S. in so far as not already in force) by [Small Business, Enterprise and Employment Act 2015 \(c. 26\)](#), s. 164(1), **Sch. 9 para. 5(2)(a)**; S.I. 2015/1329, reg. 3(d); S.I. 2016/1020, reg. 4(e) (with reg. 5) (as amended by S.I. 2017/363, reg. 3); S.I. 2019/816, reg. 4(c) (with reg. 5)
- F42** Word in s. 4A(2)(b) substituted (26.6.2020) by [Corporate Insolvency and Governance Act 2020 \(c. 12\)](#), s. 49(1), **Sch. 3 para. 5(2)** (with ss. 2(2), 5(2))
- F43** Words in s. 4A(2)(b) substituted (26.5.2015 for specified purposes, 6.4.2017 for E.W. in so far as not already in force, 6.4.2019 for S. in so far as not already in force) by [Small Business, Enterprise and Employment Act 2015 \(c. 26\)](#), s. 164(1), **Sch. 9 para. 5(2)(b)**; S.I. 2015/1329, reg. 3(d); S.I. 2016/1020, reg. 4(e) (with reg. 5) (as amended by S.I. 2017/363, reg. 3); S.I. 2019/816, reg. 4(c) (with reg. 5)
- F44** Words in s. 4A(3) substituted (26.5.2015 for specified purposes, 6.4.2017 for E.W. in so far as not already in force, 6.4.2019 for S. in so far as not already in force) by [Small Business, Enterprise and Employment Act 2015 \(c. 26\)](#), s. 164(1), **Sch. 9 para. 5(3)**; S.I. 2015/1329, reg. 3(d); S.I. 2016/1020, reg. 4(e) (with reg. 5) (as amended by S.I. 2017/363, reg. 3); S.I. 2019/816, reg. 4(c) (with reg. 5)
- F45** Words in s. 4A(4)(a) substituted (26.5.2015 for specified purposes, 6.4.2017 for E.W. in so far as not already in force, 6.4.2019 for S. in so far as not already in force) by [Small Business, Enterprise and Employment Act 2015 \(c. 26\)](#), s. 164(1), **Sch. 9 para. 5(3)**; S.I. 2015/1329, reg. 3(d); S.I. 2016/1020, reg. 4(e) (with reg. 5) (as amended by S.I. 2017/363, reg. 3); S.I. 2019/816, reg. 4(c) (with reg. 5)
- F46** Words in s. 4A(5) substituted (26.6.2020) by [Corporate Insolvency and Governance Act 2020 \(c. 12\)](#), s. 49(1), **Sch. 3 para. 5(3)** (with ss. 2(2), 5(2))
- F47** Words in s. 4A(5) substituted (1.4.2013) by [Financial Services Act 2012 \(c. 21\)](#), s. 122(3), **Sch. 18 para. 52(2)** (with Sch. 20); S.I. 2013/423, art. 3, Sch.

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- F48** S. 4A(5A) inserted (1.4.2013) by [Financial Services Act 2012 \(c. 21\)](#), s. 122(3), **Sch. 18 para. 52(3)** (with [Sch. 20](#)); [S.I. 2013/423](#), art. 3, [Sch.](#)
- F49** Words in s. 4A(5A) substituted (26.6.2020) by [Corporate Insolvency and Governance Act 2020 \(c. 12\)](#), s. 49(1), **Sch. 3 para. 5(4)** (with [ss. 2\(2\)](#), [5\(2\)](#))
- F50** Words in s. 4A(6)(a) substituted (26.5.2015 for specified purposes, 6.4.2017 for E.W. in so far as not already in force, 6.4.2019 for S. in so far as not already in force) by [Small Business, Enterprise and Employment Act 2015 \(c. 26\)](#), s. 164(1), **Sch. 9 para. 5(3)**; [S.I. 2015/1329](#), reg. 3(d); [S.I. 2016/1020](#), reg. 4(e) (with [reg. 5](#)) (as amended by [S.I. 2017/363](#), reg. 3); [S.I. 2019/816](#), reg. 4(c) (with [reg. 5](#))

Modifications etc. (not altering text)

- C13** Ss. 2-6 applied (with modifications) by 2009 c. 1, s. 154(3A) (as inserted (13.3.2018) by [The Small Business, Enterprise and Employment Act 2015 \(Consequential Amendments, Savings and Transitional Provisions\) Regulations 2018 \(S.I. 2018/208\)](#), regs. 1(3), **5(6)(c)**)
- C16** S. 4A(2) modified (1.1.2003) by 1986 c. 53, **Sch. 15A para. 8A** (as inserted (1.1.2003) by 2000 c. 39, s. 2, **Sch. 2 Pt. II para. 14(3)**); [S.I. 2002/2711](#), **art. 2** (subject to transitional provisions in [arts. 3-5](#))

5 Effect of approval.

[^{F51}(1) This section applies where a decision approving a voluntary arrangement has effect under section 4A.]

(2) The ^{F52}... voluntary arrangement—

(a) takes effect as if made by the company at the [^{F53}time the creditors decided to approve the voluntary arrangement], and

[^{F54}(b) binds every person who in accordance with the rules—

(i) was entitled to vote [^{F55}in the qualifying decision procedure by which the creditors' decision to approve the voluntary arrangement was made], or

(ii) would have been so entitled if he had had notice of it,

as if he were a party to the voluntary arrangement.

(2A) If—

(a) when the arrangement ceases to have effect any amount payable under the arrangement to a person bound by virtue of subsection (2)(b)(ii) has not been paid, and

(b) the arrangement did not come to an end prematurely,

the company shall at that time become liable to pay to that person the amount payable under the arrangement.]

(3) Subject as follows, if the company is being wound up or [^{F56}is in administration], the court may do one or both of the following, namely—

(a) by order stay or sist all proceedings in the winding up or [^{F56}provide for the appointment of the administrator to cease to have effect];

(b) give such directions with respect to the conduct of the winding up or the administration as it thinks appropriate for facilitating the implementation of the ^{F52}... voluntary arrangement.

[^{F57}(3A) Where immediately before the voluntary arrangement took effect a moratorium for the company was in force under Part A1 and a petition for the winding up of the company, other than an excepted petition within the meaning of section [A20](#), was presented before the beginning of the moratorium, the court must dismiss the petition.]

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- (4) The court shall not make an order under subsection (3)(a) [^{F58}or dismiss a petition under subsection (3A)]—
- (a) at any time before the end of the period of 28 days beginning with the first day on which each of the reports required by section 4(6) [^{F59}and (6A)] has been made to the court, or
 - (b) at any time when an application under the next section or an appeal in respect of such an application is pending, or at any time in the period within which such an appeal may be brought.
- [^{F60}(5) Where the company is in energy administration, the court shall not make an order or give a direction under subsection (3) unless—
- (a) the court has given the Secretary of State or the Gas and Electricity Markets Authority a reasonable opportunity of making representations to it about the proposed order or direction; and
 - (b) the order or direction is consistent with the objective of the energy administration.
- (6) In subsection (5) “in energy administration” and “objective of the energy administration” are to be construed in accordance with Schedule B1 to this Act, as applied by Part 1 of Schedule 20 to the Energy Act 2004.]

Textual Amendments

- F51** S. 5(1) substituted (1.1.2003) by 2000 c. 39, s. 2, **Sch. 2 Pt. I para. 6(a)**; S.I. 2002/2711, **art. 2** (subject to transitional provisions in **arts. 3-5**)
- F52** Words in s. 5(2)(3) repealed (1.1.2003) by 2000 c. 39, ss. 2, 15, **Sch. 2 Pt. I para. 6(b)**, **Sch. 5**; S.I. 2002/2711, **art. 2** (subject to transitional provisions in **arts. 3-5**)
- F53** Words in s. 5(2)(a) substituted (26.5.2015 for specified purposes, 6.4.2017 for E.W. in so far as not already in force, 6.4.2019 for S. in so far as not already in force) by **Small Business, Enterprise and Employment Act 2015 (c. 26)**, s. 164(1), **Sch. 9 para. 6(2)(a)**; S.I. 2015/1329, reg. 3(d); S.I. 2016/1020, reg. 4(e) (with reg. 5) (as amended by S.I. 2017/363, reg. 3); S.I. 2019/816, reg. 4(c) (with reg. 5)
- F54** S. 5(2)(b)(2A) substituted (1.1.2003) for s. 5(2)(b) by 2000 c. 39, s. 2, **Sch. 2 Pt. I para. 6(c)**; S.I. 2002/2711, **art. 2** (subject to transitional provisions in **arts. 3-5**)
- F55** Words in s. 5(2)(b)(i) substituted (26.5.2015 for specified purposes, 6.4.2017 for E.W. in so far as not already in force, 6.4.2019 for S. in so far as not already in force) by **Small Business, Enterprise and Employment Act 2015 (c. 26)**, s. 164(1), **Sch. 9 para. 6(2)(b)**; S.I. 2015/1329, reg. 3(d); S.I. 2016/1020, reg. 4(e) (with reg. 5) (as amended by S.I. 2017/363, reg. 3); S.I. 2019/816, reg. 4(c) (with reg. 5)
- F56** Words in s. 5(3) substituted (15.9.2003) by 2002 c. 40, ss. 248(3), 279, **Sch. 17 para. 11(a)(b)** (with s. 249(1)-(3)(6)); S.I. 2003/2093, **art. 2(1)**, **Sch. 1** (subject to **arts. 3-8** (as amended by S.I. 2003/2332, **art. 2**))
- F57** S. 5(3A) inserted (26.6.2020) by **Corporate Insolvency and Governance Act 2020 (c. 12)**, s. 49(1), **Sch. 3 para. 6(2)** (with ss. 2(2), 5(2))
- F58** Words in s. 5(4) inserted (26.6.2020) by **Corporate Insolvency and Governance Act 2020 (c. 12)**, s. 49(1), **Sch. 3 para. 6(3)** (with ss. 2(2), 5(2))
- F59** Words in s. 5(4)(a) inserted (26.5.2015 for specified purposes, 6.4.2017 for E.W. in so far as not already in force, 6.4.2019 for S. in so far as not already in force) by **Small Business, Enterprise and Employment Act 2015 (c. 26)**, s. 164(1), **Sch. 9 para. 6(3)**; S.I. 2015/1329, reg. 3(d); S.I. 2016/1020, reg. 4(e) (with reg. 5) (as amended by S.I. 2017/363, reg. 3); S.I. 2019/816, reg. 4(c) (with reg. 5)
- F60** S. 5(5)(6) inserted (5.10.2004) by **Energy Act 2004 (c. 20)**, ss. 159(1), 198, **Sch. 20 para. 43**; S.I. 2004/2575, **art. 2(1)**, **Sch. 1**

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Modifications etc. (not altering text)

- C13** Ss. 2-6 applied (with modifications) by 2009 c. 1, s. 154(3A) (as inserted (13.3.2018) by [The Small Business, Enterprise and Employment Act 2015 \(Consequential Amendments, Savings and Transitional Provisions\) Regulations 2018 \(S.I. 2018/208\)](#), regs. 1(3), **5(6)(c)**)
- C17** S. 5 restricted (S.) (1.11.2001) by 2001 asp 10, s. 63, **Sch. 7 para. 10(5)**; S.S.I. 2001/336, art. 2(3), **Sch. Pt. II** (subject to transitional provisions and savings in art. 3)
- C18** S. 5 modified (1.10.2011) by [Postal Services Act 2011 \(c. 5\)](#), ss. 73, 93(2)(3), **Sch. 10 para. 43**; S.I. 2011/2329, **art. 3** (with arts. 4, 5)
- C19** S. 5 modified by S.I. 2012/3013, Sch. 2 para. 36 (as inserted (4.7.2018) by [The Insolvency of Registered Providers of Social Housing Regulations 2018 \(S.I. 2018/728\)](#), regs. 1, 3(6), **Sch. 2**)
- C20** S. 5 modified (5.7.2018) by [Housing and Planning Act 2016 \(c. 22\)](#), s. 216(3), **Sch. 5 para. 42**; S.I. 2018/805, reg. 3(b)
- C21** S. 5 restricted by 2010 asp17, s. 103 (as substituted (8.3.2019) by [Housing \(Amendment\) \(Scotland\) Act 2018 \(asp 13\)](#), **ss. 6(11)**, 11(2); S.S.I. 2018/253, reg. 2(2))

6 Challenge of decisions.

- (1) Subject to this section, an application to the court may be made, by any of the persons specified below, on one or both of the following grounds, namely—
- (a) that a voluntary arrangement [^{F61}which has effect under section 4A] unfairly prejudices the interests of a creditor, member or contributory of the company;
 - (b) that there has been some material irregularity at or in relation to [^{F62}the meeting of the company, or in relation to the relevant qualifying decision procedure].

[^{F63}(1A) In this section—

- (a) the “relevant qualifying decision procedure” means the qualifying decision procedure in which the company's creditors decide whether to approve a voluntary arrangement;
- (b) references to a decision made in the relevant qualifying decision procedure include any other decision made in that qualifying decision procedure.]

(2) The persons who may apply under [^{F64}subsection (1)] are—

- (a) a person entitled, in accordance with the rules, to vote at [^{F65}the meeting of the company or in the relevant qualifying decision procedure];
- [^{F66}(aa) a person who would have been entitled, in accordance with the rules, to vote [^{F67}in the relevant qualifying decision procedure] if he had had notice of it;]
- (b) the nominee or any person who has replaced him under section 2(4) or 4(2); and
- (c) if the company is being wound up or [^{F68}is in administration], the liquidator or administrator.

[^{F69}(2A) Subject to this section, where a voluntary arrangement in relation to a company in energy administration is approved at the meetings summoned under section 3, an application to the court may be made—

- (a) by the Secretary of State, or
- (b) with the consent of the Secretary of State, by the Gas and Electricity Markets Authority,

on the ground that the voluntary arrangement is not consistent with the achievement of the objective of the energy administration.]

(3) An application under this section shall not be made

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- [^{F70}(a)] after the end of the period of 28 days beginning with the first day on which each of the reports required by section 4(6) [^{F71}and (6A)] has been made to the court [^{F72}or
- (b) in the case of a person who was not given notice of the [^{F73}relevant qualifying decision procedure], after the end of the period of 28 days beginning with the day on which he became aware that [^{F74}the relevant qualifying decision procedure] had taken place,
- but (subject to that) an application made by a person within subsection (2)(aa) on the ground that the voluntary arrangement prejudices his interests may be made after the arrangement has ceased to have effect, unless it came to an end prematurely.]
- (4) Where on such an application the court is satisfied as to either of the grounds mentioned in subsection (1) [^{F75}or, in the case of an application under subsection (2A), as to the ground mentioned in that subsection], it may do [^{F76}any] of the following, namely—
- (a) revoke or suspend [^{F77}any decision approving the voluntary arrangement which has effect under section 4A] or, in a case falling within subsection (1) (b), any [^{F78}decision taken by the meeting [^{F79}of the company, or in the relevant qualifying decision procedure,] which has effect under that section];
- (b) give a direction to any person for the summoning of [^{F80}a further company meeting] to consider any revised proposal the person who made the original proposal may make or, in the case falling within subsection (1)(b), [^{F81}and relating to the company meeting, a further company] meeting to reconsider the original proposal;
- [^{F82}(c) direct any person—
- (i) to seek a decision from the company's creditors (using a qualifying decision procedure) as to whether they approve any revised proposal the person who made the original proposal may make, or
- (ii) in a case falling within subsection (1)(b) and relating to the relevant qualifying decision procedure, to seek a decision from the company's creditors (using a qualifying decision procedure) as to whether they approve the original proposal.]
- (5) Where at any time after giving a direction under subsection (4)(b) [^{F83}or (c) in relation to] a revised proposal the court is satisfied that the person who made the original proposal does not intend to submit a revised proposal, the court shall revoke the direction and revoke or suspend any [^{F84}decision approving the voluntary arrangement which has effect under section 4A].
- (6) In a case where the court, on an application under this section with respect to any meeting [^{F85}or relevant qualifying decision procedure] —
- (a) gives a direction under subsection (4)(b) [^{F86}or (c)], or
- (b) revokes or suspends an approval under subsection (4)(a) or (5),
- the court may give such supplemental directions as it thinks fit and, in particular, directions with respect to things done [^{F87}under the voluntary arrangement since it took effect].
- (7) Except in pursuance of the preceding provisions of this section,
- [^{F88}(a)] [^{F89}a decision taken] at a [^{F90}company] meeting summoned under section 3 is not invalidated by any irregularity at or in relation to the meeting [^{F91}, and

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- (b) a decision of the company's creditors made in the relevant qualifying decision procedure is not invalidated by any irregularity in relation to the relevant qualifying decision procedure.]

[^{F92}(8) In this section “in energy administration” and “objective of the energy administration” are to be construed in accordance with Schedule B1 to this Act, as applied by Part 1 of Schedule 20 to the Energy Act 2004.]

Textual Amendments

- F61** Words in s. 6(1)(a) substituted (1.1.2003) by 2000 c. 39, s. 2, **Sch. 2 Pt. I para. 7(2)**; S.I. 2002/2711, **art. 2** (subject to transitional provisions in arts. 3-5)
- F62** Words in s. 6(1)(b) substituted (26.5.2015 for specified purposes, 6.4.2017 for E.W. in so far as not already in force, 6.4.2019 for S. in so far as not already in force) by **Small Business, Enterprise and Employment Act 2015 (c. 26), s. 164(1), Sch. 9 para. 7(2)**; S.I. 2015/1329, reg. 3(d); S.I. 2016/1020, reg. 4(e) (with reg. 5) (as amended by S.I. 2017/363, reg. 3); S.I. 2019/816, reg. 4(c) (with reg. 5)
- F63** S. 6(1A) inserted (26.5.2015 for specified purposes, 6.4.2017 for E.W. in so far as not already in force, 6.4.2019 for S. in so far as not already in force) by **Small Business, Enterprise and Employment Act 2015 (c. 26), s. 164(1), Sch. 9 para. 7(3)**; S.I. 2015/1329, reg. 3(d); S.I. 2016/1020, reg. 4(e) (with reg. 5) (as amended by S.I. 2017/363, reg. 3); S.I. 2019/816, reg. 4(c) (with reg. 5)
- F64** Words in s. 6(2) substituted (5.10.2004) by **Energy Act 2004 (c. 20), ss. 159(1), 198, Sch. 20 para. 44(2)**; S.I. 2004/2575, **art. 2(1), Sch. 1**
- F65** Words in s. 6(2)(a) substituted (26.5.2015 for specified purposes, 6.4.2017 for E.W. in so far as not already in force, 6.4.2019 for S. in so far as not already in force) by **Small Business, Enterprise and Employment Act 2015 (c. 26), s. 164(1), Sch. 9 para. 7(4)(a)**; S.I. 2015/1329, reg. 3(d); S.I. 2016/1020, reg. 4(e) (with reg. 5) (as amended by S.I. 2017/363, reg. 3); S.I. 2019/816, reg. 4(c) (with reg. 5)
- F66** S. 6(2)(aa) inserted (1.1.2003) by 2000 c. 39, s. 2, **Sch. 2 Pt. I para. 7(3)**; S.I. 2002/2711, **art. 2** (subject to transitional provisions in arts. 3-5)
- F67** Words in s. 6(2)(aa) substituted (26.5.2015 for specified purposes, 6.4.2017 for E.W. in so far as not already in force, 6.4.2019 for S. in so far as not already in force) by **Small Business, Enterprise and Employment Act 2015 (c. 26), s. 164(1), Sch. 9 para. 7(4)(b)**; S.I. 2015/1329, reg. 3(d); S.I. 2016/1020, reg. 4(e) (with reg. 5) (as amended by S.I. 2017/363, reg. 3); S.I. 2019/816, reg. 4(c) (with reg. 5)
- F68** Words in s. 6(2)(c) substituted (15.9.2003) by 2002 c. 40, ss. 248(3), 279, Sch. 17 para. 12 (with s. 249(1)-(3)(6)); S.I. 2003/2093, **art. 2(1), Sch. 1** (subject to arts. 3-8 (as amended by S.I. 2003/2332, art. 2))
- F69** S. 6(2A) inserted (5.10.2004) by **Energy Act 2004 (c. 20), ss. 159(1), 198, Sch. 20 para. 44(3)**; S.I. 2004/2575, **art. 2(1), Sch. 1**
- F70** In s. 6(3) “(a)” inserted (1.1.2003) by 2000 c. 39, s. 2, **Sch. 2 Pt. I para. 7(4)(a)**; S.I. 2002/2711, **art. 2** (subject to transitional provisions in arts. 3-5)
- F71** Words in s. 6(3)(a) inserted (26.5.2015 for specified purposes, 6.4.2017 for E.W. in so far as not already in force, 6.4.2019 for S. in so far as not already in force) by **Small Business, Enterprise and Employment Act 2015 (c. 26), s. 164(1), Sch. 9 para. 7(5)**; S.I. 2015/1329, reg. 3(d); S.I. 2016/1020, reg. 4(e) (with reg. 5) (as amended by S.I. 2017/363, reg. 3); S.I. 2019/816, reg. 4(c) (with reg. 5)
- F72** S. 6(3)(b) and words inserted (1.1.2003) by 2000 c. 39, s. 2, **Sch. 2 Pt. I para. 7(4)(b)**; S.I. 2002/2711, **art. 2** (subject to transitional provisions in arts. 3-5)
- F73** Words in s. 6(3)(b) substituted (26.5.2015 for specified purposes, 6.4.2017 for E.W. in so far as not already in force, 6.4.2019 for S. in so far as not already in force) by **Small Business, Enterprise and Employment Act 2015 (c. 26), s. 164(1), Sch. 9 para. 7(6)(a)**; S.I. 2015/1329, reg. 3(d); S.I. 2016/1020, reg. 4(e) (with reg. 5) (as amended by S.I. 2017/363, reg. 3); S.I. 2019/816, reg. 4(c) (with reg. 5)

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- F74** Words in s. 6(3)(b) substituted (26.5.2015 for specified purposes, 6.4.2017 for E.W. in so far as not already in force, 6.4.2019 for S. in so far as not already in force) by [Small Business, Enterprise and Employment Act 2015 \(c. 26\)](#), s. 164(1), [Sch. 9 para. 7\(6\)\(b\)](#); S.I. 2015/1329, reg. 3(d); S.I. 2016/1020, reg. 4(e) (with reg. 5) (as amended by S.I. 2017/363, reg. 3); S.I. 2019/816, reg. 4(c) (with reg. 5)
- F75** Words in s. 6(4) inserted (5.10.2004) by [Energy Act 2004 \(c. 20\)](#), ss. 159(1), 198, [Sch. 20 para. 44\(4\)](#); S.I. 2004/2575, [art. 2\(1\)](#), [Sch. 1](#)
- F76** Word in s. 6(4) substituted (26.5.2015 for specified purposes, 6.4.2017 for E.W. in so far as not already in force, 6.4.2019 for S. in so far as not already in force) by [Small Business, Enterprise and Employment Act 2015 \(c. 26\)](#), s. 164(1), [Sch. 9 para. 7\(7\)](#); S.I. 2015/1329, reg. 3(d); S.I. 2016/1020, reg. 4(e) (with reg. 5) (as amended by S.I. 2017/363, reg. 3); S.I. 2019/816, reg. 4(c) (with reg. 5)
- F77** Words in s. 6(4)(a) substituted (1.1.2003) by 2000 c. 39, s. 2, [Sch. 2 Pt. I para. 7\(5\)\(a\)](#); S.I. 2002/2711, [art. 2](#) (subject to transitional provisions in arts. 3-5)
- F78** Words in s. 6(4)(a) substituted (1.1.2003) by 2000 c. 39, s. 2, [Sch. 2 Pt. I para. 7\(5\)\(b\)](#); S.I. 2002/2711, [art. 2](#) (subject to transitional provisions in arts. 3-5)
- F79** Words in s. 6(4)(a) substituted (26.5.2015 for specified purposes, 6.4.2017 for E.W. in so far as not already in force, 6.4.2019 for S. in so far as not already in force) by [Small Business, Enterprise and Employment Act 2015 \(c. 26\)](#), s. 164(1), [Sch. 9 para. 7\(8\)](#); S.I. 2015/1329, reg. 3(d); S.I. 2016/1020, reg. 4(e) (with reg. 5) (as amended by S.I. 2017/363, reg. 3); S.I. 2019/816, reg. 4(c) (with reg. 5)
- F80** Words in s. 6(4)(b) substituted (26.5.2015 for specified purposes, 6.4.2017 for E.W. in so far as not already in force, 6.4.2019 for S. in so far as not already in force) by [Small Business, Enterprise and Employment Act 2015 \(c. 26\)](#), s. 164(1), [Sch. 9 para. 7\(9\)\(a\)](#); S.I. 2015/1329, reg. 3(d); S.I. 2016/1020, reg. 4(e) (with reg. 5) (as amended by S.I. 2017/363, reg. 3); S.I. 2019/816, reg. 4(c) (with reg. 5)
- F81** Words in s. 6(4)(b) substituted (26.5.2015 for specified purposes, 6.4.2017 for E.W. in so far as not already in force, 6.4.2019 for S. in so far as not already in force) by [Small Business, Enterprise and Employment Act 2015 \(c. 26\)](#), s. 164(1), [Sch. 9 para. 7\(9\)\(b\)](#); S.I. 2015/1329, reg. 3(d); S.I. 2016/1020, reg. 4(e) (with reg. 5) (as amended by S.I. 2017/363, reg. 3); S.I. 2019/816, reg. 4(c) (with reg. 5)
- F82** S. 6(4)(c) inserted (26.5.2015 for specified purposes, 6.4.2017 for E.W. in so far as not already in force, 6.4.2019 for S. in so far as not already in force) by [Small Business, Enterprise and Employment Act 2015 \(c. 26\)](#), s. 164(1), [Sch. 9 para. 7\(10\)](#); S.I. 2015/1329, reg. 3(d); S.I. 2016/1020, reg. 4(e) (with reg. 5) (as amended by S.I. 2017/363, reg. 3); S.I. 2019/816, reg. 4(c) (with reg. 5)
- F83** Words in s. 6(5) substituted (26.5.2015 for specified purposes, 6.4.2017 for E.W. in so far as not already in force, 6.4.2019 for S. in so far as not already in force) by [Small Business, Enterprise and Employment Act 2015 \(c. 26\)](#), s. 164(1), [Sch. 9 para. 7\(11\)](#); S.I. 2015/1329, reg. 3(d); S.I. 2016/1020, reg. 4(e) (with reg. 5) (as amended by S.I. 2017/363, reg. 3); S.I. 2019/816, reg. 4(c) (with reg. 5)
- F84** Words in s. 6(5) substituted (1.1.2003) by 2000 c. 39, s. 2, [Sch. 2 Pt. I para. 7\(6\)](#); S.I. 2002/2711, [art. 2](#) (subject to transitional provisions in arts. 3-5)
- F85** Words in s. 6(6) inserted (26.5.2015 for specified purposes, 6.4.2017 for E.W. in so far as not already in force, 6.4.2019 for S. in so far as not already in force) by [Small Business, Enterprise and Employment Act 2015 \(c. 26\)](#), s. 164(1), [Sch. 9 para. 7\(12\)\(a\)](#); S.I. 2015/1329, reg. 3(d); S.I. 2016/1020, reg. 4(e) (with reg. 5) (as amended by S.I. 2017/363, reg. 3); S.I. 2019/816, reg. 4(c) (with reg. 5)
- F86** Words in s. 6(6)(a) inserted (26.5.2015 for specified purposes, 6.4.2017 for E.W. in so far as not already in force, 6.4.2019 for S. in so far as not already in force) by [Small Business, Enterprise and Employment Act 2015 \(c. 26\)](#), s. 164(1), [Sch. 9 para. 7\(12\)\(b\)](#); S.I. 2015/1329, reg. 3(d); S.I. 2016/1020, reg. 4(e) (with reg. 5) (as amended by S.I. 2017/363, reg. 3); S.I. 2019/816, reg. 4(c) (with reg. 5)
- F87** Words in s. 6(6) substituted (1.1.2003) by 2000 c. 39, s. 2, [Sch. 2 Pt. I para. 7\(7\)](#); S.I. 2002/2711, [art. 2](#) (subject to transitional provisions in arts. 3-5)
- F88** S. 6(7)(a): words in s. 6(7) renumbered as s. 6(7)(a) (26.5.2015 for specified purposes, 6.4.2017 for E.W. in so far as not already in force, 6.4.2019 for S. in so far as not already in force) by [Small](#)

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Business, Enterprise and Employment Act 2015 (c. 26), s. 164(1), **Sch. 9 para. 7(13)(a)**; S.I. 2015/1329, reg. 3(d); S.I. 2016/1020, reg. 4(e) (with reg. 5) (as amended by S.I. 2017/363, reg. 3); S.I. 2019/816, reg. 4(c) (with reg. 5)

F89 Words in s. 6(7) substituted (1.1.2003) by 2000 c. 39, s. 2, **Sch. 2 Pt. I para. 7(8)**; S.I. 2002/2711, **art. 2** (subject to transitional provisions in arts. 3-5)

F90 Word in s. 6(7)(a) inserted (26.5.2015 for specified purposes, 6.4.2017 for E.W. in so far as not already in force, 6.4.2019 for S. in so far as not already in force) by Small Business, Enterprise and Employment Act 2015 (c. 26), s. 164(1), **Sch. 9 para. 7(13)(b)**; S.I. 2015/1329, reg. 3(d); S.I. 2016/1020, reg. 4(e) (with reg. 5) (as amended by S.I. 2017/363, reg. 3); S.I. 2019/816, reg. 4(c) (with reg. 5)

F91 S. 6(7)(b) and word inserted (26.5.2015 for specified purposes, 6.4.2017 for E.W. in so far as not already in force, 6.4.2019 for S. in so far as not already in force) by Small Business, Enterprise and Employment Act 2015 (c. 26), s. 164(1), **Sch. 9 para. 7(13)(c)**; S.I. 2015/1329, reg. 3(d); S.I. 2016/1020, reg. 4(e) (with reg. 5) (as amended by S.I. 2017/363, reg. 3); S.I. 2019/816, reg. 4(c) (with reg. 5)

F92 S. 6(8) inserted (5.10.2004) by Energy Act 2004 (c. 20), ss. 159(1), 198, **Sch. 20 para. 44(5)**; S.I. 2004/2575, **art. 2(1)**, Sch. 1

Modifications etc. (not altering text)

C13 Ss. 2-6 applied (with modifications) by 2009 c. 1, s. 154(3A) (as inserted (13.3.2018) by The Small Business, Enterprise and Employment Act 2015 (Consequential Amendments, Savings and Transitional Provisions) Regulations 2018 (S.I. 2018/208), regs. 1(3), **5(6)(c)**)

C22 S. 6 amended (1.12.2001) by 2000 c. 8, s. **356(2)**; S.I. 2001/3538, **art. 2(1)**
 S. 6 amended (1.1.2003) by 2000 c. 8, s. **356(1)** (as substituted (1.1.2003) by 2000 c. 39, s. **15(3)**); S.I. 2002/2711, **art. 2** (subject to transitional provisions in arts. 3-5)

C23 S. 6 modified (1.10.2011) by Postal Services Act 2011 (c. 5), ss. 73, 93(2)(3), **Sch. 10 para. 44**; S.I. 2011/2329, **art. 3** (with arts. 4, 5)

C24 S. 6 modified by S.I. 2012/3013, Sch. 2 para. 37 (as inserted (4.7.2018) by The Insolvency of Registered Providers of Social Housing Regulations 2018 (S.I. 2018/728), regs. 1, 3(6), **Sch. 2**)

C25 S. 6 modified (5.7.2018) by Housing and Planning Act 2016 (c. 22), s. 216(3), **Sch. 5 para. 43**; S.I. 2018/805, reg. 3(b)

[^{F93}6A False representations, etc.

- (1) If, for the purpose of obtaining the approval of the members or creditors of a company to a proposal for a voluntary arrangement, a person who is an officer of the company—
 - (a) makes any false representation, or
 - (b) fraudulently does, or omits to do, anything,
 he commits an offence.
- (2) Subsection (1) applies even if the proposal is not approved.
- (3) For purposes of this section “officer” includes a shadow director.
- (4) A person guilty of an offence under this section is liable to imprisonment or a fine, or both.]

Textual Amendments

F93 S. 6A inserted (1.1.2003) by 2000 c. 39, s. 2, **Sch. 2 Pt. I para. 8**; S.I. 2002/2711, **art. 2** (subject to transitional provisions in arts. 3-5)

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7 Implementation of proposal.

- (1) This section applies where a voluntary arrangement [^{F94}has effect under section 4A].
- (2) The person who is for the time being carrying out in relation to the voluntary arrangement the functions conferred—
- [^{F95}(a) on the nominee by virtue of the approval [^{F96}of the voluntary arrangement by the company or its creditors (or both) pursuant to] section 3],
- (b) by virtue of section 2(4) or 4(2) on a person other than the nominee,
- shall be known as the supervisor of the voluntary arrangement.
- (3) If any of the company's creditors or any other person is dissatisfied by any act, omission or decision of the supervisor, he may apply to the court; and on the application the court may—
- (a) confirm, reverse or modify any act or decision of the supervisor,
- (b) give him directions, or
- (c) make such other order as it thinks fit.
- (4) The supervisor—
- (a) may apply to the court for directions in relation to any particular matter arising under the voluntary arrangement, and
- (b) is included among the persons who may apply to the court for the winding up of the company or for an administration order to be made in relation to it.
- (5) The court may, whenever—
- (a) it is expedient to appoint a person to carry out the functions of the supervisor, and
- (b) it is inexpedient, difficult or impracticable for an appointment to be made without the assistance of the court,
- make an order appointing a person who is qualified to act as an insolvency practitioner ^{F97}... [^{F98}in relation to the voluntary arrangement], either in substitution for the existing supervisor or to fill a vacancy.
- (6) The power conferred by subsection (5) is exercisable so as to increase the number of persons exercising the functions of supervisor or, where there is more than one person exercising those functions, so as to replace one or more of those persons.

Textual Amendments

- F94** Words in s. 7(1) substituted (1.1.2003) by 2000 c. 39, s. 2, **Sch. 2 Pt. I para. 9(a)**; S.I. 2002/2711, **art. 2** (subject to transitional provisions in **arts. 3-5**)
- F95** S. 7(2)(a) substituted (1.1.2003) by 2000 c. 39, s. 2, **Sch. 2 Pt. I para. 9(b)**; S.I. 2002/2711, **art. 2** (subject to transitional provisions in **arts. 3-5**)
- F96** Words in s. 7(2)(a) substituted (26.5.2015 for specified purposes, 6.4.2017 for E.W. in so far as not already in force, 6.4.2019 for S. in so far as not already in force) by **Small Business, Enterprise and Employment Act 2015 (c. 26)**, s. 164(1), **Sch. 9 para. 8**; S.I. 2015/1329, reg. 3(d); S.I. 2016/1020, reg. 4(e) (with reg. 5) (as amended by S.I. 2017/363, reg. 3); S.I. 2019/816, reg. 4(c) (with reg. 5)
- F97** Words in s. 7(5) omitted (1.10.2015) by virtue of **Deregulation Act 2015 (c. 20)**, s. 115(7), **Sch. 6 para. 20(2)(d)**; S.I. 2015/1732, art. 2(e)(vi)
- F98** Words in s. 7(5) substituted (1.1.2003) by 2000 c. 39, s. 2, **Sch. 2 Pt. I para. 9(c)**; S.I. 2002/2711, **art. 2**, (subject to transitional provisions in **arts. 3-5**)

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Modifications etc. (not altering text)

- C26** S. 7 amended (1.1.2003) by 2000 c. 8, s. 356(1) (as substituted (1.1.2003) by 2000 c. 39, s. 15(3)); S.I. 2002/2711, art. 2 (subject to transitional provisions in arts. 3-5)
- C27** S. 7 applied (with modifications) by 2009 c. 1, s. 154(3A) (as inserted (13.3.2018) by The Small Business, Enterprise and Employment Act 2015 (Consequential Amendments, Savings and Transitional Provisions) Regulations 2018 (S.I. 2018/208), regs. 1(3), 5(6)(c))

[^{F99}7A Prosecution of delinquent officers of company.

- [^{F100}(1) This section applies where the approval of a voluntary arrangement in relation to a company has taken effect under section 4A.]
- (2) [^{F101}If it appears to the supervisor that any past or present officer of the company has committed an offence in connection with the voluntary arrangement, the supervisor must forthwith]
- (a) report the matter to the appropriate authority, and
 - (b) provide the appropriate authority with such information and give the authority such access to and facilities for inspecting and taking copies of documents (being information or documents in the possession or under the control of the ^{F102}... supervisor and relating to the matter in question) as the authority requires.
- In this subsection, “the appropriate authority” means—
- (i) in the case of a company registered in England and Wales, the Secretary of State, and
 - (ii) in the case of a company registered in Scotland, the Lord Advocate.
- (3) Where a report is made to the Secretary of State under subsection (2), he may, for the purpose of investigating the matter reported to him and such other matters relating to the affairs of the company as appear to him to require investigation, exercise any of the powers which are exercisable by inspectors appointed under section 431 or 432 of the [^{F103}the Companies Act 1985] to investigate a company’s affairs.
- (4) For the purpose of such an investigation any obligation imposed on a person by any provision of the [^{F104}the Companies Acts] to produce documents or give information to, or otherwise to assist, inspectors so appointed is to be regarded as an obligation similarly to assist the Secretary of State in his investigation.
- (5) An answer given by a person to a question put to him in exercise of the powers conferred by subsection (3) may be used in evidence against him.
- (6) However, in criminal proceedings in which that person is charged with an offence to which this subsection applies—
- (a) no evidence relating to the answer may be adduced, and
 - (b) no question relating to it may be asked,
- by or on behalf of the prosecution, unless evidence relating to it is adduced, or a question relating to it is asked, in the proceedings by or on behalf of that person.
- (7) Subsection (6) applies to any offence other than—
- (a) an offence under section 2 or 5 of the ^{M1}Perjury Act 1911 (false statements made on oath otherwise than in judicial proceedings or made otherwise than on oath), or

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- (b) an offence under section 44(1) or (2) of the ^{M2}Criminal Law (Consolidation) (Scotland) Act 1995 (false statements made on oath or otherwise than on oath).
- (8) Where a prosecuting authority institutes criminal proceedings following any report under subsection (2), the ^{F105}... supervisor, and every officer and agent of the company past and present (other than the defendant or defender), shall give the authority all assistance in connection with the prosecution which he is reasonably able to give.

For this purpose—

“agent” includes any banker or solicitor of the company and any person employed by the company as auditor, whether that person is or is not an officer of the company,

“prosecuting authority” means the Director of Public Prosecutions, the Lord Advocate or the Secretary of State.

- (9) The court may, on the application of the prosecuting authority, direct any person referred to in subsection (8) to comply with that subsection if he has failed to do so.]

Textual Amendments

- F99** Ss. 7A, 7B inserted (1.1.2003) by 2000 c. 39, s. 2, **Sch. 2 Pt. I para. 10**; S.I. 2002/2711, **art. 2** (subject to transitional provisions in arts. 3-5)
- F100** S. 7A(1) substituted (26.6.2020) by **Corporate Insolvency and Governance Act 2020 (c. 12)**, s. 49(1), **Sch. 3 para. 7(2)** (with ss. 2(2), 5(2))
- F101** Words in s. 7A(2) substituted (26.6.2020) by **Corporate Insolvency and Governance Act 2020 (c. 12)**, s. 49(1), **Sch. 3 para. 7(3)(a)** (with ss. 2(2), 5(2))
- F102** Words in s. 7A(2)(b) omitted (26.6.2020) by virtue of **Corporate Insolvency and Governance Act 2020 (c. 12)**, s. 49(1), **Sch. 3 para. 7(3)(b)** (with ss. 2(2), 5(2))
- F103** Words in s. 7A(3) substituted (1.10.2009) by The Companies Act 2006 (Consequential Amendments, Transitional Provisions and Savings) Order 2009, (S.I. 2009/1941) arts. 2(1), 8, {Sch. 1 para. 71(3)(a)} (with art. 10, Sch. 1 para. 84)
- F104** Words in s. 7A(4) substituted (1.10.2009) by The Companies Act 2006 (Consequential Amendments, Transitional Provisions and Savings) Order 2009, (S.I. 2009/1941) arts. 2(1), 8, {Sch. 1 para. 71(3)(b)} (with art. 10, Sch. 1 para. 84)
- F105** Words in s. 7A(8) omitted (26.6.2020) by virtue of **Corporate Insolvency and Governance Act 2020 (c. 12)**, s. 49(1), **Sch. 3 para. 7(4)** (with ss. 2(2), 5(2))

Modifications etc. (not altering text)

- C28** S. 7A modified (1.1.2003) by 1986 c. 53, **Sch. 15A para 9A** (as inserted (1.1.2003) by 2000 c. 39, s. 2, **Sch. 2 Pt. II para. 14(4)**); S.I. 2002/2711, **art. 2** (subject to transitional provisions in arts. 3-5)
- C29** S. 7A(2) amended (1.1.2003) by 2000 c. 39, s. 2, **Sch. 2 Pt. II para. 13(1)**; S.I. 2002/2711, **art. 2** (subject to transitional provisions in arts. 3-5)

Marginal Citations

- M1** 1911 c. 6.
M2 1995 c. 39.

^{F106}**7B Arrangements coming to an end prematurely.**

For the purposes of this Part, a voluntary arrangement the approval of which has taken effect under section 4A ^{F107}... comes to an end prematurely if, when it ceases to

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have effect, it has not been fully implemented in respect of all persons bound by the arrangement by virtue of section 5(2)(b)(i)^{F108}

Textual Amendments

- F106** Ss. 7A, 7B inserted (1.1.2003) by 2000 c. 39, s. 2, **Sch. 2 Pt. I para. 10**; S.I. 2002/2711, **art. 2** (subject to transitional provisions in **arts. 3-5**)
- F107** Words in s. 7B omitted (26.6.2020) by virtue of **Corporate Insolvency and Governance Act 2020** (c. 12), s. 49(1), **Sch. 3 para. 8(a)** (with ss. 2(2), 5(2))
- F108** Words in s. 7B omitted (26.6.2020) by virtue of **Corporate Insolvency and Governance Act 2020** (c. 12), s. 49(1), **Sch. 3 para. 8(b)** (with ss. 2(2), 5(2))

Status:

Point in time view as at 26/06/2020.

Changes to legislation:

Insolvency Act 1986, Part I is up to date with all changes known to be in force on or before 13 May 2024. There are changes that may be brought into force at a future date. Changes that have been made appear in the content and are referenced with annotations.