

What is Shareholder Agreement

- Is NOT mandatory documents
- Is only binding on the party who signed on it

Why need to sign Shareholder Agreement

- Is a confidential documents for private viewing
- To supplement company constitution
- To address shareholder's concern
- To protect minority shareholder
- To minimize dispute

When it should established

- When there is multiple shareholder (example individual and corporate shareholder)
- Before / during company registration / change in share structure

What is different between Shareholder Agreement and company constitution

- Shareholder agreement is a contract binding between shareholder
- Company constitution is a contract binding between company with director and shareholder
- Amendment of Company constitution required 75% consent from shareholder
- Amendment of shareholder agreement required all shareholder consent

