

250A. Directors' powers before nomination or appointment of liquidator

- (1) Except as provided in subsection (3), in a members' voluntary winding up, after the company has passed a resolution for voluntary winding up and before the appointment of a liquidator of the company, the directors may exercise their powers only with the sanction of the court.
- (2) In a creditors' voluntary winding up, after the company has passed a resolution for voluntary winding up and before the nomination or appointment of a liquidator of the company, the directors—
 - (a) except as provided in paragraph (b) and subsection (3), may exercise their powers only with the sanction of the court; and
 - (b) may exercise their powers so far as may be necessary for the purpose of enabling the directors to secure compliance with section 241.
- (3) The directors may, without sanction of the court—
 - (a) dispose of perishable goods and other goods that are likely to diminish in value if not immediately disposed of; and
 - (b) do anything that may be necessary to protect the company's assets.
- (4) A director of the company who, without reasonable excuse, exercises a power in contravention of subsection (1) or (2) commits an offence and is liable on conviction to a fine.

(Added 14 of 2016 s. 81)