THE ACCOUNTANT OF COURT

PARTNERSHIPS

Establish purpose of appointment

↓

Verify debts submitted as due by the partnership

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Ensure all income due is engathered

↓

Is partnership solvent? (after taking into account all administration expenses which will arise?)

- **YES** → Ensure debts are paid
- **NO** → See flowchart on Insolvent Partnerships

Ensure debts are paid → Are partners agreed on distribution of Surplus?

- **YES** →
  - Retain closing expenses
  - ↓ Obtain Income Tax
  - ↓ Clearance Certificate
  - ↓ Pay balance to partners
  - ↓ Lodge final account
  - ↓ Petition for Discharge
- **NO** → On information available to the Factor can he prepare a distribution
  - **YES** →
    - Obtain Income Tax Clearance Certificate
    - ↓ Factor arranges to Petition for Discharge on the basis of his proposed Distribution (partners can raise objection)
    - ↓ Pay balance to partners
    - ↓ Lodge final account
  - **NO** →
    - Instruct an action of multiplepoinding
    - ↓ Obtain Income Tax Clearance Certificate
    - ↓ Pay balance to partners as directed by Decree
    - ↓ Lodge final account
    - ↓ Petition for Discharge