
STATUTORY INSTRUMENTS

2005 No. 1788

The Community Interest Company Regulations 2005

PART 6

Restrictions on distributions and interest

Reduction of share capital

25. A relevant company may not distribute assets to its members by way of a reduction of the company's share capital unless—

- (a) the reduction is made by extinguishing or reducing the liability of any of the members on any of the company's shares in respect of share capital not paid up; or
- (b) the amount to be paid by the company to members in paying off paid up share capital does not exceed the paid up value of their respective shares.