

Dissolution of Non-Profit Organisations

Introduction

In accordance with Regulation 13 of the Non-Profit Organisations (“NPO”) Regulations, where a NPO wishes to be dissolved or removed from the Register of NPOs (“Register”), it should ensure that all debts and liabilities have been satisfied. Remaining assets (if any) shall be transferred to another Cayman Islands registered NPO which has a similar purpose, and does not carry out activities for profit or gain of its members, to the NPO seeking to be dissolved. The purpose of this guidance is to briefly outline the procedure required when making an application to the Registrar of NPOs (“Registrar”) for dissolution of a NPO.

Prerequisites

1. The NPO must submit a formal written request from the Controller to the Registrar for its registration to be dissolved and removed from the Register. The letter must include the following:
 - i. rationale and reason for dissolution;
 - ii. closing balance sheet, which indicates that there are no assets or, in the case of a transfer of assets to a similar NPO, the monetary value of assets transferred and the name of the recipient. (where applicable);
 - iii. no ongoing litigation.
2. Executed Board/Committee Resolution or Minutes approving dissolution.
3. Duly completed Change Form.
4. In cases where the NPO to be dissolved has a bank account and no liquid assets are remaining, a declaration or letter from the financial institution/arrangement is required and must confirm that the:
 - i. NPO has no liquid assets (i.e. money or treasury bills) on account; or
 - ii. Assets held have been transferred in full to a Cayman Islands registered NPO (include the name of the NPO).
5. A filing fee of CI\$25.00.

Notice

On completion of processing the dissolution, the Registrar will notify the applicant in writing to advise that the application has been accepted. The NPO will be subsequently removed from the Register and a public notice will be placed on the Registrar's website with respect to the same.

Please note that the completion of the dissolution process is dependent on the NPO satisfying all relevant prerequisites. Where there is an ongoing litigation involving an NPO, no dissolution will take place until those litigative proceedings are completed.