

Basic Shareholder Agreement Outline

This document outlines the basic structure of a shareholder agreement for businesses.

1. Introduction

- Company Name:
- Effective Date:
- Parties (Shareholders):

2. Definitions

Key terms used in the agreement.

3. Share Capital

- Authorized and Issued Shares
- Share Classes
- Shareholder Ownership Percentages

4. Management and Governance

- Board of Directors Appointment
- Decision-Making Process
- Shareholder Voting Rights

5. Transfer of Shares

- Pre-emption Rights
- Approval Process
- Permitted Transfers

6. Dividends and Distributions

- Dividend Policy
- Distribution Procedures

7. Exit and Termination

- Tag-Along and Drag-Along Rights
- Buyout Clauses
- Events of Default

8. Confidentiality & Non-Compete

- Confidential Information
- Non-Compete and Non-Solicitation

9. Miscellaneous

- Governing Law
- Dispute Resolution
- Amendment Procedures
- Notices

Signatures

Shareholder 1

Shareholder 2

Company Representative
