

## Circular 283: Director and GM appointments in FZLLCs

Date: July 8, 2018

Dear Customer,

We wish to clarify the procedures for appointing and removing Directors and the General Manager in Free Zone Limited Liability Companies (FZLLCs) under the [DCC Private Companies Regulations 2016 \("PCR"\)](#) which is the governing regulation for FZLLCs in the Free Zone.

We summarise the key highlights of the PCR as follows:

### **Appointment and Removal of Directors**

Appointment of directors to an FZLLC is a matter for the shareholders of the FZLLC and requires a duly passed ordinary resolution of the shareholders (Article 70).

The removal of a director is also a matter for the shareholders of the FZLLC and requires a duly passed ordinary resolution of the shareholders (Article 71).

A director of an FZLLC may voluntarily resign (Article 70.8).

### **Appointment and Removal of a General Manager**

The appointment of the general manager of an FZLLC is a matter for the directors of the FZLLC and requires a duly passed resolution of the board of directors. (Article 74).

The removal of a general manager is also a matter for the directors of the FZLLC and requires a duly passed resolution of the directors. (Article 74.5).

A general manager of an FZLLC may voluntarily resign (Article 74.5).