



## **BANKING & FINANCE AND LITIGATION & LABOUR | Liquidation Procedure of Banco Privado Português, S.A.**

Following the revocation of the banking license of the Banco Privado Português by the Bank of Portugal (“*Banco de Portugal*”), on last April 16, an order (“*despacho*”) was published on 20 May 2010 in the Portuguese Official Gazette, determining the prosecution of the financial institution’s judicial liquidation procedure (“*Anúncio n.º 4627/2010, Série II de 2010-05-20*”).

Given that the provisions of the Portuguese Insolvency Code (“*Código da Insolvência e da Recuperação de Empresas*”) are applicable to the referred process, the creditors and other stakeholders were served with the content of such order, of which we would highlight the following:

- i) Appointment of a liquidation committee, which is competent for the exercise of the insolvency administrator’s functions, namely, for the exercise of all patrimonial rights related to the properties included in the insolvency estate;
- ii) Stipulation of a 30 day period for credit claims (ending on 24 June 2010). Creditors shall communicate to the liquidation committee the benefit of any existing *in rem* security interest;
- iii) Warning to debtors that payments shall be made to the liquidation committee (and not to the insolvent, Banco Privado Português, S.A.).

