

Standard Capital Participation Shareholder Agreement

This Capital Participation Shareholder Agreement ("Agreement") is made effective as of [Date], by and among the following parties:

- **Company:** [Company Legal Name], [Registration Number], [Registered Address]
- **Shareholders:** [Name/s and addresses of participating shareholders]

1. Purpose

The purpose of this Agreement is to define the terms and conditions of capital participation by shareholders, including the rights, obligations, and protections afforded to each party.

2. Share Capital and Ownership

The total share capital of the Company is [Amount and Currency], divided into [Number] shares of [Nominal Value] each.

The Shareholders agree to hold their shares as follows:

- [Shareholder Name]: [Number/Percentage of Shares]
- [Shareholder Name]: [Number/Percentage of Shares]

3. Capital Contributions

Each Shareholder shall contribute to the Company's capital as follows:

- [Shareholder Name]: [Contribution Amount], [Type: Cash/Assets]
- [Shareholder Name]: [Contribution Amount], [Type: Cash/Assets]

Additional capital contributions shall be subject to written agreement by all Shareholders.

4. Rights and Obligations of Shareholders

1. Each Shareholder is entitled to participate in dividends and capital distributions in proportion to their shareholding.
2. Shareholders have voting rights in general meetings in accordance with the percentage of shares owned.
3. Shareholders agree to abide by the decisions of the duly convened shareholder meetings.

5. Share Transfer Restrictions

No Shareholder may transfer, assign, or pledge shares without the prior written consent of the other Shareholders. Right of first refusal applies to any proposed share transfer.

6. Confidentiality

All parties shall maintain the confidentiality of all business and financial information of the Company.

7. Governing Law and Dispute Resolution

This Agreement shall be governed by the laws of [Jurisdiction]. Any disputes arising from this Agreement shall be resolved through [Arbitration/Court Jurisdiction].

8. Miscellaneous

1. This Agreement constitutes the entire understanding between the parties regarding capital participation.
2. Any amendment shall be made in writing and signed by all parties.

Signatures

Signed by:

- [Shareholder Name & Signature] Date: _____
- [Shareholder Name & Signature] Date: _____
- [For the Company: Name & Title] Date: _____

Important Notes

- This document is a sample and should be tailored to the needs and legal requirements of the specific jurisdiction.
- It is recommended to seek legal advice before entering into a shareholder agreement.
- Clearly specify ownership percentages, rights, and responsibilities to prevent future disputes.
- The agreement should align with the company's articles of association and other relevant regulations.