



Buttar & Associates

*1/F, Mau Lam Commercial Building,
16-18 Mau Lam Street, Yau Ma Tei,
Kowloon, Hong Kong
Telephone: (852) 2736.4745
Facsimile: (852) 2375.6513
Email: info@buttar.hk
Website: www.buttar.hk*

USA Delaware LLC

I. INTRODUCTION

Delaware is a small state situated on the East Coast of the United States of America, often referred to as the "Gateway to the United States". Delaware population has reached over 800,000.

Delaware is universally recognized as the most corporate-friendly state and one of the best places to incorporate a company in the United States. Over 60% of Fortune's 500 companies and 50% of the companies registered with the New York Stock Exchange are Delaware companies.

II. LEGAL

The Delaware courts always construe the Corporation Law liberally. This causes the careful investor to have confidence in the security of the investment.

Delaware adopted a whole set of corporate laws which are very favorable to companies and which recognize contractual freedom. The corporate laws of Delaware is one of the most evolved and flexible ones in the United States. Moreover, the lawmaker constantly updates the laws concerning companies in order to meet their needs for effectiveness.

III. COMPANY INFORMATION

Shareholders

A minimum of one shareholder is required who also can be the director. No details of the shareholders need to be filed publicly but details of the beneficial owner must be disclosed to the registered agent. Bearer shares are not permitted.

Directors

Only one director is required but no corporate director is allowed. There is no requirement to file details of the directors publicly.

Annual Reporting

There is no requirement to prepare and file audited accounts. However, a franchise tax report must be completed each year showing details of the officers of the corporation.

Taxation

Delaware companies not having any business in Delaware are exempted from income tax. A franchise tax is payable to the Government on the authorized share capital of a company. Delaware Corporation does not fall within the Federal Tax System. Shares owned by non-residents are free from all taxes, including State Inheritance Taxes.

Local Requirements

The company must have a registered office address in Delaware and must also appoint a registered agent in the Delaware.

While Buttar & Associates has made every effort to ensure that the information included herein is up to date and accurate, we do not accept any responsibility for any inaccuracy, and we recommend that appropriate professional advice be taken before purchasing any company.