

# Basic Shareholder Agreement

This **basic shareholder agreement** form sample outlines the essential terms regarding ownership and voting rights among shareholders. It ensures clear decision-making processes by specifying each shareholder's voting power. Using this agreement helps prevent disputes and promotes effective corporate governance.

## 1. Parties

This Shareholder Agreement ("Agreement") is entered into as of **[Date]**, by and among the shareholders of **[Company Name]**, a **[State/Country]** corporation.

## 2. Share Ownership

The following individuals/entities are recognized as shareholders:

- **[Shareholder 1 Name]** â€“ **[Number of Shares]**
- **[Shareholder 2 Name]** â€“ **[Number of Shares]**
- **[Shareholder 3 Name]** â€“ **[Number of Shares]**

## 3. Voting Rights

1. Each shareholder shall be entitled to vote in proportion to the number of shares owned.
2. Decisions requiring shareholder approval shall require a **[simple majority/two-thirds/etc.]** of the voting shares unless otherwise specified by law.
3. Voting may occur at the annual general meeting or any special meeting called with proper notice.

## 4. Transfer of Shares

No shares shall be transferred, sold, assigned, or otherwise disposed of without first offering such shares to the other existing shareholders according to the agreed terms and conditions.

## 5. Dispute Resolution

In the event of any dispute arising out of or relating to this agreement, the parties agree to resolve the matter by mediation before resorting to arbitration or litigation.

## 6. Miscellaneous

- This Agreement constitutes the entire understanding among the parties.
- No amendment to this Agreement shall be valid unless made in writing and signed by all shareholders.
- This Agreement shall be governed by the laws of **[State/Country]**.

## 7. Signatures

IN WITNESS WHEREOF, the undersigned have executed this Shareholder Agreement on the date first above written.

\_\_\_\_\_  
[Shareholder 1 Name]

\_\_\_\_\_  
[Shareholder 2 Name]

\_\_\_\_\_  
[Shareholder 3 Name]