

Articles + Publications | May 22, 2025

How Does a Chapter 7 Case Work in General?

Creditor's Rights Toolkit

WRITTEN BY

David M. Fournier | Evelyn J. Meltzer | Katherine E. Culbertson | Sean A. Feener | Kenneth A. Listwak | Hanna J. Redd | Tori Lynn Remington

The essence of a Chapter 7 business bankruptcy is the orderly liquidation of the business debtor's assets by a bankruptcy trustee and the distribution of funds to creditors.

This article will discuss the key differences between a Chapter 11 case and a Chapter 7 case that creditors should understand. To access this article and read other insights from our Creditor's Rights Toolkit, please click here.

RELATED INDUSTRIES + PRACTICES

- Bankruptcy + Restructuring
- Debtor + Committee Representations
- Distressed Mergers + Acquisitions
- Trade Creditors Representation