

Articles + Publications | November 16, 2023

What Can I Do to Protect Myself When I Think My Customer Is About to File for Bankruptcy?

Creditor's Rights Toolkit

CONTACTS

David M. Fournier | Evelyn J. Meltzer | Kenneth A. Listwak | Tori Lynn Remington

Your customer, who has always paid on time, has started to fall behind on payments and has even started to short pay invoices. When you inquire about what is going on, your customer has a million excuses but assures you that everything is fine. On the one hand, you want to continue to do business with this long-standing customer. On the other hand, you are worried about the growing accounts receivable and a potential bankruptcy filing by your customer. How can you protect yourself?

This article briefly explains protective steps to consider before a customer files for bankruptcy. 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](#)