

C CONTENTS

	PAGE
<i>About the author</i>	I-5
<i>Preface</i>	I-7
<i>Acknowledgement</i>	I-9
<i>Tips for reading book and preparation for examination</i>	I-11
<i>Chapter-heads</i>	I-15

1 INTRODUCTION

◆ Company	1
◆ Nature and Characteristics of Company	1
◆ Comparison of Company and other Forms of Business	4
◆ Citizenship and Nationality of Company	5
◆ Lifting of Corporate Veil	5
◆ Advantages and Disadvantages of Company	7
◆ Illegal Association – Section 464	8
◆ Past Exam Questions	9
◆ Practice Questions	12

2 TYPES OF COMPANIES

◆ Classification of Companies	15
◆ Companies on the Basis of Incorporation	16
◆ Companies on the Basis of Liability	16
◆ Companies on the Basis of Control	17
◆ Companies on the Basis of other Criteria	19
◆ Comparison of Company and other Forms of Business	22
◆ Past Examination Questions	23
◆ Practice Questions	25

3**PROMOTION AND INCORPORATION OF COMPANIES**

◆ Promoter	27
◆ Duties of Promoter	28
◆ Liabilities of Promoters	28
◆ Rights of Promoters	29
◆ Incorporation of Company	30
◆ Certificate of Incorporation	31
◆ Incorporation of One Person Company (OPC)	32
◆ Incorporation of Section 8 Company (Association not for profit)	33
◆ Past Examination Questions	34
◆ Practice Questions	35

4**MEMORANDUM OF ASSOCIATION AND
ARTICLES OF ASSOCIATION**

◆ Memorandum of Association	37
◆ Memorandum – Requirements and Form	37
◆ Contents of Memorandum	38
◆ Alteration of Memorandum – Name Clause Change	39
◆ Alteration of Memorandum – Registered Office Clause Change	41
◆ Alteration of Memorandum – Objects Clause	42
◆ Doctrine of Ultra Vires	43
◆ Alteration of Memorandum – Liability Clause	44
◆ Articles of Association	44
◆ Articles of Association - Provisions, Form & Contents	44
◆ Entrenchment Provisions	45
◆ Alteration of Articles	46
◆ Difference between Memorandum and Articles	47
◆ Binding Effect of MOA & AOA – Section 10	47
◆ Doctrine of Constructive Notice	49
◆ Doctrine of Indoor Management	50
◆ Exception to Rule of Doctrine of Indoor Management	51
◆ Doctrine of Alter Ego	52
◆ Past Examination Questions	52
◆ Practice Questions	56

5**CONTRACTS AND CONVERSIONS**

◆ Pre-Incorporation Contract or Preliminary Contract	59
--	----

	PAGE
◆ Commencement of Business	60
◆ Conversion of Private Company into Public Company and <i>Vice Versa</i> – Section 14	60
◆ Conversion of Section 8 Company into a Company of any other Kind – Rules 21 & 22 of Companies (Incorporation) Rules, 2014	61
◆ Conversion of OPC into Public or Private Company – Rule 6 of Companies (Incorporation) Rules, 2014	62
◆ Conversion of Private Company into OPC – Rule 7 of Companies (Incorporation) Rules, 2014	62
◆ Past Examination Questions	63
◆ Practice Questions	63

6

CONCEPT OF CAPITAL AND FINANCING OF COMPANY

◆ Concept of Capital	65
◆ Share	66
◆ Difference between Equity Shares and Preference Shares	67
◆ Issue of Securities	67
◆ Sweat Equity Shares – Section 54	68
◆ Shares with Differential Voting Right (DVR Shares) – Section 43	70
◆ Preference Shares – Section 55	71
◆ Right Shares or Further Issue of Shares – Section 62	73
◆ Bonus Shares – Section 63	75
◆ Employee Stock Option Scheme (ESOS)	75
◆ Issue of Shares on Preferential Basis – Section 62	78
◆ Past Examination Questions	78
◆ Practice Questions	83

7

ALTERATION OF SHARE CAPITAL

◆ Alteration of Share Capital – Section 61	85
◆ Stock	86
◆ Reduction of Capital – Section 100 of Companies Act, 1956	86
◆ Diminution of Capital	88
◆ Buyback of Shares or Securities – Sections 68-70	88
◆ Past Examination Questions	91
◆ Practice Questions	93

8

PRIVATE PLACEMENT AND PROSPECTUS

◆ Prospectus	94
◆ Method of Issue of Securities – Section 23	95
◆ Private Placement – Section 42	95
◆ Deemed Prospectus or Prospectus by Implication – Section 25	97

	PAGE
◆ Matters to be Stated in Prospectus or Content of Prospectus – Section 26	97
◆ Statutory Requirements of Prospectus – Section 27	98
◆ Variation in terms of Prospectus – Section 27	99
◆ Shelf Prospectus and Information Memorandum – Section 31	99
◆ Red Herring Prospectus (RHP) – Section 32	100
◆ Abridged Prospectus – Section 33	100
◆ Golden Rule for Drafting Prospectus	101
◆ Untrue Statement or Misstatement in Prospectus	101
◆ Civil Liability for Misstatement in Prospectus – Section 35	102
◆ Criminal Liability for Misstatement in Prospectus – Section 34	102
◆ Miscellaneous Provisions	103
◆ Past Examination Questions	104
◆ Practice Questions	106

9

DEBT CAPITAL

◆ Borrowing Power of Company	108
◆ Debenture & its Features	109
◆ Kind of Debentures or Classification of Debentures	110
◆ Provisions for Issue of Debentures – Section 71	113
◆ Debenture Redemption Reserve (DRR)	114
◆ Debenture Trustee	115
◆ Debenture Trust Deed	116
◆ Default in Payment of Interest or Redemption of Debenture	117
◆ Past Examination Questions	118
◆ Practice Questions	118

10

CREATION AND REGISTRATION OF CHARGE

◆ Basics and Definition - Charge	120
◆ Difference Between Charge and Mortgage	121
◆ Crystallisation of Charge	121
◆ Registration of Charge	122
◆ Register of Charges – Section 85	123
◆ Modification of Charge – Section 79	124
◆ Other Provisions in Relation to Charge	124
◆ Past Examination Questions	125
◆ Practice Questions	127

11

ALLOTMENT OF SECURITIES & ISSUE OF CERTIFICATES

◆ Securities	128
--------------	-----

	PAGE
◆ Allotment	128
◆ Irregular Allotment	130
◆ Return of Allotment – Section 39	130
◆ Share Certificate – Section 46	131
◆ Duplicate Share Certificate – Section 46 and Rule 6 of Companies (Share Capital and Debentures) Rules, 2014	132
◆ Split Certificate	133
◆ Calls on Shares – Sections 49-50	133
◆ Forfeiture of Shares	135
◆ Surrender of Shares	136
◆ Difference between Forfeiture and Surrender	136
◆ Past Examination Questions	136
◆ Practice Questions	138

12

MEMBERSHIP IN COMPANY

◆ Member	139
◆ Modes of Acquiring Membership	140
◆ Who can Become Member?	141
◆ Cessation of Membership	142
◆ Rights of Members	143
◆ Liabilities of Members	144
◆ Nomination by Security holders – Section 72	144
◆ Past Examination Questions	145
◆ Practice Questions	146

13

TRANSFER AND TRANSMISSION OF SECURITIES

◆ Provisions Relating to Transfer of Securities	148
◆ Procedure for Transfer of Securities – Section 56	149
◆ Power to Refuse Registration of Transfer of Securities and Appeal against Refusal – Section 58	150
◆ Rectification of Register of Members – Section 59	151
◆ Transmission of Securities	151
◆ Distinguish between Transfer and Transmission of Securities	152
◆ Transfer of Securities Registered with Depository	152
◆ Blank Transfer	152
◆ Forged Transfer	153
◆ Transposition of Name	153
◆ Past Examination Questions	154
◆ Practice Questions	157

14**INSTITUTION OF DIRECTORS**

◆ Director	159
◆ Types of Director	159
◆ Woman Director	160
◆ Legal Position of Director	160
◆ Maximum and Minimum number of Directors – Section 149(1)	161
◆ Small Shareholders, Director (SSD) - Section 151	162
◆ Consent of Director with ROC and Company – Section 152 and Rule 8	163
◆ Director Identification Number (DIN) – Sections 153-159 & Rules 9-12	163
◆ Mode of Appointment of Directors	165
◆ Appointment of first Director – Section 152	165
◆ Appointment of Directors at General Meeting – Section 152(6)	166
◆ Deemed Appointment of Retiring Director – Section 152(7)	167
◆ Appointment of Directors by Board of Directors – Section 161	167
◆ Comparison among Additional Director, Director Appointed in Casual Vacancy and Alternate Director	170
◆ Appointment of Director other than Retiring Director – Section 160	170
◆ Director's Appointment Separately – Section 162	171
◆ Disqualification of Director – Section 164	171
◆ Reporting Requirement under section 164	173
◆ Number of Directorship – Section 165	173
◆ Duties of Director - Section 166	174
◆ Vacation of office of Director - Section 167	175
◆ Resignation by Directors - Section 168 & Rules 15-16 of Companies (Appointment & Qualification of Directors) Rules, 2014	175
◆ Removal of Directors by Shareholders- Section 169	176
◆ Register of Directors and KMP and their Shareholding - Section 170	177
◆ Inspection of Register of Directors and KMP and Shareholding - Section 171	179
◆ Past Examination Questions	179
◆ Practice Questions	188

15**INDEPENDENT DIRECTORS**

◆ Independent Director	204
◆ Definition of Independent Director or Qualification for Independent Director – Section 149(6)	204
◆ Number of Independent Directors	206
◆ Code for Independent Directors	206
◆ Appointment, Removal and other Provisions Related to Independent Directors	207
◆ Past Examination Questions	208
◆ Practice Questions	209

16**BOARD AND ITS POWERS**

◆ Board of Directors and its Power	211
◆ Frequency of Board Meetings – Section 173	211
◆ Day, Time and Place of Board Meeting	212
◆ Notice of Board Meeting – Section 173	212
◆ Quorum for Board Meeting – Section 174	213
◆ Chairman of Board Meeting	215
◆ Voting at Board Meeting	215
◆ Cancellation of Conveyed Board Meeting	215
◆ Conducting Board Meeting through video Conferencing or other Visual Means – Rule 3 of Companies (Meetings of Board and its Powers) Rules, 2014	216
◆ Passing of Resolution by Circulation – Section 175	218
◆ Board Committees	219
◆ Audit Committees – Section 177	219
◆ Vigil Mechanism – Section 177	220
◆ Nomination and Remuneration Committee – Section 178(2) to (4)	221
◆ Stakeholders Relationship Committee (SRC) – Section 178(5) to (7)	222
◆ Applicability of Corporate Social Responsibility (CSR) Provisions – Section 135	222
◆ Which Activities are Considered as CSR Activity – Section 135	223
◆ CSR Committee and other CSR Provisions – Section 135	225
◆ General Power of Board of Directors – Section 179	226
◆ Powers that can only be Exercised by the Board of Directors with the Consent of the Company in General Meeting or Restriction on Power of Board – Section 180 of Companies Act, 2013	227
◆ Restriction Regarding Charitable fund by Directors – Section 181	229
◆ Power of Board to make political Contribution – Section 182	229
◆ Power of Board to Contribute to National Defence Fund – Section 183	230
◆ Restriction on Non-Cash Transactions Involving Director – Section 192	230
◆ Prohibited Transactions for Board	231
◆ Disclosure of Interest by Directors – Section 184	232
◆ Loan to Directors – Section 185	233
◆ Related party Transaction – Section 188	235
◆ Approval for Related Party Transactions – Section 188	236
◆ Disclosure and Reporting Requirements for Related Party Transactions (RPTs)	238
◆ Penalty or Consequences for Contravention of Related Party Transactions – Section 188	239
◆ Register of Contracts or Arrangements in which Directors are Interested - Section 189	239
◆ Past Examination Questions	240
◆ Practice Questions	252

17**APPOINTMENT AND REMUNERATION OF KEY
MANAGERIAL PERSONNEL (KMP)**

◆ Definitions	264
◆ Comparison of MD – WTD - Manager	265
◆ Provisions Regarding Appointment of MD – WTD - Manager	265
◆ Provisions Regarding Appointment of Key Managerial Personnel (KMP)	267
◆ Managerial Remuneration	268
◆ Overall limit on Managerial Remuneration	270
◆ Calculation of net Profit – Section 198	270
◆ Features of Schedule V	271
◆ Remuneration Payable by Companies having no Profits or Inadequate Profits without Approval of Central Government – Schedule V - Part II - Section II – Section 198	274
◆ Remuneration Payable by Companies having no Profits or Inadequate Profits without Central Government Approval in Certain special Circumstances – Schedule V - Part II - Section III – Section 198	275
◆ Effective Capital	276
◆ Other Provisions Relating to Managerial Remuneration	276
◆ Sitting Fees – Section 197(5)	277
◆ Application to Central Government – Section 201	277
◆ Compensation for loss of office – Section 202	278
◆ Secretarial audit – Section 204	278
◆ Meaning and Appointment of Secretary	279
◆ Functions of Company Secretary – Section 205	279
◆ Past Examination Questions	280
◆ Practice Questions	286

18**GENERAL MEETINGS**

◆ Members' Meetings	294
◆ Notice of Meeting	294
◆ Annual General Meeting – Section 96	297
◆ Extraordinary General Meeting (EGM) – Section 100	299
◆ Quorum for General Meeting – Section 103	300
◆ Chairman for General Meeting - Section 104	301
◆ Proxy – Section 105	303
◆ Provision Relating to Voting – Sections 106 to 109	304
◆ Voting through electronic Means – Section 108	305
◆ Voting by Poll – Section 109	307
◆ Voting by Postal Ballot – Section 110	308
◆ Resolution – Sections 114 -115	310

	PAGE
◆ Resolutions and Agreements to be filed with ROC – Section 117	312
◆ Minutes of Meeting – Section 118	312
◆ Report of AGM – Section 121	314
◆ Past Examination Questions	314
◆ Practice Questions	321

19

LOAN AND INVESTMENTS BY COMPANY

◆ Provisions for inter Corporate loan and Investment – Section 186	327
◆ Procedure for inter- Corporate loan-Investment- Guarantee-Security Beyond limit of Board	329
◆ Register of Investment and loans - Section 189	330
◆ Investments of Company to be held in its own Name - Section 187	330
◆ Register of Securities not held in the Name of Company - Rule 14 of Companies (Meeting of Board and its Powers) Rules, 2014	330
◆ Past Examination Questions	331
◆ Practice Questions	334

20

DEPOSITS

◆ What is Deposit?	338
◆ Quantum of Deposit	339
◆ Terms and Condition for Acceptance of Deposits from Members – Section 73	339
◆ Acceptance of Deposits from public by Eligible Company – Sections 73 & 76	340
◆ Common Provisions Applicable for Acceptance of Deposits from Members and Deposits from Public	341
◆ Deposit Trustee – Rules 7-9 Companies (Acceptance of Deposits) Rules, 2014	343
◆ Past Examination Questions	343
◆ Practice Questions	346

21

ACCOUNTS AND AUDIT

◆ Books of Account – Sections 2(13), 128	347
◆ Inspection of books of Account & Financial Information – Section 128	349
◆ Financial Statement – Section 129	350
◆ Extention or Modification of Financial year	351
◆ Approval and Signing of Financial Statements – Section 134	352
◆ Right of Member to get Copies of Audited Financial Statements or Circulation of Financial Statements and other Documents – Section 136	353
◆ Filing of Financial Statements with ROC – Section 137	354
◆ Re-opening of Accounts and Financial Statements – Sections 130-131	355
◆ Internal audit – Section 138	356
◆ Appointment of Auditor – Section 139	357
◆ Procedure for Appointment of Auditor – Section 139	358

	PAGE
◆ Compulsory Rotation of Auditor - Section 139	358
◆ Casual Vacancy of Auditor – Section 139(8)	360
◆ Resignation of Auditor – Section 140	360
◆ Removal of Auditor before expiry of his Term – Section 140	360
◆ Remuneration of Auditors – Section 142	361
◆ Qualification of Auditor – Section 141	361
◆ Disqualification of Auditor – Section 141	361
◆ Rights or Power of Auditor – Section 143	363
◆ Duties of Auditor – Section 143	363
◆ How to Report Fraud by Auditor - Section 143	364
◆ Audit of Branch – Section 143(8)	364
◆ Auditor Cannot Render Certain Services – Section 144	365
◆ Auditor to Sign Audit Report etc. – Section 145	365
◆ Cost Audit – Section 148	365
◆ Distinguish Between Statutory Audit of Cost Audit	366
◆ CARO 2016	367
◆ Past Examination Questions	367
◆ Practice Questions	372

22

DIVISIBLE PROFITS AND DIVIDENDS

◆ Divisible Profits and Dividends	379
◆ Comparison of Dividend	380
◆ Sources for Payment of Dividend – Section 123	380
◆ Dividend out of Reserves – Section 123	380
◆ Payment of Dividend out of capital	381
◆ Payment of Dividend	382
◆ Interim Dividend	382
◆ Cancellation of Dividend	383
◆ Right to Dividend, Rights Shares and Bonus Shares to be held in Abeyance Pending Registration of Transfer of Shares – Section 126	383
◆ Failure to Pay Dividend within 30 days - Section 127	383
◆ Dividend on Preference Shares	384
◆ Unpaid Dividend - Sections 205-205A of Companies Act, 1956	384
◆ Investor Education and Protection Fund - Section 205C of Companies Act, 1956	385
◆ Past Examination Questions	386
◆ Practice Questions	388

23

BOARD'S REPORT AND DISCLOSURES

◆ Disclosure in Board's Report	391
◆ Signing and other Requirements - Board's Report	393

	PAGE
◆ Past Examination Questions	393

24

REGISTERS, FORMS AND RETURNS

◆ Statutory books and Registers	395
◆ Distinguish between Statutory books and Statistical Books	396
◆ Register of Members – Section 88	396
◆ Past Examination Questions	397
◆ Practice Questions	397

25

INSPECTION AND INVESTIGATION

◆ Power of ROC to call for Information, Inspection and Inquiry – Section 206	398
◆ Conduct of Inspection and Inquiry – Sections 207-208	400
◆ Search and Seizure of books and Paper – Section 209	400
◆ Meaning and Kind of Investigation	401
◆ Investigation into affairs of Company or who can apply for Investigation? – Section 210	401
◆ Investigation of Ownership of Company – Section 216	402
◆ Investigation of Foreign Company – Section 228	402
◆ Investigation by Serious Fraud Investigation Office (SFIO) – Section 212	402
◆ Investigation on order of tribunal (NCLT) – Section 213	404
◆ Inspector and Powers of Inspector	405
◆ Report of Inspector – Section 223	406
◆ Follow Up Action by Central Government on Investigation Report of Inspector – Section 224	406
◆ Expenses of Investigation – Section 225	407
◆ Protection of Employees during Investigation – Section 218	407
◆ Restriction on transfer of securities – Section 222	407
◆ Protection to Legal Advisor and Banker – Section 251 of Companies Act, 1956	408
◆ Miscellaneous Provisions	408
◆ Past Examination Questions	409
◆ Practice Questions	409

26

MAJORITY RULE - MINORITY RIGHTS (OPPRESSION-MISMANAGEMENT)

◆ Rule of Majority	412
◆ Exceptions to Rule of Majority	413
◆ Meaning of Oppression - Mismanagement and application Seeking relief – Section 241	414
◆ Whether Following Acts are Examples of Oppression?	415
◆ Whether Following Acts are Examples of Mismanagement?	416
◆ Who can Apply for Relief in Case of Oppression and Mismanagement? – Section 244	416
◆ Special Situation Developed after Application for Oppression or Mismanagement – Section 244	418

	PAGE
◆ Powers of Tribunal to Prevent Oppression and Mismanagement – Section 242	418
◆ Class action – Section 245	420
◆ Difference between Application for Prevention of Oppression-Mismanagement and Class Action Suit	422
◆ Past Examination Questions	422
◆ Practice Questions	426

27

MERGER, DEMERGER, AMALGAMATION, COMPROMISE AND ARRANGEMENT

◆ Compromise and Arrangement	431
◆ Compromise vs. Arrangement	432
◆ Statutory Provisions Regarding Compromise or Arrangement – Sections 391-393 of Companies Act, 1956	432
◆ Power of Court in Scheme of Compromise or Arrangement – Sections 391-392 of Companies Act, 1956	434
◆ Reconstruction and Amalgamation	435
◆ Reconstruction or Amalgamation by Sale of Undertaking – Section 394 of Companies Act, 1956	436
◆ Reconstruction or Amalgamation by Sale of Shares Without Court Procedure - Section 395 of Companies Act, 1956	437
◆ Amalgamation in National Interest - Section 396 of Companies Act, 1956	439
◆ Simplified Procedure for Amalgamation of Government Companies - Section 396 of Companies Act, 1956	439
◆ Merger and Acquisition	440
◆ Past Examination Questions	440
◆ Practice Questions	441

28

PRODUCER COMPANIES

◆ Object of Producer Companies	445
◆ Definitions	445
◆ Objects of Producer Companies – Section 581B of Companies Act, 1956	446
◆ Formation and Registration of Producer Company – Section 581C of Companies Act, 1956	446
◆ Memorandum of Association – Section 581F of Companies Act, 1956	447
◆ Amendment of Memorandum of Association – Section 581H of Companies Act, 1956	447
◆ Articles of Association	448
◆ Conversion of Existing Inter-State Society into Producer Company – Section 581J of Companies Act, 1956	449
◆ Reconversion of Producer Company into Inter-State Society - Section 581ZS of Companies Act, 1956	450
◆ Appointment and Number of Directors	451
◆ Vacation of Office of Directors - Section 581Q of Companies Act, 1956	452
◆ Power of Board of Directors	452

	PAGE
◆ Liability of Directors – Section 581T of Companies Act, 1956	453
◆ Committee of Directors – Section 581U of Companies Act, 1956	453
◆ Board Meetings – Section 581V of Companies Act, 1956	453
◆ Chief Executive	454
◆ Secretary – Section 581X of Companies Act, 1956	454
◆ Membership and Voting Rights	454
◆ General Meetings – Sections 581Y, 581Z, 581ZA of Companies Act, 1956	455
◆ Shares	456
◆ Special User Rights – Section 581ZC of Companies Act, 1956	457
◆ Books of Account – Section 581ZE of Companies Act, 1956	457
◆ Internal Audit – Section 581ZF of Companies Act, 1956	457
◆ Donations or Subscription – Section 581ZH of Companies Act, 1956	458
◆ Loan to Members – Section 581ZK of Companies Act, 1956	458
◆ Investment in other Company – Section 581ZL of Companies Act, 1956	458
◆ General Reserve and Bonus Shares	459
◆ Amalgamation, Merger, Division of Producer Companies – Section 581ZN of Companies Act, 1956	459
◆ Strike off Name of Producer Company – Section 581ZP of Companies Act, 1956	460
◆ Distinguish Between Producer Company and Private Company	461
◆ Past Examination Questions	461
◆ Practice Questions	462

29

LIMITED LIABILITY PARTNERSHIP

◆ Limited Liability Partnership (LLP)	466
◆ Comparison of LLP and other Forms of Business	467
◆ Incorporation of LLP	468
◆ Registered Office of LLP	468
◆ Name of LLP	468
◆ LLP Agreement	469
◆ Partner in LLP	469
◆ Designated Partners in LLP	470
◆ Maintenance of Books of Account – Rule 24 of LLP Rules, 2009	470
◆ Audit – Rule 24 of LLP Rules, 2009	470
◆ Annual Return – Rule 25 of LLP Rules, 2009	471
◆ Investigation of LLP – Section 43	471
◆ Foreign LLP – Rule 34 of LLP Rules, 2009	472
◆ Winding up of LLP	472
◆ Past Examination Questions	473
◆ Practice Questions	474

30**APPLICATION OF COMPANY LAW TO DIFFERENT SECTORS**

◆ Applicability of the Companies Act to Companies Governed by Special Acts	476
◆ Exception Provided under Companies Act to Specific Sectors	476
◆ Past Examination Questions	476
◆ Practice Questions	476

31**OFFENCES, PENALTIES AND THEIR COMPOUNDING**

◆ Officer and Officer in Default	477
◆ Cognization of Offence – Section 439	478
◆ Company Prosecutor – Section 443	478
◆ Composition of Offence or Compounding of an Offence – Section 441	478
◆ Penalty and Punishment	479
◆ Adjudication of Penalties – Section 454	481
◆ National Company Law Tribunal (NCLT) & National Company Law Appellate Tribunal (NCLAT)	482
◆ Special Courts	485
◆ Past Examination Questions	485
◆ Practice Questions	485

32**WINDING UP OF COMPANIES**

◆ Meaning of Winding-up	488
◆ Mode of Winding-up - Section 425 of Companies Act, 1956	489
◆ Winding-up by Court or Grounds for Compulsory Winding Up- Section 433 of Companies Act, 1956	489
◆ Who can File Winding Up Petition? – Section 439 of Companies Act, 1956	491
◆ Contributory - Section 428 of Companies Act, 1956	493
◆ Liabilities of Contributories – Section 426 of Companies Act, 1956	493
◆ Procedure for Winding Up by Court or Consequences of Winding Up Order by Court – Sections 444 to 447 of Companies Act, 1956	494
◆ Appointment of Liquidator – Sections 448 to 453 of Companies Act, 1956	495
◆ Duties and Powers of Liquidator – Sections 450-453 of Companies Act, 1956	495
◆ Disclaimer of Onerous Property – Section 535 of Companies Act, 1956	497
◆ Statement of Affairs by Directors - Section 454 of Companies Act, 1956	497
◆ Dissolution of Company by Order of Court	498
◆ Voluntary Winding Up – Section 484 of Companies Act, 1956	498
◆ Procedure for Members' Voluntary Winding-up or Steps to be Taken for Members' Voluntary Winding-up	499
◆ Declaration of Solvency – Section 488 of Companies Act, 1956	500
◆ Creditors Voluntary Winding-up – Sections 499-509 of Companies Act, 1956	501

	PAGE
◆ Committee of Inspection under Creditors Voluntary Winding-up – Section 503 of Companies Act, 1956	502
◆ Distinguish between Members Voluntary Winding-up and Creditors Voluntary Winding-up	502
◆ Unregistered Company – Sections 582 to 589 of Companies Act, 1956	503
◆ Order of Priority in Repayment During Winding-up or Preferential Payments – Sections 529-530 of Companies Act, 1956	503
◆ Fraudulent Preference – Section 531 of Companies Act, 1956	504
◆ Liability under Winding Up	505
◆ Disposal of Books and Papers of Company – Section 550 of Companies Act, 1956	506
◆ Miscellaneous Provisions	506
◆ Past Examination Questions	507
◆ Practice Questions	508

33

STRIKING OFF NAME OF COMPANIES

◆ Defunct Company or Striking off Name of Company – Section 560 of Companies Act, 1956	514
◆ Dormant Company – Section 455	515
◆ Past Examination Questions	517
◆ Practice Questions	517

34

AN INTRODUCTION TO E-GOVERNANCE AND XBRL

◆ Introduction of MCA-21	518
◆ Organisation of ROCs Offices Under MCA-21	519
◆ Terms Used in e-Filing	519
◆ Digital Signature	520
◆ Other Misc. Topics	520
◆ Features of e-Filing of Documents under MCA-21	521
◆ XBRL	522
◆ Past Examination Questions	522
◆ Practice Questions	523

SOLVED PAPER COMPANY LAW - JUNE 2016

525