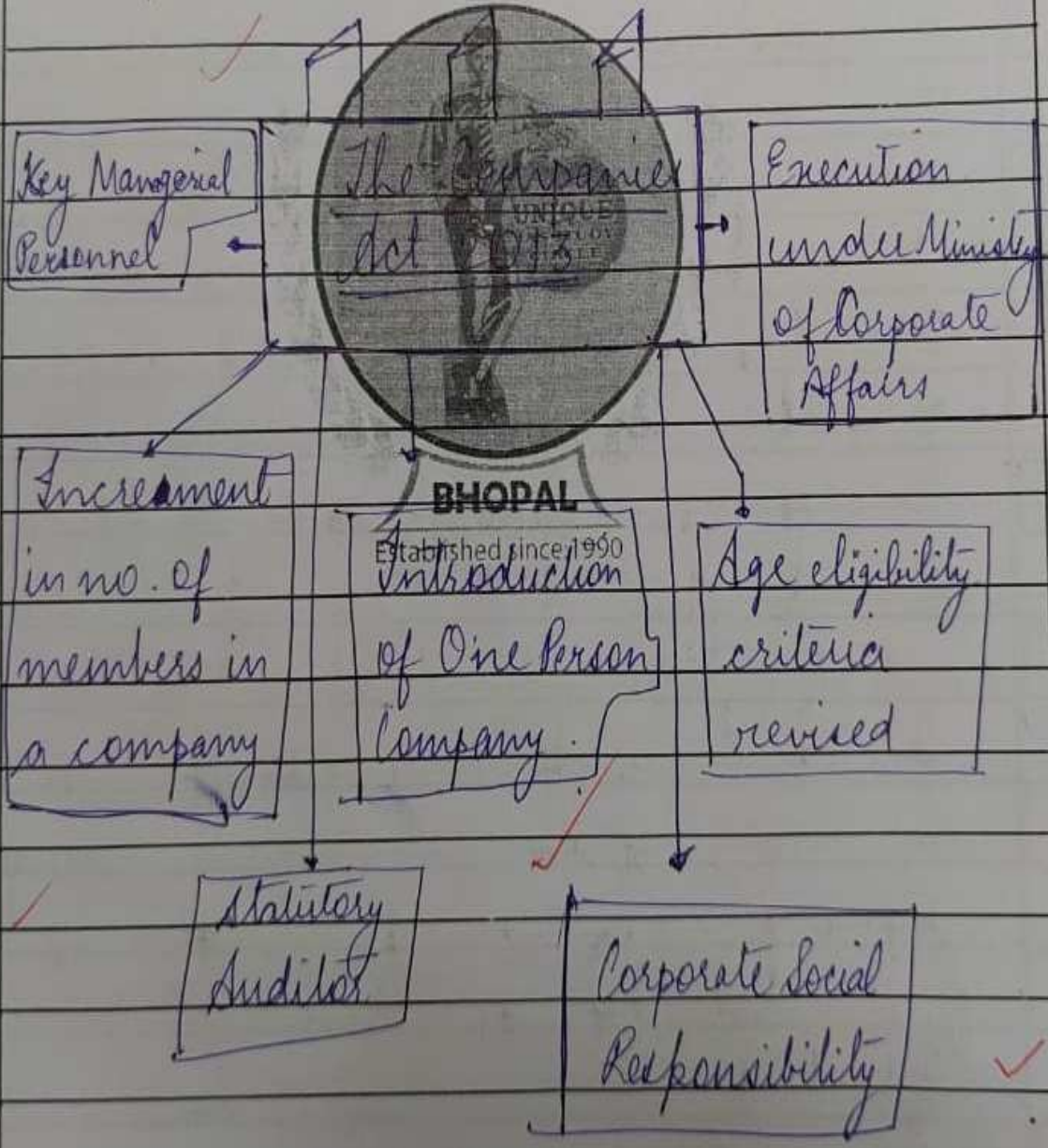


Q 1. Describe the salient features of Companies Act 2013? (200 words)

Ans- The Companies Act 2013 is the new variant of Companies Act 1956, which deals with the Indian Company Law. It regulates the incorporation of the Companies under its new guidelines.



1. Key Managerial Personnel

The Companies Act 2013 gives the provision for the different appointments like post of CEO, MD, CFO etc. which is only for public listed companies.

2. Members Increased

Earlier acc. to the Companies Act 1956, maximum members could be only 50 but now there is provision for maximum 25 members in a company.

3. Introduction of OPC

A new initiative provision has been added for OPC i.e. One Person Company that deals with the minimum capital amount of ₹1,00,00/-.

4. Age eligibility criteria

The eligibility criteria has been revised for the post of Managing Directors or Whole Time Directors to 21 years, earlier it was 25 years.

5. Statutory Auditor

Appointment of the individual auditor for the term of 5 years by the listed companies.

6. Corporate Social Responsibility

A CSR & committee should be set up by the company & provide 2% of their ~~gross~~ net average profit for the social service like poverty eradication, promote education etc.

These are some of the salient features of the Companies Act 2013 for the regulation of the companies with and enhancing the strong economy.



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