

COMPANIES IN INDIA

ONE PERSON COMPANY

PRIVATE LIMITED COMPANY

PUBLIC LIMITED COMPANY

SECTION 8 COMPANY

LIMITED LIABILITY PARTNERSHIP

One-Person Company defined as company that has only one person as to its subscriber and member. Please note that natural person who is an Indian citizen and resident in India shall be eligible to act as a member and nominee of an OPC. When the paid up share capital of an OPC exceeds fifty lakh rupees or its average annual turnover of immediately preceding three consecutive financial years exceeds two crore rupees, then the One Person Company will mandatorily convert itself into private or public company.

A Private Limited Company is well preferred corporate structure in India. It is an entity held by Small group of people for small to large businesses. Foreign company and /or Foreign national can be shareholders and the Liability of the members of a Private Limited Company will be limited to the amount of shares respectively held by them. A minimum of 2 and maximum of 200 two hundred shareholders are allowed.

A Public Limited Company under Company Act 2013 is an entity that has limited liability and a minimum of 7 shareholders is a must for incorporation. There is no ceiling for maximum number of shareholders. However a maximum of 200 shareholders can be registered in a year if it is not listed public limited company. It's stock can be acquired by anyone, either privately through (IPO) initial public offering or via trades on the stock market. A Public Limited Company is strictly regulated and is required to publish its true financial health to its shareholders.

Section 8 Company is a Company that is registered under Section 8 of the Companies Act, 2013 , erstwhile known as the Section 25 Company under the Companies Act, 1956, which may have the main object; For promoting research, social welfare, religion, charity, commerce, art, science, sports, education etc. The profits, if any, or the other income is applied for promoting the objects of the company and No dividend is paid to its members.

A Limited liability partnership (LLP) is a combination of both partnership and corporate entity . It has the feature of both these forms. As the name suggests , partners have limited liability in the company which means that personal assets of the partners are protected . Everyone is liable for their own acts. It is akin in structure to UK ,USA, Singapore and Australia. Foreign company and Foreign national can be admitted as partner in LLP .