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Company Accounts

- Issue of shares.
- Issue of Debenture
- Redemption of Debenture
- Redemption of preference Share
- Bonus & Right issue

company
└→ governed under 'The company Act 2013

salient features of company & Defination.

According to section 2(20) of the companies Act 2013, a company is defined as a company that is incorporated under the act or under any previous company law.

This essentially means any business entity registered under Indian company law is considered a "company" for the purposes of the Act.

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Features:-

(i) Incorporated Assosiation:- A company comes into existence through the operation of law, Therefore incorporation of company under company law is must.

(ii) Separate legal Entity:- A company has a separate legal entity and is not affected by changes in its membership.

(iii) Perpectual ~~Su~~ Existence:- since company has existence independent of its member, it continues to be in existence despite the death.

(iv) common seal:- company is not a natural person it cannot sign the document in the manner as a ~~na~~ natural person would do. In order to enable the company to sign the document it is provided with a legal tool called 'common seal'.

(v) Limited Liability:- The liablity of every shareholder ~~of~~ of company is limited to the amount he has agreed to pay to the company on the shares alloted to him.