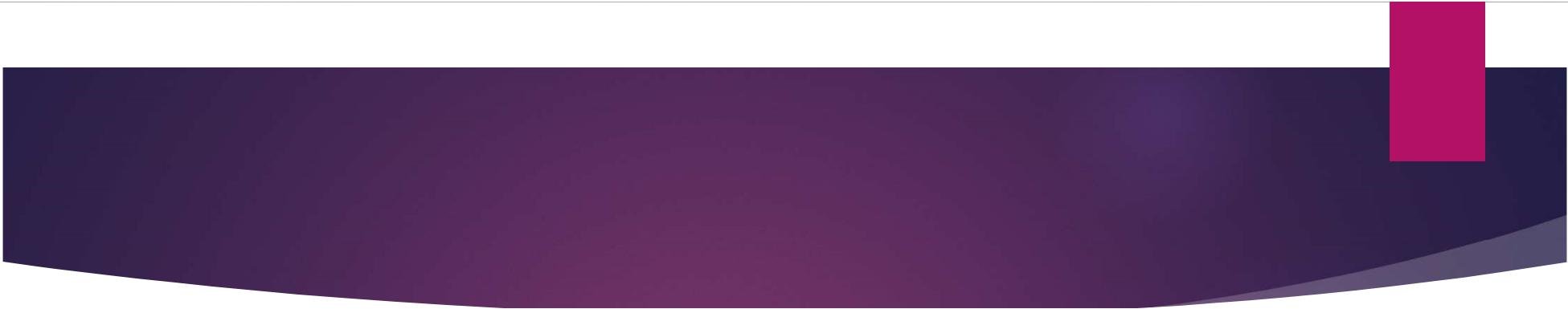




JOINT STOCK COMPANY

TOPICS

- ▶ **Company Meeting**
- ▶ **Essentials of Company Meetings**
- ▶ **Kinds of Company Meetings**
- ▶ **Winding Up**
- ▶ **Modes of Winding Up**
- ▶ **Shares and Debentures**



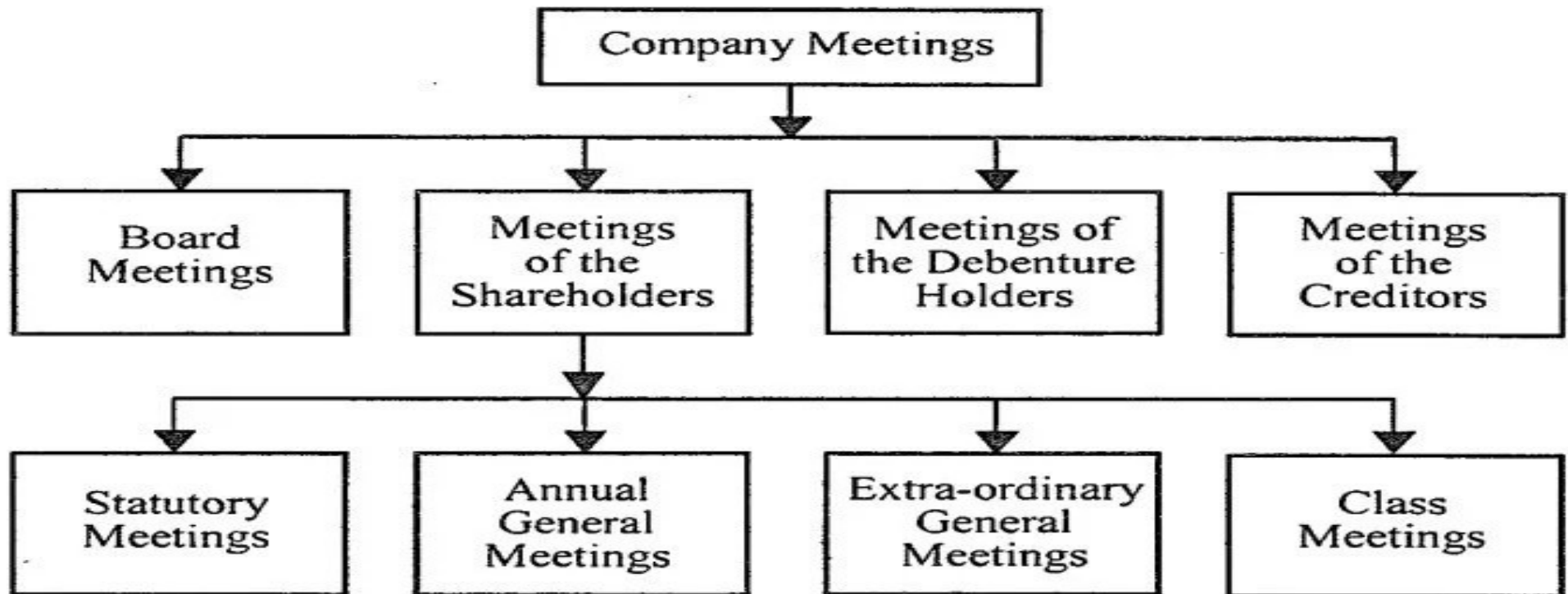
Company Meeting

- ▶ Simply, meeting means an assembly of people for a particular purpose, especially for formal discussion.
- ▶ In broad sense a meeting is an event in which a group of people come together to discuss things or make decisions.
- ▶ Any gathering, assembly or coming together of two or more persons for the transaction of some lawful business of common concern is called meeting.

Essentials of Company Meetings

- ▶ **Two or More Persons**
- ▶ **Lawful Assembly**
- ▶ **Previous Notice**
- ▶ **To Transact a Business**

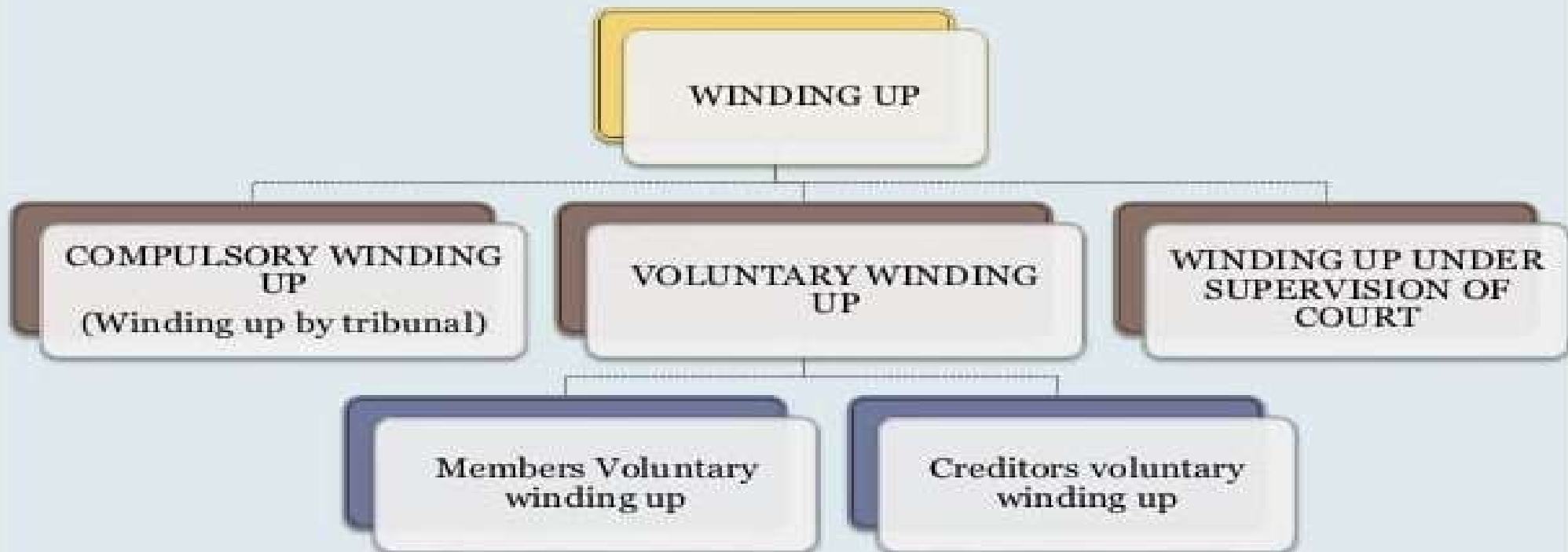
Kinds of Company Meetings



Winding Up

- ▶ Winding up is the process of dissolving a company. While winding up, a company ceases to do business as usual. Its sole purpose is to sell off stock, pay off creditors, and distribute any remaining assets to partners or shareholders.
- ▶ Winding up a company means to end all business affairs in order to permanently close a company. This process involves many things, such as selling off stock, distributing the remaining assets, and paying off any outstanding debts.

MODES OF WINDING UP



SHARES	DEBENTURES
1. Shares are a part of the capital of the company.	Debentures constitute a loan.
2. Shares holders are members or owners of the company.	Debenture holders are creditors.
3. When recommended by the board dividend could be declared to share holders.	Fixed amount of interest in debentures paid before dividend declaration.
4. Shares do not carry on any charge.	Debentures generally have a charge on the asset of the company.
5. Shares have a restrictions issue at a discount.	There are no restrictions to issue at a discount.
6. Shareholders have voting rights.	They don't have any voting right.
7. Dividend is payable when profits are there.	Interest is payable whether profits are there or not.
8. No fixed dividend.	Rate of interest is fixed.