

Planning to start your business check this out!!!!!!



	Pvt Ltd Company	One Person Company	Limited Liability Partnership	Partnership Firm	Sole Proprietorship
<b>Suitability</b>	Preferred for businesses planning to raise equity, issue ESOP, with multiple founders	Suitable for individuals who intend to corporatise their business with limited liability	Preferred for family businesses, service businesses that have low investment needs	Preferred for small businesses with no investment needs	Preferred for individuals who would like to carry in their personal name
<b>Governing Law</b>	The Companies Act 2013	The Companies Act 2013	Limited Liability Partnership Act	Indian Partnership Act 1932	None
<b>Separate Legal Existence</b>	✓	✓	✓	✓	✗
<b>Liability of the shareholder / partner</b>	Limited (to the extend of paid up capital)	Limited (to the extend of capital contribution)	Limited	Unlimited	Unlimited
<b>Equity Fund Raise</b>	Easy	Easy	Moderate	Difficult	Not Possible
<b>Employee Stock Option Plan Issuance</b>	✓	✓	✗	✗	✗
<b>Basic Tax Rate</b>	22% <sup>#</sup>	22% <sup>#</sup>	30%	30%	30%
<b>Dividend Taxation</b>	Taxable in the hands of receipt	Taxable in the hands of receipt	Not Taxable - Share of Profit	Not Taxable - Share of Profit	Not Applicable
<b>Annual Returns</b>	Audited Financial Statements Income Tax Return	Audited Financial Statements Income Tax Return	Yes with Registrar of Companies Income Tax Return	None Income Tax Return	None Income Tax Return
<b>Stamp duty on capital</b>	Yes - %	Yes - %	Yes - %	Yes	Not Applicable
<b>Board Meetings</b>	Mandatory	Mandatory	Optional	Not required	Not required
<b>Annual General Meeting</b>			Not required		
<b>Maintenance of Statutory Registers</b>			Mandatory, under certain circumstances		
<b>Auditor Appointment</b>					
<b>No of days to set up</b>	10 to 12 working days	10 to 12 working days	10 to 12 working days	5 working days	1 Day

<sup>#</sup>Applicable for companies with Turnover of less than Rs.400 crores