FEW PRIVILEGES TO SECTION 25 COMPANY

1. Such associations enjoy their standing as a company and at the same time are not required to suffix the words 'private limited' or 'limited' as required under section 13(1)(*a*).

2. **No requirement of minimum paid-up capital**

Requirement of minimum paid-up capital of Rs. 1.00 Lac for a private limited and Rs. 5.00 Lacs for a public limited company shall not be applicable to a company registered u/s 25 of the Companies Act, 1956.

Exemptions/privileges available to section 25 companies

The Central Government has provided various exemptions to a company incorporated under section 25 of the Companies Act, 1956 from time to time for compliance of the various provisions of the Act.

As per section 25(6) Central Government is vested with the power to order that certain provisions of the Act as specified in the order shall not apply to a company licensed under section 25. The following exemptions are available to such a company as per the notifications issued till now:—

1. Section 3(5)	Not required to have minimum paid up capital.
2. Section 147	Entire provisions.
3. Section 160(l)(*aa*)	Entire provisions.
4. Section 166(2)	The Board of directors may in advance decide the time, date and place of each annual general meeting taking into account the direction, if any, given by the company in general meeting.
5. Section 171(1)	A general meeting may be called by giving notice of not less than 14 days.
6. Section 209(4A)	Preservation of records shall be for at least 4 years preceding the current year.
7. Section 219	Documents may be sent to members not less than 14 days before the meeting.

8. Section 257	Not applicable to a company which has provided by its articles for election of directors by ballot.
9. Sections 259, 264(1)	Entire provisions.
10. Sections 280, 282	Entire provisions.
11. Section 285	There shall be a Board meeting at least once in every six calendar months.
12. Section 287	Quorum for Board meeting shall be 8 members or 1/4 of total strength whichever is less, in any case not less then 2 members.
13. Section 292	Matters in clauses (*c*), (*d*) and (*e*) of sub-section (1) may be approved by circular resolution instead of at a Board meeting.
14. Section 299	Disclosure of interest will apply only to cases covered by sections 297(1) and (3).
15. Section 301	Maintenance of register will apply to contracts, which are subject to disclosure under section 299.
16. Section 303(2)	Entire provisions. No return to registrar for appointment/resignation of directors/secretary.