PRIVATE COMPANY VS. PUBLIC COMPANY

SL NO	CRITERIA	PUBLIC COMPANY	PRIVATE COMPANY
1	Number of members	Minimum-7 Maximum- unlimited	Minimum-2 Maximum-50 (this is excluding past and present employees who are presently members. Joint holders are counted as one member)
2	Restriction on transfer of shares	No	Yes
3	Prohibition on inviting public to subscribe debenture or shares	No	Yes
4	Prohibition on invitation or acceptance of deposits from public	No	Can accept only from members, directors or their relatives.
5	Minimum paid up capital	5 lakhs	1 lakh
6	Statutory meeting	Required	Not required
7	Restriction on managerial remuneration	Restricted	No restrictions
8	Power of board of directors	Restricted	No restrictions
9	Commencement of business	Only after getting certificate of commencement of business	Soon after incorporation
10	Name of the company	Ends with 'Ltd'	Ends with 'Private Ltd'

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