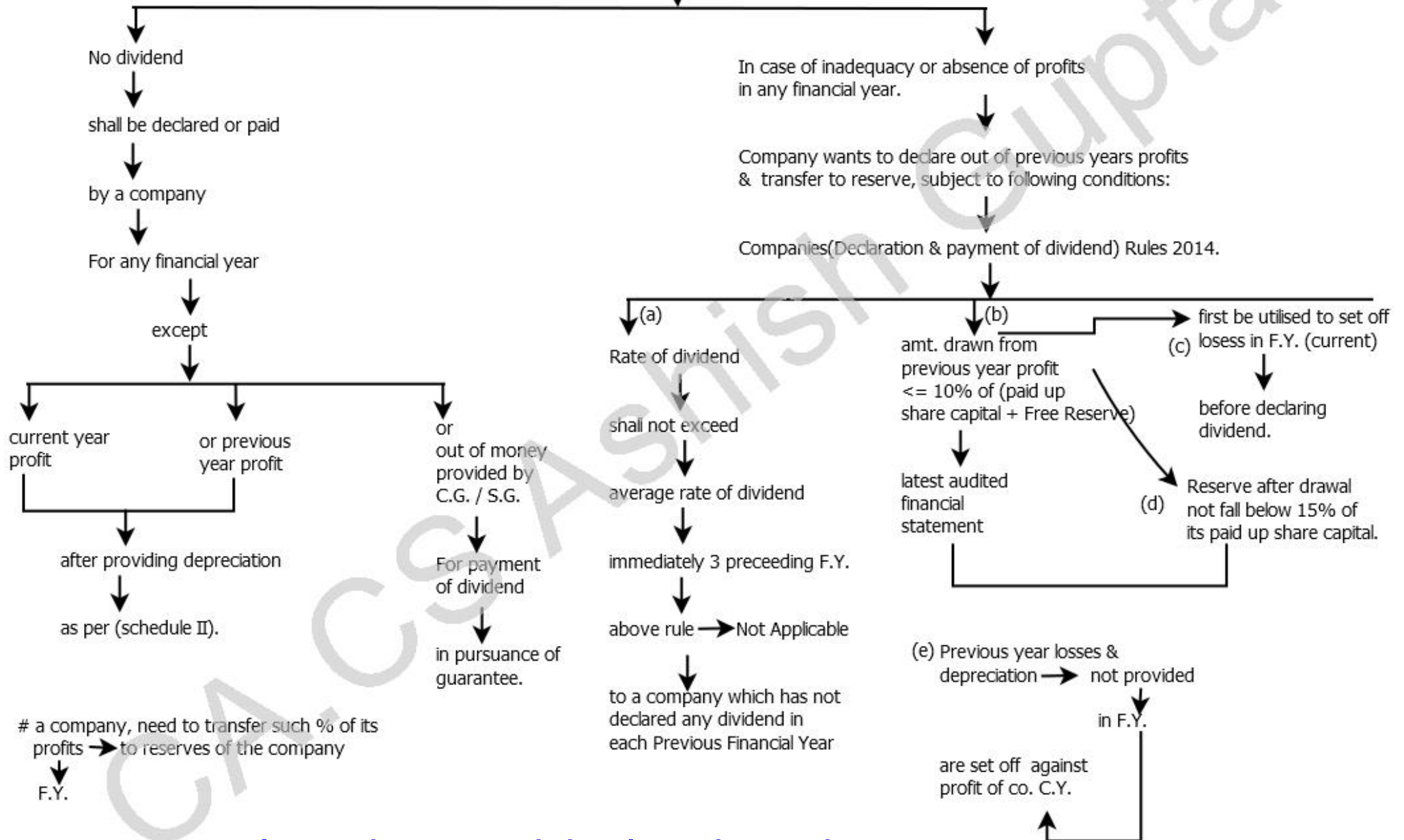


Sec 123:- Declaration of Dividend

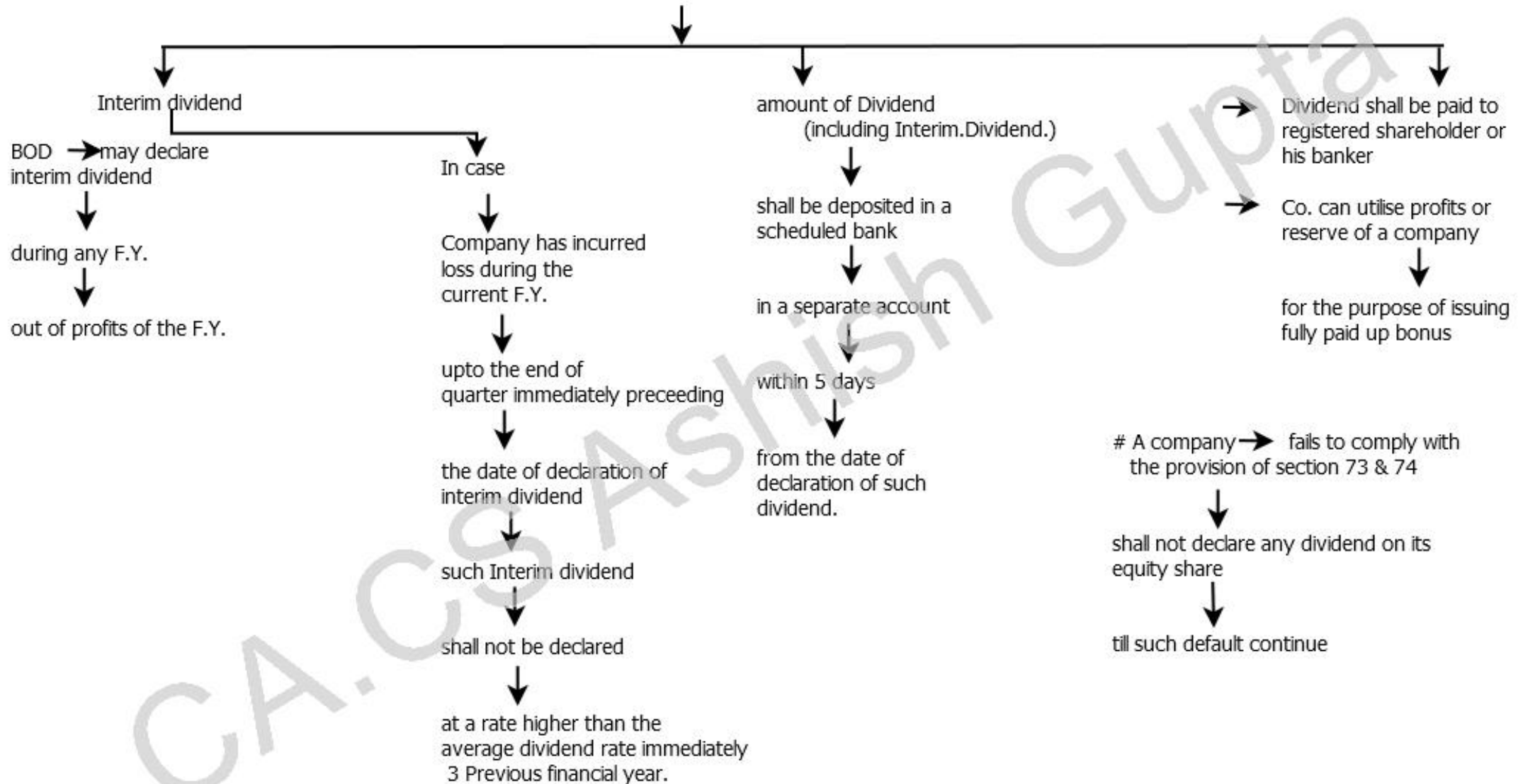


a company, need to transfer such % of its profits → to reserves of the company
↓
F.Y.

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Sec 123 (2nd chart)



Sec 126: Right to dividend, right share & Bonus share kept in abeyance pending registration of transfer of shares:

where any instrument of transfer of shares has been delivered

to any company for registration

but not registered

Transfer the dividend

to unpaid dividend account(sec 124)

unless, authorised by registered holder in writing to transfer to transferee

keep in abeyance in relation to such shares

any offer of right shares + any issue of fully paid up bonus shares.

Sec 127:- Punishment for failure to distribute dividend

where a dividend → declared by company

but not paid or warrant in respect has not been posted

within 30 days from the date of declaration

to any shareholder entitled to the payment of the dividend.

Default

Director

Imp= 2 yr
fine= 1000/day
till default
continue

company

shall be liable to pay simple interest @ 18% pa during the period

default continues

No offence

Dividend not paid

operation of any loan

Directions not complied

and communicated to him

Dispute for amount of dividend

Dividend

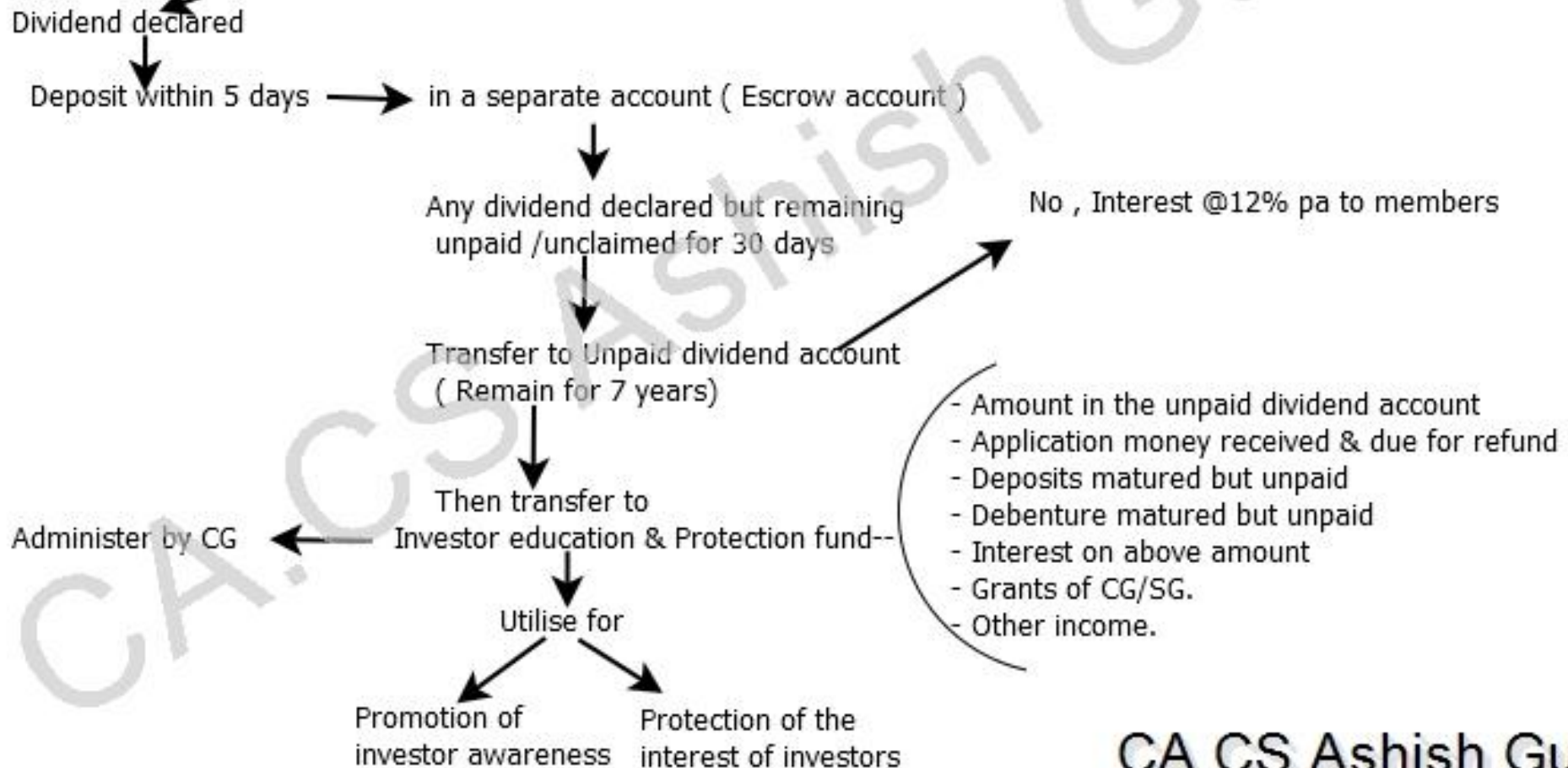
adjusted any sum due to company.

Not posted dividend warrant

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Total 143 charts of Company law
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Section 205A & 205C of Companies act 1956



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