

# Chapter 1, Case 1.3

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Issue	Sole Proprietorship	Partnership	LLP	Private Limited	Public Limited	Only Limited (Guaranteed)
<b>Income Tax Audit</b>	If > 2 Cr turnover	If > 2 Cr turnover	If > 2 Cr turnover	If > 2 Cr turnover	If > 2 Cr turnover	If > 2 Cr turnover
<b>External (Statutory) Audit</b>	Not Required	Not Required	Overlooked by the concept paper.	Compulsory under the Comp. Act	Compulsory under the Comp. Act	Compulsory to Guarantee Ltd. Cos
<b>Internal Audit</b>	Not Required	Not Required	Overlooked by the concept paper.	If > 10 Cr turnover	If > 10 Cr turnover	If > 10 Cr turnover
<b>Registration Process</b>	Not Required	Partnership deed attested in Court	Incorporation Document, Comp. Act (RoC)	Under Comp. Act (RoC)	Under Comp. Act (RoC)	Under Comp. Act (RoC)
<b>Liability</b>	Unlimited	Unlimited	Limited	Limited	Limited	Limited by Guarantee
<b>No of Shareholders</b>	Single	Min 2 Max 20	Min 2 Max Unlimited	Min 2 Max 200	Min 7 Max Unlimited	Min 2 Max 200
<b>Annual (RoC) Papers</b>	Not required to file other than IT dept.	Not required to file other than IT dept.	RoC requirements (state wise)	RoC requirements (state wise)	RoC requirements (state wise)	RoC requirements (state wise)
<b>Raising Finance</b>	Secured / Unsecured Loans	Secured / Unsecured Loans	Secured / Unsecured Loans	Special resolution by BoD (MoA rights)	AGM or EGM	Special resolution by BoD (MoA rights)
<b>Other Paper Work</b>	Near Zero	Not Much	Secretarial Audit (for all listed Cos.); Cost Audit (prescribed for specific class of goods and services providers)			