

Form No. INC-16

Licence under section 8 (1) of the Companies Act, 2013

[See rule 20 the Companies (Incorporation) Rules, 2014]

WHEREAS it has been proved to my satisfaction that,
a person or an association of persons to be registered as a company
under the Companies Act, 2013, for promoting objects of the nature
specified in clause (a) of sub-section (1) of section 8 of the said Act,
and that it intends to apply its profits, if any, or other income and
property in promoting its objects and to prohibit the payment of any
dividend to its members;

NOW, THEREFORE, in exercise of the powers conferred by section 8 of
the said Act, I, the Registrar at, hereby grant, this Licence,
directing that the said person or association or persons be registered
as a company with limited liability without the addition of the word
"Limited", or as the case may be, the words "Private Limited" to its
name, subject to the following conditions, namely:-

- (1) that the said company shall in all respects be subject to and
governed by the conditions and provisions contained in its
memorandum of association;
- (2) that the profits, if any or other income and property of the said
company, whensoever derived, shall be applied solely for the
promotion of the object as set forth in its memorandum of
association and that no portion thereof shall be paid or
transferred, directly or indirectly, by way of dividend, bonus, or

otherwise by way of profit, to persons who at any time are or have been members of the said company or to any of them or to any person claiming through any one or more of them;

- (3) that no remuneration or other benefit in money or money's worth shall be given by the company to any of its members except payment of out-of-pocket expenses, reasonable and proper interest on money lent, or reasonable and proper rent on premises let to the company;
- (4) that nothing in this clause shall prevent the payment by the company in good faith of prudent remuneration to any of its officers or servants (not being members) or to any other person (not being member), in return for any services actually rendered to the company;
- (5) that nothing in clauses (3), (4) and (5) shall prevent the payment by the company in good faith of prudent remuneration to any of its members in return for any services (not being services of a kind which are required to be rendered by a member), actually rendered to the company;

- (6) that no alteration shall be made to the memorandum of association or to the articles of association of the company, which are for the time being in force, unless the alteration has been previously submitted to and approved by the Registrar ;

*(7) The Company can be amalgamated only with another company registered under section 8 of the Act and having similar objects; and

- (8) that, without prejudice to action under any law for the time being in force, this Licence shall be liable to be revoked, if the company:

- (a) contravenes any of the requirements of section 8 of the Act or the rules made thereunder or any of the conditions

subject to which a Licence is issued;

- (b) if the affairs of the company are conducted fraudulently or in a manner violative of the objects of the company or prejudicial to public interest.

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Registrar

Dated this..... day of.....20.....

* Note: Section 8 company which is an Electoral Trust as per the Electoral Trusts Scheme, 2013 read with section 2(22AAA) of the Income-tax Act, 1961 may amalgamate with another section 8 company having the object of an Electoral Trust or may wind up or dissolve only after disbursing all its funds as per the scheme.