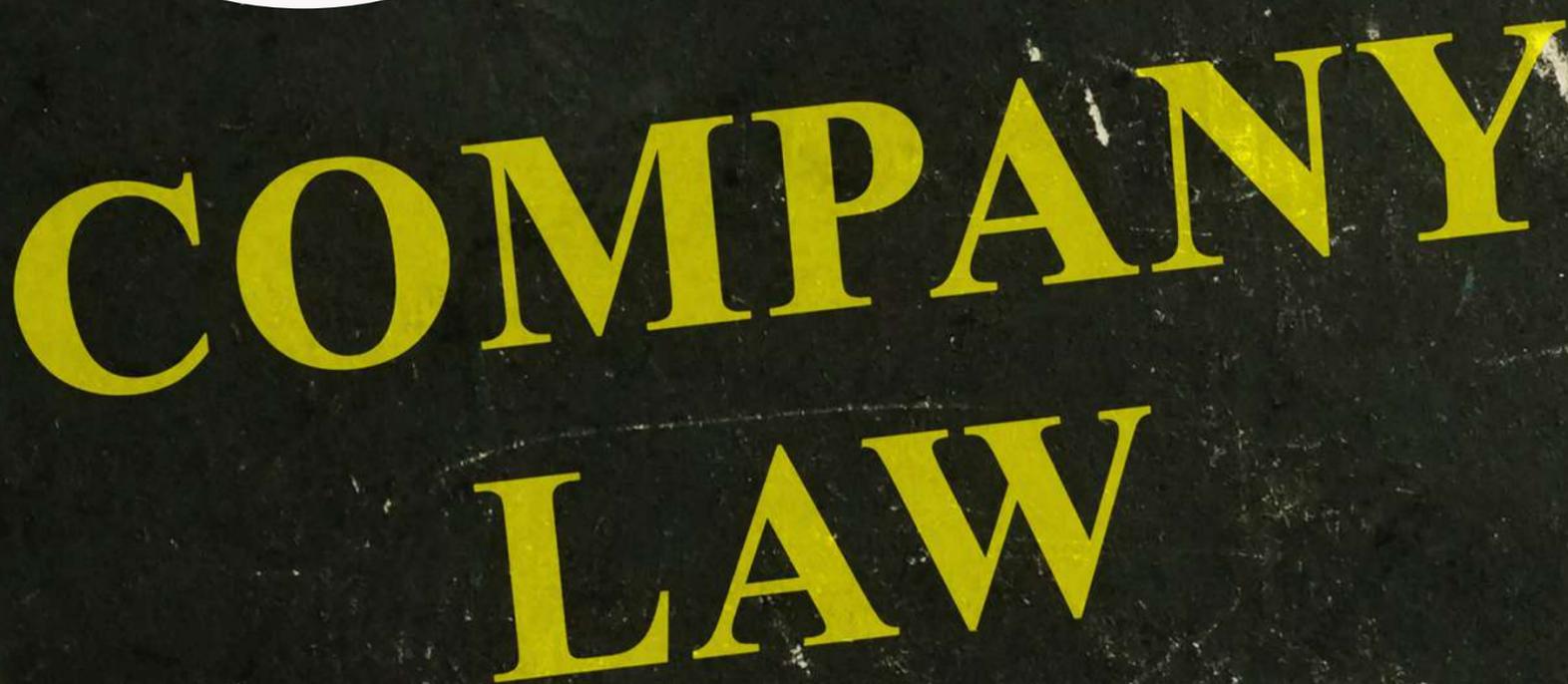


The logo for corpbiz, featuring a stylized 'c' with a blue and orange gradient, followed by the word 'corpbiz' in a dark grey sans-serif font. The logo is set within a white circular background.

corpbiz

A close-up photograph of a person's hand holding a dark, worn book. The book cover is black with the words 'COMPANY LAW' printed in large, bold, yellow, serif capital letters. The background is slightly blurred, showing a person in a white shirt and dark tie.

**COMPANY
LAW**

The MCA Amends the Definition of Small Company in Companies (Specification of definition details) Amendment Rules, 2022

On 15th September 2022, through the exercise of powers conferred in Section 469, Sub-Section (1) and (2) of the Companies Act, 2013 (18 of 2013), the Ministry of Corporate Affairs (MCA) under the authorisation of the Central Government issued specific Rules amending the Companies (Specification of Definition Details) Rules, 2014.

The notification states that the Rules are to be referred to as Companies (Specification of definition details) Amendment Rules, 2022, which is to come into effect from the date of publication of the Official Gazette.

Henceforth, in the Companies (Specification of definition details) Amendment Rules, 2014, Rule 2 Sub-Rule (1) Clause (t), which earlier stated - "For the purposes of sub-clause (i) and sub-clause (ii) of clause (85) of section 2 of the Act, paid up capital and turnover of the small company shall not exceed rupees two crores and rupees twenty crores respectively" is now to be substituted by - "For the purposes of sub-clause (i) and sub-clause (ii) of clause (85) of section 2 of the Act, paid up capital and turnover of the small company shall not exceed rupees four crore and rupees forty crore respectively."

PARTICULARS	OLD DEFINITION CRITERIA	NEW DEFINITION CRITERIA
Paid-up share capital	Maximum paid-up share capital of Rs.50 lakh	Maximum paid-up share capital of Rs.2 crore
Turnover	Maximum turnover of Rs.2 crore	Maximum turnover of Rs.20 crore



Sushree Dash
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