

Company Law



Vocabulary

Dissolution: the act or process of ending an official organization or legal agreement.

Liability: the fact that someone is legally responsible for something.

Evoke: to cause something to be remembered or expressed.

Furnish: to provide something.

Avail: use, purpose, advantage, or profit.



Introduction

What is company law?

Company Law is a legislation under which the formation, registration or incorporation, governance, and dissolution of a firm is administered and controlled.

The need for company laws.

Business is nothing but a systemized series of transactions. There needn't be a specific law that tells people how to get together and carry out transactions.

Even if we needed a law to bind us to our word and perform our part of the promise, the law of contracts exists to provide legal backing to our claims and those of the other parties to a transaction.

A company needs people to believe in it by investing in it and by availing of its products or services. Thus, the people's interests figure largely in the functioning of a company.