



Sec 127 - Punishment for failure to distribute dividend

- 1. Declared but not paid in 30 days  $\leftarrow$  Co-18/1951
- 2. Payment = Pasting
- 3. No offences if no payment due to  $\leftarrow$ 
  - opern of law
  - Directn by member
  - Adjust due
  - Dispute regarding membership
  - Just & Equitable
- 4. Hanuman Prasad Gupta v/s Hira Lal ] = Court of State of Regd- office is empowered to jurisdiction.  $\downarrow$  NCLT

Note - Volhi Co. + Member Div  $\leq$  100  $\text{₹}$  + No Payment + Newspaper Vernacular + Notice Boarded Paste for 3 months

Sec 123 - Interim Dividend (ID)

Sec 2(35) - Dividend includes Interim Dividend

BOD may declare out of  $\left\{ \begin{array}{l} P/L \text{ Surplus} \\ \text{Profits of such FY} \end{array} \right. + \text{If losses in immediately preceding FY} +$

$\downarrow$   
ID  $\leq$  Avg Div for last 3 FY

