

INDIAN PARTNERSHIP ACT, 1932

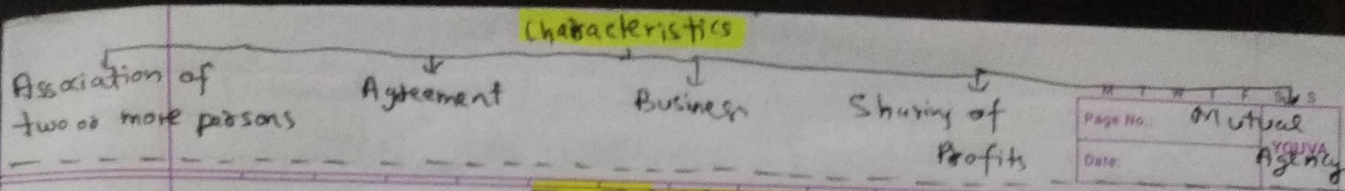
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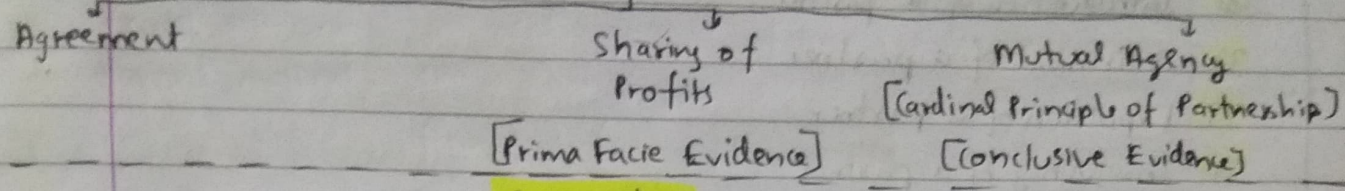
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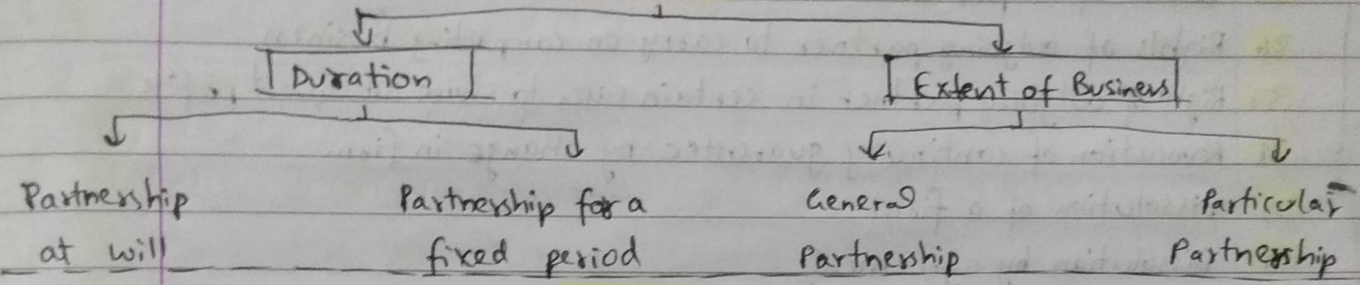
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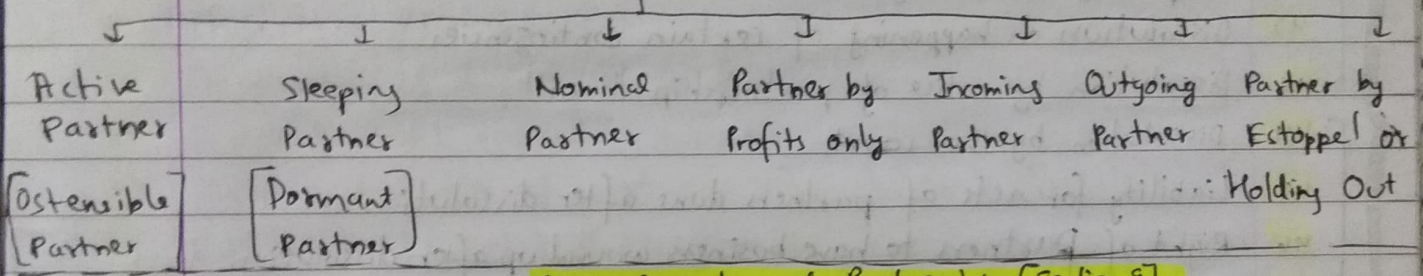
True Test of Partnership



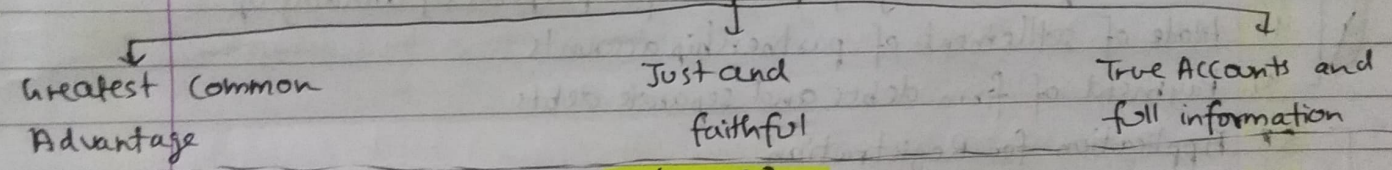
Partnership



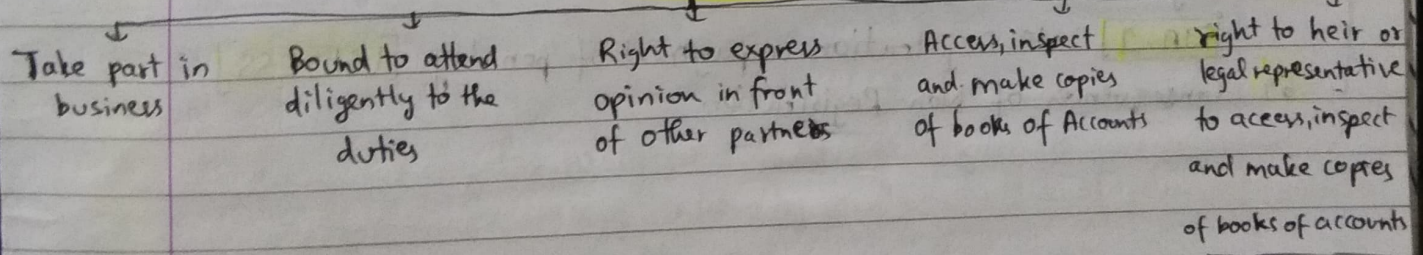
Partners



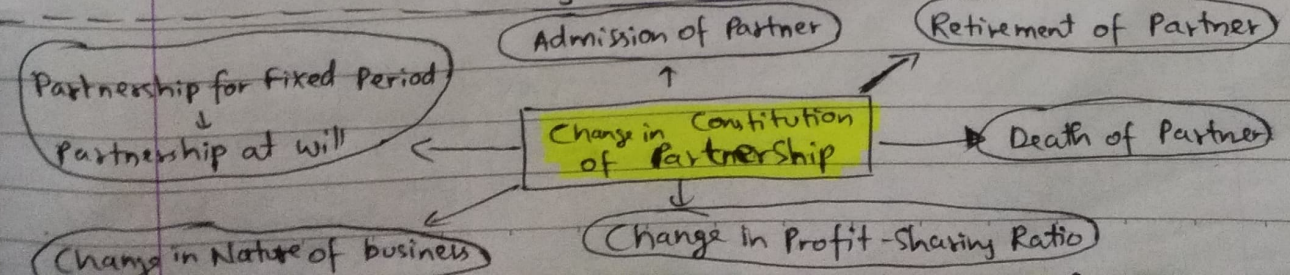
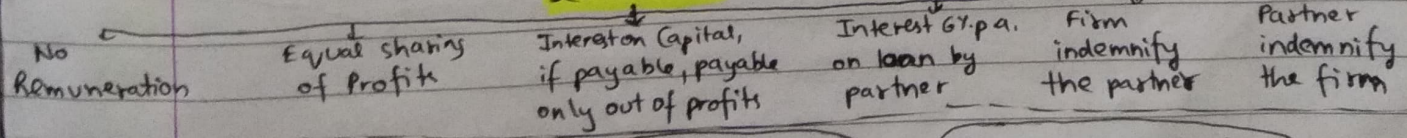
General Duties of Partnership [Section 9]



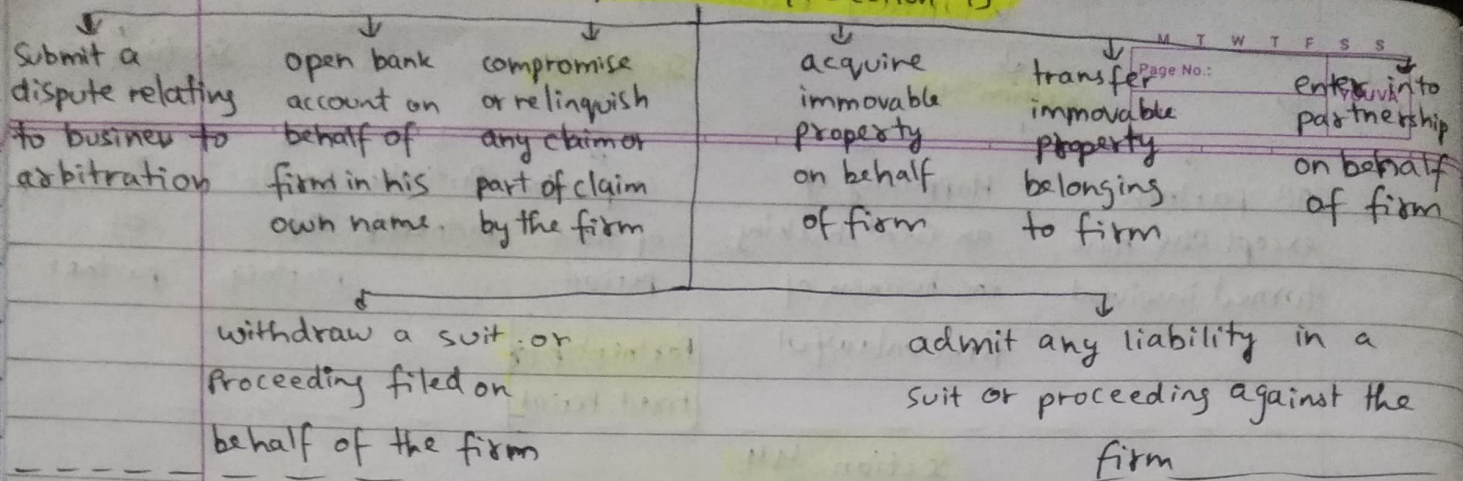
Section 12



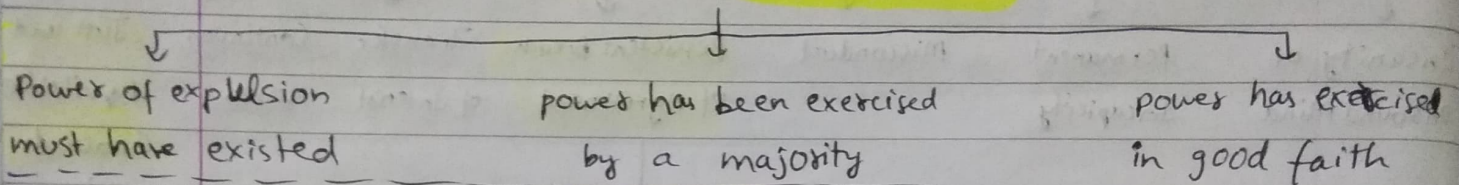
Section 13



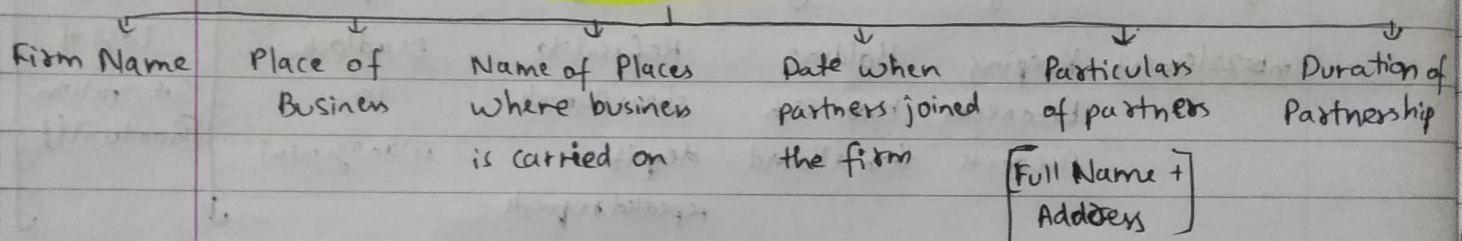
Non-Application of Section-19



Conditions to exercise Section-33



Section - 58

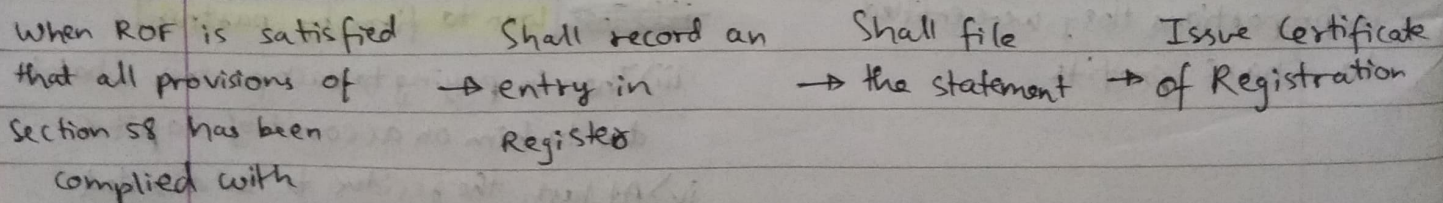


Note: The statement containing such information must be signed by all partners, or by their agents on their behalf.

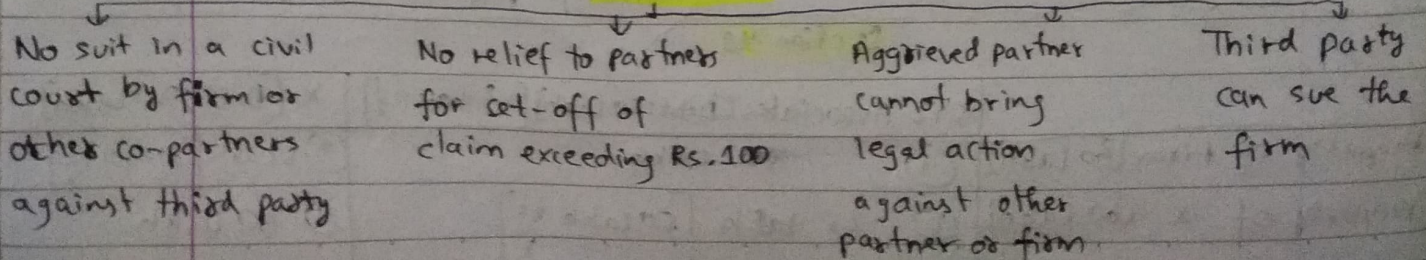
Note: The firm name **MUST NOT CONTAIN** any of the following words :-

“Crown”, “Emperor”, “Empress”, “Empire”, “Imperial”, “King”, “Queen”, “Royal” or words expressing or implying the sanction, approval or patronage of Government except when the State Government signifies its consent to the use of such words as part of the firm name by order in writing.

Section 59



Section 69



Voluntary Dissolution

Section 40

All partners except one have turned insolvent

Section 41

Happening of an event, making the business of firm unlawful

Section 42

completion of time - period

Partnership for Fixed Period

Particular Partnership

Death of partner

Insolvency of partner

Section 44

Insanity or Unsound Mind

Permanent Incapacity

Misconduct

Persistent Breach of Agreement

Transfer of Interest

Continuous Losses

Just and Equitable Grounds

Embezzlement

Keeping Erroneous Accounts

Holding more cash than allowed

Refusal to show Accounts despite repeated requests

Deadlock in Management

Loss of Substratum (Goodwill)

Partners are not in talking terms

Gambling by partner or stock exchange

Section 48

Treatment for losses

- i) First out of profits
- ii) Then out of capital
- iii) At last, by partners individually in proportions they were entitled to share profits

Treatment for Assets

- i) First in paying debts to third parties
- ii) Then in paying to each partner what is due to him from capital
- iii) Then in paying to each partner what is due to him on account of capital
- iv) At last, the residue to be divided amongst partners in profit-sharing ratio

Section 49

	XYZ Associates [Debt: 50 Lakh] [X's share = $\frac{1}{3}$]	X [Debt: 30 Lakh]
Property of Firm (60 Lakh)	① 50 Lakh	② 5 Lakh $[(60-50) \times \frac{1}{2}]$
Property of X (60 Lakh)	① 25 Lakh $[50 \text{ Lakh} \times \frac{1}{2}]$	① 30 Lakh

Some Important Definitions

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- 1) Partnership [Section 4] ⇒ "Partnership is the relation between persons who have agreed to share the profits of a business carried on by all or any of them acting for all."

- 2) Partnership at Will [Section 7] ⇒ "When no fixed period has been agreed upon for the duration of partnership and there is no provision made as for the determination of the partnership, the partnership is partnership at will."

- 3) Particular Partnership [Section 8] ⇒ "A person may become a partner with another ~~person~~ person in particular adventures or undertakings. The partnership so formed is particular partnership."