

Chapter - 07

* Non-Corporate Entities

* HUF formation :-

→ for Creating HUF one has to Prepared (Create) HUF deed although it is not mandatory.

• Key issues to be noted in preparation of HUF deed are :-

1. HUF is a written formal document on a Stamp Paper.

2. Eldest member of HUF becomes karta.

3. Name of member of HUF and name of HUF is required to be stated in HUF deed.

4. Amount of Capital invested & Also mentioned in HUF deed.

5. declaration provided by each member of family where they declare name of karta and state that karta has authority of accounts. and right to govern all transactions.

G. It is recommended that deed should be notarised.

Lecture - 03

30/July/24

* Selection of name of Society :-

- When registering a Society founding member must have to choose a name that must not be identical or similar with registered Society.
- The proposed name shall not suggest any patronage of S.G or govt of India or in Contravene emblems and names act

→ Selection of name of Society :-

* In absence of registration Society has no legal status and therefore it cannot sue and be sued

Steps to form MDF :-

1. Gather a group of like minded professionals who are expert in different areas.
2. Make a Carefull decision to form MDF.
3. hold Several meeting to discuss forming MDF
4. Create Mou and work under it for atleast 1 year.
5. After 1 year make a Partnership agreement
6. Ensure all Partners are treated equally.
7. Define the process of decision making, allocations of duties, responsibilities, deligation of Authorities, revenue sharing and exit route.