

DR. MADHUKARRAO WASNIK
PWS ARTS AND COMMERCE
COLLEGE

CLASS:- M.COM IVth SEM

SUBJECT :- COMPANY LAW

PRESENTED BY:- DR.N.S.BAGDE

(SUBJECT TEACHER)

DIRECTORS : -

“ Any person in accordance with whose directions and instructions the Board of Directors of a company is accustomed to act shall be deemed to be a director of a company.”

Appointment of Directors :-

- Appointment of First Director by Promoters
- Appointment of Directors by shareholders
- Appointment of Directors by Board
- Appointment of Directors by Third Parties
- Appointment of Directors by Central Government
- Appointment of Directors by Proportional Representation

➤ **Appointment of First Director by Promoters :-**

By the Promoters of the company at the time of Formation of company.

➤ **Appointment of Directors by shareholders :-**

By the Shareholder in general meeting.

➤ **Appointment of Directors by Board :-**

Board appoint directors in some cases.

Eg. 1. Need of alternate Directors

2. Fill Casual Vacancy

3. Need Alternate Directors

➤ Appointment of Directors by Third Parties: -

Appointed by the Companies Debenture holders, Financial Institution or Bank who provides loan to company.

- Appointment of Directors by Central Government : -
 - 2 Directors appointed by the central government, If companies shareholders gives application to the central government for appointing Directors.

➤ Appointment of Directors by Proportional Representation : -

“Through the election in AGM . $\frac{2}{3}$ members agree in favor of Director then he will select as a director of company” .

Powers of Directors : -

- ❖ The power to appoint a secretary .
- ❖ The power to fill Casual Vacancy .
- ❖ The power to enter into Contract on the behalf of company with other parties .
- ❖ Take Decision in favor of company .
- ❖ The power to appoint Managing Director .
- ❖ Issue Debenture
- ❖ The power to borrow money

Duties of Directors : -

- ✓ To determine the amount of minimum Subscription
- ✓ To see all the money received from Shareholders
- ✓ To Prepare Statutory Report
- ✓ To forward Statutory Report to all Members
- ✓ To call Meetings
- ✓ To Pay Dividends
- ✓ To manage all affairs of the company
- ✓ They must attend all Meetings of Company



- Thank you