



COMPARATIVE CHART																		
PARTICULARS	PRIVATE LIMITED	LIMITED LIABILITY PARTNERSHIP (LLP)																
Minimum Capital Required	No requirement for minimum Share Capital	No requirement for minimum capital																
Members Required	Minimum 2 Maximum 200	Minimum 2 Maximum no limit																
Directors Required	Minimum 2 Maximum 15	Two Designated Partners Maximum no limit																
Board Meetings	Minimum 4 board meetings to be held each year. Time Gap should not be more than 120 days between two Board Meetings	Not Necessary, Meetings will be held as per LLP Agreement																
Statutory Audit	Mandatory	Not compulsory unless partner's contribution exceeds 25 lakhs or annual turnover exceeds 40 lakhs																
Compliance	High, apart from filing Annual forms other reportings are required such as filing of MSME returns, DPT-3, BEN-2 etc.	Low, Only two forms are required to file annually Form 8 and Form 11																
Tax Rate	Tax Rate @ 22 % Surcharge @10% Cess @4% Effective Tax Rate @ 25.168%	Tax Rate @30% Surcharge @12% (if total income exceeds 1 Crore) Cess @4% Effective Tax Rate @ 31.2% /34.944%																
Dividend	No Dividend distribution tax Dividend shall be taxable in the hands of shareholders	NA (Capital Withdrawal is not taxable)																
MAT	Not applicable	AMT @18.5% (applicable for assesseees who are claiming certain profit linked deductions)																
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