

Simplified Text from course book

Read the Below texts and give your answers according to the below instructions.

Difference Between Private and Public Limited Companies

1	In the case of a private limited company minimum number of persons required to form a company is two, while it is seven in the case of a public company.
2	A private limited company has to have a minimum paid up capital of 100,000 AED whereas a public limited company has to have a minimum paid up capital of 200,000 AED
3	In case of a private limited company the maximum number of members must not exceed fifty whereas there is no such restriction on the maximum number of members in case of a public limited company.
4	In private limited company the right to transfer shares is restricted, whereas in case of public limited company the shares are freely transferable.



Fly
Emirates

Circle or give the correct answer

1. Minimum number of persons required to form a company in private limited company is
 - a. 2
 - b. 5
 - c. 3

2. A public limited company has to have a minimum paid up capital of
 - a. 200,000 AED
 - b. 100,000 AED
 - c. 300,000 AED

3. What is the maximum number of members in both Public and Private limited company?

4. In Private limited company the right to transfer share is _____

