



Overdue correction: on revisiting the Companies Act

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A relook at the overly harsh provisions of the Companies Act must yield action

Highlights

- The Centre has announced the constitution of a committee to revisit several provisions of the Companies Act, 2013 that impose stiff penalties and, in some cases, prison terms as well, for directors and key management personnel.
- A trust deficit between industry and government owing to stray incidents of corporate malfeasance should not inhibit normal business operations
- A rethink perhaps triggered by the fact that private sector investment is yet to pick up steam and capital still seeks foreign shores to avoid regulatory risks.

Source: [The Hindu](#)



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