

Requirements of a limited liability company

A limited liability company must be incorporated by a minimum of one or more persons. The company may be incorporated for any purpose permitted by applicable law. The shareholders of a limited liability company are not liable for the obligations of the company. It is the company that is liable for its obligations. The share capital of a limited liability company is PLN 5,000 (ca. EUR 1,150). The share capital is contributed by the partners. Consequently, the shareholders are financially liable only up to the amount of their contributions. A company is established by drawing up a memorandum of association. The articles of association must specify: the name and registered office of the company, the object of the business, the amount of the share capital; whether a partner may have more than one share and the duration of the company, if designated. The articles of association of a limited liability company should be concluded in the form of a notarial deed. The name of the company may be any, but the term limited liability company or an abbreviation of that term must appear next to the name. In order for a limited liability company to come into existence, a memorandum of association must be drawn up, a board of directors must be appointed and the company must be entered in the register. In order for the company to be effectively entered in the register the following steps must be taken: provide the name, address and registered office of the company, specify the object of the company's business, specify the amount of share capital, provide the names of the members of the management board and specify the method of representation of the company.

By: Wiktor Kapłon