

AMALGAMATION AGREEMENT

Specimen Agreement between two Companies namely ABC LTD. and XYZ LTD. to Amalgamate by Sale of one to the other.

AMALGAMATION AGREEMENT

This Amalgamation Agreement is executed at **[PLACE WHERE THE AGREEMENT IS BEING DRAWN]** on ____ day of _____, YEAR

BETWEEN

M/s XYZ LTD. a Company incorporated under the Companies Act 2013, having its Registered Office at **[COMPLETE ADDRESS]**, hereinafter referred to as “**VENDOR**” which expression shall, unless repugnant to the context or contrary to the meaning thereof, include its successors and assigns to the one part and

AND

M/s ABC LTD. a Company incorporated under the companies Act, 2013 having its Registered Office at **[COMPLETE ADDRESS]**, hereinafter referred to as “**THE COMPANY**”, which term shall, unless repugnant to the context or contrary to the meaning thereof, include its successors or assigns of the other part.

WHEREAS the vendor was incorporated in the year..... with an authorised share capital of Rs. /- lakhs only (lakhs only) divided into Lakh (lakh) Equity Shares of Rs. /- each and its Memorandum of Association contains a provision that the company shall have the power to sell, transfer or otherwise dispose of the whole or any part of the business and undertaking of the vendor company and to accept in consideration, cash or shares or debentures or debenture stock or other securities of any other company and to distribute among the members in specie or otherwise any surplus assets remaining in the winding-up of the vendor company.

AND WHEREAS the company was incorporated under the Companies Act, 2013 in the year..... with an authorised share capital of Rs. Lakh /- Only (lakhs)

divided into Lakh Equity Shares of Rs. /- each and its Memorandum of Association contains a provision that the company may acquire by purchase or otherwise the business and undertaking, in part or whole of any other company or companies having any of the purposes or objects same or similar to those of the company.

AND WHEREAS the Articles of Association of the company also provide that the company is empowered to increase its share capital.

IT IS HEREBY AGREED AS FOLLOWS:

1. The vendor shall sell and the company shall purchase the whole of the business undertaking, assets and property of the vendor, benefits of all securities which shall include cheques and bills given to the vendor from time to time in consideration or payment thereof, benefits of subsisting contracts, and debts due to the vendor relating to the business of the vendor as a running concern from the day of..... The said purchase shall not include the uncalled capital of the vendor. Up to the aforesaid date for the aforesaid purchase the vendor shall continue to carry on the business for the benefit of the company.
2. From the aforesaid date of the aforesaid purchase the company shall be liable for all the debts and liabilities of the vendor and shall be liable to perform all its engagements. The vendor shall be indemnified by the company against all claims and demands. The company shall defend all actions and proceedings against the vendor who shall also be indemnified in respect of such actions and proceedings.
3. The company shall pay to the vendor Rs. as consideration for the aforesaid purchase and out of the aforesaid consideration Rs. shall be paid in cash and the balance of Rs. shall be paid to the vendor by allotment of Equity Shares of Rs. ten each in the capital of the company credited as fully paid-up shares. For the allotment of the aforesaid shares, the vendor has conveyed its acceptance, vide its letter No..... dated.....
4. The company shall create and issue Equity Share of Rs. ten each to increase its shares capital as aforesaid and for the same purpose the company shall pass a resolution in accordance with the Articles of Association of the company and in accordance with the provisions of the Companies Act, 2013.

5. For the purpose of Stamp Duty, the value of the immovable properties of the vendor shall be fixed for Rs..... and the goodwill benefits of contracts and securities, debts, stock, fittings and fixture and all other properties of the vendor shall be valued at Rs.....
6. The title deeds to all the immovable and other properties of the vendor and an abstract of all the properties of the vendor, the sale of which is hereby agreed shall be handed over to the company within thirty days from this day..... of..... The company shall accept the same titles sufficient in all respects.
7. On the..... day of....., the vendor shall be paid Rs. five lakhs in cash and shall be delivered the certificates showing that the company shall have allotted twenty thousand Equity Shares of Rs. 10 each fully paid-up of the share capital of the company.
8. Thereupon, the purchase shall be deemed to have been completed and the vendor shall execute necessary documents and do all things and give assurance as may be necessary and reasonable for the vesting of all the properties, the subject matter of the aforesaid purchase by the company.

IN WITNESS WHEREOF the parties hereto have set their hands and seals.

Signed by the within named

Signed and delivered by

FIRST PARTY
(VENDOR)

SECOND PARTNER
(COMPANY)

Witnesses have put their signature in presence of abovementioned parties.

WITNESS:

Name:

NAME:

Address:

Address:

Signature:

Signature: