

Salomon v. Salomon (referred in Indian company law)

Company Law · [1897] AC 22 · 1897

Facts

Separate legal personality of a company.

Issues

Whether company distinct from its members.

Arguments

Corporate veil vs. shareholder liability.

Decision

Company is a separate legal person.

Legal Principles

Corporate personality is the bedrock of company law.

Ratio Decidendi

Members are not personally liable for company debts.

Obiter Dicta

Veil may be lifted in exceptional cases.

Important Quotes

- The company is at law a different person altogether from the subscribers.

Exam Notes

Foundational for Indian Companies Act, 2013.

Interview Notes

Discuss veil-lifting doctrine.