

	Sole Proprietorship	Partnership	Limited Liability Partnership	Company
Capital Contribution	Own contribution	Partners contribution	Partners contribution	Share capital
Owner(s) of the business	Sole Proprietor	Partners	LLP (partners have a share in the capital and profits of the LLP)	Company (members / share - holders own 'shares' in the company that give them certain rights in relation to the Company)
Party that is liable for debts of the business	Sole Proprietor	Partners	LLP	Company
Responsibility for management of business	Sole Proprietor	Partners	Partners	Board of Directors
Personal liability	Unlimited liability which can extend to personal assets of the sole proprietor	Unlimited liability (jointly and severally liable with the partnership) which can extend to personal assets of the partners	No personal liability of partner, except for own wrongful act or omission or without authority. Liabilities borne by the partners are jointly and severally with the LLP to the extent of contribution only	No personal liability of individual director or shareholder. Liabilities borne by the directors or shareholders are to the extent of unpaid shares only
No. Of Shareholders/ Partners	Sole proprietor only	2 to 20 partners (Except for professional practice with no maximum limit)	Minimum 2 and no maximum limit	Minimum 2 and maximum 50 in private limited company Minimum 2 and no maximum limit in unlimited company
Business name	Subject to ROB approval	Subject to ROB approval	Business name ended with the word "PLT" (Perkongsian Liabiliti Terhad)	Business name ended with the word "Sdn Bhd" or "Bhd"
Registration cost (by SSM)	Trade Name – RM60 per year Personal Name - RM30 per year	Trade Name – RM60 per year	Registration fees- RM500 Certificate fees- RM21.20, including GST	Up to RM400,000 Authorised Share Capital – RM1000 Company name search – RM30 per name An original of the Memorandum and Article of association shall each be stamped at RM100
Requirement of Company Secretary / Compliance officer			Acting by one or more Partners or qualified / licensed Company Secretary under the Law as Compliance officer	Acting by qualified / licensed Company Secretary under the Law
Succession	No perpetual succession	No perpetual succession	Perpetual succession	Perpetual succession
Audit Requirement	Not Required to be Audit	Not Required to be Audit	Not Required to be Audit	Required to be Audit
Taxes rate	Tax on Partners/ Sole Proprietor From 0% to 26%	Tax on Partners/ Sole Proprietor From 0% to 26%	Tax on LLP from 19% - 24% (As of year 2016)	Tax on Company from 19% - 24% (As of year 2016)
Annual Compliance to SSM			Must lodge an annual declaration and solvency statement	Must hold an AGM, annual return and audited accounts
Renewal of License	Mandatory	Mandatory	Not required	Not required

This information is compiled by [Business Butler Business Centre](#)