

COMPANY FRESH START SCHEME, 2020(CFSS-2020)

Vide the Ministry's Circular No. 12/2020, dated 30th March 2020, in order to facilitate the companies registered in India to make a fresh start on a clean slate the Ministry of Corporate Affairs (MCA) has introduced a scheme named 'COMPANIES FRESH START SCHEME 2020' (CFSS 2020) the salient features of which could be dotted down as follows:

- a) The purpose of implementation of this scheme is to enable the defaulting companies to file the belated documents in the MCA-21 Registry, thus condoning the delay in filing of the above mentioned documents.
- b) The scheme shall come into force from 01.04.2020 and shall remain in force till 30.09.2020.
- c) In addition to filing the belated documents companies are required to make an application for seeking immunity in respect of the forms filed.
- d) The application for the same shall be made in Form CFSS-2020 after the closure of the scheme and documents taken on file but before 31.03.2021. There shall not be any fee payable on this form.
- e) Based on the declaration made in the form an Immunity certificate will be issued by the designated authority.
- f) Benefits to the company:
 - a. Full wavier for payment of additional fees/penalty.
 - b. Immunity from launch of prosecution/proceeding for imposing penalty.
- g) Scheme not applicable for:
 - a. Companies under strike off;
 - b. Amalgamated companies;
 - c. Companies making application for Dormant status;
 - d. Charge related documents; and
 - e. Increase in authorized share capital.

¹ Defaulting company means a company defined under Companies Act, 2013, and which has made a default in filing of any of the documents, statements or returns, etc including annual statutory documents on the MCA-21 Registry.

[For any further clarifications or assistance, get in touch with us.](#)

Disclaimer: The information contained in this update is of a general nature. Users of this information are expected to refer to the relevant existing provisions of applicable Laws.

- **BUSINESS SUPPORT SERVICES TEAM**