

SETTING UP A COMPANY

般金 INDIVIDUAL ENTERPRISE

般金 PRIVATE LIMITED COMPANIES (Srl)

般金 PUBLIC LIMITED COMPANY (S.p.a)



INDIVIDUAL ENTERPRISE (SOLE TRADER)

It's the simplest and the most economical legal to start.

It's a company that refers to the single owner (entrepreneur) who plays a dual role:

He's the sole manager of entrepreneurial activities (economic unit)

He's the only one in charge of entrepreneurial activities (legal unit)

The entire risk of the company goes directly to the entrepreneur.

Individual enterprises are f. ex. activities developed by craftsmen (carpenters, plumbers, hairdressers and mechanics) and sellers

wholesalers: who sell to other sellers

retailers: who sells to the final customer



The individual company may be the best choice for your startup when:

鑿 You are by your own undertaking this task and do not want to involve other partner to share your business with;

鑿 You don't have a high capital to star your own startup.

The choice on this kind of business organisation might show other benefits concerning the administrative costs and administrative management

The individual companies are subject to the obligation of annual registration to the local Chamber of Commerce

The taxation for the individual company is based on the annual income (difference between revenues and expense)

VAT REGISTRATION NUMBER: THE COSTS

The “individual company” has to ask for a VAT number registration that identifies the enterprise. There are some websites which help you to accomplish this procedure. It means that the entrepreneur can download the template to fill and get the VAT registration directly from the Agency of Entrance website and is free

Alternatively the entrepreneur can go to an accountant who will follow this procedure.

VAT means Value Added Tax

MANAGEMENT COSTS

The running costs of an individual company are related to:

- 鑿 Chamber of commerce registration

- 鑿 The fee for the accountant fees takes care of bookkeeping

- 鑿 Social security contributions

- 鑿 taxes (irpef e irap)

PRIVATE LIMITED COMPANIES (Srl)

A private limited company, is a type of privately held small business entity. This type of business organisation, limits owners' liability to their shares.

To set it up, it's necessary to get a public act that is provided by a notary or public officer

The cost of this act is 2000.00 €



OTHER COSTS

鑿 Chambre of Commerce (200€)

鑿 Tax of service fee for the authentication of social books (300€)

鑿 Stamp brands for the authentication 16 € by 100 pages of the social book

鑿 Expenses for the deposit of the annual budget (150€)

鑿 Expenses for the estate of accounting in ordinary regime: it depends by the accountant

鑿 Social security and relief for workers

鑿 Tax system: every year IRES (tax on the income of the company – 27,50%) must be paid on the profits and the IRAP (regional tax on the productive activities) that is charged on the value of the production at regional level.

PUBLIC LIMITED COMPANY (S.P.A.)

It is a business organisation which capital is based on different stocks which are bought and owned by shareholders. These shares might also be quoted on the Stock Exchange

The main characteristic of this type of business organisation is the limited liability of its members who might own a large number of shares or not

Shareholders are able to sell their shares to others without any effects on the company life.



SETTING UP

盤 Subscription of the whole social capital

盤 Payment of the 25% of the contribution in cash

盤 Contributions can be both in money and in nature

盤 The constitution act must be drafted by an attorney

盤 The registration of the society must be done in the

Company Register kept by the Chambre of Commerce.

CONSTITUENT ACT

It must contain:

☞ The business which represents the social object;

☞ The amount of the social capital

☞ Credits and the goods estimated value;

☞ The rules stating how profits should be divided

☞ Governance model