

A Study on the Role of Central Government in Governance of Companies Under Company Law

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Abstract: *The role of the central government in the governance of companies under Company Law in India is pivotal to ensuring transparency, compliance, and accountability in the corporate sector. Company Law, primarily governed by the Companies Act, 2013, outlines the legal framework for the establishment, functioning, and regulation of companies in India. Here's an introduction to the central government's role in this context. The Companies Act, 2013, empowers the central government, as well as relevant regulatory authorities such as the Ministry of Corporate Affairs (MCA), to oversee and regulate various aspects of corporate governance and management. The aim of the study is to analyse the positive impacts and limitations of the central government in governing companies and the ways to increase its effectiveness. The research method followed is descriptive research. The data is collected through questionnaires and the sample size is 204. Convenience sampling method is adopted in the study to collect the data. The samples were collected from the general public in the premises of Chennai. Through the opinion of respondents and the graphs depicted from it, it can be foreseen that the central government has a wide positive scope in embracing the effective governance of companies. Proper implementation of transparent laws regarding the governance of company can be enhanced and achieved through the support of central government. The government regulates mergers, acquisitions, and takeovers of companies to prevent unfair practices and protect shareholders' interests. The central government encourages responsible business practices, sustainability, and corporate social responsibility (CSR) initiatives through legal mandates*

Keywords: companies, corporate governance, central government, regulations, acts

