

LEGAL UPDATES

NCLAT: SHARE CAPITAL REDUCTION IS A DOMESTIC CONCERN OF A FIRM

In an appeal decided by NCLAT in [the Economy Hotels case](#), a division bench of Justice Venugopal M. and Kanthi Narahari pronounced that capital reduction as per sec.66 of the Companies Act is a domestic concern of a corporate entity and hence, a Tribunal will not intervene on the ground that a majority decision is the one which should be considered.