

Basic Principles of Partnership Law in Malaysia

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**BASIC PRINCIPLES OF
PARTNERSHIP LAW IN
MALAYSIA**

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CHAPTER 3

REGISTRATION AND SALIENT FEATURES OF PARTNERSHIPS

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INTRODUCTION

General partnership is one of the many types of existing business associations. It has four main characteristics, namely, identification of individual partner with the firm, unlimited personal liability of each partner, non-transferability of a partner's interest and the right of all partners to take part in the management of the firm.¹

IDENTIFICATION OF INDIVIDUAL PARTNER WITH THE FIRM

Under section 6 of the Partnership Act 1961, it is provided that:

“Persons who have entered into partnership with one another are, for the purposes of this Act, called collectively a firm, and the name under which their business is carried on is called the firm name.”

Keith L Fletcher, *The Law of Partnership in Australia and New Zealand*, (LBC Information Services, 7th ed., 1996) at 11-12.