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**Assignment**

List and discuss at least five other reasons (apart from privacy and cost of operations) why it may be beneficial to convert a limited liability company to a partnership business.

**Reasons**

* **Easy formation**
* **Better management**
* **Flexibility in operation**
* **Director identification number**
* **Digital signature**
1. **Director identification number:** The partners are not required to obtain any identification number, But in the LLC each designated partners is required to have a DPIN (Designated Partner Identification Number) before being appointed as Designated Partner of LLC.
2. **Digital signature:** There is no requirement of obtaining digital signature, But in the LLC as E-forms are filled electronically, at least one partner should have digital signatures.
3. **Better management:**  Business of a partnership firm is very well managed by all the partners as they take interest in the daily affairs of a business because of the ownership, profit and control.
4. **Flexibility in operation:** Due to limited number of partners there is flexibility in the operations of business as the partners can amend any objectives or change any operations any time by mutual consent.
5. **Annual Filling:** No return is required to be filled with registrar of firms, But in the LLP annual statement of accounts and solvency & annual return is required to be filed with registrar of companies every year.