1. HYPOTHESIS

The following hypothesis will be invented:

**H1:** Company’s directors are its principal human actors, and the duties of those directors to the company, and the effect of those duties on third persons such as the shareholders, employees, creditors and others, are central to the legal control of companies.

**H2:** Liability of directors of private companies is a key parameter under the income tax act.

**H3:** Directors are fiduciaries; they may also have other capacities.

**H4:** The statutory provisions in both the companies act and the insolvency act are relating to directors.