

# Memo

Law



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Memorandum of Affiliation: Memorandum TO: Mr. Morgan Legal Intern Re: Claims April 30, Partnership or joint ventures, just like any other business entity, are formed under the law. All partners or shareholders are protected or rather the entire business is governed by legal procedures. Welcome! Inc. is a corporation formed under the New Mexican Laws on partnership businesses. The law of formation requires that the corporation should sign a drafted agreement so as to decide how to handle various cases between the partners as they emerge. In addition, this agreement states the contribution of every member, allocation of profits, draws and losses, the authority of partners and general management duties and how to resolve disputes. Welcome! Inc. is a joint venture and operates under the new partnership laws of Mexico State. Therefore, any member among the partners is entitled to an equal treatment as long as the organization is still operational. The law supports joint decision making for the venture regardless of the conflicts among the partners.

Therefore, you, Mr. Morgan, according to the laws governing partnership corporations, you are entitled to equal rights and position in the board of directors just like other partners in Welcome! Inc. In addition, the partnership laws advocate for equal distribution of dividends among the shareholders of the company. As much as the board of directors makes decisions through voting, reducing the salary of a partner by 50% is unlawful according to the constitution governing joint entities.

Therefore, whatever steps other partners are taking against you are illegal and unethical as per the law. Any partner in Welcome! Inc. Mr. Morgan included, has a claim to the dividends of the organization, distributed equally. Furthermore, the agreed salary for all the partners, as long as the <https://assignbuster.com/memo/>

partnership exists must be equal for all the members; no partner is more superior than other partners and voting a partner out of the board of directors due to personal selfish interests is unlawful. Thus, as one of the partners at Welcome! Inc. you are entitled to full salary, equally shared dividends and profits that the firm makes as long as it is operational. You have a right to claim what you legally deserve as per the State Laws.