



Time Allowed: 3 Hours

Full Marks: 100

The figures in the margin on the right side indicate full marks.

SECTION – A (Compulsory)

1. Choose the correct option:

[15×2 = 30]

- i. What does "Estoppel" mean in legal terms?
 - a. The right to enforce a contract
 - b. The ability to break a contract without penalty
 - c. The right to sue for damages
 - d. The act of being prevented from denying something

- ii. Agreements of wagers are _____
 - a. Void and unenforceable
 - b. Valid and enforceable
 - c. Only valid if written
 - d. Enforceable in some circumstances

- iii. What does Section 17 of the Indian Contract Act, 1872 deal with?
 - a. Mistake in contracts
 - b. Fraud
 - c. Coercion
 - d. Misrepresentation

- iv. Which of the following statements is true regarding conditions and warranties?
 - a. Breach of a condition allows for termination of the contract; breach of a warranty does not.
 - b. Breach of a warranty allows for termination of the contract; breach of a condition does not.
 - c. Both conditions and warranties allow for termination of the contract.
 - d. Neither conditions nor warranties allow for termination of the contract.

- v. If the amount is paid after the due date and no interest rate has been specified in the instrument, the interest is payable at:
 - a. 10%
 - b. 15%
 - c. 18%
 - d. 12%



BUSINESS LAWS AND ETHICS

- vi. Under Section 52, if a contract creating a partnership is rescinded due to fraud or misrepresentation, the party entitled to rescind is entitled to:
- A lien on the surplus assets of the firm for any sum paid for the purchase of a share in the firm and for any capital contributed by them.
 - Rank as a creditor of the firm for any payment made towards the debts of the firm.
 - Be indemnified by the partner or partners guilty of the fraud or misrepresentation against all the debts of the firm
 - All of the above.
- vii. What is the purpose of the certificate issued under Form No. 19?
- To provide approval for the business name
 - Notice of meeting of creditors
 - To grant permission for conducting business outside India
 - To confirm the LLP's registration under the Act
- viii. A Safety Officer is required to be appointed where more than _____ workers are ordinarily employed.
- 500
 - 1000
 - 800
 - 300
- ix. The employer shall display an abstract of the Act and the Rules in Form No-.
- H
 - O
 - U
 - N
- x. An employee, within _____ of acquiring a family, shall submit a fresh nomination.
- 30 days
 - 60 days
 - 90 days
 - 180 days
- xi. The Employees' Deposit Linked Insurance Scheme applies to all establishments, except which of the following?
- Manufacturing companies;
 - Tea factories in the State of Assam
 - Government offices
 - Retail businesses



- xii. Who is the ex-officio Chairman of the Medical Benefit Council under Section 10?
- The Director General of ESI.
 - The Director General of Health Services
 - The Medical Commissioner of the Corporation
 - The Minister of Health
- xiii. Which one cannot be transacted through postal ballot?
- Appointment of auditor
 - Election of a Director
 - Buy back of shares by a company
 - Change in place of registered office outside the local limits of any city, town or village
- xiv. If any inspection is refused or if any copy required is not furnished within the specified time, the company shall be liable to a penalty of ____
- ₹10,000
 - ₹15,000
 - ₹25000
 - ₹50000
- xv. Which principle emphasizes those public office holders must make decisions impartially, fairly, and based on merit?
- Integrity
 - Objectivity
 - Accountability
 - Leadership

Section – B

(Answer any five questions out of seven questions given. Each question carries 14 Marks)

[5 x 14 = 70]

2. (a) Discuss the different modes of terminating contractual relationship between the parties. [7]
- (b) Examine the contract of indemnity and the right of indemnity holder when they sue. [7]
3. (a) Demonstrate the procedure relating to winding up of an LLP by the tribunal. [7]
- (b) Explain the exceptions of the rule “Nemo dat quod non habet” under the Sale of Goods Act. [7]



BUSINESS LAWS AND ETHICS

4. (a) Inspect the provisions of the Code regarding the appointment of Inspector cum- Facilitators and explain their powers. [7]
- (b) Analyze the various purposes for which the State Insurance Fund may be expended according to Section 28 of the Act. [7]
5. (a) State the procedure of alteration of Memorandum of Association as per the Companies Act, 2013? [7]
- (b) Enumerate the provisions of the Companies Act, 2013 regarding disqualifications for appointment of director. [7]
6. (a) Demonstrate the duties and responsibilities of an auditor while preparing an audit report. [7]
- (b) Describe the rights of shareholders under sec 2(55) of the Companies Act 2013. [7]
7. (a) Interpret the standards of ethical conduct for practitioners fixed by the Institute of Cost Accountants of India? [7]
- (b) Identify the need and importance of business ethics. [7]
8. (a) Miss Jyoti, a singer, enters into a contract with the manager of Mumbai Gate Club, to sing in the Club for two concerts every week during the next two months and the club agrees to pay her at the rate ₹20,000 for each concert On the seventh concert she wilfully absents herself. With the assent of the manager of the club, she sings for eighth concert. But on the following day, the club, puts an end to the contract. Can Miss. Jyoti claim damages for breach of contract? Advise. [7]
- (b) A Ltd. issued a notice for holding of its AGM on 7th November 2022. The Notice was posted to the members on 16th October, 2022. Some of the members alleged that the company had not complied with provisions of the Act with regard to the period of notice and such the meeting was not validity called. Decide.
- (i) Whether the meeting has been validly called?
- (ii) If there is a shortfall in the number of days by which the notice falls short of statutory requirement, explain by how many days the notice falls short of statutory requirement? Can the shortfall, if any, condoned? [7]