

Paper 6- LAWS AND ETHICS

Paper 6- LAWS AND ETHICS

Full Marks : 100

Time allowed: 3 hours

Section - A

1. Answer the following questions

(a) Multiple choice questions:

[10x1=10]

- (i) A person may not become an agent-
- (a) If he is of the age of maturity;
 - (b) If he is of unsound mind;
 - (c) Either of the above;
 - (d) None of the above.
- (ii) Which one of the following is correct in regard to risk with property?
- (a) Risk is involved on both the seller and the buyer;
 - (b) Where the delivery has been delayed through the fault of either buyer or seller, the goods are at the risk of the party in fault;
 - (c) Both (a) and (b);
 - (d) None of the above.
- (iii) Which one of the following is not the element of draft?
- (a) It cannot be drawn on private individual;
 - (b) It cannot be countermanded easily;
 - (c) It is open to the person to stop payment;
 - (d) The bank undertakes the liability which it is bound to discharge in whose favor the draft is issued;
- (iv) The minimum number of directors for a public company is-
- (a) 1
 - (b) 2
 - (c) 3
 - (d) 7
- (v) The application for condonation of delay shall be made in form No._____.
- (a) CHG-1
 - (b) CHG-2
 - (c) CHG-3
 - (d) CHG-4
- (vi) After buy back a company shall not make a further issue of shares within a period of _____.
- (a) 12 months.

MTP_Intermediate_Syllabus 2016_Jun 2020_Set1

- (b) 6 months.
(c) 3 months.
(d) 9 months.
- (vii) Payment of wages shall be made-
- (a) In current coins
(b) By currency notes
(c) None of these
(d) Any of the above.
- (viii) ESI Fund consists of-
- (a) Contribution
(b) Grants from governments
(c) Donations
(d) All of the above.
- (ix) The following cannot be nominated for the purposes of EPF act-
- (a) Wife
(b) Sons of a deceased sons who have attained majority
(c) Father in law
(d) Unmarried daughter
- (x) Nomination is to be filled in _____.
- (a) Single form
(b) Duplicate
(c) Triplicate
(d) quadruplicate

(b) Match the following:

[5×1=5]

	Column 'A'		Column 'B'
1.	Trust deed	A	Electronic mode
2.	Clearing house	B	SH-8
3.	Postal ballot	C	RBI
4.	Letter of offer	D	SH-12
5.	E-contracts	E	Paperless contracts

(c) Fill in the blanks:

[5×1=5]

- (i) No consideration is necessary to create _____.
- (ii) A warranty is a stipulation _____ to the main purpose.
- (iii) The dishonor of the instrument may be due to _____.
- (iv) Partnership at will is a partnership formed for _____ period.
- (v) No company shall issue any debenture carrying _____.

MTP_Intermediate_Syllabus 2016_Jun 2020_Set1

- (d) **State whether the following statements are true or false:** [5x1=5]
- (i) Negotiation transferee is a holder in due course he takes the instrument free from any defects.
 - (ii) An individual shall give his consent to become a designated partner in form-5.
 - (iii) Customary bonus is covered under the Payment of Bonus Act,1965.
 - (iv) Fine may be recovered from the employed person by installments.
 - (v) A share capital of the company includes stock.

Section - B

Answer any five from the following. Each question carries 15 marks (5×15=75)

2. (a) Explain the meaning of 'Quasi-Contracts'. State the circumstances which are identified as quasi-contracts by the Indian Contract Act, 1872. [8]
(b) What is a sound mind for the purpose of contracting? Describe other disqualified persons. [7]
3. (a) Discuss the procedure for conversion from a firm into an LLP. [7]
(b) Lokesh draws a bill of exchange payable to himself on Prachi, who accepts the bill without consideration just to accommodate Lokesh. Lokesh transfers the bill to Govind for good consideration.
State the rights of Lokesh and Govind. Would your answer be different if Lokesh transferred the bill to Govind after maturity? [8]
4. (a) What is the procedure in imposition of fine on the employee under this Act? [8]
(b) Describe contributions payable under the ESI Act,1948. Discuss the methods of recovery of contribution. [7]
5. (a) Indicate what are the particulars to be incorporated in the Annual Return? [10]
(b) What are the conditions stipulated in the Act in formation of One Person company? [5]
6. (a) Can a director be removed? If so give the procedure in detail. [10]
(b) What are the qualification of independent directors? [5]
7. (a) What are the standards of ethical conduct for practitioners fixed by the ICAI? [10]
(b) Describe the procedure for mode of payment of gratuity. [5]
8. **Answer any three of the following:** [3×5=15]
- (a) Write a note on 'Acceptance'.
 - (b) Write a note on 'Shelf prospectus'.
 - (c) Discuss 'value chain'.
 - (d) Discuss the responsibility of the occupier.