

PAPER - 6

LAWS AND ETHICS BIT QUESTIONS



**DIRECTORATE OF STUDIES
THE INSTITUTE OF
COST ACCOUNTANTS OF INDIA**

Statutory Body under an Act of Parliament

Behind every successful business decision, there is always a **CMA**

MISSION STATEMENT

“The CMA Professionals would ethically drive enterprises globally by creating value to stakeholders in the socio-economic context through competencies drawn from the integration of strategy, management and accounting.”

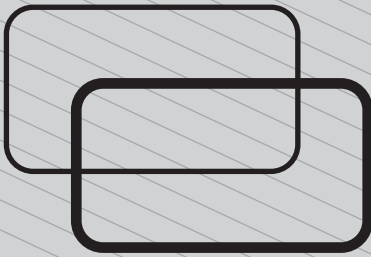
VISION STATEMENT

“The Institute of Cost Accountants of India would be the preferred source of resources and professionals for the financial leadership of enterprises globally.”

Courtesy

Vijayawada Chapter of
The Institute of Cost Accountants of India

Behind every successful business decision, there is always a CMA



PAPER - 6

LAWS AND ETHICS BIT QUESTIONS



**DIRECTORATE OF STUDIES
THE INSTITUTE OF
COST ACCOUNTANTS OF INDIA**

Statutory Body under an Act of Parliament

Behind every successful business decision, there is always a **CMA**

PAPER - 6

Laws and Ethics Bit Questions

(I) Choose the correct answer from the given alternatives:

1. The term 'sub-agent' in the business of agency is defined as a person employed by, and acting under the control of the
 - (a) Principal
 - (b) Original agent
 - (c) Lawyer
 - (d) Third person

2. The first endorsement of an instrument can be made by the
 - (a) Banker
 - (b) Payee
 - (c) Holder in due course
 - (d) Agent

3. Which of the following is not the mode of dissolution of a firm under voluntary dissolution?
 - (a) Dissolution by agreement
 - (b) Dissolution on the happenings of certain contingencies
 - (c) Dissolution on becoming a partner of unsound mind
 - (d) Compulsory dissolution

4. White wash or color wash should be carried out at least once in every period of
 - (a) 14 months
 - (b) 24 months
 - (c) 48 months
 - (d) 60 months

5. The term 'family' as defined in ESI Act, 1948 does not include
 - (a) a spouse
 - (b) a minor adopted child
 - (c) a dependent unmarried daughter
 - (d) an independent married sister

6. Which one of the following amounts to safety measure?
 - (a) Artificial humidification
 - (b) Ventilation
 - (c) Fencing of machinery
 - (d) First aid appliances

7. If a company does not have a common seal, the share certificate shall be signed by
 - (a) Two Directors
 - (b) One Director and Company Secretary
 - (c) Two Directors and Company Secretary
 - (d) Company Secretary

8. In case of e-voting, notice shall be sent as attachment in
 - (a) PDF file
 - (b) Word file
 - (c) Excel file
 - (d) Access file

9. A Director may be elected by small shareholders upon a notice by
 - (a) not less than 1000 small shareholders.
 - (b) one tenth of the total number of shareholders.

- (c) not less than 1000 small shareholders or one tenth of such shareholders, whichever is lower.
(d) one tenth of 1000 small shareholders.
10. Meta ethics deal with the nature of _____ .
(a) external influences
(b) moral judgement
(c) material facts
(d) animal rights
11. The breach of contract may be-
(a) Actual
(b) Anticipatory
(c) None of the above
(d) Either of (a) and (b)
12. Which one of the following is not the feature of “agreement to sale”?
(a) It is an executor contract
(b) Sales takes place for existing and specific goods
(c) The seller can sue for damages only in case of breach by the buyer
(d) It gives a right to the buyer against the seller to sue for damages
13. 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
14. Who may negotiate?
(a) Drawer
(b) Payee
(c) All of the joint makers
(d) Any of (a) to (c)
15. The Information Memorandum shall be deemed to be a _____ .
(a) Prospectus
(b) Articles
(c) Memorandum
(d) None of the above.
16. The Regional Director shall communicate the confirmation of shifting of registered office within _____ days of receipt of the application.
(a) 15
(b) 30
(c) 45
(d) 90
17. The private placement shall be made, not more than _____ persons in aggregate in a financial year.
(a) 50
(b) 100
(c) 200
(d) 400

18. If the shareholders not less than _____ of the issued shares of class did not consent to the variation or vote in favor of the special resolution for the variation, such shareholders may apply to the Tribunal to have the variation cancelled.
- (a) 10%
 - (b) 15%
 - (c) 25%
 - (d) None of the above
19. The company shall not issue sweat equity shares for more than _____ of the existing paid up share capital in a year.
- (a) 10%
 - (b) 15%
 - (c) 25%
 - (d) None of the above
20. Which one of the following is not the discharge by operation of law?
- (a) By merger;
 - (b) By insolvency;
 - (c) By breach of contract;
 - (d) By the unauthorized alteration of items of a written document.
21. Which one of the following is not the feature of the Contract of Guarantee?
- (a) There are two parties in this contract.
 - (b) The liability of surety is secondary.
 - (c) There is an existing debt for which the surety gives guarantee to the creditor on behalf of the principal debtor.
 - (d) The surety gives contract at the request of the principal debtor.
22. Section 2(7) of the Sale of Goods Act, 1930 the term 'Goods' does not include _____.
- (a) Stock and share
 - (b) Growing Crops
 - (c) Grass
 - (d) Neither (A) nor (B) nor (C)
23. No female child shall be allowed to work in any factory except between _____.
- (a) 8 AM and 7 PM
 - (b) 6 PM and 6 AM
 - (c) 6 AM and 7 PM
 - (d) 10 PM and 5 AM
24. The Bonus shares may be issued out of the _____.
- (a) Free Reserves
 - (b) Securities Premium Account
 - (c) Capital Redemption Reserve Account
 - (d) Any of the above
25. An instrument of the proxy shall be deposited with the registered office of the company before _____ hours of the conduct of the meeting.
- (a) 7 hours
 - (b) 21 hours
 - (c) 48 hours
 - (d) 60 hours

26. The minimum number of designated partners in an LLP shall _____
- (a) 1
 - (b) 2
 - (c) 7
 - (d) 15
27. At every AGM, not less than _____ of the total number of directors shall retire by rotation.
- (a) One third
 - (b) Two third
 - (c) Three fourths
 - (d) Half
28. The minimum number of directors for a public company is _____
- (a) 1
 - (b) 2
 - (c) 3
 - (d) 7
29. This is not one of the 7 principles of public life.
- (a) Integrity
 - (b) Honesty
 - (c) Content
 - (d) Accountability
30. Which of the following is an invitation for offer?
- (a) A tender to supply goods at a certain time
 - (b) A request for a loan
 - (c) Bids in an auction sale
 - (d) A catalogue of goods for sale
31. Where seller delivers to the buyer a quantity of goods less than the contracted to sell, the buyer
- (a) may reject them
 - (b) should not reject them as more quantity might be supplied.
 - (c) may resell them
 - (d) give less price for them.
32. A person who has ultimate control over the affairs of the factory under Factories Act, 1948 is called as:
- (a) Occupier
 - (b) Manager
 - (c) Chairman
 - (d) Managing Director
33. A bearer instrument is negotiated by
- (a) delivery only
 - (b) delivery and endorsement
 - (c) endorsement
 - (d) stamping and attestation
34. X, Y and Z are partners in a firm. X, without the authority of Y and Z buys certain shares in his name out of partnership money. These shares will constitute
- (a) Partnership liability
 - (b) Partnership Property
 - (c) Partnership network
 - (d) Partnership Capital

35. Business ethics calls for avoidance of
- (a) Competition
 - (b) Publicity
 - (c) Monopoly
 - (d) Self-interest
36. Business ethics has a ____ application.
- (a) Universal
 - (b) Natural
 - (c) Practical
 - (d) Physical
37. A contract is a combination of
- (a) agreement and free consent
 - (b) agreement and consideration
 - (c) agreement and enforceability
 - (d) agreement and competence of parties
38. A proper foundation of ethics requires a standard of _____ to which all goals and actions can be compared to.
- (a) value
 - (b) living
 - (c) life
 - (d) speech
39. The provisions regarding maximum number of members in a partnership are given in
- (a) The Partnership Act
 - (b) The Companies Act
 - (c) The Societies Registration Act
 - (d) The Co-operative Societies Act
40. X and Y agree to divide the profits of a business in equal shares but the loss if any is to be borne by X only. The partnership agreement is
- (a) void
 - (b) voidable
 - (c) lawful
 - (d) illegal
41. First aid boxes or cupboard equipped with prescribed contents and not less than one in number must be provided and maintained in every factory so as to be accessible during all working hours for every
- (a) 200 workers for any time
 - (b) 150 workers for any time
 - (c) 500 workers for any time
 - (d) 30 workers for any time
42. XYZ Ltd., to which the Payment of Wages Act, 1936 is applicable, fixes the wages period of 36 days. You as a Cost and Management Accountant of the Company, how would you advise the company.
- (a) There is no problem in the above act of the Company
 - (b) As per Section 4(2) of the Act, no wage period can exceed one month. So the company would be advised accordingly.
 - (c) The wages period can be more than 30 days subject to approval of appropriate Government
 - (d) The company should take permission of Inspector of the factory.

43. When the day on which a promissory note or bill of exchange is at maturity is a public holiday, the instrument shall be deemed to be due on the
- Preceding day
 - Next preceding business day
 - Same day of next week
 - 3rd day following the day holiday
44. In case of an employee who has not completed 15 years of age at the beginning of the Accounting year, the minimum bonus will be
- ₹100 or 8.33% of salary or wages whichever is higher.
 - ₹ 60 or 8.33% of salary or wages whichever is higher.
 - ₹ 60 or 8.33% of salary or wages whichever is lower.
 - 8.33% of salary or wages.
45. Every LLP firm shall have at least _____ designated partners who are individuals.
- two
 - three
 - four
 - Five
46. K owns a residential flat in Chennai. He is entitled to quiet possession and enjoyment of his property. This is called –
- Rights in Personam
 - Rights in Rem
 - Constitutional Right
 - There is no right at all
47. X sells the goodwill of his retail store to Y for ₹5 lacs and promises not to carry on the same business for ever and anywhere in India. This agreement is:
- Valid
 - Void
 - Voidable
 - Illegal
48. In a Contract of Guarantee there is/are:
- One contract
 - Two contracts
 - Three contracts
 - Four contracts
49. Right of Stoppage in transit can be exercised by the Unpaid Seller, where the Buyer:
- is solvent
 - becomes insolvent
 - acts fraudulently
 - acts smartly
50. "Nemo dat quad non habet", means:
- no one is greater than god
 - none can give who does not himself possess
 - everyone can give everything he has
 - everyone is bound by is habit
51. According to Sec 2(n) "Occupier" of a factory means _____
- The person who has established the factory
 - The person who has highest profit share in the factory

- (c) The person who has ultimate control over the affairs of the factory
 (d) The person who has ultimate control over the employees of the factory
52. A factory employs 250 workers. All the workers including workers above 60 years of age and below 15 years of age went on strike. The employer
 (a) can deduct fine from all the workers
 (b) cannot deduct fine from workers who are under the age of 15
 (c) no fine can be imposed from workers who are 60 years and above
 (d) cannot deduct any fine from any worker.
53. Permanent disablement benefit is paid at the rate of _____ of wages.
 (a) 120%
 (b) 100%
 (c) 79%
 (d) 90%
54. Workers will be entitled to overtime wages if they have worked for more than _____.
 (a) Forty-eight hours in any four week
 (b) Forty-eight hours in any three week
 (c) Forty-eight hours in any two week
 (d) Forty-eight hours in any week
55. Appropriate Government reviews the rates of minimum wages within:
 (a) 2 years
 (b) 4 years
 (c) 5 years
 (d) 6 years
56. Anchal purchased a motor car from Kamal who had no title to it. Anchal used the motor car for several months. True owner spotted the motor car and demanded it from Anchal. In such case
 (a) Anchal is bound to hand-over the motor car to true owner.
 (b) Anchal is not bound to return the motor car to true owner as she has paid in full settlement to Kamal.
 (c) Anchal shall advise true owner to approach Kamal.
 (d) True owner has no right to claim either from Anchal or from Kamal.
57. Which of the following agreement is wagering agreement under the Indian Contract Act, 1872?
 (a) Crossword competition involving application of skill and knowledge.
 (b) Contract of Insurance.
 (c) A promise to pay B ₹ 1,000 if it rains on Monday.
 (d) A agrees to pay B ₹1,000 if he marries C.
58. Under Sale of Goods Act, which of the delivery of goods is called as delivery by attornment?
 (a) Actual
 (b) Symbolic
 (c) Constructive
 (d) Physical
59. Where the price of the goods under a contract of sale is to be fixed by the valuation of a third party who fails to fix the valuation, but goods are supplied to the buyer, under section 10 of the Sale of Goods Act, 1930, the buyer is
 (a) liable to pay the reasonable price of the goods.
 (b) liable to pay the minimum price of the goods.

- (c) not liable to pay any price until fixed by the valuer.
 (d) liable to pay the maximum retail price.
60. Under Factories Act, 1948, where work of the same kind is carried out by two or more sets of workers during different period of the day, each of such period is called a
 (a) Relay
 (b) Shift
 (c) Recess
 (d) Overtime
61. Under Payment of Wages Act, 1936, deduction on account of payment to cooperative societies shall not be more than
 (a) 50% of wages
 (b) 75% of wages
 (c) 90% of wages
 (d) 60% of wages
62. Under Employee's State Insurance Act, in order to qualify for sickness benefit, the insured worker is required to contribute for
 (a) 70 days in a contribution period of 6 months.
 (b) 78 days in a contribution period of 3 months.
 (c) 91 days in a contribution period of 3 months.
 (d) 78 days in a contribution period of 6 months.
63. Ankit purchased goods worth ₹ 20,000 from Anuj. In lieu of cash payment, Ankit accepted a bill of exchange of ₹ 20,000 to be payable after three months. This is an example of
 (a) Accommodation Bill
 (b) Fictitious Bill
 (c) Genuine Bill
 (d) Documentary Bill
64. Under the Negotiable Instruments Act, 1881, whether acceptance of a bill of exchange in the following situation shall be treated as qualified acceptance where the acceptor
 (a) undertakes to pay only ₹10,000 for a bill drawn for ₹15,000.
 (b) declares the payment to be independent of any other event.
 (c) writes, 'Accepted, payable at ABC Bank'.
 (d) writes, 'Accepted, payable at Delhi'.
65. When a partnership firm is continued even after the expiry of fixed term is called
 (a) Perpetual partnership
 (b) Fixed partnership
 (c) Contract partnership
 (d) Partnership at will
66. A person who is not a partner of a Partnership Firm, but he may liable for firm's debt as if he was a Partner. Such a person is called
 (a) Nominal Partner
 (b) Sleeping Partner
 (c) Partner by estoppels
 (d) Partner for profit only

67. Under Companies (Registration Offices and Fees) Rules, 2014, every foreign company shall file with the Registrar of Companies along with the financial statement in form — _____ which belong to the list of all the places of business established by the foreign company in India.
- FC 4
 - FC 2
 - FC 1
 - FC 3
68. Business ethics are needed to create a faith about the quality, quantity, price etc. of products. The customers have more trust and faith in the businessmen who follow ethical rules. They feel that such businessmen would not cheat them. Which one of the following is appropriate for it?
- Safeguarding consumers right
 - Improve customers confidence
 - Survival of business
 - Consumer movement
69. Holders of public office should not place themselves under any financial or other obligation to outside individuals or organizations that might influence them in the performance or their official duties. This principle of public life is called
- Selflessness
 - Honesty
 - Objectivity
 - Integrity
70. There are many types of ethical conflicts in the
- Business place
 - Office place
 - Work place
 - Public place
71. Which one of the following is said to be —unethical behavior?
- Encouraging communication
 - Adulteration
 - Employees awareness
 - Objectivity
72. A contract creates
- jus in personam.
 - jus in rem.
 - only rights and no obligations.
 - only obligations and no rights.
73. Provisions of EPF & Misc Provisions Act 1952 are applicable to Cinema/Theatre employing
- 10 or more persons.
 - 20 or more persons.
 - 5 or more persons.
 - 15 or more persons.
74. In the absence of Partnership agreement, the Partner has
- right to avail interest on advances paid to partnership firm.
 - right to avail interest on advances paid to partnership firm provided there is profit.
 - no right to avail interest on advances.
 - right to avail interest on advances even after dissolution of the firm.

75. A person who is employed by the seller to raise the price by fictitious bids. Such person is known as
- (a) Puffer
 - (b) By bidder
 - (c) Decoy Ducks
 - (d) All of the above
76. In case of banker's refusal to honour the cheque inspite of sufficient funds in customer's account, the banker is
- (a) liable to compensate the drawer.
 - (b) not liable to compensate the drawer .
 - (c) criminally liable under section 138.
 - (d) liable to be delisted.
77. Dependants benefit is paid at the rate of
- (a) 60% of wages in the form of monthly payment.
 - (b) 75% of wages in the form of monthly payment.
 - (c) 80% of wages in the form of monthly payment.
 - (d) 90% of wages in the form of monthly payment.
78. Board of Directors of every listed Company shall constitute an Audit Committee which shall consists of a minimum of
- (a) 2 Directors
 - (b) 3 Directors
 - (c) 4 Directors
 - (d) 5 Directors
79. The maximum limit of bonus payable to an employee is fixed by way of percentage of salary or wages earned by the employee during the accounting year, the percentage is:
- (a) 10%
 - (b) 15%
 - (c) 20%
 - (d) 25%
80. Business Ethics also called as Corporate Ethics is a form of
- (a) Positive Ethics
 - (b) Applied Ethics
 - (c) Physical Ethics
 - (d) Practical Ethics
81. An agreement which is enforceable at the option of one or more parties thereto but not at the option of other or others is called
- (a) Void contract.
 - (b) Voidable contract.
 - (c) Void agreement.
 - (d) Unenforceable contract.
82. Which of the following agency is irrevocable under The Indian Contract Act, 1872?
- (a) Agency for fixed period
 - (b) Agency for single transaction
 - (c) Agency coupled with interest
 - (d) Continuing agency
83. A sort of tacit understanding/agreement among the intending bidders to stifle competition by not bidding against each other in an auction sale is called as
- (a) Damping

- (b) Knock-out agreement
 - (c) Puffers
 - (d) By-bidders
84. When an instrument is drawn conditionally or for a special purpose as a collateral security and not for the purpose of transferring property therein, it is called
- (a) Ambiguous
 - (b) Inchoate
 - (c) Escrow
 - (d) Inland
85. Which Committee is constituted by the occupier to promote cooperation between the workers and management in maintaining proper safety and health at workplace?
- (a) Safety Committee
 - (b) Health Committee
 - (c) Management Workers Consultative Committee
 - (d) Maintenance Committee
86. Under Payment of Bonus Act, 1965, in disputed cases, bonus must be paid
- (a) Within 8 months from the close of the accounting year.
 - (b) Within 1 month from the date on which the award becomes enforceable.
 - (c) Within 2 months from the date on which the award becomes enforceable.
 - (d) Within 6 months from the date of closing of the accounting year.
87. Businessmen or industrialists take initiative to form new companies. Their main function is to manage the company after its promotion, they are known as
- (a) Particular Promoters
 - (b) Occasional Promoters
 - (c) Professional Promoters
 - (d) General Promoters
88. The study of ethics can be divided into four operational areas namely meta ethics, normative ethics, descriptive ethics and
- (a) Positive ethics
 - (b) Physical ethics
 - (c) Applied ethics
 - (d) Natural ethics
89. In social agreements usual presumption is
- (a) that parties do not intend to create social relations.
 - (b) that parties intend to perform them.
 - (c) that parties do not intend to make legal and social relations.
 - (d) that the parties do not intend to create legal relations between them.
90. In a sale of goods, the doctrine of caveat emptor will not apply when there is
- (a) usage of trade
 - (b) consent by fraud
 - (c) buyers' error of judgment
 - (d) Merchantable Quality
91. A bill of exchange, that is drawn accepted or endorsed without consideration is called
- (a) Accommodation bill
 - (b) Promissory note
 - (c) Trade bill
 - (d) Bearer instrument

92. Under Industrial Disputes Act, Appropriate Government may require to constitute a workman committee on any day in the preceding 12 months, where an industrial establishment employs
- (a) 250 or more workers
 - (b) 100 or more workers
 - (c) 500 or more workers
 - (d) 200 or more workers
93. Employee's State Insurance Act, 1948 is applicable to all
- (a) factories including factories belonging to Government and seasonal factories.
 - (b) factories excluding seasonal factories.
 - (c) factories including factories belonging to Government and seasonal but excluding Silk factory.
 - (d) factories including factories belonging to Government but excluding seasonal factories.
94. A partner must give a public notice of his retirement from the firm in order absolve himself from the liability for the acts of the other partners done after his retirement is known as
- (a) Dormant partner
 - (b) Ostensible partner
 - (c) Nominal partner
 - (d) Partner by estoppel
95. A prospectus which does not have complete particulars on the price of securities offered and the quantum of securities offered by the company is known as
- (a) Statement in lieu of prospectus
 - (b) Red-herring prospectus
 - (c) Deemed prospectus
 - (d) Shelf prospectus
96. The crucial step in understanding business ethics is
- (a) Establishing codes of ethics
 - (b) Learning to recognize ethical issues
 - (c) Having efficient operations
 - (d) Implementing strategic plan
97. Which of the following reason is applicable for unethical business practices?
- (a) Workplace Surveillance
 - (b) Profit making by some of the big companies
 - (c) Success of the company
 - (d) Administrative corruption
98. A party who does not suffer any loss in case of breach of contract is entitled to
- (a) Statutory damages
 - (b) Liquidated damages
 - (c) Exemplary damages
 - (d) Nominal damages
99. If part of contract is illegal, then the whole contract will be
- (a) Voidable
 - (b) Void
 - (c) Legal
 - (d) Illegal

100. In which of the following cases, the claim of Quantum Meruit arise
- (a) When there is no breach of contract
 - (b) When a contract is discovered to be valid
 - (c) Where something has been done non gratuitously
 - (d) Where the contract is divisible
101. Amit tells Bharat in the presence of Chetan that Amit is agent of Chetan. Chetan maintain silence instead of denying it. Later, if Amit sells Chetan's goods to Bharat, Chetan cannot dispute Bharat's title to the goods. This is example of
- (a) Sale by official receiver
 - (b) Sale by a finder of goods
 - (c) Sale by estoppel
 - (d) Execution of Sale
102. An act to dissuade the intending buyer from bidding or from raising the price by pointing out defects in the goods or by doing some other acts which prevent persons from forming a fair estimate of the price of the goods is known as
- (a) Knock out agreement
 - (b) Damping
 - (c) Puffers
 - (d) None of the above
103. If a minor draws, endorses, delivers or negotiates an instrument, such instrument binds
- (a) all parties to the instrument including the minor
 - (b) only the minor and no other parties to the instrument
 - (c) all parties to the instrument except the minor
 - (d) None of the above
104. In a partnership firm, the decision can be made by rule of majority when decisions relate to
- (a) policy matters
 - (b) ordinary routine matters
 - (c) financial matters
 - (d) buying and selling of property
105. Power to exempt any LLP or class of LLP for audits of accounts is with
- (a) Inspector
 - (b) Central Government
 - (c) Any other regulatory authority
 - (d) None of the above
106. Every inspector appointed under the Factories Act or Payment of Wages Act is deemed to be a
- (a) Controlling Officer
 - (b) Labour Welfare Officer
 - (c) Honorary Magistrate
 - (d) A Public Servant
107. No fine can be imposed on any employed person who is under the age of
- (a) 10
 - (b) 12
 - (c) 15
 - (d) 18

108. In case of employee covered under the ESI, the accident report shall be sent in _____ to local office of the ESI to which the company is attached.
- (a) Form No. 18
 - (b) Form No. 18A
 - (c) Form No. 25
 - (d) Form No. 16
109. The first case 'doctrine of frustration' as decided by the Supreme Court of India is
- (a) BasantiBastralaya Vs. River Steam Navigation Co. Ltd.
 - (b) Raju Dhruv Dev Chand Vs. Raja Harmohinder Singh
 - (c) Sushila Devi Vs. Hard Singh
 - (d) Satyabrata Ghosh Vs. Mugneeram
110. Application for Director Identification Number (DIN) is to be made to Central Govt. in Form
- (a) DIN-1
 - (b) DIN-2
 - (c) DIN-3
 - (d) None of the above
111. Business ethics is based on well accepted
- (a) Moral and Social Values
 - (b) Social Values only
 - (c) Moral Values only
 - (d) None of the above
112. Out of seven principles of public life, the principle of objectivity means
- (a) holders of public office should take decisions solely in terms of the public interest.
 - (b) in carrying out public business including making public appointments, holders of public office should make choices on merit.
 - (c) holders of public office are accountable for their decision and actions to the public.
 - (d) holders of public office should be as open as possible about all the decisions and actions that they take.
113. Who is responsible for ethical behavior?
- (a) Lecturers and Supervisors
 - (b) The Psychologist
 - (c) The Participants
 - (d) The psychological Community
114. The three C's of business ethics are
- (a) Commitment, Contribution and Consequences
 - (b) Compliance, Contribution and Consequences
 - (c) Compliance, Customs and Contribution
 - (d) Codes, Compliance and Contributions
115. Cash is withdrawn by a customer of a bank from the automatic teller machine is an example of
- (a) Express Contract
 - (b) Void Contract
 - (c) Tacit Contract
 - (d) Illegal Contract

116. Which of the following is not implied condition under The Sale of Goods Act, 1930?
- (a) Sale by description
 - (b) Sale by discount price
 - (c) Sale by sample
 - (d) Quality or fitness
117. Occupier of every factory shall provide and maintain suitable room or rooms for the use of the children under the age of six years of women workers where the number of such women workers exceed
- (a) 20
 - (b) 50
 - (c) 30
 - (d) 150
118. Examine as to which of the following payments form part of "salary" under the provisions of the Payment of Bonus Act, 1965.
- (a) Travelling allowance
 - (b) Commission on sales
 - (c) Dearness allowance
 - (d) Overtime allowance
119. Under Payment of wages Act, 1963, in any factory, in which 1200 persons are employed, wages must be paid
- (a) any time
 - (b) before the expiry of 10th day of the following month
 - (c) before the close of the month
 - (d) before the expiry of 7th day of the following month
120. The Employees Provident Funds Act, 1952 is applicable to every establishment mentioned in schedule 1 and employed
- (a) 10 persons or more
 - (b) 100 or more persons
 - (c) 20 or more persons
 - (d) 50 or more persons
121. The employer's and employee's share of contribution of ESI fund is
- (a) 1.75% and 4.75% of wages respectively
 - (b) 4.75% and 1.75% of wages respectively
 - (c) 10% and 3.75% of wages respectively
 - (d) 11 % and 3.75% of wages respectively
122. A Formal notarial certificate attesting the dishonour of a bill or note is called
- (a) Noting
 - (b) Protest
 - (c) Attestation of Dishonour
 - (d) Endorsement
123. Public notice is not required when there is
- (a) admission of new partner
 - (b) retirement of any partner
 - (c) expulsion of any partner
 - (d) dissolution of the firm
124. A LLP shall file an annual return duly authenticated with the Registrar within _____ of closure of a financial year under Limited Liability Partnership Act, 2008.
- (a) 30 days

- (b) 45 days
 - (c) 60 days
 - (d) 90 days
125. The board of directors may appoint additional directors from time to time if so authorized by
- (a) Articles of Association
 - (b) Memorandum of Association
 - (c) A resolution passed at general meeting
 - (d) A resolution passed at board meeting
126. Business ethics are gaining importance because of
- (a) smooth functioning
 - (b) good image
 - (c) the growth of consumer movement
 - (d) increasing profit
127. Which of the following statement is correct about business ethics?
- (a) Social responsibility and business ethics are considered different concepts
 - (b) Making higher profits should be the main objective of a business
 - (c) A business may sustain only if it cares for society
 - (d) Companies making ethical investments may not be able to compete
128. Holders of public office should take decision solely in terms of the public interest. This principle of public life is called
- (a) Integrity
 - (b) Accountability
 - (c) Honesty
 - (d) Selflessness
129. To resolve the Ethical Conflict, following should not be considered.
- (a) Relevant facts
 - (b) Alternative Course of action
 - (c) Arms Length
 - (d) Ethical issues involved
130. Which one of the following is not a quasi contract?
- (a) Claim for necessaries supplied to person incapable of contracting, or on his account
 - (b) Reimbursement of persons paying money by another, in payment of which he is interested
 - (c) Uncertainty and futurity of the event to which it is related
 - (d) Responsibility of finder of goods.
131. Which one of the following is the subject matter of the contract?
- (a) Existing or future goods
 - (b) Goods perishing before making contract
 - (c) Goods perishing before sale but after agreement to sell
 - (d) Any of the above.
132. One of the following is not a negotiable instrument. Identify the same.
- (a) Share certificate
 - (b) Bill of Exchange
 - (c) Cheque
 - (d) Promissory note

133. Which one of the following is a Bill of Exchange?
(a) A banker's draft
(b) A demand draft
(c) An order issued by a District Board Engineer on Government Treasury for payment to or order of a certain person
(d) All the above.
134. Who can take active part in the management of the firm?
(a) Sleeping partner;
(b) Secret partner;
(c) Working partner;
(d) Nominal partner.
135. A new partner can be introduced as a partner into a firm-
(a) At the discretion of active partner;
(b) At the decision of partners authorized in this behalf;
(c) With the consent of all existing partners;
(d) None of the above.
136. Shelter rooms with suitable lunch rooms are to be provided, if more than _____ workers are employed.
(a) 100
(b) 150
(c) 500
(d) 1000
137. Gratuity is payable to an employee _____.
(a) On his superannuation;
(b) Retirement;
(c) Retrenchment;
(d) In all the above cases.
138. Contribution of the employer to employees' pension scheme is-
(a) 8.33%
(b) 10%
(c) 12%
(d) None of the above.
139. Who, among the following, is not the Principal Employer?
(a) Occupier of the factory;
(b) Owner of the factory;
(c) Legal representative of the owner;
(d) Legal representative of the contractor.
140. The time limit for making bonus payment is-
(a) Within a period of one month from the close of the accounting year;
(b) Within a period of three months from the close of the accounting year;
(c) Within a period of six months from the close of the accounting year;
(d) Within a period of eight months from the close of the accounting year.
141. Review of minimum wages is to be done at such interval not exceeding-
(a) 3 years
(b) 5 years
(c) 7 years
(d) 10 years

142. The wages of employed persons in an establishment where less than 1000 persons are employed, shall be paid before-
- (a) 7th day
 - (b) 10th day
 - (c) 15th day
 - (d) Second working day
143. In case of unlisted company the duplicate share certificate shall be issued within a period of-
- (a) 45 days
 - (b) 3 months
 - (c) 6 months
 - (d) None of the above
144. Which one of the following is not a contract?
- (a) A find B's purse and gives it to him. B promises to give him ₹1,000/-
 - (b) A promises, for no consideration, to give ₹10,000/-
 - (c) A agrees to sell a horse worth of ₹1,000/- for ₹10/-
 - (d) A supports B's infant son. B promises to pay A's expenses in so doing.
145. Find out the right of the unpaid seller from the following-
- (a) A lien on the goods for the price while he is in possession of them;
 - (b) A right of resale as limited by the Act;
 - (c) In case of the insolvency of the buyer a right of stopping the goods in transit after he has parted with the possession of them.
 - (d) All of the above.
146. Holder in due course means any person-
- (a) Drawing the instrument;
 - (b) Who for consideration became the possession of a promissory note;
 - (c) Named in the instrument to whom or to whom order the money is directed to be paid;
 - (d) None of the above.
147. Intimation of the reconstitution of change in a registered partnership is to be given to the Registrar of firms-
- (a) No time limit;
 - (b) Within 30 days;
 - (c) Within 60 days;
 - (d) Within 90 days.
148. A firm shall not contain any name-
- (a) King;
 - (b) Queen;
 - (c) Empire;
 - (d) All of the above
149. The fee payable for registration of LLP whose contribution exceeds ₹10 lakhs is
- (a) ₹500/-
 - (b) ₹ 2000/-
 - (c) ₹ 4000/-
 - (d) ₹ 5000/-
150. Identify from the following which is the power of Inspector of Factory.
- (a) Enter into any place of a factory;
 - (b) Make inquiry into any accident;

- (c) Seize or take copies of any document;
- (d) All the above.

151. The gratuity is payable to an employee shall not exceed-

- (a) 12 months pay
- (b) 16 months pay;
- (c) 20 months pay
- (d) 24 months pay

152. Withdrawal from PF may be allowed for –

- (a) Marriage of the employer;
- (b) Post matriculation education of children;
- (c) For the purchase of a dwelling place;
- (d) For illness in certain cases.

153. ESI Corporation is a-

- (a) Partnership firm;
- (b) Limited Liability Partnership;
- (c) Body Corporate;
- (d) Hindu Undivided Family.

154. Who is not eligible to get bonus?

- (a) A temporary workman;
- (b) A dismissed employee;
- (c) A piece rated employee;
- (d) A retrenched employee.

155. The appropriate government may fix minimum rate of wages for-

- (a) Time work;
- (b) Piece work;
- (c) Guarantee time rate;
- (d) All the above.

156. The payment of wages Act applies to wages payable to an employed person in respect of wage period if such wages for that wage period do not exceed _____ per month.

- (a) ₹ 6500/-
- (b) ₹ 10000/-
- (c) ₹ 18,000/-
- (d) ₹ 25,000/-

157. The quorum for a public company having the number of members more than 5000 is-

- (a) 2
- (b) 5
- (c) 15
- (d) 30

158. In the case of an adjourned meeting the company shall give not less than _____ notice to the members.

- (a) 1 day
- (b) 3 days
- (c) 7 days
- (d) None of the above.

159. Ethics is a set of _____ of human conduct that govern the behavior of individuals or organizations.
- (a) Principles
 - (b) Standards
 - (c) Principles or standards
 - (d) None of the above
160. The society for Business Ethics was started in
- (a) 1950
 - (b) 1960
 - (c) 1970
 - (d) 1980
161. The Payment of Bonus Act 1965 extends to:
- (a) The whole of India
 - (b) The whole of India except Jammu & Kashmir
 - (c) The whole of India except Kerala
 - (d) The whole of India except Jammu & Kashmir and Kerala
162. The minimum ceiling on gratuity as per the Payment of Gratuity Act, 1972 is:
- (a) ₹ 5 lakhs
 - (b) ₹ 10 lakhs
 - (c) ₹ 15 lakhs
 - (d) ₹ 20 lakhs
163. The ESI Act, 1948 provides certain benefits to the employees in case of _____
- (a) Sickness
 - (b) Maternity
 - (c) Employment injury
 - (d) All the three
164. A monthly return of contribution in the prescribed form 6 is required to be filed with the Commissioner within days of the close of the month as per Employees' Provident Funds and Miscellaneous Provisions Act, 1952.
- (a) 15
 - (b) 20
 - (c) 25
 - (d) 30
165. _____ is not a negotiable instrument as per customs and usage.
- (a) Delivery note
 - (b) Railway Receipt
 - (c) Cheque
 - (d) Government promissory note
166. The minimum paid-up capital for a Public company is:
- (a) ₹ 3lakhs
 - (b) ₹ 4lakhs
 - (c) ₹ 5lakhs
 - (d) None of the above
167. If the agreement is made by obtaining consent by doing an act forbidden by the Indian Penal Code, the agreement would be caused by:
- (a) Coercion
 - (b) Fraud
 - (c) Misrepresentation
 - (d) Undue influence

168. Hundi's are Indigenous instrument written in _____ language
- (a) Vernacular
 - (b) Hindi
 - (c) English
 - (d) Sanskrit
169. "If you contract to sell peas, you cannot oblige a party to have beans" - This statement applies to:
- (a) an implied condition as to be description of goods
 - (b) the implied condition as to fitness of goods for a particular purpose
 - (c) implied condition as to sample
 - (d) implied condition as to title
170. Who is an Adolescent as per Factories Act, 1948?
- (a) Who has completed 17 years of age
 - (b) Who is less than 18 years
 - (c) Who has completed 15 years but less than 18 years
 - (d) None of these
171. Which of these is not a negotiable instrument as per the Negotiable Instrument Act, 1881?
- (a) Bill of exchange
 - (b) Delivery note
 - (c) Bearer Cheque
 - (d) Share Certificate
172. Public Notice under the Indian Partnership Act, 1932 is given in the following manner:
- (a) Serving a copy of the Notice to the Registrar of firms
 - (b) Publishing the Notice in the Official Gazette
 - (c) Publishing the Notice in one vernacular newspaper circulating in the district where the firm's principal place of business is situated
 - (d) All of the above
173. A person may not become an agent if _____
- (a) He is of the age maturity
 - (b) He is of unsound mind
 - (c) Either of the above
 - (d) None of the above
174. In absence of a contract to the contrary, an agent is entitled to retain _____ of the principal until amount due for commission is not received by him.
- (a) Goods
 - (b) Papers
 - (c) Property (whether moveable or immovable)
 - (d) All of the above
175. Section 122 of Companies Act, 2013 provides that which of the following provisions are not applicable to an OPC
- (a) Section 100: Calling of EGM
 - (b) Section 101: Notice of Meeting
 - (c) Section 105: Proxies
 - (d) All of the above

176. A company in which either of the Government has no paid-up share capital is called as a _____ company
- (a) Non-Government
 - (b) Government
 - (c) Listed
 - (d) Non-listed
177. Section 7(4) of Companies Act, 2013 provides that the company shall maintain and preserve copies of all documents and information as originally filed with the registrar till it's _____ under this Act.
- (a) Incorporation
 - (b) Commencement
 - (c) Dissolution
 - (d) None of the above
178. _____ are the principles of Business Ethics.
- (a) Avoid exploitation of consumers
 - (b) Avoid unfair trade practices
 - (c) Unfair treatment to employees
 - (d) All of the above
179. In case of contractual obligations where the promisor dies before performance:
- (a) The legal representatives of the promisor must perform the promise
 - (b) The legal representatives of the promisor must perform the promise provided it is not one dependent on the personal qualifications of the promisor
 - (c) The legal representatives may not perform the promise
 - (d) The legal representatives are not liable to pay damages for nonperformance of the promise.
180. An anticipatory repudiation has the effect of:
- (a) An automatic putting an end to the contract
 - (b) Putting an end to the contract only on acceptance of the repudiation by the other party
 - (c) Putting an end to the contract only on failure to perform when performance is due.
 - (d) No putting an end to the contract.
181. In pretended bidding, sale is _____.
- (a) Sale is voidable at the option of the seller
 - (b) Sale is voidable at the option of the buyer
 - (c) Valid
 - (d) Illegal
182. According to Minimum Wages Act, 1948 wage slip shall be issued by every employer to his employees
- (a) One day prior to disbursement of wages
 - (b) On the date of disbursement of wages
 - (c) One day later to the disbursement of wages
 - (d) Anytime during the month
183. All monies received on application shall be kept in a separate bank account in a _____ bank.
- (a) Nationalised
 - (b) Scheduled
 - (c) Government
 - (d) Any of the above

184. Where a company issues shares with differential right, the _____ should be maintained under Section 88 of Companies Act, 2013.
- (a) List of share-holders
 - (b) Register of shares
 - (c) Register of Members
 - (d) List of shares
185. Rule 34 provides that where the Tribunal has made winding up order of a LLP, the liquidator shall submit a report containing which of the following particulars:
- (a) Debts due to the LLP
 - (b) Guarantees given by the LLP
 - (c) Existing and contingent liabilities of the LLP
 - (d) All of the above
186. Every member of a company listed by shares and holding equity share capital shall have the right to _____ on every _____ placed before the company.
- (a) vote; resolution
 - (b) Speak; agenda
 - (c) Speak; resolution
 - (d) Any of the above.
187. When a professional promotes a position or opinion to such extent that some objectivity may have to be compromised, this threat is known as
- (a) Familiarity threat
 - (b) Objectivity threat
 - (c) Advocacy threat
 - (d) Intimidation threat
188. The _____ of the company shall contain the regulations for management of the company.
- (a) Articles
 - (b) Memorandum
 - (c) Both
 - (d) None of the above
189. The supervisory board under the German Model is known as
- (a) Aufsichtsrat
 - (b) Kiertsu
 - (c) Vorstand
 - (d) Kyosei
190. An audit committee has four fold relationship and therefore has to interact with management, internal auditor, public and
- (a) Cost auditor
 - (b) Statutory auditor
 - (c) Tax auditor
 - (d) Management auditor
191. Which of the following is a method of discharge from liability?
- (a) By endorsement
 - (b) By promising
 - (c) By cancellation
 - (d) By registration
192. A partner may contribute to the LLP
- (a) tangible or intangible property.

- (b) moveable or immoveable property.
 - (c) money, promissory note etc.
 - (d) Any of the above
193. Gratuity is payable to an employee after he has rendered continuous service for not less than five years on his
- (a) transfer
 - (b) daughter's marriage
 - (c) re-employment
 - (d) resignation
194. Who will not be considered as an employee?
- (a) Canteen workers
 - (b) Casual workers
 - (c) Partners
 - (d) Part time employee
195. "Individual pension account" means an account of subscriber, executed by a contract setting out the terms and conditions under the
- (a) Provident fund scheme
 - (b) National pension system
 - (c) Citizen welfare system
 - (d) Minimum wage payment scheme
196. Which of the following is not a category of company?
- (a) Inactive company
 - (b) Assistant company
 - (c) Dormant company
 - (d) Producer company
197. Section 92 of the Companies Act, 2013 requires a company to prepare and file annual return in form no.
- (a) MGT-12
 - (b) INC-23
 - (c) MGT-7
 - (d) SH-10
198. The main feature of e-contract is
- (a) Cost and acceptability
 - (b) Purity and clarity
 - (c) Speed, accurate and reliable
 - (d) Perfection and attractive
199. Which of the following is not an unpaid seller's right against the goods?
- (a) The right of retention
 - (b) The right of stoppage in transit
 - (c) The right of seeking claim for damage
 - (d) The right of resale
200. Where the endorser does not want that the endorsee or any other holder to incur any expense on his account is called
- (a) Restrictive endorsement
 - (b) Sans frais endorsement
 - (c) Conditional endorsement
 - (d) Unwanted endorsement

201. The liability of the partners will continue for the acts done before the dissolution, even after the dissolution, until
- (a) Public notice is given of the dissolution
 - (b) Partners are getting the final payment
 - (c) Claim is demanded by the creditors
 - (d) The death of partners
202. Every employee shall be entitled to receive bonus from his employer in an accounting year if he has worked for not less than
- (a) Ten working days
 - (b) Twenty working days
 - (c) Thirty working days
 - (d) Forty working days
203. Under Employee's State Insurance Act, 1948, the term of the office of the members of Medical Benefit Council shall be
- (a) 2 Years
 - (b) 4 Years
 - (c) 5 Years
 - (d) 10 Years
204. Which one cannot be transacted through postal ballot?
- (a) Appointment of auditor
 - (b) Election of a Director
 - (c) Buy back of shares by a company
 - (d) Change in place of registered office outside the local limits of any city, town or village
205. The appointment of an independent director shall be approved by the
- (a) Board meeting
 - (b) General meeting
 - (c) Registrar of Companies
 - (d) Central Government
206. The sweat equity shares shall be locked in for a period of _____ years from the date of allotment.
- (a) One
 - (b) Two
 - (c) Three
 - (d) Four
207. The following is the disadvantage of business ethics:
- (a) Through increasing morale and trust business can increase their market share
 - (b) Publicity due to well and ethical performance
 - (c) Acceptance of products of the company by the public
 - (d) Diversity in achievements
208. A proposal may be revoked at any time before
- (a) the communication of acceptance
 - (b) the payment of consideration
 - (c) signing the agreement
 - (d) execution of the proposal
209. Which of the following is not to be taken care while admitting a new partner?
- (a) Computation of newprofit sharing ratio and sacrifice ratio
 - (b) Accounting treatment of goodwill

- (c) Professional qualification of admitting partner
 - (d) Revaluation of assets and liabilities
210. Where goods are delivered to the buyer and he refuses to accept them, the buyer is not bound to
- (a) retain them with him.
 - (b) look-after the goods.
 - (c) return them to the seller.
 - (d) store them in his godown.
211. No child shall be allowed to work in a factory unless he has completed his
- (a) 12th year
 - (b) 14th year
 - (c) 16th year
 - (d) 18th year
212. Gratuity shall be payable to an employee on the termination of his employment after he has rendered continuous service for not less than
- (a) three years
 - (b) five years
 - (c) seven years
 - (d) ten years
213. The Employees' State Insurance Corporation is
- (a) Hindu Undivided Family
 - (b) Local Authority
 - (c) Charitable Institution
 - (d) Body Corporate
214. The annual return of an OPC shall be signed by the company secretary or where there is no company secretary, by the
- (a) Senior executive of the company
 - (b) Auditor of the company
 - (c) Director of the company
 - (d) Advocate of the company
215. If there is any mis-statement in the prospectus then it would attract the liability on
- (a) The printer
 - (b) The issuer
 - (c) The publisher
 - (d) The proof-reader
216. Every company limited by shares shall keep and maintain the Register of Members in Form No.
- (a) MGT-1
 - (b) MGT-3
 - (c) MGT-7
 - (d) MGT-12
217. Ethics are the set of moral principles that guide a person's
- (a) Behaviour
 - (b) Philosophy
 - (c) Religion
 - (d) Profession

218. Anu threaten to kidnap Binu's daughter if she does not sell her house worth ₹ 90 Lakh to her for ₹ 20 Lakh. This Contract is void due to —
- (a) inadequacy of Consideration
 - (b) absence of Free Consent
 - (c) incompetence of Parties
 - (d) None of the above
219. The Latin Maxim "Nemo Dat Quod non Habet" means
- (a) no man can pass a better title than he has
 - (b) let the Buyer beware
 - (c) no consideration – No contract
 - (d) ignorance of law is no excuse
220. As per the RBI Act, which of the following negotiable Instruments can be payable to the bearer on demand?
- (a) Cheque
 - (b) Hundi
 - (c) Bank Draft
 - (d) Promissory Note
221. When a partnership firm is continued even after the expiry of fixed term, it is called
- (a) Partnership at Will
 - (b) Perpetual Partnership
 - (c) Fixed Partnership
 - (d) Particular Partnership
222. The amount of gratuity payable to an employee shall not exceed
- (a) Ten months' pay
 - (b) Twelve months' pay
 - (c) Twenty months' pay
 - (d) Twenty-five months' pay
223. In case of a private company, mention the number of members personally present to form the quorum of a meeting of the company.
- (a) One member
 - (b) Two members
 - (c) Three members
 - (d) Four members
224. Which of the following is not a valid medium of sending notice to all shareholders?
- (a) By registered post or speed post
 - (b) Through public advertisement
 - (c) Through registered email-id
 - (d) Through courier service
225. If any default is made in filing refund of money, the company and every officer, who is in default shall be liable to a penalty maximum up to
- (a) ₹ 50,000
 - (b) ₹ 75,000
 - (c) ₹ 1,00,000
 - (d) ₹ 1,25,000
226. Value chain as a strategic framework for analysis of competitive advantage was promoted by
- (a) Peter Drucker
 - (b) F. W. Taylor

- (c) Michael Porter
- (d) Tom Peters

227. A person is said to be of sound mind for the purposes of making a contract if, at the time when he makes it, he is capable of
- (a) listening it
 - (b) hearing it
 - (c) understanding it
 - (d) interpreting it
228. Ankit agrees to pay Bina ₹1500 if it rains today, otherwise Bina pays Ankit ₹ 2000. This is a
- (a) Gambling
 - (b) Wagering agreement
 - (c) Valid agreement
 - (d) Speculation
229. Writing of a person's name on the face or back of an instrument or on a slip of paper attached to it is known as
- (a) Endorsement
 - (b) Transfer
 - (c) Negotiation
 - (d) Transmission
230. Anusua and Shrita formed a partnership to undertake a construction of a shopping complex in New Delhi. This partnership is called
- (a) Partnership at will
 - (b) Particular partnership
 - (c) Unlimited partnership
 - (d) Partnership with undefined mission
231. As per the Minimum Wages Act 1948, Adolescent means a person who has completed the age of 14 years but not completed the age of
- (a) 15
 - (b) 14
 - (c) 21
 - (d) 18
232. Every employee shall be entitled to receive bonus from his employer in
- (a) a financial year
 - (b) an accounting year
 - (c) a calendar year
 - (d) a manufacturing year
233. The annual return of an OPC shall be signed by
- (a) the company secretary
 - (b) the director
 - (c) the chief accountant
 - (d) the auditor
234. The minimum age limit for appointment of managing director and the wholetime director is
- (a) 18 years
 - (b) 21 years
 - (c) 25 years
 - (d) 30 years

235. A company cannot remove a director appointed

- (a) at the annual general meeting
- (b) at the extra ordinary general meeting
- (c) by the promoter
- (d) by the tribunal

236. Moral management requires ethical

- (a) producer
- (b) leadership
- (c) market
- (d) customer

Answer Key:

- (1) (b) Original agent
- (2) (b) Payee
- (3) (c) Dissolution on becoming a partner of unsound mind
- (4) (a) 14 months
- (5) (d) an independent married sister
- (6) (c) Fencing of machinery
- (7) (a) Two Directors
- (8) (a) PDF file
- (9) (c) not less than 1000 small shareholders or one tenth of such shareholders, whichever is lower
- (10) (b) moral judgement
- (11) (d) Either of (a) and (b)
- (12) (b) Sales takes place for existing and specific goods
- (13) (c) It is open to the person to stop payment
- (14) (d) Any of (a) to (c)
- (15) (a) Prospectus
- (16) (b) 30
- (17) (c) 200
- (18) (a) 10%
- (19) (b) 15%
- (20) (c) By breach of contract
- (21) (c) There is an existing debt for which the surety gives guarantee to the creditor on behalf of the principal debtor.
- (22) (d) Neither (A) nor (B) nor (C)
- (23) (a) 8 AM and 7 PM
- (24) (d) Any of the above
- (25) (c) 48 hours
- (26) (b) 2
- (27) (a) One third
- (28) (c) 3
- (29) (c) Content
- (30) (d) A catalogue of goods for sale
- (31) (a) may reject them
- (32) (a) Occupier
- (33) (a) delivery only
- (34) (b) Partnership Property
- (35) (c) Monopoly
- (36) (a) Universal
- (37) (c) agreement and enforceability
- (38) (a) value
- (39) (b) The Companies Act

- (40) (c) lawful
 (41) (b) 150 workers for any time
 (42) (b) As per Section 4(2) of the Act, no wage period can exceed one month. So the company would be advised accordingly
 (43) (b) Next preceding business day
 (44) (b) \square 60 or 8.33% of salary or wages whichever is higher
 (45) (a) two
 (46) (b) Rights in Rem
 (47) (b) Void
 (48) (c) Three contracts
 (49) (b) becomes insolvent
 (50) (b) none can give who does not himself possess
 (51) (c) The person who has ultimate control over the affairs of the factory
 (52) (b) cannot deduct fine from workers who are under the age of 15
 (53) (d) 90%
 (54) (d) Forty-eight hours in any week
 (55) (c) 5 years
 (56) (a) Anchal is bound to hand-over the motor car to true owner
 (57) (c) A promise to pay B ₹ 1,000 if it rains on Monday
 (58) (c) Constructive
 (59) (a) liable to pay the reasonable price of the goods
 (60) (b) Shift
 (61) (b) 75% of wages
 (62) (d) 78 days in a contribution period of 6 months
 (63) (c) Genuine Bill
 (64) (a) undertakes to pay only ₹ 10,000 for a bill drawn for \square 15,000
 (65) (d) Partnership at will
 (66) (c) Partner by estoppels
 (67) (d) FC 3
 (68) (b) Improve customers confidence
 (69) (d) Integrity
 (70) (c) Work place
 (71) (b) Adulteration
 (72) (a) jus in personam
 (73) (c) 5 or more persons
 (74) (a) right to avail interest on advances paid to partnership firm.
 (75) (d) All of the above
 (76) (a) liable to compensate the drawer
 (77) (d) 90% of wages in the form of monthly payment
 (78) (b) 3 Directors
 (79) (c) 20%
 (80) (b) Applied Ethics
 (81) (b) Voidable contract
 (82) (c) Agency coupled with interest
 (83) (b) Knock-out agreement
 (84) (c) Escrow
 (85) (a) Safety Committee
 (86) (b) Within 1 month from the date on which the award becomes enforceable
 (87) (d) General Promoters
 (88) (c) Applied ethics
 (89) (d) that the parties do not intend to create legal relations between them
 (90) (d) Merchantable Quality
 (91) (a) Accommodation bill
 (92) (b) 100 or more workers
 (93) (d) factories including factories belonging to Government but excluding seasonal factories

- (94) (b) Ostensible partner
- (95) (b) Red-herring prospectus
- (96) (b) Learning to recognize ethical issues
- (97) (d) Administrative corruption
- (98) (d) Nominal damages
- (99) (b) Void
- (100) (d) Where the contract is divisible
- (101) (c) Sale by estoppel
- (102) (b) Damping
- (103) (c) all parties to the instrument except the minor
- (104) (b) ordinary routine matters
- (105) (b) Central Government
- (106) (d) A Public Servant
- (107) (c) 15
- (108) (d) Form No. 16
- (109) (d) Satyabrata Ghosh Vs. Mugneeram
- (110) (a) DIN-1
- (111) (a) Moral and Social Values
- (112) (b) in carrying out public business including making public appointments, holders of public office should make choices on merit
- (113) (b) The Psychologist
- (114) (b) Compliance, Contribution and Consequences
- (115) (c) Tacit Contract
- (116) (b) Sale by discount price
- (117) (c) 30
- (118) (c) Dearness allowance
- (119) (b) before the expiry of 10th day of the following month
- (120) (c) 20 or more persons
- (121) (b) 4.75% and 1.75% of wages respectively
- (122) (b) Protest
- (123) (a) admission of new partner
- (124) (c) 60 days
- (125) (a) Articles of Association
- (126) (c) the growth of consumer movement
- (127) (c) A business may sustain only if it cares for society
- (128) (d) Selflessness
- (129) (c) Arms Length
- (130) (c) Uncertainty and futurity of the event to which it is related
- (131) (d) Any of the above
- (132) (a) Share certificate
- (133) (d) All the above
- (134) (c) Working partner
- (135) (c) With the consent of all existing partners
- (136) (b) 150
- (137) (d) In all the above cases
- (138) (a) 8.33%
- (139) (d) Legal representative of the contractor
- (140) (d) Within a period of eight months from the close of the accounting year
- (141) (b) 5 years
- (142) (a) 7th day
- (143) (b) 3 months
- (144) (b) A promises, for no consideration, to give ₹ 10,000/-
- (145) (d) All the above
- (146) (b) Who for consideration became the possession of a promissory note
- (147) (a) No time limit
- (148) (d) All the above

- (149)(d) ₹ 5000/-
 (150)(d) All the above
 (151)(c) 20 months pay
 (152)(c) For the purchase of a dwelling place
 (153)(c) Body Corporate
 (154)(b) A dismissed employee
 (155)(d) All the above
 (156)(c) □18,000/-
 (157)(d) 30
 (158)(b) 3 days
 (159)(c) Principles or standards
 (160)(d) 1980
 (161)(a) The whole of India
 (162)(b) ₹ 10 lakhs
 (163)(d) All the three
 (164)(c) 25
 (165)(c) Cheque
 (166)(d) None of the above
 (167)(a) Coercion
 (168)(a) Vernacular
 (169)(a) a implied condition as to be description of goods
 (170)(c) Who has completed 15 years but less than 18 years
 (171)(d) Share Certificate
 (172)(d) All of the above
 (173)(d) None of the above
 (174)(d) All of the above
 (175)(d) All of the above
 (176)(a) Non-Government
 (177)(c) Dissolution
 (178)(d) All of the above
 (179)(d) The legal representatives are not liable to pay damages for nonperformance of the promise.
 (180)(b) Putting an end to the contract only on acceptance of the repudiation by the other party
 (181)(b) Sale is voidable at the option of the buyer
 (182)(a) One day prior to disbursement of wages
 (183)(b) Scheduled
 (184)(c) Register of Members
 (185)(d) All of the above
 (186)(a) vote; resolution
 (187)(c) Advocacy threat
 (188)(a) Articles
 (189)(a) Aufsichtsrat
 (190)(b) Statutory auditor
 (191)(c) By cancellation
 (192)(d) Any of the above
 (193)(d) resignation
 (194)(c) Partners
 (195)(b) National pension system
 (196)(b) Assistant company
 (197)(c) MGT-7
 (198)(c) Speed, accurate and reliable
 (199)(c) The right of seeking claim for damage
 (200)(b) Sans frais endorsement
 (201)(a) Public notice is given of the dissolution
 (202)(c) Thirty working days

- (203)(b) 4 Years
- (204)(a) Appointment of auditor
- (205)(b) General meeting
- (206)(c) Three
- (207)(d) Diversity in achievements
- (208)(a) the communication of acceptance
- (209)(c) Professional qualification of admitting partner
- (210)(c) return them to the seller
- (211)(b) 14th year
- (212)(b) five years
- (213)(d) Body Corporate
- (214)(c) Director of the company
- (215)(b) The issuer
- (216)(a) MGT-1
- (217)(a) Behaviour
- (218)(b) absence of Free Consent
- (219)(a) no man can pass a better title than he has
- (220)(a) Cheque
- (221)(a) Partnership at Will
- (222)(c) Twenty months' pay
- (223)(b) Two members
- (224)(b) Through public advertisement
- (225)(c) ₹ 1,00,000
- (226)(c) Michael Porter
- (227)(c) understanding it
- (228)(b) Wagering agreement
- (229)(a) Endorsement
- (230)(b) Particular partnership
- (231)(d) 18
- (232)(b) an accounting year
- (233)(a) the company secretary
- (234)(b) 21 years
- (235)(d) by the tribunal
- (236)(b) leadership

(II) Match the following in Column I with the appropriate in Column II**1. Match the following:**

	Column I		Column II
i.	Presentment	A	Determines acceptable conduct in business organization
ii.	Form No. INC 23	B	Issue of global depository receipt
iii.	Continuing Guarantee	C	Bill of Exchange
iv.	Business Ethics	D	Shifting of registered office within the same state.
v.	Section 41 of the Companies Act	E	Guarantee which extends to a series of transactions.

2. Match the following:

	Column I		Column II
i.	Designated Partner	A	Quorum for meetings
ii.	Business Ethics	B	Claim for necessities supplied to person who is incompetent to contract.
iii.	Negotiation	C	Stop malpractices
iv.	Section 68 of Contract Act	D	At least two
v.	Section 103 of the Companies Act, 2013	E	Transfer

3. Match the following:

	Column I		Column II
i.	Active Partner	A	Latin term 'Ethos'
ii.	Consensus-ad-idem	B	Director Identification Number
iii.	OPC	C	Identity of Minds
iv.	DIN	D	Working Partner
v.	Ethics	E	One Person Company

4. Match the following:

	Column I		Column II
i.	Order of Performance of Reciprocal Promise.	A	Not completed 15 years of age
ii.	Waiver	B	Seven Principles of Public Life
iii.	Child	C	Laws of Contract
iv.	Permanent Disablement Benefit	D	Foregoing or giving up certain rights.
v.	Leadership	E	90% of wages

5. Match the following:

	Column I		Column II
i.	True test of Partnership	A	Sale of Goods Act, 1930
ii.	Agreement in restraint of trade	B	Factories Act, 1948
iii.	Doctrine of Caveat Emptor	C	Cox V Hickman
iv.	Spittoons	D	Seven principles of public life
v.	Integrity	E	Void

6. Match the following:

	Column I		Column II
i.	Allocable Surplus	A	Indian Contract Act
ii.	Doctrine of Implied Authority	B	Payment of Bonus Act
iii.	Doctrine of Frustration	C	Sale of Goods Act
iv.	Damping	D	Business Ethics
v.	Consumer Movement	E	Indian Partnership Act

7. Match the following:

	Column I		Column II
i.	Doctrine of privity of contract	A	Factories Act
ii.	Quantum Meruit	B	Minimum Wages Act
iii.	Relay	C	Solomon V Solomon Co. Ltd.
iv.	Schedule Employment	D	Ethical Conflict
v.	Lifting of Corporate Veil	E	Contracts Act
vi.	Economic Cycles	F	Sale of Goods Act

8. Match the following:

	Column I		Column II
i.	Doctrine of Privity of Contract	A	Section 2(h) of Indian Contract Act
ii.	Ethics	B	Dunlop Pneumatic Tyre Co. Ltd. V. Selfridge and Co.
iii.	Contract	C	1 st April, 1949
iv.	Offer	D	Greek word Ethos
v.	Factories Act, 1948	E	Proposal

9. Match the following:

	Column I		Column II
i.	Suit for Injunction	A	Not completed 15 th year of age
ii.	Waiver	B	Seven principles of public life
iii.	Child	C	Warner Bros V Nelson
iv.	Permanent Disablement Benefit	D	Foregoing or Giving up certain rights
v.	Leadership	E	90% of wages

10. Match the following:

	Column I		Column II
i.	Tacit Contract	A	Three months
ii.	Maternity Benefit	B	Corporate Ethics
iii.	Ostensible Partner	C	Director Identification Number
iv.	Business Ethics	D	Withdrawal of Cash from ATM
v.	DIN	E	Who is engaged in the conduct of the business.

11. Match the following:

	Column I		Column II
i.	Annual Leave	A	Auction Sales
ii.	Right of an unpaid seller	B	Within 60 days of AGM
iii.	Filing of Annual Return	C	Capital Redemption Reserve Account

iv.	Section 64 of the Contract Act	D	1 day for every 20 days of work performed
v.	Issue of Bonus Share	E	Right of Resale

12. Match the following:

	Column I		Column II
i.	Wagering Agreement	A	Voting through electronic means
ii.	Delivery by attornment	B	Work of the same kind is carried out by two or more sets of workers during different period of the day
iii.	Shift	C	A company in which that other company has a significant influence.
iv.	Deduction on account of payment to cooperative societies.	D	Code of conduct
v.	Drawn without consideration	E	Ultra vires
vi.	Associate Company	F	Annual Return
vii.	Sec. 108	G	Promise to pay ₹1,000 if it rains today.
viii.	Beyond their Powers	H	Accommodation bill
ix.	Section 92	I	Constructive
x.	Business Ethics	J	75% of wages

13. Match the following:

	Column I		Column II
i.	Debtor and Creditor	A	Personal attribute
ii.	Employers contribution	B	Designated Partner Identification Number
iii.	Morals	C	4.75%
iv.	DPIN	D	No presumption of undue influence
v.	Honesty	E	General Principles

14. Match the following:

	Column I		Column II
i.	Hybrid between a company and a partnership.	A	Existence from the time of incorporation to winding up
ii.	Perpetual Succession	B	Powers of the controlling authority
iii.	Red herring prospectus	C	Need for business ethics
iv.	Requiring the discovery and production of documents.	D	A limited liability partnership
v.	Smooth functioning	E	Does not include complete particulars of the quantum of the price of securities.

15. Match the following:

	Column I		Column II
i.	Legal representative of the contractor	A	Welfare measures taken in a factory
ii.	Where the seller makes a false representation and buyer relies on it.	B	Certificate of Incorporation
iii.	Creches	C	Extract of the annual return of a company

iv.	MGT – 9	D	Exception to the Doctrine of Caveat Emptor.
v.	Form No. INC – 11	E	He who is not the Principal Employer

16. Match the following:

	Column I		Column II
i.	Wagering Contract	A	Voting through electronic means
ii.	Coercion	B	War, animal rights and capital punishment
iii.	Consensus ad- idem	C	Committing any act forbidden by the Indian Penal Code.
iv.	Section 108 of Companies Act, 2013	D	Identity of minds
v.	Applied ethics	E	Promise to pay ₹ 1,000 if it rains

17. Match the following:

	Column I		Column II
i.	Occupier	A	P purchases goods from S, he has no intention of paying for it.
ii.	Section. 92 of the Companies Act, 2013	B	Annual Return
iii.	Meta Ethics	C	Person having ultimate control
iv.	Fraud	D	Control of at least 20 per cent of total share capital
v.	Significant influence	E	Nature of moral judgement

18. Match the following:

	Column I		Column II
i.	Right of lien	A	Industrial Establishment
ii.	Certificate of Incorporation	B	Minimum rates of wages have been fixed.
iii.	Lord Nolan	C	Keep the goods in his possession
iv.	Plantation	D	Seven Principles of Public Life
v.	Cost of living index number	E	Form No. INC – 11

Answer Key:

Ans:1

- (i) C
(ii) D
(iii) E
(iv) A
(v) B

Ans:2

- (i) D
(ii) C
(iii) E
(iv) A
(v) B

Ans:3

- (i) D
(ii) C

- (iii) E
- (iv) B
- (v) A

Ans:4

- (i) C
- (ii) D
- (iii) A
- (iv) E
- (v) B

Ans:5

- (i) C
- (ii) E
- (iii) A
- (iv) B
- (v) D

Ans:6

- (i) B
- (ii) E
- (iii) A
- (iv) C
- (v) D

Ans:7

- (i) E
- (ii) F
- (iii) A
- (iv) B
- (v) C
- (vi) D

Ans:8

- (i) B
- (ii) D
- (iii) A
- (iv) E
- (v) C

Ans:9

- (i) C
- (ii) D
- (iii) A
- (iv) E
- (v) B

Ans:10

- (i) D
- (ii) A
- (iii) E
- (iv) B
- (v) C

Ans:11

- (i) D
- (ii) E
- (iii) B
- (iv) A
- (v) C

Ans:12

- (i) G
- (ii) I
- (iii) B
- (iv) J
- (v) H
- (vi) C
- (vii) A
- (viii) E
- (ix) F
- (x) D

Ans:13

- (i) D
- (ii) C
- (iii) E
- (iv) B
- (v) A

Ans:14

- (i) D
- (ii) A
- (iii) E
- (iv) B
- (v) C

Ans15:

- (i) E
- (ii) D
- (iii) A
- (iv) C
- (v) B

Ans16:

- (i) E
- (ii) C
- (iii) D
- (iv) A
- (v) B

Ans:17

- (i) C
- (ii) B
- (iii) E
- (iv) A
- (v) D

Ans18:

- (i) C
- (ii) E
- (iii) D
- (iv) A
- (v) B

(III) State whether the following are 'True' or 'False':

1. In an agreement to sale, the buyer is entitled to recover the same from the official liquidator in case of insolvency of the seller.
2. The term 'employed person' includes the legal representatives of a deceased employed person.
3. Payment of Gratuity Act, 1972 applies to every shop and establishment employing seven or more persons.
4. Any misstatement in the prospectus would attract the liability on the issuer.
5. Continuous improvement or kaizen is a popular theme.
6. The buyer of the goods is not bound to accept the delivery of goods by installments unless otherwise agreed.
7. A woman employee may be allowed to work between 6 p.m. and 6 a.m.
8. The employer cannot reduce wages of the employee to avoid his liability under the Employee Provident Fund and Miscellaneous Provisions Act.
9. Standing Committee under Employees State Insurance Act shall consist of three members of the Corporation.
10. A general meeting may be called after giving a shorter notice if consent is given in writing by not less than 50% of members entitled to vote at such meeting.
11. Cheque is a bill of exchange.
12. LLP is a separate legal entity.
13. Gratuity is a lump sum payable on consideration of the past services rendered by the employee.
14. A dismissed employee, reinstated with back wages is entitled to bonus.
15. A promissory note must be conditional.
16. Two persons agreed to produce a film and share the profits of hiring it out; it is not held to be sufficient to constitute a partnership.
17. Any contract or agreement between the employer and employee whereby an employee either relinquishes or reduces his right to minimum wages or any privileges or concession is allowed under Minimum Wages Act, 1948.
18. Under the Companies Act, 2013 a Red Herring Prospectus shall carry the same obligations as are applicable to a prospectus and any variation between the Red Herring Prospectus and a Prospectus shall be highlighted as variations in the prospectus.
19. Ethics, also known as moral philosophy, is not a branch of Philosophy.
20. According to the Payment of Wages Act, 1936 other deduction cannot be more than 50% of wages.
21. Limited liability Partnership should have a minimum paid up capital of INR 1,00,000.
22. Two thirds of total directors can be given permanent appointment in the company.
23. All agreements are contracts but all contracts are not agreements.
24. In a contract of guarantee two parties are necessary.
25. Delivery means voluntary transfer of possession of goods from one person to another.
26. Shareholders and Stake holders are synonyms.
27. Ethics and Law have the same purpose.
28. As per Section 24 of PFRDA Act, 2013 the aggregate holding of equity shares by a foreign company either by itself or through its subsidiary companies or its nominees or by an individual or by an association of persons, whether registered or not under any law of a country outside India taken in aggregate in the pension fund shall not exceed twenty-six per cent of the paid-up capital.
29. The registered office shall be opened within 15 days from the date of incorporation of the company.
30. Where a bill is drawn in sets, the acceptance is required to be put on all the parts separately.

31. Business ethics is not as important to practice good ethical behavior.
32. Cheque is a promissory note.
33. Where the transfer of property in goods is to take place at a future date or subject to some conditions thereafter to be fulfilled, the contract is called sale.
34. Bonus is a lump sum payable on consideration of the past services rendered by the employee.
35. In case of alteration of memorandum, the Registrar of the State where the registered office is being shifted to shall issue a fresh certificate of incorporation.
36. Currency note, being a promissory note, is a negotiable instrument.
37. A stranger to contract cannot sue upon it.
38. When the affected party treats breach of condition as breach of warranty he cannot repudiate the contract but claim damages only.
39. If there is a custom in that particular trade that the risk does not pass with property, in such a case the risk will pass with the property.
40. If the Tribunal is of the opinion that an LLP can be revived or rehabilitated, it may, direct that an action for revival or rehabilitation may be taken.
41. The expression 'preferential offer' means an issue of shares or other securities, by a company to any select person or group of persons on a preferential basis and includes shares or other securities offered through a public issue.
42. Rule 12 (6)(b) provides that the company shall have the freedom to specify the lock-in-period for the shares issued pursuant to exercise such option.
43. The company shall not convert its existing equity share capital with voting rights into equity share capital carrying differential voting rights and vice versa.
44. If more than 150 workers are employed in a factory a canteen or canteens shall be provided and maintained by the occupier.
45. Ethics is a requirement for human life.
46. The seller of the goods is not bound to deliver them until the buyer applies for the delivery.
47. The partners of a LLP may remove an auditor from office at any time by following the procedure as laid down in the LLP agreement.
48. The certificate of fitness granted by the certifying surgeon shall be valid for a period of 24 months from the date thereof.
49. The e-voting shall remain open for not less than 3 days and shall close at 5.00 P.M. on the date preceding the date of general meeting.
50. The term 'ethics' derived from French word 'ethos' which means character.
51. Gratuitous bailment continues even after the death of either of the bailor or bailee.
52. A holder is not having right to duplicate of lost bill, before it is overdue.
53. Fine may be recovered from the employed person by installments.
54. Share certificate is a negotiable instrument.
55. The businessmen who do not follow business ethics will have short term success, but they will fail in the long run.
56. Goods to be manufactured or produced or acquired by the seller after making of the contract of sale are called future goods.
57. The first endorsement of an instrument can be made by the Banker.
58. Payment of Gratuity Act, 1972 applies to every shop and establishment employing seven or more persons.
59. In case of e-voting, notice shall be sent as attachment in word file.
60. An agreement which is impossible is void.
61. In case of expulsion of a partner, the provisions of retired partners will be applicable to such expelled partner.
62. Sickness benefit is paid up to a maximum day of 60 days in a year.
63. A director in the whole time employment of the Company is called Whole Time Director.
64. Contribution to pension scheme is recoverable when employee crosses 58 year of age.

65. A promise in return for promise means Cross promises.
66. Section 65 provides that the Central Government shall appoint one or more Inspectors to investigate the affairs of a LLP.
67. The information Memorandum shall be deemed to be a Red herring prospectus.
68. A holder of depository receipts may become a member of the company.
69. Value chain as a strategic framework for analysis of competitive advantage was promoted by Peter Drucker.

Answer Key:

1. False
2. True
3. False
4. True
5. True
6. True
7. False
8. True
9. True
10. False
11. True
12. True
13. True
14. True
15. False
16. False
17. False
18. True
19. False
20. True
21. False
22. False
23. False
24. False
25. True
26. False
27. True
28. True
29. True
30. False
31. False
32. False
33. False
34. False
35. True
36. False
37. True
38. True
39. False
40. True
41. False
42. True
43. True
44. False
45. True
46. True

- 47. True
- 48. False
- 49. True
- 50. False
- 51. False
- 52. False
- 53. False
- 54. False
- 55. True
- 56. True
- 57. False
- 58. False
- 59. False
- 60. True
- 61. True
- 62. False
- 63. True
- 64. False
- 65. False
- 66. False
- 67. False
- 68. True
- 69. False

(IV) Fill in the blanks:

1. Misrepresentation must relate to some fact which is material to the _____.
2. The LLP shall inform the concerned Registrar within _____ of the date of registration about the conversion and the particulars of LLP.
3. The term of office of a member of the standing committee, constituted under ESI Act, shall be two years from the date on which his election is _____.
4. The registered office shall be opened within 15 days from the date of _____ of the company.
5. A company shall send copy of each of the document such as memorandum etc., to a member within ___ days of the request made by him.
6. Agreements of wagers are _____.
7. The unpaid seller has the right of _____ on the goods for the price while he is in possession of them.
8. A cheque is a bill of exchange drawn on a specified _____, payable on demand.
9. The Limited Liability Partnership Act does not allow the conversion from _____ into LLP
10. The prospectus shall contain a report by a Chartered Accountant upon the profits or losses for each of _____ financial years immediately preceding the date of issue of prospectus.
11. No company shall issue any debenture carrying any _____.
12. The wage period shall not exceed _____.
13. A warranty is a stipulation _____ to the main purpose of the contract.
14. The maximum age limit of Managing Director is _____ years.
15. The gratuity is payable to an employee after he has rendered continuous service for not less than _____ years.
16. "Sale" is an _____ contract.
17. No child shall be permitted or required to work between _____.
18. Any individual or _____ may be a partner in a limited liability partnership.
19. A _____ arise where the professional have to decide between compliance with principles and actions which are beneficial to the business organization at large.
20. All wages payable under Payment of Wages Act, 1936 is required to be paid in current coins or in _____ or both.
21. No adult worker can be allowed to work more than _____ hours in a day.
22. A Meeting of Board of Directors must be held at least once in every _____ months.
23. Only designated partners are liable to obtain unique identification number called as _____.
24. Where the paid-up share capital of a One Person Company exceeds _____ or its average annual turnover during the relevant period exceeds _____ it shall cease to be entitled to continue as a One Person Company.
25. The maximum number of parties in a contract may be _____.
26. If gratuity is not paid within 30 days from the date it becomes payable simple interest @ ___ p.a. is payable on the expiry of the said period.
27. The appropriate Government may direct that the provision of Minimum Wages Act 1948 will not be applicable in case of wages payable to a _____ person.
28. In the case of banking business, the maximum number of legal partners is _____.
29. Windingup of an LLP can either be _____ or by the _____.
30. When an instrument is dishonoured the holder may cause such dishonour to be noted and certified by the notary public. Such certificate is called a _____.
31. Section 206 of Indian Contract Act, 1872 state that _____ must be given before revocation by principal or renunciation of the agency.
32. The company shall file an application in Form No _____ for its conversion from private company to OPC.
33. Share capital of the company includes _____.
34. Maximum number of partners in Banking Business is _____.

35. After buyback a company shall not make a further issue of share within a period of _____.
36. The wage limit contribution under EPFMP Act, 1952 has been fixed at _____ with effect from 01.09.2014.
37. No suit shall be brought for recovering anything alleged to be won on any _____.
38. An agency is terminated by the principle by _____ his authority.
39. _____ may appoint qualified medical practitioners to be certifying surgeons.
40. No gratuity payable under this Act shall be liable to _____ in execution of any decree or order of any civil, revenue or criminal court.
41. _____ includes pension fund, central recordkeeping agency, National Pension System Trust, pension fund adviser, retirement adviser, point of presence and such other person or entity connected with collection, management, recordkeeping and distribution of accumulations
42. An application in Form No. ____ along with the fee is filed with the Regional Director for seeking confirmation for shifting the registered office within the same state.
43. The company shall not use any amount raised through the issue of _____ for buying, trading or otherwise dealing in equity shares of any other listed company.
44. Sweat equity shares are such equity shares as are issued by a company to its _____ or _____ at a discount or for consideration, other than cash.
45. Section 95 provides that the register, their indices shall be _____ of any matter directed or authorized to be inserted therein.
46. The Seven Principles of Public Life were set out by _____ for the first time in the year 1995.
47. Remission means _____ of a lesser performance than what is actually due under the contract.
48. A promissory note or bill of exchange, in which no time for payment is specified, and a cheque, are payable on _____.
49. Where a person provides labour or service to another for remuneration which is less than the minimum wage, such labour is called _____.
50. The monies received on application shall be kept in a separate bank account in a _____ bank.
51. The seven principles of _____ were set out by Lord Nolan in 1995.
52. The liability of surety arises only when the principal debtor fails to pay the debt to the _____.
53. Goods to be manufactured or produced or acquired by the seller after making of the contract of sale is called _____ good.
54. If there is a dispute as to the amount of gratuity payable to the employee, the employer shall deposit the gratuity with the _____.
55. The time limit for registration of charge is ____ days from the date of creation of charge.
56. The ethical operation of a company is directly related to _____ in both short and long term.
57. The dishonor of the instrument may be due to Non-acceptance and _____.
58. The term of the office of the representative members of Medical Benefit Council shall be _____ years from the date on which the appointment is notified.
59. The company shall have the _____ to specify the lock-in-period for the shares issued in pursuant to exercise such option.
60. A director may resign from his office by giving a notice in writing to the _____.
61. When the consent is caused by _____ the agreement is voidable at the option of the party whose consent was so caused.
62. All payments of wages shall be made on a _____ day.
63. Whenever a company makes any allotment of securities, it shall file a return of allotment with the Registrar within ____ days of allotment.

64. The application for the purpose of Alteration of Articles is to be filed in Form No. _____.
65. Business ethics must safeguard different rights of the _____.
66. Section 92 of the Companies Act provides that every company shall prepare an Annual Return in Form No. _____.
67. No fine shall be imposed on any employed person who is under the age of _____.
68. The ESI Act, 1948 is the first major legislation on _____ security for the employees in India.
69. A company whose principal business is the acquisition of shares, debentures or other securities is termed as _____ company.
70. _____ is the principles and standards that determine acceptable conduct in business organizations.

Answer Key:

1. contract
2. 15 days
3. notified
4. incorporation
5. 7
6. Void
7. Lien
8. Banker
9. Listed company
10. five
11. Voting rights
12. One month
13. Collateral
14. seventy
15. five
16. executed
17. 7 p.m. to 8 a.m.
18. Body corporate
19. Conflict of interest
20. currency notes
21. nine
22. three/four
23. Designated Partner Identification Number (DPIN)
24. fifty lakh rupees, two crore rupees
25. infinite
26. 10%
27. disabled
28. 10
29. voluntary, National Company Law Tribunal (NCLT)
30. protest
31. reasonable notice
32. Inc-6
33. stock
34. 50
35. six months
36. ₹ 15000
37. wager
38. revoking
39. State government
40. attachment
41. Intermediary

42. Inc 23
43. prospectus
44. directors, employees
45. Prima facie evidence
46. Lord Nolan
47. acceptance
48. demand
49. forced labour
50. Scheduled
51. public life
52. Creditor
53. future
54. Controlling authority
55. 30
56. profitability
57. Non payment
58. four
59. freedom
60. Company
61. undue influence
62. working
63. 30
64. Inc-27
65. consumers
66. Mgt-7
67. 15 years
68. social
69. Investment
70. Business ethics

Notes

.....

.....

.....

.....

.....

.....

.....

.....

.....

.....

.....

.....

.....

.....

.....

.....

.....

.....

.....

.....

.....

.....

.....

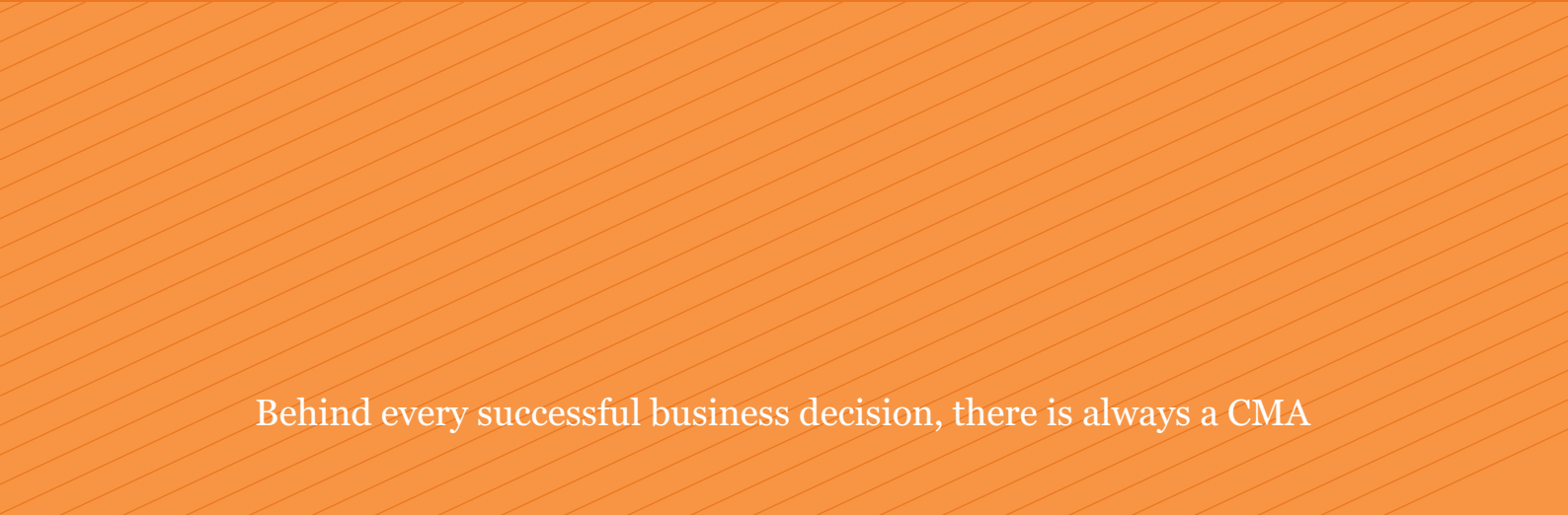
.....

.....

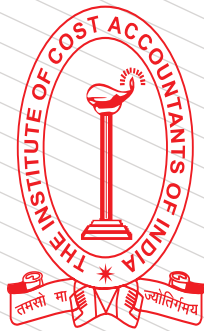
.....

.....

.....



Behind every successful business decision, there is always a CMA



THE INSTITUTE OF COST ACCOUNTANTS OF INDIA

Statutory Body under an Act of Parliament

www.icmai.in

Headquarters

CMA Bhawan, 12 Sudder Street, Kolkata - 700016

+91-33-2252 1031/34/35/1602/1492

Delhi Office

CMA Bhawan, 3 Institutional Area, Lodhi Road, New Delhi - 110003

+91-11-24666100

studies@icmai.in

Behind every successful business decision, there is always a **CMA**