

**PARUL UNIVERSITY**  
**FACULTY OF COMMERCE**  
**B.Com.(Hons) Winter 2019 – 20 Examination**

**Semester: 5****Subject Code: 16100303****Subject Name: Legal Aspects of Business****Date: 22/11/2019****Time: 10:30am to 01:00pm****Total Marks: 60****Instructions:**

1. All questions are compulsory.
2. Figures to the right indicate full marks.
3. Make suitable assumptions wherever necessary.
4. Start new question on new page.

**Q.1 Do as directed.****A) Multiple choice type questions. (Each of one mark)****(06)****1. Valid contract...**

- i. Must be an agreement between two parties only.
- ii. Must be focused on Monetary Benefits only.
- iii. Is an agreement between two or more parties.
- iv. Must be free and genuine consent of all parties.

Select appropriate answer.

- |                     |                |
|---------------------|----------------|
| a) All of the above | b) i, ii & iii |
| c) ii, iii & iv     | d) iii & iv    |

**2. In a contract there must be at least \_\_\_\_\_ parties agreed mutually.**

- |         |         |
|---------|---------|
| a) One  | b) Two  |
| c) Four | d) Five |

**3. A contract may be**

- |                    |                    |
|--------------------|--------------------|
| a) Made in written | b) By words spoken |
| c) Both of them    | d) None of them    |

**4. Law is made to serve some purpose which may be...**

- |              |                     |
|--------------|---------------------|
| a) Social    | b) Economical       |
| c) Political | d) All of the above |

**5. \_\_\_\_\_ of the Contract Act requires that the acceptance must be absolute and unqualified.**

- |                |                |
|----------------|----------------|
| a) Section 7   | b) Section 11  |
| c) Section 112 | d) Section 115 |

**6. Mukesh offers to sell his horse to Ramesh for Rs 5000/-. Then only Ramesh can accept such an offer. This is the example of.....**

- |                  |                   |
|------------------|-------------------|
| a) General Offer | b) Specific Offer |
| c) Cross Offer   | d) Counter Offer  |

**B) True & False****(06)**

1. A minor cannot be declared insolvent as he cannot avail debts.
2. Coercion means using force to compel a person to enter into a contract.
3. Agreement must not be free and Genuine.
4. Contract need not be in writing, but it is safe to be written.
5. Hiring a taxi, buying a book are the examples of making the contract.
6. A contract is not an agreement if it is enforced by law.

**Q.2 Short Note Questions. (Each of 04 mark)****(12)**

1. What are the Sources of Indian Law? Explain.
2. Write note on Digital Signature.
3. Explain the characteristics of a Private Company.

**Q.3 Answer the following. (Any Three)**

**(18)**

1. Explain the contents of Memorandum of Association.
2. Write note on following Company Meetings:
  - a. Statutory Meeting
  - b. Annual General Meeting.
3. Discuss the Prospectus.
4. Explain the Wagering Agreements with example.

**Q.4 Answer the following. (Any two)**

**(18)**

1. Explain the process of Incorporation of Companies.
2. Discuss the Quasi Contract with its section 68 to section 72.
3. Discuss the Essentials Elements of a Valid Contract.