

P 6045

M.B.A. DEGREE EXAMINATION, MAY/JUNE 2006.

First Semester

B.A. 106 — LEGAL ASPECTS OF BUSINESS

Time : Three hours

Maximum : 100 marks

Answer ALL questions.

PART A — (10 × 2 = 20 marks)

1. What do you understand by 'Common Law'? - 1
2. Explain the need for Law. - 1
3. State the important characteristics of a Negotiable instrument. - 1
4. What are the personal liability of an Agent? - 1
5. Who are all liable for misstatement in the prospectus? - 2
6. What do you mean by "Irregular Allotment"? - 2
7. State the permissible deductions which may be made from wages. - 2
8. When is an employee disqualified from receiving bonus? - 2
9. What is meant by single-point and multi-point sales taxation? - 4
10. Explain "Tax Planning" and "Tax Evasion". - 4

PART B — (5 × 16 = 80 marks)

11. (i) State and explain the various sources of Indian Mercantile Law. - 1
- (ii) Explain the scope and functions of Business Law. - 1

12. (a) Explain how taxable turnover is calculated, with suitable example. - 4

Or

(b) As a Corporate Executive, how will you plan your tax? Explain with example. What are the issues involved in it? - 4

13. (a) Explain the term 'Capacity to Contract'. Discuss the contractual capacity of the following persons :

(i) Minor

(ii) Convicts

(iii) Insolvents and

(iv) Persons of unsound mind.

Or

(b) State and explain the various modes by which a contract may be discharged. - 1

14. (a) Discuss the various clauses in the Memorandum of Association of a Company. - 2

Or

(b) Under what circumstances a Director of a company be removed from his office. - 2

15. (a) Explain the various provisions relating to Health, Safety and the Welfare, under the Factories Act 1948. - 3

Or

(b) What are the various machineries available for the settlement of industrial disputes under the Industrial Disputes Act, 1947? - 3

