Roll No. ....

Total No. of Questions – **7** | Total No. of Printed Pages – **4**

Time Allowed – **3** Hours | Maximum Marks – **100**

BPL

Answers to questions are to be given only in English except in the case of candidates who have opted for Hindi Medium. If a candidate has not opted for Hindi medium, his/her answers in Hindi will not be valued.

Question No. **1** is compulsory.

Attempt any **five** questions from the remaining **six** questions.

Marks

1. (a) Ramesh, aged 16 years, was studying in an engineering college. On 1 March, 2011 he took a loan of ₹ 1 lakh from Suresh for the payment of his college fee and agreed to pay by 30th May, 2012. Ramesh possesses assets worth ₹ 10 lakhs. On due date Ramesh fails to pay back the loan to Suresh. Suresh now wants to recover the loan from Ramesh out of his assets. Whether Suresh would succeed ? Decide, referring to the provisions of the Indian Contract Act, 1872. 5

   (b) Whether a company may issue shares at discount ? State the conditions which must be fulfilled before issuing the shares at discount contained in Companies Act, 1956. 5

Marks

(c) State with reasons whether the following statements are correct or incorrect : 2×2½ = 5

(i) There is no economic growth without ecological cost.

(ii) The institution of business exists only if it fulfils the society's expectations.

(d) Explain clearly the different types of grapevine chains in an informal communication. 5

2. (a) (i) Who, amongst the following, are eligible for bonus under the Payment of Bonus Act, 1965 : 4

(1) An apprentice of a newly formed company.

(2) A dismissed employee reinstated with back wages.

(3) A temporary workman.

(4) An employee employed through contractor of building operation.

(ii) When an employee becomes disabled due to any accident or disease and is unable to do the same work and re-employed on the reduced wages, how the gratuity of such employee shall be computed under the provisions of the Payment of Gratuity Act, 1972 ? 4

(b) Why is the 'critical thinking' important part of success and wisdom ? What steps are required to make it effective in a business organisation ? 4

(c) What is meant by 'Stakeholders' ? Give the list of such stakeholders. 4

3. (a) State the essential elements of a contract of bailment. Distinguish between the 'contract of bailment' and 'contract of pledge'. 8

(b) State the reasons for accepting the change in the present management set-up of the corporate culture in a business organisation. 4

(c) Differentiate between 'consumer interest' and 'public interest'. 4

Marks

4. (a) Explain the provisions of law and procedure relating to alteration of object clause stated in the Memorandum of Association of a company under Indian Companies Act, 1956. 8

(b) State the ethical issues which are being faced by an individual at the workplace of an industrial organisation. 4

(c) State the types of groups in an organisation which play an important role in solving the difficult problems in an organisation. 4

5. (a) A draws and B accepts the bill payable to C or order, C endorses the bill to D and D to E, who is a holder-in-due course. From whom E can recover the amount ? Examining the right of E, state the privileges of the holder-in-due course provided under the Negotiable Instruments Act, 1881. 8

(b) Differentiate between 'Share Warrant' and 'Share Certificate' under the Companies Act, 1956. 4

(c) M/s. Assure Investments, a firm of partners A and B, appoint and authorize Mr. X giving powers to sell and sign transfer deeds for transfer of shares and debentures by executing an instrument of the "Power of Attorney". Draft such instrument of the "Power of Attorney" of the firm. 4

6. (a) State the liability of an 'Expert' in case of misrepresentation in the prospectus. When an expert will not be liable for his untrue statements made in the prospectus ? 8

(b) State the important components required in writing a "Partnership Deed" of a business firm. 4

Marks

(c) State whether the following statements are correct or incorrect : 4

(i) A proposal may be revoked by the proposer before the posting of the letter of acceptance by the acceptor.

(ii) A private company is required to hold statutory meeting.

(iii) The validity period of a cheque is three months.

(iv) Every shareholder is a member, but every member may not be a shareholder of the company.

7. Answer any **four** of the following : 4×4 =16

(a) Explain the provisions of the Employee's Provident Funds and Miscellaneous Provisions Act, 1952, relating to the protection of the credited amount in the provident fund against attachment. 4

(b) Mr. DP, Secretary, of City Handicrafts Ltd. called an extraordinary general meeting of the company on the requisition of some members. Mr. DP, Secretary of the Company, issued notice of the meeting without the authority of the Board of Directors. Discuss on the validity of the notice issued by Mr. DP, Secretary of the City Handicrafts Ltd. 4

(c) Discuss the provisions of law contained in the Companies Act, 1956 as regards to the service of documents. 4

(d) State the advantages of formal communication. 4

(e) Explain the objects of the Consumer Protection Councils in India. 4