

**COMPILATION
OF
SUGGESTED ANSWERS
FINAL COURSE**

(NOVEMBER, 2008 – MAY, 2011)

PAPER – 4 : CORPORATE AND ALLIED LAWS



**BOARD OF STUDIES
THE INSTITUTE OF CHARTERED ACCOUNTANTS OF INDIA
(Set up by an Act of Parliament)
NEW DELHI**

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ã The Institute of Chartered Accountants of India

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A WORD ABOUT COMPILATION

The Board of Studies, the academic wing of the Institute of Chartered Accountants of India has been taking proactive initiatives in imparting the distance education to the students pursuing the Chartered Accountancy course. Keeping in view of the requirements of the curriculum the time available with the students, integration of training vis-à-vis industrial expectation, it is necessary that students should holistic learning and not a mere rote learning. CA students have a wide choice in learning the subject through the mode of text books, study modules, practice manuals, revisionary test papers, supplementary study material on the subject updates, teleconference classes and other reference inputs. Despite the various options, it is found that when it comes to the examination requirements, most of them do not come to the expectation level even though students have put in their best efforts. There may be several causes as to their performance in the examination and it is therefore necessary that a student from the very beginning of his career need to know as to what is the best way of approaching the examination.

The plan, preparation and proceeding with each of the subject differ widely and therefore one should customize his study accordingly. At the Final level, Paper-4 deals with Corporate and Allied Laws, where the level of knowledge prescribed is that of 'Advanced knowledge' The paper consists of two sections i.e. Section A relating to Company Law carrying a weightage of 70 marks with the objective that students are 'able to analyze and apply various provisions of the Companies Act, 1956 in practical situations' and Section B carrying weightage of 30 marks dealing with allied laws and the objective is 'to develop ability to analyze the requirements of laws stated in the Section'. In brief, the students are expected to have not only analyzing skills but also application skills in company law, while in allied laws they are expected to have the analyzing skills (an overview of various allied laws) stated in the syllabus. Accordingly, preparation should be proceeded with care, concern and caution.

Now, the Board of Studies has brought out a new publication i.e. Compilation of Suggested Answers which contains the past year examination questions (November 2008 to May 2011) came from new syllabus only. As we know that we have finally switched over to Final New syllabus, this compilation will guide the students to clearly understand the new pattern and help them to prepare accordingly. While you start reading the compilation, keep by your side, the relevant Bare Act and you will come across the wordings as given in the section, with explanation if any and more important whether the section has any proviso and exemptions. This you can correlate and relate with the question and answer given in this compilation. The answer may also highlight if there is any land mark judgement by the Court which only illustrates that section(s) are capable of interpretation where clarity is sought for based on practical situations. These in brief are the nuances of law and sought to be tested at the Final level.

All steps have been taken to make reading of compilation, resourceful and useful. Since amendments in law are a continuous process, we endeavor to update the answers in tune with the changes wherever necessary. In case if you have any suggestions for fine tuning, mail us through e-Sahaayataa **or** call us at toll free number **1800-200-2501** **or** write to The Director, Board of Studies.

We wish you a resourceful reading and good luck.

Happy Reading and Best Wishes!

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