

Roll No.

Total No. of Pages : 02

Total No. of Questions : 17

**MBA (2019 Batch) (Sem.-2)**  
**LEGAL ENVIRONMENT FOR BUSINESS**

Subject Code : MBA-202-18

M.Code : 76154

Time : 3 Hrs.

Max. Marks : 60

**INSTRUCTIONS TO CANDIDATES :**

1. SECTION-A contains EIGHT questions carrying TWO marks each and students has to attempt ALL questions.
2. SECTION-B consists of FOUR Subsections : Units-I, II, III & IV. Each Subsection contains TWO questions each carrying EIGHT marks each and student has to attempt any ONE question from each Subsection.
3. SECTION-C is COMPULSORY carrying TWELVE marks.

**SECTION-A**

**Write short notes on the following :**

- 1) Lifting the Corporate veil
- 2) Draft offer document
- 3) ESCROW
- 4) Acceptance for honour
- 5) Implied warranty
- 6) Exceptions to doctrine of caveat emptor
- 7) How law of partnership is extension of law of agency?
- 8) Partnership deed

**SECTION-B**

**UNIT-I**

- 9) When a contract is said to be induced by 'Undue Influence'? When is a party deemed to be in a position to dominate the will of another? What is the influence of undue influence on contract?
- 10) Discuss the doctrine of Public Policy. Describe the various types of agreements which are illegal because they are contrary to public policy.

## UNIT-II

- 11) Distinguish between a condition and a warranty. When does a condition descend to the level of a warranty?
- 12) State the conditions implied in a contract for the sale of goods (a) by description, (b) by sample, (c) required for a particular purpose.

## UNIT-III

- 13) What is meant by 'acceptance' of a bill of exchange? When must a bill be accepted? If acceptance is refused, what steps the holder should take?
- 14) Define a holder in due course. What are his privileges under the Negotiable Instruments Act?

## UNIT-IV

- 15) What are different kinds of meetings of the shareholders of a company? When and how are these meeting held?
- 16) Briefly explain the provisions of Companies Act regarding the mode of appointment of directors of a company.

## SECTION-C

- 17) Good Homes Ltd. was registered as a public company with 205 members as follows :

No. of members Directors and their relatives 45

Employees 12

Ex-employees 08 (Shares were allotted when they were employees)

Others 140

Total number of members 205

Board of directors of the company takes a decision to convert the company into a private company. Being a legal advisor, the Board of directors seeks your advice about the steps to be taken for conversion of the company into a private company including reduction in the number of members, if necessary, as per the Companies Act, 2013. Advise the Board.

**NOTE : Disclosure of Identity by writing Mobile No. or Making of passing request on any page of Answer Sheet will lead to UMC against the Student.**