

BUSINESS LAW (COMPANY LAW)-III**QP CODE: 00005526****[Time:03 Hrs.]****[Marks:75]****Please check whether you have got the right question paper.**

- N.B:**
- 1. All questions are compulsory.**
 - 2. Figures to the right indicate full marks.**
 - 3. Students answering in the regional language should refer in case of doubt to the main text of the paper in English.**

| Q1A | Multiple Choice Questions (Any Eight) | 08 |
|------------|--|-----------|
| 1. | Bonds are only repaid upon the repayment of the first mortgage bonds a-Second Mortgage Debentures b-initially mortgage debentures c-none of the above d-all of the above | |
| 2. | Debentures have a charge against certain assets of the issuing corporation. a-secured debentures b-unsecured debentures c-none of the above d-all of the above | |
| 3. | Which of the following is not a prospectus? a-Red herring b-Deemed c-Shelf d-MOA | |
| 4. | Red herring prospectus excludes: a-size of the offering b-cost of securities c-none of the above d-all of the above | |
| 5. | The debentures are easily transferable. a-bearer debentures b-registered debentures c-none of the above d-all of the above | |
| 6. | What is the minimum number of members required to form a public limited company? a. 10 b. 2 c. 5 d. 7 | |
| 7. | Application for approval of name of a company is to be made to _____ a. SEBI b. Registrar of Companies c. Government of India d. Government of the State in which Company is to be registered | |
| 8. | Private company can start its business immediately after the issue of _____ a. certificate of commencement of business b. certificate of incorporation c. both d. none of the above | |
| 9. | What is known as charter of company? a. MOA b. AOA c. Prospectus. d. Certificate of Incorporation | |
| 10. | The corporation keeps records of the information regarding the holders of these debentures a-bearer debentures b-registered debentures c-none of the above d-all of the above | |
| Q1B | State whether the following statements are true or false: (Any Seven) | 07 |
| 1 | Accounting standards does not permit uniformity. | |
| 2 | Experts who help promoters in the promotion of a company are also called promoters. | |
| 3 | It is necessary to get every company incorporated, whether private or public. | |
| 4 | Deemed prospectus is covered under section25(1) of the companies act, 2013. | |
| 5 | A private placement offer may not be made to more than 250 individuals in a single financial year. | |
| 6 | Business must return all subscription fees to customers within 40 days of receiving the court judgement imposing the fine. | |
| 7 | In an Offer for Sale, the winning bidder must pay the certain sum up advance to seal the deal | |
| 8 | The securities premium account maybe applied by the companies towards the issue of shares of the company. | |
| 9 | A preference shareholder has equal rights of participation and voting in the general body meeting like equity share-holders. | |
| 10 | The memorandum of association mentions the amount of authorised and issued share capital. | |

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| Q2 | Answer ANY TWO of the following | |
| 1. | Write a note on small company and one-person company. | 08 |
| 2. | Describe in brief about financial year under the Companies Act, 2013. | 07 |
| | OR | |
| 3. | Write a note on Auditing Standards and Accounting Standards. | 08 |
| 4. | Explain the following terms: a. Indian Depository Receipt b. Foreign Company | 07 |
| Q3 | Answer ANY TWO of the following | |
| 1. | Discuss the variation in terms of contract or objects in prospectus u/s 27 (bye law) | 08 |
| 2. | Write a note on Deemed Prospectus. | 07 |
| | OR | |
| 3. | Discuss the advantages and disadvantages of Incorporation of a Company. | 08 |
| 4. | What is the process of alteration in Memorandum of Association. | 07 |
| Q4 | Answer ANY TWO of the following | |
| 1. | Define Prospectus and what are the different type of prospects? | 08 |
| 2. | What are the different types of allotment of securities under the companies act 2013. | 07 |
| | OR | |
| 3. | What do you mean by equity share capital. State its merits and demerits. | 08 |
| 4. | Discuss the difference between Offer for Sale and Qualified Institutional placement. | 07 |
| Q5 | Answer ANY TWO of the following | |
| 1. | Explain the provisions regarding the reduction of share capital of a company? | 08 |
| 2. | Explain the types of share capital. | 07 |
| | OR | |
| | SHORT NOTES (ANY 3) | 15 |
| 1. | Deposit | |
| 2. | Foreign Company | |
| 3. | Memorandum of Association | |
| 4. | Offer of sale of shares | |
| 5. | Debenture categories based on negotiability | |