# MBA (HRM & OB) 4<sup>TH</sup> Semester

Maximum Marks: 100

**Course Title: Legal Aspect of Business** 

Course No.: MHRM-411 **Time Allowed: 3 Hours SECTION A** Note: This section comprises of 10 (Ten) questions. All Questions are compulsory. Each Question carries 1 mark. Time allowed for this section is 10 minutes. Answers are to be recorded on the separate sheet available. (Total 10 marks). 1. Constitution of India came into force in A) 1951 B) 1949 C)1948 D) 1950 2. Indian Contract Act was enacted in A) 1872 B) 1850 C) 1856 D) 1875 3. Indian Sale of Goods Act came into existence in A) 1934 B) 1920 C) 1930 D) 1948 4. Which of the following best defines what is meant by law? A) Set of rules enforced by the state B) An agreement between the state and its citizens, enforced by the courts C) A set of rules made by the state that governs the conduct of the state and its citizens and that can be enforced by the courts D) A set of rules made by judges that governs the conduct of the state and its citizens and that can be enforced by the state 5. Which one of the following is not correct? A regulated consumer credit agreement is one where: A) A bank provides a loan or overdraft B) A consumer purchases goods on hire purchase C) A creditor provides a personal loan to a debtor D) A creditor provides a business with credit 6. Where a contract states the sum to be paid in the event of a breach of contract, the stated sum is known A) Liquidated damages B) Contract sum C) Sated damages D) None 7. When the required rate of return > Coupon rate, the bond will be valued at A) Premium B) Par value C) Discount D) None of the above

#### Unit-II

Q21. What are the 'articles of association'? Discuss the limits upon the powers of a company to alter or add to the articles of association.

OR

Q22. State the steps you would take to obtain (i) Certificate of incorporation, and (ii) Certificate of commencement of business in the case of a public limited company.

### **Unit-III**

Q23. Discuss the issue of shares at premium, par and at discount.

OR

**Q24.** Explain the pre-emptive rights of the ordinary shareholders. How is their financial interest affected by the issue of rights shares.

## **Unit-IV**

Q25. Explain in detail the Sale of Goods Act.

OR

Q26. Define Negotiable Instrument. What are the various types of Negotiable Instruments?

### Unit-V

Q27. Explain in detail Foreign Exchange Regulation Act (FERA), 1973.

OR

Q28. Explain in detail the scope and provisions of Consumer Protection Act, 1986.