School of Management and Business Studies

Department of Management **Roll No...**

Even Semester Examination - July 2023

MBA-IV Semester

MBA-OUE-24

Legal Aspects of Business

Duration: 3 Hour Max.Marks -75

(15X5=75)

Note: Attempt any Five Questions, All questions carry equal marks

Q1: State the type of offer made in the below cases. Also provide justification of your answer.

a. A real estate company proposes, by a letter or over telephone, to sell the flat to Rajiv at a certain price.
b. A company owns a fleet of motorboat for taking people from Mumbai to Goa. The boats are in water at gateway of India.
c. Akbar, a creditor, offer not to file a suit against Begum, a debtor, if the latter pays him the amount of Rs 2000 outstanding.

Q2: What is "misrepresentation"? How it is different from "fraud"?
Doug is leasing a new apartment. The apartment is next door to a nightclub. Doug asks the leasing agent if the apartment is loud at night. The leasing agent has never been to the apartment at night, but tells Doug that he won't be able to hear the noise. Doug leases the apartment and, unfortunately, it's very loud at night. Is this the case of misrepresentation or fraud? Justify your answer.

Q3: What is the difference between "agreement to sell" and "Hire purchase agreement"? Discuss with the help of suitable examples.

Q4: What do you mean by "Negotiable Instruments"? What are various types of negotiable instruments? What is the difference between 'sight bill' and 'time bill'?

Q5: Prepare a partnership deed for a firm which is into artificial jewellery business. The firm has four partners and they have invested capital in ratio of 20:40:10:30. The firm is located in Noida. Use imaginary details to prepare the same.

Q6: State with reasons whether each of the following instruments is an incomplete Instrument or not:

a. Ravi signs and delivers a blank and unstamped promissory note to Ashok.
b. Shyam delivers blank and a stamped promissory note to Ali without his signature.
c. Rajesh signs a blank and stamped promissory note and keeps in his safe.
d. Kirti signs and delivers a blank and stamped promissory note to Ravi.
e. Akbar signs and delivers a complete and a stamped promissory note to Rajneesh.

Q7: what are the characteristic features of a company? "A shareholder is personally liable for the acts of the company if he holds virtually the entire share capital of a company". Comment on the statement.

Q8: A group of persons wants to form a company for a future project. The group seeks your advice about the procedure of incorporation of company. State the procedure available to such a company under the provisions of the Companies Act, 2013.