57042

BBA 5th Semester (N.S)

Examination–November, 2014

Company Law

Paper-bba-502

Time : 3 hours　　　　　　　**Max. Marks : 80**

Before answering the questions, candidates should ensure that they have been supplied the correct and complete question paper. No complaint in this regard will be entertained after the examination.

Note : Section A is **compulsory**. Attempt other **four** questions selecting **one** question from each unit in Section B. All questions carry equal marks.

SECTION A　　　(2×8=16)

1. (a) Define the term company.

   (b) What is statement in lieu of prospectus?

(c) Give two rights of a member.

(d) What is the need of meeting?

(e) Give two liabilities of director.

(f) What do you mean by corporate governance?

(g) What is meant by oppression and mismanagement?

(h) Give the meaning of defunct company.

SECTION B

Unit I.

2. Explain the difference between Public company and Private company. State the special privileges and exemptions enjoyed by a private company. (16)

3. What is misstatement in a prospectus? Discuss the civil and criminal liabilities of persons responsible for mis-statements in a prospectus. (16)

Unit II

4. 'Every shareholder of a company is known as a member while every member may not be known as a shareholder', comment. Discuss the rights of a member. (16)

5. Define the term 'dividend'. Explain the rules of ascertaining the divisible profits for the purpose of declaration of dividend. (16)

Unit III

6. Define a 'Director'. Explain the provisions of the Companies Act regarding the appointment of directors. (16)

7. (a) Distinguish between Managing Director and Manager. (8)

(b) Write a note on current development in corporate governance. (8)

Unit IV

8. The Companies Act has prescribed limitation on the power of the Board in regard to borrowing. Discuss the limitation and position of lenders in case of such ultra-vires borrowings. (16)

9. What do you understand by winding up of a company? Also give various modes of winding up of the company. (16)