

<b>Seat No.</b>	
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**M.B.A. (Part-I) (Semester-I) Examination, 2013**  
**LEGAL FRAMEWORK OF BUSINESS(New Course) (Paper-VIII)**  
**Sub. Code :48327**

**Day and Date : Thursday 06 - 06- 2013**

**Total Marks : 70**

**Time :10.00 a.m. to 1.00 p.m.**

**Instructions : 1) Q.No.1 and 5 are compulsory.**

**2) Attempt any two questions from Q.No.2,3 & 4.**

**Q1) Attempt the following problems, giving reasons. Are the following promissory notes valid ? Give reason in each case. [20]**

- a) "M promise to pay Y or order Rs.5000".
- b) "A promise to pay B Rs. 1000 on C' death; provided C leaves A enough to pay that sum".
- c) "O promise to pay P Rs. 5,000 and all other sums which shall be due to him".
- d) "S promise to pay T Rs.6,000. Seven days after P's death".

**OR**

- a) Attempt the following problems, giving reasons: [10]
  - 1) A accepts a bill for Rs.20,000/- being agreed price for two bales of cotton to be supplied to B by A. B only delivers one bale. B endorses the bill to C for value. C endorses it to D for value. What is the legal position of D?
  - 2) A borrows Rs. 10,000/- from B to pay to C to whom A has lost a bet. Can the contract between A and B valid?
- b) Attempt the following problems, giving reasons: [10]
  - 1) K applies for 200 shares on the basis of a prospectus which contains some mis-statement. The shares are allotted to him. K afterwards

**P.T.O.**

transfers the shares to N. Can N bring an action for a rescission on the ground of mis-statement?

- 2) A creditor of a company applied for the winding up of the company for its inability to pay his claim, after the lapse of three weeks from the date of proper demand made on company. It was proved to the satisfaction of the court, during inquiry that the company was commercially solvent. Discuss.

**Q2) a)** What is meant by breach of contract? What remedies are available to an aggrieved party on the breach of contract?

b) Define 'company' and state the characteristics of a company.

**[15]**

**Q3) a)** Consumer disputes are redressed at three levels. State and explain the levels with specific jurisdiction.

b) Define 'cheque'. What are the essential elements of a cheque?

**[15]**

**Q4) a)** Define 'Strike' and 'Lockout'. When a strike and lockout is declared to be illegal?

b) State objects, applicability and scope of Information Technology Act 2000.

**[15]**

**Q5) Write short notes on any four:**

**[20]**

- 1) Consumer and consumer dispute.
- 2) Bill of Exchange.
- 3) Position of Directors.
- 4) Minors contract.
- 5) Unfair Trade practice.
- 6) Annual General meeting.

