

Roll.No.

25UPACT1002

SHRIMATHI DEVKUNVAR NANALAL BHATT VAISHNAV COLLEGE FOR WOMEN  
(AUTONOMOUS)

(Affiliated to the University of Madras and Re-accredited with 'A+' Grade by NAAC)  
Chromepet, Chennai - 600 044.

B.Com. PA - END SEMESTER EXAMINATIONS - NOVEMBER 2025  
SEMESTER - I

**25UPACT1002 - Legal Framework of Business - I**

Total Duration : 2 Hrs.30 Mins.

Total Marks : 60

### Section B

Answer any **TWENTY** questions (20 × 2 = 40 Marks)

1. Which ministry administers the Companies Act, 2013?  
a) Ministry of Finance                      b) Ministry of Home Affairs  
c) Ministry of Corporate Affairs      d) Ministry of Commerce
2. SEBI was given statutory powers in which year?  
a) 1988    b) 1992    c) 1996    d) 2001
3. RBI is under the ownership of which ministry?  
a) Ministry of Corporate Affairs    b) Ministry of Finance  
c) Ministry of Home Affairs        d) Ministry of Law and Justice
4. IBBI regulates insolvency proceedings under which code?  
a) Companies Act                              b) Banking Regulation Act  
c) Insolvency and Bankruptcy Code    d) LLP Act
5. The Supreme Court was established on:  
a) 15 August 1947    b) 26 January 1950  
c) 2 October 1950    d) 12 March 1951
6. The Indian Contract Act came into force on:  
a) 1 July 1872        b) 1 April 1956  
c) 26 January 1950    d) 1 January 1873
7. A valid contract requires:  
a) Offer and Acceptance    b) Only offer  
c) Promise alone              d) Consideration only
8. "Consensus ad idem" means:  
a) Meeting of minds    b) Legal obligation  
c) Consideration        d) Contractual capacity
9. Quasi contracts are:  
a) Implied by law    b) Implied by parties  
c) Voidable            d) Illegal

Contd...

10. A contingent contract depends upon:
  - a) Certain event
  - b) Uncertain event
  - c) Performance
  - d) Offer
11. "Bailment" means:
  - a) Transfer of ownership
  - b) Delivery of goods for some purpose
  - c) Sale of goods
  - d) Lease of property
12. The person delivering goods is called:
  - a) Bailee
  - b) Bailor
  - c) Pawnor
  - d) Agent
13. The pawnee has a right to sell pledged goods after:
  - a) Court order
  - b) Notice to pawnor
  - c) Registration
  - d) Expiry of contract
14. The person represented in an agency is called:
  - a) Agent
  - b) Principal
  - c) Pawnee
  - d) Guarantor
15. A sub-agent acts:
  - a) Under the control of principal
  - b) Under control of original agent
  - c) Independently
  - d) For government
16. Partnership arises out of:
  - a) Contract
  - b) Status
  - c) Agreement or inheritance
  - d) Family
17. The minimum number of partners in a firm is:
  - a) One
  - b) Two
  - c) Three
  - d) Five
18. Partnership is governed by:
  - a) Indian Contract Act
  - b) Indian Partnership Act, 1932
  - c) Companies Act
  - d) LLP Act
19. Registration of partnership is:
  - a) Mandatory
  - b) Optional
  - c) Compulsory
  - d) Prohibited
20. A partnership formed for a single venture is called:
  - a) General partnership
  - b) Particular partnership
  - c) Temporary partnership
  - d) Partnership at will
21. LLP Act was enacted in which year?
  - a) 2008
  - b) 2005
  - c) 2010
  - d) 2009
22. Minimum number of partners in an LLP is:
  - a) One
  - b) Two
  - c) Three
  - d) Five
23. LLP is a:
  - a) Body corporate
  - b) Voluntary association
  - c) Registered society
  - d) NGO

**Contd...**

24. The liability of partners in LLP is:  
a) Unlimited                      b) Limited to contribution  
c) Joint and several      d) Not defined
25. LLP is called a hybrid between:  
a) Partnership and Company  
b) Sole proprietorship and Trust  
c) Firm and Cooperative  
d) Association and Society

### **Section C**

Answer any **FOUR** questions (4 × 5 = 20 Marks)

26. Compare and contrast the powers and functions of SEBI and the Reserve Bank of India as financial regulators.
27. Apply the essential elements of a valid contract to a real-life business example and explain how legal enforceability is ensured.
28. Explain how a contract of bailment arises and identify the rights and duties of the bailor and bailee in a commercial context.
29. Examine the circumstances under which a principal may be bound by the acts of his agent and how agency can be terminated.
30. Explain the concept of partnership and its essential elements as per the Indian Partnership Act, 1932.
31. Describe the procedure for incorporation of an LLP under the LLP Act, 2008.

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