

C 26068

(Pages : 2)

Name.....

Reg. No.....

**FOURTH SEMESTER B.Com. DEGREE (SUPPLEMENTARY)
EXAMINATION, MAY 2017**

(CCSS – SDE)

BC 4B 06—REGULATORY FRAMEWORK FOR COMPANIES

Time : Two Hours and Forty-five Minutes

Maximum : 27 Weightage

Part B

Answer only in English.

Section A

I. Answer *all* nine questions in one or two sentences. Each question carries a weightage of 1 :

- 1 Define company.
- 2 What is a private company ?
- 3 Who is promoter of a company ?
- 4 What do you meant by Articles of Association ?
- 5 What is a statutory meeting ?
- 6 What is ESOS ?
- 7 What is a Sweat Equity Share ?
- 8 Define Dematerialization.
- 9 What is extra ordinary general body meeting ?

(9 × 1 = 9 weightage)

Section B

II. Answer any *five* questions in not exceeding *one* page. Each question carries a weightage of 2 :

- 10 What is Memorandum of Association ? What are its clauses ? Briefly explain.
- 11 Differentiate between Private company and Public company.
- 12 Define prospectus, what are its contents ?
- 13 Define share. How does a preference share differ from equity share ?
- 14 What is issue of shares at premium ? How does premium amount can be utilized ?
- 15 What are the powers and functions of directors of a company ?
- 16 What is corporate governance ? State its significance ?

(5 × 2 = 10 weightage)

Turn over

Section C

III. Answer any *two* questions in not exceeding *four* pages. Each question carries a weightage of 4 :

- 17 Define company. What are the different stages of formation of a company ?
- 18 What is Alteration of Memorandum of Association ? Explain briefly the procedure for the alteration of each clause.
- 19 What are the circumstances under which a company may be wind up ? Distinguish between Member voluntary winding up and creditors voluntary winding up.

(2 × 4 = 8 weightage)

C 5110

(Pages : 3)

Name

Reg. No.



**FOURTH SEMESTER B.Com. DEGREE (SUPPLEMENTARY/IMPROVEMENT)
EXAMINATION, MAY 2016**

(UG—CCSS)

Core Course

BC 4B 06—REGULATORY FRAMEWORK FOR COMPANIES

(2013 Admissions)

Time : Three Hours

Maximum : 30 Weightage

Part A (Objective Type Questions)

Answer all twelve questions.

Each question carries ¼ weightage.

(A) Choose the correct answer :

- 1 The Doctrine of Indoor Management is an _____ to the Doctrine of Constructive Notice.
(a) Exception. (b) Extension.
(c) Alternative. (d) None of the above.
- 2 Transmission is effected by _____.
(a) Sales. (b) Insolvency.
(c) Death. (d) Both (b) and (c).
- 3 A public company must have at least _____ directors.
(a) Two. (b) Three.
(c) Five. (d) Seven.
- 4 A company cannot declare dividend at _____.
(a) Statutory Meeting. (b) Extra Ordinary General Meeting.
(c) Annual General Meeting. (d) None of the above.

(B) Fill in the blanks :

- 5 When a company is formed by passing a Special Act at the legislature, it is called _____.
- 6 _____ is the charter of the company which defines its objectives and powers.

Turn over

7 All the preference shares are assumed to be _____ unless the contrary is stated in its Articles.

8 _____ resolution is one which can be passed by a simple resolution at a general meeting.

(C) Match the following :

- | | |
|---------------------------|--------------------------|
| 9 Articles of Association | (a) Board of Directors. |
| 10 Statutory Report | (b) Special Resolution. |
| 11 Reserve Capital | (c) Holding Company. |
| 12 Conversion by Choice | (d) Internal Management. |
| | (e) Winding Up. |

(12 × ¼ = 3 weightage)

Part B (Short Answer Questions)

Answer all nine questions.

Each question carries 1 weightage.

- 13 What is the legal effect of an ultravires transaction ?
- 14 What do you mean by a statutory company ?
- 15 Explain the doctrine of Constructive Notice.
- 16 What do you mean by pre-incorporation contract ?
- 17 List any *two* circumstances where prospectus is not required to be issued ?
- 18 What is reserve capital ?
- 19 What is the effect of non-payment of calls ?
- 20 What is transmission of shares ?
- 21 What do you mean by Employees Stock Option Scheme ?

(9 × 1 = 9 weightage)

Part C (Short Essay Questions)

Answer any five questions.

Each question carries 2 weightage.

- 22 Explain the different kinds of resolutions in company meeting.
- 23 Write short note on the appointment of directors.
- 24 Explain the provisions regarding notice of a general meeting.
- 25 What are the legal requirements for the forfeiture of shares ?

- 26 Explain the procedure to be adopted for the reduction of share capital of a company.
- 27 Distinguish between Memorandum of Association and Articles of Association.
- 28 What are the exceptions to the doctrine of indoor management ?

(5 × 2 = 10 weightage)

Part D (Essay Questions)

Answer any two questions.

Each question carries 4 weightage.

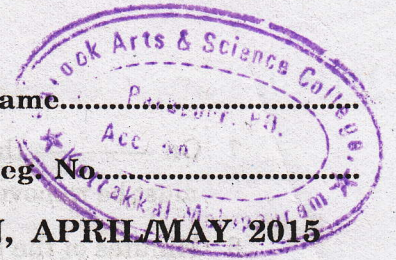
- 29 Who can become a member of a company ? Explain in detail the rights of the members.
- 30 Briefly discuss the various modes of winding up of companies.
- 31 Explain the major contents of prospectus. Also discuss the liability for mis-statement of prospectus.

(2 × 4 = 8 weightage)

C81794

(Pages : 3)

Name.....
Reg. No.....



FOURTH SEMESTER B.Com. DEGREE EXAMINATION, APRIL/MAY 2015

(UG—CCSS)

Core Course

BC 4B 06—REGULATORY FRAMEWORK FOR COMPANIES

(2013 Admissions)

Time : Three Hours

Maximum : 30 Weightage

Part A (Objective Type Questions)

Answer all twelve questions.

Each question carries ¼ weightage.

A. Choose the correct answer :

1 Return of partly paid shareholder to the company is :

- (a) Lean. (b) Surrender.
(c) Forfeiture. (d) None of These.

2 Casting Vote can be cast by whom in case of equality of votes :

- (a) Auditor. (b) Director.
(c) Chairman. (d) Manager.

3 Minimum paid up capital of a private company is :

- (a) One lakh. (b) Five lakhs.
(c) Ten lakhs. (d) Fifty lakhs.

4 Which document is/are alterable in the case of a company ?

- (a) Articles of Association.
(b) Memorandum of Association.
(c) Both (a) and (b).
(d) Prospectus.

B. Fill in the blanks :

5 The name of 'One Person Company' should end with _____.

6 _____ is the prospectus issued instead of full prospectus.

Turn over

7 On _____, the original shareholder ceases to be a member of the company and his name must be removed from the Register of members.

8 Minutes of the board meeting must be recorded within _____ days.

(C) Match the following :

- | | |
|--------------------------|--------------------------------|
| 9 Red Herring Prospectus | (a) Dividend Declaration. |
| 10 Pre-emptive right | (b) Memorandum of Association. |
| 11 First Director | (c) Book Building. |
| 12 AGM | (d) Section 81. |
| | (e) Articles of Association. |

(12 × ¼ = 3 weightage)

Part B (Short Answer Questions)

Answer all nine questions.

Each question carries 1 weightage.

- 13 What do you mean by shelf prospectus ?
- 14 Define a government company.
- 15 What is pre-incorporation contract ?
- 16 Explain Reserve capital.
- 17 What is meant by 'Rights issue' of shares ?
- 18 What do you mean by Articles of Association ?
- 19 List any *two* duties of company liquidator in voluntary winding up.
- 20 What do you mean by a motion with reference to company meetings ?
- 21 What is transmission of shares ?

(9 × 1 = 9 weightage)

Part C (Short Essay Questions)

Answer any five questions.

Each question carries 2 weightage.

- 22 What are the advantages of incorporation ?
- 23 Write short note on doctrine of *ultra vires*.
- 24 Distinguish between Private and Public Company.
- 25 What are the different kinds of preference shares ?

- 26 Explain the rights of a member of company.
- 27 What are the exceptions to the doctrine of indoor management ?
- 28 Briefly explain the contents of statutory report.

(5 × 2 = 10 weightage)

Part D (Essay Questions)

Answer any two questions.

Each question carries 4 weightage.

- 29 What do you mean by Memorandum of Association ? Explain in detail its different clauses.
- 30 Elaborate the provisions in Companies Act for the appointment and removal of directors of a company.
- 31 What is forfeiture of shares ? Explain the legal requirements and effect of forfeiture.

(2 × 4 = 8 weightage)

C 62024

(Pages : 3)

Name.....

Reg. No.....

FOURTH SEMESTER B.Com. DEGREE EXAMINATION, MAY 2014

(UG—CCSS)

Core Course

BC 4B 06—REGULATORY FRAMEWORK FOR COMPANIES

Time : Three Hours

Maximum : 30 Weightage

Part A (Objective Type Questions)

Answer all twelve questions.

Each question carries ¼ weightage.

A. Choose the correct answer :

1 Articles of Association is defined in :

- (a) Section 2(1). (b) Section 2(2).
(c) Section 3. (d) Section 3(2).

2 Issue of share at premium :

- (a) Issue at par. (b) Issue below its face value.
(c) Issue above time value. (d) None.

3 An individual can be a director in not more than :

- (a) 20 Companies. (b) 25 Companies.
(c) 15 Companies. (d) 23 Companies.

4 The main object of SEBI is to prescribe standards for :

- (a) Merchant bankers. (b) Urban banks.
(c) Co-operative banks. (d) Rural banks.

B. Fill in the blanks :

5 The first annual general meeting of the company is held within _____ of its incorporation.

6 The Management of a company is delivered to _____.

7 Bonus shares are issued by converting the reserves of the company into _____.

8 Minimum paid up capital of a private company is _____.

Turn over

C. Match the following :—

- | | |
|------------------------------|-----------------------------|
| 9 Private Company | (a) Affairs of the company. |
| 10 Memorandum of Association | (b) Stock Exchange. |
| 11 Listing | (c) Maximum 60. |
| 12 Notice | (d) Internal Management. |
| | (e) Minimum 2. |
| | (f) 21 days. |

(12 × ¼ = 3 weightage)

Part B (Short Answer Questions)

Answer all nine questions.

Each question carries 1 weightage.

- 13 What do you mean by company limited by shares ?
- 14 What is doctrine of Indoor Mangement ?
- 15 What is a share ?
- 16 What is Vesting Date ?
- 17 What do you mean by sweat equity shares ?
- 18 What is the purpose of Annual General Meeting ?
- 19 What do you mean by compulsory winding up ?
- 20 What is defunct company ?
- 21 What is SEBI ?

(9 × 1 = 9 weightage)

Part C (Short Essay Questions)

Answer any five questions.

Each question carries 2 weightage.

- 22 What are the objects of producer company ?
- 23 What are the characteristics of a company ?
- 24 What are the duties of a promoter ?
- 25 What are the contents of Articles of Association ?
- 26 Distinguish between Transfer and Transmission of shares.
- 27 Explain the liability of directors.
- 28 What are the essentials of a valid meeting ?

(5 × 2 = 10 weightage)

Part D (Essay Questions)

Answer any two questions.

Each question carries 4 weightage.

- 29 Explain the powers and functions of SEBI.
- 30 Who is official liquidator ? Explain the powers of official liquidator.
- 31 What is allotment of shares ? Explain the general principles and statutory restrictions on allotment of shares.

(2 × 4 = 8 weightage)

C 40773

(Pages : 4)

Name.....

Reg. No.....

FOURTH SEMESTER B.Com. DEGREE, EXAMINATION, JULY 2013

(CCSS)

Commerce

BC4 B06—REGULATORY FRAMEWORK FOR COMPANIES

	Time	Weightage
Part I Descriptive Questions	2.45 Hours	27
Part II Multiple Choice Questions	0.15 Hours	3
Maximum	3 Hours	30 Weightage

Part I

Part A

*Answer all **nine** questions in one or two sentences each.
Each question carries a weightage of 1.*

1. What are statutory companies ?
2. What do you understand by "perpetual succession ?
3. What do is meant by 'doctrine of ultravires' ?
4. What is preference share capital ?
5. Define a private company.
6. What is a prospectus ?
7. What is a resolution ?
8. What do you understand by transmission of shares ?
9. Define Corporate Governance.

(9 × 1 = 9 weightage)

Part B

*Answer all **five** questions. Answer not to exceed one page each.
Each question carries a weightage of 2.*

10. Explain the main characteristics of a company.
11. "The object clause is the most important clause in the Memorandum Association of a company". Why ?
12. Name the documents which have to be filed with the Registrar at the time of incorporation of a public limited company.

Turn over

13. How can a company change its name ?
14. Distinguish between forfeiture and surrender of shares.
15. What are the requisites of a valid meeting ?
16. What are the various functions of SEBI ?

(5 × 2 = 10 weightage)

Part C

Answer any two.

Each question carries a weightage of 4.

17. "A company is an artificial person created by law". In view of this statement, briefly discuss the advantages and limitation of a joint stock company.
18. Distinguish between transfer and transmission of shares.
19. What do you understand by the winding up of a company ? Discuss the circumstances in which a company may be wound up by court.

(2 × 4 = 8 weightage)

Part II

Multiple Choice Questions :

1. An Article constitutes a contract between :
 - (a) The company and its members.
 - (b) The members and outsiders.
 - (c) The company and the outsider.
 - (d) All the above.
2. Name of a company can be changed by :
 - (a) An ordinary resolution.
 - (b) A special resolution.
 - (c) An approval of the central government.
 - (d) A special resolution and with approval of the Central government.
3. Article of Association can be altered by :
 - (a) A resolution of Board of Directors.
 - (b) An ordinary resolution in Annual General Meeting by the shareholders.
 - (c) A special Resolution.
 - (d) Obtaining permission of the Company Law Tribunal.
4. The charter of a company is its :
 - (a) Prospectus.
 - (b) Memorandum of Association.
 - (c) Certificate of incorporation.
 - (d) Articles of Association.
5. According to section 255 of the companies Act, the Directors must be appointed by the :
 - (a) Central Government.
 - (b) Company Law Tribunal.
 - (c) Company in General Meeting.
 - (d) Board of Directors.

6. The Board of Directors can exercise the power to appoint directors in the case of :
- (a) Additional Directors.
 - (b) Filling up the Casual vacancy.
 - (c) Alternate Directors.
 - (d) All the above.
7. Except with the approval of the central Government, remuneration of a whole time director or a managing director shall not exceed _____ of the net profits for one such director.
- (a) 3%.
 - (b) 5%.
 - (c) 10%.
 - (d) 11%.
8. When the Directors have acted mala fide and are themselves the wrong doers, the only option left with the shareholders is :
- (a) To go to the court.
 - (b) Approach the Company Law Tribunal.
 - (c) To interfere in management by a majority in the general meeting.
 - (d) To approach the Central Government.
9. A meeting of the Board of Directors must be held at least once in :
- (a) Each month.
 - (b) every two months.
 - (c) Every three months.
 - (d) Every four months.
10. For general meeting of any kind (statutory, Annual or Extraordinary) at least _____ Notice must be given to members.
- (a) 21 days.
 - (b) 22 days.
 - (c) 23 days.
 - (d) 25 days.
11. The minutes book can be inspected by the :
- (a) Shareholders free of charge.
 - (b) Debenture holders on payment.
 - (c) Any one on payment.
 - (d) None of the above.
12. An ordinary resolution at a general meeting of the shareholders is sufficient for :
- (a) Reduction of share capital.
 - (b) Issue of shares at a discount.
 - (c) Creation of reserve capital.
 - (d) All the above.
13. _____ means a prospectus issued by any financial institution or bank for one or more issues of the securities specified in that document.
- (a) Shelf prospectus.
 - (b) Red herring prospectus.
 - (c) Abridged prospectus.
 - (d) Deemed prospectus.
14. The main advantage of _____ is that company can save underwriting expenses :
- (a) Shelf prospectus.
 - (b) Red herring prospectus
 - (c) Abridged prospectus.
 - (d) Deemed prospectus.

Turn over

15. The minimum number of members that must be present at a valid meeting is called _____
- (a) Simple majority. (b) Quorum.
(c) Proxy. (d) None of these.
16. A special resolution is one to pass with the votes cast in favour must be _____ times the votes cast against it.
- (a) 2. (b) 3.
(c) 4. (d) 6.
17. Which of the following are known as Board Committees :
- (a) Audit Committee. (b) Remuneration Committee.
(c) Nomination committee. (d) All of these.
18. _____ carries out the winding up proceedings.
- (a) Liquidator. (b) Solicitor.
(c) Contributory. (d) Tribunal.
19. The presiding officer and every other member of a securities appellate tribunal shall hold office for a term of _____ Years from the date on which he enters upon his office.
- (a) 2. (b) 5.
(c) 6. (d) 10.
20. _____ transfer where by the transferor hands over to the buyer the share certificate and a blank transfer deed.
- (a) Blank. (b) Forged.
(c) Mutual. (d) None.

(3 weightage)