



BRAINWARE UNIVERSITY

Course – MCOM

Company Law and Practices (MCM205)

(Semester – 2)

Time allotted: 3 Hours

Full Marks : 70

[The figure in the margin indicates full marks. Candidates are required to give their answers in their own words as far as practicable.]

Group –A

(Multiple Choice Type Question)

10 x 1 = 10

1. *Choose the correct alternative from the following*

(i) Maximum rate of discount that can be allowed on issue of shares

- | | |
|--------|--------|
| a. 5% | b. 10% |
| c. 15% | d. 20% |

(ii) Debentures payable to person whose name appears both on Debenture Certificate and company's register is called

- | | |
|---------------|----------------------|
| a. Bearer | b. Unregistered |
| c. Registered | d. None of the above |

(iii) Minimum paid up share capital in case of a public company is

- | | |
|----------|-----------|
| a. 1 lac | b. 3 lac |
| c. 5 lac | d. 10 lac |

(iv) Minimum no. of Directors in case of a public company is

- | | |
|------|------|
| a. 1 | b. 2 |
| c. 3 | d. 4 |

(v) Transfer of shares in the case of public company is

- | | |
|------------------------|----------------------|
| a. Prohibited | b. Restricted |
| c. Freely Transferable | d. None of the above |

- (vi) Property of the company belongs to
- | | |
|----------------|-------------------|
| a. The company | b. The Government |
| c. Members | d. Promoters |
- (vii) Maximum no. of members in case of private company is
- | | |
|--------|--------|
| a. 50 | b. 100 |
| c. 150 | d. 200 |
- (viii) Generally Company liability is
- | | |
|----------------------|----------------------|
| a. Limited | b. Unlimited |
| c. Both of the above | d. None of the above |
- (ix) In the case of Public Company. Statutory Audit is
- | | |
|----------------------|----------------------|
| a. Compulsory | b. Optional |
| c. Both of the above | d. None of the above |
- (x) Every AGM must be held within_____ from the date of the Balance Sheet.
- | | |
|-------------|----------------------|
| a. 4 months | b. 6 months |
| c. 9 months | d. None of the above |

Group – B

(Short Answer Type Questions)

3 x 5 = 15

Answer any *three* from the following

- | | |
|---|-------|
| 2. What do you mean by Proxy? Who has the right to appoint the Proxy? | [1+4] |
| 3. What is Share? What are the different types of Shares? | [2+3] |
| 4. What is Doctrine of ultravires? | [5] |
| 5. What are the different types of Companies under Companies Act? | [5] |
| 6. Distinguish between ESOP & sweat equity share. | [5] |

Group – C

(Long Answer Type Questions)

3 x 15 = 45

Answer any *three* from the following

7. (a) What is Memorandum of Association (MOA)? [3]
(b) What are the different clauses of MOA? Explain them. [12]
8. (a) Who is a Promoter? [3]
(b) What are the liabilities of a promoter in a company? [12]
9. (a) What is Financial Statement? [5]
(b) Explain the term “True & Fair View” in respect of Financial Statements. [10]
10. (a) What is a Casual Vacancy? [5]
(b) What are the requirements & procedures for convening & conducting Board’s Meetings? [10]
11. (a) What is winding up of a Company? [5]
(b) What are the grounds on which a Company may be wound up by the Court? [10]