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Roll No.

BCH-404

**B. COM. (HONS.)
(FOURTH SEMESTER)
MID SEMESTER
EXAMINATION, April, 2023
COMPANY LAW**

Time : 1½ Hours

Maximum Marks : 50

Note : (i) Answer all the questions by choosing any *one* of the sub-questions.

(ii) Each question carries 10 marks.

1. (a) "A corporation is an artificial being, invisible, intangible, existing only in contemplation of the law. Being a mere creation of law, it possesses only the properties which the charter of its creation confers upon it, either expressly or as incidental to its very existence." In light of this statement, explain the meaning and characteristics of a company. (CO1)

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(2)

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OR

- (b) Differentiate between : (CO1)
- (i) Private Limited Company and Public Limited Company.
 - (ii) Memorandum of Association and Articles of Association.

2. (a) Explain the concept of "Lifting of Corporate veil" with at least *two* suitable examples related to judicial decisions.

(CO1)

OR

- (b) Write a note on "Association not of Profit". Also state the main requirements and privileges for incorporating a Non-Profit Company.
3. (a) "The formation of a company goes through a number of steps, starting from idea generation to commencing of the business." Explain this statement with special reference to formation process of a company. (CO2)

(3)

OR

- (b) "The promoters of a company are not only agents but also trustees of the company promoted". Discuss. (CO2)
4. (a) What do you understand by the following terms : (CO2)

- (i) Key Managerial Personnel
- (ii) Independent Director

OR

- (b) "Outsiders are bound to know the external position of a company, but not bound to know its indoor management." Discuss.

(CO2)

5. (a) Define/Explain : (CO3)

- (i) One Person Company
- (ii) Foreign Company

OR

- (b) Write short notes on the following : (CO3)
- (i) Doctrine of Constructive Notice
 - (ii) Illegal Association

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