

C. U. SHAH UNIVERSITY

Winter Examination-2019

Subject Nam: Company Law - I

Subject Code: 4CO01COL2

Branch: B.Com (English)

Semester: 1

Date: 25/11/2019

Time : 02:30 To 05:30

Marks : 70

Instructions:

- (1) Use of Programmable calculator & any other electronic instrument is prohibited.
- (2) Instructions written on main answer book are strictly to be obeyed.
- (3) Draw neat diagrams and figures (if necessary) at right places.
- (4) Assume suitable data if needed.

Q-1 Attempt the following questions: (14)

- a) How are the ownership and management of joint stock company? 1
(A) Same (B) Different (C) Mixed (D) Unrelated
- b) How much should be the minimum paid up share capital in a public company? 1
(A) 1 lakh (B) 5 lakh (C) 10 lakh (D) 15 lakh
- c) What is it called the special process for creating business enterprise? 1
(A) Establishing procedure (B) Registration procedure
(C) Capital-related statement (D) Financial arrangement
- d) Which are the Ultra Vires functions of the company? 1
(A) Cancellable (B) Cancelled (C) Legal (D) Unlimited
- e) Memorandum of Association is a fundamental document of a company. It contains how many clauses? 1
(A) 9 (B) 8 (C) 7 (D) 6
- f) The list of rules for doing business as per the structure of company is called what? 1
(A) Prospectus (B) Memorandum of Association
(C) Articles of Association (D) Table-A
- g) If the form advertisement is not important then what is it? 1
(A) Message (B) Primary contract (C) Advertisement (D) Guaranty contract
- h) Company Law Board has divided the country into how many parts in order to make the administration of the company law effective and systematic? 1
(A) 4 (B) 6 (C) 8 (D) 10
- i) When the securities and Exchange Board of India Act was enacted? 1
(A) 30th January, 1992 (B) 1st January, 1993
(C) 30th December, 1994 (D) 30th June, 1991
- j) SEBI has resolved that any member cannot be elected for more than _____ term in the management committee. 1
(A) Two (B) Three (C) One (D) Four
- k) The profit portion distributed to the shareholders from the company profit is called what? 1
(A) Dividend (B) Interest (C) Remuneration (D) Bonus
- l) The profit after selling immovable property, profit before the registration is called what type of profit? 1
(A) Revenue profit (B) Capital profit (C) Addition (D) General



- Reserve
- m) _____ is the proof of company's trustworthiness. 1
 (A) Registration of Securities
 (B) Future Transactions
 (C) Only transfer
 (D) Transactions of speculations
- n) For a company, is the registration with share market compulsory? 1
 (A) Yes (B) No (C) Cannot be said (D) Neutral

Attempt any four questions from Q-2 to Q-8

- Q-2** 14
 Give definition of joint stock company and state its characteristics.
- Q-3** **Attempt all questions** **(14)**
 (A) Explain the procedure for the company to obtain certificate for start business. 7
 (B) Explain in brief the procedure for obtaining the certificate of registration by a joint stock company. 7
- Q-4** 14
 Explain the meaning of Memorandum of Association and discuss its clauses.
- Q-5** **Attempt all questions** **(14)**
 (A) Differentiate between Memorandum of Association and Articles of Association 8
 (B) What is prospectus? State provisions of Companies Act related to it. 6
- Q-6** **Attempt all questions** **(14)**
 (A) Describe the importance of stock exchange from the investor's point of view. 7
 (B) Describe the determining factors for deciding the divisible profit. 7
- Q-7** 14
 Describe the functions-duties of company registrar.
- Q-8** 14
 Explain the advantages of listing securities.

