

Roll No. ....

**BBA-306(N)**

**B. B. A. (Third Semester)**

**EXAMINATION, Dec., 2013**

**(New Course)**

**Paper Sixth**

**COMPANY LAW**

**Time : Three Hours ]**

**[ Maximum Marks : 70**

**[ Minimum Pass Marks : 24**

**Note : Attempt all the five questions. All questions carry equal marks.**

1. "A joint stock company is an artificial person created by law with a perpetual succession and a common seal." Do you agree with this definition of a company ?

*Or*

Explain the formalities involved in obtaining a certificate of commencement of business. Is such a certificate necessary for all companies ?

2. Who is a promoter ? Discuss his legal position in relation to a company which he promotes.

*Or*

"The Memorandum of Association is the fundamental law or a charter defining the objects and limiting the powers of a company." Explain.

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3. Who are liable for misstatements in a prospectus ? Explain the extent of civil and criminal liabilities for such misstatements.

Or

How and in what circumstances can a company reduce, increase or reorganize its share capital ?

4. What is the difference between the following ?

- (a) Stock and shares
- (b) Transmission of shares and transfer of shares

Or

What are the statutory provisions regarding the holding of an annual general meeting ? What business is transacted at such a meeting ?

5. What are the different kinds of debentures ? What remedies are available to debentureholders for realization of their security ?

Or

Write short notes on the following :

- (a) The principle of majority rule and its exceptions
- (b) Borrowing powers of company

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