

MAY 2013

**P/ID 77605/PBE1E/  
PBEXE**

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Time : Three hours

Maximum : 100 marks

PART A — (5 × 6 = 30 marks)

Answer any FIVE questions.

All questions carry equal marks.

1. Briefly classify contracts and examine their legal consequences.
2. What is payment in due course?
3. What are the contents of articles of association?
4. What are the rules for the employment of women and children in the factories?
5. Write a note on constitution and functions of Central Board under PF Act.
6. What are the conditions for the eligibility of the bonus? When is an employee disqualified from receiving bonus?
7. Discuss the requisites of a valid meeting.
8. When an employer is not liable to pay compensation?

PART B — (5 × 10 = 50 marks)

Answer any FIVE questions

All questions carry equal marks

9. Discuss the law relating to minor's agreements.
10. Examine the different modes of discharge of liability of parties to a negotiable instrument.
11. Discuss the scope of the doctrine of indoor management. To what extent has the doctrine been incorporated in the Companies Act, 1956?
12. "Inspector has powers to examine records and not to judge the accuracy thereof". Elucidate this expression with reference to the provisions of the Bonus Act regarding accuracy, audit, and maintenance of records.
13. Describe the duties and liabilities of directors.
14. State and explain the benefits provided under ESI Act.
15. How is company formed under the companies Act, 1956? Enumerate the various documents to be filed with the Registrar?
16. Briefly explain employees' pension scheme and employees deposit-linked insurance scheme under the PF Act.

2      **P/ID 77605/PBE1E/  
PBEXE**

PART C — (1 × 20 = 20 marks)

(Compulsory)

17. (a) Keerthi Ltd., is engaged in the manufacture of electronic goods. The company has been paying Puja bonus to its workers during Diwali festival since the beginning of its operations. Subsequently, the Payment of Bonus Act, 1965 became applicable to the company. The management wants to discontinue Puja bonus on the ground that the company is paying bonus as per the Payment of Bonus Act, 1965. Is the management justified?
- (b) The promoters of a company before its incorporation entered into an agreement with real estate owner to purchase the land on behalf of the company. After incorporation, they refused to buy the land. Can real estate owner sue the company? Write your answer with justification.
- (c) A minor, son of leading businessman purchased goods worth Rs. 15000 on a credit from a shop known to him. Later minor refused to make the payment. Can the supplier recover the amount from him?

3      **P/ID 77605/PBE1E/  
PBEXE**

- (d) A accepts a bill payable at Punjab National Bank, Chandni Chowk and no where else, is it a valid acceptance? Can the holder treat the bill as dishonoured if he does not accept the acceptance?
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4      **P/ID 77605/PBE1E/  
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