

SRM VALLIAMMAI ENGINEERING COLLEGE

(An Autonomous Institution)

SRM Nagar, Kattankulathur – 603 203

DEPARTMENT OF MANAGEMENT STUDIES

QUESTION BANK

I SEMESTER

BA3164 LEGAL ASPECTS OF BUSINESS

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DEPARTMENT OF MANAGEMENT STUDIES

QUESTION BANK

SUBJECT: BA3164 LEGAL ASPECTS OF BUSINESS

SEM/ YEAR: I / I

UNIT I: THE INDIAN CONTRACT ACT 1872				
Definition of contract and Agreement, Proposal and Acceptance, essentials elements and types of a contract, Formation of a contract, performance of contracts, Discharge of a contract, breach of contract and its remedies, Quasi contracts – Contract of Agency: Nature of agency, Creation and types of Agents, Authority and liability of Agent and Principal: Rights and duties of Principal and Agents, Termination of agency.				
PART- A				
S.NO	QUESTIONS	CO Level	BT Level	COMPETENCE
1.	Define Law.	CO1	Level 1	Remembering
2.	Compare business law & Mercantile law	CO1	Level 2	Understanding
3.	What is the scope of Mercantile Law?	CO1	Level 1	Applying
4.	Define the term Contract	CO1	Level 1	Remembering
5.	List the essentials of a valid Contract.	CO1	Level 2	Understanding
6.	What do mean by the term Agreement?	CO1	Level 1	Applying
7.	How would you substantiate whether agreement became contract?	CO1	Level 1	Remembering
8.	List the types of contracts.	CO1	Level 2	Understanding
9.	What is a voidable contract?	CO1	Level 1	Applying
10.	What is an offer or proposal?	CO1	Level 1	Remembering
11.	Infer how an offer is made?	CO1	Level 2	Understanding
12.	List out the Legal rules for a valid offer.	CO1	Level 1	Applying
13.	Interpret the term “performance of contract”.	CO1	Level 1	Remembering
14.	Define Quasi contracts.	CO1	Level 2	Analysing
15.	What do you mean by discharge of Contract?	CO1	Level 1	Applying
16.	How would you show your understanding of the term Breach of contract and give an example?	CO1	Level 1	Remembering
17.	Define Agent.	CO1	Level 1	Analysing

18.	Who may be an Agent?	CO1	Level 2	Analysing
19.	List out the essentials of agency.	CO1	Level 2	Analysing
20.	How is a sub-agent properly appointed?	CO1	Level 1	Evaluating

21.	Infer the meaning of the term Coercion.	CO1	Level 1	Evaluating
22.	When a termination of agency occurs?	CO1	Level 1	Evaluating
23.	Who shall perform the promise?	CO1	Level 1	Creating
24.	Outline the Capacity of Parties to sign the make a contract valid.	CO1	Level 2	Creating

PART- B

S.NO	QUESTIONS	CO LEVEL	BT LEVEL	COMPETENCE
1.	Describe the essential elements of contract?	CO 1	Level 4	Remembering
2.	Explain the legal rules regarding a valid acceptance as per Indian contract act.	CO 1	Level 3	Understanding
3.	Distinguish between an offer and an invitation.	CO 1	Level 3	Applying
4.	Elaborate discharge of contract? Discuss the various modes by which it may be Discharged.	CO 1	Level 4	Analyzing
5.	Briefly explain the provisions of the contract act relating to the devolution of joint rights and liabilities.	CO 1	Level 4	Understanding
6.	Identify different types of breach of contract and its remedies with suitable example.	CO 1	Level 3	Applying
7.	Discuss the subject matter of contract of sale.	CO 1	Level 3	Remembering
8.	Explain the formation and performance of contracts.	CO 1	Level 3	Understanding
9.	Explain when does a contract terminate by operation of law, Give an example ?	CO 1	Level 3	Applying
10.	Elaborate the types of Quasi Contracts.	CO 1	Level 4	Remembering
11.	Discuss the creation of agency in detail.	CO 1	Level 3	Understanding
12.	Evaluate the Authority and Liability of Agent and Principle in detail	CO 1	Level 4	Analyzing
13.	Describe the various modes by which an agency may be terminated.	CO 1	Level 4	Remembering

14.	In what way may a contract of agency be terminated by act of the parties? When is an agency irrevocable? Explain.	CO 1	Level 4	Analyzing
15.	Summarize different types of Agents.	CO 1	Level 5	Evaluating
16.	Explain the rights and duties of principal and agents.	CO 1	Level 5	Evaluating
17.	What remedies are available to an aggrieved party on the breach of contract?	CO 1	Level 6	Creating

UNIT 2- THE SALE OF GOODS ACT 1930 & NEGOTIABLE INSTRUMENTS ACT, 1881

Nature of Sales contract, Documents of title, risk of loss, Guarantees and Warranties, performance of sales contracts, conditional sales and rights of an unpaid seller – Negotiable Instruments Act 1881: Nature and requisites of negotiable instruments – Types of Negotiable Instruments, liability of parties, holder in due course, special rules for Cheque and drafts, discharge of Negotiable Instruments.

PART- A

S.NO	QUESTIONS	CO Level	BT Level	COMPETENCE
1.	Define a contract of sale.	CO2	Level 1	Remembering
2.	Compare sale and agreement to sell.	CO2	Level 2	Understanding
3.	Write short notes on documents of title to goods.	CO2	Level 2	Applying
4.	Distinguish between specific and unascertained goods.	CO2	Level 1	Remembering
5.	Differentiate sale and hire-purchase.	CO2	Level 2	Understanding
6.	Differentiate between condition and warranty.	CO2	Level 2	Applying
7.	What is the performance of the contract of sale?	CO2	Level 1	Remembering
8.	Outline the classification of Goods.	CO2	Level 2	Understanding
9.	Who is an unpaid seller?	CO2	Level 2	Applying
10.	What are the implied conditions in a contract of sale of goods by a sample?	CO2	Level 1	Remembering
11.	What is Doctrine of Caveat emptor?	CO2	Level 2	Understanding
12.	Distinguish between right of lien and right of stoppage in transit.	CO2	Level 2	Applying
13.	What is a negotiable instrument?	CO2	Level 1	Remembering
14.	What are the different types of negotiable instruments?	CO2	Level 1	Analyzing
15.	Differentiate bill of exchange and promissory note.	CO2	Level 2	Applying
16.	Difference between stale, truncated and crossed cheque.	CO2	Level 1	Remembering
17.	What is possession of goods?	CO2	Level 1	Analyzing
18.	Differentiate negotiation and assignment.	CO2	Level 1	Analyzing

19.	Compare and contrast acceptor, endorser and endorsee.	CO2	Level 2	Analyzing
20.	What do you understand by noting and protest?	CO2	Level 2	Evaluating
21.	Infer the meaning holder in due course.	CO2	Level 2	Evaluating
22.	What are the rules for issuing a cheque?	CO2	Level 2	Evaluating
23.	Differentiate conditional and restrictive endorsement.	CO2	Level 2	Creating
24.	Mention the key features of negotiable instrument.	CO2	Level 2	Creating

PART- B				
S.NO	QUESTIONS	CO LEVEL	BT LEVEL	COMPETENCE
1.	Explain the essential elements of contract of sale and list the steps in making of contract of sale.	CO2	Level 3	Remembering
2.	Describe the classification of goods and documents of title.	CO2	Level 4	Understanding
3.	Discuss briefly the formalities to be fulfilled to make a contract of sale.	CO2	Level 3	Applying
4.	Explain the rules regarding the delivery of goods.	CO2	Level 4	Analyzing
5.	What do you mean by contract of sale of Goods? Explain its essentials.	CO2	Level 3	Understanding
6.	Describe various implied conditions and warranties.	CO2	Level 3	Applying
7.	Enumerate the rights and duties of a seller and buyer in respect of the sale of Goods.	CO2	Level 4	Remembering
8.	Who is an unpaid seller? When can such a seller exercise his 'right to lien' against the goods? Explain the rules for exercising the right of lien by an unpaid seller?	CO2	Level 4	Understanding
9.	Explain the Caveat Emptor rule exceptions.	CO2	Level 3	Applying
10.	Discuss the rights of an unpaid seller under the Indian Sale of Goods Act.	CO2	Level 4	Remembering
11.	Elaborate the features and presumptions legally permitted in respect of to negotiable instruments.	CO2	Level 4	Understanding
12.	Outline the parties and essentials of promissory note and bill of exchange.	CO2	Level 4	Analyzing
13.	Enumerate the essential features of cheque and explain crossing of cheque.	CO2	Level 4	Remembering
14.	Explain the right and privileges of a holder-in-due-course. Distinguish holder and holder-in-due-course.	CO2	Level 4	Analyzing
15.	Discuss the liability of 'maker' and 'endorser' of a cheque and promissory note.	CO2	Level 5	Evaluating

16.	Describe the two principle modes of negotiating a negotiable instruments.	CO2	Level 5	Evaluating
17.	Elaborate the different kinds of negotiations and list the consequences of negotiation back.	CO2	Level 5	Creating

UNIT III: COMPANY LAW

Major principles – Nature and types of companies, Formation, Memorandum and Articles of Association, Prospectus, Power, duties and liabilities of Directors, winding up of companies, Companies Act, 2013

PART- A

S.NO	QUESTIONS	CO Level	BT Level	COMPETENCE
1.	What is foreign company?	CO3	Level 1	Remembering
2.	What is Articles of Association and its contents?	CO3	Level 1	Remembering
3.	Difference between Articles and Memorandum?	CO3	Level 2	Understanding
4.	Define the objectives of Prospectus.	CO3	Level 1	Remembering
5.	Classify the types of prospectus.	CO3	Level 2	Understanding
6.	How is doctrine of ultra-virus used?	CO3	Level 1	Remembering
7.	Define “company”.	CO3	Level 1	Remembering
8.	What are the various types of Companies?	CO3	Level 1	Remembering
9.	What are the powers and duties of directors?	CO3	Level 1	Remembering
10.	Outline the power of official liquidator.	CO3	Level 2	Understanding
11.	Outline the importance of appointment of liquidators.	CO3	Level 2	Understanding
12.	Infer the meaning of winding up of companies.	CO3	Level 2	Understanding
13.	When is a person disqualified for appointment as a director of a company?	CO3	Level 1	Remembering
14.	Under what circumstances will the court order a compulsory winding up of a company?	CO3	Level 1	Remembering
15.	List the consequences of winding up order.	CO3	Level 1	Remembering
16.	What do you understand from defunct company?	CO3	Level 1	Remembering
17.	Summarize the types of voluntary winding up.	CO3	Level 2	Understanding
18.	Outline the limitations to alteration.	CO3	Level 2	Understanding
19.	What is book building?	CO3	Level 1	Remembering
20.	What is a depository?	CO3	Level 1	Remembering
21.	What is dematerialization?	CO3	Level 1	Remembering

22.	List the restrictions on commencement of business.	CO3	Level 2	Understanding
23.	What do you understand from Doctrine of indoor management?	CO3	Level 1	Remembering
24.	Compare private limited company and public limited company.	CO3	Level 2	Understanding

PART- B

S.NO	QUESTIONS	CO LEVEL	BT LEVEL	COMPETENCE
1.	Explain the kinds of companies on the basis of incorporation, liability and basis of control.	CO3	Level 4	Analyzing
2.	Discuss on lifting the corporate veil and its statutory exceptions.	CO3	Level 5	Evaluating
3.	Distinguish the following (i) public and private companies. (5) (ii) Government and non-government companies.(5) (iii) Partnership and company (6)	CO3	Level 4	Analyzing
4.	Organize the duties and liabilities of director?	CO3	Level 3	Applying
5.	Explain about private company? When does it become a deemed public company?	CO3	Level 5	Evaluating
6.	Discuss the following companies characteristics (i) Foreign companies (8) (ii) One man company (4) (iii) Licensed companies (4)	CO3	Level 5	Evaluating
7.	Describe the procedure relating to the incorporation of companies under the Companies Act, 1956	CO3	Level 4	Analyzing
8.	Discuss the duties and liabilities of a promoter.	CO3	Level 4	Analyzing
9.	Describe Doctrine of Ultra vires.	CO3	Level 3	Applying
10.	How a company formed under the companies Act, 1956? List the various documents to be filled with the Registrar.	CO3	Level 4	Analyzing
11.	Who is the promoter? Determine his legal position in relation to a company which he promotes?	CO3	Level 5	Evaluating
12.	Briefly describe the documents to be filled with the Registrar of companies prior to incorporation.	CO3	Level 4	Analyzing
13.	Explain about the electronic filing of forms.	CO3	Level 5	Evaluating
14.	What are the compulsory clauses in the Memorandum of Association? In what cases, in what mode and to what extent can a company alter these clauses?	CO3	Level 4	Analyzing
15.	Discuss Articles of Association? How can they be altered? Discuss the limit upon the powers of a	CO3	Level 5	Evaluating

	company to alter or add to the Articles of Association?			
16.	Analyze is it must, a limited company under the Companies Act have directors? What are the qualifications of a director? When is a person disqualified for appointment as a director of a company?	CO3	Level 5	Evaluating
17.	Explain the validity of acts of directors and disability of directors?	CO 3	Level 5	Evaluating

UNIT IV: INDUSTRIAL LAW AND GST

An Overview of Factories Act –Industrial Disputes Act – Strike, Layoff, Retrenchment, Lockout – Redressal Mechanism. Corporate Tax Planning, Income Tax, Goods and Services Tax – Introduction, Objectives, Classification and practical implications of GST.

PART- A

S.NO	QUESTIONS	CO Level	BT Level	COMPETENCE
1.	Define the term ‘factory’ in the Factories act, 1948.	CO4	Level 1	Remembering
2.	List the main objectives of the Factories Act, 1948.	CO4	Level 2	Understanding
3.	Who is an ‘occupier’ in a factory?	CO4	Level 1	Remembering
4.	Who are all inspecting staffs under the Factories Act.	CO4	Level 1	Remembering
5.	What are the duties of certifying surgeons under the Factories Act?	CO4	Level 2	Understanding
6.	What is an industrial dispute? What are its essential?	CO4	Level 1	Remembering
7.	What are the duties of conciliation officer?	CO4	Level 1	Remembering
8.	List the duties of works committee.	CO4	Level 2	Understanding
9.	What are the duties of Board of Conciliation?	CO4	Level 2	Understanding
10.	Differentiate strike and lock out.	CO4	Level 2	Understanding
11.	Differentiate retrenchment and layoff.	CO4	Level 1	Remembering
12.	Differentiate tax evasion, tax avoidance and tax planning.	CO4	Level 1	Remembering
13.	Give a short note on direct and indirect tax?	CO4	Level 1	Remembering
14.	Infer corporate tax planning.	CO4	Level 2	Understanding
15.	What are the exempted(tax free) incomes?	CO4	Level 2	Understanding
16.	What are the deductions allowed from gross total income under the Income Tax Act, 1961?	CO4	Level 1	Remembering
17.	Give short note on corporate tax planning.	CO4	Level 1	Remembering

18.	Outline the methods of corporate tax planning.	CO4	Level 2	Understanding
19.	Mention the different types of GST.	CO4	Level 1	Remembering
20.	List out the taxes replaced by SGST.	CO4	Level 2	Understanding
21.	What is mean by CGST?	CO4	Level 2	Understanding
22.	Compare Income Tax and GST.	CO4	Level 1	Remembering
23.	What is the difference between SGST and CGST?	CO4	Level 1	Remembering
24.	What are the various objectives of GST?	CO4	Level 2	Understanding

PART- B

S.NO	QUESTIONS	CO LEVEL	BT LEVEL	COMPETENCE
1.	Discuss the rules relating to approval, licensing and registration of factories. What is notice by occupier. List the contents of the notice by occupier.	CO4	Level 5	Evaluating
2.	Briefly summarize the different provisions of the factories act relation to the health and welfare of workers.	CO4	Level 4	Analyzing
3.	Briefly summarize the different provisions of the factories act relation to the safety of workers.	CO4	Level 3	Applying
4.	Elaborate the provisions relating to hazardous processes.	CO4	Level 4	Analyzing
5.	Briefly summarize the constitution, duties and powers of works committee, conciliation officers and board of conciliation.	CO4	Level 5	Evaluating
6.	Describe the constitution, duties and powers of Court of enquiry, labour court, industrial tribunal and National tribunal.	CO4	Level 3	Applying
7.	Elaborate strikes and lock out in Industrial Disputes Act, 1947.	CO4	Level 4	Analyzing
8.	(i) Explain the rules, compensation and prohibition of lay-off. (8) (ii) Elaborate the conditions precedent to retrenchment. (8)	CO4	Level 5	Evaluating
9.	What is Corporate Tax Planning? Explain its objectives.	CO4	Level 3	Applying
10.	List the pitfalls in the exemptions of corporate tax planning.	CO4	Level 5	Evaluating
11.	(i) Elaborate the methods of corporate tax (10) (ii) Analyze the common practices to save tax (6)	CO4	Level 3	Applying
12.	(i) Enumerate different kinds of companies as classified in the Income Tax Act, 1961. (10) (ii) Explain 'rebate of income tax'. (6)	CO4	Level 4	Analyzing

13.	(i) Explain the assessment procedure regarding determining the tax liability of an assessee. (10) (ii) Explain the different types of assessments and the circumstances under which they can be used by the Assessing officer. (6)	CO4	Level 4	Analyzing
14.	Explain the following: (i) Salient features of GST in India. (10) (ii) Benefits of GST in India. (6)	CO4	Level 4	Analyzing
15.	Enumerate the classification of GST.	CO4	Level 5	Evaluating
16.	Explain briefly the history of GST in India.	CO4	Level 5	Evaluating
17.	(i) Enumerate the list of documents under GST Act. (10) (ii) Discuss the objectives of GST. (6)	CO4	Level 5	Evaluating

UNIT V: PROTECTION ACT AND INTRODUCTION OF CYBER LAWS

Consumer Protection Act – Consumer rights, Right to Information act, Procedures for Consumer grievances redressal, Types of Consumer Redressal Mechanism and Forums – Competition Act 2002 – Cybercrimes, IT Act 2000 and 2002, Digital Signature, Cyber Laws – Introduction of IPR – Copy Rights, Trademarks, Patent Act, Trade Secret, Geographical Indications, Right to Information Act 2005.

PART- A

S.N O	QUESTIONS	CO Level	BT Level	COMPETEN CE
1.	What is consumer Protection Act 1986?	CO5	Level 1	Remembering
2.	Compare RTPs and UTPs.	CO5	Level 2	Understanding
3.	What is service as per Consumer Protection Act?	CO5	Level 2	Applying
4.	Define Trademark.	CO5	Level 1	Remembering
5.	Categorize the Redressal forum for Consumer Protection Act?	CO5	Level 2	Understanding
6.	Interpret who is not a consumer?	CO5	Level 2	Applying
7.	Define consumer dispute.	CO5	Level 1	Remembering
8.	What is a restrictive trade practice as per the consumer protection Act, 1986?	CO5	Level 2	Understanding
9.	Identify features of the Competition Act.	CO5	Level 2	Applying
10.	Who can file complaint under the Consumer Protection Act?	CO5	Level 1	Remembering
11.	Define competition Act, 2002.	CO5	Level 2	Understanding
12.	Differentiate complainant and complaint.	CO5	Level 2	Applying

13.	Give some characteristics of copy right.	CO5	Level 1	Remembering
14.	List the salient objectives of Information Technology Act 2000.	CO5	Level 1	Analysing
15.	What is cyber regulations appellate tribunal?	CO5	Level 2	Applying
16.	Give short notes on trade secret.	CO5	Level 1	Remembering
17.	What are the various objectives of having cyber law?	CO5	Level 2	Analysing
18.	Define copy rights, trademarks and patent act.	CO5	Level 1	Analysing
19.	Define cybercrime and cyber law.	CO5	Level 1	Analysing
20.	Define IPR.	CO5	Level 1	Evaluating
21.	What is meant by unfair trade practices?	CO5	Level 1	Evaluating
22.	Give the aim of RTI Act.	CO5	Level 2	Evaluating
23.	Give two examples of unfair trade practice.	CO5	Level 2	Creating
24.	Name three consumer redressal agencies.	CO5	Level 2	Creating

PART- B

S.NO	QUESTIONS	CO LEVEL	BT LEVEL	COMPETENCE
1.	Examine the right of a Consumer enshrined under the Consumer Protection Act, 1986.	CO5	Level 3	Remembering
2.	What constitutes consumer complaint? How to file a complaint as per consumer protection Act?	CO5	Level 4	Understanding
3.	Elaborate the nature and scope of the remedies available to an aggrieved party under the consumer protection Act.	CO5	Level 3	Applying
4.	Explain the constitution, jurisdiction, powers and functions of central and state consumer protection council.	CO5	Level 4	Analyzing
5.	Briefly discuss the duties, powers and functions of the competition commission.	CO5	Level 4	Understanding
6.	Elaborate the establishment, composition, appointment and terms of the chairperson and other members of competition commission of India.	CO5	Level 3	Applying
7.	Elucidate the objectives and features of Information Technology Act 2000.	CO5	Level 5	Remembering
8.	Explain the need, composition and establishment of Cyber regulations Appellate Tribunal.	CO5	Level 2	Understanding
9.	Construct factors contributing to cybercrime and prevention of cybercrime	CO5	Level 5	Applying

10.	Explain cybercrimes. What are the different types of cybercrimes?	CO5	Level 4	Remembering
11.	How would you summarize the categories of IPR?	CO5	Level 4	Understanding
12.	What is meant by Copy rights? Explain in detail about Indian Copy Rights Act 1957.	CO5	Level 4	Analyzing
13.	Elucidate the remedies in case of breach, offences and penalties relating to trademarks.	CO5	Level 5	Remembering
14.	Explain the characteristics and necessity of Patent Act & Copyrights.	CO 5	Level 4	Analyzing
15.	Enumerate the types of information which can be denied to any citizen by a public authority notwithstanding anything contained in the RTI Act.	CO5	Level 5	Evaluating
16.	Describe the duty of the chief information commission, state information commission as regards receiving and inquiring into a complaint from any person.	CO5	Level 5	Evaluating
17.	Outline the powers vested in the central information commission or state information commission, while inquiring into any matter under the RTI Act.	CO5	Level 6	Creating