

## **QUESTION 2013**

### **Group – A**

#### **(Multiple Choice Type Questions)**

1. Choose the correct alternatives for any ten of the following:

i) Express contract is expressed

- a) in word spoken
- ✓ c) both of these

- b) in written
- d) none of these

ii) Caveat Emptor is a Latin expression which means

- ✓ a) buyers beware
- c) agents beware

- b) sellers beware
- d) principal beware

iii) Holder in due course means

- a) who obtains the instrument for valuable consideration
- b) who becomes holder of the instrument before its maturity
- c) the person had no cause to believe that any defect existed in the title of the person from whom he derived his title
- ✓ d) None of these

iv) In a bill of exchange, the parties involved are

- ✓ a) Drawer, drawee and payee
- c) Drawee and payee

- b) Drawer and drawee
- d) Drawer and payee

v) The undertaking contained in a promissory note, to pay a certain sum of money is

- a) conditional
- b) unconditional
- c) may be conditional or unconditional depending upon the circumstances
- ✓ d) none of these

vi) In a promissory note, the amount of money payable

- ✓ a) must be certain
- c) is usually uncertain

- b) may be certain or uncertain
- d) none of these

## POPULAR PUBLICATIONS

- vii) Which of the following people can be liable under CPA?  
a) Someone who sells home made cakes for charity at a school fete  
b) Someone who hires out roller skates  
c) Someone who gives defective products as present  
✓d) none of these
- viii) Frida buys a TV, which blows up, causing a fire in which she is injured and £250 worth of damage is done to her living room. What can she claim for under the Act?  
a) Her injuries  
b) Cost of a new TV  
c) The damage to her living room  
✓d) None of these
- ix) To make good the loss or to compensate party who suffered some loss is called  
✓a) Indemnity  
b) Bailment  
c) Guarantee  
d) None
- x) X & his friend Y enter a shop & X says to Z "Supply the goods required by Y & if he does not pay you, I will." It is a contract of a  
a) Indemnity  
b) Bailment  
✓c) Guarantee  
d) None
- xi) The end of the relationship of Principal & Agent is known as  
✓a) termination of agency  
b) termination of bailment  
c) both (a) & (b)  
d) none of these
- xii) Contract of sale means  
a) sale of goods  
b) agreement to sell  
✓c) both (a) & (b)  
d) none of these

### **Group – B**

#### **(Short Answer Type Questions)**

- ✓ 2. What are the main features of Consumer Protection Act. 1986?  
See Topic: **THE CONSUMER PROTECTION ACT, 1986, Short Answer Type Questions No. 2.**
- ✓ 3. Discuss 'Minor's Contract void ab-initio'. State the exceptions of this statement.  
See Topic: **LAW OF CONTRACT, Short Answer Type Questions No. 12.**
- ✓ 4. Distinguish between Bailment and Pledge.  
See Topic: **SALE OF GOODS ACT, 1930, Short Answer Type Questions No. 8.**
- ✓ 5. Distinguish between Holder & Holder in due course.  
See Topic: **NEGOTIABLE INSTRUMENTS ACT, 1881, Short Answer Type Questions No. 2.**
6. What are the rights of unpaid seller?  
See Topic: **SALE OF GOODS ACT, 1930, Long Answer Type Questions No. 7(b).**

## BUSINESS REGULATORY FRAMEWORK

### **Group – C**

#### **(Long Answer Type Questions)**

✓ 7. What are the different methods of termination of contract? Explain the law of Frustration of contract.  
See Topic: **LAW OF CONTRACT, Long Answer Type Questions No. 6.**

8. What are the different ways an agency can be created? State the duties of the principal to his agent. Explain the term 'agency of necessity' with an example.  
See Topic: **SALE OF GOODS ACT, 1930, Long Answer Type Questions No. 2**

✓ 9. As per NI Act 1881, explain the concept of 'Endorsement'. What are the rules regarding presentation for payment of a Negotiable Instrument? Discuss the rules regarding Interest in Bill and Notes.  
See Topic: **NEGOTIABLE INSTRUMENTS ACT, 1881, Long Answer Type Questions No. 3.**

-10. a) "Every contract is an agreement, but all agreements are not contracts." Discuss.  
See Topic: **LAW OF CONTRACT, Long Answer Type Questions No. 2.**

✓ b) Discuss the salient features of foreign Exchange Management Act, 1999?  
See Topic: **FOREIGN EXCHANGE MANAGEMENT ACT, 1999, Long Answer Type Questions No. 1.**

11. Write short notes on any three of the following:

- ✓ a) Crossing of cheque
- ✓ b) Remedies for breach of contract
- c) Sale of Goods Act, 1930
- ✓ d) Notice of dishonour
- ✓ e) Agreement to Sale.

a) See Topic: **NEGOTIABLE INSTRUMENTS ACT, 1881, Long Answer Type Questions No. 7(d).**

b) See Topic: **LAW OF CONTRACT, Long Answer Type Questions No. 1.**

c) See Topic: **SALE OF GOODS ACT, 1930, Long Answer Type Questions No. 7(e).**

d) See Topic: **NEGOTIABLE INSTRUMENTS ACT, 1881, Long Answer Type Questions No. 7(c).**

e) See Topic: **SALE OF GOODS ACT, 1930, Long Answer Type Questions No. 7(f).**