

PSG COLLEGE OF ARTS & SCIENCE
(AUTONOMOUS)

BCom DEGREE EXAMINATION MAY 2025
(First Semester)

Branch – **COMMERCE (COST & MANAGEMENT ACCOUNTING)**

FUNDAMENTALS OF LAW AND ETHICS

Time: Three Hours

Maximum: 75 Marks

SECTION-A (10 Marks)

Answer **ALL** questions

ALL questions carry **EQUAL** marks

(10 × 1 = 10)

Module No.	Question No.	Question	K Level	CO
1	1	A agrees to sell to B a 'hundred tons of oil'. There is nothing whatever to show what kind of oil was intended. The agreement is (a) Valid (b) Void for uncertainty (c) Voidable (d) Illegal	K1	CO1
	2	A contract which is vitiated by undue influence is declared as which one of the following by the Indian Contract Act? (a) Invalid (b) Void (c) Illegal (d) Voidable	K2	CO1
2	3	A finder of lost goods is a (a) Bailor (b) Bailee (c) True owner (d) Thief	K1	CO2
	4	Social agreements are (a) Enforceable in the courts (b) Not enforceable in the courts (c) Subject to legal obligations (d) Made by social workers	K2	CO2
3	5	The Sale of Goods Act, 1930 came into force on (a) 1st day of July 1930 (b) 1st day of September 1930 (c) 1st day of January 1930 (d) 31st day of December 1930	K1	CO3
	6	Which of the following cannot be said to be included in the term "goods" defined under section 2(7) of the Sale of Goods Act, 1930 (a) Stock (b) Shares (c) Growing Crops (d) Actionable claims	K2	CO3
4	7	The term 'Negotiable instrument' is defined in the Negotiable Instruments Act, 1881, under section (a) 12 (b) 13 (c) 13A (d) 2(d)	K1	CO4
	8	A cheque is always payable on (a) the date mentioned therein. (b) demand. (c) 3 days after presentation. (d) within 24 hrs. of presentation	K2	CO4
5	9	Ethical and unethical behaviors are determined by (a) The individual (b) The culture (c) Both the individual and the culture (d) Neither the individual nor the culture	K1	CO5
	10	Business Ethics is a code of conduct which businessmen should follow while conducting their (a) Normal activities (b) Special activities (c) Specific activities (d) Professional activities	K2	CO5

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SECTION - B (35 Marks)Answer **ALL** questions**ALL** questions carry **EQUAL** Marks (5 × 7 = 35)

Module No.	Question No.	Question	K Level	CO
1	11.a.	What are the agreements that have been expressly declared to be void by the Indian Contract Act?	K1	CO1
		(OR)		
	11.b.	What is Actual Breach of Contract and Anticipatory breach of Contract. Give Examples.		
2	12.a.	What is the difference between indemnity and Gurantee?	K2	CO2
		(OR)		
	12.b.	Define Bailment, State its essentials		
3	13.a.	Define Contract of sale and state its essential features.	K2	CO2
		(OR)		
	13.b.	State the rules regarding an Auction.		
4	14.a.	Define a Promissory Note, Bill of exchange and a cheque.	K1	CO4
		(OR)		
	14.b.	Draw and differentiate General Crossing and Special Crossing		
5	15.a.	State the seven principles of public life.	K3	CO5
		(OR)		
	15.b.	State the professional ethics one should follow in his/her profession.		

SECTION -C (30 Marks)Answer **ANY THREE** questions**ALL** questions carry **EQUAL** Marks (3 × 10 = 30)

Module No.	Question No.	Question	K Level	CO
1	16	What are the essential elements of a valid contract? Write in detail.	K1	CO1
2	17	Explain the ways by which an Agency is created.	K2	CO2
3	18	Explain the Types of Implied Conditions and Implied Warranties	K2	CO3
4	19	Explain the classification of Negotiable instruments.	K1	CO4
5	20	Explain the need for business Ethics.	K3	CO5

Z-Z-Z

END