

PSG COLLEGE OF ARTS & SCIENCE
(AUTONOMOUS)
BBA DEGREE EXAMINATION MAY 2025
(Third Semester)
Branch – **BUSINESS ADMINISTRATION**
LEGAL ASPECTS OF BUSINESS & 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	The rules and regulations for the internal management of a company are contained in its a. prospectus. b. Annual report. c. Memorandum of association. d. Articles of association	K1	CO1
	2	The most important document of a company is its a. Prospectus. b. Annual report. c. Memorandum of association. d. Articles of association	K2	CO1
2	3	A contract has become more difficult of performance due to some un-contemplated events or delays .The contract a. Is discharged b. Is not discharged c. Becomes void d. Becomes voidable.	K1	CO2
	4	When a party to a contract transfers his contractual rights to another, it is known as, a. Rescission of contract b. Waiver of contract c. Discharge of contract, d. Assignment of contract.	K2	CO2
3	5	The main object of a contract of sale is a. Transfer of possession b. Transfer of property c. Delivery of goods d. Payment of price	K1	CO3
	6	The conditions and warranties in a sale of goods may be a. Express or implied b. Express c. Implied d. None of the above.	K2	CO3
4	7	Most companies begin the process of establishing organizational ethics programs by developing a. Ethics training programs. b. Codes of conduct. c. Ethics enforcement mechanisms. d. Hidden agendas.	K1	CO4
	8	Which of the following is not a level of Kohlberg's moral development theory? a. Pre-operational level b. Conventional level c. Post-conventional level d. Pre-conventional level	K2	CO4
5	9	The principle of "fiduciary duty" is most relevant to which profession? a. Accounting b. Medicine c. Law d. Marketing	K1	CO5
	10	The system that is used by firms to control and direct their operations and the operations of their employees is called a. Corporate compliance. b. Corporate governance. c. Corporate control. d. Corporate directive.	K2	CO5

Cont...

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.	Identify the contents of the articles of association.	K3	CO1
		(OR)		
	11.b.	Differentiate between agenda and minutes of meeting.		
2	12.a.	Describe the essential elements of contract.	K4	CO2
		(OR)		
	12.b.	What is Consideration? List the legal rules of Consideration.		
3	13.a.	Examine the nature of sales contract.	K4	CO3
		(OR)		
	13.b.	Explain the rights of unpaid seller.		
4	14.a.	Summarize the factors that lead to unethical practices.	K5	CO4
		(OR)		
	14.b.	Select the difficulties involved in ethical decision making.		
5	15.a.	Evaluate the ethical issues involved in manpower selection process.	K5	CO5
		(OR)		
	15.b.	How does corporate social responsibility contribute towards social development? Justify.		

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	Outline the provisions of the companies Act regarding the mode of appointment of directors of a company.	K4	CO1
2	17	"The essence of every agreement is that there ought be free consent on both sides" Defend.	K5	CO2
3	18	Differentiate condition and warranty. Also Justify under what circumstances a breach of condition is treated as breach of warranty.	K5	CO3
4	19	Discuss Kohlberg's stages of moral development comprised of three levels of moral reasoning.	K6	CO4
5	20	Elucidate different ways in which unethical practices are going on in Financial Market in Indian industry perspective.	K6	CO5