

PSG COLLEGE OF ARTS & SCIENCE
(AUTONOMOUS)

BCom DEGREE EXAMINATION MAY 2025
(Third Semester)

Branch – **COMMERCE (PROFESSIONAL ACCOUNTING)**
CORPORATE LEGAL FRAMEWORK

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 term company is defined under which section of the Companies Act, 2013? (a) Sec 3(1) (b) Sec4 (2) (c) Sec2 (20) d) Sec1 (3)	K1	CO1
	2	What is the timeframe for setting up a company's registered office after incorporation? (a) 7th day (b) 15th day (c) 30th day (c) one month	K1	CO1
2	3	Any allotment of securities made on the basis of Prospectus should be void if permission of listing is not granted by the Stock Exchange before expiry of _____ (a) 12 weeks from the closure of the issue (b) 10 weeks from the closure of the issue (c) 8 weeks from the closure of the issue (d) 30 days from the closure of the issue	K1	CO2
	4	Which of the following are not a types of listing of securities? a) Initial Listing b) Listing for Public Issue c) Listing for Sweat equity shares d) Listing for Merger and amalgamation	K2	CO2
3	5	How much deposit can a Nidhi company accept? (a) up to 10 times of their Net Owned Funds (NOF) (b) up to 15 times of their Net Owned Funds (NOF) (c) up to 20 times of their Net Owned Funds (NOF) (d) up to 25 times of their Net Owned Funds (NOF)	K1	CO3
	6	What type of capital is prohibited for banking companies from being charged? (a) Paid up Capital (b) Unpaid Capital (c) Paid up and unpaid capital (d) Issued Capital	K2	CO3
4	7	Where the books containing the minutes of the proceedings of any general meeting of a company shall be kept? (a) Head Office (b) Central Office (c) Registered office (d) Where the meeting was held	K1	CO4
	8	When should every company hold the first Board meeting? (a) within 3 months of its incorporation (b) within 30 days of its incorporation (c) within 15 days of its incorporation (d) within 4 months of its incorporation	K2	CO4
5	9	During any financial year, When a Corporate Social Responsibility Committees of the Board shall be constituted by every Company? (a) Turnover of Rs.5,000 crores or more (b) A Net Profit of Rs.2 crores or more (c) Net Worth of Rs.500 crores or more (d) Authorized capital of Rs.500 crores or more	K1	CO5

Cont....

	10	According to Banking Regulation Act 1949, When a banking company shall pay dividend on its shares? (a) after depreciation is fully written off (b) after capitalized expenses have been completely written off (c) after Bad debts are provided in full (d) after Contingent liability is settled	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.	"A Company is an artificial person, created by law with a perpetual succession and a common seal" Explain this Statement.	K2	CO1
		(OR)		
	11.b.	What extent a company may alters its Memorandum and Articles? Explain its procedures.		
2	12.a.	Explain the concepts of Buyback shares and its procedure.	K3	CO2
		(OR)		
	12.b.	What are the rules governing the transfer and transmission of securities? Explain.		
3	13.a.	Distinguish between: 'Notice of a Charge' and 'satisfaction of a charge'.	K2	CO3
		(OR)		
	13.b.	Define the term 'deposits' and list out the receipts of money which are no considered as deposits.		
4	14.a.	Distinguish between Postponement of Meeting and Adjournment of Meeting.	K2	CO4
		(OR)		
	14.b.	Distinguish between Special Resolution and Resolution requiring special notice.		
5	15.a.	Explain Investor Education and Protection Fund.	K2	CO5
		(OR)		
	15.b.	What does the term Financial Statements include in relation to a company under the Companies Act, 2013? Which companies need not prepare a cash flow statement?		

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	Explain the procedure for change at name of a company, as provided in the Companies Act, 2013.	K2	CO1
2	17	Whether shares at premium can be issued by a company? What are the purposes for which the share premium account can be used under the provisions of the Companies Act, 2013?	K3	CO2
3	18	State the procedure to be followed by companies to accept deposits from its members according to the Companies Act, 2013. What are the exemptions available to the Private Limited Companies?	K3	CO3
4	19	Enumerate the different types of meetings under the Companies Act, 2013. Explain the procedure to conduct a meeting.	K2	CO4
5	20	Discuss the punishment for failure to distribute dividend and exceptions.	K3	CO5