

**PSG COLLEGE OF ARTS & SCIENCE
(AUTONOMOUS)**

**BCom DEGREE EXAMINATION DECEMBER 2025
(Second Semester)**

**Branch – COMMERCE (PROFESSIONAL ACCOUNTING)
BUSINESS LAW**

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	One side contract is known as a) bilateral contract b) unilateral contract c) executed contract d) implied contract	K1	CO1
	2	The breach of contract means the a) performance of contract by both the parties b) failure of party to perform his obligations c) payment of compensation due to non – performance d) postponement of the performance of contract	K2	CO1
2	3	The ownership of the goods is transferred immediately from a seller to a buyer is called a) sale b) agreement to sell c) transfer d) contract of sale	K1	CO1
	4	The goods that are identified only after the formation of the contract of sale is called a) existing goods b) specific goods c) ascertained goods d) unascertained goods	K2	CO1
3	5	The maximum number of members in a banking business is a) 2 b) 5 c) 7 d) 10	K1	CO2
	6	When the agreement is written and signed by all the partners is called a) partnership deed b) partnership agreement c) partnership contract d) partnership act	K2	CO1
4	7	The minimum number of member in a private company is a) 2 b) 7 c) 50 d) 100	K1	CO2
	8	The equity share holders are _____ of the company a) seller b) owner c) creditors d) buyer	K2	CO1
5	9	The Negotiable Instruments Act, 1881 extends to a) only to Capital cities of the States b) the whole of India c) the whole of India except the State of Jammu and Kashmir d) the whole of India except the Union Territories	K1	CO2
	10	Section 5 of the NI Act deals with a) bills of exchange b) holder in due course c) cheque d) promissory note	K2	CO2

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.	Explain the rules regarding performance of reciprocal promises.	K2	CO1
		(OR)		
2	11.b.	Explain the remedies for breach of contract.	K3	CO2
	12.a.	Identify the difference between sale and agreement to sell.		
3		(OR)	K4	CO4
	12.b.	Outline the difference between condition and warranty.		
4	13.a.	Examine the essential features of LLP.	K4	CO4
		(OR)		
5	13.b.	List out the consequences of non-registration of a firm.	K4	CO5
	14.a.	Examine the features of a company.		
		(OR)	K5	CO4
	14.b.	Distinguish between MOA and MOA.		
5	15.a.	Explain the classifications of instruments.	K5	CO4
		(OR)		
	15.b.	Evaluate the rules of compensation under Negotiable Instruments Act.		

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 essential elements of a valid contract.	K2	CO2
2	17	List out the rights of an unpaid seller.	K4	CO4
3	18	Identify the rights of a partner.	K3	CO2
4	19	Classify the kinds of companies.	K4	CO4
5	20	Determine the different provisions relating to negotiation of instruments.	K5	CO4