

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	Which one of the following is included in illegal agreement? a) Marriage brokerage agreement b) Selling smuggled goods c) Sold goods for cash d) Purchase mobile from X Ltd	K1	CO1
	2	Identify the monetary compensation allowed to the injured party. a) Consent b) Novation c) Damages d) Alteration	K2	CO1
2	3	Mention the number of parties involved in the Contract of Sale Goods. a) One party b) Two parties c) More than two parties d) Indefinite parties	K1	CO2
	4	Which of the following goods are identified at the time of sale? a) Specific goods b) Future goods c) Contingent goods d) Personal goods	K2	CO2
3	5	Which the following occasion reconstitution of a partnership firm may not take place? a) Retirement of an existing partner b) Death of a partner c) Dissolution of partnership firm d) Admission of a new partner	K1	CO3
	6	Which of the following is the real test of partnership? a) Sharing of profits only b) Sharing of profits and losses c) Mutual Agency d) Sharing of profits equally	K2	CO3
4	7	Which of the following cannot be converted into partnership? a) Partnership firm b) Private Company c) Listed Company d) Unlisted Company	K1	CO4
	8	What is the maximum number of partners in LLP? a) 20 b) 50 c) 100 d) There is no maximum limit	K2	CO4
5	9	Which of the following are kinds of share capital? a) Preference share capital and Equity share capital b) Equity share capital and Bonds c) Equity share capital and debenture d) Preference share capital and debenture	K1	CO5
	10	Identify type of company has a minimum of seven members and no maximum limit on the number of members. a) Private Company b) Public Company c) One Person Company (OPC) d) Limited Liability Partnership (LLP)	K2	CO5

Cont...

SECTION - B (35 Marks)

Answer ALL questions

ALL questions carry EQUAL Marks $(5 \times 7 = 35)$

Module No.	Question No.	Question	K Level	CO
1	11.a.	Summarize the legal rules as to Consideration. (OR)	K2	CO1
	11.b.	State the kinds of Quasi Contract.		
2	12.a.	Explain the implied conditions in a contract of sale. (OR)	K2	CO2
	12.b.	Describe the rules in respect of passing of property in goods from the seller to the buyer.		
3	13.a.	Explain the rights of Partners. (OR)	K2	CO3
	13.b.	Describe the consequences of non-registration of Partnership Firm.		
4	14.a.	Explain the extent and limitation of liability of LLP and Partner. (OR)	K3	CO4
	14.b.	Narrate the procedure for conversion of a firm from Partnership and LLP.		
5	15.a.	Outline Corporate Veil Theory. (OR)	K4	CO5
	15.b.	Outline the Doctrine of Indoor Management and its exceptions.		

SECTION -C (30 Marks)

Answer ANY THREE questions

ALL questions carry EQUAL Marks $(3 \times 10 = 30)$

Module No.	Question No.	Question	K Level	CO
1	16	Narrate the remedies of Breach of Contract.	K2	CO1
2	17	Explain the rights of an unpaid seller.	K2	CO2
3	18	Enumerate the Modes of Dissolution of a firm.	K2	CO3
4	19	Explain the characteristics of LLP Act 2008.	K3	CO4
5	20	Classify the companies in The Companies Act 2013.	K4	CO5