

QUESTION BANK

CORPORATE LAWS

B.Com (H)- Semester II

MCQs

- 1) EGM can be called by
 - a) Board of Directors
 - b) Board on the request of a requisition
 - c) Requisitionists
 - d) All of the above

- 2) Petition for Compulsory winding up of a company can be filed by
 - a) The company
 - b) Creditors and also by contributories
 - c) The Registrar
 - d) All of the above

- 3) First auditor of a company other than a government company is appointed by
 - a) Board of directors
 - b) Shareholders
 - c) None of these
 - d) All of the above

- 4) Producer company is based on the principles of
 - a) Patronage
 - b) Mutual Assistance
 - c) Limited Return
 - d) All of the above

- 5) Which of the following documents contain the rules and regulations to govern the internal management of the company
 - a) Company Act 2013
 - b) Memorandum of Association
 - c) Prospectus
 - d) Articles of Association

- 6) A person who raises a concern about wrongdoing within an organisation is called
 - a) Promoter
 - b) Whistle Blower
 - c) Inside Trader

- d) Auditor
- 7) At present the number of depositories operating in India are
- One
 - Two
 - Three
 - Four
- 8) Converting physical scrips into computerized ledger accounts maintained by the depository is called
- Dematerialisation
 - Rematerialisation
 - Digitalisation
 - None of the above
- 9) Remedies available to an aggrieved shareholder for misrepresentation in the prospectus against the directors and other officials of the company are
- Civil Liability
 - Criminal Liability
 - Action for Deceit
 - All of the above
- 10) An association of persons carrying on any business for profits shall be termed as illegal association when the number of persons exceed
- 10
 - 50
 - 100
 - 20

SHORT QUESTION

- 1) What is meaning lifting of corporate veil?
- 2) Explain the legal position of promoters.
- 3) What is meant by a Producer Company?
- 4) What are the benefits of Depository Systems?
- 5) When is it just and equitable for Tribunal to wind up a company?
- 6) Distinguish between AGM and EGM.
- 7) Write a short note on book building process and GDR.
- 8) Write a short note on Independent Director.
- 9) Explain what is meant by a small company.
- 10) "Dividend once declared cannot be revoked". Explain the statement.

LONG QUESTION

- 1) Who can be a director of a company? Explain the provisions of the Companies Act relating to the appointment of directors by the Board of Directors.
- 2) What is meant by rotation of auditors. What are the provisions related to appointment and rotation of auditors?
- 3) Explain the Doctrine of Ultra Vires with its effects.
- 4) What is meant by EGM? Who can call the EGM and when?
- 5) What is the online registration process of a company?
- 6) What is meant by scrip less trading? Explain the terms participant, registered owner and beneficial owner.
- 7) Explain Voluntary winding up of a company.
- 8) Define a prospectus. Explain the red herring prospectus, abridged prospectus and shelf prospectus.
- 9) What is meant by Investor Education and Protection Fund? Explain the provisions related to its establishment.
- 10) Explain the duties and liabilities of a Director.