

**Code: 14E00302**

MBA III Semester Regular Examinations January 2016

**LEGAL ASPECTS OF BUSINESS**

(For students admitted in 2014 only)

Time: 3 hours

Max. Marks: 60

All questions carry equal marks

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**SECTION – A**

Answer the following: (05 X 10 = 50 Marks)

- 1 Why is business law needed as a separate law? What are the sources of business law?  
**OR**
- 2 Explain the rules governing offer and acceptance in a contract. When is an offer invalid?
- 3 Explain the general principles considered in sale of goods act 1930. How is it different / modified from the general law of contract?  
**OR**
- 4 Explain breach of conditions of contract of sales of goods act.
- 5 Explain the need and advantages of forming a company. What are the steps involved in the formation of a company?  
**OR**
- 6 Explain the components of the memorandum of association of a company. Why is it created?
- 7 Explain the need for excise duty. What are the rules mentioned in central excise act 1944 governing computing and levy of excise duty?  
**OR**
- 8 Discuss about various exemptions available for individuals as regards to personal income tax.
- 9 Why was the IT act 2000 passed?  
**OR**
- 10 What are the types of cyber crimes discussed in the IT act 2000?

**SECTION – B**

(Compulsory Question)

01 X 10 = 10 Marks

**11 Case study:**

Mr. A decided to start a business in food business. He wanted to buy an existing company doing the business. He is interested in knowing what his liabilities will be if he takes over an already existing sole proprietorship business. List out the salient points in the contract he should enter into, while buying the business. If he is to incorporate the business as a private limited company, what will his benefits be? How should he go about incorporating the company?

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