

(6 pages)

Reg. No. :

**Code No. : 21034 E Sub. Code : EMCO 22/
FCCO 22/FCCR 22/
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FCBE 22**

B.Com. (CBCS) DEGREE EXAMINATION,
APRIL 2026.

Second Semester

Commerce / Corporate Secretaryship / Honours /
Professional Accounting / Banking and E-Commerce —
Core

BUSINESS LAW

(For those who joined in July 2023 onwards)

Time : Three hours Maximum : 75 marks

PART A — (10 × 1 = 10 marks)

Answer ALL questions.

Choose the correct answer :

1. An agreement which gives rise to a social obligation is _____.
- (a) a contract
(b) not a contract
(c) may or may not a contract
(d) none of these

2. _____ is an agreement which is binding and enforceable by law.

(a) Valid contract (b) Void contract
(c) Voidable contract (d) Illegal agreement

3. The _____ as the essence of the contract.

(a) Time (b) Promise
(c) Duty (d) Responsibility

4. _____ is an order a court restraining a person from doing a particular act.

(a) Injunction (b) Garnishee
(c) Adjudication order (d) None of these

5. _____ is a contract in which one person promises to protect or compensate the other for the loss suffered by him due to the conduct of the promisor or any other person.

(a) Contract of Guarantee
(b) Breach of Contract
(c) Contract of indemnity
(d) Void contract

6. A contract of indemnity is a _____.
(a) Contingent contract
(b) Wagering contract
(c) Quasi contract
(d) Void contract
7. The position of a finder of lost goods is that of a _____.
(a) Bailor (b) Bailee
(c) Surety (d) Principal debtor
8. _____ of an agent is the authority conferred on him by the Principal.
(a) Ostensible authority
(b) Agents authority is an emergency
(c) Actual authority
(d) Implied authority
9. If the price is not determined by the parties in a contract of sale, the buyer is bound to pay
(a) the price demanded by the seller
(b) a reasonable price
(c) the price which the buyer thinks is reasonable
(d) the price to be determined by a third independent person

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10. In the even of non-payment of freight and other charges, the ship owner has a right of _____.
(a) Pledge (b) Hypothecation
(c) Lien (d) All of the above

PART B — (5 × 5 = 25 marks)

Answer ALL questions by choosing (a) or (b).
Each answer should not exceed 250 words.

11. (a) Explain the essentials of a valid contract.
Or
(b) What are the objects of Indian Contract Act?
12. (a) State the circumstances under which Contracts need not to be performed.
Or
(b) Write a note on Exemplary on Vindictive damage.
13. (a) What is a contract of Guarantee?
Or
(b) State the kinds of Guarantee in brief.

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14. (a) What is meant by termination of bailment?

Or

(b) Explain the duties of Bailor.

15. (a) What are the rights of unpaid seller?

Or

(b) Distinguish between Sale and Bailment.

PART C — (5 × 8 = 40 marks)

Answer ALL questions by choosing (a) or (b).

Each answer should not exceed 600 words.

16. (a) Explain the kinds of Contract.

Or

(b) When is Consent of parties to Contract said to be free?

17. (a) Discuss the various ways in which a contract may be discharged.

Or

(b) Explain the different types of damages.

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18. (a) Explain the circumstances under which a surety is discharged.

Or

(b) What are the kinds of Guarantee?

19. (a) What are the rights duties of Bailor?

Or

(b) Explain the essentials of a valid pledge.

20. (a) "Nemo dat Quod non-habet" — Explain the maxim.

Or

(b) State the significance of transfer of property and the legal rules relating threats.

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