

(6 pages)

Reg. No. : .....

Code No. : 12015 E      Sub. Code : SMCO 53/  
AMCO 53

B.Com. (CBCS) DEGREE EXAMINATION,  
NOVEMBER 2022.

Fifth Semester

Commerce — Core

BUSINESS LAW

(For those who joined in July 2017 onwards)

Time : Three hours

Maximum : 75 marks

PART A — (10 × 1 = 10 marks)

Answer ALL questions.

Choose the correct answer :

1. An agreement becomes a contract if :
  - (a) it is by free consent of the parties
  - (b) parties are competent
  - (c) it is enforceable by law
  - (d) none of the above

2. The correct sequence in the formation of a contract is
  - (a) offer, acceptance, agreement, consideration
  - (b) agreement, consideration, offer, acceptance
  - (c) offer, consideration, acceptance, agreement
  - (d) offer, acceptance, consideration, agreement
3. The position of the finder of lost goods is that of
  - (a) bailee
  - (b) bailor
  - (c) creditor
  - (d) true owner
4. In case of breach of condition, the breach gives rise to
  - (a) claims for damages
  - (b) rejection of goods
  - (c) a right to repudiate the contract
  - (d) a right of indemnification
5. The time limit, from the date on which the right to the action arose, for a breach of a simple contract claim is?
  - (a) three months
  - (b) three years
  - (c) 12 years
  - (d) six years





6. In the event of a breach of contract, it is expected that the innocent party take which of the following action?
- (a) to reasonably attempt to mitigate losses
  - (b) to take any and all measures possible to reduce the associated losses to the breach
  - (c) to establish a new contract with any alternative source available
  - (d) to take no action until the full consequences of the breach are identified so a damages action can incorporate all sustained losses
7. In the contract of bailment the person delivering the goods is called
- (a) agent
  - (b) bailee
  - (c) seller
  - (d) bailor
8. The pledge is a contract of
- (a) bailment
  - (b) agency
  - (c) guarantee
  - (d) mortgage
9. Where the seller wrongly neglects or refuses to deliver the goods to the buyer, the buyer may sue for:
- (a) specific performance
  - (b) damages for non-acceptance
  - (c) damages for non-delivery
  - (d) compensation

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10. Where in a contract of sale the seller purports to effect the present sale of the future goods, the contract operates as
- (a) A contract of sale
  - (b) An agreement to sell the goods
  - (c) A contract of sale or agreement to sell
  - (d) It is not a valid contract

PART B — (5 × 5 = 25 marks)

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

11. (a) What are the various types of offer?
- Or
- (b) List out the essentials of contingent contract.
12. (a) State the essentials of valid tender.
- Or
- (b) Write a note on Quantum Meruit.
13. (a) What are the essentials of a Contract of Guarantee?
- Or
- (b) Explain the various modes of discharge of surety.

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14. (a) State the essential features of bailment.

Or

- (b) How agency created?

15. (a) What are the essential elements of contract of sale?

Or

- (b) Who are the parties involved in hire purchase agreement?

PART C — (5 × 8 = 40 marks)

Answer ALL questions, choosing either (a) or (b)  
Each answer should not exceed 600 words.

16. (a) Explain the exceptions to the rule, 'A contract without consideration is void'.

Or

- (b) Bring out the legal rules regard valid offer.

17. (a) Bring out the position of a finder of goods.

Or

- (b) Discuss the rules regarding appropriations of payment.

18. (a) Discuss the rights of a surety.

Or

- (b) Describe the different kinds of guarantee.

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19. (a) Explain the rights and duties of an agent.

Or

- (b) List out the duties of bailor.

20. (a) What are the rights of the buyer in a Contract of sale?

Or

- (b) How the goods are classified under sale of Goods Act?
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