

(6 pages)

Reg. No. :

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B.B.A. DEGREE EXAMINATION, NOVEMBER 2010.

Third Semester

Business Administration – Main

LAW OF CONTRACT

(For those who joined in July 2008, onwards)

Time : Three hours

Maximum : 75 marks

PART A — (10 × 1 = 10 marks)

Answer ALL questions.

Choose the correct answer :

1. An agreement creating and defining obligations between the parties is _____.
(a) Contract (b) Acceptance
(c) Consideration (d) Free consent
2. The relationship between the parties to a contract is _____ relationship.
(a) Legal (b) Blood
(c) Social (d) Domestic

3. False representation made with a honest belief in its truth is _____.
(a) Misrepresentation
(b) Innocent representation
(c) Wilful rerpresentation
(d) Fraud
4. Remedy for misrepresentation _____.
(a) Contract can be avoided and damages can also be claimed
(b) Contract alone be avoided
(c) Means of discovering truth is immaterial
(d) Means of discovering truth is material
5. The consideration of each party to a contract consists of a promise it is known as _____.
(a) Reciprocal promise
(b) Rejected promise
(c) Refused promise
(d) Rescission
6. An offer to perform is _____.
(a) Actual performance
(b) Attempted performance/Tender
(c) Simultaneous performance
(d) Impossibility of performance.

15. (a) Distinguish between sale and exchange, sale and bailment, sale and Hypothecation.

Or

- (b) Who is an unpaid seller?

PART C — (5 × 8 = 40 marks)

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

16. (a) What do you understand by capacity to contract?

Or

- (b) How offer and acceptance can be communicated?

17. (a) Bring out differences between void agreements and void contracts.

Or

- (b) Explain fraud and what are consequences of Fraud.

18. (a) Explain with illustration the provisions of the Indian contract act relating to the performance of reciprocal promises.

Or

- (b) What are the rights and duties of the finder of Lost goods?

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

Or

- (b) State the circumstances under pledge by non-owners are valid.

20. (a) What is meant by agency by ratification?

Or

- (b) Distinguish sub agent from substituted agent.
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