

Business Law

1. Price escalation clause is a clause which allows to vary the price of goods under contract.
 - (1) **True**
 - (2) False

2. Intime Co. Ltd. has kept AGM at registered office 8.00 p.m. for convenience as the normal working hours are 10.00 am to 7.30 p.m. Is any default made?
 - (1) **Yes**
 - (2) No

3. Which of the following is the instance where agreements are expressly declared as void?
 - (1) Agreement in restraint of marriage
 - (2) Agreement to create monopolies
 - (3) Agreement by way of wager
 - (4) **All of the above**

4. AGM must be called by giving ___ days notice.
 - (1) 7
 - (2) **10**
 - (3) 14
 - (4) 21

5. Where one of the parties to contract have executed its part of obligations, it is said to be:-
 - (1) Halfhearted contract
 - (2) Part contract
 - (3) Executory contract
 - (4) **Executed contract**

6. A, B & C are co-sureties for D under several contracts. A guarantees Rs. 10,000, B Rs. 20,000 & C Rs. 30,000/-. D makes default for Rs. 42,000/-. How much is payable by C?
- (1) 30,000
 - (2) 21,000
 - (3) **16,000**
 - (4) 42,000
7. Registration of partnership firm is optional.
- (1) **True**
 - (2) False
8. Every society shall within _____ days from close of co-op. year prepare the annual accounts.
- (1) 90
 - (2) 60
 - (3) 30
 - (4) **45**
9. A public company may be converted into a private company by:-
- (1) a) Passing an ordinary resolution
 - (2) b) Passing a special resolution
 - (3) c) Getting the approval of Cent. Govt.
 - (4) **Both b & c**
10. Statutory meeting must be held within _____ months from date of commencement of business.
- (1) 3 months
 - (2) 1 month
 - (3) 2 months
 - (4) **6 months**