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**