

HONS. 09/08/010

**B.A. LL.B. (Hons.) FIFTH SEMESTER (Special Supplementary) EXAMINATIONS,
MAY 2018**

COMPANY LAW

Time: 3 Hours

Maximum Marks: 50

PART A

Write short notes on ANY FIVE of the following. Each question carries THREE marks

(5 X 3 = 15)

- I. (a). Bonus share
(b). Redemption of debentures
(c). Red herring prospectus
(d). Doctrine of *ultra vires*
(e). Unlimited liability company
(f). Pre-incorporation contract
(g). Dividend warrant
(h). Underwriting of public issue

Part B

(Answer any TWO questions. Each question carries SEVEN AND A HALF marks.

(2X 7 ½ = 15)

- II. Ajay, the managing director of Endless Private Ltd., has not attended the past four board meetings due to ill-health. Advise whether he can continue as managing director, in the given circumstances.
- III. Misfit Tailors Ltd., a listed company, has in its meeting of the board of directors decided to appoint Mr. Ghansyam, the brother-in-law of its former Chairman, as the new auditor of the company. Examine whether Mr. Ghansyam can enter office as auditor for the company or not.
- IV. The promoters of MyCraft Ltd., wants to amend the articles of association (AoA) to remove Mr. Fenix, who is a founder promoter and the Managing Director of the company by virtue of a clause in the AoA. Mr. Fenix resists this move saying that it is illegal to alter his rights as a member of the company without his consent. Decide.

Part C

(Answer any TWO questions. Each question carries TEN marks

(2 X 10 = 20)

- V. Explain the protection afforded to minority shareholders against self-serving decisions of the majority shareholders.
- VI. Enumerate and explain the constitution and purpose of the various committees provided under the Companies Act, 2013.
- VII. Explain the role envisaged under the Companies Act, 2013 for auditors of public companies.