

Reg. No. : .....

Code No. : 12015 E Sub. Code : SMC0 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 :

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

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

In the contract of bailment the person delivering the goods is called

- a) agent (b) bailee
- c) seller (d) bailor

The pledge is a contract of

- a) bailment (b) agency
- c) guarantee (d) mortgage

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

- 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

Page 2 Code No. : 12015 E

- 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.

Page 3 Code No. : 12015 E

Page 4 Code No. : 12015 E

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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.

Page 5    **Code No. : 12015 E**

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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Page 6    **Code No. : 12015 E**