

Code: 14E00302

MBA III Semester Regular & Supplementary Examinations November/December 2016

LEGAL ASPECTS OF BUSINESS

(For students admitted in 2014 & 2015 only)

Time: 3 hours

Max. Marks: 60

All questions carry equal marks

SECTION – A

Answer the following: (05 X 10 = 50 Marks)

1 How do you classify the business law? Elucidate.

OR

2 Differentiate between offer and acceptance.

3 Explain the features of promissory note.

OR

4 What is the discharge procedure of negotiable instruments? Explain.

5 Elucidate the different kinds of companies.

OR

6 Discuss the duties and role of auditors.

7 How do you classify the goods? Explain.

OR

8 Outline the significance of central excise act, 1944.

9 Describe briefly about the digital signature.

OR

10 What are the applications of IT act, 2000? Explain.

SECTION – B

(Compulsory Question)

01 X 10 = 10 Marks

11 **Case study:**

X(45 years), a non-resident, is engaged in the business of shipping during the previous year 2013-14, one of the ships owned by X collects freight as follows:

- (a) On August 6, 2013, a sum of Rs.40 lakh for shipping goods from Cochin Port (it includes demurrage of Rs.10,000/- and handling charges of Rs.60,000/-).
- (b) On January 10, 2014, a sum of Rs.25 lakh for shipping goods from Bombay (it is paid to X in New York). Besides, X collects Rs.20,70,000/- in India on March 3, 2014 for shipping goods from Karachi to California.

Barring the cases noted above, X does not have any other income in India. X incurs an expenditure of Rs.2,40,000/- in India (out of which Rs.65,000/- is paid in cash). X has bought forward loss of Rs.5,000/- from a trading business in India which was discontinued in 2005. Compute the tax liability of X for the assessment year 2014-15.
