2026

LAW

Paper : LLBCC2095

(Company Law)

Full Marks: 70
Pass Marks: 32

Time: 3 Hours

The figures in the margin indicate full marks for the questions

1. Choose the correct answer: 1x6=6

   (a) _________ means a company having the liability of its members limited by such amount as the members may respectively undertake to contribute.

   (i) Company limited by shares

   (ii) Company limited by guarantee

   (iii) Unlimited company

   (iv) Limited liability company

   (b) A maximum of ________ number of directors can be appointed unless or otherwise approved by passing of a special resolution.

   (i) 7

   (ii) 13

   (iii) 15

   (iv) 23

(Turn Over)

(c) Which of the following is not a power of an auditor?

(i) Right to access books of accounts

(ii) Right to act in due diligence and with reasonable care

(iii) Right to know about the expenses incurred for purchase of valuable assets

(iv) Right to know about the amount spent in payment of dividend

(d) A general meeting of a company may be called by giving not less than clear _______ notice either in writing or through electronic mode.

(i) 21 days

(ii) 14 days

(iii) 7 days

(iv) 15 days

(e) Which in untrue in case of preferred shareholders?

(i) Payment of dividend in fixed rate

(ii) Preferential right to the payment during winding up

(iii) Preferential right to vote in shareholders meeting

(iv) Not entitled for surplus payment from the remaining

(f) A company can appoint ________ as an auditor for the purpose of audit.

(i) Individual

(ii) Firm/Company

(iii) Chartered Accountant

(iv) All of the above

2. Answer the following questions (Any Five): 2x5=10

(a) Certificate of incorporation

(b) Transfer and transmission of shares

(c) Debenture

(d) Corporate social responsibility

(e) Promoter

(f) National Company Law Tribunal

(g) Article of association

3. Answer the following questions (Any Six): 5x6=30

(a) Discuss about the advantages of a company.

(b) Discuss about the fundamental clauses of a memorandum of association.

(c) What is prospectus? Discuss the civil and criminal liabilities for providing untrue statement in a prospectus.

(d) In what ways one can become a member in a company.

(e) Discuss the differences between share and debenture.

(f) Discuss in detail about the duties of a director.

(g) Discuss about the role of National Financial Reporting Authority.

(h) What is the importance of Serious Fraud Investigation Office in functioning of a company?

4. Answer the following questions (any two): 12x2=24

(a) What is a company? What are the statutory requirements for incorporation of a company? 2+10=12

(b) Explain the rule laid down in case of Foss v. Harbottle. Discuss briefly about the rule of prevention of oppression and mismanagement regarding protection to the minority shareholders.

(c) What are the qualifications and disqualifications for appointment of an auditor? Explain about the powers and duties of an auditor. 6+6=12

(d) Write an essay on : 6x2=12

(i) Securities Exchange Board of India

(ii) Lifting of a corporate veil