

BBA I Semester
Legal Aspects of Business(LAOB)
Question Bank

Very Short Answer type Questions:-

1. Explain the nature and extent of surety's Liability.
2. Under what circumstances is a surety discharged from his liability?
3. What is Bailment?
4. What is Pledge?
5. Who may employ an agent?
6. Who is undisclosed principal?
7. What do you mean by agency by ratification?
8. What are the essentials of contract of sale?
9. What do you mean by Hire-Purchase agreement?
10. What do you mean by Existing Goods?
11. What is a condition in a contract of sale of goods?
12. What do you mean by transfer of property in the goods?
13. What is symbolic delivery of goods?
14. What do you mean by "right of stoppage of goods in transit"?
15. What is sale by auction?
16. On which date the LLP Act was notified.
17. Define a LLP.
18. What is meant by name in relation to LLP?
19. What is the Principal object of registered office of a LLP?
20. How many subscribers are necessary to the incorporation document of LLP?
21. State the minimum and maximum number of partners in a LLP.
22. Who can be appointed as designated partners?
23. . How a LLP shall maintain its books of accounts?
24. Whether the audit of account books of all the LLPs is compulsory?
25. Which documents of LLPs can be inspected at the office of the Registrar?
26. With whom a compromise may be made by a LLP?
27. Who can make an application for compromise by a LLP with the Tribunal?
28. What is an Agreement?
29. What is an implied Contract?
30. What is a counter offer?

Short Answer type Questions:

1. Distinguish between contracts of indemnity & guarantee.
2. "The liability of surety is coextensive with that of principal debtor. "Comment.
3. Define between gratuitous and non-gratuitous Bailment.
4. When does a bailment comes to an end?
5. Distinguish between bailment and pledge.
6. What are the rights of a pledgee?
7. Write a short note on agency of necessity

8. State the rights and duties of an agent towards his principal.
9. Distinguish between sale and agreement to sell.
10. Define the various types of goods.
11. Write short on "Rule of Caveat emptor".
12. What are the rules regarding delivery of goods?
13. Define the rights of an unpaid seller against the goods and the buyer.
14. Write short note on implied conditions as to sample and description.
15. Write short note on: Knock out agreement, Reserve price
16. Define body corporate.
17. What is a foreign limited liability partnership?
18. Explain the difference between a partnership firm and LLP.
19. Explain the difference between a company and LLP.
20. Explain the similarities between a company and LLP.
21. Write a short note on incorporation document.
22. What are the effects of registration of a LLP?
23. Explain the provisions with respect to reservation of a LLP.
24. Describe the provisions of LLP Act with respect to delivery of documents.
25. What is consequences in case the number of partners in a LLP is reduced below 2?
26. Describe the methods of becoming partners of a LLP.
27. Explain the Liabilities of a designated partner.
28. State the duties of designated partners in connection with investigation of a LLP?
29. Define the term Offer & Acceptance. Explain the rules regarding valid acceptance.
30. Write short note on following:
 - Difference between void agreement & void contract
 - Quasi contract
31. Explain the following:
 - Define the person of unsound mind.
 - Agreement with minor is Void ab initio."Comment.
32. Explain the Doctrine of Privity of Contract.

Essay Type Questions:

1. Define Guarantee. Explain the nature and extent of Surety's Liability.
2. What is a contract of Indemnity? Discuss the rights of indemnity holder and indemnifier.
3. Define bailment. State the duties of a bailor and a bailee.
4. Who is a bailor? State briefly his rights and duties.
5. "Owners and Non-owners of goods can create a valid pledge." Comment.
6. Define Agency. How is it created and terminated?
7. Define a contract of sale of goods. Distinguish between sale and agreement to sell.
8. What is a condition? What are the implied conditions according to the Indian Sale of Goods Act?
9. Distinguish between a condition and a warranty in a contract of sale. When can a buyer of goods treat the breach of condition as a breach of warranty?
10. What is meant by doctrine of caveat emptor? State the circumstances under which the doctrine is not applicable.
11. What is meant by unpaid seller? Explain the rights of an unpaid seller.
12. What do you mean by Sale by auction? Discuss the rules regarding the auction sale.
13. What is a LLP? Explain its characteristics?
14. Define a LLP? How does it differ from a Partnership?

15. Explain the process of incorporation of a LLP .Also discuss the effects of registration of a LLP.
16. State the process of conversion of a private company into a LLP. Also discuss the provisions of notice of conversion in correspondence.
17. Who are the designated partners in a LLP? Describe the methods of their appointment and liability of them. State the cases in which changes in designated partners may take place.
18. Write an essay on the financial disclosure to be made by LLP/
19. Describe the powers of the Tribunal and the Central Government in connection with investigation of affairs of a LLP.
20. Describe the Provisions with respect to compromise or arrangement made by a LLP. State the powers of the Tribunal with respect to the enforcement of the order made for compromise or arrangements.
21. What do you mean by conversion of an unlisted public company into a LLP? Describe the process and effects of such conversion.
22. State the process of conversion of partnership firm into a LLP.Also discuss the effect of such change. Explain the liabilities of partners of the firm after such conversion.
23. Contract is an agreement enforceable by law” Discuss the statement & describe the essentials of a valid contract.
24. “A contract without consideration is void.” Comment on the statement and give its exceptions.
25. Define the various types of Contracts/Agreements on the basis of Enforceability & Mode of Formation.
26. Describe the various methods of Discharge of Contract.
27. Describe the various types of Offers.
28. “All contracts are agreements but all agreements are not contracts.” Explain.
29. What do you understand by Capacity to Contract? “Besides Minors and Persons of Unsound Mind, there are other persons too who are disqualified from contracting by law.” Comment.