

Time: 2½Hours.

Business Law-I [BBI-Sem.II].

Max. Marks : 75

- N.B. 1. All questions are compulsory and carry equal marks. 2. Figures to the right indicate full marks.
3. Illustrate answer with examples where necessary. 4. Answer each question on a new page.
5. Always write the full question No. and sub-No. in margin before answering.

Q.1A **Answer any 08 of the 10 Fill in the blanks.** (8)

- 1.a Social obligation will not create _____ relation.
- 1.b An agreement _____ by law is a contract.
- 1.c The terms of the offer must be _____ and unambiguous.
- 1.d Something in return is called _____.
- 1.e A voidable contract is a _____ contract if not avoided.
- 1.f Counter offer _____ the original offer.
- 1.g Consideration is the _____ at which a promise is bought.
- 1.h A third party to the contract is a _____ to a contract, thus cannot sue.
- 1.i A minor's agreement is _____.
- 1.j When two or more parties agree to the same thing in the same sense, they are said to _____.

Q.1B **Answer any 07 of the 10 stating whether the following are True or False** (7)

1. When the consent is not free, the contract is voidable.
2. When both the parties are under a mistake of fact, the contract is void.
3. In sale, ownership is transferred.
4. In hire-purchase, the payment is made in instalments.
5. Agreement to sell is an executory contract.
6. The doctrine of 'caveat emptor' means buyer beware.
7. In case of breach of warranty, one cannot repudiate the contract.
8. Condition is a stipulation that is collateral.
9. Warranty is a stipulation that is primary.
10. In case of 'resale' by an unpaid seller, the seller must give notice to the defaulting buyer.

Q.2a Define Contract? Explain essentials of a valid contract. (15)

OR

Q.2b Explain "Right to Equality" as a Fundamental Right guaranteed by the Constitution of India.

Q.3a Sale by non-owners and exceptions to the general Rule. (15)

OR

Q.3b Explain the rights of an unpaid seller against goods.?

Q.4.a What are the Essential Characteristics of a Negotiable Instrument? (15)

OR

Q.4.b Define Promissory Note? Distinguish it from Bills of Exchange?

Q5 Write explanatory notes on any Three: (5 marks each)

- 5a. Dishonour of a Cheque.
- 5b. Types of Contracts.
- 5c. Classification of Courts in India
- 5d. Defects in goods
- 5e. Deficiency in service.