



AR - 1204

M.B.A. Semester – III

Paper MBA/301

Business Law

P. Pages : 3

Time : Three Hours

Max. Marks : 70

- Notes :
1. Attempt all questions.
 2. Figures to the right indicate marks.

SECTION – A

1. a) What are quasi contracts? Explain the conditions in which quasi contractual obligation arise. **14**

OR

- b) Define contract. Explain essential elements of a valid contract. **14**

SECTION – B

2. a) Discuss the various rights of an unpaid seller. **7**
- b) R bought a radio set from B, the local distributor of XYZ Ltd, for Rs. 700 with a one year guarantee of satisfactory service. The radio set proved defective and had to be repaired by the local distributor twice and once by the manufacturers. But it was not found satisfactory. R claims refund of its price. Is his claim maintainable. **7**

OR

AR - 1204

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c) Define goods. Distinguish between specific, ascertained and unascertained goods. **7**

d) A stock of wheat was sold at an agreed price per ton. The wheat was to be weighed by the agents of the seller as also of the buyer for ascertainment of the price. A part of the wheat was weighed and carried away by the buyer's agent but the remainder was swept away by the flood. Who will bear the loss of the remainder? Why? **7**

3. a) What is cheque? Discuss the different types of cheques. **7**

b) A is the payee of an order cheque. B steals the cheque and forges A's signatures and indorses the cheque in his (B's) favour. B then indorses it to C who takes it in good faith and for valuable consideration. Is C a holder in due course? Explain. **7**

OR

c) Explain the nature and types of Negotiable instruments. **7**

d) 'X' issued a cheque in favour of 'Y' for a specific date and ask him to honour it on a before that specific date. 'Y' put the cheque to the bank after the specific date. It gets dishonoured. Can 'Y' sue 'X' for the dishonour of the cheque? Justify your answer. **7**

SECTION - C

4. a) Define 'Company'. Explain the various types of companies and its basis of classification. **7**

b) Discuss the concept and practices of formation of companies in India. **7**

OR

c) Discuss the Role, Responsibilities & functions of 'Board of Directors' in a company. **7**

d) Why the 'Memorandum of Association' is important? Explain its components. **7**

SECTION - D

5. Dr. Desai a Doctor in All India Institute of medical science invents a machine which can deliver a glucose to a patient through the skin by causing the pores of the skin to absorb glucose and deliver it to the blood stream. The claim of the doctor of such an invention is rebuked by the medical community as being highly improbable and useless in invention. However, when the invention is put to demonstration it is found to be indeed effective and is claimed by the doctors to be a highly useful method of treatment of diabetes by regulating the amount of glucose supply to the blood. Now that the invention has been hailed by the medical community, as being a new useful and non-obvious method of treatment.

a) Discuss the label of provision in relation to this case as per patent law. **7**

b) Can the doctor claim a patent in the invention? **7**
