

(1)
CTR2

Roll No.3.....

Total No. of Printed Pages – 6

Total No. of Questions – 6

Maximum Marks – 70

GENERAL INSTRUCTIONS TO CANDIDATES

1. The question paper comprises two parts, Part I and Part II.
2. Part I comprises Multiple Choice Questions (MCQs).
3. Part II comprises questions which require descriptive type answers.
4. Ensure that you receive the question paper relating to both the parts. If you have not received both, bring it to the notice of the invigilator.
5. Answers to Questions in Part I are to be marked on the OMR answer sheet only. Answers to questions in Part II are to be written on the descriptive type answer book. Answers to MCQs, if written in the descriptive type answer book, will not be evaluated.
6. OMR answer sheet will be in English only for all candidates, including for Hindi medium candidates.
7. The barcoded sticker provided in the attendance register, is to be affixed only on the descriptive type answer book. No barcode sticker is to be affixed on the OMR answer sheet.
8. You will be allowed to leave the examination hall only after the conclusion of the exam. If you have completed the paper before time, remain in your seat till the conclusion of the exam.
9. Duration of the examination is 3 hours. You will be required to submit (a) Part I of the question paper containing MCQs, (b) OMR answer sheet thereon and (c) the answer book in respect of descriptive type answer book to the invigilator before leaving the exam hall, after the conclusion of the exam.
10. The invigilator will give you acknowledgement on Page 2 of the admit card, upon receipt of the above-mentioned items.
11. Candidate found copying or receiving or giving any help or defying instructions of the invigilators will be expelled from the examination and will also be liable for further punitive action.

PART – II

70 marks

1. Question paper comprises 6 questions. Answer Question No. 1 which is compulsory and any 4 out of the remaining 5 questions.
2. Working notes should form part of the answer.
3. Answers to the questions are to be given only in English except in the case of candidates who have opted for Hindi Medium. If a candidate has not opted for Hindi Medium, his/her answers in Hindi will not be evaluated.

CTR2

P.T.O.

CTR2

PART - II

6

AB Limited issued equity shares of ₹ 1,00,000 (10000 shares of ₹ 10 each) on 01.04.2020 which have been fully subscribed whereby XY Limited holds 4000 shares and PQ Limited holds 2000 shares in AB Limited. AB Limited is also holding 20% equity shares of RS Limited before the date of issue of equity shares stated above. RS Limited controls the composition of Board of Directors of XY Limited and PQ Limited from 01.08.2020. Examine with relevant provisions of the Companies Act, 2013 :

- (i) Whether AB Limited is a subsidiary of RS Limited ?
- (ii) Whether AB Limited can hold shares of RS Limited ?
- (iii) Whether AB Limited can vote at Annual General Meeting of RS Limited held on 30.09.2020 ?

(b) "Ethics are not based on feelings, religion, law, accepted social practice or science". – Discuss the statement.

(c) "Departments divide and create barriers but without their co-operation it would be virtually impossible for an organization to function." In view of above discuss the causes which create problems during inter-departmental communication.

(a) (i) Define the term "Exempted Establishment" under the Employees' Provident Fund and Miscellaneous Provisions Act, 1952 and state the establishments which are exempted under this Act.

(ii) Who is deemed to be covered under 'family' of an employee under the provisions of the Payment of Gratuity Act, 1972 ? Can an adopted child be considered in terms of family under this Act ?

CTR2

(3)

CTR2

(b) How ethical behaviour of an individual affects organization ? What factors at work place could be responsible for developing negative attitude in an individual ?

1) Individual moral standard
2) Influence co-worker & employee.
Opportunity to being heard.

4

(c) "To whom, what, when and how" are the factors in communicating change. Explain the statement.

4

(a) (i) Define the term 'Basic Wages' under the provisions of the Employees' Provident Fund and Miscellaneous Provisions Act, 1952. Also mention what is not included in the term 'Basic Wages'.

3

(ii) What are the modes of reduction of share capital under the Companies Act, 2013? Will the provisions related to reduction of share capital also apply on the buy-back of its securities by a company?

3

(b) Answer whether the following statements are correct or incorrect giving brief reasons :

4

(i) In long run those business firms which do not respond to the society's needs favorably will survive.

(ii) Acid rain will have adverse effect on human beings and not on vegetation.

(c) Discuss the basic principles of Interpersonal Communication.

4

CTR2

irreversible
complicated
Inexplicable
Contextual.

P.T.O.

(4)

CTR2

a) (i) Mr. Ketan of Chennai appointed Mr. Shekhar as his agent to buy a house in East Extension area. Mr. Shekhar bought a house for ₹ 30 lakh in the name of a nominee and then purchased it himself for ₹ 34 lakh. He then sold the same house to Mr. Ketan for ₹ 36 lakh. Mr. Ketan later comes to know about the mischief of Mr. Shekhar and tries to recover the excess amount paid to Mr. Shekhar. Is he entitled to recover any amount from Mr. Shekhar ? If so, how much ? Explain with the provisions contained in the Indian Contract Act, 1872.

(ii) Calculate the date of maturity of the following bill of exchange explaining the relevant provisions for determination of date of maturity as provided in the Negotiable Instruments Act, 1881 –
The bill of exchange drawn on 01/06/2019. It is payable 120 days after date.

(b) Explain whether the following statement is correct or not –

“A person who bought goods for resale or commercial purpose is a consumer under the Consumer Protection Act, 1986”.

(c) Draft a notice for ABC Limited's Annual General Meeting mentioning four ordinary businesses.

CTR2

(5)

CTR2

500 equity shares of ABC Limited were acquired by Mr. Anurag, but the signature of Mr. Mayank, the transferor, on the transfer deed was forged. Mr. Anurag, after getting the shares registered by the company in his name, sold 250 equity shares to Mr. Abhinav on the strength of the share certificate issued by ABC Limited. Mr. Anurag and Mr. Abhinav were not aware of the forgery. What are the liabilities/rights of Mr. Mayank, Anurag and Abhinav against the company with reference to the aforesaid shares ?

6

(b) "Production process and strategy for eco-friendly technologies throughout the product life cycle and minimization of waste play major role in protection of the environment and conservation of resources." – Explain.

4

(c) Discuss the limitations of oral and written communications.

4

(a) (i) Explain the phrase 'quantum meruit' with reference to the Indian Contract Act, 1872.

3

OR

Distinguish Bailment and Pledge.

(ii) In a general meeting of a company, the shareholders passed a special resolution regarding some special matters. There were 30 members present in the meeting. Out of which 15 voted in favour of the resolution, 6 voted against it and 5 votes were found invalid. The remaining 4 members abstained from voting. The chairman of the meeting declared the resolution as passed. With reference to provisions of the Companies Act, 2013 examine the validity of chairman's declaration.

3

CTR2

P.T.O.

(6)

CTR2

b) Considering the following situations, explain, which type of threats arise :

(i) M/s. ABC is unhappy with the observations in the draft audit report and threatens to switch auditors next year. M/s. ABC is the biggest client of the auditor.

(ii) The auditor is assisting in selling M/s. ABC, as a going concern while also serving as its auditors.

(c) Write short notes on :

(i) Power of Attorney

(ii) Lease Deed

Download from CA Inter Telegram Channel : https://t.me/canotes_ipcc