

SSR DEGREE AND PG COLLEGE(Autonomous)

Department of BBA

BBA II YEAR – Business Law and Ethics Sem-III (INTERNAL-I)

Part-A: Multiple Choice Questions

1. A contract is:

- A) A social agreement
- B) An agreement enforceable by law
- C) A moral obligation
- D) A promise only

Answer: B

2. Which is an essential element of a valid contract?

- A) Friendship
- B) Free Consent
- C) Wealth
- D) Advertisement

Answer: B

3. An offer becomes a promise when it is:

- A) Rejected
- B) Revoked
- C) Accepted
- D) Ignored

Answer: C

4. Consideration means:

- A) Love and affection only
- B) Something in return for a promise
- C) Registration
- D) Signature

Answer: B

5. A contract with a minor is:

- A) Valid
- B) Void
- C) Illegal
- D) Enforceable

Answer: B

6. In agency, the person acting for another is:

- A) Seller
- B) Agent

- C) Buyer
- D) Bailee

Answer: B

7. Bailment means:

- A) Sale
- B) Delivery of goods for a purpose
- C) Gift
- D) Mortgage

Answer: B

8. A pledge is:

- A) Sale
- B) Bailment as security
- C) Gift
- D) Lease

Answer: B

9. Sale of Goods Act deals with:

- A) Immovable property
- B) Movable goods
- C) Companies
- D) Banking

Answer: B

10. A warranty is:

- A) Essential condition
- B) Collateral stipulation
- C) Offer
- D) Agreement

Answer: B

11. A company is a:

- A) Partnership
- B) Separate legal entity
- C) Trust
- D) Club

Answer: B

12. MOA stands for:

- A) Management of Accounts
- B) Memorandum of Association
- C) Member of Association
- D) Manual

Answer: B

13. AOA stands for:

- A) Articles of Association
- B) Act of Agreement

- C) Annual Office Act
- D) Audit

Answer: A

14. A prospectus is issued to:

- A) Employees
- B) Invite public to buy shares
- C) Government
- D) Creditors

Answer: B

15. Directors are appointed by:

- A) Government
- B) Shareholders
- C) Employees
- D) Auditors

Answer: B

16. Consumer Protection Act protects:

- A) Manufacturers
- B) Consumers
- C) Traders
- D) Exporters

Answer: B

17. A consumer right is:

- A) Right to Exploit
- B) Right to Safety
- C) Right to Pollute
- D) Right to evade tax

Answer: B

18. Consumer complaints are decided by:

- A) Civil Court
- B) Consumer Commissions
- C) Police
- D) Panchayat

Answer: B

19. Pollution Control Laws relate to:

- A) Banking
- B) Environment
- C) Insurance
- D) Tax

Answer: B

20. Consumer awareness helps:

- A) Waste money
- B) Protect rights

- C) Pollution
- D) Smuggling

Answer: B

21. Business ethics means:

- A) Illegal practices
- B) Moral principles
- C) Tax planning
- D) Advertisement

Answer: B

22. CSR stands for:

- A) Central Sales Report
- B) Corporate Social Responsibility
- C) Customer Service Rule
- D) Company Sales Record

Answer: B

23. Ethical business improves:

- A) Corruption
- B) Reputation and Trust
- C) Pollution
- D) Fraud

Answer: B

24. Fair wages should be paid to:

- A) Customers
- B) Employees
- C) Suppliers
- D) Directors

Answer: B

25. Integrity means:

- A) Dishonesty
- B) Honesty and moral principles
- C) Bribery
- D) Corruption

Answer: B

Part-B: Fill in the blanks

1. A contract is an agreement enforceable by _____. (Law)
2. The essential elements of a valid contract include free _____. (Consent)
3. The proposal made by one party is called an _____. (Offer)
4. Acceptance must be _____ and unconditional. (Absolute)

5. _____ is the price paid for a promise. (Consideration)
6. A person who has not attained the age of majority is called a _____. (Minor)
7. An agreement without free consent is generally a _____ contract. (Voidable)
8. A _____ contract is created by law to prevent unjust enrichment. (Quasi)
9. In a contract of agency, the person who acts on behalf of another is called an _____. (Agent)
10. Delivery of goods as security for a debt is known as _____. (Pledge)
11. A contract of _____ protects a person against financial loss. (Indemnity)
12. In a contract of guarantee, the person who gives the guarantee is called the _____. (Surety)
13. Under the Sale of Goods Act, ownership of goods is transferred from the _____ to the buyer. (Seller)
14. A _____ is the constitutional document of a company. (Memorandum of Association)
15. The internal rules of a company are contained in the _____. (Articles of Association)
16. An invitation to the public to subscribe for shares is called a _____. (Prospectus)
17. The affairs of a company are managed by its Board of _____. (Directors)
18. A meeting of shareholders held every year is called an _____. (Annual General Meeting (AGM))
19. The Consumer Protection Act aims to protect the rights of _____. (Consumers)
20. A consumer can file a complaint before the Consumer _____. (Commission)
21. Pollution of air and water is controlled under _____ Control Laws. (Environmental)
22. Business ethics deals with _____ principles in business. (Moral)
23. Social responsibility means that business should serve the interests of _____. (Society)
24. Fair wages should be paid to _____. (Workers)

25. The Indian Value System emphasizes _____ in business operations. (Integrity)

Part-C: Short Answer Questions

1. Explain the essential elements of a valid contract.
2. Define Offer and Acceptance. Explain the rules of a valid offer and acceptance.
3. Explain Capacity to Contract and discuss agreements with minors.
4. Explain the Contract of Agency and the rights and duties of an Agent.
5. Explain Bailment and Pledge. Distinguish between them.