

## **Paper 3 - Fundamentals of Laws and Ethics**

**Paper 3 - Fundamentals of Laws and Ethics**

Full Marks :100

Time allowed: 3 hours

1. Choose the correct answer from the given four alternatives: [10 ×1 = 10]

1. Which is correct?
  - (a) Proposal + Acceptance = Promise
  - (b) Promise + Consideration = Agreement
  - (c) Agreement + Enforceability at law = Contract
  - (d) All of the above
2. A contract with or by a minor is a \_\_\_\_\_.
  - (a) Valid Contract
  - (b) Void Contract
  - (c) Voidable Contract
  - (d) Voidable at the option of either party.
3. The term price has been defined in Section \_\_\_\_ of the Sale of Goods Act.
  - (a) Section 2(12)
  - (b) Section 2(7)
  - (c) Section 2(10)
  - (d) Section 2(13)
4. \_\_\_\_\_ is not a negotiable instrument as per customs and usage.
  - (a) Delivery Note
  - (b) Railway Receipt
  - (c) Cheque
  - (d) Government Promissory Note
5. A partnership firm can be formed with a minimum share capital of Rs. \_\_\_\_\_.
  - (a) ` 50,000
  - (b) ` 5,00,000
  - (c) ` 1,00,000
  - (d) Not fixed
6. Workers will be entitled to overtime wages if they have worked for more than \_\_\_\_\_.
  - (a) Forty – eight hours in any four week.
  - (b) Forty-eight hours in any three week.
  - (c) Forty-eight hours in any two week.
  - (d) Forty-eight hours in any week.
7. The Payment of Wages Act, 1936 came into effect from –
  - (a) 1st April, 1936
  - (b) 1st March, 1937
  - (c) 28th March, 1937
  - (d) 1st May, 1937
8. Maternity benefit is payable for a period of \_\_\_\_\_ months.
  - (a) 3 Months
  - (b) 6 Months
  - (c) 9 Months
  - (d) 12 Months
9. Day means a period of \_\_\_\_\_ hours.
  - (a) 12
  - (b) 24
  - (c) 18
  - (d) 10
10. Ethics has evolved with evolution of:
  - (a) Culture
  - (b) Value
  - (c) Moral
  - (d) Society

# MTP\_Foundation\_Syllabus 2012\_June2016\_Set 1

II. Fill in the blanks: [10 × 2 = 20]

1. Indian Contract Act, 1872 came into force with effect from \_\_\_\_\_
2. An agreement in restraint of marriage is \_\_\_\_\_
3. The milk sold by 'X' contained germs of typhoid, this is a breach \_\_\_\_\_
4. When a cheque is payable across the counter of a bank it is called \_\_\_\_\_
5. \_\_\_\_\_ partner does not take part in management of the firm.
6. No adult worker shall be required to work more than \_\_\_\_ hours in a day.
7. As per the Minimum Wages Act, Child means a person who has not completed the age of \_\_\_\_\_
8. The Employee's Share of Contribution to ESI Fund is \_\_\_\_\_
9. Child Labour Technical Advisory Committee consist of one Chairman and \_\_\_\_ members.
10. The word Ethics is derived from Greek word \_\_\_\_\_

III. Match the following [5 × 1 = 5]

	Column 'A'		Column 'B'
1.	Contract	A	A partner who lends his name to the firm.
2.	Special endorsement	B	Three months
3.	Nominal Partner	C	Section 2(h) of Indian Contract Act
4.	Welfare Officers	D	500 or more workers
5.	Maternity Benefit	E	Full endorsement

IV. State whether the following statement is True (or) False. [10 × 1 = 10]

1. Noting is a formal notarial certificate attesting the dishonor of a bill or note.
2. A condition is a stipulation which is subsidiary (or) collateral to the main purpose of the contract.
3. The term fraud includes all intentional or willful misrepresentation of facts which are material for the formation of a contract.
4. "A promise to bring moon on earth if 'B' pay him Rs. 5,100. This agreement is void due to impossibility of Act.
5. No child is required or permitted to work between 7 AM to 8 PM.
6. The Employee's State Insurance Act, 1948 is applicable to whole of India.
7. Appropriate Government in case of a Railways is Central Government.
8. For every district, District Judge shall be an Inspector for the Factories Act, 1948.
9. ABC are three partners on death of C, his son D is admitted into the partnership. This is a case of Dissolution of Partnership.
10. A set of formalized rules and standards that describe what a company expects of its employees is called a Code of Ethics.

V. Define any Five of the following: [5 × 3 = 15]

1. Void Contract.
2. 'Goods' under Sale of Goods Act, 1930.
3. Bill of Exchange
4. Adolescent
5. Consideration
6. 'Child' under Child Labor (Prohibition and Regulation) Act, 1986.
7. Value-free Ethics
8. Appropriate Government.

VI. Answer any four of the following questions. [4 × 10 = 40]

1. Define Contract. Explain the essential elements of a valid contract. 10

## **MTP\_Foundation\_Syllabus 2012\_June2016\_Set 1**

---

- |   |    |
|---|----|
| 2. Explain the differences between Sale and Agreement to Sell.  | 10 |
| 3. (a) Define Negotiable Instrument. Explain the essentials of Negotiable Instrument.                                     | 6  |
| (b) Explain the effect of Non Registration of a firm.   | 4  |
| 4. (a) Explain the provisions relating to drinking water according to the Factories Act, 1948.                            | 5  |
| (b) Who is responsible for Payment of Wages according to Payment of Wages Act, 1936.                                      | 5  |
| 5. (a) Explain the procedure for fixing and revising minimum wages.   | 5  |
| (b) Write about the hours and period of work of children according to Child Labor (Prohibition and Regulation) Act, 1986. | 5  |
| 6. Explain about the seven principles of public life.   | 10 |