**MCQs on Legal & Regulatory Framework**

1. What is the primary purpose of a regulatory framework?

* A. To ensure transparency, accountability, and protection of stakeholders' interests. [EduRev](https://edurev.in/test/66096/Test-Regulatory-Framework-and-Compliance)
* B. To facilitate mergers and acquisitions without regulatory oversight.
* C. To promote individual entrepreneurship and discourage corporate governance.
* D. To limit foreign investments in Indian companies.

2. Which of the following is NOT a function of the Reserve Bank of India (RBI) ?

* A. Controlling the money supply.
* B. Issuing currency.
* C. Regulating the stock market. [Scribd](https://www.scribd.com/document/426719204/MCQ-Financial-Regulatory-Framework)
* D. Supervising commercial banks.

3. What does the term "ultra vires" mean in company law?

* A. Within the powers of the company.
* B. Beyond the powers of the company. [Taxmann](https://cdn.taxmann.com/BookshopFiles/bookfiles/1730115044540_2._Sample_Business_Law-4-10.pdf)
* C. In accordance with the law.
* D. In defiance of the law.

4. What is the main objective of the Competition Act, 2002?

* A. To promote monopolies.
* B. To prevent unfair trade practices. [Scribd](https://www.scribd.com/document/809548829/Corporate-Legal-Framework-MCQ-s)
* C. To encourage cartels.
* D. To restrict foreign investment.

5. Which of the following is NOT a type of intellectual property? A. Copyright, B. Patent, C. Goodwill, and D. Trademark.

6. What is the main purpose of the Consumer Protection Act, 2019?

* A. To protect the interests of sellers.
* B. To regulate the quality of goods.
* C. To provide speedy and inexpensive redressal to consumer grievances.
* D. To increase the cost of goods.

7. What is the role of the Securities and Exchange Board of India (SEBI)?

* A. To regulate the banking sector.
* B. To regulate the insurance sector.
* C. To regulate the securities market. [Scribd](https://www.scribd.com/document/319312681/MCQ-Financial-Regulatory-Framework)
* D. To regulate the real estate sector.

8. Which of the following is a characteristic of a valid contract?

* A. It must be illegal.
* B. It must be in writing.
* C. It must be supported by consideration. [Taxmann](https://www.taxmann.com/post/blog/faqs-understanding-indian-regulatory-system?amp)
* D. It must be impossible to perform.

9. What is the role of the Goods and Services Tax (GST) Council?

* A. To collect income tax.
* B. To recommend GST rates and other policy matters. Taxmann
* C. To enforce GST laws.
* D. To audit GST returns.

10. What does the term "force majeure" mean?

* A. A minor breach of contract.
* B. An act of God or unforeseen circumstances that prevent contract performance