

**LOYOLA COLLEGE (AUTONOMOUS), CHENNAI – 600 034**

**B.Com. DEGREE EXAMINATION – COMMERCE**

THIRD SEMESTER – NOVEMBER 2007

**CO 3500 - BUSINESS LAW - I**

AU 5

Date : 27/10/2007  
Time : 9:00 - 12:00

Dept. No.

Max. : 100 Marks

**SECTION – A**

**(10 x 2 = 20 marks)**

**Answer ALL the questions.**

1. What do you understand by the word 'Consensus ad idem' and its importance in law of contracts?
2. Can silence be prescribed as a mode of consent to an agreement?
3. A and B agree that B shall murder C with in a week for a sum of Rs.10,000 and B received an advance of Rs. 3,000. But C died of heart attack after two weeks. A demands his advance back but B wants the balance of Rs.7000. What should be done?
4. Define Coercion.
5. Who is a finder of lost goods and what is his legal position?
6. Is a contract of guarantee same as insurance?
7. What is the principle of 'quantum meruit'?
8. What is exemplary damage?
9. The servant of Mrs. Shanthi takes a loan from the General Provision stores in the neighbourhood in the name of Mrs. Shanthi and has absconded. Can the amount be collected from Mrs. Shanthi? Give reasons.
10. What is an anticipatory breach?

**SECTION – B**

**(5 x 8 = 40 marks)**

**Answer any FIVE questions.**

11. Distinguish between Void and Voidable agreements with examples.
12. "No consideration, no Contracts" – What are the exceptions?
13. Distinguish between Fraud and Misrepresentation.
14. What are the essentials of Wagering agreements?
15. What is meant by lien? Distinguish between a General lien and a particular lien.
16. What are the essentials of valid tender of performance?
17. What is the scope of ostensible authority of an agent?
18. Can a non owner convey a valid Pledge? Explain.

**SECTION – C**

**(2 x 20 = 40 marks)**

**Answer any TWO questions.**

19. What is a Consideration? Discuss the legal rules for a valid Consideration.
20. Explain the law relating to Minors' agreements as applicable in India.
21. Discuss the rights and liabilities of the Surety against the Creditor and the Debtor and the Co-sureties as well.

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