

MID-WESTERN UNIVERSITY  
FACULTY OF MANAGEMENT  
FINAL EXAMINATION: 2073  
BACHELOR OF BUSINESS STUDIES (BBS)  
SEMESTER – IV

Subject: Business Law  
Full Marks: 100

Course Code: MGMT 344  
Time: 3 Hours

*You are required to answer in your own words as far as applicable. Figures in the margins indicate full marks.*

**SECTION A: VERY SHORT ANSWER QUESTIONS (10 X 2 = 20 MARKS)**

*Answer ALL questions.*

- Q1. What are the two examples of a void agreement?  
Q2. What are only the two objectives of a law?  
Q3. What do you mean by acceptance?  
Q4. What does a free of consent stand for?  
Q5. What is a trademark right?  
Q6. Define private company.  
Q7. Who is sub-agent?  
Q8. What is quasi- contract?  
Q9. What is bailment?  
Q10. Define unpaid seller.

**SECTION B: SHORT ANSWER QUESTIONS (6 X 8 = 48 MARKS)**

*Answer any SIX questions.*

- Q11. What is business law? Mention the objectives of business law in the context of Nepal. 3+5  
Q12. Enumerate the differences subsisted between private company and public company. 8  
Q13. Define the term 'offer' and mention the rules regarding offer. 2+6  
Q14. What is a contract of guarantee? When is the surety discharged from his liability? 3+5  
Q15. Describe the circumstances under which a contract remains valid even in absence of consideration. 8  
Q16. What are the sources of Business law? Explain 8  
Q17. What is winding up of a company? What are the processes of liquidation of a company? 2+6  
Q18. Why is arbitration important in business world? Write down the rights and duties of an arbitrator. 2+6  
Q19. Explain rights and duties of an auditor under Company Act of Nepal. 8

**SECTION C: LONG ANSWER QUESTIONS (2 X 16 = 32 MARKS)**

*Answer any TWO questions.*

- Q20. A lawful contract has to comply with a number of elements. In the light of a given statement, discuss the essential elements of a contract. 16  
Q21. Define negotiable instrument. Describe its types and explain what will be effect on dishonor of negotiable instrument. 16  
Q22. Describe the procedures relating to the incorporation of a new company in Nepal under the Company Act. 16