

STELLA MARIS COLLEGE (AUTONOMOUS) CHENNAI – 600 086.  
(For candidates admitted during the academic year 2004-2005 & thereafter)

SUBJECT CODE : CM/MC/BL44

**B.Com. DEGREE EXAMINATION APRIL 2008**  
COMMERCE  
FOURTH SEMESTER

COURSE : MAJOR – CORE  
PAPER : BUSINESS LAW  
TIME : 3 HOURS

MAX. MARKS : 100

**SECTION – A**

ANSWER ALL QUESTIONS: ( 10 x 3 = 30 )

1. What is an unenforceable contract?
2. Distinguish between Offer and Invitation to Offer.
3. A offers to sell his cycle to B for Rs.400. B offers to buy it for Rs.350. A refuses to sell. B then says to A, "I accept your offer and shall purchase the cycle for Rs.400." Is A bound to sell the cycle to B for Rs.400?
4. What do you understand by 'privity of contract'?
5. What are the various kinds of reciprocal promises?
6. Mention the circumstances in which surety is discharged from his liability?
7. Who is a finder of lost goods?
8. "Let the buyer beware" – Comment.
9. Who is an unpaid seller?
10. What is meant by breach of contract?

**SECTION – B**

ANSWER ANY FIVE QUESTIONS: ( 5 x 6 = 30 )

11. State the exceptions to the rule that an agreement without consideration is void.
12. "A person who is usually of unsound mind, but occasionally of sound mind may make a contract when he is of sound mind." Explain.
13. What do you understand by the doctrine of quantum meruit? State the cases in which a claim for quantum meruit arises.

14. Define the term 'undue influence'. What are the essentials for a valid undue influence?
15. How does particular lien differ from general lien?
16. What are the surety's rights against the principal debtor and the creditor?
17. Discuss the provisions of the Sale of Goods Act relating to the implied conditions in a contract of 'sale by sample'.

**SECTION – C**

ANSWER ANY TWO QUESTIONS:

( 2 x 20 = 40 )

18. Define the term 'acceptance'. Explain the essentials and legal rules for a valid acceptance.
19. What are the rights of a bailor and a bailee?
20. What do you mean by the term 'delivery of goods' in a contract of sale? State the legal rules relating thereto.
21. What do you understand by the term 'performance of a contract'? State the persons who are entitled to perform the contract. Discuss the rules relating to the time and place for performance of a contract.

