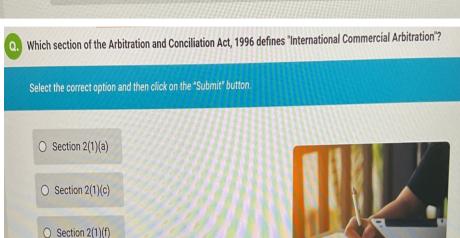
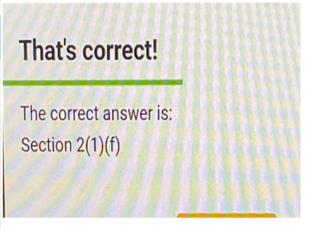
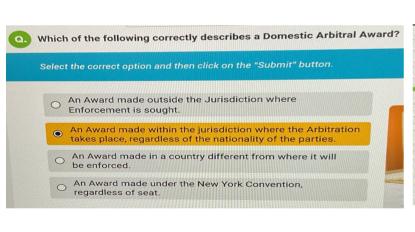


The correct answer is:

Arbitration included as part of a contract to address future disputes.







O Section 34

### That's correct!

The correct answer is:

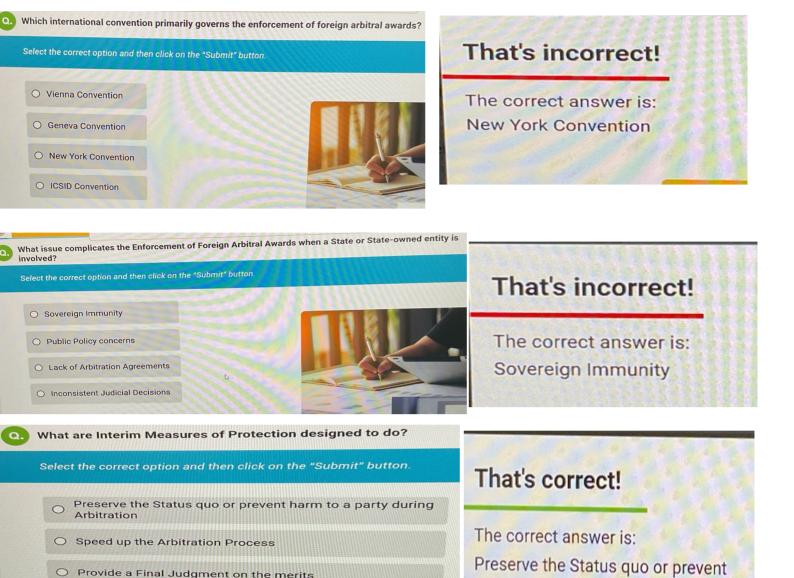
An Award made within the jurisdiction where the Arbitration takes place, regardless of the nationality of the parties.



### That's correct!

The correct answer is:

Violation of the Public Policy of the enforcing state



What is the importance of Interim Awards in managing Arbitration Proceedings? Select the correct option and then click on the "Submit" button

O Provide a Final Judgment on the merits

Only be used in Domestic Arbitration

- They replace the need for Final Awards in most cases.
- They ensure fair and efficient Arbitration by protecting parties' rights and preserving integrity
- They focus solely on reducing the Tribunal's workload
- O They are used only in Domestic Arbitration.

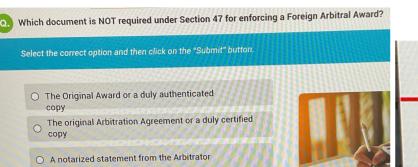


### That's correct!

harm to a party during Arbitration

The correct answer is:

They ensure fair and efficient Arbitration by protecting parties' rights and preserving integrity.



The correct answer is:

A notarized statement from the
Arbitrator



Any translations if the Award or Agreement is not in English

### That's incorrect!

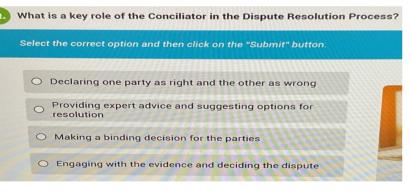
The correct answer is:

The High Court with territorial jurisdiction over the party or their assets



### That's correct!

The correct answer is:
They significantly affect the timeliness of Enforcement.



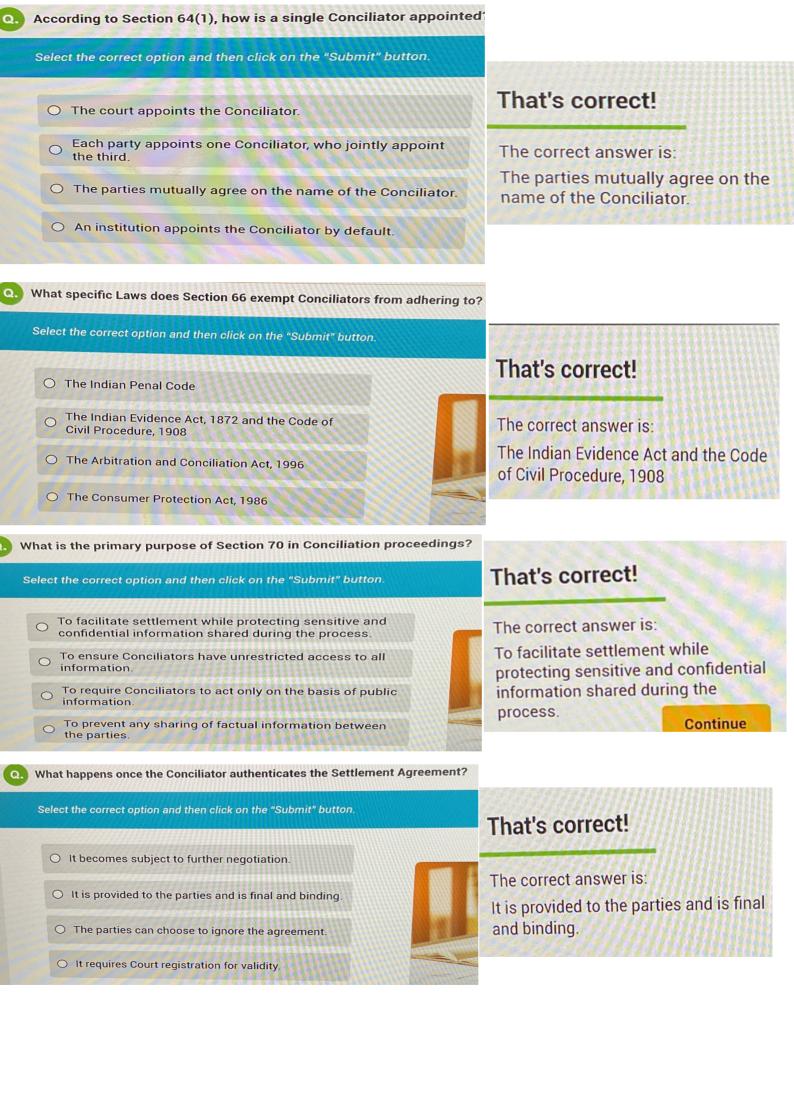
### That's correct!

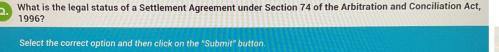
The correct answer is:

Providing expert advice and suggesting options for resolution

### How does the flexibility of Conciliation benefit the parties? That's correct! Select the correct option and then click on the "Submit" button. The Conciliator is bound by strict rules of evidence The correct answer is: The Conciliator can adopt procedural methods that suit the dispute and ensure cost-effectiveness The Conciliator can adopt procedural The process strictly follows rigid formulas and methods that suit the dispute and The flexibility allows the Conciliator to impose binding ensure cost-effectiveness How is the number of Conciliators different from the number of Arbitrators under Indian Arbitration Law? Select the correct option and then click on the "Submit" button. That's incorrect! The number of Conciliators cannot be odd. The correct answer is: The number of Conciliators can be even or odd, unlike Arbitrators who must always be odd in number The number of Conciliators can be Both Conciliators and Arbitrators must always be odd even or odd, unlike Arbitrators who must always be odd in number. Arbitrators must act individually, whereas Conciliators act jointly. What Principles guide the conduct of a Conciliator during the proceedings? Select the correct option and then click on the "Submit" button That's correct! Objectivity, fairness, and justice The correct answer is: Strict adherence to Procedural Law and Evidence. Objectivity, fairness, and justice. O Confidentiality, binding decisions, and penalties Speed, efficiency, and financial penalties Conciliation (Sessi What is the key advantage of Conciliation over traditional Litigation? Select the correct option and then click on the "Submit" button That's incorrect! It always ensures a binding decision The correct answer is: It eliminates the need for any legal procedures. It is faster and ensures equitable It is faster and ensures equitable resolution of disputes resolution of disputes.

It provides mandatory compensation to both parties.





- O It is equivalent to an Arbitral Award under Section 30
- O It is equivalent to a regular contract
- It is subject to mandatory Court review before enforcement.
- It is only enforceable after Arbitration proceedings



The correct answer is:

It is equivalent to an Arbitral Award under Section 30.

Which of the following is NOT a way Conciliation proceedings may terminate under Section 76 of the Act?

Select the correct option and then click on the "Submit" button

- O By signing a Settlement Agreement.
- By a written declaration from the Conciliator
- O By a written declaration from the parties
- By an oral agreement between the parties to discontinue the process.



### That's incorrect!

The correct answer is:

By an oral agreement between the parties to discontinue the process.

ho can participate in Conciliation proceedings under the Arbitration and Conciliation Act, 1996?

elect the correct option and then click on the "Submit" button

- Any individual or entity, regardless of legal capacity
- Only individuals who are above the age of 21.
- Only parties legally competent to contract.
- Any individual who is involved in the dispute.



### That's incorrect!

The correct answer is:
Only parties legally competent to contract.

What makes Conciliation more appealing compared to Arbitration or Court Proceedings?

Select the correct option and then click on the "Submit" button

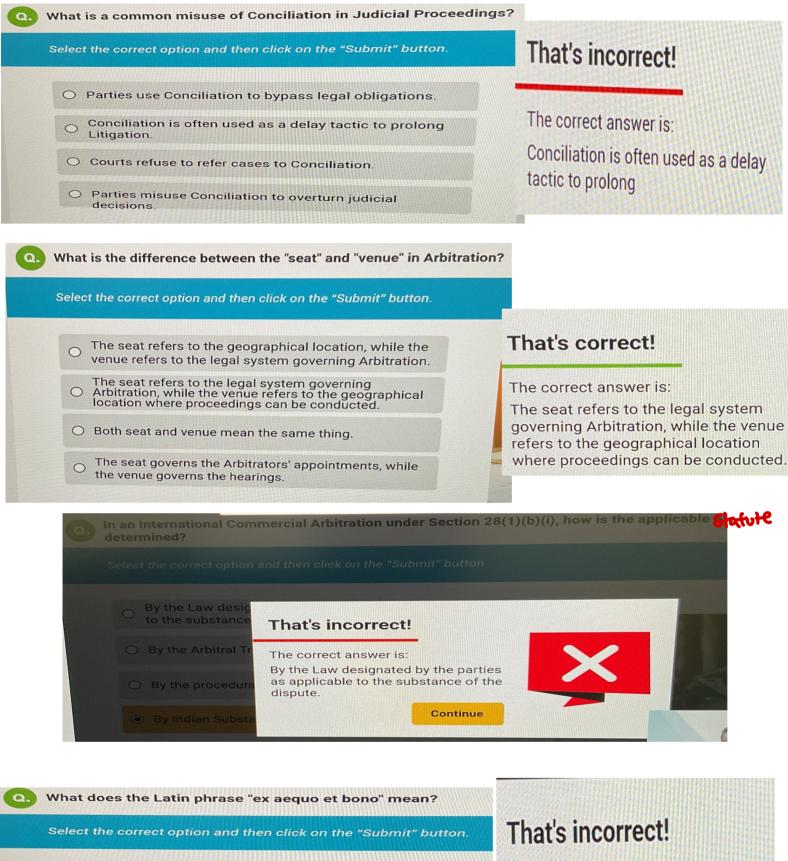
- It involves mandatory Court approval for settlements.
- O It is less formal, quicker, and often more cost-effective.
- It always leads to binding decisions
- It limits the qualifications of Conciliators to legal professionals only.

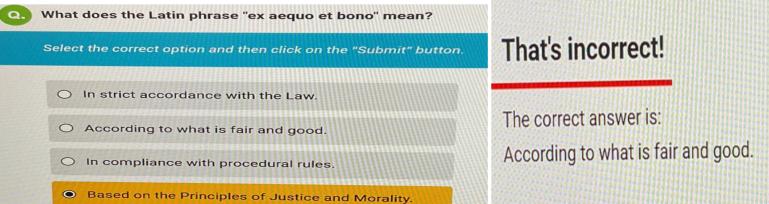


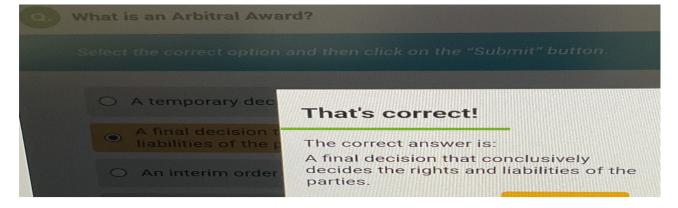
### That's correct!

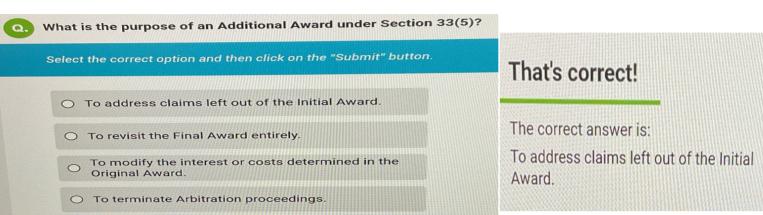
The correct answer is:

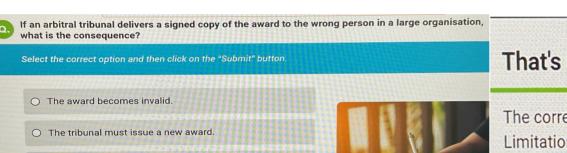
It is less formal, quicker, and often more cost-effective.



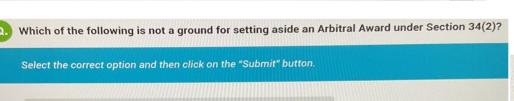








The correct answer is: Limitation periods under Sections 33 and 34 do not begin.



### A party was under incapacity The Arbitral Award contains a minor clerical error The Arbitration Agreement is not valid under applicable Law The Arbitral Award is in conflict with the Public Policy of India

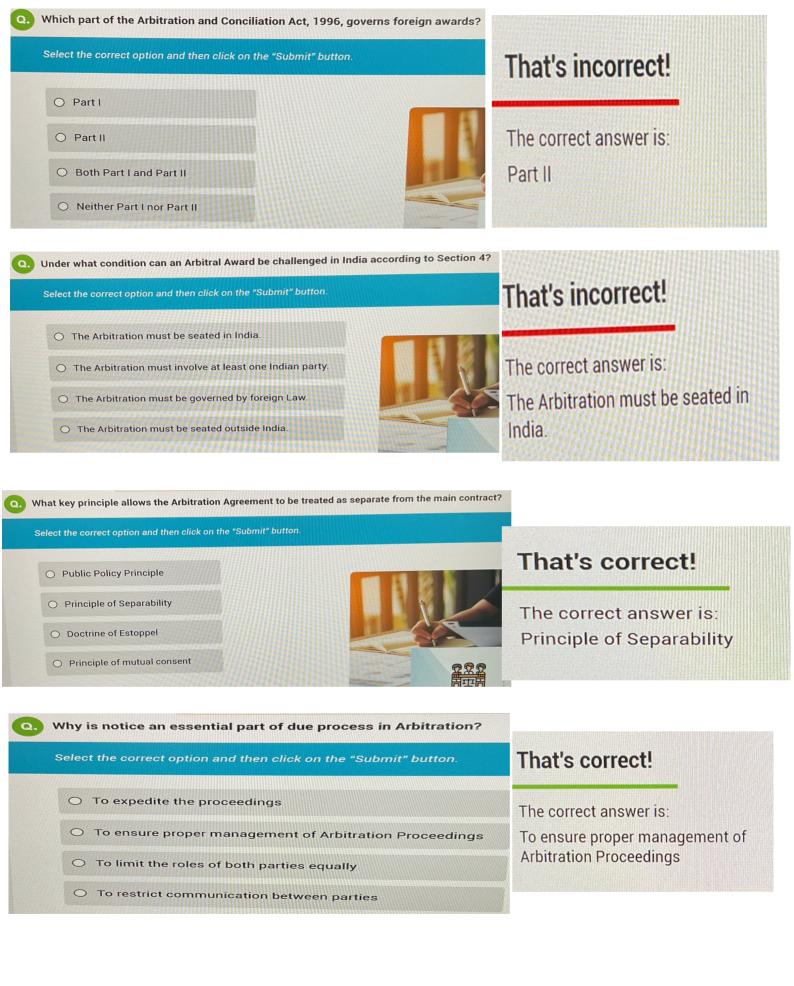
O Limitation periods under Sections 33 and 34 do not begin.

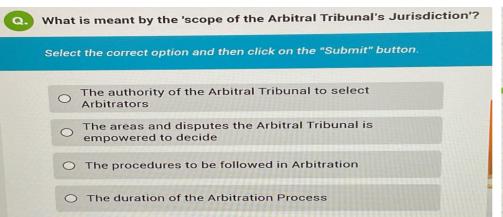
O The parties must agree on a new date of delivery.



### That's correct!

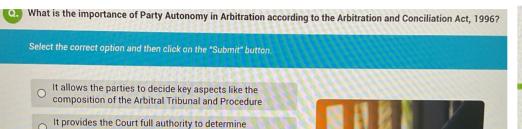
The correct answer is:
The Arbitral Award contains a minor clerical error





The correct answer is:

The areas and disputes the Arbitral Tribunal is empowered to decide



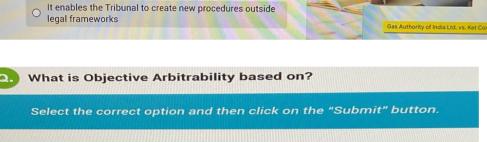
**Arbitration matters** 

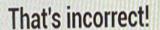
It limits the Tribunal to following only statutory

### That's correct!

The correct answer is:

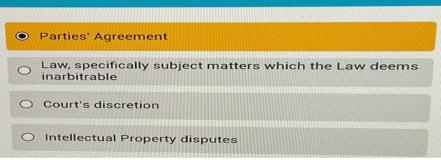
It allows the parties to decide key aspects like the composition of the Arbitral Tribunal and Procedure

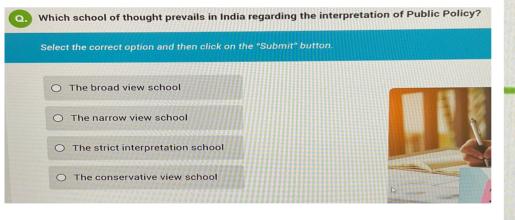




The correct answer is:

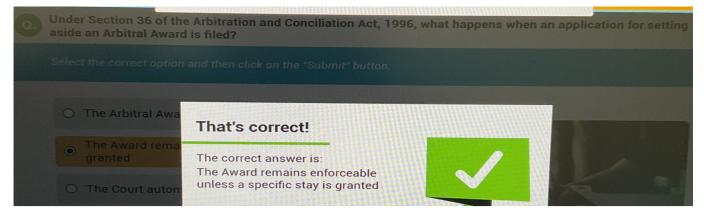
Law, specifically subject matters which the Law deems inarbitrable

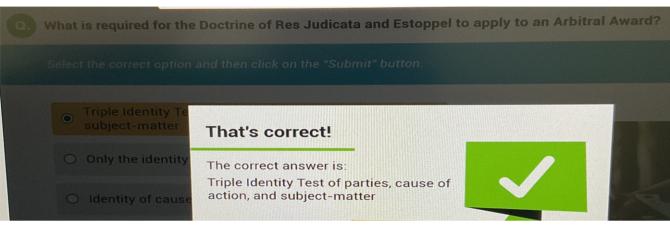




### That's correct!

The correct answer is:
The broad view school

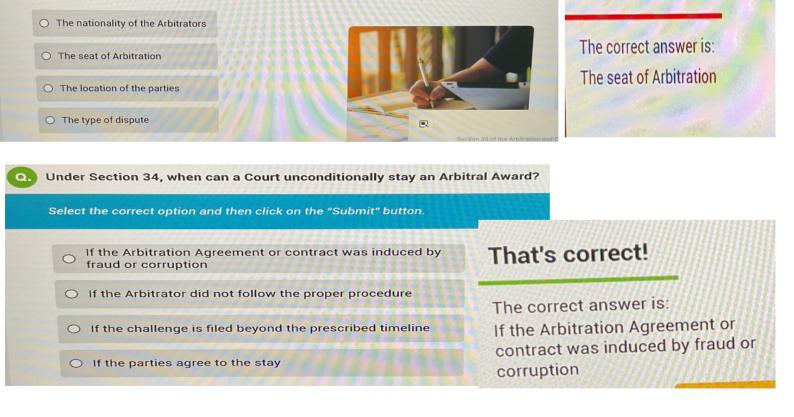


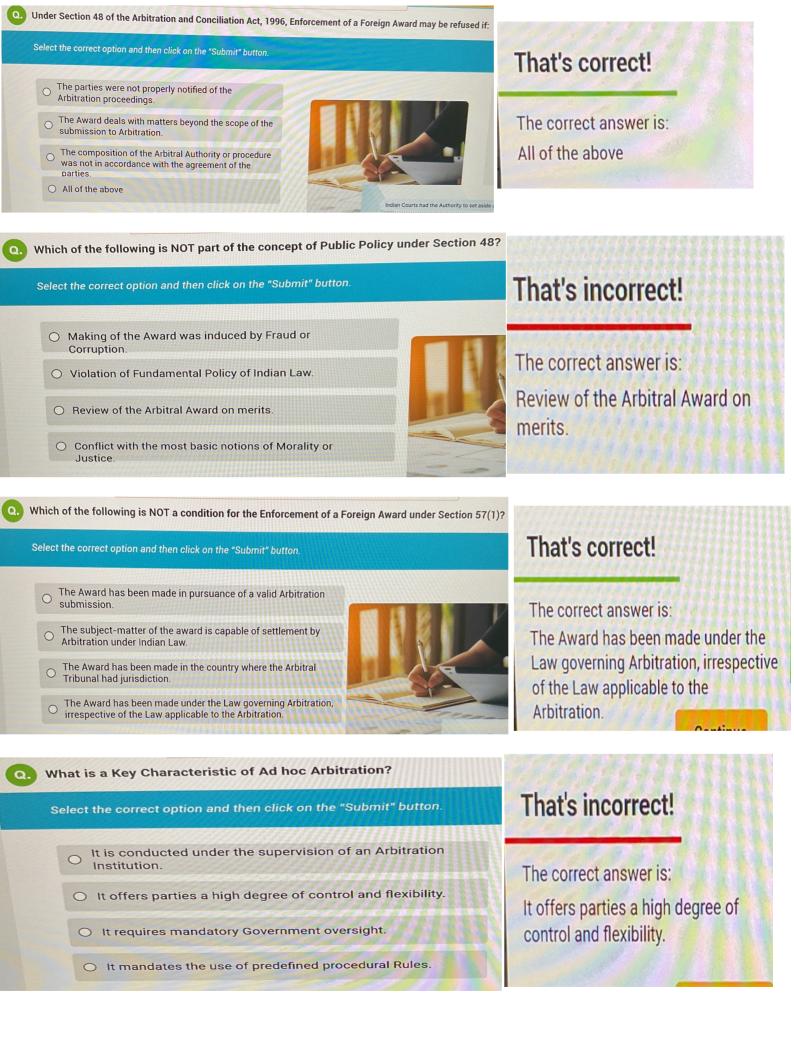


What determines whether an Arbitral Award is considered a Domestic or Foreign Award under the Arbitration and

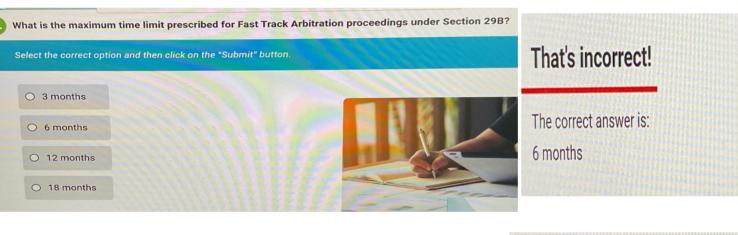
Conciliation Act, 1996?

Select the correct option and then click on the "Submit" button.

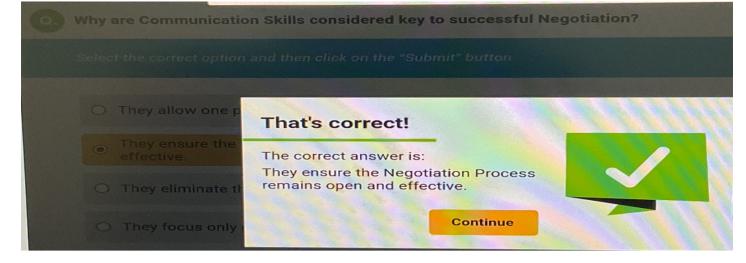


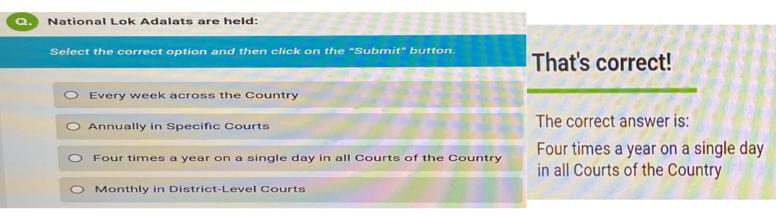


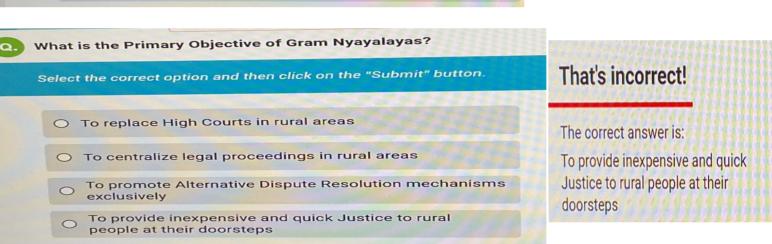
### What is a key feature of Institutional Arbitration? That's incorrect! Select the correct option and then click on the "Submit" button. The proceedings are regulated by the Government. The correct answer is: Parties draft and manage the Arbitration process themselves. The Arbitration is conducted under the The Arbitration is conducted under the Rules Rules framed by the chosen Arbitral framed by the chosen Arbitral Institution. Institution. Arbitrators are always selected by the Judiciary. Which of the following is a potential issue with Ad hoc Arbitration in the Enforcement of Foreign Awards? Select the correct option and then click on the "Submit" button. That's incorrect! Procedural disputes can arise due to the absence of Institutional Rules. The correct answer is: Foreign Awards are not recognized under Ad hoc Arbitration Procedural disputes can arise due to Foreign Awards in Ad hoc Arbitration are limited to the absence of Institutional Rules. commercial disputes only. Enforcement of Foreign Awards requires institutional What is the maximum time limit prescribed for Fast Track Arbitration proceedings under Section 29B? That's incorrect! Select the correct option and then click on the "Submit" button O 3 months











# What is the key difference between Arbitration and Mediation? A. Arbitration is non-binding while Mediation is binding. B. Arbitration is informal, and Mediation is formal. C. Arbitration results in a binding decision, while Mediation results in a non-binding settlement. D. Mediation does not involve a neutral third party.

## In which scenario would Arbitration be preferable over Mediation? A. When parties seek an informal discussion to reach a mutual agreement. B. When parties need a neutral third party to facilitate a compromise. C. When parties want a legally binding resolution that is enforceable. D. When parties do not want a decision but rather a facilitated conversation.

### What is one key difference between Arbitration and Negotiation?

- A. Arbitration is always less formal than Negotiation.
- B. Arbitration involves a third-party decision-maker, while Negotiation does not.
- C. Negotiation results in a legally binding decision, but Arbitration does not.
- Negotiation follows a strict process similar to a Court Trial.

### What is a major disadvantage of Arbitration as compared to Negotiation?

- A. It provides a final and binding decision.
- B. It is less formal than Negotiation.
- C. The outcome is controlled by a third party rather than the disputing parties.
- D. It allows for flexible and creative solutions.

### What is a significant difference between Arbitration and Conciliation?

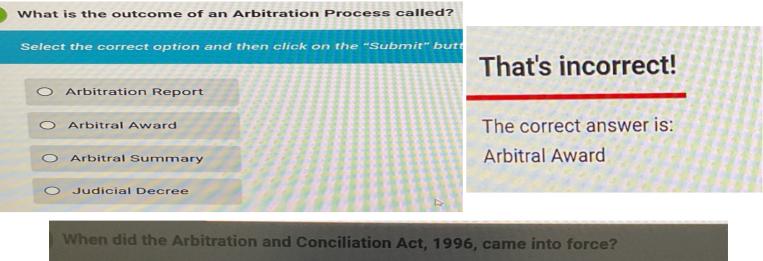
- A. Arbitration is non-binding, while Conciliation is binding.
- B. Arbitration involves a third-party facilitating communication, while Conciliation involves making a final decision.
- C. Arbitration results in a binding decision, while Conciliation focuses on helping parties reach a voluntary agreement.
- D. Both Arbitration and Conciliation result in binding decisions with limited grounds for appeal.

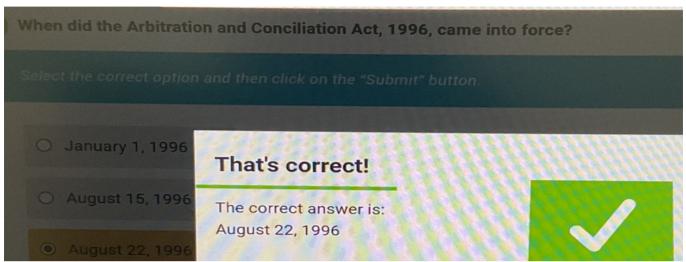
### In which situation would Arbitration be more appropriate than Conciliation?

- A. When both parties want to maintain control over the resolution process.
- B. When a legally binding and final decision is required.
- C. When the parties prefer a flexible, informal approach.
- D. When the primary goal is improving communication between the parties.

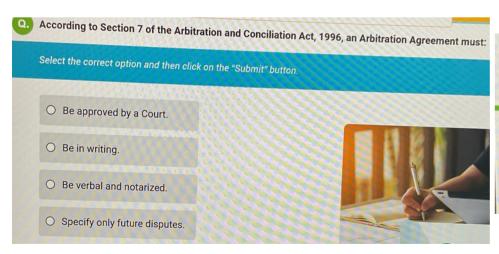
### What is a major difference between Mediation and Conciliation?

- A. In Mediation, the third party imposes solutions, while in Conciliation, the third party does not.
- B. In Conciliation, the third party may propose settlement terms, while in Mediation, the third party only facilitates discussion.
- C. Mediation is always legally binding, while Conciliation is not.
- D. Conciliation is informal, while Mediation follows a formal legal process.



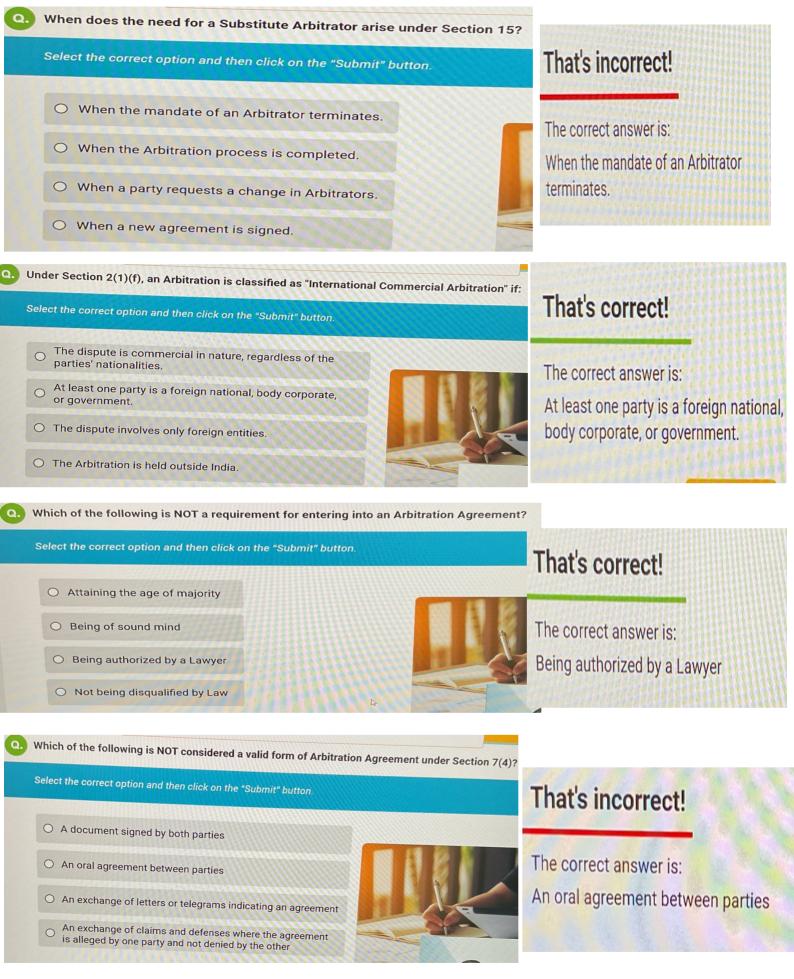






The correct answer is:

Be in writing.



### Which example clause is NOT a valid Arbitration Agreement? Select the correct option and then click on the "Submit" button. "Disputes, if any, may be settled by Arbitration if parties mutually agree at the time of the dispute." "All disputes shall be referred to Arbitration, and the decision shall be binding." "The Arbitrator's decision on all disputes arising from this agreement shall be final and binding." "Disputes will be referred to Arbitration as the sole method of resolution."

### That's incorrect!

The correct answer is:

"Disputes, if any, may be settled by Arbitration if parties mutually agree at the time of the dispute."

### Q. Which of the following examples demonstrates a valid Arbitration Agreement?

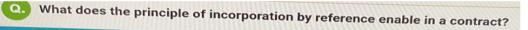
Select the correct option and then click on the "Submit" button.

- A written contract signed by both parties without any Arbitration Clause.
- An email exchange confirming Arbitration Rules and Mutual Agreement to arbitrate.
- An oral agreement where both parties verbally agree to arbitrate disputes.
- A contract mentioning that disputes may be arbitrated, but requiring further consent.

### That's incorrect!

The correct answer is:

An email exchange confirming Arbitration Rules and Mutual Agreement to arbitrate.



Select the correct option and then click on the "Submit" button.

- Inclusion of terms from a secondary document into the main contract.
- Inclusion of unrelated terms into a contract.
- Automatic validation of all referenced clauses without specific mention.
- Omission of standard terms to simplify contracts.

### That's correct!

The correct answer is:

Inclusion of terms from a secondary document into the main contract.



Select the correct option and then click on the "Submit" button

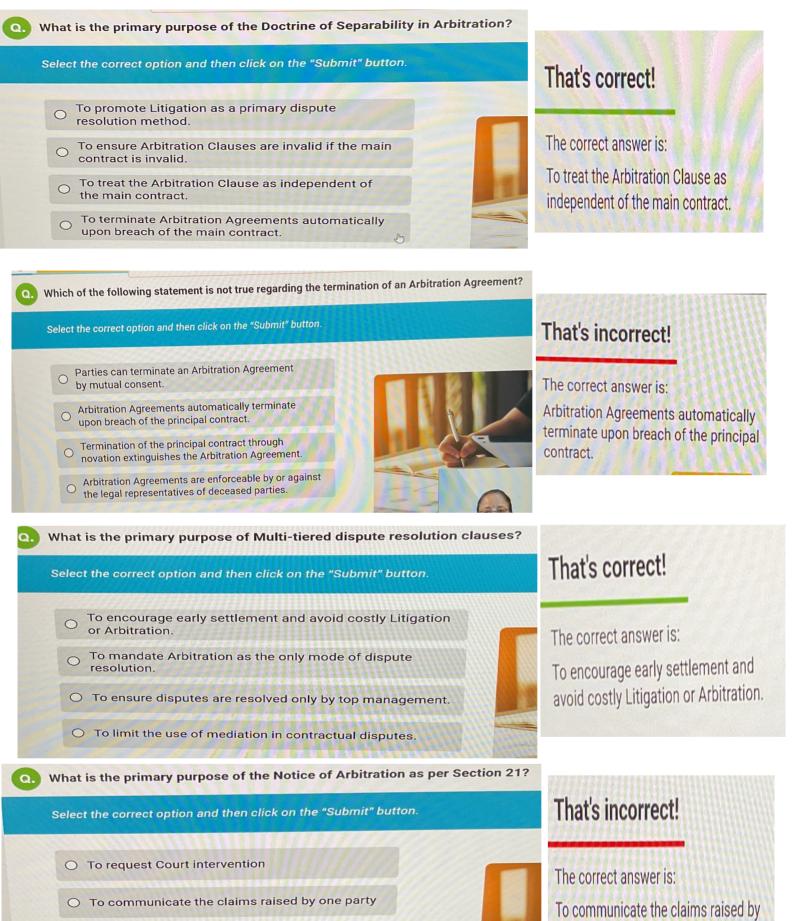
- O Declaring the Clause invalid for vagueness.
- Severing the defective part and enforcing the valid portion.
- Modifying the Clause to provide reasonable meaning.
- O Replacing the Clause with Litigation Proceedings



### That's incorrect!

The correct answer is:

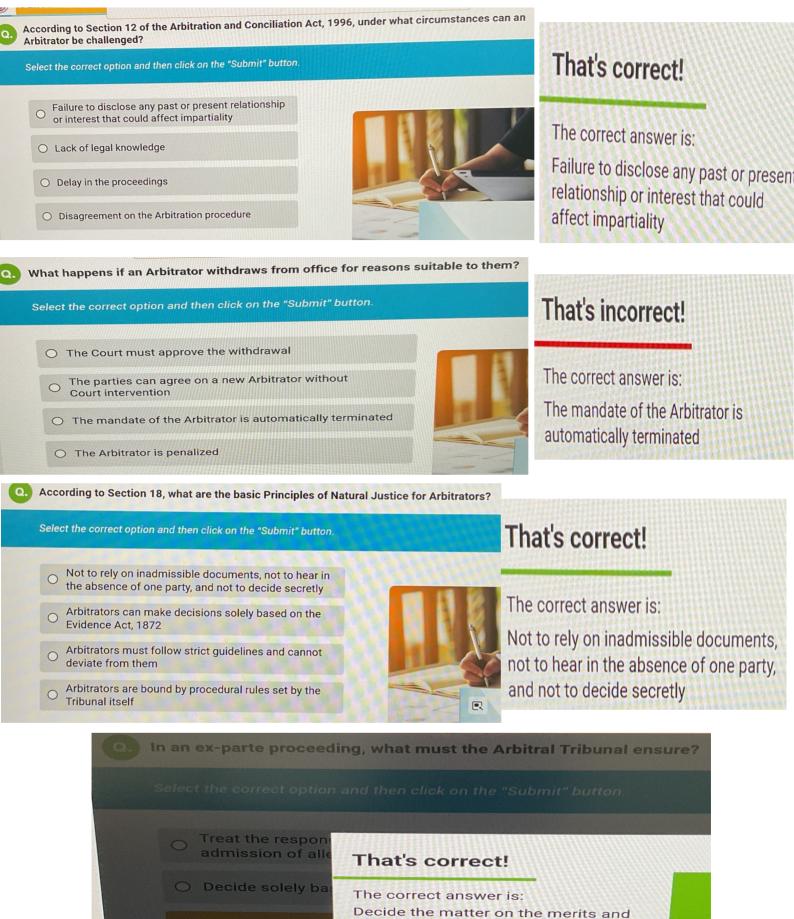
Replacing the Clause with Litigation Proceedings.



O To appoint a Lawyer

O To settle disputes through Negotiation

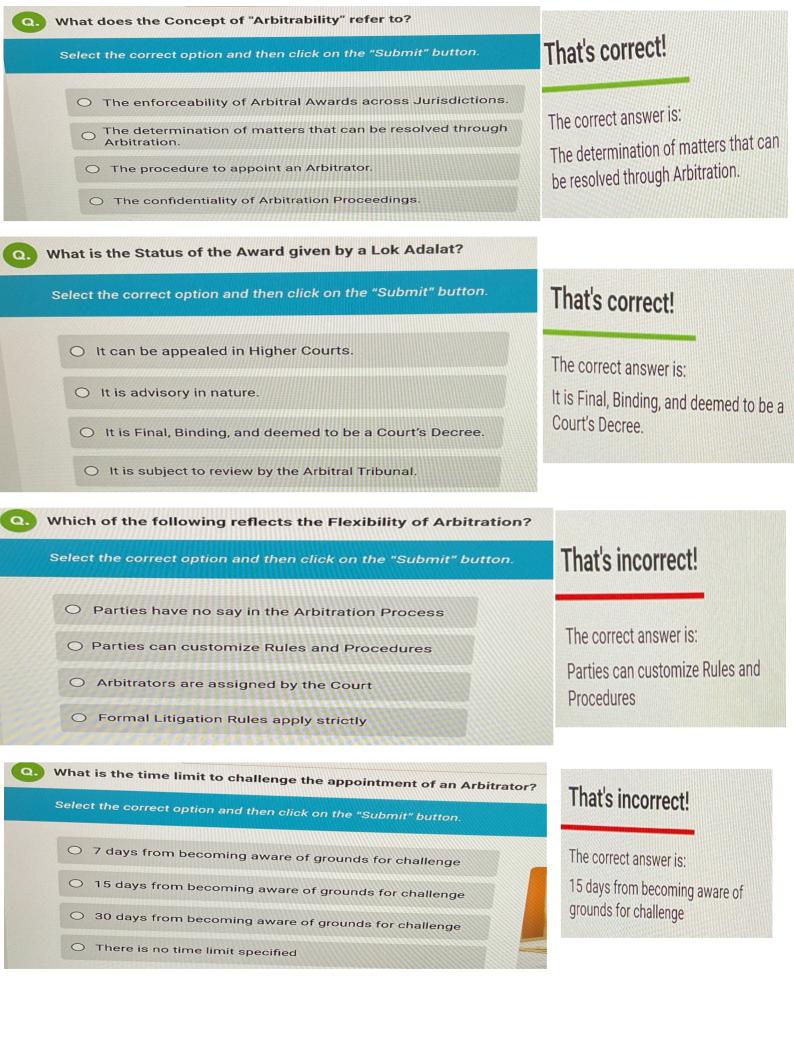
one party

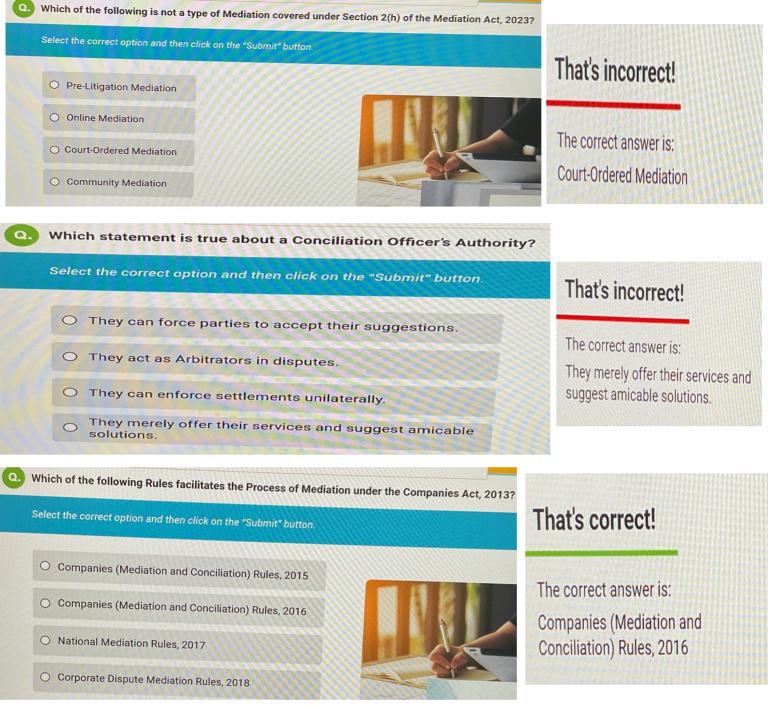


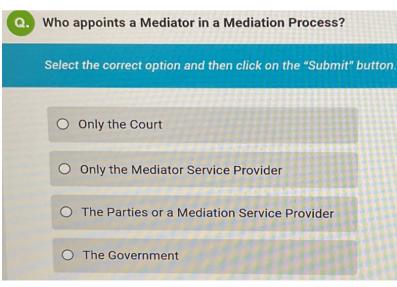
evidence available.

Continue

O Postpone the pr

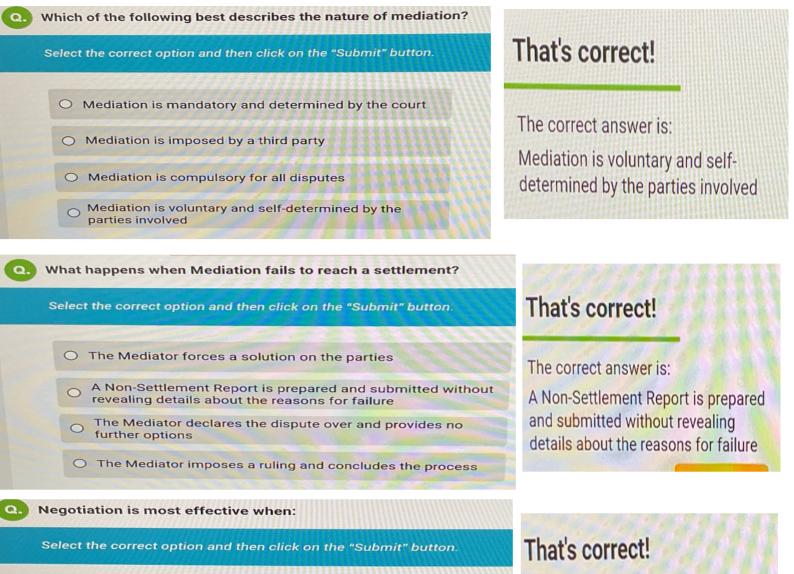






The correct answer is:

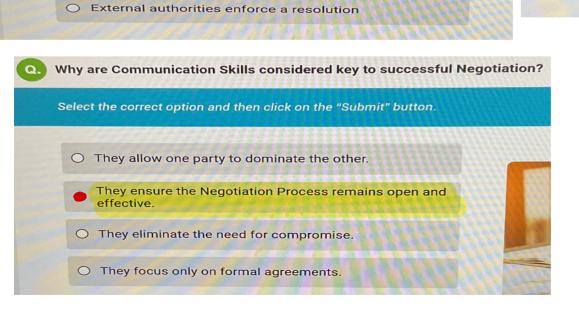
The Parties or a Mediation Service Provider



The correct answer is:

and accommodate

Both parties are willing to adjust



O Both parties are rigid in their demands

Both parties are willing to adjust and accommodate

One party dominates the discussion

### Final Consolidated MCQs on Arbitration (CA Final - SPOM Set C)

\_\_\_\_

### Section 1: Concept-Based MCQs

### 1. Introduction to Arbitration

- 1. Under which part of the Arbitration and Conciliation Act, 1996 are arbitration proceedings governed in India?
  - a) Part II
  - b) Part III
  - c) Part IV
  - d) Part I
- 2. What is the primary purpose of arbitration?
  - a) To increase litigation cases
  - b) To provide an alternative dispute resolution mechanism
  - c) To eliminate the need for contracts
  - d) To replace judiciary in India
- 3. Which UN body's model law influenced the Arbitration and Conciliation Act, 1996?
  - a) WTO
  - b) UNCITRAL
  - c) IMF
  - d) UNCTAD
- 4. The Arbitration and Conciliation Act, 1996 came into effect on:
  - a) 1st January 1996
  - b) 22nd August 1996
  - c) 15th March 1997
  - d) 10th December 1995

### 2. Arbitration Agreement

- 5. As per Section 7, an arbitration agreement must be:
  - a) Verbal
  - b) In writing
  - c) Not required if both parties agree
  - d) Approved by the court
- 6. An arbitration agreement may be in the form of:
  - a) An arbitration clause in a contract
  - b) A separate agreement
  - c) Both (a) and (b)
  - d) None of the above
- 7. Which of the following is NOT a valid arbitration agreement?
  - a) A reference in a contract to another document containing an arbitration clause
  - b) A signed written agreement stating disputes will be arbitrated
  - c) A verbal agreement over the phone
  - d) An email exchange agreeing to arbitrate disputes

### 3. Conduct of Arbitral Proceedings

- 8. Who appoints an arbitrator in the case of an international commercial arbitration?
  - a) District Court
  - b) Supreme Court
  - c) High Court
  - d) Any of the above
- 9. What happens if a party fails to submit their statement of claim under Section 25?
  - a) Arbitration tribunal terminates proceedings

- b) The tribunal assumes their claim is admitted
- c) The court takes over the case
- d) The tribunal can impose penalties

### 10. What principle does Section 18 of the Act emphasize?

- a) Arbitrators can be biased
- b) Only one party has a right to present its case
- c) Equal treatment of parties and opportunity to present their case
- d) None of the above

### 4. Making of Arbitral Award

- 11. Which of the following statements about an arbitral award is true?
  - a) It is not binding on parties
  - b) It is equivalent to a court decree
  - c) It can only be challenged in lower courts
  - d) It does not require reasons
- 12. When does an arbitration proceeding terminate?
  - a) When the arbitral tribunal gives its final award
  - b) When one party withdraws unilaterally
  - c) When the arbitrator resigns
  - d) When the court intervenes

### 5. Recourse Against Arbitral Award

- 13. Under which section of the Act can an arbitral award be set aside?
  - a) Section 25
  - b) Section 34

- c) Section 42
- d) Section 21

### 14. Which of the following is NOT a ground for setting aside an arbitral award?

- a) Invalid arbitration agreement
- b) Lack of fair hearing
- c) Disagreement with the arbitrator's decision
- d) Arbitrator's bias

### 6. Finality and Enforcement of Arbitral Awards

- 15. As per the Act, an arbitral award is considered:
  - a) Provisional and subject to appeal
  - b) Final and binding
  - c) Enforceable only if both parties agree
  - d) Always appealable
- 16. What is the key difference between arbitration and litigation?
  - a) Arbitration is always cheaper
  - b) Arbitration allows parties to select decision-makers
  - c) Litigation has more flexibility
  - d) Courts are bound by arbitration awards

### Section 2: Case Study-Based MCQs

### 7. Arbitration Agreement Validity

- 17. A contract states that parties "may" choose arbitration but can also pursue litigation. Is the arbitration clause valid?
  - a) Yes, because it mentions arbitration
  - b) No, because it does not make arbitration mandatory

- c) Yes, because both parties signed the contract
- d) No, because arbitration clauses must be in a separate agreement

### 8. Appointment of Arbitrator

- 18. If parties in an international commercial arbitration cannot agree on an arbitrator, who appoints one?
  - a) High Court
  - b) District Court
  - c) Supreme Court
  - d) Arbitration Tribunal

### 9. Arbitrator's Impartiality and Challenge to Appointment

- 19. An arbitrator failed to disclose a previous business relationship with one party. What principle allows a challenge?
  - a) Principle of contract enforcement
  - b) Doctrine of severability
  - c) Arbitrator's duty to disclose conflicts of interest
  - d) Principle of judicial review

### 10. Enforcement of Foreign Arbitral Awards

- 20. Under which international treaty can a UK-based company enforce a London arbitral award in India?
  - a) Hague Convention
  - b) UNCITRAL Model Law
  - c) New York Convention
  - d) Geneva Convention

### Final Answer Key

Q No.	Answer
1	d) Part I
2	b) To provide an alternative dispute resolution mechanism
3	b) UNCITRAL
4	b) 22nd August 1996
5	b) In writing
6	c) Both (a) and (b)
7	c) A verbal agreement over the phone
8	b) Supreme Court
9	a) Arbitration tribunal terminates proceedings
10	c) Equal treatment of parties
11	b) It is equivalent to a court decree
12	a) When the arbitral tribunal gives its final award
13	b) Section 34
14	c) Disagreement with the arbitrator's decision
15	b) Final and binding
16	b) Arbitration allows parties to select decision-makers
17	b) No, because it does not make arbitration mandatory
18	c) Supreme Court
19	c) Arbitrator's duty to disclose conflicts of interest
20	c) New York Convention