

# Ca Intermediate LAW

Sept'24, Jan'25 & May'25

## PREVIOUS ATTEMPT CASE SCENARIOS & INDIVIDUAL MCQ'S

Important points:

1. This is a compilation of the previous 3 attempts MCQ's which the ICAI has released .
2. The discussion on these MCQ's is uploaded ,kindly watch it as per your convenience.
3. Self practice will make you more comfortable with the topics , so I suggest you to solve the MCQ's instead of watching the video .

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Writing Practice batch



Rapid Question  
Batch (RQ)



Rapid Revision 5.0

SEPTEMBER 2024

**CASE SCENARIO I**

Mr. S is a well experienced technocrat in the field of manufacturing of computer hard discs and motherboard. He resigned from his job and wished to form a Limited Liability Partnership (LLP) with the object of manufacturing and trading of computer hardware. He wanted to include his close friends Mr. A, Mr. B, and Mr. C who are very familiar in the same field and worked in the foreign companies also.

All three friends had accepted the invitation of Mr. S to be partners of the LLP. Mr. S wanted to ensure whether all the three friends are resident of India and requested them to provide the details of their stay in India. During the previous financial year, Mr. A has stayed in India for a period of 170 days, Mr. B stayed in India for 110 days and Mr. C stayed in India for 100 days.

All the partners had given their consent to act as designated partners. He applied for the reservation of desired name to the Registrar and also paid the prescribed fees.

Based on above facts, answer the following questions :-

- In how many days, a Limited Liability Partnership shall file with the Registrar, the particulars of every individual who has given his consent to act as designated partner?
  - Within thirty days of incorporation of LLP
  - Within thirty days of his appointment
  - After forty five days of incorporation of LLP
  - After sixty days of his appointment
- The name applied for has been approved by the Registrar. The approved name of LLP shall be valid for a period of \_\_\_\_\_ from the date of intimation by the Registrar.
  - 2 months
  - 1 month
  - 3 months
  - 6 months
- Which of the following combinations of partners, if appointed as designated partners, will not be in accordance with the LLP Act, 2008?
  - Mr. A, Mr. B and Mr. C
  - Mr. B and Mr. C
  - Mr. A and Mr. C
  - Mr. A and Mr. B

Q. No.	Answer	Q. No.	Answer	Q. No.	Answer
1.	(b)	2.	(c)	3.	(b)



## CASE SCENARIO II

Progressive Management College have introduced a Global Management Diploma Course which is of 12 months duration. Out of 12 months, 11 months studies are held in India and rest of 1 month is earmarked for foreign tour. Rudra Pratap is the Principal of the college. After taking requisite permission from the competent Ministry, the cultural tour programme was chalked out and the team visited Malaysia, Singapore, Australia and New Zealand. Rudra Pratap's daughter Payal got admission in a medical college situated in California, United States of America. For fee and other expenses, Payal needs USD 2,25,000. Rudra Pratap contacted his banker to know the procedure for availing of foreign exchange and the authority to whom he shall apply.

Rudra Pratap's brother Sourya Pratap went to UK some years ago, where he joined a company in managerial position. He intermittently visits to India and maintains a Non-Resident Special Rupee Scheme Account (NRSR) in Mumbai. He wanted to make remittance of interest earned in the NRSR Account and asked his bankers for the required formalities.

Based on above facts, answer the following questions :-

4. The remittance of foreign exchange for arranging of cultural tour for the students is an example of:
  - (A) Capital Account Transactions
  - (B) Current Account Transactions
  - (C) Hybrid Transactions
  - (D) Amortised Transactions
5. For the purpose of cultural tours, approval of which Ministry is required to be obtained?
  - (A) Ministry of Human Resources Development
  - (B) Ministry of External Affairs
  - (C) Ministry of Home Affairs
  - (D) Ministry of Commerce and Industry
6. For availing foreign exchange for studying abroad, which of the following option is correct:
  - (A) The transaction of withdrawal of USD 2,25,000 for studying abroad is prohibited.
  - (B) The transaction requires prior approval of Government of India.
  - (C) The transaction requires prior approval of RBI.
  - (D) The transaction does not require prior approval of RBI.

Q. No.	Answer	Q. No.	Answer	Q. No.	Answer
4.	(b)	5.	(a)	6.	(d)



### CASE SCENARIO III

ABC Publications Limited accepted deposits from the public to the tune of ₹70 Lakh on 1st May 2021, for a period of 36 months at an interest rate of 10% per annum. The repayment would be made on 30th April 2024. It has complied with all the statutory requirements for the acceptance of deposits by a Public Limited Company.

One of the depositors Mr. Y was in urgent need of money as his son wanted to pursue his higher education abroad. His total deposit with ABC Publications Limited was ₹10 lakh. On 1st June 2022, he sent his request to the company asking for premature repayment of his deposit along with interest. Another depositor, Mr. U had deposited ₹6 lakh in his name. On 18th September 2022, he sent an application to the company to change the name on his deposit and make it a joint holding in the names of himself, his wife and two children. The company is contemplating the requests received from its depositors.

In addition to the deposits received from the public, the company had also raised funds by amount received from a Public Sector Bank, by issue of bonds and debentures and amounts against issue of commercial papers which were issued according to the guidelines issued by the Reserve Bank of India.

Based on above facts, answer the following questions :-

7. The Banker of ABC Publications Limited wanted a list of deposits accepted by the company. Advise the company on what among the following constitute deposit:
  - (A) Amount raised through bonds and debentures
  - (B) Any non-interest bearing amount received and held in trust
  - (C) Amount received from Public
  - (D) Amount raised through the issue of commercial paper as per RBI guidelines and amount raised through bonds and debentures
8. Advise ABC Publications Limited regarding the amount and the interest that can be repaid to Mr. Y:
  - (A) The company cannot make premature repayment of the deposits.
  - (B) The company can prematurely repay the deposit along with interest @ 10% for a period of 13 months (1st May 2021 to 31st May 2022)
  - (C) The company can prematurely repay the deposit along with interest @ 9% for a period of 13 months (1st May 2021 to 31st May 2022)
  - (D) The company can prematurely repay the deposit along with interest @ 9% for a period of 11 months (1st May 2021 to 31st March 2022)
9. Advise ABC Publications Limited regarding the request of Mr. U:
  - (A) Mr. U cannot change his deposit to joint holding.
  - (B) The deposits can be held jointly only by Mr. U and his wife.
  - (C) The deposits can be held jointly by Mr. U, his wife and two children.
  - (D) The deposits can be held jointly by Mr. U and any two members only.

Q. No.	Answer	Q. No.	Answer	Q. No.	Answer
7.	(c)	8.	(c)	9.	(d)



#### CASE SCENARIO IV

Combat Gaming Limited is a company incorporated outside India with a place of business in Rajasthan. To improve its gaming software, the company wanted to apply Artificial Intelligence technology. In order to raise more funds to meet out the investment cost, the company decided to issue shares. It issued prospectus of the company which was properly dated and signed according to the provisions of the Companies Act, 2013 and delivered them to the Registrar of Companies on 16th August 2023. The Registrar on verification of the documents found that the particulars in the prospectus was incomplete and issued a notice to the company saying that the prospectus is invalid. Hence, the directors scrutinized the documents and during the scrutiny it was observed by the CFO that there was a mistake in one of the documents delivered to the Registrar and hence altered that on 29th September 2023.

10. Combat Gaming Limited has to deliver the required documents along with the appropriate fees to:
- (A) The Registrar of Companies, Rajasthan
  - (B) The Comptroller and Auditor General Office, New Delhi
  - (C) The Registrar of Companies, New Delhi
  - (D) The Company Law Board, New Delhi
11. According to the Companies (Registration of Foreign Companies) Rules, 2014, which of the following documents shall not be annexed to the prospectus?
- (A) Any consent to the issue of the prospectus required from any person as an expert
  - (B) Statement of preliminary expenses
  - (C) A copy of contracts for appointment of Managing Director/Manager and memorandum giving particulars
  - (D) A copy of underwriting agreement
12. Combat Gaming Limited has made alteration in documents delivered to the Registrar, they shall intimate to Registrar of Companies by \_\_\_\_
- (A) 29th October
  - (B) 13th November
  - (C) 28th November
  - (D) 9th October

Q. No.	Answer	Q. No.	Answer	Q. No.	Answer
10.	(c)	11.	(b)	12.	(a)



JANUARY 2025



**CASE SCENARIO I**

Aces High Builders Ltd. (AHBL) is a Dehradun based public limited construction company engaged in the business of developing high-end flats and villas across prime locations in Uttarakhand, India. The company had procured land in the hills of Mussoorie in the year 2019. Since then, it has been engaged in the development of the above site thereby building a set of 12 villas and 75 flats. The builders have also tied-up with one of the U.S. based commission agents, Mr. Cooper, who would be promoting the above property amongst Non-Residents who would like to own their private accommodation in the above location. Mr. Cooper has successfully sealed a deal with a non-resident based in Las Vegas, U.S.A. for the purchase of one of the villas costing USD 600,000, for which he is to be paid a suitable commission on the above remitted amount.

The last year landslides and other geographical disruptions in the region during monsoon season have compelled the builders to obtain expert consultancy regarding shaping and curing of the land in and around the constructed site including designing the roads, power facilities in the region and other infrastructural backup so that the area can be made safe for living all around the year. Accurate Consultants Ltd., a U.S.A. based consultancy services company, has been hired to provide such services.

AHBL has lately started another unit engaged in the manufacturing and export of mortar mixing machines. During the current year it has received a sale order for two such machines from Italy. The machines have been packed in containers and shipped via sea to the Italian customers. Such containers have reached the Italian port. The detention charges to be paid by the sellers are well above the rate as prescribed by the Director General of Shipping.

The company has also explored areas near Rishikesh for developing farm houses. At the initial stage, it has selected a piece of land at the outskirts of the city for the above purpose. Since the development requires huge investments, it has issued advertisements regarding the same in an electronic media which has a worldwide coverage. Mr. Tony, a man of Indian origin, having migrated to U.S.A. in 1977, is much influenced by the above advertisement and has contacted the company with the condition that 50% of the payment shall be made by him immediately and the rest shall be paid on delivery of the keys to the fully developed farm house. The company has agreed to his terms and is currently inviting suggestions from its legal team regarding the various nuances and feasibility of the same.

Based upon the above case scenario, you are required to opt the correct answer w.r.t. the following questions (Q. No. 1 to Q. No. 3) in light of the applicable provisions of the FEMA, 1999:

1. Considering the provisions of FEMA, decide upon the maximum amount of commission that can be paid to Mr. Cooper as well as Consultancy charges to Accurate Consultants Ltd. for which approval of RBI would not be required under the above act.  
(A) USD 25,000 and USD 1,000,000 respectively  
(B) USD 30,000 and USD 10,000,000 respectively  
(C) USD 10,000 and USD 100,000 respectively  
(D) USD 15,000 and USD 10,000 respectively

Q. No.	Answer
1.	(b)

2. Considering the provisions of FEMA 1999 decide upon the process of releasing the containers from Italian ports by the Indian company, AHBL shall have to obtain prior permission of–
  - (A) Ministry of Transport as well as Ministry of Finance, Department of Economic Affairs as the transaction involves payment of foreign exchange as detention charges.
  - (B) AHBL shall have to obtain prior permission of Ministry of Surface Transport (DG Shipping) for payment of the detention charges as it exceeds the rates as prescribed by Director General of Shipping.
  - (C) AHBL shall have to obtain prior permission of Ministry of Finance, Department of Economic Affairs for payment of the detention charges as it exceeds the rates as prescribed by Director General of Shipping.
  - (D) AHBL need not obtain permission from any government authorities in India as now the ship is at the Italian ports away from Indian Jurisdiction.
  
3. Considering the provisions of the FEMA, 1999 the possible suggestion that can be given by the legal team regarding investment of USD 260,000 by Mr. Tony in the Rishikesh farmhouse project:
  - (A) Mr. Tony can very well invest amount only up to USD 250,000 towards the farmhouse as being a person of Indian origin he is allowed to buy land in India.
  - (B) Mr. Tony can very well invest USD 260,000 towards the farmhouse as being a person of Indian origin he is allowed to buy land in India.
  - (C) Mr. Tony cannot invest USD 260,000 towards the farmhouse as being a non-resident.
  - (D) Mr. Tony cannot invest USD 260,000 in instalments of 50%, but only after paying the full one-time amount.

Q. No.	Answer	Q. No.	Answer
2.	(b)	3.	(c)





## CASE SCENARIO II

JK Logistics Ltd. is one of the leading companies in the logistics industry. Five years ago, 75% equity shares of JK Logistics Ltd. were acquired by RK Logistics Ltd. RK Logistics Ltd. has a presence in Haryana, Punjab, and Rajasthan and is mainly into transporting agricultural produce. As timely transportation of agricultural produce is of strategic importance, the state governments of the above three states hold stake in JK Logistics Ltd. The State Governments' current stakes are as follows:

- State of Haryana: 19%
- State of Rajasthan: 20%
- State of Punjab: 18%

On 29th September, 2023, just after the conclusion of the AGM, Mr. Rohan, the auditor of JK Logistics Ltd., suffered a stroke and in order to reduce work load, resigned as the auditor of the company but unfortunately he forgot to inform the concerned authorities about his resignation. It is important to note that auditor's (i.e. Mr. Rohan) annual remuneration was ₹5 lakhs.

The company on the other hand appointed AG & Associates as their auditors after completing all the statutory formalities. Mr. Avinash, who is one of the partners of the audit firm, had borrowed a sum of ₹3.5 lakhs from RK Logistics Ltd. and has dues of ₹1.49 lakhs towards use of logistic services of the company. Both the borrowed sum and the service dues are not yet paid by Mr. Avinash. Mr. Avinash is not signing the financials of JK Logistics Ltd.

Based upon the above case scenario, you are required to opt the correct answer w.r.t. the following questions (Q. No. 4 to Q. No. 6) in light of the applicable provisions of the Companies Act, 2013:

4. To whom should have Mr. Rohan informed about his resignation? What could be the possible consequence for his non-compliance?
- (A) He should have informed the Registrar. As a consequence of his failure, he is liable to a penalty not exceeding ₹50,000.
- (B) He should have informed the Registrar. As a consequence of his failure, he is liable to a penalty not exceeding ₹5,00,000.
- (C) He should have informed the Registrar and C&AG. As a consequence of his failure, he is liable to a penalty not exceeding ₹5,00,000.
- (D) He should have informed the Registrar and C&AG. As a consequence of his failure, he is liable to a penalty not exceeding ₹50,000.

Q. No.	Answer
4.	(d)



5. Based on the shareholding pattern of JK Logistics Ltd. and RK Logistics Ltd., select the correct answer as to the classification of these companies:
- (A) RK Logistics Ltd. is a non-government company while JK Logistics Ltd. is a government company.
  - (B) RK Logistics Ltd. is a government company while JK Logistics Ltd. is a non-government company.
  - (C) RK Logistics Ltd. and JK Logistics Ltd. both are government companies.
  - (D) RK Logistics Ltd. and JK Logistics Ltd. both are non-government companies.
6. With respect to the act carried out by Mr. Avinash, the partner of the new audit firm, what can you infer about the appointment of AG & Associates as auditors of JK Logistics Ltd.?
- (A) It is not valid since the indebtedness exceeds the prescribed limit of ₹1 lakh.
  - (B) It is valid since the indebtedness is within the prescribed limit.
  - (C) It is valid since Mr. Avinash is not signing the financials of the company.
  - (D) It is not valid since Mr. Avinash is indebted to RK Logistics Ltd. and not to JK Logistics Ltd.

Q. No.	Answer	Q. No.	Answer
5.	(c)	6.	(b)



### CASE SCENARIO III

The notice for conducting the annual general meeting of XYZ Limited was sent on 3rd August, 2024 to all the stakeholders, who were eligible to receive the notice. The said notice specified that the Annual General Meeting (AGM) will be held on 5th September, 2024. But, due to want of quorum, said AGM was adjourned to 12th September 2024. In the said meeting held on the 12th September 2024 the financial statements of the Company could not be adopted due to some unavoidable circumstances. Since the financial statements of the Company could not be adopted in the above meeting, the directors did not file the financial statements relating to financial year 2023-2024 with the Registrar on the plea that the financial statements of the Company were not adopted in a general meeting and therefore there is no necessity to file any financial statement with the Registrar till the same are not adopted. On 2nd December, 2024, an extra-ordinary general meeting was conducted, in which the financial statements of the Company were adopted. Since the Company Secretary was on a business tour and was absent from India from 10th December, 2024 to 2nd January, 2025, the adopted financial statements were filed with the Registrar only on 3rd January, 2025.

Based on the facts given in above case scenario and referring to the applicable provisions of the Companies Act, 2013 and Rules therein, choose the correct answer of the following questions (Q. No. 7 to Q. No. 10):

7. In the above case scenario, in case XYZ Limited could not convene the annual general meeting till 2nd December, 2024 and the meeting held on that date was the annual general meeting, what will be the obligation of the Company with regard to filing of the financial statements with the Registrar, before conducting the said meeting?
- (A) Since the annual general meeting was not held, XYZ Limited was not required to file any financial statement with the Registrar, but the statement of facts and reasons for not holding the annual general meeting should have been filed with the Registrar within thirty days of the last date before which the annual general meeting should have been held.
  - (B) Since the annual general meeting was not held, XYZ Limited was not required to file any financial statement with the Registrar.
  - (C) Even if the annual general meeting was not held, XYZ Limited was required to file the financial statements only with the Registrar within thirty days of the last date before which the annual general meeting should have been held.
  - (D) Even if the annual general meeting was not held, XYZ Limited was required to file the financial statements along with the statement of facts and reasons for not holding the annual general meeting with the Registrar within thirty days of the last date before which the annual general meeting should have been held.

Q. No.	Answer
7.	(d)

8. What is the course of action that XYZ Limited should take for filing of the financial statements with the Registrar with respect to the annual general meeting which could not be held on 5th September, 2024?
- (A) XYZ Limited should inform the Registrar the fact that the AGM could not be held for want of quorum, but the un-adopted financial statements will be filed with the Registrar within a period of 30 days from 5th September, 2024.
  - (B) XYZ Limited should inform the Registrar the fact that the AGM could not be held for want of quorum and therefore the financial statements will be filed with the Registrar only when they are adopted in a general meeting.
  - (C) There is no obligation on the part of XYZ Limited to inform the Registrar that the AGM could not be held for want of quorum, but the un-adopted financial statements will be required to be filed with the Registrar within a period of 30 days from 5th September, 2024.
  - (D) There is no obligation on the part of XYZ Limited to inform the Registrar that the AGM could not be held for want of quorum. Also the un-adopted financial statements will not be required to be filed with the Registrar in this situation.
9. What is the course of action that XYZ Limited should take for filing of the financial statements with the Registrar with respect to the adjourned annual general meeting held on 12th September, 2024?
- (A) XYZ Limited is not required to inform the Registrar the fact that the AGM was held on 12th September, 2024 and since the financial statements were not adopted, the financial statements will also not be required to be filed with the Registrar.
  - (B) XYZ Limited should inform the Registrar the fact that the AGM was held on 12th September, 2024 and since the financial statements were not adopted, the financial statements will not be required to be filed with the Registrar.
  - (C) There is no obligation on the part of XYZ Limited to inform the Registrar the fact that the AGM was held on 12th September, 2024, but the un-adopted financial statements will be required to be filed with the Registrar within a period of 30 days from 12th September, 2024, which will be considered by the Registrar as the provisional financial statements.
  - (D) There is no obligation on the part of XYZ Limited to inform the Registrar the fact that the AGM was held on 12th September, 2024 but the un-adopted financial statements will be required to be filed with the Registrar within a period of 30 days from 12th September, 2024, which will be considered by the Registrar as the financial statements.

Q. No.	Answer
8.	(c)

10. What is the course of action that XYZ Limited should take for filing of the financial statements with the Registrar with respect to the extraordinary general meeting held on 2nd December, 2024? (Controversial Question )
- (A) XYZ Limited is not required to inform the Registrar the fact that the financial statements were not adopted in the adjourned AGM held on 12th September 2024; but the adopted financial statements will be required to be filed with the Registrar within a period of 30 days from 2nd December 2024, which will be treated as the financial statements of XYZ Limited for the financial year 2023-2024 and the previously filed un-adopted financial statements, if any, will be treated as provisional financial statements.
- (B) XYZ Limited should inform the Registrar the fact that the financial statements were not adopted in the adjourned AGM held on 12th September 2024 and the adopted financial statements will be required to be filed with the Registrar within a period of 30 days from 2nd December 2024, which will be treated as the financial statements of XYZ Limited for the financial year 2023-2024.
- (C) XYZ Limited is not required to inform the Registrar the fact that the financial statements were not adopted in the adjourned AGM held on 12th September 2024; but the adopted financial statements will be required to be filed with the Registrar within a period of 30 days from 2nd December 2024, and the previously filed un-adopted financial statements, if any, will be returned back to the Company.
- (D) XYZ Limited is not required to inform the Registrar the fact that the financial statements were not adopted in the adjourned AGM held on 12th September 2024; but the adopted financial statements will be required to be filed with the Registrar within a period of 30 days from 2nd December 2024, which will be treated as the financial statements of XYZ Limited for the financial year 2023-2024 and the previously filed un-adopted financial statements, if any, will be considered as if no financial statements were filed earlier.

Q. No.	Answer	Q. No.	Answer
9.	(c)	10.	(a/b)



#### CASE SCENARIO IV

Natrajan Cleaners Limited (NCL), a corporate unlisted company, is a contract manufacturing company incorporated in 2017 with a primary objective of manufacturing a full range of residential, commercial and portable washing machines for established brands in India and other neighbouring countries. NCL is a family-owned company having its registered office in Bangalore. The company has its marketing office in all the major cities including port cities. All the members, as was the usual practice, were kept informed from time to time regarding all the important matters and issues relating to the company with the help of the CFO cum Company Secretary, Nirad.

Years passed. Size of the business and share capital of NCL substantially increased. NCL planned to go for expansion in its capacity, keeping in mind the export market, which required about ₹25 crores. NCL started looking for various options for financing. One of the options considered was offer or invitation for subscription of equity through private placement. The Board identified a select group of 50 persons and issued private placement offer and applications after passing a special resolution at a general meeting and also after duly following the required procedure under the applicable corporate laws. Monies received on application were kept in a separate bank account with Canara Bank. However, for some reasons NCL could not allot the equity shares within a period of 60 days from the date of receipt of the application money. The private placement plan was effectively cancelled duly following the required procedure. NCL later opted for bank loans to finance the expansion.

NCL is authorized by its Articles of Association to accept whole or any part of the amount of remaining unpaid calls from any member, although till date, no part of the amount has been called up. Yogesh, one of the shareholders, deposited in advance the remaining amount due on his shares without any calls made by NCL.

NCL declared dividend during the year after such advance money was paid by Yogesh. Yogesh wanted to exercise his right in respect of call money paid in advance at the general meeting.

Bhisma Cleanser Private Limited (BCPL) has been holding 5% equity in NCL since February 2018. During the month of February 2022, NCL invested in 70% equity shares of BCPL.

Based on the facts given in the above case scenario and referring to the applicable provisions of the Companies Act, 2013 and Rules therein, choose the correct answer of the following questions: (Q. No. 11 to Q. No. 13)

11. The Board of Directors of NCL wants to understand from Nirad the implications of 5% holding of BCPL.
- (A) BCPL shall transfer its 5% equity holding to any nominees of NCL before it becomes the subsidiary of NCL.
  - (B) BCPL shall surrender its 5% equity holding to NCL immediately once it becomes the subsidiary of NCL.
  - (C) BCPL shall immediately transfer its 5% equity holding to any other legal person or entity before investment by NCL.
  - (D) BCPL may continue to hold 5% equity holding in NCL.

Q. No.	Answer
11.	(d)

12. Yogesh, one of the shareholders of NCL, deposited in advance the remaining amount due on his shares without any calls made by NCL. NCL declared dividend during the year. What is Yogesh's entitlement in respect of call money paid in advance?
- (A) Yogesh is entitled to proportionate dividend in respect of call money paid in advance, if authorized by a Board Resolution.
  - (B) Yogesh is not entitled to any dividend in respect of call money paid in advance.
  - (C) Yogesh is entitled to proportionate dividend in respect of call money paid in advance, if authorized by an Ordinary Resolution in a general meeting.
  - (D) Yogesh is entitled to proportionate dividend in respect of call money paid in advance, if authorized by Articles of Association.
13. With reference to the Board identified select group of 50 persons and issued private placement offer and applications duly following the required procedure under the corporate laws, which of the following is correct?
- (A) A release of public advertisement in any local newspaper and one national newspaper informing private placement is sufficient.
  - (B) Public at large is to be informed about such an issue through release of public advertisement through utilizing any media, marketing, distribution channels or agents.
  - (C) No company issuing securities under private placement shall release any public advertisements or utilize any media, marketing or distribution channels or agents to inform the public at large about such an issue.
  - (D) Informing the public at large through advertisement or otherwise is optional and the Board of Directors by passing a Board Resolution may decide the matter.

Q. No.	Answer	Q. No.	Answer
12.	(b)	13.	(c)



**CASE SCENARIO I**

Classical Diagnostics Ltd. (CDL) is a company engaged in the business of providing diagnostic services in all major cities of India. The CDL has paid-up capital of ₹700 crores. The face value of each of the shares is ₹10 only. As a staff welfare scheme, the CDL has taken Group Mediclaim Policy for all its employees from Bharosa Insurance Company Ltd. (BICL).

BICL was incorporated in 2015 and was having paid-up capital of ₹1,500 crores. In order to raise further funds, BICL has issued Bonds, Unit Linked Insurance Plan and debentures to the public. The BICL had also issued Preference Shares on private placement basis and were offered to the employees of the CDL.

The CDL proposed to change the rights associated with the present shareholders. Out of the 700 crores of the paid-up capital, the promoter's holding was 60% and rest of the 40% was with public and other financial institutions. The shareholders of the CDL were given right that if whatsoever surrenders their right to vote in the meeting will be given higher dividend (by the company) which shall be 2% more than the shareholders who retain their right to vote.

The CDL called an Extra-ordinary General Meeting (EGM) for passing of the special resolution. Some of the shareholders did not consent to the proposal of the company and filed a petition in the Tribunal.

Based on the facts given in the above case and by applying the relevant provisions of the Companies Act, 2013 and the applicable rules thereon, choose the correct answer of the following MCQs (Q. No. 1 to Q. No. 3):

1. CDL proposed to alter the rights attached with the members holding voting right. How much percentage of issued shares of that class shall be required for consent for passing such resolution?  
 (A) The holders of at least 51% of the issued shares of that class.  
 (B) The holders of at least 66% of the issued shares of that class.  
 (C) The holders of at least 71% of the issued shares of that class.  
 (D) The holders of at least 75% of the issued shares of that class.
  
2. Where the holders of at least \_\_\_\_ of the issued shares of a class who did not consent to or vote in favour of the resolution for the variation, may apply to the Tribunal to have the variation cancelled, and where any such application is made, the variation shall not have effect unless and until it is confirmed by the Tribunal.  
 (A) 1% (B) 10%  
 (C) 66% (D) 95%
  
3. Bharosa Insurance Company Ltd. (BICL) has issued certain instruments. Which among the following shall not be covered under the definition of "Securities"?  
 (A) Bonds (B) Debentures  
 (C) Preference Shares (D) Unit Linked Insurance Plan

Q. No.	Answer	Q. No.	Answer	Q. No.	Answer
1.	(d)	2.	(b)	3.	(d)





## CASE SCENARIO II

Dr. Ronak Mosay, a renowned lyricist and a folk singer wants to perform with his musicians across the world on a Cultural tour, partially sponsored by Youth Welfare Department of his local government. His next show is in the city of Vancouver, Canada. Dr. Ronak Mosay is an Indian citizen and a person resident in India. Dr. Ronak Mosay is also having his brother living in Canada. Dr. Ronak Mosay is also promoting and sponsoring Cricket tournaments in Canada. For his forthcoming tour to Canada, he wants to remit foreign exchange for hotel and other touring expenses.

Based on the facts given in the above case and by applying the relevant provisions of the Foreign Exchange Management Act, 1999 and the applicable rules (if any) thereunder, choose the correct answer of the following MCQs (Q. No. 4 to Q. No. 6):

4. Dr. Ronak Mosay has earned from you tube. For which of the following purposes, is he allowed to draw foreign exchange?
  - (A) For his own travel abroad.
  - (B) Remittance of US \$50,000 out of lottery winnings to his son in US.
  - (C) Remittance for purchase of sweepstakes.
  - (D) Gift of US \$10,000 to his brother in Canada.
5. Dr. Ronak Mosay desires to remit US \$ 1,50,000 for payment of prize money to winning teams in a cricket tournament in Canada. He needs to obtain prior approval from which of the following?
  - (A) His bank only, as the amount is less than US \$ 2,50,000.
  - (B) No approval is required.
  - (C) RBI approval is needed.
  - (D) Ministry of Human Resources Development (Department of Youth Affairs and Sports).
6. For his show in Canada, he needs to obtain prior approval for remittance of foreign exchange from:
  - (A) Ministry of Finance
  - (B) Ministry of Information and Broadcasting
  - (C) Ministry of Communication and Information Technology
  - (D) Ministry of Human Resources Development (Department of Education and Culture)

Q. No.	Answer	Q. No.	Answer	Q. No.	Answer
4.	(d)	5.	(d)	6.	(d)



### CASE SCENARIO III

Rohit and Anushka after passing out the CA examination, incorporated an LLP to work as the practicing Chartered Accountant. Rohit and Anushka were also titled as designated partners. After sometime, Rohit got an opportunity to provide consultancy services on an ongoing basis to a company based in Singapore. Rohit will be staying in Singapore for 240 days, during the Financial Year 2023–24. The LLP is continuing its operations from India with Anushka whereas Rohit participates in decision making remotely.

Based on the facts given in the above case and by applying the relevant provisions of the LLP Act, 2008 and the applicable rules thereon, choose the correct answer of the following MCQs (Q. No. 7 and Q. No. 8):

7. As per the LLP Act, 2008, whether above LLP fulfills the requirements of designated partner?
  - (A) No, as both of the designated partners Rohit and Anushka should be resident in India.
  - (B) Yes, as one of the designated partners should be non-resident.
  - (C) Yes, as Rohit is a designated partner though non-resident.
  - (D) Yes, as at least one of the designated partners should be resident in India and Anushka is a resident of India.
  
8. As per the provisions of LLP Act, 2008, “Resident in India” means a person who has stayed in India for a period of not less than \_\_\_\_ during the immediately preceding one year.
  - (A) 60 days
  - (B) 90 days
  - (C) 120 days
  - (D) 182 days

Q. No.	Answer	Q. No.	Answer
7.	(d)	8.	(c)



#### CASE SCENARIO IV

XYZ Technologies Ltd. is a public limited company registered under the Companies Act, 2013 and has a diverse shareholder base. Due to large number of shareholders and the fact that many of them reside in different parts of the country, attendance at meetings has often been difficult.

The Board of Directors of XYZ Technologies Limited, desire to conduct an Extra-ordinary General Meeting (EGM) to discuss an important fund raising proposal. The meeting is scheduled to be held at 3 p.m. on 2nd February, 2025, and the notice of the meeting is sent to all the members as required by the provisions of the Companies Act, 2013.

As per the notice, the members who are unable to attend the meeting can appoint proxies. The duly filled proxy forms should be sent to the company so as to reach the company at least 48 hours before the meeting.

Mr. Praveen, a shareholder and experienced investor has often represented many shareholders in prior meetings. This time he has been approached by 52 members to act as their proxy.

Based on the facts choose the correct answer of the following MCQs (Q. No. 9 to 11)

9. Mr. Rajan, a member of the company, entitled to vote at a meeting of the company shall be entitled to inspect the proxies lodged provided he gives notice to the company. Such notice must be given:
  - (A) Not less than 7 days' notice to the company in writing of the intention so as to inspect the proxies lodged with the company.
  - (B) Not less than 3 days' notice to the company in writing of the intention so as to inspect the proxies lodged with the company.
  - (C) Not less than 2 days' notice to the company in writing of the intention so as to inspect the proxies lodged with the company.
  - (D) Not less than 24 hours' notice to the company in writing of the intention so as to inspect the proxies lodged with the company.
10. As the Company Secretary of the Company, advise the Board of Directors to reply to the question raised by a member in the meeting with respect to the prescribed period for which the company shall preserve the register of members and copies of documents filed with ROC respectively.
  - (A) 8 years, 8 years
  - (B) 8 years, Permanently
  - (C) Permanently, 8 years
  - (D) Permanently, Permanently

Q. No.	Answer	Q. No.	Answer
9.	(b)	10.	(c)

11. Mr. Praveen has approached you to seek guidance that for how many members he can accord his confirmation to act as proxy as per the provisions of Section 105 of the Companies Act, 2013?
- (A) Mr. Praveen can accord his confirmation to act as proxy for 52 members, if they are holding in aggregate more than 10 percent of the total share capital of the co. carrying voting rights.
- (B) Mr. Praveen can accord his confirmation to act as proxy for 52 members, if they are holding in aggregate not more than 10 percent of the total share capital of the co. carrying voting rights.
- (C) Mr. Praveen can accord his confirmation to act as proxy for 50 members, if they are holding in aggregate not more than 10 percent of the total share capital of the co. carrying voting rights.
- (D) Mr. Praveen can accord his confirmation to act as proxy for 50 members, if they are holding in aggregate more than 10 percent of the total share capital of the co. carrying voting rights.

#### GENERAL CLAUSE ACT, 1897

12. With reference to the General Clauses Act, 1897, in all Legislations and Regulations, unless context otherwise requires, words importing masculine gender shall be taken: (SEP 24)
- (A) To exclude female (B) To exclude boy child
- (C) To exclude girl child (D) To include females
13. An Act has been passed by the government but not brought into force. Which of the following is correct under General Clauses Act, 1897? : (SEP 24)
- (A) Court can issue mandamus to compel government to bring Act into operation.
- (B) Court can direct Government to consider when Act should begin to operate.
- (C) Court can publish a date in Official Gazette as effective date.
- (D) Court cannot direct government to consider when Act should begin to operate.
14. The General Clauses Act, 1897 is applicable to : (JAN25)
- (A) Whole of India excluding the Union Territory of Jammu and Kashmir.
- (B) Whole of India including the Union Territory of Jammu and Kashmir.
- (C) The act does not define any "territorial extent" clause.
- (D) Whole of India excluding the National Capital Region and other Union Territories.
15. The term "Year" as per General Clauses Act, 1897 means: (MAY25)
- (A) Financial year
- (B) A year according to the British calendar which starts from January to December
- (C) 365 days (D) Any period of 12 months
16. The General Clauses Act, 1897 (Act) was enacted on 11th March, 1897 to consolidate and extend the General Clauses Act, \_\_\_\_
- (A) 1857 and 1887 (B) 1837 and 1893 (C) 1878 and 1880 (D) 1868 and 1887

Q. No.	Answer	Q. No.	Answer	Q. No.	Answer	Q. No.	Answer	Q. No.	Answer
11.	(c)	12.	(d)	13.	(b)	14.	(c)	15.	(b)
16.	(d)								

### LIMITED LIABILITY PARTNERSHIP ACT, 2008

17. Where after a partner's death the business is continued in the same Limited Liability Partnership name, with the partner's name as a part thereof, what is the liability of his estate/legal representatives? (JAN 25)

- (A) Shall make his estate liable for any act of the limited liability partnership done after his death.
- (B) Shall make his legal representative liable for any act of the limited liability partnership done after his death.
- (C) Shall make his legal representative or his estate liable for any act of the limited liability partnership done after his death.
- (D) Shall not by itself make his legal representative or his estate liable for any act of the limited liability partnership done after his death.

### FOREIGN COMPANY

18. Jade Suites LLC is a chain of hotels and restaurants all over the world. It is proposing to establish a Hotel at Goa. It has appointed a Chartered Accountant Mr. B for taking care of the registration formalities of the company. While the registration process was going, the company entered into a lease agreement with a land owner for the construction of its Hotel. After few months, the Directors of Jade Suites LLC withdrew their interest in establishing a hotel at Goa due to the news in social media regarding the fall in the tourism industry there. The land owner refused to repay the advance received by him. Can Jade Suites LLC sue the land owner in the capacity of a Foreign Company? Referring to the provisions of the Companies Act, 2013, choose the correct answer: MAY 25

- (A) Jade Suites LLC is a foreign company and can sue the land owner for the advance amount given in its capacity as a Foreign Company.
- (B) Jade Suites LLC is incorporated as a foreign company; it can't sue the land owner.
- (C) The registration process is not yet complete and hence Jade Suites LLC cannot sue the land owner in its capacity as a Foreign Company.
- (D) Once the registration process has started, the company is deemed to be incorporated as a foreign company and hence Jade Suites LLC can sue the land owner.

### PROSPECTUS AND ALLOTMENT OF SECURITIES

19. Any instrument in the form of depository receipt created by a Domestic Depository in India and authorized by a company incorporated outside India making an issue of such depository receipts, is called as: (MAY 25)

- (A) American Depository Receipt
- (B) Global Depository Receipt
- (C) European Depository Receipt
- (D) Indian Depository Receipt

Q. No.	Answer	Q. No.	Answer	Q. No.	Answer
17.	(d)	18.	(c)	19.	(d)