

Revision Paper (2015-16)
Class-B.Com-II
Sub: Company Law and Auditing
Paper-III
Time: 3 Hours

Maximum Marks: 80

Note: Attempt five questions in all, selecting at least one question but not more than two questions from any unit. All questions carry equal marks.

Unit-I

1. Define Private Company and state the special "Privileges and exemptions or concession which it enjoys under the Company's Act, 1956".
2. "Memorandum of Association is a charter of the Company". Comment and explain in brief the different clauses of Memorandum of Association.
3. What do you mean by 'Reduction of Share Capital' under the Company's Act, 1956? Explain the circumstances and procedure necessary for Reduction of Share Capital.
4. Discuss the borrowing powers of a Company. If a Company borrows beyond its powers, what remedies are open to the person who has lent money to the Company? What are the restrictions on the borrowing powers of a Company?

Unit-II

5. How are the Directors of the Company appointed? What are their powers? What restriction has been imposed by the Company Act in respect of appointment of Directors?
6. What is an Annual General Meeting of a Company? What is usual business transacted in such meeting? State the legal provisions regarding holding of the Annual General Meeting.
7. What is meant by Investigation? How does it differ from an audit? Explain the essential precautions in conducting the Investigation.

Unit-III

8. What is meant by continuous Audit? What class of business it is specially applicable? State briefly the advantages and objections to an audit of this nature.
9. What is meant by Internal Check? What are the special features of an efficient system of internal check? What are the objections of Internal Check?
10. *What is vouching? What are special points to which an auditor must pay special attention in vouching receipts?*