

WEEK 1 ASSIGNMENTS 1

1. Which law governs the formation of a company in India?

- a. Companies Act 2013
- b. Partnership Act 1932
- c. The Limited Liability Partnership Act 2008
- d. Indian Trusts Act 1882

Ans.: Companies Act 2013

2. A promoter is a person who

- a. Is a director
- b. Is a relative of the company
- c. Is a well-wisher of the company
- d. Takes part in the company's incorporation

Ans.: Takes part in the company's incorporation.

3. What is the minimum Paid-up Capital at the time of registration of a public limited company?

- a. Rs.1, 00,000
- b. Rs.5, 00,000
- c. Rs.3, 00,000
- d. Rs.4, 00,000

Ans.: Rs.5, 00,000

4. An act is said to be ultra vires a company when it is beyond the powers?

- a. Of the company
- b. Of the directors
- c. Of the directors but not the company
- d. Conferred on the company by the Articles

Ans.: conferred on the company by the Articles

5. Limited Liability Partnership may be regarded as :

- a. A legal entity
- b. An accountable entity
- c. Both a legal and accountable entity
- d. Neither a legal nor an accountable entity

Ans.: Both a legal and accountable entity.

6. What is the registering authority for a company in India known as?

- a. Register of Companies
- b. Director of Companies
- c. Registrar of Companies
- d. None of the above

Ans.: Registrar of Companies

7. What is the full-form of DIN?

- a. Directory Identity Number
- b. Directors' Identity Number
- c. Director Identification Number
- d. Directorial Identification Number

Ans.: Director Identification Number

8. DIN is not compulsory for an individual who wish to be a director?

- a. True
- b. False

Ans.: False

9. Which of the following business forms do not have the facility of limited liability?

- a. Private Limited Company
- b. Public Limited Company
- c. Single person Company
- d. Sole Proprietorship

Ans.: Sole Proprietorship

10. Partners responsible for regulatory compliances in a Limited Liability Partnership are called?

- a. Managing Partners
- b. Designated Partners

Ans.: Designated Partners