

WRITTEN EXAMINATION

TIME ALLOWED: 3 HOURS

MAXIMUM MARKS: 100

INSTRUCTION FOR CANDIDATES:

1. Answers are to be marked/ written with ball pen/ink pen on the **SEPARATE ANSWER SHEETS** provided for this purpose. Use of calculator and other electronic gazettes is not permitted.
2. Question paper contains VII questions, out of which Question No. I is objective type of one Mark each for which write the correct alternative from the options provided on the answer sheets. Question No. II is fill in the blanks of one Mark each for which write the answer on the answer sheets. Question no. III to VII are descriptive type for which write answers on the answer sheets and for these marks are specified with the questions.
3. Candidates shall write the name, roll number and category only on provided fly leaf. Candidates should not write his/her name, roll number, signatures or make any other mark or indication showing, directly or indirectly, his/her identity on the question paper and answer sheets. Such an action will make his/her candidature liable to cancellation.
4. Question paper and answer sheets should be returned to the invigilator at the end of examination. Candidates found adopting unfair means will be disqualified.

I. For question no. 1 to 35 below, write the correct option:

1 Mark each

1. The remuneration of Statutory auditors of a Govt. Company is fixed by:

- a) Central Government
- b) Company law board
- c) C&AG of India
- d) Company's Shareholders
- e) None of the above

2. The accounting standard related to consolidated financial statement is:

- a) AS-21
- b) AS-23
- c) AS-22
- d) AS-24
- e) None of the above

3. The Income tax return of a limited company for the previous year has to be filed with the authorities by _____ of the assessment year:

- a) 31st October
- b) 30th September
- c) 31st August
- d) 31st July
- e) None of the above

4. The comments of C&AG on the accounts of a Government Company are:

- a) Stated in Notes on Accounts
- b) Are placed in the AGM
- c) Are referred to in Chairman's speech to the shareholders
- d) Are incorporated in Statutory Auditors' report
- e) None of the above

5. While finalising the current year's profit, the company realised that there was an error in the valuation of closing stock of the previous year. In the previous year, closing stock was valued more by Rs.25,000. As a result:

- a) Previous year's profit was overstated and current year's profit is also overstated
- b) Previous year's profit was understated and current year's profit is overstated
- c) Previous year's profit was understated and current year's profit is also understated
- d) Previous year's profit was overstated and current year's profit is understated
- e) None of the above

6. Under Companies Act 2013 every company having a net profit of Rupees _____ or more during any financial year shall constitute a Corporate Social Responsibility Committee of the Board consisting of three or more directors, out of which at least one director shall be an independent director:
- a) 1000 Crores
b) 500 Crores
c) 50 Crores
d) 5 Crores
e) None of the above
7. The Auditors' report of a Government Company is addressed to:
- a) Board of Directors
b) Shareholders
c) C&AG of India
d) Chairman of the Company
e) None of the above
8. Service tax by a company for month of March is to be deposited:
- a) Within 7 days from the date of deduction
b) by 7th April
c) by 31st March
d) by 30th April
e) None of the above
9. Under Companies Act, 2013 the First Accounting year for a company incorporated on 20th December 2013 will end on:
- a) 31st December 2014
b) 31st March 2014
c) 30th September 2014
d) 31st March 2015
e) None of the above
10. When current ratio is 5 : 2 and the amount of current liabilities is Rs.12,000/- what is the amount of current assets:
- a) Rs.84000/-
b) Rs.60000/-
c) Rs.30000/-
d) Rs.4800/-
e) None of the above
11. Under the listing agreement, every listed company in India must inform the Stock Exchanges at least _____ working days in advance of the date of the meeting of its Board of Directors at which the recommendation or declaration of a dividend will be considered:
- a) Two
b) Five
c) Seven
d) Fifteen
e) None of the above

12. Who among the following is not authorised to inspect the books of account of a company:
- a) Directors of the company b) The Registrar of Companies
 c) A person authorised by the Central Government d) A member of the company
 e) None of the above
13. Under section 287(2) of Companies Act 1956, the quorum for a meeting of the Board shall be:
- a) One-third of the total strength of the Board or two directors, whichever is higher b) Two-third of the total strength of the Board or two directors, whichever is higher
 c) One-third of the total strength of the Board or two directors, whichever is lower d) Two-third of the total strength of the Board or two directors, whichever is lower
 e) None of the above
14. The Secretarial standard _____ issued by ICSI is related to Dividend:
- a) SS-9 b) SS-5
 c) SS-4 d) SS-3
 e) None of the above
15. The provisions relating to independent director under clause 49 of the listing agreement require that the Board of directors of the company having Chairman as a non-executive Director shall have an optimum combination of executive and non-executive directors with not less than _____ of the Board of directors comprising of independent directors:
- a) 20% b) 25%
 c) 33.33% d) 50%
 e) None of the above
16. The normal limit on FIIs investment under Portfolio Investment scheme for a listed company in India is _____ of the paid up share capital of the company:
- a) 50% b) 51%
 c) 49% d) 24%
 e) None of the above

17. The shareholding pattern of a listed company has to be filed, for every quarter, with the Stock Exchanges within _____ days of the month following the end of the quarter:
- a) 7
 - b) 15
 - c) 21
 - d) 30
 - e) None of the above
18. Under Companies Act 1956 the maximum time period for issuance of redeemable preference shares is:
- a) 5 years
 - b) 10 years
 - c) 15 years
 - d) 20 years
 - e) None of the above
19. Current account deficit of a country measures the excess of:
- a) Monetary value of imports of goods and services over the monetary value of exports of goods and services
 - b) Monetary value of exports of merchandise over the monetary value of imports of merchandise
 - c) Monetary value of imports of goods over the monetary value of exports of goods during a year
 - d) Excess of Govt. expenditure over income, including short receipts of foreign capital over withdrawal of foreign capital
 - e) None of the above
20. If the target of the Central Bank is to reduce the rate of inflation in the economy, it should not:
- a) Raise the Cash Reserve Ratio (CRR)
 - b) Reduce the bank rate
 - c) Raise the Repo rate
 - d) Raise the Statutory Liquidity Ratio (SLR)
 - e) None of the above
21. Select the odd one out:
- a) IRR
 - b) NPV
 - c) REPO
 - d) ROI
 - e) None of the above

22. _____ means "adhere to the decision and do not unsettle things which are established":
- a) Stare decisis
 - b) Ratio decidendi
 - c) Obiter dicta
 - d) Sua-Sponte
 - e) None of the above
23. If a new contract is substituted in place of an existing contract, it is called:
- a) Alteration
 - b) Novation
 - c) Rescission
 - d) Waiver
 - e) None of the above
24. The meaning of legal maxim 'mens rea' is:
- a) A guilty mind
 - b) Immediate profits
 - c) During litigation
 - d) A pending suit
 - e) None of the above
25. Under Companies Act 1956 when a poll is demanded by members on any matter (other than election of Chairman of the meeting or adjournment of the meeting), the Chairman should decide the time and conduct the poll within _____ from the time when the demand for poll was made by the members:
- a) 4 Hours
 - b) 12 Hours
 - c) 24 Hours
 - d) 48 Hours
 - e) None of the above
26. Bonus should be paid to the employees within how many months from the close of the accounting year:
- a) 2 Months
 - b) 6 Months
 - c) 8 Months
 - d) 10 Months
 - e) None of the above
27. What is the minimum number of employees required in an establishment for it to come under the purview of the Payment of Gratuity Act, 1972:
- a) 10
 - b) 15
 - c) 20
 - d) 25
 - e) None of the above
28. The Provident fund for every month is to be deposited in the Government accounts within _____ days from the close of the month:

34. A listed company is required to give _____ days prior notice to the Stock Exchanges about the date of its Board meeting for consideration of quarterly financial results:

- a) 5
- b) 7
- c) 10
- d) 15
- e) None of the above

35. The ratio of rate of change in share price of a Company to the rate of change in Index is called:

- a) Delta
- b) Alfa
- c) Beta
- d) Gama
- e) None of the above

II. For questions 1 to 12 below, fill in the blanks: **1 Mark each**

1. The present basic rate (without including surcharge and Cess) of dividend distribution tax under Income Tax Act is _____%.
2. Under Companies Act 1956 a company should deliver share certificates within _____ from the date of allotment.
3. There is no separate enactment for the levy of service tax. _____ provides for the legal basis for the levy and collection of service tax in India.
4. Certificates of securities bought-back should be physically destroyed within _____ from the last date of completion of buy-back.
5. A minimum of _____ years' contributory service is required for entitlement of pension under the Employees' Pension Scheme.
6. _____% is the rate of Minimum Alternate Tax (MAT) without including surcharge and cess, for the financial year 2013-14, for Domestic Companies under Income Tax Act 1961.
7. Private key means the key of a key pair used to create a _____ as given under section 2(1)(zc) of the Information Technology Act, 2000.
8. A licence does not transfer any _____ in the property and the licensee has no right to possession.
9. Under listing agreement the time gap between two record dates/book closures should be at least _____.

10. Under Income Tax Act, the time limit for rectification of mistakes is a period of _____ from the end of the financial year in which the order sought to be amended was passed.
11. Under Companies Act 2013 a company may appoint more than _____ number of directors after passing a special resolution.
12. _____ of advance tax is paid upto 15th September in previous year by an individual.

III. Write full form of the following abbreviations: **1 Mark each**

LIBOR, WACC, ISIN, EPS, CAGR, MICR, WPI, DSCR

IV. Write short Answers for following: **(ATTEMPT ANY FOUR)**

3 Marks each

1. Trading Window.
2. Prior Period Items.
3. Business Responsibility Report.
4. SCORES & its features.
5. Fiscal Deficit.

V. Write difference between the following: **(ATTEMPT ANY THREE)**

4 Marks each

1. Call and Put Options.
2. Reserve and Provision.
3. Trademark and Copyright.
4. Mortgage and Hypothecation.

VI. Answer the following in brief: **3 Marks each**

1. Under Companies Act 1956 your company, which is a public limited company wishes to make investments in shares of a company. The total investment exceeds the statutory limit stipulated by the Companies Act, 1956. What are the formalities to be complied with in this regard.

2. The Directors' Report of XYZ Ltd. for the financial year ended 31st March, 2013 has been dated 10th May, 2013, whereas the Auditors' Report for the same period is dated 12th May, 2013. Explain this situation with reasons.
3. As a Company Secretary of ABC Ltd. What will be your advice, under Companies Act 2013, when a loan is proposed to be given to a director of the Company.

VII Answer Questions 1 to 3 below:

(ATTEMPT ANY TWO)

6 Marks each

1. Explain the provisions related to requirement and procedure for seeking shareholders' approval through postal ballot.
2. Explain the provisions of buy-back under the Companies Act, 1956 with reference to Board resolution and shareholders' resolution. What is the maximum quantum of buy-back allowed under the Act.
3. Elaborate various provisions of the Companies Act, 2013 regarding Independent Directors.