

## SAHARE CAPITAL AND DEBENTURE

1. The shares or debentures or other interest of any member in a company shall be considered as
  - (a) Immovable property
  - (b) movable property **(Ans.)**
  - (c) property
  - (d) none of these
  
2. Every share in accompany having a share capital shall be distinguished by
  - (a) Its distinctive number **(Ans.)**
  - (b) no distinctive number
  - (c) no number
  - (d) none of these
  
3. A duplicate certificate of shares may be issued (u/s 46 of companies act 2013) if such certificate has been
  - (a) Lost
  - (b) destroyed
  - (c) multilayered
  - (d) all of these**(Ans.)**
  
4. The difference between authorized capital and paid-up capital of a company is called
  - (a) Capital reserve
  - (b) reserve capital **(Ans.)**
  - (c) reserve amount
  - (d) none of these
  
5. Equity share capital may have varying rights as to
  - (a) Dividends
  - (b) voting **(Ans.)**
  - (c) other rights as per the rules
  - (d) all of these
  
6. What will be maximum buy back of the aggregate of paid-up capital and free reserve of the company?
  - (a) 20%
  - (b) 25% **(Ans.)**
  - (c) 30%
  - (d) none of the above
  
7. For the purpose of buy back , a company may issue
  - (a) Out of free reserve
  - (b) securities premium account
  - (c) proceeds of the issue of any share or other specified securities
  - (d) all of these**(Ans.)**
  
8. How many years after the commencement of business can a company issue sweat equity shares?
  - (a) 1 year**(Ans.)**
  - (b) 2 years
  - (c) 3 years
  - (4) none of these
  
9. A company may issue fully paid bonus shares to its members
  - (a) Out of free reserve
  - (b) securities premium account
  - (c) capital redemption reserve account
  - (d) all of these**(Ans.)**
  
10. The share premium amount must be transferred to a separate account called
  - (a) Securities premium account **(Ans.)**
  - (b) share premium account
  - (c) special reserve account
  - (d) none of these

11. Dematerialized shares have  
 (a) No distinctive number (b) no share certificate  
 (c) none of these **(Ans.)**
12. Which type of debenture holders are not registered  
 (a) Redeemable debenture (b) secured debenture  
 (c) bearer debenture **(Ans.)** (d) none of these
13. Which of the following cannot be transferred as partly paid?  
 (a) Share (b) stock **(Ans.)** (c) preference share (d) none of these
14. The maximum brokerage can be  
 (a) 1.5% (b) 2.5% **(Ans.)** (c) 5% (d) none of these
15. Which type of debentures provide both dividend and interest  
 (a) Convertible **(Ans.)** (b) non-convertible (c) secured  
 (d) none of these
16. Which one is considered a security for debt of the company  
 (a) Share (b) lien of share **(Ans.)** (c) forfeiture of share  
 (d) none of these
17. Preference shares normally be redeemed within a period of  
 (a) 5years (b) 10 years (c) 20 Years **(Ans.)** (d) none of these
18. Uncalled capital of a company is called  
 (a) Capital Reserve (b) reserve capital **(Ans.)** (c) called capital  
 (d) none of these
19. Who cannot act as underwriters  
 (a) Axis bank (b) SBI Merchant Bank  
 (c) Tarun sethia **(Ans.)** (d) none of these
20. The articles of a company permit the company to pay dividends in proportion to the amount of  
 (a) Paid- up capital (b) paid –up capital of each share **(Ans.)**  
 (c) profit earned (d) none of these
21. Which section of the companies Act. 2013 states that any shares issued by a company at discounted price shall be void?  
 (a) Section 53 **(Ans.)** (b) section 54 (c) section 55  
 (d) none of these
22. The articles of company do not permit the company to issue new shares other than the existing share holders as decided in the case  
 (a) Malahati tea syndicate ltd. Vs Revenue officer.  
 (b) Boreland’s Trustee Vs Steel brothers and Co. Ltd.  
 (c) Gas meter Co. Ltd. Vs Disphragm and Gneral Leather Co. Ltd. **(Ans.)**  
 (d) None of these.

## CORPORATE MEETINGS

1. Which of the following type of companies need not hold annual general meeting (AGM)?  
(a) One person company **(Ans.)** (b) Private limited company  
(c) public Limited Company (d) none of these
2. The gap between two AGM should not be more than  
(a) 12 months (b) 15 months**(Ans.)** (c) 18 months (d) None of these
3. Within how many days of closing of the financial year, should the first AGM be called?  
(a) 3 months (b) 6 months**(Ans.)** (c) 9 months (d) none of these
4. When a meeting cannot be held due to quorum , the meeting shall automatically stand  
(a) Deferred (b) adjourned**(Ans.)** (c) postponed  
(d) none of these
5. A person can act as proxy on behalf of  
(a) People not exceeding 50 members  
(b) Not more than 10% of the total share capital of the company carrying voting right  
(c) Bath (a) and (b) **(Ans.)**  
(d) None of these
6. The chairman of a meeting shall be elected  
(a) as per articles  
(b) By show of hands  
(c) By poll  
(d) all of these**(Ans.)**
7. A proxy  
(a) Shall not have the right to speak  
(b) Shall not be entitled to vote  
(c) Shall not be entitled to vote except on a poll **(Ans.)**  
(d) None of these
8. How many days notice is required for holding a board meeting?  
(a) 7 days **(Ans.)** (b) 15 days (c) 21 days (d) None of these
9. The matters to be discussed in a meeting are together called  
(a) Resolution (b) Motion (c) Agenda **(Ans.)**  
(d) none of these
10. A general meeting of a company may be called by giving a notice  
(a) Not less than 7 days (b) Not less than 15 days  
(c) not less than clear 21 days**(Ans.)** (d) none of these

11. The minimum no members required to be present in a meeting is called  
(a) Quorum **(Ans.)** (b) Quotient (c) attendance (d) none of these
12. Extraordinary General Meeting deals with extraordinary matters which cannot be postponed until the  
(a) Next meeting (b) Next AGM **(Ans.)** (c) Next Board Meeting  
(d) none of these
13. The participation of directors by video conferencing shall be counted as  
(a) One third **(Ans.)** (b) two-third (c) Three fourth  
(d) none of these
14. Resolution by circulation should be passed by the Board or committee by circulation unless resolution is circulated in draft form to all the directors or members of the committee and is approved by  
(a) one third of the directors or members  
(b) 49% of the directors or members  
(c) Majority of directors or members **(Ans.)**  
(d) None of these
15. In case of adjourned meeting the company should inform about the time and place of the meeting with not less than  
(a) 3 days' notice **(Ans.)**  
(b) 7 days' notice  
(c) 15 days' notice  
(d) None of these
16. In which meeting of the company auditor's report should be read?  
(a) General meeting (b) Board Meeting (c) AGM **(Ans.)**  
(d) extra ordinary general meeting
17. A special resolution is passed with  
(a) 51% of majority (b) 60% of majority of members  
(c) 3/4<sup>th</sup> of the majority of the members **(Ans.)** (d) all of the above
18. In which situation rule of majority is not applicable  
(a) Fraudulent act (b) Illegal Act  
(c) the act done is ultra vires the company (d) all the above **(Ans.)**
19. Who can call extraordinary general meeting  
(a) Board (b) tribunal (c) both a & b **(Ans.)**
20. A proxy shall be deposited before..... of the meeting even if the articles provide for longer period  
(a) 24hrs. (b) 36hrs. (c) 48 hrs. **(Ans.)** (d) 72 hrs.