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UNIVERSITY OF RUHUNA
FACULTY OF MANAGEMENT AND FINANCE
Bachelor of Business Administration Degree Programme 3000 Level First
Semester End Examination (Repeat) (Old syllabus)
November/December 2021

ACC 3111– Corporate Law

Duration: Three hours

Instructions:

- **The Question Paper contains Eight (5) questions.**
- **Answer All questions.**

- (01) A). Who is a promoter of a company? (04 Marks)
- B). What are the function of Promoters? (04 Marks)
- C). “Although promoters are parents of companies, companies do not belong to the promoters”.
Do you agree with this statement? Give reasons to your answer with the support of relevant statutory provisions and Decided cases, if any. (06 Marks)
- (Total Marks 14)**

- (02) A). Who are the main types of directors? Describe in brief. (04 Marks)
- B). Can a company become a director of another company? What are the reasons to your answer? (04 Marks)
- C). “Company directors are only agents of the company appointed by the owners. Therefore, directors can do only what they are asked to do by shareholders”.
Do you agree with this statement? Give reasons to your answer. (06Marks)
- (Total Marks 14)**

(03) A). What is the meaning of the term “prospectus”?

(04 Marks)

B). What are the factors to be included in the prospectus according to the provisions of amended Companies Act No. 7 of 2007?

(04 Marks)

C). “prospectus must be always a formal document prepared by the company according to the relevant legal provisions”.

Discuss this statement with the support of relevant statutory provisions and decided cases, if any.

(06 Marks)

(Total Marks 14)

(04) A). You are required to write a short note about the possible modes, the consequences, and the process of winding up with the support of statutory provisions and decided cases, if any.

(Total Marks 14)

(05) Briefly explain any four (04) of the following with the support of relevant statutory provisions and decided cases, if any.

- (i) Company name
- (ii) Articles of association
- (iii) Pre-incorporation contracts
- (iv) Annual general meeting
- (v) Share register
- (vii) Share index

(3.5 Marks each)

(Total Marks 14)

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