



GL BAJAJ

Institute of Management & Research

Approved by A.I.C.T.E., Ministry of HRD, Govt. of India

Roll No.....

Plot No. 2, Knowledge Park-III, Greater Noida (U.P.) – 201306

POST GRADUATE DIPLOMA IN MANAGEMENT (2017-19)
SPECIAL MID TERM EXAMINATIONS (TERM- III)

Subject Name: **Legal Environment of Business**

Time: **1:30 hrs**

Sub. Code : **PG 21**

Max Marks: **20**

Note:

- 1. Writing anything except Roll Number on question paper will be deemed as an act of indulging in unfair means and action shall be taken as per rules.**
- 2. All questions are compulsory in Section A, B & C. Section A carries 1 Case Study with 2 questions of 4 marks each. Section B carries 3 questions of 2 marks each and Section C carries 2 questions of 3 marks each.**

SECTION - A

08 Marks

Q. 1: Read the Case Study and answer the questions given below:

Peter Feraro offered to pay Rs. 10000 to any person who would swim a hundred yards on Bombay's sea coast on the New Year's Day of 1983. A Fisherman, without any information about the offer, claimed Rs. 1000 on swimming the distance to save his life after he was accidentally thrown overboard by the rough sea waves.

- Can the Fisherman claim the money? Support your answer with reason.
- Elaborate the elements of contract involved in this case.

SECTION - B

02×03 = 06 Marks

Q. 2: An Auctioneer displays a refrigerator before a gathering in an auction shop. Is this a valid offer? Justify.

Q. 3: X agreed to give his land to a school for the library on the condition that the library would be named after him. The management agreed to the condition but later on X changed his mind. Could the management enforce the contract? Justify with reasons.

Q. 4: A bets B that in wrestling if first wrestler wins he will pay B Rs. 1000 while B bets the same in favor of second wrestler. What type of contract it is? Elaborate with reasons.

SECTION - C

03×02 = 06 Marks

Q. 5. Narendra Offers Surendra his bicycle for Rs. 200. Surendra replies 'I will pay Rs. 150'. Narendra refused to sell at this price. Surendra then gives Rs. 200 to Narendra but Narendra refused to sell his cycle. Discuss the position of parties and validity of the contract.

Q. 6. A agrees to pay B Rs. 1000 if B marries C but C marries F. Subsequently F dies and B marries C. B sues A for the payment of Rs. 1000. Decide the validity of this case with reasons.