

## **MC 502: LEGAL ASPECTS OF BUSINESS**

### **Course Objectives:**

To gain knowledge of the branches of law which relate to business transactions, certain corporate bodies and related matters. Also to understand the applications of these laws to practical commercial situations.

### **Learning Outcomes:**

- Know rights and duties under various legal Acts.
- Understand consequences of applicability of various laws on business situations.
- Develop critical thinking through the use of law cases.

### **Course Contents:**

#### **Unit I**

**(5 Weeks)**

The Indian Contract Act 1872: Meaning and Essentials of contract; Kinds of contract based on validity, formation & performance; law relating to offer and acceptance, consideration, competency to contract, free consent, void agreements, performance of contracts, discharge of contracts, breach of contracts and quasi contract; Special contracts: contract of indemnity and guarantee, bailment and pledge, and agency.

#### **References:**

Kucchal M. C. & Kucchal Vivek, Business Legislation for Management, Vikas Publishing House (P) Ltd.: Part I

#### **Unit II**

**(2 Weeks)**

Sale of Goods Act 1930: Sale and agreement to sell, implied conditions and warranties, sale by non-owners, rights of unpaid seller.

Negotiable Instruments Act 1881: Meaning of negotiable instruments, type of negotiable instruments, promissory note, bill of exchange, cheque.

#### **References:**

Kucchal M. C., Business Law/Mercantile Law, Vikas Publishing House (P) Ltd.: Part II & Part IV

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### **Unit III**

**(2 Weeks)**

The Companies Act 2013: Meaning and types, Incorporation, Memorandum & Articles of association, Prospectus, Issue of shares and bonus shares, rights issue, sweat equity, role of directors, share qualification, company meetings.

The Limited Liability Partnership Act 2008: Meaning and nature of limited partnership, formation, partners & their relations, extent and limitation of liability.

#### **References:**

Kucchal M. C. & Kucchal Vivek, Business Legislation for Management, Vikas Publishing House (P) Ltd.: Part IV

Kapoor G. K. & Dhamija Sanjay, Company Law and Practice-A comprehensive text book on Companies Act 2013, Taxmann: Chapter 1, 2, 3, 4, 5, 6, 7, 14, 16, 17

### **Unit IV**

**(3 Weeks)**

Consumer Protection Act 1986: Objectives and machinery for consumer protection, defects and deficiency removal, rights of consumers. The Right to Information Act 2005: Salient features and coverage of the act, definition of terms information, right, record, public authority; obligations of public authorities, requesting information and functions of PIO. Information Technology Act 2000: The rationale behind the act, Digital signature and Electronic signature, Electronic Governance

#### **References:**

Kucchal M. C. & Kucchal Vivek, Business Legislation for Management, Vikas Publishing House (P) Ltd.: Part VI & Part VIII

#### **Textbooks:**

1. Kucchal M. C., Business Law/Mercantile Law, Vikas Publishing House (P) Ltd.
2. Kucchal M. C. & Kucchal Vivek, Business Legislation for Management, Vikas Publishing House (P) Ltd.
3. Kapoor G. K. & Dhamija Sanjay, Company Law and Practice-A comprehensive text book on Companies Act 2013, Taxmann.

## **LEGAL ASPECTS OF BUSINESS**

### **Additional Readings:**

1. Singh Avtar, Principle of Mercantile Law, Eastern Book Company.
2. Kapoor Gulshan, Business Law. New Age International Pvt. Ltd Publishers.
3. Maheshwari & Maheshwari, Principle of Mercantile Law, National Publishing Trust.
4. Aggarwal Rohini, Mercantile & Commercial Law, Taxmann.

### **Teaching Learning Process:**

Lecture, discussion, PowerPoint presentations. Course contents shall be discussed in the light of relevant case laws.

### **Assessment Methods:**

- Internal Assessment: 25 marks
- Written Theory Exam: 75 marks

### **Keywords:**

Indian Contract Act, Sale of Goods Act, Companies Act, Limited Liability Partnership Act, Consumer Protection Act, Right to Information Act, Information Technology Act.