SBOA SCHOOL AND JUNIOR COLLEGE – CHENNAI – 101

STD –XI

BUSINESS STUDIES

FORMATION OF A COMPANY

1. A public Company with sharecapital is required to file a document with the Registrar of Companies in case it does not want to make a public issue through Prospectus. Name this Document.
2. Shakthi Ltd. Issues 1,00,000 shares of Rs. 10 each for public subscription . Application (along with money) are received for 80,000 shares. Can the Company allot these shares? Explain.
3. "A promoter is called Parent of the Company. Do you agree? Explain the steps taken by the promoters in the promotion of a company.
4. Differentiate between Memorandum of Association and Articles of Association on the basis of :
   i) Objective ii) Relationship iii) Validity iv) Alteration v) Necessity vi) Position.
5. Memorandum of Association is the fundamental document of a Company. Explain briefly the six clauses of Memorandum of Association.

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