

**LAGOS CITY POLYTECHNIC, IKEJA**  
**SCHOOL OF MANAGEMENT AND BUSINESS STUDIES**  
**DEPARTMENT OF BUSINESS ADMINISTRATION**  
**2016/2017 SEMESTER EXAMINATION**

<b>COURSE TITLE:</b> COMPANY LAW	<b>NO OF QUESTIONS :</b> 6
<b>COURSE CODE:</b> BAM 424	<b>TIME ALLOWED:</b> 2 HRS
<b>FOR WHOM:</b> HND II BS	<b>FT</b>
<b>ANSWER ANY</b>	<b>INSTRUCTIONS:</b>

**FOUR QUESTIONS**

1. Ahmadu, Pascal, Ego and Tont are 14, 18, 21, and 22 years respectively. These subscribers intend to incorporate a company called APET Nigeria Plc. But Ego and Tonto are insane. They subscribed to the memorandum and articles of association with share capital of N50,000. Upon incorporation, these subscribers intend to appoint Professor Jalingo, a professor of English as the company secretary.
  - (a) Identify the legal issues arising from the above.
  - (b) Assuming the company to be formed is a company limited by guarantee with the same objects as APET Nigeria Plc, comment on the legality thereof.
  
2. One of the changes made by the Companies and Allied Matters Act, 1990 is the establishment of a body known as the Corporate Affairs Commission. Discuss the status and composition of the Commission in line with the provisions of the Act.
  
3. Write short notes on the following:
  - (a) Debenture
  - (b) Shares
  - (c) A company limited by shares
  - (d) A company limited by guarantee
  - (e) An unlimited company
  
4. **Section 244 (1)** of Companies and Allied Matters Act (CAMA) provide thus:
 

*Directors of a company registered under this Act are persons duly appointed by the company to direct and manage the business of the company*

Discuss the duties of directors of a company in line with the above provisions.
  
5. Mr. Bonnyface is a wealthy business man and through his connection with the Federal Government has won a contract worth billions of naira. However, he is face with a challenge as the company with which to execute the contract is not register and he has decided to incorporate a company to carry out the contract.
  
6. Enumerate contents of a memorandum and articles of association of a company registered under the Act.