



MURANGA UNIVERSITY COLLEGE

(A constituent College of Jomo Kenyatta University of Agriculture & Technology)

MAIN CAMPUS

ORDINARY UNIVERSITY EXAMINATIONS

2014/2015 ACADEMIC YEAR

SECOND YEAR THIRD SEMESTER EXAMINATIONS

FOR THE DIPLOMABUSINESS MANAGEMENT.

COURSE CODE: DBA1211

COURSE TITLE: BUSINESS LAW

DATE: 21ST APRIL 2015

TIME: 2HOURS

INSTRUCTIONS TO CANDIDATES

- 1) Question **one** is compulsory
- 2) Attempt any other **two** questions

QUESTION ONE

- a) Define the term law and describe the *six* main sources of Kenya law (14mks)
- b) Outline *seven* rules governing acceptance under the law of contract (7mks)
- c) Explain the meaning of illegal contract. Highlight seven contracts which are considered illegal (9mks)

QUESTION TWO

- a) Explain *five* duties of an agent (10mks)
- b) Highlight *five* ways in which a partnership can be dissolved under sec 36,37 and 38 of partnership act (10mks)

QUESTION THREE

- a) What is your understanding of "nemo dat quad non habet". Explain eight exceptions to this rule (10mks)
- b) Explain *five* remedies available to a buyer where a seller is in breach of contract of sale of goods (10mks)

QUESTION FOUR

- a) Explain *five* implied terms in hire purchase (10mks)
- b) Highlight five ways of discharging a bill (10mks)

QUESTION FIVE

- a) Explain *five* benefits businessmen gain from settling their disputes through arbitration (10mks)
- b) Explain *five* principles of insurance (10mks)