



## **MURANGA UNIVERSITY COLLEGE**

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

### **MAIN CAMPUS**

### **SPECIAL/SUUPLEMENTARY UNIVERSITY EXAMINATIONS**

**2015/2016 ACADEMIC YEAR**

### **SECOND YEAR SEMESTER ONE EXAMINATIONS**

**FOR THE DIPLOMA BUSINESS MANAGEMENT (ACC OPTION)**

**COURSE CODE: DBA1211**

**COURSE TITLE: BUSINESS LAW**

**DATE:**

**TIME: 3 HOURS**

#### **INSTRUCTIONS TO CANDIDATES**

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

### **QUESTION ONE**

- a) Define the term 'law' and describe the five main sources of Kenya law (12mks)
- b) Explain five essential elements of a valid contract (10mks)
- c) Explain the meaning of illegal contract. Highlight seven contracts which are considered illegal (8mks)

### **QUESTION TWO**

- a) Explain five duties of an agent (10mks)
- b) Highlight five ways in which a partnership can be dissolved without a court order under sec 36,37 and 38 of partnership act (10mks)

### **QUESTION THREE**

- a) Give the meaning of "nemo dat quad non habet". State 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) Outline five defences of a trespass to land (10mks)
- b) Explain five principles of insurance (10mks)