



# **MURANGA UNIVERSITY COLLEGE**

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

**MAIN CAMPUS**

**SPECIAL UNIVERSITY EXAMINATIONS**

**ACADEMIC YEAR 2014/2015**

**FIRST YEAR SEMESTER ONE EXAMINATIONS**

**FOR THE DIPLOMA COOPERATIVE MANAGEMENT.**

**COURSE CODE: BS 1111**

**COURSE TITLE: COMPANY LAW**

**DATE: 3<sup>TH</sup> AUGUST 2015**

**TIME: 2.00-4.00pm**

## **INSTRUCTIONS TO CANDIDATES**

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

### **QUESTION ONE**

- a) Explain circumstances under which a director vacates office **(10marks)**
- b) Explain five methods of public issue **(10marks)**
- c) Discuss the role of company meetings **(10marks)**

### **QUESTION TWO**

- a) Distinguish between a company and a cooperative society. **(8 marks)**
- b) Explain the circumstances under which a court would lift the veil of incorporation. **(12 marks)**

### **QUESTION THREE**

Amos and Josh wish to venture into business. However, they are not sure whether to trade as a partnership or a private limited company and seek your advice.

- a) Advise them on the disadvantages of trading as a private limited company. **(12 marks)**
- b) Discuss the legal consequences of incorporation of a company. **(8 marks)**

### **QUESTION FOUR**

- a) In relation to the law relating to meetings under company law, discuss the five requisites of a valid meeting **(10marks)**
- b) Explain the rights of auditor of a company. **(10 marks)**