



MURANGA UNIVERSITY COLLEGE

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

MAIN CAMPUS
ORDINARY UNIVERSITY EXAMINATIONS
2014/2015 ACADEMIC YEAR
FIRST YEAR SECOND SEMESTER EXAMINATIONS
FOR THE DIPLOMA OF COMMERCE

COURSE CODE: CIB 0106

COURSE TITLE: BUSINESS LAW

DATE: 17TH APRIL 2015-04-15

TIME:

SECTION A:

QUESTION ONE:

- a) What is the purpose of the Kenyan insurance bill of 2011? (6 marks)
 - b) What key areas has the draft bill of 2011 focused on? (10 marks)
 - c) Explain the procedure of forming a company (7 marks)
 - d) Explain the term corporate responsibility, and explain the history of the term corporate responsibility? (7marks)
- (TOTAL 30)

SECTION B:

QUESTION TWO:

- a) What is a tort? (2marks)
- b) In how many ways can legislation be classified, explain giving citations? (6marks)
- c) A court is a judicial fundamental unit in the process of dispensation of justice so explain the hierarchy of the court system, and its set up? (12 marks)

QUESTION THREE:

- a) Define the two elements of a contract? (2 marks)
- b) What are the essential elements of a valid contract (10 marks)
- c) List some of the features of an illegal agreement? (5 marks)
- d) Elucidate ways in which contracts can be classified according to mode of formation? (3marks)

QUESTION FOUR:

- a) Write notes on the separation of title according to the sale of goods act? (10 marks)
- b) Explain implied terms in hire purchase contract? (10 marks)