



MURANGA UNIVERSITY COLLEGE

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

MAIN CAMPUS

MAIN UNIVERSITY EXAMINATIONS

2015/2016 ACADEMIC YEAR

FIRST YEAR SEMESTER TWO EXAMINATIONS

FOR THE CERTIFICATE BUSINESS MANAGEMENT.

COURSE CODE: CIB 0106

COURSE TITLE: BUSINESS LAW

DATE: 18TH APRIL 2015

TIME: 2HOURS

INSTRUCTIONS TO CANDIDATES

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

QUESTION ONE

- a) Describe the **SIX** main sources of Kenya law (14mks)
- b) Law is broadly defined as a set of enforceable rules and principles intended to regulate and guide human conduct. Using relevant examples, explain **SEVEN** key functions of law. (7mks)
- c) Explain the meaning of illegal contract. Highlight seven contracts which are considered illegal (9mks)

QUESTION TWO

- a) Describe the general defences which can be raised by defendant in any action in tort (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) Explain **FIVE** reasons why businessmen prefer to settle their disputes by arbitration rather than open court (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) Explain **FIVE** ways of discharging a bill (10mks)

QUESTION FIVE

- a) Explain **FIVE** documents used in international trade (10mks)
- b) In relation to the law and insurance, list and explain **FIVE** important principles of insurance. Support your answers using relevant examples. (10mks)