



UNIVERSITY OF KABIANGA
UNIVERSITY EXAMINATIONS
2015/2016 ACADEMIC YEAR
FIRST YEAR SECOND SEMESTER EXAMINATION
FOR THE DEGREE OF
BACHELOR OF BUSINESS MANAGEMENT

COURSE CODE: BBM 109

COURSE TITLE: BUSINESS LAW

DATE: 14TH APRIL, 2016

TIME: 9.00 A.M. - 12.00 NOON

INSTRUCTIONS TO CANDIDATES

- SEE INSIDE

THIS PAPER CONSISTS OF (2) PRINTED PAGES

PLEASE TURN OVER

MAIN CAMPUS

UNIVERSITY OF KABIANGA
UNIVERSITY EXAMINATION FOR 2015/16 ACADEMIC YEAR
MAIN EXAMINATION FOR BBM 109: BUSINESS LAW
FIRST YEAR, SECOND SEMESTER EXAMINATION

INSTRUCTION: ANSWER QUESTION ONE AND ANY OTHER THREE QUESTIONS

QUESTION ONE

- a) Explain the grounds upon which a court of law may declare a marriage null and void. (8 Marks)
- b) In relation to the law of contracts, describe the following types of contracts:
 - i) Illegal contract:
 - ii) Implied contract: (10 Marks)
- c) Pursuant to the law of insurance, name and explain any **FOUR** principles of insurance. (7 Marks)

✓ **QUESTION TWO**

- a) Tort is defined as an act/omission which prejudicially affects a person in some legal private right. Briefly explain the following general defenses as applied in the law of torts:
 - i) Volenti non fit injuria
 - ii) Act of God. (9 Marks)
- b) Pursuant to the Partnership Act Cap 29 of 1934, list and explain any **FIVE** ways of Terminating/Dissolving of partnership. (6 Marks)

QUESTION THREE

- a) Sources of law refer to various factors which contribute to and determine the content of law and the organs through which laws are created. Describe the following sources of law:
 - i) African Customary law
 - ii) Subsidiary/Delegated legislation (8 Marks)
- b) Explain the composition and powers of the Judicial Service Commission in your country. (7 Marks)

✓ **QUESTION FOUR**

- a) In relation to Hire Purchase Act Cap. 507 of the laws of Kenya, describe the differences between:
 - i) Cash sale
 - ii) Credit sale
 - iii) Conditional sale (10 Marks)
- b) Highlight the main functions of the Judiciary as an arm of the government. (8 Marks)

QUESTION FIVE

- a) Law refers to a set of rules or principles that govern the conduct of affairs in a given community at a given time. Explain any **FIVE** characteristics of the Laws of state in Kenya. (6 Marks)
- b) Negotiable instrument is a written document transferable by delivery. Discuss the following negotiable instruments:
 - i) Bill of exchange
 - ii) Cheques (10 Marks)

✓ **QUESTION SIX**

- a) In respect to Sales of goods Act Cap 31, describe the essential characteristics of the contract of sales of goods. (8 Marks)
- b) An agent is a person employed to do an act for another or represent another in dealing with the third parties. List and explain any **FIVE** duties of an agent has towards his principal. (7 Marks)