



KENYATTA UNIVERSITY

UNIVERSITY EXAMINATIONS 2018/2019

SECOND SEMESTER EXAMINATION FOR THE DEGREE OF
BACHELOR OF COMMERCE

BBA 401: COMPANY LAW

DATE: Tuesday, 26th March 2019

TIME: 4.30 p.m. - 6.30 p.m.

INSTRUCTIONS:

Answer three questions.

Question one is compulsory.

1. (i) Explain the legal position of a promoter. (5 marks)
(ii) Discuss the implication incorporation of a company. (5 marks)
(iii) Explain the following: (5 marks)
 - (a) Doctrine of indoor management.
 - (b) Doctrine of constructive management.
- (iv) Explain circumstance of lifting veil of incorporation. (15 marks)
2. Explain the process of winding up a company. (20 marks)
3. Discuss the clauses of Memorandum of Association. (20 marks)
4. Explain the role of a director and discuss how a director can be removed from office. (20 marks)
5. (i) Explain the significance of company meetings. (10 marks)
(ii) Explain the process of acquiring shares of a company. (10 marks)