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**KIRIRI WOMENS' UNIVERSITY OF SCIENCE AND TECHNOLOGY
UNIVERSITY EXAMINATION, 2020/2021 ACADEMIC YEAR
THIRD YEAR, FIRST SEMESTER EXAMINATION
FOR THE DEGREE OF BACHELOR OF EDUCATION ARTS**

Date: 11th December, 2020
Time: 2.00pm – 4.00pm

KBA 2301 - BUSINESS LAW

INSTRUCTIONS TO CANDIDATES

ANSWER QUESTION ONE (COMPULSORY) AND ANY OTHER TWO QUESTIONS

QUESTION ONE (30 MARKS)

- a) Law can be classified with reference to the subject matter of the case – criminal law and civil law. A person who steals another's property may be prosecuted for theft and sued by the owner of the property, either for the recovery of the property itself or paid for damages. Using examples, differentiate between civil law and criminal law. (10 Marks)
- b) Girls-up collections is a retail shop dealing with beauty products. They are now selling their products at half price so as to clear stocks. Explain how the offer can be terminated through lapsing. (8 Marks)
- c) Person A (a minor) promised to sell an item to Person B. Justify non-existence of a contract between A and B by explaining the essentials of a valid contract. (12 Marks)

QUESTION TWO (20 MARKS)

- a) Cheques, Bills of exchange and promissory notes are negotiable instruments used in Commercial transactions. Explain the characteristics of negotiable instruments. (10 Marks)
- b) Using examples, explain five purposes of the law. (10 Marks)

QUESTION THREE (20 MARKS)

- a) Using examples provide a clear distinction between a contract and a tort. (10 Marks)
- b) Explain five disadvantages of the law. (10 Marks)

QUESTION FOUR (20 MARKS)

- a) It is imperative to understand the content of a contract and its implications. Under what circumstance can a contract be rendered void or voidable. (10 Marks)
- b) An agent is engaged to bring about a contract between the principal and the third party; hence it is vital that both possess contractual capacity. Discuss the five different types of agents (10 Marks)

QUESTION FIVE (20 MARKS)

- a) Dissolution of partnership can occur without any order of the court. Explain the specific circumstances in which this can be considered. (12 Marks)
- b) Explain four differences between sale and an agreement to sell. (8 Marks)

