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KIRIRI WOMEN'S UNIVERSITY OF SCIENCE AND TECHNOLOGY
UNIVERSITY EXAMINATION, 2024/2025 ACADEMIC YEAR
FIRST YEAR, SECOND SEMESTER EXAMINATION
FOR THE CERTIFICATE IN BANKING AND FINANCE
CBF 206: INTRODUCTION TO BUSINESS LAW

Date:9THApril,2024
Time:2.30PM-4.30PM

INSTRUCTIONS TO CANDIDATES

ANSWER QUESTION ONE (COMPULSORY) AND ANY OTHER TWO QUESTIONS

QUESTION ONE (30 MARKS)

- a) State the constituents of the sale of good contract. (6 MARKS)
- b) Describe the following terms as used in the law of contract: (6 MARKS)
- i. Offeree
 - ii. Acceptance
 - iii. Counter-offer
- c) Outline the rights of a partner as described in the partnership form of business ownership. (6 MARKS)
- d) Explain circumstances that create the exceptions for the rule “no consideration, no contract.” (6 MARKS)
- e) Describe the importance of studying business law. (6 MARKS)

QUESTION TWO (20 MARKS)

- a) Pamela wrote to Muhadi offering to sell his car to him at Sh.500, 000. Muhadi accepted Pamela's offer subject to the price being reduced to Sh.450, 000. It has become apparent that Pamela is not willing to sell the car at Sh.450, 000. Muhadi now writes to Pamela agreeing to buy the car at Sh.500,000 but Pamela responds that he has already sold it to a third party. Muhadi is upset and comes to you for advice. Advise Muhadi on the legal position focusing on how offers can be terminated. (8 MARKS)
- b) Illustrate how termination of employment can be initiated by either of the parties to a contract of employment. (8 MARKS)
- c) Highlight consumer rights as stipulated in the Consumer Protection Act. (4 MARKS)

QUESTION THREE (20 MARKS)

- a) Explain the significance of the Consumer Protection Act 2012. (8 MARKS)
- b) Distinguish between sole proprietorship and partnership forms of business ownership. (8 MARKS)
- c) Discuss the Law of Minimum Wage as depicted in the Regulation of Wages Amendment (General)(Amendments) Order, 2022. (4 MARKS)

QUESTION FOUR (20 MARKS)

- a) Describe the principles of insurance law. **(8 MARKS)**
- b) Explain the various components of a valid contract. **(8 MARKS)**
- c) Outline the duties agents have to their principals as accounted by the law of agency. **(4 MARKS)**

QUESTION FIVE (20 MARKS)

- a) Describe the law formation process through Parliament of Kenya. **(8 MARKS)**
- b) Discuss the emerging issues and trends in business law. **(8 MARKS)**
- c) Discuss the following employee rights: **(4 MARKS)**
 - i. Maternity
 - ii. Equality