GARISSA UNIVERSITY COLLEGE

(A Constituent College of Moi University)

UNIVERSITY EXAMINATION 2016/2017 ACADEMIC YEAR <u>ONE</u> <u>SECOND</u> SEMESTER EXAMINATION

SUPPLEMENTARY/SPECIAL EXAMINATION

SCHOOL OF BUSINESS AND ECONOMICS

FOR THE DEGREE OF BACHELOR BUSINESS MANAGEMENT

COURSE CODE: BBM 107

COURSE TITLE: BUSINESS LAW 1

EXAMINATION DURATION: 3 HOURS

DATE: 26/09/17   **TIME: 9.00-5.00 PM**

INSTRUCTION TO CANDIDATES

- **The examination has SIX (6) questions**

- **Question ONE (1) is COMPULSORY**

- **Choose any other THREE (3) questions from the remaining FIVE (5) questions**

- **Use sketch diagrams to illustrate your answer whenever necessary**

- **Do not carry mobile phones or any other written materials in examination room**

- **Do not write on this paper**

This paper consists of TWO (2) printed pages   *please turn over*

QUESTION ONE (COMPULSORY)

(a) Define the following terms:
    i.   Law **[2 marks]**
    ii.   Morality **[2 marks]**
    iii. Contract **[2 marks]**
    iv. Tort **[2 marks]**

(b) Highlight the various classifications of bills. **[3 marks]**

(c) Which are the reasons that result in need for delegated legislation

(d) Distinguish between express and implied contract. **[4 marks]**

(e) What does "Damnum sine injuria' means **[2 marks]**

(f) Describe the concept of persons or legal personality. **[3 marks]**

QUESTION TWO

(a) The capital of a company is usually divided into a number of classes. Describe the different classes or types of shares. **[9 marks]**

(b) Highlight the main purposes of law**. [6 marks]**

QUESTION THREE

(a) Clearly outline the essentials of a valid contract **[9 marks]**

(b) State and explain the main divisions of civil law. **[6 marks]**

QUESTION FOUR

(a) Explain the various sources of law in Kenya. **[10 marks]**

(b) Give a detailed outline of the contracts that must be evidenced by writing. **[5 marks]**

QUESTION FIVE

(a) Discuss the primary functions of law of torts. **[8 marks]**

(b) Outline the stages a bill passes into becoming law. **[7 marks]**

QUESTION SIX

(a) Briefly discus the advantages and disadvantages of arbitration **[8 marks]**

(b) Write short notes on
    i.   Criminal law **[3 marks]**
    ii.   Civil wrong **[4 marks]**