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**GARISSA UNIVERSITY**

**UNIVERSITY EXAMINATION 2017/2018 ACADEMIC YEAR FOUR**

**SECOND SEMESTER EXAMINATION**

**SCHOOL OF BUSINESS AND ECONOMICS**

**FOR THE DEGREE OF BACHELOR OF BUSINESS MANAGEMENT**

**COURSE CODE: BBM 215**

**COURSE TITLE: BUSINESS LAW II**

**EXAMINATION DURATION: 3 HOURS**

**DATE: 10/08/18 TIME: 09.00-12.00 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)**

1. What do you understand by the term “future goods” under Sale of Goods? **[1 Mark]**
2. What are the various rights of the unpaid seller, under “Sale of Goods Act” **[10 Marks]**
3. “The relationship between principal and agent creates obligations for both parties” Discuss the nature of the agent’s obligations to the principal and the remedies available to the principal if those are not fulfilled **[12 Marks]**
4. Explain various ways under which a contract of agency can be terminated by operation of law **[3 Marks]**

**QUESTION TWO**

1. In contract of insurance, explain the duty of disclosure that rests on the assured. What is meant by insurable interest? **[7 Marks]**
2. Discuss the meaning of negotiability and highlight the differences between cheque and other bills **[8 Marks]**

**QUESTION THREE**

1. What is the basis of legal distinction between real and personal property? **[7 Marks]**
2. Explain various ways of acquiring ownership of property **[8 Marks]**

**QUESTION FOUR**

1. Elucidate the ground of dissolution of a partnership firm **[5 Marks]**
2. In relation to cheques explain the types of crossing that may appear. What is the legal effect of such crossings? **[10 marks]**

**QUESTION FIVE**

1. What are the author’s rights under the Copyright Act? **[5 Marks]**
2. What are the disabilities of an undischarged bankrupt **[5 Marks]**
3. Discuss the remedies available to the creditor if the debtor defaults on payment under hire purchase [**5 Marks]**

**QUESTION SIX**

Write short notes on the following

1. Life assurance **[2 Marks]**
2. Auctioneers **[2 Marks]**
3. Lease under law of property **[2 Marks]**
4. Rights of pledge **[2 Marks]**
5. Role of patent in development of a nation [**3 Marks]**
6. “Dead freight” under Carriage of goods by sea **[2 Marks]**
7. Types of partnership **[2 Marks]**