



JARAMOGI OGINGA ODINGA UNIVERSITY OF SCIENCE AND TECHNOLOGY
SCHOOL OF BUSINESS & ECONOMICS
UNIVERSITY EXAMINATION FOR THE DEGREE OF BACHELOR OF BUSINESS
ADMINISTRATION WITH IT
1ST YEAR 2ND SEMESTER 2023/2024 ACADEMIC YEAR
MAIN & KISUMU CAMPUS

COURSE CODE: BEB 1202

COURSE TITLE: BUSINESS LAW 1

EXAM VENUE: LAB 16

DATE: 29/04/2024

EXAM SESSION: 9.00 – 11.00 AM

TIME: 2 HOURS

INSTRUCTIONS:

- 1. Answer Question ONE (COMPULSORY) and ANY other 2 questions**
- 2. Candidates are advised not to write on the question paper.**
- 3. Candidates must hand in their answer booklets to the invigilator while in the examination room.**

- 1) While still an infant, Anthony a student was given a loan of KShs.300,000/= by his lecturer and entered into an undertaking to repay the loan by six annual installments of KShs.50,000/= each. Six months after attaining the age of majority [full age] Anthony decided to ratify his undertaking with the lecturer. Discuss his Legal position. (30 marks)
- 2) a) Define Bankruptcy and State the acts of Bankruptcy. (8 marks)
- b). Explain the sequences of events to be followed in having a party adjudged Bankrupt. (12 marks)
- 3)
- (a) What is meant by Negotiable instruments? Explain the manner in which a discharge of negotiable instruments affects the parties to the instruments. (7marks)
- (b) What are the Implied Terms of a Partnership Agreement. (7 marks)
- (c) What do you understand by the term;-
- i. Endorsements
 - ii. Restrictive crossing of a Cheque
 - iii. Acceptor for honor (6 marks)
- 4)
- (a) Who is a Del credere agent? (5 marks)
- (b) Unpaid seller right against a Buyer (5 marks)
- (c) Sale by a merchandise agent (5 marks)
- (d) Ways upon which a contract may be discharged or terminated (5 marks)
- 5)
- (a) Contracts can be classified in various ways. Explain the manner in which it is classified according to validity. (5 marks)
- (b) Define the tort of defamation and explain the defences available to a defendant. (5 marks)
- (c) Define the term 'goods' as used in the Sale of Goods Act and distinguish a contract for the sale of goods and a contract for Hire Purchase. (5 marks)
- (d) Explain the rules that must be adhered to by a principal when ratifying acts of an agent. (5 marks)