

CHUKA



UNIVERSITY

UNIVERSITY EXAMINATIONS

EMBU & THARAKA

**FIRST YEAR EXAMINATION FOR THE AWARD OF CERTIFICATE
IN BUSINESS MANAGEMENT**

CIBM 00141: BUSINESS LAW

STREAMS: CIBM (Y1S2)

TIME: 2 HOURS

DAY/DATE: MONDAY 02/12/2019

11.30 A.M. – 1.30 P.M.

INSTRUCTIONS:

- **Answer question ONE and any other TWO**
- **Do not write on this question paper**

QUESTION ONE

- (a) Explain five sources of law in Kenya. [10 marks]
- (b) What are the characteristics of a will [5 marks]
- (c) Explain five rules applicable in making an offer [5 marks]
- (d) Distinguish between the following terms
- (i) Law and morality [6 marks]
 - (ii) Public law and private law [2 marks]
 - (iii) Criminal law and civil law [2 marks]

QUESTION TWO

- (a) Differentiate between a person dying testate and intestate [2 marks]
- (b) Explain the methods in which contract can be terminated [10 marks]
- (c) Explain any four duties of an agent to his principal as the law of agency [8 marks]

QUESTION THREE

- (a) Explains the ways in which an agency relationship can be terminated [10 marks]
- (b) Explain the hierarchy of Kenyan courts in relation to administration of justice [10 marks]

QUESTION FOUR

- (a) Explain the essential elements of a valid contract [10 marks]
 - (b) Explain three ways in which an offer may be terminated [6 marks]
 - (c) Explain the main purpose of law [4 marks]
-