

**CHUKA**



**UNIVERSITY**

**UNIVERSITY EXAMINATIONS**

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

**CIBM 00141: BUSINESS LAW**

**STREAMS: CERT. IN BUSINESS MANAGEMENT Y1S1**

**TIME: 2 HOURS**

**DAY/DATE: WEDNESDAY 18/04/2018**

**8.30 A.M. – 10.30 A.M.**

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**INSTRUCTIONS:**

- **Answer question one and any other two.**

**QUESTION ONE**

- (a) Briefly explain five sources of law in Kenya. (10 marks)
- (b) Describe five purposes of law. (5 marks)
- (c) Explain six rules applicable in making an offer. (12 marks)
- (d) Highlight three types of trespass as a form of tort. (3 marks)

**QUESTION TWO**

- (a) Clearly differentiate between a tort and a contract. (8 marks)
- (b) State and explain the methods in which contract can be terminated. (10 marks)
- (c) Define the term cross offer. (2 marks)

**QUESTION THREE**

- (a) Explain the ways in which an agency relationship can be created. (10 marks)
- (b) Describe the conditions that parties to a case must adhere to when using the African Customary Law. (10 marks)

**QUESTION FOUR**

- (a) State and explain the essential elements of a valid contract. (12 marks)
  - (b) Explain three ways in which an offer may be terminated. (3 marks)
  - (c) Discuss five conditions an individual has to fulfill before he/she acquires citizenship in Kenya. (5 marks)
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