



TECHNICAL UNIVERSITY OF MOMBASA
Faculty of Business and Social Studies

DEPARTMENT OF BUSINESS STUDIES

UNIVERSITY EXAMINATIONS FOR DEGREE IN
BACHELOR OF BUSINESS ADMINISTRATION
BACHELOR OF COMMERCE

BMG 4200: BUSINESS LAW II

END OF SEMESTER EXAMINATIONS

SERIES: APRIL 2015

TIME: 2 HOURS

INSTRUCTIONS:

- Answer Question **ONE (Compulsory)** and any other **TWO** questions.
- Do not write on the question paper

This paper consists of Two printed pages

QUESTION 1 (Compulsory)

On 7th January 2015, Kamau sold a piano on hire purchase to Fondo who agreed to pay the hire purchase price in thirty six monthly instalments. Kamau registered the hire purchase agreement on 8th March 2015. Before full payment was made Fondo sold the piano to Zambezi band and Zambezi took possession.

- a) Critically advice Kamau on the above transaction. **(10 marks)**
- b) Explain the contents of a Partnership Deed. **(10 marks)**
- c) Explain the rules relating to transfer of property in goods in a contract of sale of goods. **(10 marks)**

QUESTION 2

- a) Discuss the remedies of an unpaid seller against the goods. **(12 marks)**
- b) Explain **FOUR** rights of a guarantor against the creditor. **(8 marks)**

QUESTION 3

- a) Discuss **FIVE** implied terms on every contract of sale. **(10 marks)**
- b) Explain the rights of a limited partner. **(10 marks)**

QUESTION 4

- a) Explain how a hire purchase agreement may be terminated. **(10 marks)**
- b) Explain the concept of insurable interest in the law of insurance. **(10 marks)**

QUESTION 5

- a) Explain how a contract of Indemnity is terminated. **(10 marks)**
- b) Discuss **FIVE** types of insurance. **(10 marks)**