

TECHNICAL UNIVERSITY OF MOMBASA
SCHOOL OF BUSINESS
DEPARTMENT OF BUSINESS ADMINISTRATION
&
DEPARTMENT OF MANAGEMENT SCIENCE
END OF SEMESTER EXAMINATION
BMG 2208 BUSINESS LAW II

APRIL 2016 SERIES

TIME: 2 HOURS

INSTRUCTIONS

Answer question one which is **compulsory** and any other **two questions**

- 1 a) The duties of a partner to his firm are fundamentally the same as those of an agent to his principal. Discuss this statement (10mks)
- b) Explain the doctrine of caveat emptor and any of its five exceptions (10 mks)
- c) Explain the various forms of a qualified acceptance of a bill (10 mks)
2. a) What is an estate and explain the various kinds of estates (10 mks)
- b) Explain five rights of a mortgagee as provided under the property law (10 mks)
3. a) Define a contract of guarantee and explain four ways in which a guarantor may be discharged (10 mks)
- b) Explain five case under which dissolution of partnership may be carried out by an order of the court (10 mks)
4. a) Explain any five fundamental principles of insurance. (10 mks)
- b) Briefly explain how Hire Purchase may be terminated (10 mks)
5. a) Explain the various ways in which a lease may be terminated (10 mks)
- b) Explain the circumstances under which a seller may give a better title to the buyer than he himself has (10 mks)