



TECHNICAL UNIVERSITY OF MOMBASA

SCHOOL OF BUSINESS

DEPARTMENT OF BUSINESS ADMINISTRATION

UNIVERSITY EXAMINATION FOR:

DIPLOMA IN ACCOUNTANCY

BMG 2213: COMPANY LAW

END OF SEMESTER EXAMINATION

SERIES: DECEMBER 2016

TIME: 2 HOURS

DATE: Pick Date Dec 2016

Instructions to Candidates

You should have the following for this examination

-Answer Booklet, examination pass and student ID

This paper consists of **FIVE** questions. Attempt question ONE (Compulsory) and any other TWO questions.

Do not write on the question paper.

Question ONE

- a. The celebrated case of Salomon vs Salomon illustrates various principles ,briefly explain those principles
10mks
- b. Explain the various matters which require registration as provided by the company law 10mks
- c. Explain what should be entailed in the Auditors report 10mks

Question TWO

- a. Discuss the enforcement of the compliance by the registrar of companies as provided by the law 10mks
- b. Explain any five features of a company 10mks

Question THREE

- a. Explain the dissolution of a company through operation of law 10mks
- b. Explain the classification of companies based on incorporation 10mks

Question FOUR

- a. Explain why it is prudent to trade as a partnership to a limited liability company 10mks
- b. What is the rule in Foss vs Harbottle Explain the advantages of the rule 10mks

Question FIVE

- a. Explain the differences between a club,society and a company 10mks
- b. Discuss the effects of memorandum and Articles of Association 10mks