

CHUKA



UNIVERSITY

UNIVERSITY EXAMINATIONS

RESIT/SPECIAL EXAMINATIONS

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

CIBM 00141: BUSINESS LAW

STREAMS:

TIME: 2 HOURS

DAY/DATE: TUESDAY 02/02/2021

11.30 A.M – 2.30 P.M

INSTRUCTIONS:

Answer question ONE and any other TWO questions.

QUESTION ONE

1. In order to limit the number of cases that might otherwise be brought, the courts will only enforce those agreements which the parties intended to have legal effect. Explain four examples of agreements that do not have a legal effect [8 marks]
2. Discuss African customary law as a source of law in Kenya [8marks]
3. Explain 5 ways in which an offer can be terminated [10 Marks]
4. Distinguish between a natural person and a corporation [4 Marks]

QUESTION TWO

- a) Explain three circumstances under which the government may be sued in tort [6Marks]
- b) There are certain concepts or principles which permeate any law including constitutions of states. Explain this concept by use of examples [10 Marks]
- c) Describe four factors that might invalidate a contract under the law of contract [4 Marks]

QUESTION THREE

- a) Explain the essential elements of a negligence action [6 Marks]
- b) Design the hierarchy of Kenyan courts from the lowest to the highest [8 Marks]
- c) Highlight three ways of safeguarding the validity of a written will. (3 marks)

- d) Explain Islamic law as a source of law in Kenya [3Marks]

QUESTION FOUR

- a) A contract determines circumstances in which promises made by parties shall be legally binding on them. Describe the essentials of a valid contract[8 Marks]
 - b) Describe the powers and composition of the various organs of the government as vested in the constitution of Kenya 2010 [6 Marks]
 - c) Explain the legal position in regards to contracts entered by the following groups
 - i. Minors [2 Marks]
 - ii. Intoxicated/Drunken Persons [2 Marks]
 - iii. Lunatics [2 Marks]
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