



MACHAKOS UNIVERSITY

University Examinations for 2019/2020 Academic Year

SCHOOL OF BUSINESS AND ECONOMICS

DEPARTMENT OF BUSINESS ADMINISTRATION

FIRST YEAR SECOND SEMESTER EXAMINATION FOR

DIPLOMA IN BUSINESS MANAGEMENT

BUSINESS LAW

DATE: 26/3/2020

TIME: 8.30-11.30 AM

INSTRUCTIONS:

ANSWER ANY FIVE QUESTIONS

1. a) In relation to the law of contract explain five ways in which a contract may be discharged. (10 marks)
- b) Explain the circumstances of discharging a contract by frustration. (10 marks)
2. a) Explain five essentials of a valid contract. (10 marks)
- b) Discuss five ways in which an offer may terminate. (10 marks)
3. a) Outline five exceptions to the doctrine of privity of contract. (10 marks)
- b) Explain five elements of tort. (10 marks)
4. a) Outline five differences between a tort and a crime. (10 marks)
- b) Explain five defences available to a person accused of private nuisance. (10 marks)
5. a) Highlight five essentials of tort. (10 marks)
- b) Explain five general defences to tort. (10 marks)
6. a) Outline five circumstances under which an agent may incur personal liability (10 marks)
- b) Explain five ways in which agency can be terminated. (10 marks)
7. a) Explain five duties of an agent. (10 marks)
- b) In relation to the law of agency explain five ways of creating agency. (10 marks)