



PAN AFRICA CHRISTIAN UNIVERSITY

SCHOOL OF LEADERSHIP, BUSINESS & TECHNOLOGY

END OF SEMESTER EXAMINATION FOR THE DEGREE OF

BACHELOR OF BUSINESS LEADERSHIP

BACHELORS OF COMMERCE

JANUARY – APRIL 2018 SEMESTER

CAMPUS: ROYSAMBU

DEPARTMENT: BUSINESS STUDIES

COURSE CODE: CAC404 | BUS2413

COURSE TITLE: COMPANY LAW

EXAM DATE: SATURDAY 14th APRIL 2018 (5:00AM-MIDNIGHT)

DURATION: 2HOURS

INSTRUCTIONS

- This examination script consists of **Six (6)** questions.
- **ANSWER ANY FOUR QUESTIONS.**
- Read all questions carefully before attempting.
- Write your **student number** on the answer booklet provided.

QUESTION 1

Explain the remedies that are available to an investor who has been induced to take shares by a false statement made in a prospectus. (10 marks)

QUESTION 2

Maneno and three of his friends recently retired from the Civil Service under the voluntary retirement scheme. They intend to join hands and go into business. Advise them on the procedures they have to follow in order to register a public company limited by shares. (10 Marks)

QUESTION 3

Discuss the grounds by which a company may be wound up by the court. (10 marks)

QUESTION 4

Discuss the appointment of a company auditor. (10 Marks)

QUESTION 5

Discuss the restrictions which the company act imposes on the appointment of directors. (10 Marks)

QUESTION 6

Distinguish between a share and a debenture by clearly explaining their similarities and differences. (10 Marks)