



**PAN AFRICA CHRISTIAN UNIVERSITY**  
**SCHOOL OF LEADERSHIP, BUSINESS & TECHNOLOGY**  
**END OF SEMESTER EXAMINATION FOR**  
**DIPLOMA IN ENTREPRENEURSHIP MANAGEMENT**  
**DIPLOMA IN PROCUREMENT & SUPPLY CHAIN MANAGEMENT**  
**MAY-AUGUST 2019**

**CAMPUS: ROYSAMBU**

**DEPARTMENT: BUSINESS STUDIES**

**COURSE CODE: DENT0131 | DSM201**

**COURSE TITLE: BUSINESS LAW**

**EXAM DATE: TUESDAY 6<sup>th</sup> AUGUST 2019**

**DURATION: 2 HOURS**

**TIME: 2:00PM-4:00PM**

**INSTRUCTIONS**

- Read the instructions and questions carefully before you write the answers.
- Write your **STUDENT NUMBER** in the Answer Booklet given
- *Write clearly and legibly.*
- This exam script consists of **Six (6)** questions.
- Answer ALL questions in **SECTION A(compulsory)** and Any **other three (3)** questions from **SECTION B**
- *ALL PAC University's examination rules and regulations apply*

## **SECTION A: COMPULSORY**

### **QUESTION ONE**

- (a) (i) Define Law. (2 marks)
- (ii) Explain the purpose of the law of TORT. (4 marks)
- (b) Describe FOUR divisions of civil law. (4 marks)
- (c) Explain the main defense to an action for trespass to land. (4 marks)
- (d) Discuss FOUR contracts that must be evidenced in writing. (4 marks)
- (e) Distinguish between a sale and an agreement to sell. (4 marks)
- (f) Distinguish between express and implied contracts. (4 marks)
- (g) Outline four ways in which agency may be created. (4 marks)

## **SECTION B: Any other three (3) questions**

### **QUESTION TWO**

- a) Explain the purpose of law. (2 marks)
- b) Explain FOUR general defenses available to a defendant in every action of tort where applicable. (8 marks)

### **QUESTION THREE**

- (a) Discuss the nature of tortious liability. (2 marks)
- (b) Explain FOUR factors involved in the formation of a contract. (8 marks)

### **QUESTION FOUR**

- (a) Discuss the doctrine of caveat emptor. (2 marks)
- (b) Explain the duties of agents. (8 marks)

### **QUESTION FIVE**

- (a) Distinguish between a sale and an agreement to sell. (2 marks)
- (b) Discuss the implied conditions in every contract of sale of goods. (8 marks)

### **QUESTION SIX**

- (a) Explain the difference between criminal wrong and civil wrong. (4 marks)
- (b) The Constitution is the principal source of law in Kenya; Explain SIX other sources of law in Kenya. (6 marks)

