

The Co-operative University of Kenya

END OF SEMESTER EXAMINATION DECEMBER-2018

EXAMINATION FOR THE DEGREE OF BACHELOR OF CO-OPERATIVE

BUSINESS

UNIT CODE: BCOB

UNIT TITLE: BUSINESS LAW II

DATE: DECEMBER, 2018

TIME:

INSTRUCTIONS:

- Answer question **ONE (compulsory)** and any other **TWO** questions

QUESTION ONE

- (a) What are the essential elements of a valid bill of exchange (10 marks)
- (b) Discuss the implied warranties in sale of goods contract (10 marks)
- (c) What are the rights of an unpaid seller in a sale of goods contract (10 marks)

QUESTION TWO

- (a) Discuss the provisions of Section 28 of the partnership Act which provides for powers and duties of partners (20 marks)

QUESTION THREE

- (a) Write short notes explaining the following
 - i. The difference between a contract of sale and an agreement to sell (12 marks)
 - ii. The doctrine of caveat emptor (8 marks)

QUESTION FOUR

- (a) Explain the difference between a credit sale and a hire purchase agreement (10 marks)
- (b) Who is a holder in due course and what rights does he have in relation to a bill of exchange (10 marks)

QUESTION FIVE

- (a) Outline and discuss in details the principles of insurance (20 marks)