



SEPTEMBER 2016

BUSINESS LAW

Instructions to candidates:

- a) Time allowed: Three hours (plus an extra ten minutes' reading time at the start – do not write anything during this time)
 - b) Answer any FIVE questions
 - c) All questions carry equal marks. Marks for each question are shown in []
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1. In relation to sale of goods, explain:
 - a) the difference between a condition and a warranty
 - b) what section 12 says about the right to pass a title to the goods
 - c) what section 14 says about satisfactory quality and fitness for purpose
 - d) what section 15 says about sale by sample[20]
 2. Give an account of the tort of nuisance. [20]
 3. The two main sources of law are **statute law** and **case law**, i.e. judicial precedent. Explain what is meant by EACH of them. [20]
 4. Explain the different ways in which a contract may be discharged. [20]
 5.
 - a) What is a **misrepresentation**?
 - b) What effect does a misrepresentation have on a contract?[20]
 6. Explain what happens when a company goes into liquidation. [20]
 7. What is a **partnership**? In your answer you should mention the following aspects:
 - creation of a partnership
 - the authority of the partners
 - the liabilities of the partners
 - the relationship of the partners with each other
 - how a partnership comes to an end[20]
 8.
 - a) How may an agency begin?
 - b) What are the different kinds of agency?
 - c) What kind of authority does an agent have?[20]