

## **UNIVERSITY EXAMINATIONS**

# FIRST YEAR EXAMINATION FOR THE AWARD OF THE DIPLOMA IN LAW

SECOND SEMESTER, 2021/2022 (FEBRUARY – JUNE, 2022)

**DLAW 0124: COMMERCIAL LAW I** 

STREAM: DLAW 1 S2 TIME: 2 HOURS

DAY: FRIDAY, 12:00 - 2:00 P.M. DATE: 27/05/2022

#### **INSTRUCTIONS**

- 1. Do not write anything on this question paper.
- 2. Answer Question ONE [Compulsory] and any other TWO Questions.
- 3. Illustrate your answer with relevant cases and statutory provisions where applicable.

#### **QUESTION ONE**

- (a) Define and outline the main exceptions to the doctrine of *Nemo dat quod non habet*. (10 marks)
- (b) State and explain duties of an agent to principal.

(5 marks)

(c) Describe the remedies available in breach of sale by hire purchase.

(5 marks)

(d) Illustrate the rights of seller and buyer in a hire purchase agreement.

(10 marks)

#### **QUESTION TWO**

- a) Describe in detail legal resources that are available to the unpaid seller to secure him/her against the defaulting buyer. (10 marks)
- b) The Sale of goods Act implies both conditional and warranties in a contract of Sale of goods unless a different intention appears, discuss.

(10 marks)

### **QUESTION THREE**

- a) Distinguish between general and special agent and the different between a broker and mercantile agent. (8 marks)
- b) Discuss the rules that relate to the passage of property and the risk therein.

  (8 marks)
- c) Distinguish between a Sale and Agreement to sell in relation to the main types of goods. (4marks)

#### **QUESTION FOUR**

- a) Discuss sufficiently the hirer's rights to cancel and terminate a hire purchase. (8 marks)
- b) State and explain the circumstances in which an agent may delegate the performance of his duties. (8 marks)
- c) Explain the various ways in which goods may be delivered to a buyer.

(4 marks)

#### **QUESTION FIVE**

(a) List and explain the different ways in which agency relationship may arise.

(8 marks)

- (b) In relation to the Sale of Goods Act, explain the circumstances when a buyer may reject the goods and repudiate the contract. (6 marks)
- (c) Explain the meaning of *Res extincta* in relation to types of goods and Sale and Agreement to sell. **(6 marks)**