



UGANDA BUSINESS AND TECHNICAL EXAMINATIONS BOARD

Business and Humanities Certificate Examinations

APRIL-MAY 2022 SERIES

PROGRAMME

NCSOM, NCAF, NCBA, NCHIC, NCCF

PAPER NAME

INTRODUCTION TO BUSINESS LAW

PAPER CODE

NCBL212

YEAR II, SEMESTER I

2½ HOURS

MONDAY, 2ND MAY, 2022

INSTRUCTIONS TO CANDIDATES

1. This paper consists of **two** sections **A** and **B**.
2. Section **A** is compulsory and carries **20** marks.
3. Section **B** consists of **six** questions. Answer only **four** questions from this section.
4. All questions carry equal marks.
5. All answers to each question should begin on a fresh page.
6. **Do not** write on the question paper.
7. All answers and rough work should be done in the official answer booklet provided.
8. Read other instructions on the answer booklet.

SECTION A - (20 MARKS)
Answer all questions in this Section

Question One

- (a) State **two** sources of unwritten law in Uganda (02 marks)
- (b) Give **two** disadvantages of case law. (02 marks)
- (c) List **two** courts of record in the judicial system of Uganda. (02 marks)
- (d) Provide **two** rules applied by courts of Uganda in the interpretation of statutes. (02 marks)
- (e) Define the term **consideration**. (02 marks)
- (f) Identify **two** importance of law in operation of businesses. (02 marks)
- (g) Define the term **general agent** (02 marks)
- (h) State **two** examples of non-mercantile agents (02 marks)
- (i) Describe the term **arbitration** as applied in dispute resolution. (02marks)
- (j) Jane aged 16 years, recently had an introduction for marriage with Chivox who had just graduated from Martyrs of Christ University, and had landed on a very lucrative employment at one of the mobile telephone company as a marketing executive. The elders decided to formalize his marriage through traditional arrangement. Give **two** reasons why the marriage may not go ahead (02 marks)

SECTION B - (80 MARKS)
Answer only four questions from this Section

Question Two

Clever started a security firm "Big foot Security limited" in 2015 and in the year 2019, he decided to register it as a limited company. "Big foot Security Limited", Retaining 40% of the shares and assigned four directors shareholding of 15% each. He was paid UGX 20,000,000 arising out of his trading for the year 2016, which he banked on the old business account. The new shareholders were aggrieved expecting that the money should have been banked in the new company bank account

- (a) With **five** reasons, discuss the position of a promoter in a contract made before incorporation (10 marks)
- (b) State **five** duties of a promoter in the establishing of a company. (10 marks)

Question Three

- (a) Explain **four** powers of the high court of Uganda (08 marks)
- (b) Examine **six** remedies which can be awarded by the high court of Uganda (12 marks)

Question Four

- (a) Explain **five** importance of law to a society like Uganda (10 marks)
- (b) During the COVID 19 lock down, Luwuka District registered many instances of child labour mainly cutting sugar cane. The Parliament gave the District Local Government powers to make laws to stop this bad act. Describe **five** advantages of the laws that were made by the District Local Government. (10 marks)

Question Five

- (a) State **five** types of contracts which are unenforceable unless entered into or evidenced by writing (10 marks)
- (b) Discuss **five** ways in which a contract shall come to an end. (10 marks)

Question Six

- (a) Explain **five** types of mercantile agents under the law of agency (10 marks)
- (b) According to the personal performance rule, an agent must not delegate another person to do what he undertook to do personally in an agency relationship. Describe **five** exceptions to the above rule. (10 marks)

Question Seven

- (a) Describe **five** contents of a case summary in mediation as a method of dispute resolution (10 marks)
- (b) Evaluate **five** advantages of mediation as a form of dispute resolution. (10 marks)

END