

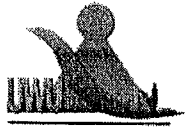
Uva Wellassa University

Faculty of Management

Degree of Bachelor of Business Management in Entrepreneurship and Management

SECOND YEAR FIRST SEMESTER EXAMINATION – JULY/AUGUST 2016

EM 211-2 Business Law



**Uva Wellassa
University**



Part - B Essay Questions

Answer only three (03) questions including question number 01 in Part B
Marks Allocated: 70 Marks

01. Read the following case carefully and answer the given questions.

On May 1, 2015, ETC Real Estate (Pvt) Ltd. mailed a written offer to Mr. Perera for the sale of an office building. The offer included an express term that it would expire on June 30, 2015 if the acceptance was not delivered into the hands of the offeror by the expiration date. On June 30, 2015 at 8:00 a.m., Mr. Perera sent a written acceptance to ETC via Perera's personal messenger. However, the messenger was not able to deliver the acceptance until July 1, 2015. On July 2, 2015, ETC contacted Mr. Perera, informing him that the acceptance had been delivered one day late. As a result, ETC refused to honor the acceptance.

You are required to;

- i. Explain the essential rules for valid offer and acceptance. (10 Marks)
- ii. Discuss whether the above mentioned contract is valid or not by providing supportive cases. (10 Marks)
- iii. Explain the possible ways in which an offer can be terminated by offeror or offeree. (10 Marks)

(Total Marks 30)

02.

i. Identify the parties involved in "Principal Agent Relationship". (03 Marks)

ii. Discuss the four (04) ways which can be used to form an agency relationship. (08 Marks)

iii. Amal was authorized by Vimal to buy wheat at certain price. Amal exceeded his authority and purchased wheat from Kamal at a higher price in his own name. He did not profess to buy wheat on behalf of Vimal. Subsequently Vimal ratified the act of Amal but later refused to take delivery of the wheat. Kamal sued against Vimal. Discuss whether Vimal is liable to Kamal by taking evidence from supportive cases.

(09 Marks)

(Total Marks 20)

03.

i. Explain two (02) remedies available for the unpaid sellers in the contract of sale of goods. (05 Marks)

ii. Discuss the six (06) implied conditions applicable for the contract of sale of goods. (06 Marks)

iii. Discuss the features of "Bills of Exchange". (09 Marks)

(Total Marks 20)



04.

- i. Discuss the rights and duties of the partners of the partnership business. (08 Marks)

- ii. Write the short notes on any four (04) of following topics based on the No 7, 2007 Company Act.
 - a) Registration of Companies
 - b) Articles of Association
 - c) Offshore Companies
 - d) General Meetings of Companies
 - e) Company Accounts
 - f) Auditors and Directors
 - g) Membership

(03 Marks x 4 = 12 Marks)

(Total Marks 20)