



STAMFORD COLLEGE

SCHOOL OF BUSINESS

DIPLOMA IN CORPORATE ADMINISTRATION (SEMESTER 5)

DCA 206: BUSINESS LAW

Date : 26 July 2007 (Thursday)

Time : 11.30 AM -1.30 PM

Duration: 2 hours

Instructions to Candidates

Question 1 in Section A is compulsory. Answer TWO out of FOUR questions in Section B.

Please ensure that this examination paper contains FIVE questions on TWO printed pages before you start the examination.

Books, papers and other written materials are not allowed to be brought into the examination hall. A candidate who violates the examination rules of Stamford College or commits a malpractice will be disqualified from the examination.

Write your Examination Index Number on each page of your answer booklet.

SECTION A (COMPULSORY)**Question 1**

Sources of Malaysian law comprise of both written as well as unwritten law. Briefly explain the written source.

(Total = 10 marks)

SECTION B

Answer **TWO** out of **FOUR** questions.

Question 2

- (a) While Hilton was away on holiday for a week in the United Kingdom, her house was broken into and ransacked by thieves, who had also destroyed a part of the fencing of her compound. Her neighbour, Johnson Lim, after lodging a police report, proceeded to repair the fencing at his own cost. When Hilton returned from her holiday and saw the repair work that had been done by Johnson Lim, she thanked him and promised to pay him RM3000.

However, to date she has not paid Johnson Lim yet. She claimed that her promise is lack of consideration therefore she can refuse to pay. Advise Johnson Lim as to whether he can enforce the promise or not.

(15 marks)

- (b) State and explain TWO instances when a contract can be discharged. (5 marks)

(Total = 20 marks)

Question 3

- (a) What are the circumstances when a Partnership can be discharged? (10 marks)

- (b) What are the disadvantages of Partnership? (10 marks)

(Total = 20 marks)

Question 4

- (a) Sam went into a café with his friend, who brought him a bottle of beer. After he had drunk half from the bottle, he poured the remainder of the beer into the glass. He, then, saw the remains of a decomposed snail at the bottom of the bottle. He suffered nervous shock and bodily harm.

He wishes to sue the manufacturer under the law of negligence. Please advise him

(15 marks)

- (b) Write short notes on damages. (5 marks)

(Total = 20 marks)

Question 5

- (a) What are the basic characteristics of a Bill of Exchange? (10 marks)

- (b) State FIVE circumstances in which a contract of employment can be terminated.

(10 marks)

(Total = 20 marks)

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