CONFIDENTIAL

**P2114: COMMERCIAL LAW** 

Answer ALL questions.

## **QUESTION 1**

a. Rita and Rina undecided whether to set up a company or a partnership. Explain to Rita and Rina **FIVE** (5) of the legal differences between a company and partnership.

(10 marks)

b. Explain FIVE (5) ways in which a partnership may be dissolved.

(10 marks)

c. Wani, Wawa and Wanda have decided to form a partnership business for selling cosmetic and among the agreed terms is one which excludes Wawa from sharing any profit. Is Wawa a partner? Give reasons.

(2.5 marks)

d. If the partnership plans to engage Wafa to manage the business and one of the terms of employment is that Wafa will participate in the profit of the business, is Wafa a partner? Give reasons.

(2.5 marks)

# **QUESTION 2**

a. Define agency.

(3 marks)

b. A contract of agency can be expressed or implied from certain circumstances and conduct of the parties. Describe the creation of an agency by necessity.

(10 marks)

c. Explain FOUR (4) ways in which an agency can be terminated.

(12 marks)

Page 2 of 3



# EXAMINATION AND EVALUATION DIVISION DEPARTMENT OF POLYTECHNIC EDUCATION (MINISTRY OF HIGHER EDUCATION)

COMMERCE DEPARTMENT

FINAL EXAMINATION JUNE 2012 SESSION

**P2114: COMMERCIAL LAW** 

DATE: 22 NOVEMBER 2012 (THURSDAY) DURATION: 2 HOURS (11.15 AM – 1.15 PM)

This paper consists of **THREE** (3) pages including the front page.

Answer **ALL** questions

#### CONFIDENTIAL

DO NOT OPEN THIS QUESTION PAPER UNTIL INSTRUCTED BY THE CHIEF INVIGILATOR

#### **QUESTION 3**

a. Define "consumer goods" which are allowed in hire purchases.

(4 marks)

b. Describe a 'hire-purchase agreement'.

(6 marks)

c. Aidil bought a car from SENTOSA Motors which was financed by Maybank Berhad. When Aidil defaulted in making two monthly installment payments and after due compliance with the Hire-Purchase Act, the car was repossessed by Maybank Berhad.

Explain what are the **THREE** (3) rights of Aidil as a hirer after the car was repossessed under the Hire-Purchase Act 1967?

(15 marks)

## **QUESTION 4**

a. Describe Section 4(1) Sales Of Goods Act 1957.

(5 marks)

b. Explain TWO (2) implied warranties and THREE (3) implied conditions which concerned in Sales of Goods.

(20 marks)