

EASTERN UNIVERSITY, SRI LANKA
FACULTY OF COMMERCE AND MANAGEMENT
FIRST YEAR SECOND SEMESTER EXAMINATION IN BACHELOR OF BUSINESS
ADMINISTRATION/ BACHELOR OF COMMERCE -2017/18
(JANUARY 2020)
(PROPER/REPEAT)

COM 1023 Business Law

Answer All Questions.

Time Allowed: 03 Hours

Answer the following questions with examples and decided cases.

Question –I

1. List out the duties of an agent and a principal, and explain it with case law.
(10 marks)
 2. What is agency by marriage and cohabitation? Explain.
(05Marks)
 3. How an agency can be terminated?
(05 Marks)
- (20Marks)**

Question-II

1. What are the main elements to be fulfilled in order to create a valid contract? Explain.
(08 Marks)
 2. Briefly explain the rules of acceptance in instantaneous contracts, and acceptance in contracts by post.
(06 Marks)
 3. What is the difference between offer and invitation to treat? Cite the appropriate cases.
(06 Marks)
- (20Marks)**

Question III

1. What is principle of “*uberrimefidei*”? Explain it with cases. (07 Marks)
 2. Explain the domestic and social contract with case law. (08 Marks)
 3. What is misrepresentation in law of contract? (05 Marks)
- (20Marks)**

Question IV

1. How a contract can be discharged. (06 Marks)
 2. What is exemption clause in law of contract? Explain it with the case law. (07 Marks)
 3. What are the remedies available for breach of contract? (07 Marks)
- (20Marks)**

Question V

1. Explain three types of mistakes in law of contract? Explain it with the case law. (06 Marks)
 2. Write a note on contractual capacity of a minor. Explain it with the case law. (05 Marks)
 3. Write a note on the rules for revocation of an offer? (05 Marks)
 4. What is undue influence in law of contract? (04 Marks)
- (20Marks)**