



FINAL EXAMINATION

DIPLOMA OF ACCOUNTANCY

COURSE : BUSINESS LAW

COURSE CODE : LAW2103

DURATION : 2 HOURS 30 MINUTES

INSTRUCTIONS TO CANDIDATES:

1. This question paper consists of **FIVE (5)** parts.
2. Answer ALL questions in the Answer Booklet provided.
3. Please check to make sure that this examination pack consists of:
 - i. The Question Paper
 - ii. An Answer Booklet
4. Do not bring any material into the examination hall unless permission is given by the invigilator.
5. Please write your answer using permanent ink.

MYKAD/ PASSPORT NO : _____

ID. NO. : _____

LECTURER : _____

SECTION : _____

DO NOT OPEN THIS QUESTION PAPER UNTIL YOU ARE TOLD TO DO SO

This question paper consists of 2 printed pages including the front page

Answer ALL questions.

1. Explain **FIVE (5)** remedies for breach of sale of goods contract. (20 marks)

2. Ifan bought a new laptop from an electronics store in Selangor. The store promised that the laptop had the latest processor. However, after using it for a few weeks, Ifan discovered that the processor was an older model and not as advertised.

Advise Ifan on whether the electronic store has breach of any implied term under Sale of Goods Act 1957.

(20 marks)

3. In relation to the law of agency, explain **FIVE (5)** termination of an agency. (20 marks)

4. Nadia appoints Karim as her agent to purchase 200 laptops for her training company at the best available market price. Karim negotiates with a supplier and agrees on a price of RM2,800 per laptop. Unknown to Nadia, the supplier agrees to give Karim a personal "referral commission" of RM200 per laptop if the deal goes through. Karim does not inform Nadia about this payment. Nadia later discovers the arrangement after completing the purchase and feels cheated.

Advise Nadia on whether she is entitled to claim the secret profit earned by Karim.

(20 marks)

5. Haris signed a four-year hire-purchase agreement with Prosperity Finance (the company) in March 2020 to buy a new motorcycle. For the first three years, he made all his monthly payments on time. However, due to a recent emergency, Haris missed the last three payments. The company has now warned him that the motorcycle may be repossessed. Haris is concerned because he has already paid 65% of the total amount.

Advise Haris on whether the company has the legal right to repossess the motorcycle.

(20 marks)

(TOTAL: 100 MARKS)

END OF QUESTION PAPER

