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KIRIRI WOMENS' UNIVERSITY OF SCIENCE AND TECHNOLOGY
UNIVERSITY EXAMINATION, 2024/2025 ACADEMIC YEAR
FOURTH YEAR, FIRST SEMESTER EXAMINATION
FOR THE DEGREE OF BACHELOR OF SCIENCE IN BUSINESS ADMINISTRATION

KBA 424 COMPANY LAW

SPECIAL EXAMINATION

14th August, 2024
8.30 – 10.30am

INSTRUCTIONS TO CANDIDATES

ANSWER QUESTION ONE (COMPULSORY) AND ANY OTHER TWO QUESTIONS

QUESTION ONE

(30 MARKS)

- a) Highlight the content of memorandum of Association **(6Marks)**
- b) Explain types of capital **(6Marks)**
- c) Briefly explain the classification of company meetings **(6Marks)**
- d) Highlight functions of promoters **(6Marks)**
- e) List the purpose of prospectus **(6Marks)**

QUESTION TWO

(20 MARKS)

- a) The types of shares which can be created and issued by a company are not prescribed in the company act. They depend on the provision of the company constitution, usually the article of association. Explain **(10Marks)**
- b) Describe the role of the capital markets authority **(10Marks)**

QUESTION THREE

(20 MARKS)

- a) Explain the concept of lifting the corporate veil under statutory provisions **(10Marks)**
- b) Explain the methods by which public companies raise their capital adopted in Kenya along with English model **(10Marks)**

QUESTION FOUR**(20 MARKS)**

- a) A company is regarded as a separate legal entity from its members. Explain practical consequences of incorporation **(10Marks)**
- b) Describe down listing requirements at the Nairobi stock exchange general eligibility requirements for public offering of shares and listing **(10Marks)**

QUESTION FIVE**(20 MARKS)**

- a) Explain position of promoters as regards pre-incorporation contracts **(7Marks)**
- b) Describe the qualification, legal status and liabilities of the company secretary in Kenya organizations **(7Marks)**
- c) Explain the functions and powers of chairman **(6Marks)**