



**Riara School of Business**

*Nurturing business innovators*

**SEPTEMBER – DECEMBER 2019 TRIMESTER  
EXAMINATIONS FOR DIPLOMA IN BUSINESS MANAGEMENT**

**DAY PROGRAMME**

**RBP: LEGAL ASPECTS IN PROCUREMENT AND SCM**

**DATE: DECEMBER 2019**

**TIME: 2 HOURS**

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**INSTRUCTIONS**

- i) Answer question one and any other two**
  - ii) Marks allocated to each question are shown at the end of the question**
  - iii) Arrange your work neatly and indicate the questions answered in the Examination booklet**
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**QUESTION ONE (COMPULSORY – 30 MARKS)**

- a. Explain giving relevant examples, the meaning of procurement and supply Chain management. (4 marks)**
- b. Explain five essential elements of a valid contract (10 marks)**
- c. Evaluate the difference between Hire Purchase and Sale of goods contract (10 marks)**
- d. Explain any six consumer rights (6 marks)**

**QUESTION TWO**

- a. The law of agency governs **three** kinds of relations. Evaluate these relations and show by use of example how they are related (10 marks)
- b. Explain any **five** remedies for breach of contract between two parties. ( 10 marks)

### QUESTION THREE

- a. Outsourcing denotes the continuous procurement of services from a third party. Explain any **five** reasons why companies outsource. ( 10 marks)
- b. The principle aim of the Law of tort is compensation of victims or their dependants. Explain any **five** types of Torts. (10 marks)

### QUESTION FOUR

- a) Describe **five** reasons for embracing protection of intellectual property. (10 marks)
- b) A combination of undertakings that engage in practice which prevents, distorts or restricts competition in any way is deemed to be engaging in a restrictive trade practice that is prohibited under the competition Act of Kenya. Evaluate any **five** of such practices. ( 10 marks)