

JUN 2024

**BINDURA UNIVERSITY OF SCIENCE EDUCATION**

**FACULTY OF COMMERCE**

**DEPARTMENT OF ACCOUNTANCY**

**PROGRAMMES**

Bachelor of Accountancy (Honours) Degree

Bachelor of Business Studies (Banking and Finance)

Bachelor of Business Studies Human Resources Management

Bachelor of Commerce (Financial Intelligence)

Bachelor of Business Administration (Police and Security Studies)

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**COMPANY LAW (AC214/BS109) EXAMINATION PAPER**

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Time: 3 hours.

**INSTRUCTIONS TO CANDIDATES**

1. Answer ALL QUESTIONS.
2. All questions carry equal marks.
3. Where necessary candidates are encouraged to make reference to case law and statutes.

**Question 1**

Explain the nature of debentures and the law governing their issue by a company. [20 marks]

**Question 2**

Distinguish between a private and a public company. [20 marks]

**Question 3**

Explain the content and effect of the memorandum of association. [20 marks]

**Question 4**

Mr. Gangira owned 2999 of the 3000 shares in a brick molding company. While at the company, Mr. Gangira crashed his car and was killed. His widow sued under a statute that required employers to pay compensation if an employee was killed at work. The company's insurers refused to pay, arguing that Mr. Gangira was employed by himself and could not therefore be an employee of the company.

**Required:**

Citing relevant case law, advise Mrs. Gangira of the legal position in the circumstances. [20 marks]

**Question 5**

Tumulumba wishes to form a public limited company to carry on business as a publishing house. He has seen premises advertised for sale and he wishes to purchase them immediately on behalf of the as yet to be incorporated company.

**Required:**

Advise Tumulumba on the law relating to his proposed move. [20 marks]

**END OF EXAMINATION PAPER**