

**EXAMINER'S REPORT**  
**LEVEL II EXAMINATION - JANUARY 2022**  
**(203) BUSINESS LAW**

---

**Section - A**

**Question No. 01**

This question consisted of 14 OTQs for 25 marks.

This question has been attempted by most of the candidates. Most of the candidates have scored more than half of the total marks allocated to this question. Some candidates have scored more than 20 marks of the total marks allocated to this question.

It was noted that a considerable number of candidates have failed to answer correctly for the question no **1.4, 1.6, 1.9, 1.11, 1.14**. Most of the candidates had no knowledge about Employees' Trust Fund, exempted employees under the payment of Gratuity Act and CIF agreement. Also, most of the candidates had no knowledge about international trade dispute. Most students have not recognized tests which can be used to identify the difference between an employee and an independent contractor.

Students should have a good knowledge about civil law, sale of good ordinance, constitutional law, contract law, international law, labour law, to obtain high marks for the **Section A**.

**As a whole, performance for this question was at a satisfactory level.**

**Section - B**

**Question No. 02**

This question has tested the knowledge of partnership Law. This is a fairly simple question. Most of the candidates have attempted this question and provided correct answers for both parts of the question.

**As a whole, performance for this question was at a satisfactory level.**

**Question No. 03**

This question is based on Financial Transactions Reporting Act No. 6 of 2006 and Intellectual Property Act No. 36 of 2003. Most candidates have attempted this question but had provided incorrect answers since they did not have sufficient knowledge about these Acts. Answers to **part (b)** of this question were at an average satisfactory level.

**As a whole, performance for this question was at a satisfactory level.**

#### **Question No. 04**

This question has tested the knowledge on law of insurance. This is a fairly simple question related to law of insurance. Most of the candidates have attempted this question and provided correct answers. Most of them have mentioned about the concepts of insurable interest and utmost good faith. But some candidates have not mentioned about these concepts.

**As a whole, performance for this question was at a satisfactory level.**

#### **Question No. 05**

This question is based on the negotiable instruments. Most of the candidates have attempted this question and provided half correct answers for **part (a)**. Few candidates have failed to provide correct answers for **part (a)**. Most candidates have failed to provide correct answers for **part (b)** and **part (c)**. Most candidates did not have adequate knowledge about negotiable instruments.

**As a whole, performance for this question was not at a satisfactory level.**

#### **Question No. 06**

This question has tested the knowledge of Law of Agency. This is a fairly simple question relating to agency by necessity. Most of the candidates have attempted this question and provided correct answers. Majority of them have mentioned there was an agency by necessity.

**As a whole, performance for this question was at a satisfactory level.**

### **Section - C**

#### **Question No. 07**

This question comprised of two parts.

**(A) This part is based on Law of Contracts:**

- (a)** Most candidates have provided correct answers.
- (b)** Most candidates have failed to provide correct answers.
- (c)** Most candidates have failed to provide correct answers.

**As a whole, performance for this part is unsatisfactory level.**

**(B) This part is based on sale of goods ordinance:**

Most candidates have provided correct answers for this part and mentioned relevant implied condition. Most candidates have sound knowledge about sale of goods ordinance.

**As a whole, performance for this question was at a satisfactory level.**

Overall candidates' performance for this question is above the average satisfactory level. Most of the candidates have scored nearly half of the total marks allocated to this question. Few candidates have earned higher marks out of the total marks allocated for this question. It contributes massively to reach the pass mark.

---

**Common matters to be considered to improve the competency level of candidates:**

- (1) Study the syllabus completely and pay special attention to frequently tested subject matters.
- (2) Read the question with due care and answer only what is asked in the question.
- (3) Action verb Check List with definitions is attached to the question paper itself and each question will begin with an action verb excluding Objective Test Questions (OTQs). Candidates should answer the questions based on the definition of the verb given in the Action Verb Check List.
- (4) Refer specially the Self-Study Texts, additional books, magazines and any other material related to this subject.
- (5) Build competencies that are necessary to correctly identify and compare the fundamental theoretical concepts when answering the question paper.
- (6) Ensure that hand writing is legible and question numbers are written accurately.
- (7) Adhere to the instructions given in the question paper.
- (8) Improve practical experience by answering past papers and comparing with suggested answers.
- (9) Pay attention to proper time management.
- (10) Re-check whether question numbers and index numbers had been recorded correctly before handing over the answer script.
- (11) Sit for the exam with prior preparation and an utmost determination to pass the exam.

- \* \* \* -