PRIFYSGOL ABERYSTWYTH UNIVERSITY

SEMESTER TWO EXAMINATIONS, 2025/26

DEPARTMENT OF LAW AND CRIMINOLOGY

LC21220 BUSINESS LAW

Time allowed : **1 HOUR AND 30 MINUTES**

Answer TWO questions

EACH QUESTION HAS THE SAME WEIGHTING (IE, EACH ACCOUNTS FOR 50% OF THE TOTAL EXAM MARK).

ALL YOUR ANSWERS SHOULD BE GIVEN WITH REFERENCE TO RELEVANT LEGISLATION AND/OR CASE LAW.

Candidates are permitted to take ONE A4 page of handwritten or typed notes (both sides) into the examination.

Please state clearly on your written script which question(s) you are answering.

STUDENTS MAY SUBMIT ANSWERS TO THIS PAPER IN EITHER WELSH OR ENGLISH

Once seated, students may complete the front cover of the answer book(s) and the attendance slip ONLY.

DO NOT TURN THE EXAMINATION QUESTION PAPER OVER UNTIL INSTRUCTED TO DO SO.

1. Critically analyse the advantages and disadvantages of being a sole trader.

2. Critically discuss piercing the corporate veil, including the circumstances in which the veil of incorporation can be lifted.

3. Critically discuss the role of auditors, including their duties and obligations and how their tenure can be terminated.

4. Critically analyse the advantages and disadvantages of incorporation.

5. Andrew has recently developed a new product and wishes to set up a business. Barry is willing to invest £10,000 into the business but does not want to participate in either the strategic or day-to-day management of the business. Claire and David want to invest £5,000 each but have stated that they wish to limit their liability in case the business fails.

   Advise Andrew in relation to the required formalities for setting up different forms of partnership under relevant legislation and advise all the parties on the different types of partnership role available to them and their legal position in relation to participation in the management of the partnership, together with their potential liability for the debts and obligations of the partnership . Include in your advice all types of partnership.

END OF PAPER