

# **ACCA**

# **Applied Skills**

---

**Corporate and Business Law (ENG)**

---

**EXAM KIT**

**KAPLAN**  
PUBLISHING

### **British Library Cataloguing-in-Publication Data**

A catalogue record for this book is available from the British Library.

Published by:

Kaplan Publishing UK  
Unit 2 The Business Centre  
Molly Millar's Lane  
Wokingham  
Berkshire  
RG41 2QZ

ISBN: 978-1-83996-143-4

© Kaplan Financial Limited, 2022

### **Printed and bound in Great Britain**

The text in this material and any others made available by any Kaplan Group company does not amount to advice on a particular matter and should not be taken as such. No reliance should be placed on the content as the basis for any investment or other decision or in connection with any advice given to third parties. Please consult your appropriate professional adviser as necessary. Kaplan Publishing Limited and all other Kaplan group companies expressly disclaim all liability to any person in respect of any losses or other claims, whether direct, indirect, incidental, consequential or otherwise arising in relation to the use of such materials.

All rights reserved. No part of this examination may be reproduced or transmitted in any form or by any means, electronic or mechanical, including photocopying, recording, or by any information storage and retrieval system, without prior permission from Kaplan Publishing.

### ***Acknowledgements***

These materials are reviewed by the ACCA examining team. The objective of the review is to ensure that the material properly covers the syllabus and study guide outcomes, used by the examining team in setting the exams, in the appropriate breadth and depth. The review does not ensure that every eventuality, combination or application of examinable topics is addressed by the ACCA Approved Content. Nor does the review comprise a detailed technical check of the content as the Approved Content Provider has its own quality assurance processes in place in this respect.

The past ACCA examination questions are the copyright of the Association of Chartered Certified Accountants. The original answers to the questions from June 1994 onwards were produced by the examiners themselves and have been adapted by Kaplan Publishing.

We are grateful to the Chartered Institute of Management Accountants and the Institute of Chartered Accountants in England and Wales for permission to reproduce past examination questions. The answers have been prepared by Kaplan Publishing.

# CONTENTS

	<i>Page</i>
Index to questions and answers	P.5
Exam technique	P.8
Paper specific information	P.9
Kaplan's recommended revision approach	P.10

## Section

1	Objective test questions	1
2	Multi-task questions	57
3	Answers to objective test questions	97
4	Answers to multi-task questions	117
5	Specimen exam questions	145
6	Specimen exam answers	159



### **New features in this edition**

In addition to providing a wide ranging bank of practice questions, we have also included in this edition:

- Examples of new-style 'multi-task' questions that will form part of the new examination format.
- Paper specific information and advice on exam technique.
- Our recommended approach to make your revision for this particular subject as effective as possible.

You will find a wealth of other resources to help you with your studies on the following sites:

[www.mykaplan.co.uk](http://www.mykaplan.co.uk) and [www.accaglobal.com/students/](http://www.accaglobal.com/students/)

Quality and accuracy are of the utmost importance to us so if you spot an error in any of our products, please send an email to [mykaplanreporting@kaplan.com](mailto:mykaplanreporting@kaplan.com) with full details.

Our Quality Co-ordinator will work with our technical team to verify the error and take action to ensure it is corrected in future editions.

# INDEX TO QUESTIONS AND ANSWERS

## INTRODUCTION

The style of the Corporate and Business Law exam changed from September 2014.

Accordingly, the old ACCA scenario questions have been adapted to reflect the new style of paper.

These questions have been labelled with an (A) next to them.

## OBJECTIVE TEST QUESTIONS

	<i>Page number</i>	
	<i>Question</i>	<i>Answer</i>
Essential elements of the legal system	1	97
The law of obligations	6	99
Employment law	23	105
The formation and constitution of business organisations	30	108
Capital and the financing of companies	39	110
Management, administration and regulation of companies	45	112
Insolvency law	49	113
Corporate fraudulent and criminal behaviour	52	115

## MULTI-TASK QUESTIONS

### Page number

Question    Answer    (Adapted)

### The law of obligations

285	Amy and Ben	57	117	(A)
286	Arti	58	118	(A)
287	Amy and Bry	59	118	(A)
288	Bild Ltd	60	119	(A)
289	Ali	61	119	(A)
290	Alvin	62	120	(A)
291	Ari	63	120	(A)
292	Bud	64	121	(A)
293	Abid	65	121	(A)
294	Ann	66	122	(A)
295	Joan & David	67	123	
296	Cromwell Arms	68	123	

### Employment law

297	Fine Ltd	68	123	(A)
298	Eve and Fred	69	124	(A)

### The formation and constitution of business organisations

299	Elaine	70	124	
300	Black Shilling	71	125	
301	Ham, Sam and Tam	72	125	(A)
302	Geo, Ho and Io	72	126	(A)
303	Don	73	126	(A)
304	Doc	74	127	(A)
305	Glad Ltd	75	127	(A)

### Capital and the financing of companies

306	Fan plc	76	128	(A)
307	Judder Ltd	77	129	(A)
308	Fin	77	129	(A)
309	Inheritance	78	130	(A)
310	Ho	79	130	(A)