1. (a) Name two courts which exercise Appellate Jurisdiction in Sri Lanka.

(b) State two methods of settlement of an industrial dispute under the Industrial Disputes Act No. 43 of 1950.

(c) State two types of valuable consideration under the law of contract.

(d) State two fundamental rights guaranteed by the Constitution 1978 of the Republic of Sri Lanka.

(e) Name two courts of first instance in Sri Lanka.

   (02 marks each, Total 10 marks)

2. Briefly explain the following with reference to the contents of a contract:

   (a) Terms.

   (b) Conditions.

   (c) Warranties.

   (d) Innominate terms.

   (02½ marks each, Total 10 marks)
03. **Sarath**, a sole proprietor displays a “Diana Model Hand Bag” in his shop window, with the price marked on it as Rs.25,000/-. **Priyanka** visited the shop and told Sarath that she was willing to buy it for Rs.20,000/-. Sarath replied that he could give it only for Rs.22,000/-, but Priyanka insisted that she was willing to pay only Rs.20,000/- and left the shop. However, Priyanka realized that it was worth Rs.22,000/- and returned to the shop to buy the hand bag for Rs.22,000/-. Sarath refused to sell it. In the meantime, Seetha visited the shop and expressed her willingness to purchase it for the price marked on it. Sarath refused to sell the hand bag to both Priyanka and Seetha.

Advise Sarath whether there is a contractual obligation binding him with Priyanka and Seetha on this incident. (10 marks)

04. Explain the following by reference to Labour Law:
   (a) The legal effects of a Collective Agreement. (05 marks)
   (b) The remedies available to a workman in an unfair dismissal. (05 marks)

(Total 10 marks)

05. (a) **Piyal** advertised his car for sale describing it as “Monata Sports 2011” model. **Sugath** purchased the car after examining it. Later, Sugath discovered that major parts of the car consisted of a “Monata Sports 2005” model.

Advise Sugath on his legal rights in this regard. (05 marks)

(b) **X**, a curd dealer supplied **Y** with curd which Y and his family consumed. Although X had taken all reasonable precautions to prevent contamination of the curd, it contained germs which infected Y’s wife and she was taken seriously ill.

Advise Y on his legal rights. (05 marks)

(Total 10 marks)

06. Write short notes on the following:
   (a) Termination of Agency. (05 marks)
   (b) Crossing of Cheques. (05 marks)

(Total 10 marks)