

1

How does s 1(1) Partnership Act 1890 define a partnership?

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- (A) As, 'a relation which subsists between two people carrying on a business in common with a view to profit'

Answer:

- (B) As, 'a relation which subsists between persons carrying on a business in common with a view to profit or loss'

As, 'a relation which subsists between persons carrying on a business in common with a view to profit'

- (C) As, 'a relation which subsists between persons carrying on a business in common with a view to profit'

Feedback:

S 1 (1) Partnership Act 1890 defines a partnership as 'a relation which subsists between persons carrying on a business in common with a view to profit'

- (D) As, 'a relation which subsists between persons carrying on a business with separate legal personality with a view to profit'

2

Which of the following establishes that the debts of a partnership are joined and thus all partners are liable for any debts?

- (A) s 1(1) Partnership Act 1890
(B) s 121(4) Companies Act 1985
(C) s 557 Companies Act 2006
(D) s 9 Partnership Act 1890

Answer:

(D) s 9 Partnership Act 1890

Feedback:

If partners cannot pay the outstanding debts, then they will each become personally liable for the debt. The debts of the partners are joint under s 9 Partnership Act 1890

3

Partnerships do not have a separate legal personality

- (A) TRUE
(B) FALSE

Answer:

(A) TRUE

Feedback: Partnerships do not have a separate legal personality as a limited company

4

Which of the following pieces of legislation states that it is possible for one of the partners to limit their liability?

- (A) The Partnership Act 1890
(B) The Companies Act 1985
(C) The Companies Act 2006

Answer:

(A) The Partnership Act 1890

Feedback:

It is possible for one of the partners to limit their liability under the Limited Partnerships Act 1907 but this would require the partner to play no role in the management of

(D The Limited Partnerships Act 1907
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the firm