

**A REVIEW ON THE HIRE PURCHASE
(AMENDMENT) ACT 2010**

**A REVIEW ON THE HIRE PURCHASE (AMENDMENT) ACT
2010**

By

Nur 'Ain Nadira bt Ramli (2010189561)

Nabilah Nasuha bt Zolkaflee (2010560949)

Nurul Adibah Afnan bt Mohd Yusof (2010915919)

Noorharumi bt Che Ani @ Che Azmi (2010503507)

Submitted in Partial Fulfillment of the Requirements for the Bachelor in Legal
Studies (Hons)

Universiti Teknologi Mara

Faculty of Law

June 2013

The students/authors confirm that the work submitted is their own and that appropriate credit has been given where reference has been made to the work of others.

ABSTRACT

The objective of choosing hire purchase field in completing the project paper is to find the effectiveness of the amended act in guiding the hire purchase transaction between hirers and dealers. The last hire purchase act was discovered with many problem and loopholes where the amended act tries to fill in. Thus, the researchers want to observe the effectiveness of the Act through Article 30A and 31 of the Act.

The method used by the researchers is by empirical research through conducting interviews with several respondents. The questions conducted are on the applications of the provision and the effect it gave to the hirers and the dealers. The researchers found that both articles are good in application but still need to be review in order to ensure the right, obligation and liability between hirers and dealers are balanced.

The researchers recommends to alter section 30A where the idea of the booking fees should be remained; the consumer shall be maintained their right of cancellation, and increasing the sanction by revoking the car dealers' license in dealing with cars if caught commits fraudulent activities towards the consumers.

TABLE OF CONTENTS

Acknowledgement.....	ii
Abstract.....	iii
Table of Contents.....	iv
Table of Cases.....	viii
Table of Statutes.....	ix
Table of Tables.....	x
Abbreviations.....	xi
Keywords.....	xii

CHAPTER ONE: INTRODUCTION

1.0 Introduction.....	1
1.1 Background of the Research.....	1
1.2 Research Problems.....	3
1.3 Objectives of Research.....	4
1.4 Research Questions.....	4
1.5 Research Methodology.....	4
1.6 Scope of Research.....	5
1.7 Limitations to Research.....	5
1.8 Significances of Research.....	6
1.9 Outlines of the Structure of Research.....	7
1.10 Conclusion.....	8

CHAPTER TWO: RESEARCH METHODOLOGY

2.0 Introduction.....	9
2.1 Objectives of the Chapter.....	9
2.2 Types of Research.....	9
2.2.1 Analytical Research.....	9
2.2.2 Applied Research.....	10

2.2.3 Qualitative Research.....	10
2.2.4 Empirical Research.....	11
2.3 Research Approaches.....	11
2.4 Defining Limitation of Research.....	12
2.5 Formulating Research Hypothesis.....	13
2.6 Research Process.....	13
2.7 Conclusion.....	15
 CHAPTER THREE: HIRE-PURCHASE LAW IN MALAYSIA	
3.0 Introduction.....	16
3.1 Hire-Purchase Law in Malaysia.....	16
3.1.1 Meaning of “Hire-Purchase”.....	17
3.1.2 Meaning of “Goods”.....	18
3.2 Hire-Purchase Act 1967: Prior 2010 Amendments.....	19
3.3 Hire-Purchase Act 1967: After Amendments.....	20
3.3.1 Reasons for Amendments.....	20
3.3.2 The Amendments.....	21
3.3.3 Booking Fee.....	22
3.3.3.1 Effects of the Amendments of Booking Fees to the Consumer.....	23
3.3.3.2 Effects of the Amendments of Booking Fees to the Car Dealer.....	25
3.3.4 Minimum Deposits.....	27
3.3.4.1 Effects of the Amendments of Minimum Deposits to the Consumer.....	27
3.3.4.2 Effects of the Amendments of Minimum Deposits to the Car Dealer.....	28
3.4 Conclusion.....	28