**GATITU MIXED SECONDARY SCHOOL**

**FORM THREE OPENER BUSINESS STUDIES EXAM**

1. Highlight the factors to consider when hiring a warehouse (4 marks)
2. What are disadvantages of using a machine in an office? (4 marks)
3. State the reasons why a business should be located near the market for its products (4 marks)
4. What are the roles of intermediaries in the distribution chain? (4 marks)
5. Give four principles of insurance (4 marks)
6. (a) Explain five differences between a public corporation and a public limited company. (10 marks)

(b) Explain five reasons why the expenditure method may not be a good method of

preparing national income. (10 marks)

7. (a) What are the uses of a national income statistics to a country? (10 marks)

(b) Explain the importance of entrepreneurship in a country. (10 marks)