**BUSINESS STUDIES FORM 4 OPENER EXAM 2015**

**GATITU MIXED SEC SCHOOL**

1. Outline four ways in which services differ from goods. 4mks
2. State four advantages of a warehouse to a retailer. 4mks
3. Outline some four defects of using national income statistics. 4mks
4. Outline four functions of intermediaries in the chain of distribution. 4mks
5. Indicate whether each of the following human want is basic or secondary: 4mks

Human wants type of want

1. Air
2. Education
3. Expensive watch
4. food
5. Describe five principles upon which cooperative movement is founded. 5mks
6. For each of the following types of accounts by writing Dr or Cr the side of record for increase or decrease: 4mks

|  |  |  |
| --- | --- | --- |
| Type of account | increase | Decrease |
| Assets |  |  |
| Capital |  |  |
| Revenue |  |  |
| Expense |  |  |

1. This trial balance of Gatitu traders was incorrectly prepared on June 2014. Prepare a correct one. 4mks

Dr Cr

Capital 99,600

Debtors 30,520

Creditors 25,670

Motor vehicles 80,000

Cash 12,250

140,020 110,520

1. The following transactions relate to kigongo wholesalers for the month of January 2014.

January 1 Bought books on credit from kawe distributors sh. 26,200, kanake sh. 15,600 matolish 33,360.

‘’ 2 sold goods on credit to highlands retailers sh. 37,200, tito grocers sh, 25,000 and wamae traders sh,16,250.

‘’ 6 returned goods to kanake sh. 2,400 and matoli sh. 4,160.

‘’ 9 sold goods on credit to tito grocers sh. 5,500 maren grocers sh. 18,200.

‘’ 11 bought goods on credit from chuta sons sh. 33,840.

‘’ 15 goods returned from tito grocers sh. 1500 and highlands retailers sh. 1820 and maren grocers sh. 2,600.

‘’ 18 bought goods on credit from frento sh. 21,210, terero sh. 33,850.

‘’ 26 credit sales to katana sh. 16,600, oyugish. 19,260 and wamae traders sh. 15,200

Required : enter the above transactions in the respective books of original entry and transfer the relevant entries to the general ledger. 17mks