**NAME……………………………………………………………… ADM NO…………………CLASS………………**

**CANDIDATE’S SIGNATURE………………………….. DATE………………..….…**

**565/1**

**BUSINESS STUDIES PAPER**

**MWAKICAN SECONDARY SCHOOLS EXAMINATION**

**FORM TWO TERM TWO 2017 END TERM EXAMINATION**

**TIME: 2 HRS**

**INSTRUCTIONS TO CANDIDATES**

1. Write your Name, Adm. No and Class in the spaces provided on the top of this page.
2. This paper contains two sections: Section I and II.
3. Answer all question in the spaces provided.

**For Examiners Use Only.**

**Section A**

|  |  |  |  |  |  |  |  |  |  |  |  |  |  |  |  |  |
| --- | --- | --- | --- | --- | --- | --- | --- | --- | --- | --- | --- | --- | --- | --- | --- | --- |
| **1** | **2** | **3** | **4** | **5** | **6** | **7** | **8** | **9** | **10** | **11** | **12** | **13** | **14** | **15** | **16** | **Total** |
|  |  |  |  |  |  |  |  |  |  |  |  |  |  |  |  |  |

**Section B**

|  |  |  |  |  |  |  |  |  |  |
| --- | --- | --- | --- | --- | --- | --- | --- | --- | --- |
| **17** | **18** | **19** | **20** | **21** | **22** | **23** | **24** | **25** | Total |
|  |  |  |  |  |  |  |  |  |  |

**SECTION A**

1. State three basic wants required by an individual in a society. (4mks)
2. Highlight four ways in which business is important in a society. (4mks)
3. Outline four reasons why production in subsistence sector is usually low. (4mks)
4. State five roles of entrepreneurship in an economy. (4mks)
5. State four uses of a proforma invoice in home trade.(4mks)
6. The table below shows description of work office machines. State the specific machines that perform each task. (4mks)

**Description of task machine**

Recording dictated messages

Sends messages one way only

Makes holes on documents

Sends and receives verbal messages

1. State four reasons why the government wants to be involved in commercial activities. (4mks)
2. Highlight four circumstances in which a business person may wish to transport goods by rail instead of road. (4mks)
3. Highlight four factors that may limit the use of mobile phone as a means of communication in Kenya. (4mks)
4. Outline four benefits that Kenya may derive from multinational operating in country.(4mks)
5. Compare direct production and indirect productions. (4mks)
6. Outline four factors a trader must consider when choosing a means of transport. (4mks)
7. Give four benefits of warehousing to a business (4mks).
8. List four contents of a business plan (4mks)
9. Highlight four principles of cooperative societies in Kenya. (4mks)
10. Give four differences between public limited company and private limited company. (4mks)
11. State four demographical factors that affects the operation of a business. (4mks)
12. Highlight four reasons why people start businesses (4mks)
13. State four circumstances under which a sole proprietorship form of business may be dissolved. (4mks)
14. Outline four functions of an office in an organization. (4mks)
15. State four ways in which the government may protect consumers from exploitation of members of the public. (4mks)
16. Outline the role of the following documents used in hometrade. (4mks
17. Invoice
18. Price list
19. Acknowledgement note
20. Catalogue.
21. Highlight four emerging issues in transport sector. (4mks)
22. Outline four advantages of E-commerce.(4mks)
23. Give four reasons why human porterage is still popular despite the development in the transport (4mks)