**MUKINDURI MIXED SECONDARY**

 **MIDTERM EXAM 2 TERM 2 2017**

**BUSINESS STUDIES FORM 2**

**NAME.................................................... ADM NO........**

* 1. The table below gives descriptions of areas of study in business studies. Identify the area of study in Business studies which best matches each of the descriptions below. (4 Marks)

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| **Description** | **Area of study** |
| 1. Making the best use of the scarce resources.
 |  |
| 1. Deals with trade and aids to trade
 |  |
| 1. Maintaining proper business financial records
 |  |
| 1. Activities involved in the process of a viable business activity.
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* 1. Highlight four gaps that may give rise to a Business Opportunity. (4 Marks)

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* 1. Matatus have proved to be very popular means of transport in Kenya. Highlight four factors that have made matatus to be a popular means of transport. (4 Marks)

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* 1. State four ways in which the Kenyan government protects consumers. (4 Marks)

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* 1. Give four reasons why office documents should be filed.(4 Marks)

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6.Outline four disadvantages of a partnership form of a business.(4 Marks) …………………………………………………………………………………………

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7.Give four reasons why importers prefer to use water transport.(4 Mark …………………………………………………………………………………………

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8.Give any **four** reasons why a consumer may prefer buying goods from a supermarket rather than from a kiosk. (4 mks)

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9.List down any **four** uses of computers in an office. (4mks)

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10.Identify the type of wholesaler described by each of the following statements. (4 mks)

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| Description  | Type of wholesaler  |
| 1. Deals in a variety of goods in a line of products
 |  |
| 1. Deals in a wide range of product in many lines of products
 |  |
| 1. Deals in a particular good from a particular line of products
 |  |
| 1. Sells products in many parts of the country
 |  |

 11.Give any **four** reasons why the government is involved in licencing of businesses.

 (4 mks)

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12.. Outline five differences between partnership and public corporation. (10mks)

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| --- | --- |
| Partnership  |  Public corporation |
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13.Higlihgt four characteristics of labour as a factor of production (4mks)

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14.Give 4 government initiated methods methods of consumer protection (4mks)

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15.Give 4 rights and duties of a partner under the partnership act of 1963 of Kenya (4mks)

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16.Outline four sources of capital in sole proprietorship form of business (4mks)

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17.Highlight four disadvantages of partnership (4mks)

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18Give 5 clauses found in the memorandum of association (5mk

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19. Give 3 characteristics of preference shares (3mks

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20.Give 4 advantages of containerisation (4mks)

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21. Highlight six ways in which transport is important to a business (6mks)

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