**NAME\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_ADM\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_\_CLASS\_\_\_\_\_\_\_\_**

**ST CLARE GIRLS HIGH SCHOOL GATITU**

**BUSINESS STUDIES END TERM EXAM 2018 FORM TWO**

1. **Outline four Sources of business idea.** 4mks

**a)……………………………………………………………………………………………………………………………………………………**

**(b)…………………………………………………………………………………………………………………………………………………**

**(c)…………………………………………………………………………………………………………………………………………………**

**(d)…………………………………………………………………………………………………………………………………………………**

1. **Highlight four Circumstances under which cash with order is appropriate 4mks**

**a)……………………………………………………………………………………………………………………………………………………**

**(b)…………………………………………………………………………………………………………………………………………………**

**(c)…………………………………………………………………………………………………………………………………………………**

**(d)…………………………………………………………………………………………………………………………………………………**

1. **Outline four Principles of cooperatives** 4mks

**a)……………………………………………………………………………………………………………………………………………………**

**(b)…………………………………………………………………………………………………………………………………………………**

**(c)…………………………………………………………………………………………………………………………………………………**

**(d)…………………………………………………………………………………………………………………………………………………**

1. **Highlight four Sources of capital for a limited liability company.** 4mks

**a)……………………………………………………………………………………………………………………………………………………**

**(b)…………………………………………………………………………………………………………………………………………………**

**(c)…………………………………………………………………………………………………………………………………………………**

**(d)…………………………………………………………………………………………………………………………………………………**

1. **State four advantages of public limited company.**4mks

**a)……………………………………………………………………………………………………………………………………………………**

**(b)…………………………………………………………………………………………………………………………………………………**

**(c)…………………………………………………………………………………………………………………………………………………**

**(d)…………………………………………………………………………………………………………………………………………………**

1. **Describe four Roles of stock exchange market to the economy.**4mks

**a)……………………………………………………………………………………………………………………………………………………**

**(b)…………………………………………………………………………………………………………………………………………………**

**(c)…………………………………………………………………………………………………………………………………………………**

**(d)…………………………………………………………………………………………………………………………………………………**

1. **Outline four Advantages of state corporation.**  (4mks)

**a)……………………………………………………………………………………………………………………………………………………**

**(b)…………………………………………………………………………………………………………………………………………………**

**(c)…………………………………………………………………………………………………………………………………………………**

**(d)…………………………………………………………………………………………………………………………………………………**

1. **Give four Factors of production and their rewards.**

**a)……………………………………………………………………………………………………………………………………………………………………………….**

**(b)……………………………………………………………………………………………………………………………………………………………………………….**

**(c)………………………………………………………………………………………………………………………………………………………………………………….**

**(d)………………………………………………………………………………………………………………………………………………………….......................**