JKIM KCSE JOINT EXAMINATION TEST PAPER

BUSINESS PAPER 2 2017

1a)Discuss the causes of unemployment among the youth in Kenya (10marks

b)Explain measures that the government may take to encourage increase volume of exports(10marks)

2aexplain the impact of engaging in free trade for a country(10 marks)

b)discuss five short comings of using national income statics to measure standards of living in a country(10 marks)

3a)Discuss five causes of inflation 10 marks)

b)explain five uses if money 10 marks)

4a) discuss five barriers to effective communication (10 marks)

b) Explain five reasons why the government may impose taxation on a commodity (10 marks)

5a) Explain four causes of rapid population increase in Kenya (8marks

b) The following balances were extracted from the books of Jkim traders on 31th December 2015

Details Shs

Capital 8000000

Sales 250000

Purchases 180000

Opening stock 50000

Closing stock 20000

Salaries 8000

Insurance expenses 5000

Rent expenses 25000

5years loan 200000

Debtors 45000

Rent received 180000

Commission paid 15000

Commission received 80000

Creditors 15 000

Required

Prepare trading, profit and loss account for the period ended 31th December 2015 (6marks)

And

Calculate the following (6marks)

a}mark up

b}current ratio

C}rate of return on capital

d}rate of stock turn over

6a}Describe the procedures followed when obtaining an insurance policy (10 marks)

b)kimemia enterprise started business on 1st April with Shs 350000 consisting of cash in hand Shs 80000,bank 250000 and furniture of Shs 20000

2015

April 4 Bought motor van worth Shs 95000and stock of 25000 on credit

“ 5 added stock of 20000 bought on cash

” 8 withdrew money from bank for office use worth Shs 50000

“ 9 sold stock on credit Shs 18500 to job

“ 15 received cheque for full settlement of debt owed by job

“ 18 paid Shs 75000 by cheque for motor van initially bought on credit on 4th April

“ 21 paid Shs 20000 cash for stock previously bought on credit

required

prepare the balance sheet of kimemia enterprise as at 30th April 2015 (10 marks)