KITALA MIXED DAY SECONDARY SCHOOL

BUSINESS STUDIES CAT 1 FORM THREE TERM ONE 2017

NAME…………………………………………………….ADM NO…………..TARGET……..

1. Indicate the reward associated with each of the factors of production in the table below.

(4 marks)

|  |  |  |
| --- | --- | --- |
|  | **Factor of Production** | **Reward** |
| a | Land |  |
| b | Labour |  |
| c | Capital |  |
| d | Entrepreneurship |  |

2. Outline **four** circumstances under which a co-operative society may be dissolved. (4 marks)

(a) ...........................................................................................................................

(b) ............................................................................................................................

(c) .........................................................................................................................

(d) .................................,...........................................................................................

3 Highlight **four** features of a bonded warehouse. (4 marks)

(a) .....................................................................................................................

(b) ....................................................................................................................

(c) ....................................................................................................................

(d) ....................................................................................................................

4. Outline **four** circumstances in which a trader may use oral communication. (4 marks)

(a) ............................................................................................................................

(b) ..............................................................................................................................

(c) ............................................................................................................................

(d) .................................................................................................................................

5.The following are types of office equipment pager, fax machines, telex and telephone. In the table below match each equipment with appropriate function (4mks)

|  |  |
| --- | --- |
| Function | Equipment |
| a) Sending and receiving written messages  b) Sending and receiving verbal messages  c) Sending and receiving copies of messages  d) Sending message one way only |  |

6. An entrepreneur may spot a gap in the market which may be converted into a business Idea. Name such gaps (4mks)

a)……………………………………………………………………………………………

b)…………………………………………………………………………………

c)…………………………………………………………………………………………...

d)………………………………………………………………………………………….

7.Outline FOUR roles of an entrepreneur in an organization. (4mks)

a)……………………………………………………………………………………………

b)……………………………………………………………………………………………

c)……………………………………………………………………………………………

d)…………………………………………………………………………………………...

8.The government raises most of its revenue through taxes. Highlight FIVE reasons for taxation.

a)……………………………………………………………………………………………

b)……………………………………………………………………………………………

c)……………………………………………………………………………………………

d)…………………………………………………………………………………………..

**9.Highlight** four factors that are causing many firms to collapse (4mks)

1. ………………………………………………………………………………..…………………
2. ………………………………………………………………………………..…………………
3. ………………………………………………………………………………..…………………
4. ………………………………………………………………………………..…………………

**10.State four** disadvantages of using cheques as a means of payment (4mks)

1. ………………………………………………………………………………..………………………………………………………………………………………………………………………………………………………………………………………………………………………
2. ………………………………………………………………………………..………………………………………………………………………………………………………………………………………………………………………………………………………………………
3. ………………………………………………………………………………..………………………………………………………………………………………………………………………………………………………………………………………………………………………

**11. Highlight four** factors to be considered in determining the premiums to be paid in the life insurance. (4mks)

1. ………………………………………………………………………………..…………………………………………………………………………………………………………………………………………………………………………………………………………..
2. ………………………………………………………………………………..…………………………………………………………………………………………………………………………………………………………………………………………………………..
3. ………………………………………………………………………………..……………………………………………………………………………………………………………………………………………………………………………………………………………

d)…………………………………………………………………………………………………

12. State the procedure for making an insurance claim. (5mks)

………………………………………………………………………………………………………

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