

2017 KCSE JKIM joint examination paper

Business paper 2 Question paper

Answer any FIVE questions in this section in the space provided.

1a) discuss five factors under which a high population growth rate may be desirable to a country. (10 marks)

b) explain five causes of balance disequilibrium (10marks)

2a) explain five impacts of business operations on the environment. (10marks)

b) explain factors to be considered when choosing a mean of communication. (10 marks)

3a) describe five channels of distribution that may be followed by locally manufactured goods (10marks)

b) explain five drawbacks of pipeline transport. (10marks)

4a) discuss five money transfer facilities provided by commercial banks. (10marks)

b) explain five errors that are not disclosed by the trial balance. (10marks)

5a) Enter the following transactions in the relevant ledger accounts (10marks)

2014

may 1 Jane Cosmetics started a business with Ksh.1, 150,000 cash

may 3 Bought stock of goods for Sh. 140,000 and paid in cash

may 6 Opened a bank account and deposited Sh. 160,000 from the cash till

may 9 Purchased an office machine for Sh. 125,000 and paid by cheque

may 12 cash sales Shs 5, 0000?

may 13 paid electricity bills Shs 12,000 cheque

may 15 paid Waweru a creditor Shs 54,000 cash

may 17 bought stock worth Shs 23,000 paid by cheque.

may 21 additional investment of Shs 34,000 deposited in bank.

b) describe five weakness of a public corporations. (10marks)

6a) (a) On 1st

June 2011, Hassan Traders had sh.115, 000 cash at hand and a bank overdraft of sh.40, 000.

During the month the following transactions took place:

June 4 Kadogo, a debtor settled his account of sh.10, 000 by cheque of sh.18, 000

June 7 Deposited sh.400 into the business bank account from the cash till

June 8 Paid rent by cash sh.14, 000

June 14 Cash sales sh.114, 000

June 17 Purchased motor van worth sh.13, 000 paying by cheque

June 18 Settled kanjis account sh.20, 000 after being allowed a discount of 5%

June 20 Received sh.6000 cash from Njeri, a debtor

June 22 Nyamura, a debtor settled his sh.14, 000 account by cheque, having been allowed 20% discount

June 25 Deposited sh.117, 000 into the bank from private sources

June 30 Banked the available cash except sh.11, 000

Required:

Prepare a duly balanced three column cash book. (12 marks)

b) explain four ways in which the government uses to protect consumers in Kenya (8 marks)