

KCSE 2017 JKIM JOINT EVALUTION TEST

Business paper 1

Attempt all questions in the space provided.

1. State four features of a hypermarket (4marks)

- a).....
- b).....
- c).....
- d).....

2. Outline four benefits to Kenyan after completion of the standard gauge railway. (4marks)

- a).....
- b).....
- c).....
- d).....

3 state four drawbacks of sirens as a mean of communication. (4marks)

- a).....
- b).....
- c).....
- d).....

4 state four contents of the cover note. (4marks)

- a).....
- b).....
- c).....
- d).....

5. State four demerits of bonded warehouse. (4marks)

- a).....
- b).....
- c).....
- d).....

6. Outline four features of the monopolistic market structure. (4marks)

- a).....
- b).....
- c).....
- d).....

7. Give four circumstances under which the government would discourage localization of firms. (4marks)

- a).....
- b).....
- c).....
- d).....

8. Give three circumstances under which the cred note may be used. (3marks)

- a).....
- b).....
- c).....
- .....

9. State four reasons why government may impose international trade restriction. (4marks)

- a).....
- b).....
- c).....
- d).....

10. The following balances were extracted from the books of Mawimbi enterprises on 30<sup>th</sup> June 2014

Details	Shs
Office equipment	35,000
Debtors	120,000
Creditors	240,000
Ten-year loan	400,000
Six-months loan	4,000
Closing Stock	25,000
Cash in hand	50,000
Drawings	30,000
Furniture	700,000

Shs.

Required:

Prepare a Balance Sheet as at 30th June 2014(5mks)

11. State four causes of cost push inflation in Kenya. (4marks)

- a).....
- b).....
- c).....
- d).....

12. Outline four rewards of factors of production (4marks)

- a).....
- b).....
- c).....
- d).....

13 highlight four importance of entrepreneurship (4marks)

- a).....
- b).....
- c).....
- d).....

14. State four different types of advertisement. (4marks)

- a).....
- b).....
- c).....
- d).....

15. State four clause of memorandum of association. (4marks)

- a).....
- b).....
- c).....
- d).....

16. Identify four trends in banking sector. (4marks)

- a).....
- b).....
- c).....
- d).....

17. List four micro-environmental factors that affect business activities. (4marks)

- a).....
- b).....
- c).....
- d).....

18. Identify source documents that relates to the following statements.

statement	Source document
The supplier demanded for payment of Shs 120,000 for goods delivered	
The petty cahier paid shs1, 200 for travelling expenses	
The seller received Shs 110,000 cash from the buyer in settlement of debt	
The buyer returned damaged goods worth Shs 15,000 to the seller	

19. State four circumstances under which a credit sale is appropriate. (4marks)

- a).....
- b).....
- c).....
- d).....

20. State four factors that make a firm to re-insure. (4marks)

- a).....
- b).....
- c).....
- d).....

21. State four changes in the economy associated with economic development. (4marks)

- a).....
- b).....
- c).....
- d).....

22. State four cause of shift in demand from  $D_0$  to  $D_1$ . (4marks)

- a).....
- b).....
- c).....
- d).....

23. State four ways in which consumers can protect themselves (4marks)

- a).....
- b).....
- c).....
- d).....

24. List three factors that determine precautionary motive for holding money. (3marks)

- a).....
- b).....
- c).....
- .....

25. Outline five functions of commercial banks (5marks)

- a).....
- b).....
- c).....
- d).....
- e).....
- .....