

KENYA METHODIST UNIVERSITY

**END OF 3RD TRIMESTER 2015 (SB) EXAMINATION**

**FACULTY : EDUCATION, ARTS AND SCIENCES**

**DEPARTMENT : EDUCATION**

**UNIT CODE : BUSS 201**

**UNIT TITLE : COMMERCE**

**TIME : 2 HOURS**

**INSTRUCTIONS**

* ***Answer Three Questions***

**Question One**

1. Discuss the relationships of commerce and other business disciplines namely:
2. Economics
3. Entrepreneurship
4. Accounting
5. Office practice and management. (10 Mks)
6. Explain the main characteristics of factors of production. (10 Mks)

**Question Two**

1. Describe the main functions of:
2. Wholesalers to retailers
3. Retailers to consumer (10 Mks)
4. Describe five sources of business finance in Kenya. (10 Mks)

**Question Three**

1. Discuss the role of transport system to the development and progress of Kenya. (10 Mks)
2. Describe five disadvantages of each of the following business units:
3. Sole proprietorship
4. Partnership (10 Mks)

**Question Four**

1. Explain five benefit of insurance to Kenyan society. (10 Mks)
2. How do banks contribute to the economic progress of Kenya? (10 Mks)

**Question Five**

1. Explain the role of government involvement in Kenya business environment. (10Mks)
2. Explain five benefits of teaching business studies in Kenyan schools. (10 Mks)