

Adm. No

565/1

NAME..... INDEX NO.....

SIGNATURE..... ^{STREAM}
~~DATE~~.....

**MARANDA HIGH SCHOOL
KCSE PRE - TRIALS
JUNE / JULY - 2022**

**BUSINESS STUDIES
PAPER 1
TIME: 2 HOURS**

Instructions to Candidates

- (a) Write your name and index number in the spaces provided above.
- (b) Sign and write the date of the examination in the spaces provided above.
- (c) This paper consists of 25 questions.
- (d) Answer ALL questions in the spaces provided
- (e) This paper consists of 8 printed pages. Candidates should check the question paper to ascertain that all the pages are printed as indicated and that no questions are missing
- (f) Candidates should answer the questions in English

For Examiner's Use Only

Question	1	2	3	4	5	6	7	8	9	10	11	12	13	14	15
Marks															

Questions	16	17	18	19	20	21	22	23	24	25
Marks										

TOTAL MARKS

Turn Over

1. Outline four measures which can be put in place by manufacturers to enhance consumer protection (4 marks)

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2. Give four ways by which the government can influence price of a commodity (4 marks)

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3. Mention four circumstances under which a firm would be located near the market for its products (4 marks)

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4. Give four reasons why most developing countries still rely on extractive level of production (4 marks)

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5. Identify four Benefits of a business that uses e-mail in communication (4 marks)

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6. Outline four factors that influence entrepreneurial practices in Kenya (4 marks)

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7. Highlight four circumstances under which producers may prefer to sell their produce directly to the consumers (4 marks)

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8. A consumer organization in your area has invited you to educate its members on various forms of consumer exploitation. Identify four areas which will form part of your highlights (4 marks)

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9. Outline four circumstances under which a sole proprietorship may be dissolved (4 marks)

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10. Give four reasons why warehousing is important to consumers (4 marks)

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11. State the books of original entries in which the following source documents are used (4 marks)

- Incoming Invoice
- Incoming Receipt
- Outgoing Credit Note
- Outgoing Invoice

12. Identify four reasons why a country should practice location of industries in one designated area (4 marks)

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13. State four roles played by the middlemen in the chain of distribution (4 marks)

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14. Mention four ways used by an organization to protect its properties and control (4 marks)

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15. State four services offered by advertising agencies (4 marks)

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16. Kenya needs to encourage rail transport. Highlight four reasons in support of the statement (4 marks)

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17. Highlight four services rendered by producer cooperative societies to their members (4 marks)

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18. Fill in the blank spaces marked a, b, and c in the table below (3 marks)

Business	Capital	Assets	Liabilities
P	5,500	16,000	a
Q	9,300	b	15,000
R	c	27,600	16,000

a.....

b.....

c.....

19. State four reasons for government participation in business activities (4 marks)

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20. Kenya has continued to experience persistent increase in the prices of various goods and services. Mention four negative effects of this trend (4 marks)

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21. State four considerations when locating an office (4 marks)

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 22. Identify four effects of declining population in a country (4 marks)

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23. Suggest four reasons why electric trains are not common in Africa (4 marks)

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24. Outline four shortcomings of direct production (4 marks)

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25. The information given below was extracted from the books of Kigali Traders on 31st November 2020.

	Kshs
Purchases	260, 000
Opening stock	75, 000
Carriage on purchases	12, 500
Closing Stock	27, 500
Goods were sold at a margin of	25%.

Using the information provided above, prepare Kigali's trading account for the period ended 31st November 2020. (5 marks)