



ST. MARY'S GIRLS' SCHOOL –RUNDA

Name.....

Class.....

Adm. No.....

Date

FORM 3

BUSINESS STUDIES.

1. State four problems that consumers may encounter as they try to satisfy their wants (4mks)
2. Describe any four sources documents that a business may have access to (8mks)
3. State four features of a supermarket (4mks)
4. Identify four benefits of joining a sacco. (4mks)
5. Suggest four reasons for the increase motorcycle accidents in Kenya today. (4 mks)
6. State four types of business activities carried out in Kenya.
7. Give four negative effects of overpopulation (4mks)
8. For each of the following transaction indicate the sources document from which the following transactions would be recorded

Transaction	Source document
Sale of goods on credit	
Goods returned by customers	
Purchase of goods on credit	
Correction of an undercharge	

9. The following transaction was obtained from Adams company in the month of September 2016.
Sept 16 sold goods on credit to foster company worth sh 3742 invoice no 132
Sept 20 sold goods on credit to king traders sh 8950 invoice no 133
Sept 25 credit sales to zimmer enterprises sh 10,000 invoice no 134.
Sep 27. Credit sales to king traders sh. 9032 invoice no 135
Record the following transaction in the relevant journal and post the information to the relevant ledger (8mks)
10. State four factors that influence the location of a firm (4mks)
11. Kamau a form four leaver wants to start a business name any four sources where he would get a good business idea (4mks)
12. Outline four uses of national economic resources
13. Identify five circumstances under which deferred payment is appropriate.
14. Outline four differences between tramps and liners as used in transport. (4 Marks)

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15. Highlight four ways in which an investor in Kenya may benefit from Nairobi stock exchange (NSE) (4 Marks)

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16. In each of the statement given below indicate the utility created by each of the business activities. (4 Marks)

Business activity Utility

- i Distribution of goods
- ii Oil refinery
- iii Selling goods
- iv Warehousing

17. Outline four benefits to citizens of a country trading with each other. (4 Marks)

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18. Highlight four external factors that may negatively influence the operations of a business. (4 Marks)

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19. State four aids to trade. (4 Marks)

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20. Outline the circumstances under which each of the following characteristics of human

wants may be observed. (4 Marks)

(i)Wants are competitive

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(ii)Complementary wants

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21. State four characteristics of goods that distinguish them from services. (4 Marks)

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22. Give four reasons for which businesses should observe ethical practices . (4 Marks)

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23. Outline four duties of a company secretary. (4 Marks)

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24. Highlight four disadvantages of direct production. (4 Marks)

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