BUSINESS FORM TWO END TERM 3 2019

NAME			
		ADMCLASS	3
1. For each (2 marks)	of the following good	ls, identify the appropriate class that they belo	ng to.
	Goods	Classification	
	Road		
	Sisal		
	Bread		
	Tractor		
	Tructor		
2.Outline f	our wavs in which the	e legal political environment can influence the	activities of a
business. (
2 Outling 6	our characteristics of	landscape office layout. (4 marks)	
3.outille J	our characteristics of	ianuscape office layout. (4 marks)	

Tied shop		single shop
5.Highlight <i>four</i> duties of co	nsumer associati	ons towards consumer protection.(4 marks)
6.Highlight <i>four</i> circumstan	ces under which i	railway transport may be appropriate as a
means of transport.	(4 marks)	

4. Differentiate between a tied shop and a single shop.

(4 marks)

7.Outline <i>four</i> circumstances under which communication would become ineffective. (4 marks)
8.Mention <i>four</i> benefits of warehousing to the consumers. (4 marks)
9. Mr. Ndumia insured his lorry whose value was shs.1,000,000 for shillings 600,000 against
the risk of fire outbreak. While on transit, there was a mechanical problem and the lorry
caught fire and was burnt causing a loss of shs.500,000. Calculate the compensation
amount and give a reason for that. (4 marks)

10.For each of the following descriptions, identify the corresponding method of product promotion. (4 mks)

DESCRIPTION	METHOD OF PROMOTION
Free promotion of a product	
Strategies to increase sales at the point	
of promotion.	
Impersonal presentation of a product	
through the mass media	
Ment to improve the reputation of a firm	

11.Outline four ways in which a good business structure is of benefit to a business organization(4mks)
12.Outline four difficulties that would be faced by an individual in the satisfaction of human
wants (4mks)

13.State four circumstan	ices under which it may be a	ppropriate to use personal sell	ing as a form
of product promotion	(4mks)		
14.State four functions o		(4mks)	
Thotate Tour Tunetions o	o o o o o o o o o o o o o o o o o o o	(111110)	
15.Give four reasons wh	y some traders prefer to ope	erate supermarket business	(4mks)
16.State four reasons wh	ny short message service (SM	IS) is replacing letters as a way	of
communication (4	4mks)		

17.State four circumstances under which a clerk may be employed to work in organization (4mks)
(4IIIKS)
18. Give four benefits that are likely to result form a modern railway network in the country
(4mks)