FORM 2 TERM 1 2021 BUSINESS STUDIES

1. Outline four benefits of pooling of risks to an insurances company (4 marks)

2. Highlight four essentials of warehouse

(4 marks)

3. Outline four reasons why Star of the Sea would prefer to transport its 60 students to music festival in Nairobi by train rather than public Bus (4 marks)

4. Outline four circumstances under which the government may find it necessary to participate in business activities (4 marks)

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5. Highlight four factors that may interfere with the effectives of face to face communication (4 marks)

6. Outline four features of labour as a factor of production (4 makrs)

7. A farmer s house valued at ksh 1,200,000 was insured against fire for sh 900,000 under the "with average clause". Fire occurred and damaged the house causing a loss of ksh. 500,000. Determine the value of compensation due to the farmer (3 marks)

8. Outline four factors that an entrepreneurs should consider before setting up a manufacturing business (4 marks)