

NAME.....CLASS.....ADM.....

**END TERM 2**  
**BUSINESS STUDIES**  
**FORM 2**  
**TIME: 1 ½ HOURS**

**Instructions.**

**Answer all the questions in the spaces provided.**

1.State **Four** reasons why it is difficult to satisfy human wants. (4mks)

2.State any **Five** clauses contained in the memorandum of association. (5mks)

3.State the nature of the following production activities (4mks)

Activity	Nature
(a)Flour milling	
(b)Bread baking	
(c)Cloth making	
(d)Cotton ginning	

4.State **Four** situations that indicate existence of a business opportunity. (4mks)

5.Highlight any **Four** roles that are played by ethics in businesses. (4mks)

6.Identify **Four** roles that equipments play in an office. (4mks)

7.Outline **Four** circumstances under which a partnership may be dissolved. (4mks)

8.State **Three** ways in which government may regulate business activities. (3mks)

9. Outline the sources of capital for co-operatives. (4mks)

10. Highlight **Five** factors to be considered when selecting office equipment. (5mks)

11. Highlight the contents of articles of association. (4mks)

12. Give **Four** essential elements of transport. (4mks)

13. Highlight **Five** importance of transport to business. (5mks)

14. Highlight **Four** reasons for studying business studies in Kenya. (4mks)

15. Name **Four** accounting documents that are used in home trade.

16. Identify **Four** elements of effective communications.

(4mks)

17. Identify **Four** common means of verbal communication.

(4mks)