
KENYA NATIONAL EXAMINATION COUNCIL
REVISION MOCK EXAMS 2016
TOP NATIONAL SCHOOLS

ALLIANCE GIRLS HIGH SCHOOL
BUSINESS STUDIES
THEORY
Paper 1

SCHOOLS NET KENYA
Osiligi House, Opposite KCB, Ground Floor
Off Magadi Road, Ongata Rongai | Tel: 0711 88 22 27
E-mail: infosnkenya@gmail.com | Website: www.schoolsnetkenya.com

ALLIANCE GIRLS HIGH SCHOOL KCSE TRIAL AND PRACTICE EXAM 2016

565/1

BUSINESS STUDIES

THEORY

Paper 1

2 Hours

1. **State four** limitation of direct production. (4mks)
2. Highlight **four** roles of an entrepreneur to the economy of a country. (4mks)
3. A modern office requires a computer to carry out multiple functions. Highlight any **four**. (4mks)
4. **Highlight four** reasons why the Mau escarpment is an important Natural resource. (4mks)
5. **State four** reasons why it is important for a business to keep financial Records: (4mks)
6. Highlight the **purpose** of each of the following documents. (4mks)

Document	Purpose
a)Delivery note b)A debit note c)An invoice d)A statement of account	

7. Juma a newly employed teacher has joined Mwalimu Sacco in Bungoma. **Outline four** benefits of membership to the society. (4mks)
8. Redraft the following balance sheet correcting any mistakes. (4mks)

KIP's
Balance sheet
As at 31/8/2010

	Ksh	Cash	19000
Debtors	12000	Stock	12200
Capital	40700	Coop loan	50000
Creditors	18000	Bank overdraft	<u>22000</u>
Computers	<u>87500</u>		<u>103200</u>
	<u>158200</u>		

9. **Highlight four** measures taken by producers to ensure consumers are protected when using their products. (4mks)
10. **State four** benefits of a public warehouse to a consumer. (4mks)
11. **State four** advantages of using E-mail for communication by a given enterprise. (4mks)
12. **Highlight four** reasons why all motor vehicles are required to have insurance cover. (4mks)
13. The following information relates to MUSIKO traders for the year ended 31/12/2011

Sales	Ksh800,000
General expenses	ksh120,000

