

KALA JOINT MOCK EXAMINATIONS 2024

Kenya Certificate of Secondary education

565/2- BUSINESS STUDIES - Paper 2

July 2024 2hrs 30 mins



Name:Admission No

Class.....Date:Sign.....

Instructions to Candidates

- a) Write your name and index number in the spaces provided above.
- b) Sign and write the date of the examination in the spaces provided above.
- c) This paper consists of six questions.
- d) All questions carry equal marks.
- e) Answer any **five** questions in the spaces provided.
- f) All questions carry the same marks
- g) Non-programmable silent electronic calculators may be used.
- h) Candidates should check the question paper to ascertain that all the pages are reprinted as indicated and that no questions are missing
- i) Candidates should answer questions in English
- j) All workings **MUST** be clearly show

Question	1a	1b	2a	2b	3a	3b	4a	4b	5a	5b	6a	6b
Score												

KALA JOINT MOCK EXAMINATION

Inspiring Academic Success

1 (a) Describe five characteristics of economic resources. (10mks)

1. (b) Explain five circumstances under which a country may restrict international trade. (10mks)

2. (a) Apart from shares explain five other sources of capital for a public limited company. (10mks)

2. (b) The following information was extracted from the books of Amudate Trader Ltd in the month of January, 2024.

January 1: Had cash in hand, shs15, 500 and a bank overdraft of shs 9,700.

January 3: Bought goods for sale shs12, 300 on credit

January 5: Sold good in cash shs 8,500

January 9: Sold goods on credit shs10,000.

January 12: Received a cheque of kshs 9,000 from a debtor.

January 15: Paid a creditor kshs 10,000 in cash.

January 17: Paid wages kshs 2,600 in cash.

January 19: Received a cheque kshs 23,400 from Samson for goods sold in December 2023.

January 20: Received kshs 6,700 from a debtor in cash.

January 23: Withdrew kshs 7,700 from the bank for office use.

S January 24: Paid electricity bills by cheque shs1,200.

January 25: Received a cheque of shs11,500 from a debtor.

January 26: Made cash sales of kshs 12,800.

January 27: Purchased goods worth kshs 8,950 in cash.

January 28: Deposited personal cash shs3, 500 in to the business account.

January30: Paid water bills by cheque kshs 2,800.

Required: Prepare a two-column cash book.

(10 mks)

3 (a) Explain five measures that the County government of Nairobi can take to improve the quality of services that it offers to its citizens. (10mks)

3. b) Explain five uses of national income statistics to a country (10mks)

4(a) Explain any five types of money transfer facilities provided by commercial banks (10mks)

4.(b) Explain five measures that a country may take to ensure proper development plans. (10mks)

5(a) Explain five methods that the government may use to increase the supply of goods in the market. (10mks)

(b) Explain five guidelines that should be followed by the government in its expenditure. (10mks)

6(a) Explain five personal attributes of an office worker. (10mks)

(b) The following information relates to Masaibu Traders for the year ended 30th June 2023

	shs
Opening stock	289,000
Sales	2,400,000
Purchases	1,826,000
Expenses	360,000
Net Profit	240,000
Closing stock	315,000
Fixed assets	400,000
Debtors	900,000
Cash at bank	35,000
Current liabilities	438,000

Calculate: i) Cost of sales (2mks)

ii) Rate of stock turnover (2mk)

iii) Current ratio (2mks)

iv) Margin (2mks)

