### TECHNICAL UNIVERSITY OF MOMBASA

## School of Business

### DEPARTMENT OF BUSINESS ADMINISTRATION

### **END OF SEMESTER EXAMINATIONS**

### CBM/CHRM/CSM/CSTM EXAMS

UNIT CODE: BAC 1102 : BUSINESS STUDIES

**SERIES**: MAY 2016

**TIME**: 2 HOURS

# **INSTRUCTIONS**

- This paper consists of **TWO** printed pages.
- This paper consists of **FIVE** questions.
- Answer question **ONE** (**Compulsory**) and any other **TWO** questions

## **Question 1 (Compulsory)**

a)	Distinguish between a sole trade business and a partnership.	(10 mks)	
b)	What is a partnership deed? State its contents.	(5 mks)	
c)	List FIVE advantages of a sole trade business.	(5 mks)	
d)	Distinguish between home trade and international trade.	(10 mks)	
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a)	What TWO legal documents are to be submitted to the registrar of	companies before
	incorporation? State their contents.	(10 mks)

- b) What are the roles of warehousing? (5 mks)
- c) State the role of agriculture in the Kenyan economy. (5 mks)

## **Question 3**

- a) Explain the factors that influence the location of a business. (10 mks)
- b) Discuss the role of business in an economy. (10 mks)

### **Question 4**

- a) Briefly discuss the roles of a retailer to a consumer. (5 mks)
- b) State FIVE factors that determine the quantity of demand. (5 mks)
- c) Discuss the importance of transport to a business and to the economy at large.

(10 mks)

### **Question 5**

a) Briefly discuss FIVE methods the government may use to restrict international trade.

(10 mks)

b) Discuss the internal and external advantages of economies of scale. (10 mks)