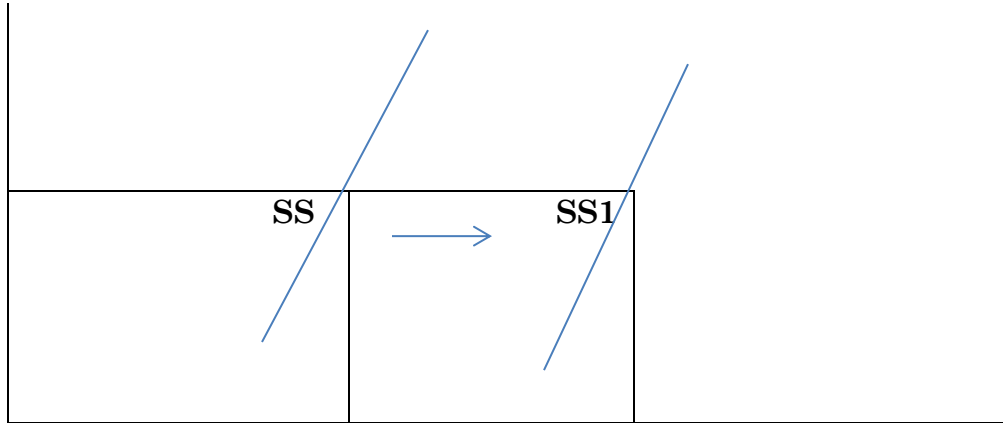


BUSINESS STUDIES FORM 3 EXAM

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

1. Explain the term demand (2mks)
2. Give 3 functions of co-operative societies.(3mks)
3. Explain the concept of scarcity, choice and opportunity cost.(3mks)
4. Give the 2 types of goods which may **NOT** be affected by the law of demand.(2mks)
5. Give four factors that may affect the demand of a commodity.(4mks)

6. The diagram below represents a shift on the supply curve.



Give 4 reasons why SS has shifted to S1S1.(4mks)

7. Give three other methods that may be used in determining the price other than through the forces of demand and supply.(4mks)

8. Give 4 incentives those can be given by the government to encourage development of firms .(4mks)

9. Briefly 4 explain factors to be considered by a firm before embarking on the production of a particular product. (8mks)

10. Explain 4 disadvantages of firm delocalization. (8mks)

11. Explain 4 factors which have contributed to existence of small firms in any economy dominated by big businesses.(8mks)