

845/2

ENTREPRENEURSHIP

EDUCATION

Paper 2

Jul/Aug 2019

2 ½ Hours



MUKONO EXAMINATION COUNCIL

Uganda Certificate of Education

ENTREPRENEURSHIP EDUCATION

Paper 2

2 Hours 30 Minutes

INSTRUCTIONS TO CANDIDATES

Answer **four** questions in all.

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

Section **A** is compulsory. Answers to this section should be precise.

Answer **three** questions from section **B**.

Credit will be given for use of relevant diagrams and illustrations.

Additional question(s) answered will **NOT** be marked.

SECTION A (40 MARKS)

1. a) (i) What is meant by environmental degradation? **(01 mark)**
(ii) Outline any three effects of environmental degradation on business activities. **(03 marks)**
- b) Identify any two;
(i) administrative expenses of a business. **(02 marks)**
(ii) pre-operating expenses. **(02 marks)**
- c) (i) Give any two forms of visual communication used by an entrepreneur. **(02 marks)**
(ii) Mention any two barriers to effective communication in business. **(02 marks)**
- d) Mention any four indicators of quality as perceived by customers of a product. **(04 marks)**
- e) (i) State any two characteristics of service businesses. **(02 marks)**
(ii) Outline any two examples of service businesses in Uganda. **(02 marks)**
- f) (i) Give two ways in which family members can support your business. **(02 marks)**
(ii) State any two disadvantages of involving family members in your business. **(02 marks)**
- g) (i) What is a “debenture” as used in business. **(01 mark)**
(ii) Give any three sources of long term finance for a business. **(03 marks)**
- h) Mention any four ways of managing business risks by an entrepreneur. **(04 marks)**
- i) (i) Distinguish between a progressive tax and regressive tax. **(02 marks)**
(ii) Outline two examples of non-tax revenue collected by Uganda revenue authority. **(02 marks)**
- j) (i) What is meant by the term book keeping as used in business. **(01 mark)**
(ii) Give any three users of book keeping records. **(03 marks)**

SECTION B (60 MARKS)

2. a) Give any ten types of insurable policies applicable in business. **(10 marks)**
b) Describe the procedure of taking out an insurance policy. **(10 marks)**
3. a) Explain six services offered by financial institutions to entrepreneurs in Uganda. **(12 marks)**
b) State four requirements considered by a financial institution before giving a loan to an entrepreneur. **(08 marks)**

4. a) Advise an entrepreneur on any six factors to consider when selecting production machinery, tools and equipment for the business. **(12 marks)**
b) Give any four ways of ensuring proper machine handling and safety. **(08 marks)**
5. a) Explain six decisions made by an entrepreneur in a business. **(12 marks)**
b) Mention eight problems faced by entrepreneurs in your country. **(08 marks)**
6. a) Describe any five types of manufacturing businesses carried out by entrepreneurs in Uganda. **(10 marks)**
b) How do businesses affect the natural environment in Uganda? **(10 marks)**

- **End** -