**S.1 COMMERCE EXAM**

**Instructions:**

**Attempt all questions.**

1 a. Define the following terms. (8 marks)

1. Commerce
2. Labour
3. Capital
4. Opportunity cost.

b. Give any two factors of productivity. (2 mrks)

i. …………………………………………………………………………………….

ii. ……………………………………………………………………………………

2 a. Outline (six) ways how business men acquire capital.

1. ………………………………………………………………………………………….
2. ………………………………………………………………………………………….
3. ………………………………………………………………………………………….
4. ………………………………………………………………………………………….
5. ………………………………………………………………………………………….
6. ………………………………………………………………………………………….

b. Give four types of goods

i. ……………………………………………………………………………………

ii. …………………………………………………………………………………..

iii. …………………………………………………………………………………

iv. …………………………………………………………………………………

3. a. What is trade? (2 mrks)

………………………………………………………………………………………………………………………………………………………………………………………………………………………………………………………....

b. Mention four aids to trade (4 mrks)

i. ……………………………………………………………………………………

ii. …………………………………………………………………………………..

iii. …………………………………………………………………………………

iv. …………………………………………………………………………………

ci. Define the term Utility (2 mrks)

………………………………………………………………………………………………………………………….……………………………………………………………………………………………………………………………….

ii. Give 3 types of production. (3 mrks)

i. ……………………………………………………………………………………

ii. …………………………………………………………………………………..

iii. …………………………………………………………………………………

4. a. What is production? (2 mrks)

………………………………………………………………………………………………………………………….……………………………………………………………………………………………………………………………….

b. Give four importance of commerce? (4 mrks)

1. …………………………………………………………………………..……………………………………….
2. ………………………………………………………………………………………………………….………..
3. ……………………………………………………………………………………………………………………
4. ……………………………………………………………………………………………………………………

c. Differentiate between private goods and free goods. (4 mrks)

i. ……………………………………………………………………………………

ii. …………………………………………………………………………………..

iii. …………………………………………………………………………………

iv. …………………………………………………………………………………

….END….