

BISHOP'S SENIOR SCHOOL MUKONO
S.1 COMMERCE.

INSTRUCTIONS:-

- Answer all questions on the answer sheets provided.
- For section A, put a ring on the letter with the correct answer.

SECTION A: (10MARKS)

1. Which one of the following would be the best definition of utility?
A. Usefulness of a good. B. Ability to satisfy wants or needs.
C. Demand for goods. D. Ability to produce goods.
2. Which of the following activities is not considered a productive activity?
A. playing soccer for a club, B. hunting for leisure.
C. preparing food for the school. D. looking after cattle.
3. The provision of services falls under the production sector called;
A. commercial production. B. primary production
C. tertiary production. D. secondary production.
4. The price for land is called;
A. wages. B. interest. C. profit. D. rent.
5. Two commodities can be demanded jointly if;
A. they complement each other. B. they are both necessities.
C. they are found in the same place. D. they are cheap.
6. The production process will come to an end when the goods reach the;
A. producer. B. final consumer. C. retailer. D. wholesaler.
7. Demand is ;
A. the need for a particular good. B. the quantities of goods.
C. the quantity of a commodity that will be bought at a particular price.
D. the quantities of goods consumers are willing to consume regardless of the price.
8. Mining is an example of ;
A, tertiary production. B. secondary production.
C. direct production. D. primary production.
9. Business reoccupations are;
A. Activities aimed at making profits. B. primary production activities.

C. secondary reproduction activities. D. tertiary production activities.

10. Two kinds of goods usually produced are;

- A. investment goods and capital goods.
- B. consumer goods and capital goods.
- C. labour and capital. D. assets and liabilities.

SECTION B: (40 Marks)

11.a) Define the following terms ;

- i) Localization. (2mks)
- ii) Delocalization. (2mks)

b) Give four advantages of localization. (8mks)

c) Give four advantages of delocalization . (8mks)

12.a Define the term production. (2mks)

b) Mention and explain the three stages of production. (6mks)

c) Explain six factors that influence the consumer's decision to buy a commodity. (12mks)

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