INSTRUCTIONS TO CANDIDATES:

You should have the following for this examination:
Answer booklet
Mathematical tables / electronic calculator

Answer any FIVE of the following EIGHT questions.
All questions carry equal marks.
1. (a) Explain the following types of organisation:
   (i) Line
   (ii) Functional
   (4 marks)

   (b) List SIX advantages of Management By Objectives (MBO).
   (6 marks)

   (c) Discuss any FIVE problems that confront a project manager in trying to ensure project completion on schedule.
   (10 marks)

2. (a) (i) State any FOUR objectives of economic policy of a government.
       (ii) Explain division of labour in reference to production, stating TWO limitations of the system.
       (8 marks)

       (b) (i) Distinguish between ‘offer’ and ‘invitation to treat’.
              (ii) Discuss FOUR obligations of a business to the society.
              (12 marks)

3. (a) (i) State any THREE functions of International Monetary Fund (IMF).
       (ii) Explain
            I    Elasticity of supply
            II   Giffen good

       (b) (i) Draw a supply curve and explain its significance.
              (ii) State any THREE factors leading to a successful sale of a product.

       (c) State SIX differences between financial institutions and commercial banks.

       (7 marks)

       (7 marks)

       (6 marks)

4. (a) Explain any FOUR functions of management.

       (8 marks)

   (b) List FOUR merits and THREE demerits of organisation structure.

       (7 marks)

   (c) (i) Define ‘delegation’.
          (ii) Outline any THREE advantages of c (i).

       (5 marks)

5. (a) (i) Define price elasticity of demand.
          (ii) List SIX factors that determine the demand of a product.

       (10 marks)

   (b) (i) Explain any THREE factors that led to the failure of barter system.
          (ii) Outline any FOUR characteristics of money.

       (10 marks)

6. (a) (i) Outline the functions of an office.
          (ii) State FOUR advantages of an open office plan.

       (8 marks)
(b)  
(i) Explain the law of comparative advantage.

(ii) Define
   I. Terms of trade
   II. Tariff
   III. Quota

(c) List FOUR advantages of International Trade.

(a) State FOUR objectives of network analysis.

(b) Table 1 lists the implementation activities for a small software development project.

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(i) Draw the project network indicating the critical path.
(ii) Determine the project completion time.

8. (a) Explain the law of diminishing marginal utility.

(b) (i) Define automation.
(ii) List FOUR advantages and THREE disadvantages of b(i).

(c) (i) Outline THREE limitations and FOUR advantages of specialisation in organisation.
(ii) List TWO functions of an economic system.