

CAMEROON GENERAL CERTIFICATE OF EDUCATION BOARD

General Certificate of Education Examination

0520 COMMERCE 1

JUNE 2018

ORDINARY LEVEL

Centre Number	
Centre Name	
Candidate Identification Number	
Candidate Name	

Mobile phones are NOT allowed in the examination room.

MULTIPLE CHOICE QUESTION PAPER

One and a Half Hours

INSTRUCTIONS TO CANDIDATES

Read the following instructions carefully before you start answering the questions in this paper. Make sure you have a soft HB pencil and an eraser for this examination.

1. USE A SOFT HB PENCIL THROUGHOUT THE EXAMINATION.
2. DO NOT OPEN THIS BOOKLET UNTIL YOU ARE TOLD TO DO SO.

Before the examination begins:

3. Check that this question booklet is headed "Ordinary Level - 0520 Commerce 1"
4. Fill in the information required in the spaces above.
5. Fill in the information required in the spaces provided on the answer sheet using your HB pencil:
Candidate Name, Examination Session, Subject Code and Candidate Identification Number.
Take care that you do not crease or fold the answer sheet or make any marks on it other than those asked for in these instructions.

How to answer the questions in this examination

6. Answer ALL the 50 questions in this Examination.
7. Calculators are allowed.
8. Each question has FOUR suggested answers: A, B, C and D. Decide on which answer is correct. Find the number of the question on the Answer Sheet and draw a horizontal line across the letter to join the square brackets for the answer you have chosen.
For example, if C is your correct answer, mark C as shown below:
9. Mark only one answer for each question. If you mark more than one answer, you will score a zero for that question. If you change your mind about an answer, erase the first mark carefully, then mark your new answer.
10. Avoid spending too much time on any one question. If you find a question difficult, move on to the next question. You can come back to this question later.
11. Do all rough work in this booklet using the blank spaces in the question booklet.
12. At the end of the examination, the invigilator shall collect the answer sheet first and then the question booklet.
DO NOT ATTEMPT TO LEAVE THE EXAMINATION HALL WITH IT.

Turn Over

1. Identify the auxiliaries to trade which stabilizes prices:
- A Warehousing.
B Insurance.
C Banking.
D Communication.
-
2. A resource below provided by human effort is:
- A Entrepreneur.
B Labour.
C Land.
D Capital.
-
3. The department that educates and train employees in an enterprise is called:
- A Human resource department.
B Administrative department.
C Marketing department.
D Accounting department.
-
4. A standing order is used when a:
- A Single payment is made.
B Regular payment is made at irregular intervals.
C Regular payment is made at regular intervals.
D Single payment is made to several persons.
-
5. The charge paid for goods transported by sea is called:
- A Carriage paid.
B Cash paid.
C Freight.
D Demurrage.
-
6. Inter-bank indebtedness is settled in a:
- A Clearing house.
B Commercial banks.
C Merchant banks.
D Development banks.
-
7. Which form of advertising below targets a particular market segment?
- A Direct advertising.
B Indirect advertising.
C Persuasive advertising.
D Informative advertising.
-
8. Which sales promotional technique attaches a bonus to the product on sale?
- A Premium.
B Give away item
C Discount.
D Coupons.
-
9. A marine insurance loss which is voluntarily incurred is:
- A Total loss.
B Partial Loss.
C General Average Loss.
D Constructive Loss.
-
10. A policy taken to cover the dishonesty of an employee is known as:
- A Employer Liability.
B Burglary.
C Consequential Loss.
D Fidelity guarantee.
-
11. The principle which demands that all relevant information is described when entering an insurance contract is:
- A Uberrimae Fidei.
B Caveat emptor.
C Insurable interest.
D Fidelity guarantee.
-
12. A retailer is offered a trade discount of 20% for a total of 2,400, 000 FRF. Trade discount is:
- A 408,000F.
B 480,000F.
C 4,800,000F.
D 48,000F.
-
13. The value of goods imported is 24 million FCFA. If tariffs charged on them is 25%. Custom duty is:
- A 600,000f.
B 6,060,000F.
C 6,000,000F.
D 6,600,000F.
-
14. The rate of interest charged on bank loans depends on all of the following EXCEPT:
- A Duration of loan
B Type of customer
C Expected profit by borrower
D Credit worthiness of borrower
-
15. Which of the following is NOT a feature of a multiple shop?
- A Sell goods on C.W.O basis.
B Have many branches.
C They have the same appearance.
D Stocks can be obtained from a Central Warehouse.
-
16. Impulse buying means that the buyer:
- A Buys on credit.
B Makes payments in installments.
C Stops buying.
D Does unplanned buying.

17. A machine used to print postage bn documents or envelopes is called:
 A Franking machine.
 B Electronic scale.
 C Teleprinter
 D Stamp affixing machine.
18. Which of the following agents does NOT take possession of goods?
 A Auctioneer.
 B Broker.
 C Factor.
 D Del credere Agent.
-
19. A document which gives a summary of the customer's transaction in the bank is:
 A Bank statement.
 B Statement of Account.
 C Counterfoil.
 D Standing order.
20. A price quotation for which the seller's responsibility ends as soon as the goods are loaded on the ship is:
 A C. I. F
 B Ex ship.
 C F. O. B.
 D Franco.
- Question 21 and 22 are based on the following information:**
 Akwi and Akwen are partners sharing profits in the ratio 2 : 5. Their net profit for 2015 is 5,600,000 m frs.
21. Akwi's profit is:
 A 1,300,000 m frs.
 B 1,060,000m frs.
 C 7,000,000 mfrs.
 D 1,600,000 mfrs.
22. Akwen's profit is:
 A 4,500,000 mfrs.
 B 4,000,000frs.
 C 800,000 frs.
 D 400,000 frs.
23. A sale agreement where the contract is concluded immediately but delivery and payment are made in future is:
 A A conditional sale agreement.
 B A future sale agreement.
 C A credit sale agreement.
 D Spot sale.
24. A document that shows the current price of various goods of a firm is
 A Price list.
 B Pro forma Invoice.
 C Catalogue
 D Quotation.
25. An agreement between wholesale and retailers for a mutual commercial benefit is
 A Voluntary chain.
 B Co-operative.
 C Partnership.
 D Joint venture.
-
26. A transport system that is NOT found in Cameroon is:
 A Canal.
 B River.
 C Pipeline.
 D Sea.
-
27. Which of the following indicates that road transport reduces risk of damage and pilfering on goods?
 A No necessity for transshipment.
 B Goods are delivered to their destination.
 C Goods remain under the control of the owner.
 D Goods can be transported at low cost.
-
28. A document used to deposit money into a bank account is:
 A Pass book.
 B Cheque Book.
 C Certificate of deposit.
 D Paying-in slip.
29. The Ministerial department that controls Lumbering in Cameroon
 A Agriculture.
 B Industry.
 C Forestry and wildlife.
 D Environment.
30. Which of the following is NOT a branch of production?
 A Services.
 B Commerce.
 C Industry.
 D Trade.

31. The term "Limited Liability" implies that
 A Shareholders are responsible for the debts of the firm up to their personal belongings.
 B Share holders are responsible to the debts of the firm up to the capital contributed.
 C Shares holders have nothing to do with the liabilities of the company.
 D Shareholders have a safe side of the debts of the firm.
-
32. A document that gives details of a given trade transaction is referred to as:
 A Statement of account.
 B Invoice.
 C Receipt.
 D Order form.
-
33. A sales method in which buyers become owners of goods after paying initial deposit is referred to as:
 A Hire purchase.
 B Future sales.
 C Credit sales.
 D Conditional sales.
-
34. A mail service whereby the customer is due compensation when the posted item is missing in transit is called:
 A Recorded delivery.
 B Mail service.
 C Registered post.
 D Express Delivery.
-
35. A document that contains details of Cargo passengers and crew in a ship is called:
 A Ship manifest.
 B Shipping note.
 C Certificate of origin.
 D Bill of lading.
-
36. An association grouping shipping companies or ship owners is called:
 A National Port Authority.
 B Shipping Companies limited.
 C Confederation of Shippers.
 D Shipping conference.
-
37. A form of credit granted to current account holders is called:
 A Bank Giro.
 B Credit loan.
 C Overdraft.
 D Bank Loan.
-
38. The financial institution that implements government policies is
 A Merchant banks.
 B Development banks.
 C Commercial banks.
 D Central bank.
-
39. Cost of Good sold = 20,000,000frs
 Average stock = 10,000,000frs Expenses = 5,000,000frs The rate of turnover is:
 A 3 times.
 B 4 times.
 C 2 times.
 D 5 times
-
40. The following are Fixed Assets EXCEPT:
 A Fixtures.
 B Stocks.
 C Land.
 D Vehicles.
-
41. An example of a public relation activity by MTN Cameroon is:
 A Newspaper advert.
 B Numerous Free gifts.
 C TV adverts.
 D Sports sponsorship.
-
42. Which of these principles enable the insurer to take possession of the wreckage after full compensation has -been done?
 A Indemnity.
 B Contribution.
 C Subrogation.
 D Proximate cause.
-
43. The re-imbusement of tariff paid when imported goods are meant for re-export is called:
 A Excise duties.
 B Ad valorem tax.
 C Specific duties.
 D Customs drawback.
-

Study the cheque below and answer questions 44, 45 and 46.

No. 92238	40.000FCFA
<u>Commercial Bank of Cameroon SA</u>	
Pay against this cheque: Forty thousand Frs CFA	
To the order of: Fotso Carine	
Payable at: Yaounde Branch	
Chi John A/C NO: 00000889/4	Date: 29/9/2009
<u>Signature Chi John</u>	

44. Commercial bank of Cameroon S A is
- A Drawee.
 - B Drawer.
 - C Payee.
 - D Endorsee.

45. Chi John is the:
- A Endorser.
 - B Payee.
 - C Drawee.
 - D Drawer.

46. The two lines drawn across the face of the cheque signifies;
- A Payment can be made at a specified branch.
 - B Payment must be made only into an account.
 - C Payment must be made only over the counter.
 - D Owner is not endorsable.

47. Invisible trade means:
- A Trade in tangibles.
 - B Buying and selling of goods.
 - C The selling of services.
 - D The buying and selling of services.

48. The safety line drawn on a ship is called:
- A Shipping line.
 - B Special line.
 - C Dead weight line.
 - D Plimsolls line.

49. All of the following can be transferred to a third party by endorsement EXCEPT:
- A Cheques.
 - B Internal money order.
 - C Bill of exchange.
 - D Bill of lading.

50. A document that gives full details of goods transported by air is
- A Bill of Lading.
 - B Airway bill.
 - C Master's Receipt.
 - D Manifest.

STOP

GO BACK AND CHECK YOUR WORK