

JUNIOR CERTIFICATE EXAMINATION, 2007

BUSINESS STUDIES – HIGHER LEVEL

**PAPER I
SECTION A
(80 marks)**

MARKING SCHEME

1.	4 marks	11.	4 marks
2.	4 marks	12.	4 marks
3.	4 marks	13.	4 marks
4.	4 marks	14.	4 marks
5.	4 marks	15.	4 marks
6.	4 marks	16.	4 marks
7.	4 marks	17.	4 marks
8.	4 marks	18.	4 marks
9.	4 marks	19.	4 marks
10.	4 marks	20.	4 marks

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BUSINESS STUDIES – HIGHER LEVEL

PAPER I
SECTION B
(160 marks)

- All questions carry equal marks (40 marks)

MARKING SCHEME

1. Household Budget

(A) Revised Budget:

Planned Income section	5 marks
Planned Expenditure section	13 marks
Net Cash/Opening Cash/Closing Cash sections	10 marks

(28)

- (B)**
- (i)** Correct month
 - (ii)** Expected overspending in three months – correct figure
 - (iii)** **One** reason – mortgage repayments might increase
 - (iv)** Revised Budget – Yes/No and **two** reasons

(12)

(40 marks)

2. Club Account

(A) (i) Income & Expenditure Account

Title & Date	1 mark
Income: Figures & details	5 marks
Expenditure: Figures & details	11 marks
Excess: Correct figure with detail	3 marks

(ii) Balance Sheet

Title & Date	1 mark
Assets: Figures & details	5 marks
Liabilities: Figures & details	2 marks
Financed by: Figures & details	2 marks
Total: Figures & details	1 mark

(31)

(B) Club treasurer – **three functions**

(9)

(40 marks)

3. National Budget and Economic Awareness

- (A) (i) National Budget for 2007
Heading with year
Correct figures with details
- (ii) Current Income (government) – **two** examples
- (iii) Capital Income (government) – **one** example (18)
- (B) (i) Spending on motorways – **two** economic benefits and **one** economic drawback
- (ii) (a) **Two** types of financial institution
- (b) Opportunity cost
- (c) **One** effect on Balance of Payments (18)
- (C) Mixed economic system (4)

(40 marks)

4. Consumer

- (A) (i) Consumer law
- (ii) Relevant principle of consumer law (6)
- (B) (i) Letter of complaint
Layout
Content
English
- (ii) **Two** methods of payment (24)
- (C) **Two** agencies and **one** service offered by each (10)

(40 marks)

5. Personal Banking

- (A) (i) Application form – completion
(ii) Opening a bank account – **three** legal requirements
(iii) Current and Deposit account – **two** differences
(iv) (a) Overdraft
(b) **Three** requirements to be satisfied by Andy for an overdraft (30)

- (B) (i) **Two** suitable sources of finance
(ii) **Two** rights of a borrower (10)

(40 marks)

6. People at Work

- (A) (i) **Two** rewards of being self-employed
(ii) **Two** risks of being self-employed
(iii) **Three** responsibilities of Anne Power (an employee)
(iv) Hardware and software – difference and **two** examples of each (30)

- (B) Net wage – calculation (10)

(40 marks)