



UNIVERSITY OF CAMBRIDGE INTERNATIONAL EXAMINATIONS
International General Certificate of Secondary Education

CANDIDATE
NAME

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BUSINESS STUDIES

0450/23

Paper 2

May/June 2010

1 hour 45 minutes

Candidates answer on the Question Paper.

Additional Materials: Insert

READ THESE INSTRUCTIONS FIRST

Write your Centre number, candidate number and name on all the work you hand in.
Write in dark blue or black pen.
Do not use staples, paper clips, highlighters, glue or correction fluid.
DO NOT WRITE IN ANY BARCODES.

Answer **all** questions.
The Insert contains the case study.
The business described in this question paper is entirely fictitious.

At the end of the examination, fasten all your work securely together.
The number of marks is given in brackets [] at the end of each question or part question.

For Examiner's Use	
1	
2	
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Total	

This document consists of **11** printed pages, **1** blank page and **1** Insert.



- 1 (a) Bashir wants to continue to expand the business. Identify and explain **two** other aims Bashir might have for the business.

For
Examiner's
Use

Aim 1:

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Explanation:

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Aim 2:

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Explanation:

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..... [8]

2 (a) Explain **four** reasons why employees at Bashir Baskets might want to be members of a trade union.

Reason 1:
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Reason 2:
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Reason 3:
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Reason 4:
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[8]

(b) Consider the **two** options for expanding Bashir's business outlined in the case. Recommend which one of the two options he should choose. Justify your choice using appropriate calculations.

For
Examiner's
Use

Option 1 (Baskets for the home):

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Option 2 (Baskets for restaurants):

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Recommendation:

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[12]

- 4 (a) Bashir Baskets is in the secondary sector but Bashir also uses many services from businesses in the tertiary sector, such as insurance. Identify **four** other examples of tertiary sector businesses that Bashir might use and explain how each will help his business.

Example 1:

Explanation:

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Example 2:

Explanation:

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Example 3:

Explanation:

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Example 4:

Explanation:

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..... [8]

(b) Suppose Bashir decided to start making flower baskets for the home. Explain **three** methods of promotion that Bashir could use. Recommend which one you think would be the best method to use. Justify your choice.

*For
Examiner's
Use*

Method 1:
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Method 2:
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Method 3:
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Recommendation:
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[12]

- 5 (a) Bashir buys flowers from other countries. Explain how an appreciation in the exchange rate and the introduction of a tariff on imported flowers might affect his business.

For
Examiner's
Use

Appreciation in the exchange rate:

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Introduction of a tariff:

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[8]

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