

## **Cambridge O Level**

CANDIDATE NAME					
CENTRE NUMBER			CANDIDATE NUMBER		



COMMERCE 7100/22

Paper 2 Written May/June 2023

2 hours

You must answer on the question paper.

No additional materials are needed.

## **INSTRUCTIONS**

- Answer all questions.
- Use a black or dark blue pen.
- Write your name, centre number and candidate number in the boxes at the top of the page.
- Write your answer to each question in the space provided.
- Do **not** use an erasable pen or correction fluid.
- Do not write on any bar codes.
- You may use a calculator.

## **INFORMATION**

- The total mark for this paper is 80.
- The number of marks for each question or part question is shown in brackets [].

This document has 12 pages. Any blank pages are indicated.

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[Turn over

**1** Fig. 1.1 shows the share of mobile retailing sales as a percentage (%) of all online sales in a country for 2017–2021.

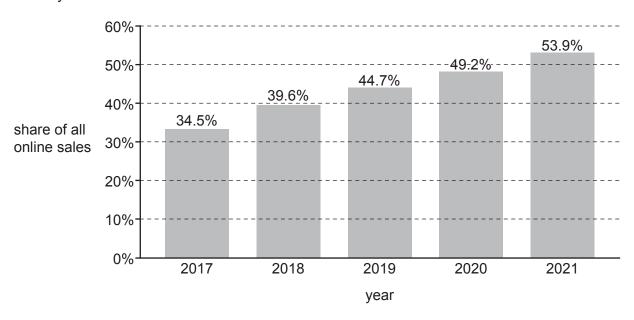


Fig. 1.1 Mobile retailing sales

Use Fig. 1.1 to help you answer the following questions.

(i)	Define mobile retailing.	
	[2	2]
(ii)	Calculate the increase in the share of mobile retailing sales from 2017 to 2021.	
	[	 1]

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(a)

(b)	Explain <b>two</b> methods of payment which customers use for online purchases.
	1
	2
	[4]
(c)	Circle the correct answer to complete each of the following sentences.
	As online sales increase, distribution costs
	decrease OR increase.
	Consumers are more likely to be attracted to a website by
	order tracking <b>OR</b> free returns.
	[2]
(d)	Discuss the importance of warehouses to online retailers. Give reasons for your answer.
	[6]

[Total: 15]

Adam and Bella have set up a partnership to make and deliver boxes of ready meals. Adam will make the meals and Bella will deliver the meals in a van. They have drawn up a deed of

par	tners	nip.
(a)	Sug	gest <b>two</b> reasons Adam and Bella had for starting their business as a partnership.
	1	
	2	
		ro'
(b)	(i)	State <b>one</b> item of information usually included in a deed of partnership.
		[1]
	(ii)	Explain <b>one</b> reason why it is important for Adam and Bella to draw up a deed or partnership.
		[3
(-)	D.	
(C)		you think it is a good idea for Adam and Bella to specialise their roles within the nership? Give reasons for your answer.
		LO.
		[3]

2

(d)	Each box of ready meals costs \$15 and there will be a mark-up of 40%.
	Calculate the selling price of each box of ready meals. Show your working.
	[3]
(e)	Discuss whether Adam and Bella should use local newspapers or the sides of their van to advertise. Which would you recommend? Give reasons for your answer.
	[8]

3 Kelvin Peng applied successfully for a VB Games store card six months ago, after considering the advantages offered by using the card. Fig. 3.1 shows a store card statement from VB Games to Kelvin Peng that he received in the post.

VB GAMES STORE CARD STATEMENT						
Kelvin Peng						
CREDIT LIMIT		\$700.00				
Purchases and Payments	\$	\$				
10/03/2023 VB Games, Klang store	24.40					
12/03/2023 VB Games, Ipoh store	56.30					
15/03/2023 VB Games, Padawan store	143.30					
18/03/2023 Payment at Klang store		212.00				
Present balance		(i)				
Available to spend		(ii)				
Minimum payment due by 30/04/2023	5.00					

Fig. 3.1 Store card statement

Use Fig. 3.1 to help you answer the following questions.

(a)	Complete (i) and (ii) in Fig. 3.1.	[2]
(b)	Explain how Kelvin will be affected if he does not pay the minimum payment on time.	
		[2]

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B Games? Give reasons for your answer.
elvin wants to buy an expensive guitar. He can use a loan or an overdraft to pay found to be uitar. Discuss both options. Which would you recommend? Give reasons for your answ

Freg con	ya is interested in exporting recycled laptops. She attended a trade fair to find out about the immercial opportunities and risks experienced by exporters.
(a)	Define exports.
	[2]
(b)	Do you think exporting recycled laptops is a good commercial opportunity for Freya? Give reasons for your answer.
	ומו
(c)	Explain <b>two</b> ways that customs authorities can affect Freya's trade.
(0)	1
	2
	[4]

4

(d)	Discuss how important insurance will be for Freya if she exports laptops. Give reasons for your answer.
	[6]
	[Total: 15]

**5** Fig. 5.1 shows the supply chain for a car manufacturer that receives vehicle components into its factory from international component suppliers.

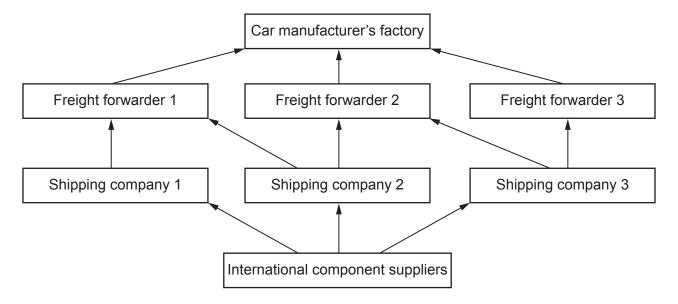


Fig. 5.1 supply chain for a car manufacturer

Use Fig. 5.1 to help you answer the following questions.

Explain what is meant by a factory.	
	-
	-
[2	<u>'</u> ]
State <b>two</b> services provided by freight forwarders.	
1	
2	
[2	2]
Explain <b>one</b> reason why shipping companies often use more than one freight forwarder.	-
	•
	State <b>two</b> services provided by freight forwarders.  1

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(d) Which of these statements about transport documents are true and which are false?Tick (✓) true or false in the correct column.

	TRUE	FALSE
A bill of lading is a receipt for goods shipped.		
An air waybill is a document of title.		
A consignment note is a delivery note used by freight forwarders.		

[3]

is fo
[6

[Total: 15]

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