

ms kucha

# BUDHA DAL PUBLIC SCHOOL PATIALA

## First Term Examination (11 September 2023)

Class XI (Commerce)  
Subject - Business Studies  
(Set - A)

Time: 3hrs

M.M. 80

### General Instructions

- All questions are compulsory.
- Questions from 1 to 20 carrying 1 mark each.
- Questions from 21 to 24 carrying 3 marks each.
- Questions from 25 to 30 carrying 4 marks each.
- Questions from 31 to 34 carrying 6 marks each.

- Q1. A prospectus is issued by  
 a) A private company  
 b) A public company seeking investment from public  
 c) A public enterprise  
 d) A public company
- Q2. Joint life policy is taken up by a person for his/her children to meet the expenses of their education or marriage  
 a) True    b) False    c) can't say    d) Partially true
- Q3. Industries like sugar mill or oil refinery are put under which category?  
 a) Primary    b) Secondary    c) Tertiary    d) None of them
- Q4. A \_\_\_\_\_ partner is one whose association with the firm is unknown to the General public.
- Q5. \_\_\_\_\_ clause defines the purpose for which the company is formed.
- Q6. Withdrawal of money from ATM is an example of \_\_\_\_\_ transaction  
 a) C2B    b) C2C    c) B2C    d) B2B
- Q7. Match the "*Following*" in Column I with their respective statements in Column II :

Column I	Column II
A. Business	(i) Low transaction risk due to personal contract between the parties
B. Traditional Business	(ii) High transaction risk due to lack of personal contact between the parties
C. Intra Business	(iii) Parties involved in the electronic transactions are from within a given business firm only

- a) A-(i), B-(ii), C-(iii)                      b) A-(iii), B-(i), C-(ii)  
 c) A-(ii), B-(i), C-(iii)                      d) A-(i), B-(iii), C-(ii)

- Q8. Name the occupation in which people work for others in return for wages or salaries.
- Q9. Minimum number of members to form a private company is \_\_\_\_\_.
- Which principle of insurance is highlighted in the following statements (Refer Q 10 & 11)
- Q10. Insured must have some economic interest in the subject matter of the insurance contract.
- Q11. Insured should take reasonable steps to minimize the loss.

A-1

Q12. Suppose Amit is a Shareholder in a Company holding 500 shares of Rs. 10 each on which he has already paid Rs. 8 per share. His liability in the event of losses or company's failure to pay debts can be only upto  
a) Rs. 4,000      b) Rs. 5,000      c) Rs. 1,000      d) Rs. 2,000

Q13. Business risk generated out of carelessness or negligence of employees would emerge due to which cause?

Q14. Earning of profit is considered to be the subsidiary objective of the business the given statement is:  
a) True      b) False      c) Can't say      d) Partially true

Q15. The company form of organisation is governed by the Companies Act \_\_\_\_\_.

Q16. The capital of a company is divided into number of parts, each one of which is called \_\_\_\_\_

Q17. "This form a business organization is separate from its Owners which characteristics of above mentioned business is highlighted in lines.

Q18. Under \_\_\_\_\_ insurance, subject matter is ship, cargo or freight.

Q19. Purchase of bike by Aman from Akshay using online bikes 24 app is an example of C2C transaction.  
a) True      b) False      c) Can't say      d) Partially true

Q20. Member may come and members may go but the company continues to exist. Identify the features of company highlighted here.

Q21. Ambuja Cement limited is one of the India's leading manufacturer's of cement in India. It uses the finest quality of limestone and state of the art technology is deployed. Additionally they have developed an innovative way of using fly ash to produce high strength cement. The other raw materials used are clay, mart or shale and other supplementary materials like sand, iron stone etc.  
a) Identify category of industry can Ambuja Cements by classified as?  
b) Explain above classified industry?

Q22. Nitesh insured his factory for Rs. 5,00,000 against fire. Due to fire in his factory, he suffered a loss of stock worth Rs. 3,00,000. He is of the opinion that he can recover the entire policy amount of Rs. 5,00,000 from the insurance company? Do you think Nitesh is right? State the relevant insurance principle in this regard?

Q23. Anshul is a farmer. His elder brother Ankur is an advocate while his sister Priyanka is a clerk in the government office. Name the economic activities in which they are engaged and distinguish among them on the basis of  
a) Reward/ return      b) Capital Investment

Q24. Identify that the following is a private company or a public company.  
a) Lupin Pharmaceuticals Ltd.  
b) Paypal Payments Pvt. Ltd.  
c) Tata Steel Ltd.

Q25. Milan is involved in trading of cosmetic products. His job involves carrying out a number of transactions on a daily basis. He has a savings account with bank. However many a times, the balance in his account is not sufficient for making payments. Due to delay in making payments, his suppliers delay consignments to their firm. One of the suppliers suggested him to open another account with bank Milan younger brother Ahan has opened a special kind of account wherein he will deposit Rs. 1000 every months for next two years.  
a) Identify the type of new account which Milan should open with Bank to solve this problem.  
b) Identify and explain the type of Bank account being used by Ahan by quoting lines from paragraph.



Q26. A Syndicate of three persons namely, Aseem, Ganeev and Roop was formed to purchase the Tech Solutions Company and to promote and register a company to which the tech solutions company was in a bad shape. The Syndicate first bought the debentures of the tech solution company at a discount. Then they bought the company for Rs. 44,00,000. Out of this money, provided by them, the debentures were repaid in full and a profit of Rs. 40,000 was made thereon. They promoted a new company and sold tech solutions company to is for Rs. 54,00,000. The profit of Rs. 10,00,000 was revealed in the prospectus, but not the profit of Rs. 40,000. It was hold that the profit of Rs. 40,000 was a secret profit made by the syndicate as promoters of the company.

In the context of the above case:

- a) Promoters of a company enjoy a fiduciary position with the company, which they must not misuse. Explain with reference to the above case. (2)
- b) What course of action can the company take in the event of non-disclosure of any secret profits made by promoters? (2)

Q27. Kamal and Rohan are two cousins. After completing a degree course in law, Kamal wishes to start a Law firm jointly. However Rohan shares with Kamal that he plans to go abroad after three years to pursue a master course in law. Therefore their partnership can exist only for three years. Kamal agrees with Rohan's decision.

In context of the above case:

- a) Identify and explain the type of partnership being described above.

Q28. Differentiate between MOA and AOA on any four basis?

Q29. Kapil Sharma wants to start a business of fashionable items. But he is hesitating to go ahead with his plans because of the various kinds of risks which are inherent in every business. He consults his friend Sunil in this regard for guidance about ways to overcome. Such situations effectively in his business.

In this above context

- a) Describe briefly the various types of Business risks.
- b) Explain any two causes of business risks.

Q30. For Procter and Gamble (P&G) producers of vicks, purpose, values and principles are the foundation for P&G's unique culture. Throughout its history of over 170 years, business has grown and changed while these elements have endured and will continue to be passed down to generations of P&G people to come. Company's purpose unifies personnel in a common cause and growth strategy of improving more consumers' lives in small but meaningful ways each day. It inspires P&G people to make a positive contribution every day. P&G brands and P&G people are the foundation of P&G's success.

P&G people bring the values to life as company focus on improving, the lives of the world's consumers. P&G always tries to do the right things with the aim of earning the gains coupled with enhancement in goodwill and customer satisfaction.

On the basis of the information about Procter and Gamble Ltd., answer the following questions :

Identify and explain : any two objectives of the company discussed in the above case.

Q31. "Everyday Amul collects milk from 2.12 million farmers (many illiterate) and converts the milk into branded packaged products and delivers goods all over the country. The story of Amul started in Dec 1946 with a group of farmers keen to free themselves from intermediaries gain access to market and there by ensure maximum returns for their efforts".

- a) From the above description, identify and state the form of business organization used by Amul. (2)
- b) State any two merits and two demerits of this form of business organisation (4)

Q32. Over the years interest has revolutioned our lives one of the significant utility of the internet is in the banking sector. It has paved way for innumerable new e-banking opportunities to the advantage of both the business and their customers. In the context above case

- a) What is banking over internet known as. (1)
- b) State any three benefits of banking over internet. (3)
- c) Give any one difference between Debit and Credit cards? (2)

Q33. Distinguish between company and cooperative society on the basis of following:

- a) Continuity      b) Capital contributed      c) Governance      d) Members
- e) Control Management      f) Liability

Q34. a) Explain Reinsurance and Double Insurance with the help of an example?

b) Charanjeet owns an event management company in Indore which provides customized facilities to meet the needs of the customers and ensures a memorable event for them whether they are planning a workshop, a management seminar, marketing or training session. He has a staff of 50 persons. Earlier the salary of the staff members was paid through cheques. The employees had to deposit their cheques in the bank and had to wait for a few days for cheques to be cleared. But now the salary reaches their account on the same day itself with the help of a particular banking service.

Name and explain in detail the banking service which facilitates the transfer of the salary to the employees account on the same day itself.