

DAV BR PUBLIC SCHOOL, BINA
SESSION 2023-24
PRACTICE PAPER

Class: 11th
Time Allowed: 3hrs

Subject: Business Studies
MM: 80

GENERAL INSTRUCTIONS:

1. This question paper contains 34 questions. Marks are indicated against each question.
2. • Answer should be brief and to the point
3. • Answer to questions carrying 3 marks may have about 50 to 75 words.
4. • Answer to questions carrying 4 marks may have about 150 words.
5. Answer to questions carrying 6 marks may have about 200 words.
6. • Attempt all the parts of a questions together.

Q. No.	QUESTIONS	MARKS
1.	Which country is not a part of Indian sub-continent? (a) China (b) Bhutan (c) Bangladesh (d) Nepal	1
2.	Activities that are undertaken to satisfy social and psychological needs are known as (a) economic activities (b) professional activities (c) non-economic activities (d) employment	1
3.	The Karta of a HUF has absolute power related to all aspects of the business. This makes decision-making process faster and easier. However, this may also adversely affect the business because of (1) (a) limited managerial skills of Karta (b) limited resources of the business (c) increased loyalty and business (d) None of the above	1
4.	Statutory corporations are financed by borrowings from government or by public and revenue generated by it. Therefore, it can be said that they are financially (a) dependent on State Government (b) dependent on Central Government (c) independent (d) None of these	1
5.	The Karta of a HUF has absolute power related to all aspects of the business. This makes decision-making process faster and easier. However, this may also adversely affect the business because of (1) (a) limited managerial skills of Karta (b) limited resources of the business (c) increased loyalty and business	1

- (d) None of the above
6. Statutory corporations are financed by borrowings from government or by public and revenue generated by it. Therefore, it can be said that they are financially 1
- (a) dependent on State Government
 (b) dependent on Central Government
 (c) independent
 (d) None of these
7. Public deposits are preferred by companies for a period upto 3 years. They are beneficial for depositors because (1) 1
- (a) they are secured as they create a charge on companies' assets.
 (b) depositors get a voting right in the company.
 (c) depositors get a share in the profits of the company.
 (d) depositors receive interest at a rate higher than the rate offered by banks.
8. Which institute provides credit guarantee fund for start-ups to banks and other lenders? 1
- (a) SEBI
 (b) RBI
 (c) IMF
 (d) NCGTC
9. Which of the following is a contract to provide a measure of financial assistance to farmers? 1
- (a) Sports insurance
 (b) Burglary insurance
 (c) Amartya Sen Shiksha Yojana
 (d) Crop insurance
10. Third party service providers who specialise in a specific process are known as (1) 1
- (a) Third party vertical service providers
 (b) Third party horizontal service providers
 (c) Third party columnar service providers
 (d) None of the above
11. Which of the following statements is true? (1) 1
- (a) A secret partner cannot participate in the management of the firm.
 (b) A partnership firm does not lack continuity.
 (c) A minor can be a partner in a firm just like adults.
 (d) A partner by holding has unlimited liability towards the acts of the firm.
12. Match the following. 1

Column I	Column II
A. Departmental undertakings	1. Control of individuals
B. Statutory corporations	2. Independent control
C. Government company	3. Indirect parliamentary control
D. Private sector companies	4. Government control

Codes

- | | |
|----------------|----------------|
| A B C D | A B C D |
| (a) 1 2 3 4 | (b) 4 3 2 1 |
| (c) 2 3 1 4 | (d) 3 2 4 1 |

13. **Statement I** Customers are more homogeneous in their taste, preferences, consumption patterns and buying behaviour in case of international business. 1
- Statement II** Production cost of a particular good differs in different countries due to difference in socio economic, geographical and

political conditions.

Choose the correct option from the following options

- (a) Statement I is true and II is false
- (b) Statement II is true and I is false
- (c) Both the statements are true
- (d) Both the statements are false

- 14. Assertion (A)** A secret partner cannot participate in the management of the firm. **1**
- Reason (R)** A partner by holding has unlimited liability towards the acts of the firm. Codes
- (a) Both A and Rare true and R is the correct explanation of A
 - (b) Both A and R are true, but R is not the correct explanation of A
 - (c) A is true, but R is false
 - (d) A is false, but R is true
- 15.** Rapid Automobiles Ltd is a well-known manufacturer in the field of e-bikes. The company makes online transaction for purchases of tyres, battery, etc from different business units. Use of internet has given them much wider choice of suppliers and company finds this online buying very convenient and time saving. Identify the component of e-business being described above. **1**
- (a) C2C Commerce
 - (b) C2B Commerce
 - (c) B2B Commerce
 - (d) None of these
- 16.** If business is to operate in a society which is full of diverse and complicated problems, it may have **1**
- (a) little chances of success
 - (b) great chances of success
 - (c) little chances of failure
 - (d) no relation with success or failure
- 17.** In which of the following cases, cooperative societies are not at an advantageous position over smaller forms of business? **1**
- (a) Legal status
 - (b) Liability
 - (c) Secrecy of information
 - (d) None of the above
- 18.** MNCs may collaborate with companies in the public and private sector. These foreign collaborations have given rise to the growth of **1**
- (a) capital markets
 - (c) monopolies
 - (b) perfect competition
 - (d) oligopolies
- 19.** Vinita is the finance manager of Cipla Pharma Co. As the company wants to import a piece of new machinery from Japan for its expansion. the capital requirements for the same is estimated to be 5 crore. Vinita reported that company is not in a position to bear extra burden of paying interest so the company should use owned capital sources than borrowed capital. The board of directors are confident about the sales turnover and cash flow position of the company in the coming years and supports the borrowed capital source of raising capital. **1**

Vinita is of the view to finance the fund requirements from owned capital sources rather than from borrowed capital sources as the risk of borrowed capital is..... and cost is

- (a) high, low

- (b) low, high
(c) low low
(d) high, high
- 20.** If the cash flow position of the company is strong, the company can raise the required capital by issuing..... to enjoy tax benefits. **1**
(a) shares
(b) bonds
(c) debentures
(d) commercial papers
- 21.** Write the major items of India's exports and imports. **3**
- 22.** Describe briefly any two applications of e-business. **3**
Or
Briefly explain any three benefits of e-business.
- 23.** Write a short note on intra-B transactions. **3**
Or
Define the following terms
(i) Browser
(ii) Secure socket layer
(iii) VPN technology
- 24.** Explain briefly the financial needs of a business. **3**
- 25.** "These are retail shops who maintain permanent establishment to sell their merchandise". Identify the form of retailing highlighted in the above lines and give any two characteristics of the same. **4**
- 26** Differentiate between Memorandum of Association (MOA) and Articles of Association (AoA) on the following basis **4**
(i) Objectives
(ii) Relationship
(iii) Necessity
(iv) Alteration
Or
Define cooperative societies. Write the key features of cooperative societies.
- 27.** EF Limited is an established company and it wants to acquire funds for conducting business globally. Explain any four factors that should be considered by the management of the company before deciding upon the source of the funds. **4**
- 28.** The Government of India has established Export Promotion Councils (EPCs) and Export Inspection Council (EIC) to encourage international trade. Identify and explain the role of these organisations in promoting international trade. **4**
- 29.** Explain briefly the different types of secondary industries. **4**
- 30.** What is entrepreneurship development? Explain its characteristics. **4**

Or

Explain trade credit and bank credit or sources of short-term finance for business enterprises.

- 31.** Mr. Arijit Singh has just retired from his job. He now plans to start a handicraft business with the help of his daughter. He also plans to export handicraft goods. Explain to him the export procedure in brief **6**
- 32.** Explain the concept of Public Private Partnership (PPP) and also explain briefly any five of its features. **6**

Or

"Agricultural banks provide long-term credit to agriculturists for purchase of land, tractor, etc. They also help in the development of agriculture in the country." In the light of this statement, elaborate the features of the bank that operates to fulfil the above stated objectives.

- 33.** Build up arguments in favour and against social responsibilities. **6**
- Or
- Why do the enterprises need to adopt pollution control measures?

- 34.** Distinguish between owner's fund and borrowed funds. **6**
