

ATOMIC ENERGY CENTRAL SCHOOL NO.3

RAWATBHATA

Class 11 - Business Studies
HALF YEARLY EXAMINATION

Maximum Marks: 80

Time Allowed: 3 hours

Section A

1. Commerce includes two types of activities _____.
a) None of these
b) Trade and Auxiliaries to trade
c) Profession and Employment
d) Banking and finance
2. _____ is one of the most important methods of promoting the sale of products.
a) Insurance
b) Advertising
c) Banning and finance
d) Warehousing
3. _____ is an economic activity.
a) Non profit organisation
b) None of these
c) Employment
d) Social service
4. Which of the following is not concerned with profession?
a) Code of conduct
b) Specialised body of knowledge and skill
c) Manufacturing goods and services
d) Formal Training
5. Which of the following is an economic cause of business risks?
a) Price
b) Competition
c) Demand for goods
d) All of these
6. The structure in which there is separation of ownership and management as per law is called _____.
a) All business organisations
b) Company
c) Partnership
d) Sole proprietorship
7. Hindu Succession Act was passed in _____.
a) 1960
b) 1932
c) 1956
d) 1952
8. The board of directors of a joint stock company is elected by
a) Government bodies
b) General public
c) Shareholders
d) Employees
9. The Head of the joint Hindu family business is called
a) Manager
b) Director
c) Karta
d) Proprietor
10. What is the limit of members in case of a Private Company?
a) 10
b) 7
c) 2
d) 200
11. Indian economy consists of _____.
a) Only Private Business
b) Only Government Business
c) None of these
d) Private and Government owned business
12. In the industrial policy resolution _____ the Government of India has specified the approach towards development of the industrial sector.
a) 2009
b) 1932
c) 1948
d) 1956
13. _____ consists of various organisations owned and managed by Government.
a) Public Sector
b) Private Sector
c) Service Sector
d) Manufacturing Sector

14. Statutory corporations are _____.
- a) None of these
c) Private enterprises
- b) Sole Proprietorship
d) Public enterprises
15. Stages in the formation of a public company are in the following order
- a) Capital Subscription, Promotion, Incorporation, Commencement of Business
c) Incorporation, Capital of Business, Capital Subscription Commencement of Business, Promotion
- b) Promotion, commencement of business
d) Promotion, Incorporation , capital subscription, commencement of business
16. Banks accept deposits and _____ money.
- a) Fixed deposits
c) Reserve
- b) Lends
d) Distribute
17. From the following which of this is covered under fire Insurance?
- a) Floating
c) Voyage Policy
- b) Collective policy
d) Term Policy
18. Addition of the words _____ directs the banker to collect the cheque and credit the proceeds to the payees account.
- a) Account payee
c) Manager
- b) Customers
d) Bank
19. Which of the following is not applicable in life insurance contract?
- a) Unilateral contract
c) Conditional contract
- b) Indemnity contract
d) None of the above
20. What is the minimum period of Life Assurance?
- a) 10 years
c) More than one Year
- b) 5 year
d) 15 years or more

Section B

21. Mysha took advanced fashion designing course at Pearl Academy to become a fashion designer. After completion of the course, she got a job at Trendz Fashion. She used her expertise to design modern outfits, which became famous overnight. Identify the type of economic activity that Mysha is engaged in.
22. Tushar runs a well-known fashion store (dealing in women wear) in Mumbai. He procures garments from different fashion designers and sells them to dealers all over the country. He also owns a godown to hold the surplus stock. Due to a sudden increase in demand and to maintain stock for the peak period, Tushar took a loan of Rs. 10,00,000 from Kotak Bank. He has also taken an insurance policy worth Rs. 2 crores for his business.
- Identify the Auxiliaries of Trade' being used by Tushar in his business by quoting lines from the given case.
23. Indian Railways is the fourth largest railway network in the world. It is owned and operated by the Government of India through the Ministry of Railways. It is responsible for rail transport in India. Indian Railways is the world's eighth biggest employer and had 1.331 million employees at the end of 2015-16. Discounted tickets are available for senior citizens (above sixty years) and some other categories of passengers including the specially-abled students, sports persons, persons affected by serious diseases, or persons appearing for competitive examinations.
- In the context of the above case answer the following questions:
- a. Indian Railways is classified as which type of public sector enterprise and why?
b. In what category are the employees of Indian Railways placed?
c. State any two values that Indian Railways wants to communicate to society.
24. Sumit is running an auto repair garage. He now wants to expand his business. He invests all his savings and is still short of Rs. 2 lakhs. Banks and other lending institutions refuse to give loans as they are predicting the instability associated with this form of business organisation.
- In the context of the above case:**
- a. Identify the related demerit of sole proprietorship form of business organization.
b. How the financing problem can be solved if this form of business is converted to partnership?

25. In all types of insurance (life, fire, and marine insurance), insured must have an insurable interest both at the time of insurance and at the time of loss. Do you agree?

OR

A partnership firm has 50 members. All the partners have given consent to admit two more partners Ram and Mohan in their firm.

Can Ram and Mohan be admitted? Give reason in support of your answer.

Section C

26. Recently Rajat, a friend of Shrey, who is a partner in an audit firm 'Shankar Enterprise' on Shrey's request accompanies him to a business meeting with 'Prabhu Enterprises' and actively participates in the negotiation process for a business deal. Rajat gives the impression that he is also a partner in 'Shankar Enterprise'. Later on, credit is extended to 'Shankar Enterprise' on the basis of these negotiations.

Can legally binding partnership arise where no formal partnership agreement is in effect? Explain with reference to Rajat.

27. What are the different kinds of organizations that come under the public sector?

28. What is e-banking? What are the advantages of e-banking?

OR

Define the terms Business, Profession, and Employment. Classify the following into Business, Profession, and Employment.

- i. Hari sells mobile phones on behalf of his employer.
- ii. It requires minimum academic and other qualifications.
- iii. A hawker sells toys for children outside a function.
- iv. Sanjay is the advocate of the High Court.
- v. Dhruv is the manager of a Mobile Company.
- vi. A person repairs scooters on the roadside.

Section D

29. Explain briefly the principles of insurance with suitable examples.

OR

Distinguish between a Joint Hindu Family Business and Partnership.

30. Pushkar is a taxi driver working with a popular cab service provider. Recently, he was given a bonus of Rs. 50,000 by the company. He bought a smartphone for himself from the money. Now, he wishes to buy a watch for his son which is exclusively available for sale on the portal of a popular e-commerce company.

In the context of the above case, answer the following questions:

- a. Appraise him for the procedure to be followed for online shopping.
- b. Briefly state any two benefits available to Pushkar in making a purchase online.

OR

Bharat Heavy Electricals Limited (BHEL) was founded in the year 1964 by the Government of India. It is the largest power plant equipment manufacturer in the country with 74% market share in the power sector. It has a network of 17 manufacturing units, 2 repair units, 4 regional offices, 8 service centres, 8 overseas offices, 15 regional centres, 7 joint ventures, and infrastructure allowing it to execute more than 150 projects at sites across India and abroad. It has been granted the prestigious Maharatna (big gem) status in the year 2013 by the Government of India for its outstanding performance and vast scale. Maharatna status affords the Boards of these companies enhanced financial and operational autonomy.

In the context of the above case:

- a. How will you classify Bharat Heavy Electricals Limited (BHEL) as a form of public sector enterprise?
- b. State any three features of the form of public sector enterprise as identified in part(a) of the question.
- c. Explain briefly 'financial and operational autonomy' as a merit of the type of public sector enterprise as identified in part(a) of the question.

31. Explain with examples the various types of industries.

Section E

32. State atleast seven differences between E-business and traditional business.

OR

Kiran is a sole proprietor. Over the past decade, her business has grown from operating a neighbourhood corner shop selling accessories such as artificial jewellery, bags, hair clips and nail art to a retail chain with

three branches in the city. Although she looks after the varied functions in all the branches, she is wondering whether she should form a company to better manage the business. She also has plans to open branches countrywide.

- a. Explain two benefits of remaining a sole proprietor.
 - b. Explain two benefits of converting to a joint-stock company.
 - c. What role will her decision to go nationwide play in her choice of the form of the organisation?
33. Jay owns an event management company in Jaisalmer which provides customized facilities to meet the needs of the customers and ensure 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 cheque 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.

In the context of the above case, answer the following questions:

- a. What is a cheque?
 - b. How is a cheque different from a bank draft?
 - c. Name the banking service which facilitates the transfer of the salary to the employee's account on the same day itself.
34. How would you classify business activities?

OR

Explain the functions of commercial banks with an example of each.