

“KENDRIYA VIDYALAYA SANGATHAN, AGRA REGION”
SAMPLE QUESTION PAPER SESSION ENDING EXAMINATION 2022-23

Class – XI

Sub.: Business Studies (054)

M.M.: 80

Times: 3Hrs

General instructions:

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

Q1. In case of Small Enterprises, investment in plant and machinery or equipment is more than 10 lac but does not exceed 2 crore. (Write T/F) 1

Q2. Social responsibility is _____ 1
(a) Same as legal responsibility (c) Narrower than legal responsibility
(b) Broader than legal responsibility (d) None of the above.

Q3. It is any word, name or symbol (or their combination) that enable us to identify the goods or services made by an individual, company, etc. 1
(a) Patent (b) Copyright (c) Trademark (d) None of these

Q4. B2C Commerce means 1
(a) Firm's interaction with other business firms (b) Firm's interaction with its customers
(c) Firm's interaction with its own departments (d) None of the above.

Q5. Mr. Shenoy wanted to start business of supplying readymade garments. But he was wondering about how much profit or return on investment he would be able to earn. This situation reflects which characteristic of business? 1
(a) Procurement of Goods (b) Creation of utilities
(c) Uncertainty of Return (d) Element of Risk

Q.6 Petrol and colors industries come under the category of 1

(a) Analytical Industry (b) Synthetical Industry (c) Processing Industry (d) None of the above.

Q.7 Which among the following is not a feature of business? 1

(a) Production or Procurement of goods and services

(b) Dealing in goods and services on regular basis

(c) Certainty of return (d) Profit earning

Q.8 Statement I: The insured must have an insurable interest in the subject matter of insurance. 1

Statement II: One fundamental fact of this principle of insurable interest is that 'it is not the house, ship, machinery, potential liability of life that is insured, but it is the pecuniary interest of the insured in them, which is insured.'

Choose the correct option from the options given below:

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

Q.9 Mention 2 necessary conditions that form a Joint Hindu Family business. 1

Q.10 Government of developed countries encourage many people to start small scale industries in rural and under developed areas, so that these areas can be developed and people of these areas can get employment and their economic conditions can improve. 1

(a) State the benefit of SSI refer in above case.

Q.11 Which document is an invitation to general public to subscribe shares? 1

(a) MoA (b) AoA (c) Prospectus (d) Certificate of incorporation

Q.12 Question 14. Employees of which of the following are considered as government employees?

(a) Departmental Undertaking (b) Government Company

(c) Statutory Corporation (d) None of the above. 1

Q.13 There is a banking system which makes banking convenient by changing the status of a customer from 'Customer of a Branch' to 'Customer of the bank facilitating speedy and effective banking at all times. In this system, a customer, by opening a bank account in one branch, can operate the same account in all branches of the same category of the same bank anywhere across the country. Name the banking system highlighted above 1

(a) Electronic Fund Transfer (b) RTGS (Real Time Gross Settlement)

(c) NEFT (National Electronic Fund Transfer) (d) Core Banking.

Q.14 Statement I: Life insurance may be defined as a contract in which the insurer, in consideration of a certain premium, either in a lump sum or by other periodical payments, agrees to pay to the assured, or to the person for whose benefit the policy is taken, the assured sum of money, on the happening of a specified event contingent on the human life or at the expiry of a certain period. 1

statement II): This insurance provides protection to the family at premature death of individual or gives adequate amount at an old age when earning capacities are reduced.

Choose the correct option from the options given below:

- 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

Q.15 Mala Foods Ltd., generally does not distribute all its earnings amongst the shareholders as dividends. It always retains a portion of the net earnings for use in the future as a source of finance. It becomes a source of internal financing for the company. The portion of profit available for it, depends on many factors like net profits, dividend policy and size of the organisation. Name the source of finance used by the company 1

(a) Retained earnings (b) Public deposits (c) Inter-corporate deposits (d) Trade credit.

Q.16 The preference shares, which carry the right to accumulate unpaid dividend in future years are known as (a) Non-cumulative Preference shares (b) Cumulative Preference shares

(c) Participating Preference shares (d) None of these. 1

Q.17 What do you mean by internal trade? 1

Q.18 Define shops that deal with a specific line product. 1

Q.19 Where is World Trade Organization (WTO) Headquarter situated . 1

Q.20. Bhuvan wants to start small scale industry manufacturing Khadi items. His friend who is making craft items, suggests him to start an industry as government is offering various benefits to small scale industries.

(a) State any two-institution set up by government of India to help small scale industries. 1

Q.21. Quick Services is a famous corporate group working in IT sector. The company provides IT services globally. It has various departments to manage its affairs like, production, sales, finance, human resources, etc. In order to ensure that there is complete interaction among these departments, the company has developed its own Internet network. It not only leads to better coordination among departments but permits well informed and faster decision, speedier work flows. The employees of the company use Internet to conduct meetings, recruit and select the employees online via video conferencing. 3

- (a) Identify which scope of e-Business is being referred above?
(b) Write any two benefits provided by e-Business to the company.

Q. 22 What advantages does issue of debentures provide over the issue of equity shares? Ans. Debentures enjoy the following advantages over equity shareholders: 3

OR

Explain the factors affecting the choice of the Sources of funds.

Q.23 What is the difference between wholesaler and retailer? 3

Q.24 Explain the following terms in brief: 3

- (i) Perpetual succession (ii) Common seal (iii) Artificial person

OR

If registration is optional, why do partnership firms willingly go through this legal formality and get themselves registered? Explain.

Q.25 Write a note on various telecom services (only four) available for enhancing business? (4)

OR

Explain briefly the principles of insurance (any four) with suitable examples.

Q.26 Read the following text and answer the following questions on the basis of the same: 4

1. The Board of Directors of Oxyrich Water Ltd. Decides to set up its first mineral water production plant in the hilly area of Himachal Pradesh. For this purpose, the company requires 3 crores for the fixed assets and 50 lakhs for its working capital. The company has decided to allocate 15% of its profit for educational and health needs of its employees and their family members. On the basis of the given information about Oxyrich Water Ltd., answer the following question:

(i) State the category into which this industrial unit will be placed as per the Micro, Small and Medium Enterprises Development Act, 2006. enterprises

(a) Small manufacturing (b) Micro enterprises (c) Medium enterprises (d) None of the above

(ii) Which of the following is helpful in balanced regional development?

(a) Large scale business (b) Small business (c) Companies (d) None of the above

(iii) As per government of India size of small-scale industry can be decided on the basis of

(a) number of employees working (b) volume of output (c) power consumed for business (d) investment in plant and machinery.

(iv) The total contribution of raw material and machinery is 10 lacs

(a) Micro enterprise (b) Small enterprise (c) Medium enterprise (d) Large enterprise

Q.27 Yash had started a sugarcane factory in Moradabad two years back. He pays wages to the male workers at a rate which is much lower than the minimum wage rate prescribed by the government. The wages paid to the female workers are even lesser. He has also employed child labour extensively in the factory to further reduce the labour cost. Moreover, the working conditions in the factory are inappropriate as there is lack of hygiene, proper ventilation, facility for safe drinking water, etc. His business has always faced the problem of shortage of labour since its inception. 4

In context of the above case:

(a) Yash has ignored his social responsibility towards which interest group?

(b) Why do you think it is important for a business enterprise to function in a socially responsible way?

Explain by giving any three suitable reasons.

Q.28 After passing his 12th class Shenoy started his own business. He invested 2,00,000 as capital which was given to him by his father. He obtained a loan of 1,00,000 from his elder brother Gurpreet, who was working as an assistant manager in ICICI Bank. In the first year he incurred a loss of 50,000 and had to pay to his suppliers their outstanding bills. This created a financial problem for him and he had to take loan of 1,00,000 from the ICICI Bank on the personal guarantee of his brother. He started doing hard work, lowered the prices and informed his customers about the qualities of goods sold by

him. Because of this the sales increased four times and he earned a net profit of 75,000 in the second year. 4

Q.29 Discuss any three advantages of international business. 4

Q.30 What is the major reason underlying trade between nations? 4

OR

Explain the objectives of WTO?

Q. 31 Wells Infosystem Ltd., is a company engaged in IT enabled services. The company's profits are enough for the survival and growth. The management of the company believes that a satisfied employee creates a satisfied customer, who in turn creates profits that lead to satisfied shareholders. So, it pays competitive salaries and perks all its employees. All the employees are happy working in the organisation because of personal growth and development. The company had a strong sense of social responsibility. It has set up an Engineering College in which one-third of the students are girls to whom the company grants annual scholarships. On the basis of the given information about Wells Infosystem Ltd., answer the following questions 6

(a) Mention the objectives of the Business discussed above. 1

(b) Also explain the role of profit in business. 5

Q.32 Difference between Owners' Funds and Borrowed Funds 6

Q.33 Can the public sector companies compete with the private sector in terms of profits and efficiency? Give reasons for your answer. 6

OR

Differentiate between Statutory Corporation, Departmental Undertaking and Government Company.?

Q.34 Discuss the services of a wholesaler to the manufacturer and retailer. 6

OR

What are the Characteristics of Chain Stores?

End of Paper