

O. P. JINDAL SCHOOL, SAVITRI NAGAR
HALF YEARLY EXAMINATION 2024-25
SET-2

Class / Section: XI Comm
 Subject: BUSINESS STUDIES (054)
 Name: _____

MM:80
 Time: 3Hrs.
 RollNo _____

(Fifteen Minutes Extra will be given for reading the Question Paper.)

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.

| Q. No. | QUESTIONS | Mark |
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| 1 | <p>"Vishesh" is an NGO operating in the district. It deals in providing medicines and other medical facilities to the rural, backward, and below poverty-line people in the district. In case of need, arrangements are made by the NGO to shift critical patients to referred hospitals. Name the type of human activities performed by the NGO "Vishesh".</p> <p>a) Economic Activities (b) Non-Economic Activities (c) Spiritual Activities (d) None of the above</p> | 1 |
| 2 | <p>Amar, Akbar and Anthony and Balvinder pursued their MBA from a reputed institute in Mumbai. After completion of their studies, all of them got engaged in different fields. Amar got a job at an Oil Refinery Industry as a Junior Executive in Finance. Akbar joined his family business in Textile Industry in Jalandhar, Punjab. Anthony opened his own Dairy Firm and Balvinder join the construction business. Identify the type of industry Mr. Akbar worked with as highlighted in the above case.</p> <p>(a) Analytical Industry (b) Synthetic Industry (c) Processing Industry (d) Assembly Industry</p> | 1 |
| 3 | <p>Assertion: A public company inviting funds from the general public must make</p> | 1 |

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| | <p>adequate disclosure of all relevant information and must not conceal any material information from the potential investors.</p> <p>Reason: Prior approval from SEBI is necessary for protecting the interest of the investors.</p> <p>(A) Both A and R are true. 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 correct, but R is incorrect. (D) A is incorrect, but R is correct</p> | |
| 4 | <p>A partner is one whose association with the firm is unknown to the general public. Other than this distinct feature, in all other aspects he is like the rest of the partners. He contributes to the capital of the firm, takes part in the management, shares its profits and losses, and has unlimited liability towards the creditors.</p> <p>(A) Secret (B) Active (C) Zero (D) None of these</p> | 1 |
| 5 | <p>LIC is an example of a.....</p> <p>(a) Multinational Company (b) Departmental Undertaking (c) Statutory Corporation (d) None of these</p> | 1 |
| 6 | <p>Identify the business which is brought in to existence by a Special Act of Parliament or State Legislature.</p> <p>(a) Departmental Organisation (b) Public Corporation (c) Government Company (d) Private Company</p> | 1 |
| 7 | <p>-----is a type of Savings Deposits Account in which amount of deposit in excess of a particular limit gets automatically transferred to Fixed Deposit Account. And, in case sufficient funds are not available in Saving Deposits Account to honour a cheque issued, the required amount gets automatically transferred from Fixed Deposit Account to the Savings Deposits Account</p> <p>(a) Recurring Deposit (RD) Account (b) Multiple Option Deposit Account (c) Current Deposit Account (d) None of these</p> | 1 |
| 8 | <p>Read the following statements carefully – Assertion (A) and Reason (R) and choose the correct alternative:</p> <p>Assertion (A): Banking, insurance, transportation, warehousing and communication services are examples of Business Services</p> <p>Reason (R): These services are used by business enterprises for the conduct of their activities.</p> | 1 |

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| | (A) Reduced risk of liability. (B) Reduction of health hazards. (C) Cost savings. (D) All of these. | |
| 15 | Primary responsibility of a business is to produce goods and services that a society wants and sell them at a profit. This is called..... (A) Legal responsibility. (B) Personal responsibility. (C) Economic Responsibility. (D) None of these. | 1 |
| 16 | Which of the following is an example of responsibility towards consumers? (A) Fair wages to workers. (B) Responsibility to provide a fair return. (C) Supply of right quality and quantity of goods and services. (D) Responsibility for providing jobs. | 1 |
| 17 | The Government of India planned to begin a Road Project. The Government needed management specialists and financial help to complete it. The Government contacted the private sector to fulfill this requirement. Now, this project will be completed jointly by both the public sector and private sector. Identify the form of enterprise. | 1 |
| 18 | Sunita bought a readymade dress for Rs.5,000. Her friend liked the design of dress very much, so Sunita sold the same dress to her friend without charging anything. After completing her studies, Sunita opened a shop of selling readymade dresses for girls. Can transaction between Sunita and her friend be termed as Business? | 1 |
| 19 | Himalaya General Store is a big businessman who deals in selling Nestle products in his locality. He purchased products of Nestle directly from the State Distributor in bulk quantities and sold them in the market to small shopkeepers from different corners of the city. Identify the type of trade followed by Nutan General Store. (a) Wholesale Trade (b) Retail Trade (c) International Trade (d) Entrepot Trade | 1 |
| 20 | Identify the stage which involves conceiving a business idea and taking an initiative to form a company so that practical shape can be given to exploiting the available business opportunity. (A) Company (B) Promotion (C) Partnership (D) None of these | 1 |
| 21 | After completing their graduation, Salman and Ram decided to set up a flour mill to earn income. Their main job is to purchase wheat from the market and have ground it into flour. Their flour is available in the packets of 5 kg, 10 kg and 20 kg. They sell these under the brand name 'Desh ka Atta and earn a reasonable profit of 10% on cost. They | 3 |

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| | <p>worked very hard to flourish the business on a regular basis, and hence in no time their brand became very popular in the market. The main reasons for the success of their business are superior quality and low price. Their business was running very well. But one day, the flour mill caught fire, and as a result they had to suffer a heavy loss. However, Salman and Ram did not lose their heart, and worked even harder. Gradually, their business was back to normal. Now, they are fully satisfied with their business. Quoting the lines from the above para, state any two characteristics of business.</p> <p style="text-align: center;">Or</p> <p>Ganga Ltd. is a popular company manufacturing water coolers. Its product is very much liked by people in the market. The traders are in a race to become the company's distributors. The company had been earning huge profits for many years. However, in the year 2020, the company's half yearly report shows a great decline in the company's profit. The top management is worried about this. A team of specialists from outside is appointed to solve this serious problem. After a thorough examination, the specialists presented the following reasons for the decline in the profits of the company. (i) Increase in competition and change in taste of the consumers. (ii) Theft of cash and goods by the employees. Identify and explain the two causes of decline in profits.</p> | |
| 22 | Write the difference between Memorandum of Association and Articles of Association on the basis of objectives, position and relationship. | 3 |
| 23 | <p>State any three responsibilities of businessmen towards workers or employees?</p> <p style="text-align: center;">Or</p> <p>State any three responsibilities of businessmen towards government?</p> | 3 |
| 24 | Melodius Ltd. Is a popular music company. Keeping in line with the changing trends the company uses various types of e-business activities to operate successfully. The company interacts through a network of computers with a number of other businesses firms which may be suppliers or salespersons. The company carries out of a number of promotional activities and sometimes even delivery of products that are carried out online. The company has setup call centres for the customers to make toll free calls to make queries and lodge complaints round the clock at no extra cost to them. The company makes use of intranet for managing interactions and dealings among various department and persons within the organisations. The company provides virtual private network technology because of which it is not necessary for the employees to come to office and the meeting can be held online via video conferencing. The company uses | 3 |

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| | the financial intermediaries like 'paypal' in order to facilitate payments on line. Quote the scope of e-business mentioned in the above paragraph by quoting the line. | |
| 25 | <p>Read the following text and answer questions(A-D) on the basis of the same. Sarah's friends lived in a small town of 1,000 people. They were struggling to make ends meet. They didn't own a home and were paying heavy rents, leaving them with minimal funds for other essentials. Sarah was concerned about their well-being and she wanted to help them. She listened to their challenges and offering emotional support. Her aim was to solve the housing problems of that locality by constructing houses and giving the option of paying in instalments. Sarah and her friends established an organisation to help people with limited income to construct houses at reasonable costs. f lats or provide plots to members on which the members themselves can construct the houses as per their choice.</p> <p>A. Name the form of organisation established by Sarah and her friends to solve their housing crisis?</p> <p>(A) Sole proprietorship (B) Partnership (C) Cooperative society (D)Company</p> <p>B. Under which Act, these organisations are governed?</p> <p>(A) Indian Partnership Act, 1932 (B) Cooperative Societies Act, 1912 (C) The Companies Act, 2013 (D) Hindu Succession Act, 1956</p> <p>C. What is the minimum number of persons required to form such organisation?</p> <p>(A) 2 (B) 5 (C) 20 (D) 10</p> <p>D. Who can become the members of the above identified organisation?</p> <p>(A) Person of Sound mind (B) Has a common interest (C) Any person who is above 18 years (D) All of the Above</p> | 4 |
| 26 | <p>Name the form of business opt for the following and why?</p> <p>A. Boutique store B. Shopping mall C. Wholesale merchants</p> <p style="text-align: center;">OR</p> <p>Kashish and Yami are best friends. They decided to start a business. Both of them contributed equal amount in the business. Being good friends, they did not sign any agreement. After sometime conflicts rose between them. They start arguing with each other because of difference in opinions. This affected their business adversely.</p> | 4 |

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| | <p>(a) Name and state the form of business they have started.</p> <p>(b) What mistake they have done?</p> | |
| 27 | <p>Mr. Rajesh is employed in a branch of Punjab National Bank in Delhi. His friend, Mr. Vijay goes to the bank very often. One day, Vijay goes to the bank to get a Bank Draft issued. There he noticed that a customer of the bank told Rajesh that he wanted to transfer 40,000 to Chandigarh. Rajesh explained to him that it was not possible to transfer the money immediately; it would be done after some time. When some such cases of transfer would come, all of them would be transferred in a batch. On another day, Vijay noticed that one of the bank customers came 4 and asked Rajesh if he could get 3 lakh transferred to Mumbai immediately. Rajesh replied in affirmative immediately. Vijay asked Rajesh why he refused to transfer 40,000 to Chandigarh immediately that day, and how 3 lakh got transferred to Mumbai immediately now. Rajesh explained this to Vijay, and he was satisfied. What explanation must have been given by Rajesh to Vijay?</p> <p style="text-align: center;">Or</p> <p>Mr. Abhay a businessman is involved in daily dealings of cash through the account of his business in Axis Bank due to unavailability of funds and the urgent need to pay his creditors. He approaches the bank to withdraw more than the balance available in his account using the facility provided to him by the bank. His wife was also holding an account in the same bank and wanted to transfer the Rs.500000 to her parents but she did not have e-banking facility in her saving account. But Bank helped her to transfer the money Answer the following questions on the basis of above paragraph.</p> <ol style="list-style-type: none"> 1. Which type of bank account is Mr. Abhay holding for his Business? 2. Name the facility provided by bank to Mr. Abhay when there were no funds in his account to pay his creditors. Bank transferred money from his wife's savings Account. Name the facility provided by bank to her to transfer money as early as possible. 3. Which type of Bank Account gives the account holders, a facility to earn more and more interest? | 4 |

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| 28 | <p>'Indian Railways' is a part of Railway Ministry. It is organised, financed and controlled by Railway Ministry. The finances are allocated from government treasury and whatever revenue it earns is deposited to government treasury only. It is treated as a part of government and even the appointment recruitment and selection of employees is done in the same way as that of civil servant.</p> <p>(i) Name the type of public sector enterprise 'Indian Railways' is.</p> <p>(ii) What is the status of employees working in Indian Railways?</p> <p>(iii) How does it get its finance?</p> <p>(iv) What does it do with its revenue?</p> | 4 |
| 29 | <p>Home Foods Pvt. Ltd. deals in grocery items of daily domestic usage. Its business is spread throughout Delhi. The company's 20 stores are providing their services to the residents of Delhi. All the business activities of this company are done through internet. Its main activities are obtaining information about goods, receiving orders of goods, making payments, receiving payments, inventory management, product development, etc. The use of internet in the business activities has resulted into reduced costs of business transactions. The customer also can shop sitting at home or office. They can access the internet to buy goods and services. The use of internet has considerably reduced dependence on paper work for the company.</p> <p>(a) Which system of business is being followed by Home Foods Pvt. Ltd.?</p> <p>(b) State any three benefits of the system of business identified in (a) by quoting the lines from the above para.</p> | 4 |
| 30 | <p>Ajay Medicos is a partnership firm. Akku and Mona are two partners in this firm. It sells medicines to the other business units only. Almost all the transactions of this firm are done through the electronic medium, i.e., the internet. Akku wants to set up the anti-pollution plant in his factory, but Mona does not want. Identify and explain the unethical behaviour of the firm from the above case.</p> | 4 |
| 31 | <p>Profit maximization cannot be the sole objective of a business. Comment.</p> <p style="text-align: center;">Or</p> <p>After completing their graduation, Salman and Ram decided to set up a flour mill to earn income. Their main job is to purchase wheat from the market and have ground it into flour. Their flour is available in the packets of 5 kg, 10 kg and 20 kg. They sell these under the brand name 'Desh ka Atta', and earn a reasonable profit of 10% on cost. They</p> | 6 |

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| | <p>worked very hard to flourish the business on a regular basis, and hence in no time their brand became very popular in the market. The main reasons for the success of their business are superior quality and low price. Their business was running very well. But one day, the flour mill caught fire, and as a result they had to suffer a heavy loss. However, Salman and Ram did not lose their heart, and worked even harder. Gradually, their business was back to normal. Now, they are fully satisfied with their business. Quoting the lines from the above para, explain any four characteristics of business.</p> | |
| 32 | <p>Gopal Sharma and Balram Sharma are two brothers, who inherited some ancestral property. They decided to form a Hindu Undivided Family (HUF) business consisting of four male members. Gopal Sharma is the elder brother. So he became 'Karta'. The business took a loan of ` 20 lakh from Punjab National Bank having maturity period of 5 years. Due to poor financial position of the business, they were unable to repay the loan. They sold the ancestral property for ` 10 lakh and paid the same to Punjab National Bank. They could not pay the balance amount of loan with interest. The bank filed a case for recovery of the balance amount. Gopal Sharma pleaded the court that the loan was taken for the purpose of business, therefore, all the members of the business were liable to repay the loan. The court held that all other members were responsible only to the extent of their share in business, and the business property was already sold. However, Gopal Sharma, being 'Karta' would have to repay the balance amount even by selling his personal properties. Gopal Sharma had to sell some of his personal assets to repay the balance amount of bank loan.</p> <p>(a) Is the court's decision justified? Give reasons in support of your answer. (b) State any three other features of HUF businesses.</p> | 6 |
| 33 | <p>Gas authority of India Ltd. (GAIL) is carrying on various projects of energy and power. Majority of its shares are held by the government of India. It was registered under the previous Companies Act. It enjoys all the characteristics of a company. The board of directors are appointed by the government. The Board and shareholders are responsible for the efficient working of the company. The company prepares its annual report and submit to the appropriate authorities.</p> <p>(a) Name the type of public sector enterprise referred to in the above para. (b) In whose name does the government buy shares?</p> <p>(c) State four features of the type of public sector enterprise identified in part (a) other than those discussed in the above para.</p> | 6 |

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| 34 | <p>Alan has recently constructed a new godown in the basement of his furniture showroom. He approached New India General Insurance Company for fire insurance of his godown. The official there asked for the information regarding construction type, age of building, fire safety equipment installed etc. The official of insurance company also made it clear that in the event of any loss due to a fire, he can recover an actual amount of loss only. Alan to understand that any loss arising due to fire in godown will lead to loss to his business. Identify and explain the principles of insurance stated in above paragraph. (any three)</p> <p style="text-align: center;">OR</p> <p>Briefly explain the following principles of insurance</p> <ul style="list-style-type: none"> a) Utmost good faith b) Insurable interest c) Doctrine of subrogation d) Causa Proxima | 6 |
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*****GOOD LUCK*****