

O. P. JINDAL SCHOOL, SAVITRI NAGAR

Periodic Test - I (2023 – 2024)

Class / Section: XI Comm.

MM: 20

Subject: Business Studies

Time: 1 Hrs.

Name: _____

Roll No: _____

General Instructions:

1. All questions are compulsory
2. Marks are indicated against each question.
3. Answers should be brief and to the point.

Q.1 Multiple choice questions-

(i) Ruchi is a practicing Chartered Accountant. She has her C.A. Firm at Hyderabad, Telangana. She deals in providing Income Tax and GST related services to her clients against very reasonable consultancy fees. She has her own professional coaching classes for C.A. Enrolled Students. Identify the types of economic activities performed by Ruchi as referred in the above case.

- (A) Business
- (B) Profession
- (C) Employment
- (D) None of the above

(ii) Dell Inc is a company involved in manufacturing of Computer and related items. It's a very popular name among the computer savvy youth in India. There are different models of Desktop, Laptop, Tabs, Gaming and Workstations manufactured and sold by the company in the Indian market. Which type of Industry highlighted in the above case?

- (A) Genetic Industry
- (B) Extractive Industry
- (C) Processing Industry
- (D) Assembly Industry

(iii) Cyclone caused lots of damages to the street vendors and retail stores in the state. Rahim, owner of a Grocery Shop suffered a lot because of cyclonic effect. Government declared a relief package to the affected people of the affected areas. Identify the type of risk caused to the Shopkeepers highlighted in the above case.

- (A) Natural Cause

(B) Human Cause

(C) Economic Cause

(D) None of the above

(iv) Assertion (A) Business is considered as an economic activity.

Reason (R) It involves exchange of goods and services among people in the society.

Codes-

(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

(v) Amandeep involves in selling School and College Uniforms at his retail outlet located at Ambala. It is his family business, now controlled and managed by him. In the Covid-19 period, schools and colleges are mostly closed all around the state. Due to this pandemic situation, he records a very little business of ignorable volume. He is paying staff salaries, electricity bills and other fixed expenses each month. He is facing huge financial losses because of Covid-19 and its effects.

Which features of sole trading business is highlighted in the above case?

(A) Easy Formation

(B) Profit

(C) Secrecy

(D) Risk and Uncertainties

(vi) group of Female Households of a rural village of Odisha decided to start their personal group. The main intention of forming the group was to help their members in building their houses or procuring lands at reasonable costs. They gave a name "Mallhar" to their group. It dealt in building flats or providing plots to their members. Members were asked to pay off their loan amount in easy installments. In certain cases, group helped its members in purchasing flats or plots by arranging loans from commercial banks or financial institutions. Name the form of business organizations run by the friends referred in the above case.

(A) Partnership

(B) One Person Company

(C) Joint Hindu Family Business

(D) Housing Cooperative Society

1x6=6

Q. 2 source-based questions-

$\frac{1}{2} \times 4 = 2$

Sankalp is a successful entrepreneur dealing in Automobile sector especially with Two Wheelers at Ahmedabad. He has been constantly earning good profit from his business and investing surplus

towards expansion of his business. All the latest Two-Wheeler models are available at his showroom. His marketing and sales team are managed to create new customers from time to time. His unique style of business management has brought him success.

1. Name the type of Business activity in which Sankalp is involved?

- (A) Tertiary industries
- (B) Secondary industries
- (C) Trade
- (D) Auxiliaries to trade

2. Name the type of economic activities performs by Sankalp.

- (A) Business
- (B) Profession
- (C) Employment
- (D) Religious Movement

3. Which type of objectives followed by the entrepreneur?

- (A) Economic Objective
- (B) Social Objective
- (C) Organizational Objective
- (D) Management Objective

4. Which of the following points are involved in the objective identified in part (B) above?

- (A) Profit Earning
- (B) Creating Customers
- (C) Innovation
- (D) All of the above

Q.3 Monica Khanna is a jewelry designer. She started her career from scratch and took advanced designing course at Jewelry Product Development Center. In the completion of the course, she got the job at Gitanjali Gems. Being an experienced jewelry designer, Monica Khanna focuses on maintaining the originality and creativity of the ornaments that are custom designed and developed by her. On the basis of the given information about Monica Khanna, answer the following questions:

a) Identify the type of economic activity that Monica Khanna is engaged in.

b) State any three features of the type of economic activity is identified in part (a). 2

Q.4 Saurabh and Gaurav felt that there was an opportunity of business in providing a service of online grocery stores to working people residing in Mumbai. They analyzed the idea in terms of technical, financial and economic feasibility. Once they found all aspects to be satisfactory, they

decided to start a company called 'Grocery at Home Private Ltd'. They got the name registered with registrar of the companies. On the basis of the given information about Saurabh and Gaurav, answer the following questions:

- a. Identify the step in the formation of company highlighted in above case?
- b. Enumerate the next three stages to be formed after the conclusion of aforesaid stage in the step identified in part (a) 2

Q.5 Rani is a friend of Seema who is a partner in a software firm Simplex Solutions. On Seema's request, Rani accompanies her to a business meeting with Mohan Software and actively participates in the negotiation process for a business deal and gives the impression that she is also a partner in Simplex Solutions. Three months credit is extended to Simplex Solutions on the basis of these negotiations. On the basis of the given information about Rani, answer the following questions:

- a. Will Rani be liable to the lender if Seema does not make payment to him by the due date?
- b. Specify and explain Rani's role in the aforesaid situation 2

Q.6 Katherine wants to start a retail business of fashionable items. Change in taste and preferences of customers may result in loss in such type of business. She is hesitating as she is aware of risks which are inherent in every business. She approaches her friend Kristina who is the owner of a retail shop. Kristina advises her to go ahead with her idea as she will get profit as return for undertaking risk. She also told her that some risks in business can be insured by taking insurance policy. On the basis of the given information about Katherine answer the following questions:

- a) What is Business Risk?
- b) Identify the main features of business risk discussed in the above case. Also quote the lines for the identified features.
- c) Is change in taste and preferences of customers, pure risk or speculative, why? 3

Q.7 Identify the type of cooperative societies highlighted in the following situations: $\frac{1}{2} \times 6 = 3$

- a. Cooperative societies formed to protect the interest of general consumers
- b. Cooperative societies formed to protect the interest of small producers.
- c. Cooperative societies formed by small producers and manufacturers who find it difficult to sell products individually.
- d. Cooperative societies established to protect the interests of farmers for providing better inputs at a reasonable cost.
- e. Cooperative societies formed to provide financial support to the members.
- f. Cooperative societies formed to provide residential houses to members