

# PRACTICE QUESTIONS

## SUBJECT – BUSINESS STUDIES

### CLASS – XI

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- Q.1 Give two causes of speculative risks.
- Q.2 Sole Proprietorship is said to be the simplest to establish. Why?
- Q.3 Mention two advantages of a Hindu Undivided Family Business from co-parcener's view?
- Q.4 State and explain the concept under which a trade agreement made by one partner is binding on the others.
- Q.5 What is the difference between Certificate of Commencement and Certificate of Incorporation?
- Q.6 In which year did government introduced disinvestment?
- Q.7 Who defines the powers and functions, rules and regulations for a Statutory Corporation?
- Q.8 Treatment provided by a doctor differs from patient to patient. Name the feature of service.
- Q.9 State any three allied services a bank may provide.
- Q.10 Insurer undertakes the responsibility to compensate the insured against the loss caused due to damage or destruction. Name the principle of insurance.
- Q.11 Mention two limitations of E-commerce?
- Q.12 A business must provide or produce unadulterated goods and services. This is an example of which type of social responsibility?
- Q.13 Name any two sources to raise funds for long term without increasing burden on fixed return?
- Q.14 Define Factoring.
- Q.15 Name the owner's source of finance that doesn't affect control over company management.
- Q.16 State the difference between GDR and ADR.
- Q.17 State the distinguishing feature of Ancillary and industrial unit.
- Q.18 How are peddlers different from hawkers?
- Q.19 Why does business need multiple objectives? Explain any five such objectives.
- Q.20 State the different types of cooperative societies and specify their respective purpose.

- Q.21 Rohini is all set to sell toys for infants. She had almost decided to start her own production but her friend suggested her to import them from china. Advise Rohini what factors she should consider before make her decision to import or manufacture?
- Q.22 It is a public enterprise established under Indian Companies Act and conducts business in competition with companies in private sector.
- i) Identify the type of public enterprise.
- ii) What is the minimum investment government has to make in such companies and who are is the shareholder in the company.
- iii) Discuss any three advantages and limitations of such companies.
- Q.23 Arman gets his house insured against fire of Rs. 10 lakhs with insurer A and for Rs. 5 lakhs with insurer B. A loss of Rs. 3 lakhs occurred. How much compensation can he claim from A and B? Why?
- Q.24 'Business must concentrate on economic activities only'. Do you agree?
- Q.25 'It is better to use our own funds because that costs us nothing.' Do you agree?
- Q.26 'Wholesalers are the middlemen who do nothing but increase the cost of product'. Comment.
- Q.27 'A departmental store is a welcome change in big cities but an unwanted guest in smaller towns do not prefer shopping from a departmental store.
- Q.28 Who are C & F agents? What is the role in international business?
- Q.29 What is a letter of credit? Why does an exporter need this document?
- Q.30 Prime surgical is currently purchasing blood pressure monitoring machines from Jai Durge an importer and selling in the retail market. He has been approached by a manufacturer in china to offer some blood pressure monitoring machines at much cheaper prices. But only problem is that Prime Surgical must place an order of 1000 units. Discuss the procedure Prime Surgical may have to follow if he decides to import from china. Also, advise him whether he should directly buy or continue to purchase from the importer.

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