

## **CLASS: XI- BUSINESS STUDIES**

### **FORMS OF BUSINESS ORGANISATION**

1. State three advantages of joint Hindu Family business.
2. Explain the features of a Joint Hindu Family business.
3. List any three advantages of partnership.
4. State the important features of partnership.
5. What are the consequences of non-registration of a partnership firm?
6. Explain any three features of a company.
7. Enumerate the various types of cooperative societies.
8. What are the functions of a promoter?
9. Distinguish between Memorandum of Association and Articles of Association.
10. Distinguish between a private company and public company.
11. Describe the various partners in a partnership firm.
12. Why is company form of organization preferred than other forms of organization?
13. List and explain the factors which help in choosing an appropriate form Organization.

### **HOTs**

14. "One man control is the best in the world if that man is big enough to manage everything".  
Explain.
15. "A private company avoids many of the defects of a public company". Explain.
16. State the reasons for issuing prospectus.
17. "A company is said to be an artificial person created by law, having a separate entity with perpetual succession and a common seal". Discuss the above statement.
18. Describe the steps involved in the floatation of the company.
19. 'Promoter is neither the trustee nor the agent of the company'. Comment.
20. During the incorporation of a company, which documents are to be filed.
21. A company raises funds from the public. Explain the steps required to raise the funds from public.
22. The business assets of a firm are worth Rs. 70,000 but the debts ,remain unpaid are worth Rs. 1,00,000.  
What course of action can the creditors take in the following cases:
  - a) The organization is Sole Proprietorship firm.
  - b) The organization is a Partnership firm with A and B, two partners sharing profit equally.

23. A company got its certificate of Incorporation on 24<sup>Th</sup> August 2016 and on the Certificate the date was written 22<sup>nd</sup> August 2016. Company allotted shares on 23<sup>rd</sup> August. Is the allotment valid or not.

24. Kiran is a sole proprietor. Over the past decade, her business has grown from operating a neighborhood 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 for better management of the business. She also has plans to open branches countrywide.

- a) Explain two benefits of remaining a Sole Proprietor.
- b) Explain two benefits converting it to a joint stock company.
- c) What role will her decision to go nationwide play in her choice of form of the organization?
- d) What legal formalities will she have to undergo to operate business as a company?

### **Private, Public and Global Enterprises**

1. Name the types of public sector enterprises?
2. Name the organization which is considered as a part of Government Company only?
3. Where national security is concerned, which form of public enterprises is most suitable?
4. Mention any two examples of departmental undertakings?
5. Name the organization formed by passing a special act of the parliament?
6. Mention any two examples of statutory corporation?
7. Name the company in which at least 51% shares are kept by the government?
8. In whose name the shares of a government Company are purchased?
9. Why is the 'Government company' form of public enterprise preferred to other types of organizations?
10. Mention any two examples of a government company?
11. What is public, private partnership? Explain its features.
12. "Multinational companies are a blessing to the developing countries." Comment on this statement.
13. What are the benefits of entering into joint ventures?
14. Name the form of public sector enterprises that is constituted as an autonomous unit by an Act of Parliament? Explain any five features of such an organization?
15. (A) Mention six causes responsible for inefficiency of government enterprises?  
(B) Give any three distinctions between a statutory corporation and a government company?
16. What was the role of public sector before 1991?
17. What are the benefits available to the government company?

### **HOTS (Higher Order Thinking Skills)**

18. Can the public sector companies compete with the private sector in terms of profit & loss efficiency? Give reasons for your answer.

19. Public sector enterprises have played vital role in the economic development of India, however; government of India vigorously pursues the policy of disinvestment of such units. What is the rationale of disinvestment at this time?

20. State any three situations wherein Government Company is the most suitable form of Organizing public enterprises?

21. What motivates a company to go global?

22. Government of India established Public Sector enterprises to meet the post-independence challenges of poverty, employment, illiteracy and regional imbalance. However, with time, government reduced the number of industries reserved under public sector and promoted disinvestment. Why in your opinion government promoted disinvestment.