

| Date: 4/8/2023 | Monthly Test 01 (2023 -24) | Max.mark :20 |
|----------------|----------------------------|--------------|
| Grade: XI      | Business Studies (054)     | Time 50 Min  |

## **General Instructions:**

## 1. There are 10 questions in the question paper. All questions are compulsory

| Qn.<br>No |  | Marks<br>allocated |
|-----------|--|--------------------|
| 1         | The occupation in which people work for others and get remunerated in return is known as  a) Business b) Employment c) Profession d) All of the above  | 1                  |
| 2         | The Karta in Joint Hindu Family business has <ul> <li>a) Limited liability</li> <li>b) Unlimited liability</li> <li>c) Joint liability</li> <li>d) No liability</li> </ul>   | 1                  |
| 3         | Which of the following cannot be classified as an objective of business  a) Investment b) Productivity c) Innovation d) Profit earning   | 1                  |
| 4         | A partner, through his behaviour make others to behaviour make others to believe that he is a partner in a firm is called a)Partner by holding out b) Partner by estoppel c)Secret partner d) Nominal partner              | 1                  |
| 5         | Which of the following does not characterise business activity  a) Production of goods b) Presence of risk and services c) Sale or exchange of goods or services d) Salary or wages  | 1                  |
| 6         | Jagat is running a grocery store under the name 'Morning Needs 'in a local market. He takes all decisions about business himself without any interference from others and also earns a direct reward for bearing the risk. | 2                  |

| a) Identify and define the form of business organisation in which Jagat has promoted   |  |
|--|--|
| his business.  |  |
| b) State any four features of this form of business organisation   |  |
| 7 State any four differences between Business, 2 Profession and Employment   |  |
| 8 Distinguish between a Nominal partner and a Secret 2 partner in Partnership business   |  |
| 9 Harshit runs a well-known departmental store in Delhi. He procures different kinds of products from all over the country through railways, roadways and airways. He also owns a godown to hold the stocks. He has also taken an insurance policy worth Rs. 10 Crore for his business. Moreover, he has taken a loan of Rs. 200000 from SBI Bank in order to meet short term financial needs of the business. He has placed information about his business on the hoardings, bill boards etc. in order to popularize them.  a) What are Auxiliaries to Trade? b) Identify the different auxiliaries to trade that are being used by Harshit in his business by quoting the lines from the paragraph |  |
| 10 6   |  |
| In which form of business organisation is a trade  |  |
| agreement made by one owner binding on the   |  |
| others? Give reasons for supporting your answer and explain the features of the form of business   |  |
| organisation identified  |  |
| THE END  |  |



| Date:4/08/23 | <b>MONTHLY TEST - 01 (2023-24)</b> | Max marks: 20 |
|--------------|------------------------------------|---------------|
| GRADE: XII   | BUSINESS STUDIES [054]             | Time: 50min   |

| Qn.<br>No |  |   |   | Marks |
|-----------|--|---|---|-------|
| 1         | Employment   |   | 1   |       |
| 2         | Unlimited liability  |   | 1   |       |
| 3         | Investment   |   |   | 1     |
| 4         | Partner by estoppel  |   |   | 1     |
| 5         | Salary or wages  |   |   | 1     |
| 6         | The form of business organization referred here is sole proprietorship.  Features: ease in formation and closure, unlimited liability, sole risk bearer and profit recipient, no separate entity, lack of continuity, control  |   |   | 2     |
| 7         | BUSINESS No legal formality  No minimum qualification Profit is the reward Capital investment is needed Profits are uncertain Transfer of business is possible No code of conduct is prescribed  | PROFESSION  Membership in professional body Qualification is required Fee is the reward Limited capital investment Fees are regular Transfer is not possible Professional code of conduct have to be followed | EMPLOYMENT Appointment letter is required Qualification is required Salary is the reward No capital investment Salary is fixed Transfer is not possible Norms of behavior by the employer have to be followed | 2     |
| 8         | <ul> <li>Nominal partner is one who allows to use his name on the partnership business but will not contribute capital, does not take part in the management of the firm, does not have a share in the profit and loss of the firm but have an unlimited liability towards the public</li> <li>A secret partner is one who is having association with the partnership firm but unknown to the public. He will contribute capital, take part in the management of the company, have a share in the profits and losses of the firm and have unlimited liability</li> </ul> |   |   | 2     |

| 9  | <ul> <li>Activities which are meant for assisting trade are known as auxiliaries to trade. These activities are generally referred to as services that will facilitates the smooth functioning of trade and industrial activities</li> <li>The various auxiliaries to trade include transport and communication, banking and finance, insurance, warehousing and advertising</li> </ul> | 3 |
|----|---|---|
| 10 | <ul> <li>Partnership form of business</li> <li>The features of partnership form of business are formation, liability, risk bearing, decision making and controlling, continuity, number of partners, mutual agency</li> </ul>   | 6 |