

	<p>a) Identify and define the form of business organisation in which Jagat has promoted his business.</p> <p>b) State any four features of this form of business organisation</p>	
7	State any four differences between Business, Profession and Employment	2
8	Distinguish between a Nominal partner and a Secret partner in Partnership business	2
9	<p>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.</p> <p>a) What are Auxiliaries to Trade?</p> <p>b) Identify the different auxiliaries to trade that are being used by Harshit in his business by quoting the lines from the paragraph</p>	3
10	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	6
THE END		



THE VILLAGE
INTERNATIONAL SCHOOL
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Date:4/08/23
GRADE: XII

MONTHLY TEST - 01 (2023-24)
BUSINESS STUDIES [054]

Max marks: 20
Time: 50min

MARKING SCHEME

Qn. No				Marks
1	Employment			1
2	Unlimited liability			1
3	Investment			1
4	Partner by estoppel			1
5	Salary or wages			1
6	<p>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</p>			2
7	BUSINESS	PROFESSION	EMPLOYMENT	2
	No legal formality	Membership in professional body	Appointment letter is required	
	No minimum qualification	Qualification is required	Qualification is required	
	Profit is the reward	Fee is the reward	Salary is the reward	
	Capital investment is needed	Limited capital investment	No capital investment	
	Profits are uncertain	Fees are regular	Salary is fixed	
	Transfer of business is possible	Transfer is not possible	Transfer is not possible	
	No code of conduct is prescribed	Professional code of conduct have to be followed	Norms of behavior by the employer have to be followed	
8	<ul style="list-style-type: none"> 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 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 			2

9	<ul style="list-style-type: none"> • 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 • The various auxiliaries to trade include transport and communication, banking and finance, insurance, warehousing and advertising 	3
10	<ul style="list-style-type: none"> • Partnership form of business • The features of partnership form of business are formation, liability, risk bearing, decision making and controlling, continuity, number of partners, mutual agency 	6