

AMRITA VIDYALAYAM

SECOND TERMINAL EXAMINATION 2018 -'19

Class : XI

Marks : 90

Time : 3 hrs

BUSINESS STUDIES

FOUNDATIONS OF BUSINESS AND CORPORATE ORGANISATIONS

FINANCE AND TRADE

GENERAL INSTRUCTIONS:

1. All questions are compulsory.
2. Section A carries 1 mark each and may be answered in one word or one sentence.
3. Section B carries 3 marks each and may be answered in 50 - 75 words.
4. Section C carries 4 marks each and may be answered in about 150 words.
5. Section D carries 5 marks each and may be answered in about 150 words.
6. Section E carries 6 marks each and may be answered in about 200 words.

SECTION - A

1. List any four important matters discussed while preparing a Partnership Deed.
2. Why India is considered as a Mixed Economy?
3. Rahul was the only member and shareholder of the company. Name the type of company.
4. What is the basic difference between recourse and non-recourse factoring?
5. What type of capital a business may require at the time of installing a new plant in the factory?
6. State the distinguishing feature of an Ancillary Small Industrial unit.
7. Who defines the power and functions, rules and regulations for a Statutory Corporation?
8. Name the institution set up by the world association for small and medium enterprises and sponsored by NABARD.

SECTION - B

9. Explain the following terms. Also, mention the form of the organisation they are related to.
a) Mutual Agency b) Direct Incentive c) Perpetual Succession d) Dayabhaya
10. Why global enterprises are considered superior to other business organisations?
11. Business has various social responsibilities towards different interest groups. Identify the interest groups in the following responsibilities assumed by business.
a) Makewell Ltd. replaced their old machinery with new one to reduce problems of pollution.
b) Bright Lifecare holds annual conferences for its distributors to inform them about new products and any updates in existing products.
c) Infosys holds regular workshops to train and develop its marketing staff.
d) Investing shareholder's money to give them maximum returns on their investments.
12. State and explain the form of public enterprises which are most suitable for projects related to National Security.

OR

Discuss the advantages and limitations of Departmental Undertakings.

13. What is the basic difference between GDR, ADR and IDR?
14. Explain how the process of Entrepreneurship Development contributes towards economic development.

OR

State the different types of small scale industries.

SECTION - C

15. Discuss the characteristics and merits of cooperative form of organisation.
16. What is business ethics? Mention basic elements of business ethics.
17. It is a public enterprise established under the Indian Companies Act and conducts business in competition with companies in private sector.
 - a) Identify the type of public enterprise.
 - b) Discuss any three advantages and limitations of such companies.
18. What role does government play to promote and develop small industries in rural India?

OR

Explain any four problems faced by the small business.

19. Which source of finance provides an option to companies to use fixed assets without the burden of replacements or obsolescence? State its merits and limitations.

SECTION - D

20. 'Business enterprises today are more conscious and sensitive towards society'. What could be the reasons in your opinion?
21. Why is it important to choose an appropriate form of organisation? Discuss the factors that determine the choice of form of organisation.
22. Compare and contrast equity shares and preference shares as a source of finance.

OR

What is a commercial paper? What are its advantages and limitations?

23. Discuss various incentives offered by the government at state and central level for the rural development programme.

SECTION - E

24. Explain the stages taken by the promoter in the promotion of a company.

OR

Distinguish between 'Memorandum of Association' and 'Article of Association'.

25. What are the benefits of entering into Joint Venture?
26. Discuss the factors which must be considered while selecting a source of finance.
27. State any three institutions set up by the government to provide support to the small industries. Discuss each institution's role in detail.