



Brain International School

Vikas Puri, New Delhi

REVISION SHEET

SUBJECT: BUSINESS STUDIES CLASS-XI

TERM 1

CHAPTER 1: NATURE AND PURPOSE OF BUSINESS

1. Why is commerce considered as the backbone of industry and other business activities?
2. Profit is an essential objective of business due to certain reasons. Comment.
3. State the role of profit in business.
4. Name the six hindrances to trade.
5. Profit is not an objective but a requirement of the business. Do you agree with this statement? Support your answer with reasons.
6. Explain the objectives of business briefly.
7. Give any three points of difference between business and employment.
8. After completing their graduation, Salim and Ram decided to set up a flour mill to earn income. Their main job is to purchase wheat from the market and have ground it into flour. Their flour is available in the packets of 5 Kg, 10 Kg and 20 Kg. They sell these under the brand name 'Desh ka Atta' and earn a reasonable profit of 10% on cost. They worked very hard to flourish the business on a regular basis, and hence in no time their brand became very popular in the market. The main reasons for the success of their business are superior quality and low price. Their business was running very well. But one day, the flour mill caught fire, and as a result they had to suffer a heavy loss. However, Salim and Ram did not lose their heart, and worked even harder. Gradually, their business was back to normal. Now they are fully satisfied with their business. Quoting the lines from the above para, explain any four characteristics of business.
9. Dr. Rajiv Mishra is working at the post of a senior doctor in a government hospital. He does not discriminate between the rich and the poor while treating his patients medically. When he returns home from the hospital, he attends to the poor patients at home free of cost between 6pm to 8 pm. Besides, he gives them the information about the employment opportunities. He advises many young people to go into the fields of advertising and transportation. They went into these fields and remarkably succeeded there.
 - a) What type of activities does Dr. Rajiv Mishra perform in the hospital and at home? Explain.
 - b) Explain the auxiliaries to trade mentioned in the above para.
10. Commerce is considered as the backbone of industry and other business activities. Discuss any four functions performed by commerce.

CHAPTER 2: FORMS OF BUSINESS ORGANISATIONS

1. A partnership firm has 50 members. All the partners have given consent to admit two more partners Ram and Mohan in their firm.
Can Ram and Mohan be admitted? Give reason in support of your answer.
2. Distinguish between a partnership and sole proprietorship on the basis of:
 - a) Number of members
 - b) Capital contribution
 - c) Secrecy
3. Write three effects of incorporation of a company.
4. Ram, Karta of a family business, died in a road accident. His son received compensation from the insurance company. Can this income be treated as HUF income?
5. In which form of organisation is a trade agreement made by one owner binding on the others? Give reasons to support your answer.
6. Discuss the role of promoters in the formation of a company.
7. Reena opened a boutique along with four workers. No problem of any type was faced in opening the boutique. Despite there being a lot of competition in the market, the boutique was earning a good profit. Since all the profit went to her pocket, Reena was getting inspired to work with great efficiency. With increase in workload, the number of workers increased from 4 to 6 by her. All of them were happy since the business was running successfully. Unfortunately, one day the boutique caught fire and Reena had to suffer a heavy loss. Due to the heavy losses she had to dispose off her personal properties to repay the boutique's debts. In order to revive the boutique, she approached a bank which did not extend a long-term loan to her.
 - a) Identify the form of business organisation discussed in the above para.
 - b) Explain any three merits of the form of business organisation identified in a), by quoting the lines from the above para.
 - c) Also explain any two limitations of the form of business organisation identified in a) by quoting the lines from the above para.
8. If a company suffers heavy losses and its assets are not sufficient to pay off its liabilities, can the balance be recovered from the personal property of its members. Do you agree? Give a suitable example.
9. Ten farmers in a village, decided to form a business organisation with a view to assist them by providing better seeds, fertilizers and agricultural tools, etc.
 - a) Identify the form of business organisation referred above.
 - b) Explain its two features.
10. You are a business consultant. Mr. Madanpal has recently retired from government service. He is 60 years old, and he wants to set up a factory to manufacture plastic goods. He has come out to consult you so that you may suggest to him the most suitable form of business organisation. The following are his expectations from the business organisation:
 - a) Formation
 - b) Flexibility in operations
 - c) Sharing of profits with limited persons
 - d) Sufficient persons to look after various business activitiesWhich form of business organisation will you suggest to Mr Madan Pal? Give reasons in support of your answer.

CHAPTER 3: PRIVATE, PUBLIC AND GLOBAL ENTERPRISES

1. Enlist the advantages of PPP to the economy.
2. Why MNCs are in a position to exercise massive control on the world economy?
3. Discuss the rationale for giving dominant role to public sector.
4. What do you mean by Government Company? Discuss its various features, merits and limitation?
5. Distinguish between a departmental undertaking and Government Company on the basis of:
 - a) Formation
 - b) Legal status
 - c) Autonomy
 - d) Management
 - e) Flexibility
 - f) Staff
6. Government is planning to construct an expressway. For this, government needs management and technical expertise and financial help to complete it. The Government makes a contract with a Private Company to construct the expressway. Identify and explain the form of enterprise.
7. State with reason whether the following statements are true or false:
 - a) Government company is completely owned, managed and controlled by a government ministry.
 - b) India Post is an example of Statutory Corporation
 - c) Departmental Undertaking is answerable to parliament.
8. Gas Authority of India Ltd. is carrying on various projects of energy and power. Majority of its shares are held by the Government of India. It was registered under the previous Companies Act. It enjoys all the characteristics of a company. The board of directors are appointed by the government. The board and shareholders are responsible for the efficient working of the company. The company prepares its annual report and submit it to the appropriate authorities.
 - a) Name the type of public sector enterprise referred to in the above para.
 - b) In whose name does the government buy shares?
 - c) State two merits and two demerits of such form of business.

CHAPTER: 4 BUSINESS SERVICES

1. Write the process to generate the QR Code by a merchant.
2. Explain briefly the principles of insurance with suitable examples.
3. Write a note on the Core Banking.
4. Define Life Insurance. What are its main principles?
5. Ajit is the owner of a taxicab and he gets it insured because he is getting income from it. But, if he sells it, he will not have any concern left in that taxicab. Identify and explain the principle of insurance which is applicable in the above case.
6. Write a detailed note on various facilities offered by the Indian Postal Department.

7. Muskan insured her cargo ship against perils of sea through a Marine Insurance Policy of ₹10,00,000. During the voyage the sea water entered into the ship and the cargo was damaged. She suffered a loss of ₹6,00,000. She filed claim for the loss against the insurance company.
 - a) Can Muskan recover the loss from the insurance company?
 - b) Briefly explain the principle of insurance highlighted in the given case.
8. Your friend's car was lost, and he filed a complaint in the police station meanwhile you also intimated the insurance company for the claim. After the investigation in a months' time his claim was sanctioned by the insurance company. Two months later, your friend came rejoicing and inform you that the police found the stolen car. He gave you a party stating that he is in benefit as he has already got the claim for the car and now, he will get the car also back from the police but unfortunately when he claimed the car police refused. Identify and explain the principle that your friend is not aware of, under which he didn't get the car from the police. Also, explain briefly two more principles of general insurance.
9. In banking service, such a system has come up because of which the status of customer undergoes a change. Now the customer happens to belong, not to a particular branch but to the bank itself. What do you know about this system?
10. Discuss the various types of telecom services.

CHAPTER: 5 EMERGING MODES OF BUSINESS

1. Electronic transactions lead to Threat to Intellectual Property and Privacy Risks. Comment.
2. Discuss any four limitations of the electronic mode of doing business.
3. Differentiate between traditional business and e - business.
4. Give the meaning of Automated Teller Machine. Also discuss its utility.
5. Lavanya is running a health and weight management center in Varanasi. She keeps in regular touch with her clients through an online portal. Moreover, she often conducts online surveys to ascertain the level of customer satisfaction. Identify and explain the component of e - business being described above.
6. e -business can be handled effectively by suitably qualified personnel and a well - designed system. Comment on this statement.