



Brain International School

Vikas Puri, New Delhi

ASSIGNMENT NO. 4

SUBJECT: BUSINESS STUDIES

CLASS-XI

OCTOBER, 2025

CHAPTER 8: SOURCES OF BUSINESS FINANCE

1. Distinguish between shares and debentures on the following basis:
 - a) Return
 - b) Security
 - c) Refund of capital
 - d) Repayment
2. Ankit limited is a manufacturing company. The company has issued equity and preference shares to meet its requirement. Other sources of finance have not been considered at all. This has resulted in payment of large amount of taxes to government as dividend on shares not deducted from income of the company for the purpose of tax calculation.
 - a) State source of finance which can give benefits of tax saving.
 - b) State its any 2 merits.
3. A foreign company Peter Limited wants to collect money from the capital market of India. The financial manager of company wants to issue such financial instruments which can be denominated in rupees. Identify this financial instrument and explain it.
4. You are the finance manager of Bharat Motors Limited, a car manufacturing company. You have decided to raise long term finance from a financial institution. Explain any four reasons to support your choice of source of finance.
5. Rajiv fashion, a reputed garment manufacturing unit needs to finance its day-to-day expenses like wages, rent, maintain stock of raw material, etc. The owner approaches his raw material supplier to give him credit for two months, so that he can get cloth for making garments without making immediate payment. The supplier made an inquiry regarding Rajiv and found that his reputation of giving payment is not very good. In the past the lenders were not very happy.
 - a) What source of finance Rajiv is trying to get in the above case?
 - b) State two features of the source mentioned in above case.
6. a) Arun Ltd. is manufacturing cotton shirts for men. It is planning to expand its business by opening one more unit in another city. It has been consistently earning good profits. So, there are sufficient reserves. State the most appropriate source of finance for the company. Explain its features. Suggest him one source of finance for meeting his short-term finance needs to buy the stock. Also explain its two merits.

CHAPTER 8: SMALL BUSINESS AND ENTREPRENEURSHIP DEVELOPMENT

1. What is the definition used by Government of India for small scale industries?
2. Why is entrepreneurship promoted by government in our country?
3. Explain any five ways to fund startups.
4. Mansi wants to start a factory of cosmetics. She wants to set up the factory in rural and backward areas of her hometown village of Orissa, so that people of that area have not to migrate to cities in search of jobs. Moreover, she is of viewpoint that these small-scale industries play a very important role in socio-economic development.
 - a) Discuss by giving any three points the contribution of small-scale industries in rural India.
 - b) Right any two values promoted by Mansi.
5. Discuss the role of NSIC and DIC in the development of small business.
6. Why is IPR important? Give three reasons in support of your answer. Also, differentiate between Copyright and Trademark on any two basis.
7. “The Government of India aims to empower start-ups to grow through innovation and design.” In the light of this statement discuss the Start-up India Scheme.