



Brain International School

Vikas Puri, New Delhi

ASSIGNMENT NO. 4

SUBJECT: BUSINESS STUDIES

CLASS-XII

OCTOBER, 2025

CHAPTER 9: FINANCIAL MANAGEMENT

1. What is trading on equity?
2. What is working capital?
3. What is operating cycle?
4. “Financial management is the focal point of decision making in a business organization.” How?
5. “A company generates surplus funds even after paying very high dividend to shareholders”. Mention the aspect of financial management which will enable the company to deploy surplus funds profitably and explain its any two points of importance.
6. Excel limited is in the business of manufacturing washing soaps. Its capital is ₹80,00,000 divided into 80,000 equity shares. During the previous year, its earning per share was ₹2.5. In order to expand its business, it issued 50,000, 12% debentures of ₹100 each. During the current period, its profit was ₹10,00,000. It paid tax at the rate of 30%.
 - a) Whether the shareholders gained or lost after issue of debentures, show your calculations.
 - b) State any three factors that favour the issue of debentures.
7. Viyo Limited is a company manufacturing textile. It has a share capital of ₹60,00,000. The earning per share in the previous year was ₹0.50. For diversification, the company requires additional capital of ₹40,00,000. The company raised funds by issuing 10% debentures for the same. During the current year, the company earned profit of ₹8,00,000 on capital employed. It paid tax at the rate of 40%. State whether the shareholders gained or lost in respect of earnings per share on diversification. Show your calculations clearly. Also, state any one factor that favours the issue of debentures by the company.

CHAPTER 10: FINANCIAL MARKETS

1. Mention the types of financial markets based on maturity period of securities traded.
2. Explain the trading procedure of Stock Exchange.
3. One of the objectives of Securities and Exchange board of India to protect the interest of investors in securities explain the functions with Sebi performs to achieve this objective.
4. is a leading player in Indian hosiery market. The main strengths of MHL are its designs and marketing. MHL has a share capital base of ₹8.75 crore. Now, the company wants to expand share capital base to ₹30 crores to finance substantial expansion of its business with prospect of exporting hosiery goods abroad. Part of the additional share capital will be allotted to a financial institution. The remaining part will be offered to the existing shareholders. Identify the methods of floatation used by the company. Explain them briefly.
5. Explain money market instruments briefly.
6. One of the functions of Securities and Exchange Board of India is 'Promotion of fair practices and code of conduct in securities market.' State the category to which this function belongs and state any two other functions of this category.
7. Explain the process of online trading of securities.

CHAPTER 12: CONSUMER PROTECTION

1. "While buying a product the consumer should ensure buying only standardised products". How will the consumer ensure this?
2. "Consumer protection is in long term interest of business." Mention the aspect which is highlighted by the statement and explain any two more points of the aspect.
3. Name the act which provides various remedies to aggrieved consumers and explain these remedies.
4. Suman bought a box of cheese of reputed brand from a local shopkeeper. On opening the box, she found a piece of stone in the cheese. She reported the matter to the shopkeeper who forwarded her complaint to the concerned company. Within a week, the representative of the company visited Suman's residence with an apology and as a replacement offered her new cheese pack with four other varieties of cheese as compensation for the inconvenience to her. State the consumer right which Suman exercised.

5. Suresh purchased a refrigerator for ₹1,00,000. He was not satisfied with the refrigerator because of its defective cooling mechanism. To which redressal agency should he file the complaint? Briefly explain the remedies available in such a situation.
6. Aarushi buys a packet of dry cake from a cake shop without asking for the bill. The pack does not bear any information other than the name of the shop. After reaching home she finds the cake to be stale.
 - a) Identify the consumer right that has been violated.
 - b) State any three responsibilities that a consumer must keep in mind while purchasing any good.