

MODEL TEST PAPER - IV

Duration : 3 Hours

Maximum Marks: 90

- Q.1 "With support of brokers, commission agents etc. the trade and commerce saw a rise in ancient times". Justify this statement. (1)
- Q.2 Rohit and Rajat start an interior designing business. They ask Rajana, their friend to join them. She agrees to contribute ₹ 5,00,000 in the business but does not take part in day to day activities of business what will she be called? (1)
- Q.3 The CEO of xyz Ltd. Mr. Vasudeva died in an road accident. Will it affect the life of the company? Why? (1)
- Q.4 Name the institution which provides an integrated administrative framework for small-scale industries at the district level. (1)
- Q.5 Name one unique feature of "Retained Earnings" which is not available in any other source of finance. (1)
- Q.6 Who is playing a catalytic role in strengthening internal trade to make it important part of overall economic activity? (1)
- Q.7 If on account of some reason the importer is unable to make the payment of custom Duty, in which Godown are the goods kept. (1)
- Q.8 What is the name of document which the Exporter sends to the Forwarding Agent for Taking Delivery of goods from the Railway? (1)
- Q.9 How did indigenous banking system help in rise to trade and commerce in ancient times. (3)
- Q.10 Google and NASA have joined together to develop google earth. What form of business are they doing? Write any two advantages associated with it. (3)
- Q.11 The forwarding agent of an export house, after getting the goods loaded on the ship gets the Mate's Receipt.
What will the Forwarding Agent have to do immediately after it? Explain briefly. (3)
- Q.12 Vishal buys goods in large quantities and sells them to small businessmen.

(a) Vishal is which type of trader?

(b) State any two features associated with this type of trade?

(1+2=3)

Q.13 How are small business helpful in the Balanced regional development?
(3)

Q.14 Govt. of India made a sudden announcement that from midnight of 8th November, 2016, notes of ₹ 1000 and ₹ 500 will no longer be a legal tender. Later the government also announced various incentives for general public for using digital cash. Withdrawal limit from ATM was also fixed.

(a) Define ATM and give its full form.

(b) Write any two utilities of ATM. (3)

Q.15 Identify the source of finance which is regarded as a "fair weather Friend". What is the reason for calling it so. State its 2 features. (1+2=3)

Q.16 Aditya gets his house insured against fire of ₹ 10 lakh with insurer A and for ₹ 5 lakh with insurer B. A loss of ₹ 3 lakh occurred. How much compensation can be claimed from A and B? Why? (4)

Q.17 "Business is essentially a social institution and not merely a profit making activity." Explain. (4)

Q.18 Dr. Ravi is a heart specialist in Vedanta Hospital and Dr. Tripti, Identify his friend is a pedagogue who has set her own clinic. Identify and differentiate between the nature of tasks undertaken by them based on the following points.

(a) Reward

(b) Risk

(c) Mode of establishment (4)

Q.19 The business assets of an organisation amount to ₹ 20,00,000 but the debts amount to ₹ 32,00,000. What action can the creditor take if

(a) The organisation is a sole proprietorship firm

(b) Raman and Daksh are partners in partnership firm

(c) It is a Hindu undivided family where Mr. Som is the Karta.

Whom shall the creditors approach for repayment of debt? Why? (4)

Q.20 Distinguish between e-business and traditional business on the basis of :

- (i) Cost of setting up and operating cost
- (ii) Nature of contact
- (iii) Response time
- (iv) Physical presence
- (v) Ease of going global (5)

Q.21 Tara Ltd. is a co. that deals in the wholesale business of Dals. Its financial manager arranges short term unsecured finance for the co. through a commission agent. The ROI to be paid on it is more than the bank's ROI. For the finance manager one of the greatest advantage of this finance was that its source was far away from bureaucratic and legal hassles.

Identify this source of finance and with any 4 of its features. (5)

Q.22 Give any 5 key features of GST. (5)

Q.23 Explain the following banking services:

- (a) Real time gross settlement (RTGS)
- (b) National electronic funds transfer (NEFT) (5)

Q.24 An international organisation with a new name succeeding GATT and with more power to promote international trade came into existence on 1st January 1995.

What is name of this organisation? State 5 functions of this organisation. (6)

Q.25 Define Intellectual Property Right (IPR) and how it is an asset for innovative entrepreneurship. (1+5=6)

Q.26 (FCI) Food Corporation of India was established through special Act passed in parliament in 1964 with the objective to create buffer stocks of foods like wheat, rice etc. for emergency situations like drought, flood famine etc.

- (a) Which type of public sector enterprise is discussed above?
- (b) Does such enterprises have separate legal entity?
- (c) Explain any two merits and demerits associated with it. (6)

Q.27 Parminder, Shahrukh and Shweta and friends. They have just completed their architecture degree. They wish to start a business together. They have ₹ 20,00,000 savings put together and are planning to take additional ₹ 10 lakh loan. They have found a prime location in Greater Kailash, Delhi where they can set their office.

Based on this information, quote the lines associated with the factors affecting the decision to start a business and classify them. (6)

