

DWARKA INTERNATIONAL SCHOOL
REVISION WORKSHEET FOR UT-3
BUSINESS STUDIES
CLASS-XI

1. Which of the following alone can ensure effective ethics programme in a business enterprise?
 - a. Publication of code
 - b. Involvement of employees
 - c. Establishment of compliance mechanisms
 - d. None of them
2. If the credit is extended by one trader to another for the purchase of goods and services it is called
 - a. Trade Credit
 - b. Loan
 - c. Debt
 - d. Asset
3. An enterprise must behave as a good citizen is an example of its responsibilities towards
 - a. Owners
 - b. Workers
 - c. Consumers
 - d. Community
4. One of the demerits of loan from financial institution is that, financial institution may put _____ in the board of directors of the borrowing company which restricts their power.
 - a. Independent directors
 - b. Nominee directors
 - c. Experts
 - d. Auditors

5. Read the statement and choose the correct option:

Assertion (A): Inter-corporate deposits are suitable for long term needs.

Reason (R): Company lends money through an intermediary.

- a. Both A and R are true. R is the correct explanation of A
- b. Both A and R are true, but R is not the correct explanation of A
- c. A is correct, but R is incorrect
- d. A is incorrect, but R is correct

6. Which of the following is/are the sources for raising borrowed funds?
- Retained Earnings
 - Issue of Debentures
 - Public Deposits
 - Both b and c

Answer the following questions:

- Define business ethics. Explain its four elements?
- Discuss the source from which a large industrial enterprise can raise capital for financing modernization and expansion?
- What are the obligations a businessman has towards his shareholders? Mention any four
- What preferential rights are enjoyed by preference shareholders? Explain.
- “The business is responsible for aggravating pollution, so it becomes the moral duty of businessmen to take some positive steps for controlling this problem.” In the light of this statement explain the role of businessmen in checking pollution.
- Differentiate between equity shares and debentures on the basis of type, security, control, risk and payment preference.
- There is a group discussion taking place in class XI regarding social responsibility of business' Ravi feels that a business should be socially responsible towards the society it exists in while Shama is against it as the basic objective of a business is to earn projects. Whom do you think you will favour? Write 4 points with respect to your opinion.
- Director of X Ltd. wants to meet a sudden spike in demand for his product in the next month but he lacks funds. As a financial advisor, suggest him a way to raise fund and justify your choice.