

Chapter 1, BST, Claas : XI, MCQs test, Full marks: 15

1) Which of the following is/are treated as Auxiliaries to Trade?

- (a) Banking Industry
- (b) Insurance Industry
- (c) Transportation Industry
- (d) All of the above

2) The reward of risk is:

- (a) Success
- (b) Failure
- (c) Profit
- (d) Loss

3) Name the two broad categories of business activities.

(a) Trade and commerce

(b) trade and industry

(c) industry and commerce

(d) none of these

4) Assertion (A) Business represents the exchange of Goods and Services.

Reason (R) Risk and Uncertainties are always there in any form of business

(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

5) Which of the following does not characterize business activity :

- (a) Production of goods and services
- (b) Presence of risk
- (c) Sale or Exchange of goods and services
- (d) Salary or wages

6) "Amrut" is an NGO operating in the district of Rajkot since 2005. It deals in providing medicines and other medical facilities to the rural, backward, and below-poverty-line people in the district. In case of need, arrangements are made by the NGO to shift critical patients to referred hospitals. Name the type of human activities performed by the NGO "Amrut".

- (a) Economic Activities
- (b) Non-Economic Activities
- (c) Spiritual Activities
- (d) None of the above

7) Maninder, Surinder and Balbinder and Harinder pursued their Master's Degrees in Business Management from a reputed institute in Delhi. After completion of their studies, all of them got engaged in different fields. Maninder got a job at an Oil Refinery Industry as a Junior Executive in Finance. Surinder joined his family business in Textile Industry in Jalandhar, Punjab. Balbinder opened his own Dairy Firm and Harinder joined the construction business. Identify the type of industry Mr. Surinder worked with as highlighted in the above case.

(a) Analytical Industry

(b) Synthetic Industry

(c) Processing Industry

(d) Assembly Industry

8) Which of the following cannot be classified as an auxiliary to trade?

(a) Mining

(b) Insurance

(c) Warehousing

(d) Transport

9) Ruchi is a practicing Chartered Accountant. She has her C.A. Firm in Hyderabad, Telangana. She deals in providing Income Tax and GST-related services to her clients against very reasonable consultancy fees. She has her own professional coaching classes for C.A. Enrolled Students. Identify the types of economic activities performed by Ruchi as referred to in the above case.

(a) Business

(b) Insurance

(c) Warehousing

(d) Transport

9) Ruchi is a practicing Chartered Accountant. She has her C.A. Firm in Hyderabad, Telangana. She deals in providing Income Tax and GST-related services to her clients against very reasonable consultancy fees. She has her own professional coaching classes for C.A. Enrolled Students. Identify the types of economic activities performed by Ruchi as referred to in the above case.

- (a) Business
- (b) Profession
- (c) Employment
- (d) None of the above

10) Which of the broad categories of industries covers oil refineries and sugar mills?

- (a) Primary
- (b) Secondary
- (c) Tertiary
- (d) None of these

11) Assertion (A) Earning Livelihood is the main aim of Economic activities.

Reason (R) It helps people in earning their bread and butter by performing several activities.

- (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

12)Nutan General Store is a big businessman who deals in selling Nestle products in his locality. He purchased products of Nestle directly from the State Distributor in bulk quantities and sold them in the market. Small shopkeepers from different corners of the city. Identify the type of trade followed by Nutan General Store.

- (a) Wholesale Trade
- (b) Retail Trade
- (c) International Trade
- (d) Entrepot Trade

13)Business risk is not likely to arise due to:

- (a) Change in govt, policy
- (b) Good management

(c) Employee dishonesty

(d) Power failure

14) Sankalp is a successful entrepreneur dealing in the Automobile sector, especially with Two Wheelers in Ahmedabad. He has been constantly earning good profits from his business and investing surplus towards the expansion of his business. All the latest Two-Wheeler models are available at his showroom. His marketing and sales teams are managed to create new customers from time to time. His unique style of business management has brought him success. Name the type of Business activity in which Sankalp is involved.

(a) Tertiary industries

(b) Secondary industries

(c) Trade

(d) Auxiliaries to trade

15) Dell Inc is a company involved in the manufacturing of computers and related items. It's a very popular name among the computer-savvy youth in India. There are different models of Desktop, Laptop, Tabs, Gaming and Workstations manufactured and sold by the company in the Indian market. Which type of Industry is highlighted in the above case?

(a) Genetic Industry

(b) Extractive Industry

(c) Processing Industry

(d) Assembly Industry. (By, Bhabani sir)

